

Village of Croton-on-Hudson, New York

Financial Statements and
Supplementary Information

Year Ended May 31, 2023

Village of Croton-on-Hudson, New York

Table of Contents

	<u>Page No.</u>
Independent Auditors' Report	1
Management's Discussion and Analysis	4
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	14
Statement of Activities	15
Fund Financial Statements	
Balance Sheet - Governmental Funds	16
Reconciliation of Governmental Funds Balance Sheet to the Government - Wide Statement of Net Position	18
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	19
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	21
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General and Water Funds	22
Notes to Financial Statements	24
Required Supplementary Information	
Other Postemployment Benefits	
Schedule of Changes in the Village's Total OPEB Liability and Related Ratios	57
New York State and Local Employees' Retirement System	
Schedule of the Village's Proportionate Share of the Net Pension Liability	58
Schedule of Contributions	58
New York State and Local Police and Fire Retirement System	
Schedule of the Village's Proportionate Share of the Net Pension Liability	59
Schedule of Contributions	59
Fire Service Awards Program	
Schedule of Changes in the Village's Total Pension Liability and Related Ratios	60
Combining and Individual Fund Financial Statements and Schedules	
Major Governmental Funds	
General Fund	
Combining Balance Sheet – Sub-Funds	61
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Sub-Funds	62
Comparative Balance Sheet – Sub-Fund	63
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – Sub Funds	64
Schedule of Revenues and Other Financing Sources Compared to Budget – Sub Fund	66
Schedule of Expenditures and Other Financing Uses Compared to Budget – Sub Fund	69

Village of Croton-on-Hudson, New York

Table of Contents (Concluded)

	<u>Page No.</u>
Water Fund	
Comparative Balance Sheet	73
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	74
Schedule of Revenues Compared to Budget	76
Schedule of Expenditures and Other Financing Uses Compared to Budget	77
Debt Service Fund	
Comparative Balance Sheet	79
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	80
Capital Projects Fund	
Comparative Balance Sheet	82
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	83
Project-Length Schedule	84
Non-Major Governmental Funds	
Combining Balance Sheet	88
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	89
Special Purpose Fund	
Comparative Balance Sheet	90
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	91
Sewer Fund	
Comparative Balance Sheet	92
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	93
Schedule of Expenditures and Other Financing Uses Compared to Budget	95

Independent Auditors' Report

**The Honorable Mayor and Board of Trustees
of the Village of Croton-on-Hudson, New York**

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Village of Croton-on-Hudson, New York ("Village"), as of and for the year ended May 31, 2023, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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, 2023, and the respective changes in financial position and the respective budgetary comparison for the General Fund and Water Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

We draw attention to Note 2E in the notes to financial statements which discloses the effects of the Village's adoption of the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 87, "Leases". Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis and the schedules included under Required Supplementary Information in the accompanying table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 Information

Our audit for the year ended May 31, 2023 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and schedules for the year ended May 31, 2023 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended May 31, 2023 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended May 31, 2023.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Village as of and for the year ended May 31, 2022 (not presented herein), and have issued our report thereon dated November 23, 2022 which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The combining and individual fund financial statements and schedules for the year ended May 31, 2022 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2022 financial statements. The information was subjected to the audit procedures applied in the audit of the 2022 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended May 31, 2022.

PKF O'Connor Davies, LLP
PKF O'Connor Davies, LLP
Harrison, New York
December 1, 2023

Village of Croton-on-Hudson, New York

Management's Discussion and Analysis
May 31, 2023

Introduction

As management of the Village of Croton-on-Hudson, 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, 2023. 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.

Financial Highlights for Fiscal Year 2023

- The General Fund completed fiscal year 2023 with a fund balance totaling \$12,681,740, an increase of \$3,756,816 from the prior year. Of the total General Fund, the unassigned fund balance totaled \$9,051,312, an increase from the prior year of \$3,188,952. This large increase in unassigned fund balance resulted from the sale of property in 2022, for which the Village received payment in the amount of \$2,000,000. The unassigned fund balance of \$9,051,312 is 44% of the 2023-24 budgeted appropriations. The assigned classification included \$173,495 for encumbrances, \$725,000 for subsequent year's expenditures, \$252,931 for contractual obligations, and \$311,376 for future retirement expenditures. \$656,928 was restricted for employee benefits which represents accumulated vacation and sick leave in accordance with various collective bargaining agreements. In addition, \$1,390,652 is restricted for pension benefits for the LOSAP and \$100,000 is restricted for tax stabilization purposes.
- On the government-wide financial statements, the assets and deferred outflows of resources of the Village was less than its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$14,367,127.
- As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$16,661,126.
- The Capital Projects Fund expenditures totaled \$2,256,152 and the fund balance at May 31, 2023 was \$1,497,008.
- The Village retired \$141,132 of bond anticipation notes outstanding during the current fiscal year. At May 31, 2023, the Village had \$424,503 of bond anticipation notes outstanding to finance capital projects.
- During the 2023 fiscal year, the Village issued \$886,500 of serial bonds and retired \$2,340,000 of previously outstanding indebtedness. The Village's total outstanding general obligation bonds payable at May 31, 2023 totaled \$30,536,500, exclusive of unamortized issuance premiums of \$1,572,421. This represents a decrease in serial bonds of \$1,453,500 from the prior year.

Overview of the Financial Statements

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

Government-wide Financial Statements

The government-wide financial statements are presented in a manner similar to private-sector business financial statements. The statements are prepared using the accrual basis of accounting. The government-wide financial statements include two statements: the statement of net position and the statement of activities. Fiduciary activities, whose resources are not available to the Village's programs, are excluded from these statements.

The statement of net position presents the Village's total assets, liabilities and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in the net position may serve as a useful indicator as to whether the financial position of the Village is improving or deteriorating.

The statement of activities presents information showing the change in the Village's net position during the current fiscal year. All revenues and expenses are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods such as uncollected taxes and earned but unused vacation and sick leave. The focus of this statement is on the net cost of providing various services to the citizens of the Village.

The government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues ("*governmental activities*"). The governmental activities of the Village include general government support, public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and interest.

Fund Financial Statements

A fund is an accounting entity with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balances, revenues and expenditures. Governmental resources are allocated to and accounted for in an individual fund based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related and legal requirements. All of the funds of the Village can be divided into two categories: governmental funds and fiduciary funds.

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

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

The Village of Croton-on-Hudson has six (6) individual governmental funds: General, Water, Debt Service, Capital Projects, Special Purpose and Sewer funds. Of these, the General, Water, Debt Service and Capital Projects funds are reported as major funds, and are presented in separate columns on the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances. Data for the other governmental funds are combined into a single, aggregated presentation. Individual fund data for these non-major funds can be found on the *combining statements* elsewhere in this report.

The Village adopts an annual budget for its General, Water, Sewer and Debt Service funds. A budgetary comparison statement has been provided in the basic financial statements for the General and Water Funds to demonstrate compliance with the respective budgets.

Fiduciary Funds - These funds are used to account for resources held for the benefit of parties outside the government. The fiduciary funds are *not* reflected in the government-wide financial statements because the assets of these funds are *not* available to support the activities of the Village. The Village maintains one type of fiduciary fund, the Custodial Fund. The Pension Trust Fund accounts for the Service Awards Program for volunteer firefighters, was previously recorded as a Fiduciary Fund. Resources are held in the Custodial Fund by the Village purely in a custodial capacity. The activity in this fund is limited to the receipt and remittance of resources to the appropriate individual, organization or government.

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

Notes to Financial Statement

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

Other Information

Additional statements and schedules can be found immediately following the notes to the financial statements. These include the required supplementary information for the Village's Service Awards Program, other postemployment benefit obligations, the New York State Local Employees and Local Police and Fire Retirement Systems, the combining statements for the non-major governmental funds and schedules of budget to actual comparisons.

Government-wide Financial Analysis

The Village's assets and deferred outflows of resources were less than the liabilities and deferred inflows of resources by \$14,367,127 for fiscal year 2023. The reason for this is because beginning in fiscal year 2019 the Village was required to implement GASB Statement No. 75, "*Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*" ("OPEB"). This

statement addresses accounting and financial reporting for OPEB that is provided to the employees of state and local governments by establishing standards for recognizing and measuring liabilities, deferred outflows/inflows of resources and expenses/expenditures. This statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value and attribute that present value to the periods of employee service.

The following table reflects the condensed Statement of Net Position:

	May 31,	
	2023	2022
Current Assets	\$ 21,665,773	\$ 16,897,041
Capital Assets, net	<u>53,505,394</u>	<u>53,876,975</u>
Total Assets	<u>75,171,167</u>	<u>70,774,016</u>
Deferred Outflows of Resources*	<u>17,772,108</u>	<u>21,293,706</u>
Current Liabilities	3,101,798	2,495,977
Long-Term Liabilities	<u>81,290,606</u>	<u>82,186,471</u>
Total Liabilities	<u>84,392,404</u>	<u>84,682,448</u>
Deferred Inflows of Resources*	<u>22,917,998</u>	<u>25,038,742</u>
Net Position		
Net investment in capital assets	23,280,661	21,982,829
Restricted	1,149,902	1,263,150
Unrestricted	<u>(38,797,690)</u>	<u>(40,899,447)</u>
Total Net Position	<u>\$ (14,367,127)</u>	<u>\$ (17,653,468)</u>

****Detailed information pertaining to the Village's Deferred Outflows/Inflows of Resources is presented in Notes 1 and 3 of the financial statements. The amounts are as follows:***

	2023 Deferred Amounts	
	Outflows	Inflows
Police and Fire ("PFRS")	\$ 2,346,028	\$ 286,006
Employee ("ERS")	2,466,414	231,757
Fire Service Award Program	579,668	794,249
OPEB	12,190,996	19,433,510
Leases	-	2,172,476
Deferred Loss on Refunding Bonds	<u>189,002</u>	<u>-</u>
	<u>\$ 17,772,108</u>	<u>\$ 22,917,998</u>

One component of the Village's net position is net investment in capital assets of \$23,280,661 which reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to its citizens and consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

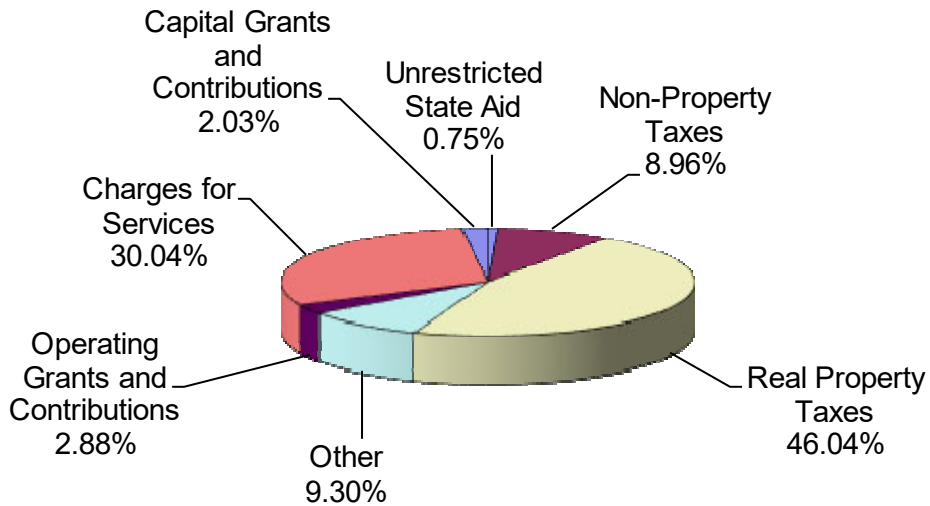
The restricted net position of \$1,149,902 represents resources that are subject to external restrictions on their use. The restrictions are:

	<u>May31,</u>	
	<u>2023</u>	<u>2022</u>
Debt Service	\$ 414,823	\$ 496,664
Special Purpose	<u>735,079</u>	<u>766,486</u>
Restricted Net Assets	<u>\$ 1,149,902</u>	<u>\$ 1,263,150</u>

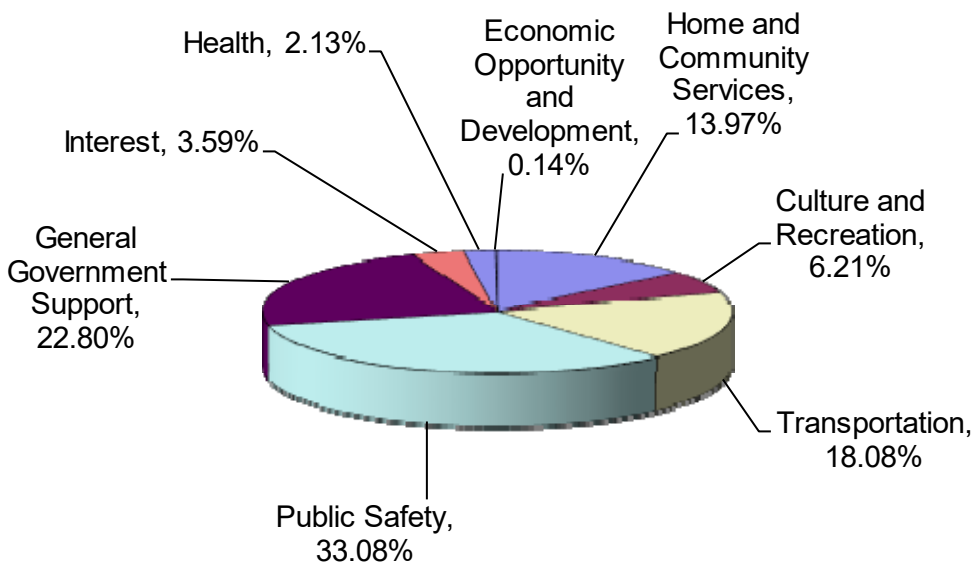
Changes in Net Position

	Year Ended May 31,	
	2023	2022
REVENUES		
Program Revenues		
Charges for Services	\$ 8,262,965	\$ 6,939,681
Operating Grants and Contributions	792,749	829,313
Capital Grants and Contributions	558,466	459,581
Total Program Revenues	9,614,180	8,228,575
General Revenues		
Real Property Taxes	12,662,904	12,347,233
Other Tax Items	33,192	33,870
Non-Property Taxes	2,465,174	2,264,667
Unrestricted Use of Money and Property	271,176	1,736
Sale of Property and Compensation for Loss	2,119,039	73,128
Unrestricted State Aid	206,397	244,186
Miscellaneous	1,424	67,410
Insurance recoveries	129,148	38,963
Total General Revenues	17,888,454	15,071,193
Total Revenues	27,502,634	23,299,768
PROGRAM EXPENSES		
General Government Support	5,521,632	5,202,719
Public Safety	8,010,987	6,455,935
Health	514,835	473,926
Transportation	4,377,146	4,107,990
Economic Opportunity and Development	34,771	27,633
Culture and Recreation	1,503,243	1,401,272
Home and Community Services	3,384,038	3,099,966
Interest	869,641	898,875
Total Expenses	24,216,293	21,668,316
Change in Net Position	3,286,341	1,631,452
NET POSITION		
Beginning, as reported	(17,653,468)	(19,284,920)
Ending	\$ (14,367,127)	\$ (17,653,468)

**Sources of Revenue for Fiscal Year 2023
Governmental Activities**



**Sources of Expenses for Fiscal Year 2023
Governmental Activities**



Governmental Activities: Governmental activities increased the Village’s net position by \$3,286,341.

For the fiscal year ended May 31, 2023, revenues from governmental activities totaled \$27,502,634. Tax revenues of \$15,161,270 consisting of real property taxes, other tax items and non-property taxes, represented the largest revenue source at 63.1%.

Financial Analysis of the Government'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 fiscal period ending June 30, 2011. GASB Statement No. 54 abandoned the reserved and unreserved classifications of fund balance and replaced them with five new classifications: nonspendable, restricted, committed, assigned and unassigned. An explanation of these classifications follows below.

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

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

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

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

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

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

Governmental Funds - The table below outlines the various balances that comprise the total fund balance of the Village as of May 31, 2023 according to their GASB Statement No. 54 classifications along with what the former classifications would have been. More detailed information about the Village's fund balance is presented in note 3K in the notes to financial statements.

<u>GASB No. 54 Classification</u>	<u>Includes Former Classifications</u>	<u>Fund Balance</u>
Nonspendable Fund Balance	Leases	16,227
	Prepaid Expenditures	<u>3,819</u>
		<u>20,046</u>
Restricted Fund Balance	Reserved for Employee Benefits	663,793
	Reserved for Pension Benefits	1,390,652
	Reserved for Tax Stabilization	100,000
	Reserved for Debt Service	114,823
	Debt Service - for Subsequent Year's Expenditures	300,000
	Reserved for Capital Projects	1,497,008
	Reserved for Parklands	735,004
	Reserved for Trusts	<u>75</u>
	<u>4,801,355</u>	
Assigned Fund Balance	Reserved for Encumbrances:	
	General Government Support	28,090
	Public Safety	102,815
	Health	5,126
	Transportation	11,982
	Culture and Recreation	8,524
	Home and Community Services	54,068
	Designated for Subsequent Year's Expenditures:	
	Unassigned Fund Balance	725,000
	Designated for Future Retirement	
	Expenditures	311,376
	Contractual obligations	252,931
	Water Fund	535,116
Sewer Fund	<u>753,385</u>	
	<u>2,788,413</u>	
Unassigned Fund Balance	Unreserved and Undesignated:	
	General Fund	<u>9,051,312</u>
Total Fund Balances (as of May 31, 2023)		<u>\$ 16,661,126</u>

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 discretionary use as it represents the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the Village itself, or an individual that has been delegated authority to assign resources for use for particular purposes by the Village Board.

As of the end of the current fiscal year, the Village's governmental funds reported combined fund balances of \$16,661,126, an increase of \$3,448,452 from the prior year.

General Fund Budgetary Highlights

When the fiscal 2022-2023 budget was adopted, it anticipated the use of \$400,000 of unassigned fund balance for the balancing of the operating budget. Actual operations resulted in an increase of \$3,756,816 to the overall general fund balance. Unassigned fund balance increased by \$3,188,952. As mentioned previously, this significant increase in fund balance was partially related to the sale of a village-owned property in 2022 for \$2,000,000.

Capital Asset and Debt Administration

Capital Assets: The Village's investment in capital assets for its governmental activities as of May 31, 2023, amounted to \$53,505,394 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, infrastructure and construction-in-progress.

Capital Assets (Net of Depreciation)

	May 31,	
	2023	2022
Land	\$ 4,773,011	\$ 4,773,011
Buildings and improvements	8,277,974	8,901,570
Machinery and equipment	4,542,680	4,786,981
Infrastructure	33,232,221	32,874,868
Construction-in-Progress	2,679,508	2,540,545
Total	<u>\$ 53,505,394</u>	<u>\$ 53,876,975</u>

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

Long-term Debt: On May 31, 2023, the Village had total debt outstanding of \$32,350,908, comprised of general obligation bonded debt of \$32,108,921, inclusive of \$1,572,421 of unamortized premiums, and installment purchase debt of \$241,987. During the 2022-2023 fiscal year, the Village issued \$886,500 of serial bonds and retired \$2,340,000 of serial bonds and made principal payment of \$228,097 of the installment debt. All of this debt is backed by the full faith and credit of the Village.

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

Requests for Information

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Bryan Healy, Village Manager, Village of Croton-on-Hudson, One Van Wyck Street, Croton-on-Hudson, New York 10520.

Village of Croton-on-Hudson, New YorkStatement of Net Position
May 31, 2023

	Governmental Activities
ASSETS	
Cash and equivalents	\$ 8,760,859
Investments	8,881,919
Receivables	
Accounts	121,636
Water rents	813,717
Sewer rents	125,590
State and Federal aid	294,926
Due from other governments	474,604
Leases	2,188,703
Prepaid expenses	3,819
Capital assets	
Not being depreciated	7,452,519
Being depreciated, net	46,052,875
Total Assets	<u>75,171,167</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding bonds	189,002
Pension related	4,812,442
OPEB related	12,190,996
Length of service awards programs	579,668
Total Deferred Outflows of Resources	<u>17,772,108</u>
LIABILITIES	
Accounts payable	574,321
Accrued liabilities	676,209
Deposits payable	295,145
Employee payroll deductions	15,106
Bond anticipation notes payable	424,503
Unearned revenues	846,887
Accrued interest payable	269,627
Non-current liabilities	
Due within one year	2,879,487
Due in more than one year	78,411,119
Total Liabilities	<u>84,392,404</u>
DEFERRED INFLOWS OF RESOURCES	
Leases	2,172,476
Pension related	517,763
OPEB related	19,433,510
Length of service awards programs	794,249
Total Deferred Inflows of Resources	<u>22,917,998</u>
NET POSITION	
Net investment in capital assets	23,280,661
Restricted	
Debt service	414,823
Special purpose	
Culture and recreation	735,079
Unrestricted	<u>(38,797,690)</u>
Total Net Position	<u>\$ (14,367,127)</u>

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

Village of Croton-on-Hudson, New York

Statement of Activities
Year Ended May 31, 2023

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					
General government support	\$ 5,521,632	\$ 556,103	\$ 24,077	\$ -	\$ (4,941,452)
Public safety	8,010,987	993,722	459,632	454,044	(6,103,589)
Health	514,835	433,332	-	-	(81,503)
Transportation	4,377,146	2,516,777	242,972	-	(1,617,397)
Economic opportunity and development	34,771	-	-	-	(34,771)
Culture and recreation	1,503,243	316,076	47,124	38,668	(1,101,375)
Home and community services	3,384,038	3,446,955	18,944	-	81,861
Interest	869,641	-	-	65,754	(803,887)
Total Governmental Activities	\$ 24,216,293	\$ 8,262,965	\$ 792,749	\$ 558,466	(14,602,113)
General revenues					
Real property taxes					12,662,904
Other tax items					
Interest and penalties on real property taxes					33,192
Non-property taxes					
Non-property tax distribution from County					2,166,744
Franchise fees					122,582
Utilities gross receipts taxes					174,208
Emergency Tenant Protection Act					1,640
Unrestricted use of money and property					271,176
Sale of property and compensation for loss					2,119,039
Unrestricted State aid					206,397
Miscellaneous					1,424
Insurance recoveries					129,148
Total General Revenues					17,888,454
Change in Net Position					3,286,341
Net Position - Beginning					(17,653,468)
Net Position - Ending					\$ (14,367,127)

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

Village of Croton-on-Hudson, New York

Balance Sheet
 Governmental Funds
 May 31, 2023

	General	Water	Debt Service
ASSETS			
Cash and equivalents	\$ 3,219,509	\$ 944,731	\$ 588,401
Investments	8,058,768	307,115	-
Other receivables			
Accounts	120,136	-	-
Water rents	-	813,717	-
Sewer rents	-	-	-
State and Federal aid	294,926	-	-
Due from other governments	474,604	-	-
Leases	2,188,703	-	-
Due from other funds	3,379,030	209,361	92,213
Prepaid expenditures	3,819	-	-
	<u>17,739,495</u>	<u>2,274,924</u>	<u>680,614</u>
Total Assets	<u>\$ 17,739,495</u>	<u>\$ 2,274,924</u>	<u>\$ 680,614</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 241,021	\$ 26,167	\$ -
Accrued liabilities	647,614	27,879	-
Bond anticipation notes payable	-	-	-
Deposits payable	295,145	-	-
Employee payroll deductions	15,106	-	-
Due to other funds	839,506	1,645,813	265,791
Unearned revenues	846,887	-	-
	<u>2,885,279</u>	<u>1,699,859</u>	<u>265,791</u>
Total Liabilities	<u>2,885,279</u>	<u>1,699,859</u>	<u>265,791</u>
Deferred inflows of resources			
Leases	2,172,476	-	-
	<u>2,172,476</u>	<u>-</u>	<u>-</u>
Total Liabilities and Deferred Inflows of Resources	<u>5,057,755</u>	<u>1,699,859</u>	<u>265,791</u>
Fund balances			
Nonspendable	20,046	-	-
Restricted	2,147,580	6,865	414,823
Assigned	1,462,802	568,200	-
Unassigned	9,051,312	-	-
	<u>12,681,740</u>	<u>575,065</u>	<u>414,823</u>
Total Fund Balances	<u>12,681,740</u>	<u>575,065</u>	<u>414,823</u>
Total Liabilities and Fund Balances	<u>\$ 17,739,495</u>	<u>\$ 2,274,924</u>	<u>\$ 680,614</u>

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

Capital Projects	Non-Major Governmental	Total Governmental Funds
\$ 3,489,070	\$ 519,148	\$ 8,760,859
-	516,036	8,881,919
1,500	-	121,636
-	-	813,717
-	125,590	125,590
-	-	294,926
-	-	474,604
-	-	2,188,703
581,622	514,903	4,777,129
-	-	3,819
<u>\$ 4,072,192</u>	<u>\$ 1,675,677</u>	<u>\$ 26,442,902</u>
\$ 302,564	\$ 4,569	\$ 574,321
-	716	676,209
424,503	-	424,503
-	-	295,145
-	-	15,106
1,848,117	177,902	4,777,129
-	-	846,887
<u>2,575,184</u>	<u>183,187</u>	<u>7,609,300</u>
-	-	2,172,476
<u>2,575,184</u>	<u>183,187</u>	<u>9,781,776</u>
-	-	20,046
1,497,008	735,079	4,801,355
-	757,411	2,788,413
-	-	9,051,312
<u>1,497,008</u>	<u>1,492,490</u>	<u>16,661,126</u>
<u>\$ 4,072,192</u>	<u>\$ 1,675,677</u>	<u>\$ 26,442,902</u>

Village of Croton-on-Hudson, New York

Reconciliation of Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position May 31, 2023

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

Total Fund Balances - Governmental Funds	<u>\$ 16,661,126</u>
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Capital assets - non-depreciable	7,452,519
Capital assets - depreciable	95,725,599
Accumulated depreciation	<u>(49,672,724)</u>
	<u>53,505,394</u>
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for the postretirement benefits (pension and OPEB) are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position.	
Deferred outflows - pension related	4,812,442
Deferred outflows - OPEB related	12,190,996
Deferred outflows - length of service awards program(s)	579,668
Deferred inflows - pension related	(517,763)
Deferred inflows - OPEB related	(19,433,510)
Deferred inflows - length of service awards program(s)	<u>(794,249)</u>
	<u>(3,162,416)</u>
Long-term and other liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	
Accrued interest payable	(269,627)
General Obligation Bonds payable	(30,536,500)
Installment purchase debt payable	(241,987)
Compensated absences	(2,055,259)
Net pension liability-ERS	(3,744,258)
Net pension liability-PFRS	(3,815,368)
Total OPEB Liability	(37,379,717)
Fire Service Award Program	<u>(1,945,096)</u>
	<u>(79,987,812)</u>
Governmental funds report the effect of premiums, discounts, and refundings and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	
Deferred amount on refunding	189,002
Premium on general obligation bonds	<u>(1,572,421)</u>
	<u>(1,383,419)</u>
Net Position of Governmental Activities	<u><u>\$ (14,367,127)</u></u>

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

Village of Croton-on-Hudson, New York

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

Year Ended May 31, 2023

	General	Water	Debt Service
REVENUES			
Real property taxes	\$ 12,662,904	\$ -	\$ -
Other tax items	33,192	-	-
Non-property taxes	2,465,174	-	-
Departmental income	3,923,791	2,901,168	-
Net change in fair value of investments	(254,838)	-	-
Use of money and property	569,876	17,879	65,754
Licenses and permits	556,175	-	-
Fines and forfeitures	440,640	-	-
Sale of property and compensation for loss	2,119,039	1,065	-
State aid	315,087	-	-
Federal aid	559,893	-	-
Miscellaneous	20,704	-	-
Total Revenues	23,411,637	2,920,112	65,754
EXPENDITURES			
Current			
General government support	3,453,108	309,002	-
Public safety	4,517,155	-	-
Health	443,116	-	-
Transportation	2,119,029	-	-
Economic opportunity and development	34,771	-	-
Culture and recreation	817,153	-	-
Home and community services	1,109,719	775,552	-
Employee benefits	4,971,498	306,816	-
Debt service			
Principal	-	-	2,568,097
Interest	1,916	-	1,012,769
Capital outlay	-	-	-
Total Expenditures	17,467,465	1,391,370	3,580,866
Excess (Deficiency) of Revenues Over Expenditures	5,944,172	1,528,742	(3,515,112)
OTHER FINANCING SOURCES (USES)			
Bonds issued	-	-	-
Insurance recoveries	129,148	-	-
Transfers in	502,363	-	3,608,271
Transfers out	(2,818,867)	(1,292,280)	(175,000)
Total Other Financing Sources (Uses)	(2,187,356)	(1,292,280)	3,433,271
Net Change in Fund Balances	3,756,816	236,462	(81,841)
FUND BALANCES (DEFICIT)			
Beginning of Year	8,924,924	338,603	496,664
End of Year	\$ 12,681,740	\$ 575,065	\$ 414,823

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

Capital Projects	Non-Major Governmental	Total Governmental Funds
\$ -	\$ -	\$ 12,662,904
-	-	33,192
-	-	2,465,174
-	455,427	7,280,386
-	-	(254,838)
-	17,654	671,163
-	-	556,175
-	-	440,640
-	-	2,120,104
454,044	-	769,131
-	-	559,893
38,668	10,190	69,562
<u>492,712</u>	<u>483,271</u>	<u>27,373,486</u>
-	62,591	3,824,701
-	-	4,517,155
-	-	443,116
-	-	2,119,029
-	-	34,771
-	59,251	876,404
-	100,398	1,985,669
-	22,589	5,300,903
-	-	2,568,097
-	-	1,014,685
2,256,152	-	2,256,152
<u>2,256,152</u>	<u>244,829</u>	<u>24,940,682</u>
<u>(1,763,440)</u>	<u>238,442</u>	<u>2,432,804</u>
886,500	-	886,500
-	-	129,148
366,132	-	4,476,766
(29,766)	(160,853)	(4,476,766)
<u>1,222,866</u>	<u>(160,853)</u>	<u>1,015,648</u>
(540,574)	77,589	3,448,452
<u>2,037,582</u>	<u>1,414,901</u>	<u>13,212,674</u>
<u>\$ 1,497,008</u>	<u>\$ 1,492,490</u>	<u>\$ 16,661,126</u>

Village of Croton-on-Hudson, 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, 2023

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

Net Change in Fund Balances - Total Governmental Funds	<u>\$ 3,448,452</u>
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital outlay expenditures	2,326,284
Depreciation expense	<u>(2,697,865)</u>
	<u>(371,581)</u>
Issuance of long-term debt provides 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	(886,500)
Principal paid on general obligation bonds	2,340,000
Principal paid on purchase debt	<u>228,097</u>
	<u>1,681,597</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	2,377
Compensated absences	(154,559)
Changes in pension liabilities and related deferred outflows and inflows of resources	(1,095,866)
Changes in OPEB liabilities and related deferred outflows and inflows of resources	(366,746)
Amortization of loss on refunding bonds and issuance premium	<u>142,667</u>
	<u>(1,472,127)</u>
Change in Net Position of Governmental Activities	<u><u>\$ 3,286,341</u></u>

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

Village of Croton-on-Hudson, New York

Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
General and Water Funds
Year Ended May 31, 2023

	General			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 12,662,993	\$ 12,662,993	\$ 12,662,904	\$ (89)
Other tax items	27,001	27,001	33,192	6,191
Non-property taxes	1,983,640	1,983,640	2,465,174	481,534
Departmental income	2,760,123	3,051,895	3,923,791	871,896
Net change in fair value of investments	-	-	(254,838)	(254,838)
Use of money and property	246,375	465,496	569,876	104,380
Licenses and permits	203,500	223,500	556,175	332,675
Fines and forfeitures	200,000	209,134	440,640	231,506
Sale of property and compensation for loss	22,000	22,420	2,119,039	2,096,619
State aid	216,415	216,415	315,087	98,672
Federal aid	-	453,056	559,893	106,837
Miscellaneous	-	-	20,704	20,704
Total Revenues	18,322,047	19,315,550	23,411,637	4,096,087
EXPENDITURES				
Current				
General government support	3,527,207	3,496,372	3,453,108	43,264
Public safety	4,057,766	4,576,425	4,517,155	59,270
Health	458,016	447,571	443,116	4,455
Transportation	2,774,743	2,212,905	2,119,029	93,876
Economic opportunity and development	29,412	34,871	34,771	100
Culture and recreation	739,394	850,312	817,153	33,159
Home and community services	437,475	1,140,018	1,109,719	30,299
Employee benefits	4,923,347	5,143,086	4,971,498	171,588
Debt service				
Interest	1,916	1,916	1,916	-
Total Expenditures	16,949,276	17,903,476	17,467,465	436,011
Excess of Revenues Over Expenditures	1,372,771	1,412,074	5,944,172	4,532,098
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	-	85,689	129,148	43,459
Transfers in	500,000	500,000	502,363	2,363
Transfers out	(2,593,867)	(2,818,867)	(2,818,867)	-
Total Other Financing Uses	(2,093,867)	(2,233,178)	(2,187,356)	45,822
Net Change in Fund Balances	(721,096)	(821,104)	3,756,816	4,577,920
FUND BALANCES				
Beginning of Year	721,096	821,104	8,924,924	8,103,820
End of Year	\$ -	\$ -	\$ 12,681,740	\$ 12,681,740

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

Water

Original Budget	Final Budget	Actual	Variance with Final Budget
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
2,710,904	2,710,904	2,901,168	190,264
-	-	-	-
100	9,343	17,879	8,536
-	-	-	-
-	-	-	-
-	1,065	1,065	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>2,711,004</u>	<u>2,721,312</u>	<u>2,920,112</u>	<u>198,800</u>
393,037	325,016	309,002	16,014
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
755,102	820,514	775,552	44,962
300,297	313,214	306,816	6,398
-	-	-	-
<u>1,448,436</u>	<u>1,458,744</u>	<u>1,391,370</u>	<u>67,374</u>
<u>1,262,568</u>	<u>1,262,568</u>	<u>1,528,742</u>	<u>266,174</u>
-	-	-	-
-	-	-	-
<u>(1,292,280)</u>	<u>(1,292,280)</u>	<u>(1,292,280)</u>	<u>-</u>
<u>(1,292,280)</u>	<u>(1,292,280)</u>	<u>(1,292,280)</u>	<u>-</u>
(29,712)	(29,712)	236,462	266,174
<u>29,712</u>	<u>29,712</u>	<u>338,603</u>	<u>308,891</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 575,065</u>	<u>\$ 575,065</u>

Village of Croton-on-Hudson, New York

Notes to Financial Statements

May 31, 2023

Note 1 - Summary of Significant Accounting Policies

The Village of Croton-on-Hudson, New York ("Village") was established in 1898 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, economic opportunity and development, culture and recreation, home and community services and general and administrative support.

The financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America as applied 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 Village's significant accounting policies are described below:

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 Village as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used.

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. 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.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

Fund Categories

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

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

Special Revenue Funds - Special revenue funds are established to account for the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for certain defined purposes. The major special revenue fund of the Village is the 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. The major revenue of this fund is departmental income.

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

Special Revenue Funds:

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.

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

- b. Fiduciary Funds (Not Included in Government-Wide Statements) - The Fiduciary Funds are used to account for assets held by the Village on behalf of others. In accordance with the provisions of GASB Statement No. 84, "Fiduciary Activities", the Village had no such activity to report in this fund category.

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and 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 when they have been earned and they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are recognized as revenues when the expenditure is made and the amounts are expected to be collected within one year of the fiscal year end. A ninety day availability period is generally used for revenue recognition for most other governmental fund revenues. 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, net pension liability, total pension liability and other postemployment benefit liability are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuances of long-term debt and acquisitions under capital leases are reported as other financing sources.

Note 1 - Summary of Significant Accounting Policies (Continued)

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

Cash and Equivalents, Investments and Risk Disclosure

Cash and Equivalents - Cash and equivalents consist of funds deposited in demand deposit accounts, time deposit accounts and short-term investments with original maturities of less than three months from the date of acquisition.

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.

The Village utilizes a pooled investment concept for all governmental funds to facilitate its investment program. Investment income from this pooling is allocated to the respective funds based upon the sources of funds invested.

Investments - (except Service Awards Investments which are discussed in Note 3A) - Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions.

The Village follows the provisions of GASB Statement No. 72, "*Fair Value Measurement and Application*", which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or other inputs which can be corroborated by observable market data. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

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

The pool is authorized to invest in various securities issued by the United States and its agencies, obligations of the State of New York and repurchase agreements. These investments are reported at fair value. CLASS issues separately available audited financial statements with a year end of June 30th.

The Village's position in the pool, \$7,520,525, is equal to the value of the pool shares. The maximum maturity for any specific investment in the portfolio is 397 days.

Note 1 - Summary of Significant Accounting Policies (Continued)

Additional information concerning the cooperative is presented in the annual report of CLASS, which may be obtained from Public Trust Advisors, LLC, 717 17th Street, Suite 1850, Denver, CO 80202.

Risk Disclosure

Interest Rate Risk - Interest rate risk is the risk that the government will incur losses in fair value caused by changing interest rates. The Village does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from changing interest rates. Generally, the Village does not invest in any long-term investment obligations.

Custodial Credit Risk - 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, "*Deposit and Investment Risk Disclosures – an amendment of GASB Statement No. 3*", 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, 2023.

Credit Risk - Credit risk is the risk that an issuer or other counterparty will not fulfill its specific obligation even without the entity's complete failure. The Village does not have a formal credit risk policy other than restrictions to obligations allowable under General Municipal Law of the State of New York.

Concentration of Credit Risk - Concentration of credit risk is the risk attributed to the magnitude of a government's investments in a single issuer. The Village's investment policy limits the amount on deposit at each of its banking institutions.

Taxes Receivable - Real property taxes attach as an enforceable lien on real property as of June 1st and are levied and payable in June. The Village is responsible for the billing and collection of its own taxes. The Village also has the responsibility for in-rem foreclosure proceedings.

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

Lease Receivable - The Village is a lessor for a noncancellable leases of real property. The Village recognizes a lease receivable and a deferred inflow of resources in the government-wide and General Fund financial statements.

At the commencement of a lease, the Village initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Note 1 - Summary of Significant Accounting Policies (Continued)

Key estimates and judgements include how the Village determines (1) the discount rate it uses to discount the expected lease receipts to present value, 2) lease-term, and (3) lease receipts.

- The Village uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The Village monitors changes in circumstances that would require measurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

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, 2023, 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 expenses/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 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/or 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 \$2,500 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 acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of donation.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the Village chose to include 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).

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)
May 31, 2023

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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	20-50
Machinery and Equipment	5-20
Infrastructure	15-50

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

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

Unearned revenues in 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 \$846,887 for ambulance, fire, parking permit fees and other 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 includes a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets 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 includes a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets 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 inflows of resources in the General Fund of \$2,172,476 in relation to its leases. This amount is deferred and recognized as an inflow of resources in the period that the amounts became available.

The Village reported deferred outflows of resources of \$189,002 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.

Note 1 - Summary of Significant Accounting Policies (Continued)

The Village has also reported deferred outflows of resources and deferred inflows of resources in relation to its pension, fire service award and other postemployment benefit liabilities in the government-wide financial statement for governmental activities. These amounts are detailed in the discussion of the Village's pension, fire service award and other postemployment benefit liabilities in Note 3H.

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

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as Capital Projects or Debt Service funds expenditures.

Compensated Absences - The various collective bargaining agreements provide for the payment of accumulated vacation and sick time upon separation from service. The liability for such accumulated time is reflected in the government-wide Statement of 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 Pension Liability (Asset) - The net pension liability (asset) represents the Village's proportionate share of the net pension liability (asset) of the New York State and Local Employees' Retirement System and the New York State and Local Police and Fire Retirement System. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 68, "*Accounting and Financial Reporting for Pensions*" and GASB Statement No. 71, "*Pension Transition for Contributions Made Subsequent to the Measurement Date – An Amendment of GASB Statement No. 68.*"

Other Postemployment Benefit Liability ("OPEB") - In addition to providing pension benefits, the Village provides health care benefits for certain retired employees and their survivors. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 75, "*Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*".

Total Pension Liability – Length of Service Award Program - The total pension liabilities for the Fire Service Award Program are presented in accordance with the provisions of GASB Statement No. 73, "*Accounting and Financial Reporting for Pensions and Related Assets That Are Not Within the Scope of GASB Statement No. 68, and Amendments to Certain Provisions of GASB Statements Nos. 67 and 68*".

Net Position - represents the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources. Net position is comprised of three components: net investment in capital assets, restricted, and unrestricted.

Net investment in capital assets consists of capital assets, net of accumulated depreciation/amortization and reduced by outstanding balances of bonds and other debt that are

Note 1 - Summary of Significant Accounting Policies (Continued)

attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included in this component of net position.

Restricted net position consists of restricted assets and deferred outflows of resources reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on asset 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. Restricted net position for the Village includes restricted for debt service and special purpose.

Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that does not meet the definition of the two preceding categories.

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

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

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

Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. The Board of Trustees is the highest level of decision making authority for the Village that can, by the 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 Board of Trustees.

Assigned fund balance, in the General Fund, represents amounts constrained either by the policies of the entity's highest level of decision making authority or a person with delegated authority from the governing board to assign amounts for a specific intended purpose. Unlike commitments, assignments generally only exist temporarily, in that additional action does not normally have to be taken for the removal of an assignment. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted or committed fund balance amounts.

Note 1 - Summary of Significant Accounting Policies (Continued)

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 unassigned fund balance. For all governmental funds other than the General Fund, any deficit fund balance is reported as unassigned.

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

F. Encumbrances

In governmental funds, encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve applicable appropriations is generally employed as an extension of formal budgetary integration in the General, Water and Sewer funds. Encumbrances outstanding at year-end are generally reported as 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 also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

H. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is December 1, 2023.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

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

- a) On or before March 20th, the budget officer submits to the Board of Trustees a tentative operating budget for the fiscal year commencing the following June 1st. The tentative budget includes 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.

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)
May 31, 2023

Note 2 - Stewardship, Compliance and Accountability (Continued)

- 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, Debt Service and Sewer funds.
- f) Budgets for General, Water, Debt Service and Sewer 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 for the Special Purpose Fund since other means control the use of these resources (e.g., grant awards) and sometimes span a period of more than one fiscal year.
- g) The Village Board has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Board of Trustees. Any modification to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.
- h) Appropriations in General, Water, Debt Service and Sewer 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.

B. Property Tax Limitations

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 2022-2023 was \$26,135,411 which exceeded the actual levy (inclusive of exclusions) by \$13,479,591.

In addition to this constitutional tax limitation, Chapter 97 of the Laws of 2011, as amended ("Tax Levy Limitation Law"), modified previous law by imposing a limit on the amount of real property taxes a local government may levy. 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

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)
May 31, 2023

Note 2 - Stewardship, Compliance and Accountability (Continued)

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 Board first enacts, by a vote of at least sixty percent of the total voting power of the Board, a local law to override such limit for such coming fiscal year.

C. Excess of Actual Expenditures over budget – Capital Projects Fund

The following capital projects exceeded their budgetary provisions by the amounts indicated:

Capital Projects Fund	
Village Wide Stormwater	\$ 312
DPW Vehicles	89,910
IT Server Upgrade	574
Speed Recorders	73

D. Capital Projects Fund Deficits

The deficits in various individual projects arise in-part because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance construction of capital projects are not recognized as an “other financing source”. Liabilities for bond anticipation notes payable are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed. This deficit will be reduced and eliminated as the bond anticipation notes are redeemed from interfund transfers from other governmental funds or converted to permanent financing. Other deficits, where no bond anticipation notes were issued or outstanding to the extent of the project deficit, arise because of expenditures exceeding current financing on the projects. These deficits will be eliminated with the subsequent receipt or issuance of authorized financing.

E. Cumulative Effect of Change in Accounting Principle

The Village implemented the provisions of GASB Statement No. 87, “Leases,” for the year ended May 31, 2023, which established a single model for lease accounting based on the concept that leases are a financing of a “right-to-use” underlying asset. This statement requires a lessor to recognize a cumulative effect of change in accounting principle of \$2,376,351 for the lease receivable and \$2,376,351 for a deferred inflow of resources for a net cumulative effect of \$0 to the June 1, 2022 net position of governmental activities and the General Fund.

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds

A. Investments

Investment of the Fire Service Award Program are invested in accordance with a statutory prudent person rule and in accordance with an investment policy adopted by the Village.

The Village had the following investments with average maturities and credit ratings in its Service Awards Program.

Type of Investment	Fair Value	N/A	1-5 Years	6-10 Years	Thereafter		
Bond funds	\$ 487,008	\$ -	\$ 163,608	\$ 283,643	\$ 39,757		
Treasury notes	143,507	143,507					
Certificates of deposit	211,940	211,940	-	-			
U.S. and international equities funds	518,939	518,939	-	-			
	<u>\$ 1,361,394</u>	<u>\$ 874,386</u>	<u>\$ 163,608</u>	<u>\$ 283,643</u>	<u>\$ 39,757</u>		

Type of Investment	Fair Value	N/A	A or better	BBB	BB	B or less
Bond funds	\$ 487,008	\$ -	\$ 197,221	\$ 157,269	\$ 39,757	\$ 92,761
Treasury notes	143,507	143,507				
Certificates of deposit	211,940	211,940	-	-	-	-
U.S. and international equities funds	518,939	518,939	-	-	-	-
	<u>\$ 1,361,394</u>	<u>\$ 874,386</u>	<u>\$ 197,221</u>	<u>\$ 157,269</u>	<u>\$ 39,757</u>	<u>\$ 92,761</u>

Investments in bond funds and U.S. and international equities fund are valued using Level one inputs. Certificates of deposits are not subject to the fair value hierarchy.

B. Taxes Receivable

Taxes receivable at May 31, 2023 consisted of the following:

Property acquired for taxes	\$ 34,055
Less - Allowance for uncollectible amounts	<u>(34,055)</u>
	<u>\$ -</u>

C. Leases Receivable

The Village has entered into lease agreements which provide for the lessees, of real property. The leases are effective through May 2078. Lease income during 2023 was \$203,875 and interest revenue was \$39,368. As of May 31, 2023, the leases receivable for the Village was \$2,188,703 and the deferred inflows of resources was \$2,172,476.

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

The following is a summary of the principal and interest requirements to maturity for the Village's lease receivable.

<u>Years Ended</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 147,905	\$ 58,097
2025	160,051	54,544
2026	152,340	50,758
2027	113,123	47,657
2028	65,328	45,264
2029-2033	331,867	200,023
2034-2038	254,850	157,040
2039-2043	260,216	121,674
2044-2048	300,398	81,492
2049-2053	62,291	53,431
2054-2058	50,076	46,634
2059-2063	57,789	38,921
2064-2068	66,690	30,020
2069-2073	76,962	19,747
2074-2078	88,817	7,893
	<u>\$ 2,188,703</u>	<u>\$ 1,013,195</u>

D. Due From/To Other Funds

The balances reflected as due from/to other funds at May 31, 2023 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 3,379,030	\$ 839,506
Water	209,361	1,645,813
Debt Service	92,213	265,791
Capital Projects	581,622	1,848,117
Non-Major Governmental	514,903	177,902
	<u>\$ 4,777,129</u>	<u>\$ 4,777,129</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.

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

E. Capital Assets

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

	Balance June 1, 2022	Additions	Deletions	Balance May 31, 2023
Capital Assets, not being depreciated:				
Land	\$ 4,773,011	\$ -	\$ -	\$ 4,773,011
Construction-in-progress	2,540,545	1,642,336	1,503,373	2,679,508
Total Capital Assets, not being depreciated	<u>\$ 7,313,556</u>	<u>\$ 1,642,336</u>	<u>\$ 1,503,373</u>	<u>\$ 7,452,519</u>
Capital Assets, being depreciated:				
Buildings and improvements	\$ 17,237,558	\$ 10,295	\$ -	\$ 17,247,853
Machinery and equipment	14,644,231	655,726	-	15,299,957
Infrastructure	61,656,489	1,521,300	-	63,177,789
Total Capital Assets, being depreciated	<u>93,538,278</u>	<u>2,187,321</u>	<u>-</u>	<u>95,725,599</u>
Less Accumulated Depreciation for:				
Buildings and improvements	8,335,988	633,891	-	8,969,879
Machinery and equipment	9,857,250	900,027	-	10,757,277
Infrastructure	28,781,621	1,163,947	-	29,945,568
Total Accumulated Depreciation	<u>46,974,859</u>	<u>2,697,865</u>	<u>-</u>	<u>49,672,724</u>
Total Capital Assets, being depreciated, net	<u>\$ 46,563,419</u>	<u>\$ (510,544)</u>	<u>\$ -</u>	<u>\$ 46,052,875</u>
Capital Assets, net	<u>\$ 53,876,975</u>	<u>\$ 1,131,792</u>	<u>\$ 1,503,373</u>	<u>\$ 53,505,394</u>

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

General Government Support	\$ 356,938
Public Safety	464,032
Health	68,928
Transportation	1,012,407
Culture and Recreation	262,501
Home and Community Services	533,059
	<u>\$ 2,697,865</u>

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

F. Accrued Liabilities

Accrued liabilities at May 31, 2023 were as follows:

	General Fund	Water Fund	Non-Major Governmental Funds	Total
Payroll and Employee Benefits	\$ 647,614	\$ 27,879	\$ 716	\$ 676,209

G. Short-Term Capital Borrowings - Bond Anticipation Notes

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

Purpose	Original Issue Date	Maturity Date	Interest Rate	Balance June 1, 2022	New Issues	Redemptions	Balance May 31, 2023
Various	12/14/2017	12/9/2022	- %	\$ 20,400	\$ -	\$ 20,400	\$ -
Various	12/14/2018	9/29/2023	3.22	175,086	-	87,545	87,541
Various	12/9/2021	9/29/2023	3.22	165,929	-	33,187	132,742
	9/29/2022	9/29/2023	3.22	-	204,220	-	204,220
				<u>\$ 361,415</u>	<u>\$ 204,220</u>	<u>\$ 141,132</u>	<u>\$ 424,503</u>

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

Interest expenditures of \$1,916 were recorded in the fund financial statements in the General Fund and \$10,157 were recorded in the government-wide financial statements for governmental activities.

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

H. Long-Term Liabilities

The following table summarizes changes in the Village's long-term liabilities for the year ended May 31, 2023:

	Balance June 1, 2022	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2023	Due Within One Year
General Obligation Bonds Payable	\$ 31,990,000	\$ 886,500	\$ 2,340,000	\$ 30,536,500	\$ 2,431,500
Plus					
Unamortized premium on bonds	1,743,872	-	171,451	1,572,421	-
	<u>33,733,872</u>	<u>886,500</u>	<u>2,511,451</u>	<u>32,108,921</u>	<u>2,431,500</u>
Purchase Debt Payable	470,084	-	228,097	241,987	241,987
Other Non-Current Liabilities:					
Net Pension Liability-ERS	-	3,744,258	-	3,744,258	-
Net Pension Liability-PFRS	422,785	3,392,583	-	3,815,368	-
Total Pension Liability - Length of service award program	2,525,376	-	580,280	1,945,096	-
Compensated Absences	1,900,700	344,559	190,000	2,055,259	206,000
Other Postemployment Benefit Liability	43,133,654	-	5,753,937	37,379,717	-
Total Other Non- Current Liabilities	<u>48,452,599</u>	<u>7,481,400</u>	<u>6,752,314</u>	<u>49,181,685</u>	<u>447,987</u>
Total Long-Term Liabilities	<u>\$ 82,186,471</u>	<u>\$ 8,367,900</u>	<u>\$ 9,263,765</u>	<u>\$ 81,290,606</u>	<u>\$ 2,879,487</u>

Each governmental fund's liability for net pension liability, total pension liability – length of service award program, compensated absences and other postemployment benefit obligations is liquidated by the General, Water and Sewer funds. The Village's indebtedness for general obligation bonds and installment purchase debt is liquidated by the Debt Service Fund which is funded by the General, Water and Sewer Funds.

General Obligation Bonds Payable

General obligation bonds payable at May 31, 2023 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at May 31, 2023
Refunding Bond	2013	\$ 3,270,000	November, 2024	2.000 %	\$ 370,000
Various Purposes	2015	4,360,531	January, 2040	2.500-5.00	3,310,000
Refunding Bond	2016	2,035,000	July, 2026	4.000-5.00	930,000
Various Purposes	2016	8,578,200	April, 2036	3.000	6,090,000
Various Purposes	2017	1,331,780	February, 2032	2.125-3.00	865,000
Various Purposes	2018	1,616,700	December, 2032	2.250-3.00	1,130,000
Various Purposes	2019	640,000	May, 2034	4.000-5.00	510,000
Refunding Bond	2019	4,585,000	May, 2030	5.000	2,975,000
Various Purposes	2020	3,335,400	December, 2036	2.000-2.25	2,825,000
Various Purposes	2021	2,609,990	October, 2038	1.000-2.00	2,350,000
Refunding Bond	2022	8,350,000	April, 2044	2.000-4.00	7,580,000
Various Purposes	2022	740,000	October, 2040	2.000-4.00	715,000
Various Purposes	2023	886,500	October, 2040	4.000-4.50	886,500
					<u>\$ 30,536,500</u>

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

Interest expenditures of \$987,935 were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$839,782 was recorded in the government-wide financial statements for governmental activities.

Purchase Debt

The Village had entered into a contract to purchase land at a cost of \$4,000,000. An initial payment of \$500,000 was made at the closing and the balance of \$3,500,000 is payable in semi-annual installments of \$126,465, including interest at a rate of 6.0% per annum through 2024. The balance due at May 31, 2023 was \$241,987.

Interest expenditures of \$24,834 were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$19,702 was recorded in the government-wide financial statements for governmental activities.

Payments to Maturity

The annual requirements to amortize all bonded and installment purchase debt outstanding as of May 31, 2023, including interest payments of \$6,715,300 are as follows:

Year Ending May 31,	General Obligation Bonds		Purchase Debt		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 2,431,500	\$ 959,727	\$ 241,987	\$ 10,943	\$ 2,673,487	\$ 970,670
2025	2,520,000	855,807	-	-	2,520,000	855,807
2026	2,420,000	769,344	-	-	2,420,000	769,344
2027	2,525,000	680,869	-	-	2,525,000	680,869
2028	2,355,000	596,031	-	-	2,355,000	596,031
2029-2033	9,585,000	1,920,178	-	-	9,585,000	1,920,178
2034-2038	6,150,000	733,413	-	-	6,150,000	733,413
2039-2043	2,265,000	182,575	-	-	2,265,000	182,575
2044	285,000	6,413	-	-	285,000	6,413
	<u>\$ 30,536,500</u>	<u>\$ 6,704,357</u>	<u>\$ 241,987</u>	<u>\$ 10,943</u>	<u>\$ 30,778,487</u>	<u>\$ 6,715,300</u>

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

Legal Debt Margin

The Village is subject to legal limitations on the amount of debt that it may issue. The Village's legal debt margin is 7% of the five year average full valuation of taxable real property.

Pension Plans

New York State and Local Retirement System

The Village participates in the New York State and Local Employees' Retirement System ("ERS") and the New York State and Local Police and Fire Retirement System ("PFRS") which are collectively referred to as the New York State and Local Retirement System ("System"). These are cost-sharing, multiple-employer defined benefit pension plans. The System provides

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

retirement benefits as well as death and disability benefits. The net position of the System is held in the New York State Common Retirement Fund (“Fund”), which was established to hold all assets and record changes in fiduciary net position. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the System. The Comptroller is an elected official determined in a direct statewide election and serves a four year term. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law (“NYSRSSL”). Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The Village also participates in the Public Employees’ Group Life Insurance Plan, which provides death benefits in the form of life insurance. The System is included in the State’s financial report as a pension trust fund. That report, including information with regard to benefits provided may be found at www.osc.state.ny.us/retire/about_us/financial_statements_index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

The System is noncontributory except for employees who joined after July 27, 1976, who contribute 3% of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010, who generally contribute between 3% and 6% of their salary for their entire length of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers’ contributions based on salaries paid during the System’s fiscal year ending March 31. The employer contribution rates for the plan’s year ended March, 31, 2023 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	3 A14/41J	13.0%
	4 A15/41J	13.0
	5 A15/41J	11.1
	6 A15/41J	8.2
PFRS	2 384D	29.0%
	5 384D*	25.0
	5 384D	27.6
	6 384D*	20.2

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

At May 31, 2023, the Village reported the following for its proportionate share of the net pension liability for ERS and PFRS:

	<u>ERS</u>	<u>PFRS</u>
Measurement date	March 31, 2023	March 31, 2023
Net pension liability	\$ 3,744,258	\$ 3,815,368
Villages' proportion of the net pension liability	0.0174606 %	0.0692385 %
Change in proportion since the prior measurement date	(0.0004044) %	(0.0051896) %

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

The net pension liability was measured as of March 31, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Village's proportion of the net pension liability was based on a computation of the actuarially determined indexed present value of future compensation by employer relative to the total of all participating members.

For the year ended May 31, 2023, the Village recognized its proportionate share of pension expense in the government-wide financial statements of \$1,245,375 for ERS and \$1,162,504 for PFRS. Pension expenditures of \$563,812 for ERS and \$802,968 for PFRS were recorded in the fund financial statements and were charged to the following funds:

	<u>ERS</u>	<u>PFRS</u>
General Fund	\$ 532,895	\$ 802,968
Water Fund	30,570	-
Sewer Fund	347	-
	<u>\$ 563,812</u>	<u>\$ 802,968</u>

At May 31, 2023, the Village reported its proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>ERS</u>		<u>PFRS</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 398,793	\$ 105,153	\$ 372,914	\$ -
Changes of assumptions	1,818,453	20,097	1,859,219	-
Net difference between projected and actual earnings on pension plan investments	-	21,997	6,745	-
Changes in proportion and differences between Village contributions and proportionate share of contributions	22,164	138,759	83,342	231,757
Village contributions subsequent to the measurement date	106,618	-	144,194	-
	<u>\$ 2,346,028</u>	<u>\$ 286,006</u>	<u>\$ 2,466,414</u>	<u>\$ 231,757</u>
	<u>Total</u>			
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>		
Differences between expected and actual experience	\$ 771,707	\$ 105,153		
Changes of assumptions	3,677,672	20,097		
Net difference between projected and actual earnings on pension plan investments	6,745	21,997		
Changes in proportion and differences between Village contributions and proportionate share of contributions	105,506	370,516		
Village contributions subsequent to the measurement date	250,812	-		
	<u>\$ 4,812,442</u>	<u>\$ 517,763</u>		

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

\$106,618 and \$144,194 reported as deferred outflows of resources related to ERS and PFRS, respectively, resulting from the Village's accrued contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended March 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ERS and PFRS will be recognized in pension expense as follows:

Year Ended March 31,	ERS	PFRS
2024	\$ 438,127	\$ 388,159
2025	(248,101)	(115,924)
2026	753,878	1,086,766
2027	1,009,500	669,595
2028	-	61,867
	<u>\$ 1,953,404</u>	<u>\$ 2,090,463</u>

The total pension liability for the March 31, 2023 measurement date was determined by using an actuarial valuation date as noted below, with update procedures used to roll forward the total pension liabilities to that measurement date. Significant actuarial assumptions used in the valuation were as follows:

	ERS	PFRS
Measurement Date	March 31, 2023	March 31, 2023
Actuarial valuation date	April 1, 2022	April 1, 2022
Investment rate of return	5.9% *	5.9% *
Salary scale	4.4%	6.2%
Inflation rate	2.9%	2.9%
Cost of living adjustments	1.5%	1.5%

*Compounded annually, net of pension plan investment expenses, including inflation.

Annuitant mortality rates are based on the System's experience with adjustments for mortality improvements based on Society of Actuaries Scale MP-2021.

The actuarial assumptions used in the valuation are based on the results of an actuarial experience study for the period April 1, 2015 - March 31, 2020.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected return, net of investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation is summarized in the following table.

<u>Asset Type</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	32 %	4.30 %
International Equity	15	6.85
Private Equity	10	7.50
Real Estate	9	4.60
Opportunistic/ARS Portfolio	3	5.38
Credit	4	5.43
Real Assets	3	5.84
Fixed Income	23	1.50
Cash	<u>1</u>	-
	<u><u>100 %</u></u>	

The real rate of return is net of the long-term inflation assumption of 2.9%.

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

The following presents the Village's proportionate share of the net pension liability calculated using the discount rate of 5.9%, as well as what the Village's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (4.9%) or 1 percentage point higher (6.9%) than the current rate:

	<u>1% Decrease (4.9%)</u>	<u>Current Discount Rate (5.9%)</u>	<u>1% Increase (6.9%)</u>
Village's proportionate share of the ERS net pension liability (asset)	<u>\$ 9,048,265</u>	<u>\$ 3,744,258</u>	<u>\$ (687,857)</u>
Village's proportionate share of the PFRS net pension liability (asset)	<u>\$ 7,953,314</u>	<u>\$ 3,815,368</u>	<u>\$ 388,901</u>

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

The components of the collective net pension liability as of the March 31, 2023 measurement date were as follows:

	ERS	PFRS	Total
Total pension liability	\$ 232,627,259,000	\$ 43,835,333,000	\$ 276,462,592,000
Fiduciary net position	211,183,223,000	38,324,863,000	249,508,086,000
Employers' net pension liability (asset)	<u>\$ 21,444,036,000</u>	<u>\$ 5,510,470,000</u>	<u>\$ 26,954,506,000</u>
Fiduciary net position as a percentage of total pension liability	<u>90.78%</u>	<u>87.43%</u>	<u>90.25%</u>

Employer contributions to ERS and PFRS are paid annually and cover the period through the end of the System's fiscal year, which is March 31st. Retirement contributions as of May 31, 2023 represent the employer contribution for the period of April 1, 2023 through May 31, 2023 based on paid ERS and PFRS wages multiplied by the employers' contribution rate, by tier. Employee contributions are remitted monthly. Accrued retirement contributions to ERS and PFRS as of May 31, 2023 were \$106,618 and \$144,194, respectively.

Voluntary Defined Contribution Plan

The Village can offer a defined contribution plan to all non-union employees hired on or after July 1, 2013 and earning at the annual full-time salary rate of \$75,000 or more. The employee contribution is between 3% and 6% depending on salary and the Village will contribute 8%. Employer contributions vest after 366 days of service. No current employees participated in this program.

Defined Benefit - Fire Service Award Program

The Village's financial statements are for the year ended May 31, 2023. The information contained in this note is based on information for the Croton Volunteer Fire Department Length of Service Award Program for the program year ending on December 31, 2022, which is the most recent program year for which complete information is available. The Program is accounted for in the Village's financial statements within the General Fund - Fire Service Award Program – sub-fund.

Plan description

The Village established a defined benefit Service Award Program (referred to as a "LOSAP" - Length of Service Award Program - under Section 457(e)(11) of the Internal Revenue Code) effective January 1, 2000 for the active volunteer firefighter members of the Village of Croton Volunteer Fire Department. This is a single employer defined benefit plan. The Program was established pursuant to Article 11-A of the New York State General Municipal Law. The Program provides municipally-funded deferred compensation to volunteer firefighters to facilitate the recruitment and retention of active volunteer firefighters. The Village is the Sponsor of the Program and the Program administrator.

An eligible Program Participant is defined to be an active volunteer firefighter who is at least 18 years of age and upon earning 50 or more points in a calendar year after 2000 under the provisions of the Program point system, is eligible to become a participant in the Program. Points are granted for the performance of certain activities in accordance with a system established by the Village on the basis of a statutory list of activities and point values. A participant may also receive credit for five years of firefighting service rendered prior to the establishment of the

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

Program. Participants are fully vested upon attainment of entitlement age, upon death or upon general disablement and after earning five years of service credit. A participant, upon attainment of entitlement age (the later of age 62 or the participant's age after earning 50 program points), shall be able to receive their service award, payable in the form of a ten-year certain and continuous monthly payment life annuity.

Benefits provided

The monthly benefits are \$20 for each year of service credit, up to a maximum of 40 years. The benefits and refunds of the plan are recognized when due and payable in accordance with the terms of the plan. The Program also provides disability and death benefits. The trustees of the Program, which are the members of the Village Board, are authorized to invest the funds in authorized investment vehicles. Administrative costs are paid by the Village from the General Fund. Separate financial statements are not issued by the Program.

Participants covered by the benefit terms.

At the December 31, 2022 measurement date, the following participants were covered by the benefit terms.

Inactive participants currently receiving benefit payments	40
Inactive participants entitled to but not yet receiving benefit payments	14
Active participants	<u>66</u>
Total	<u><u>120</u></u>

Contributions

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

Measurement of Total Pension Liability

The total pension liability at the December 31, 2022 measurement date was determined using an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

Discount Rate. The discount rate used to measure the total pension liability was 4.31%. This was the yield to maturity of the S&P Municipal Bond 20 Year High Grade Rate Index as of December 31, 2022. In describing this index, S&P Dow Jones Indices notes that the index consists of bonds

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

in the S&P Municipal Bond Index with maturity of 20 years and with a rating of at least Aa2 by Moody's Investors Services, AA by Fitch or AA by Standard & Poor's Rating Services.

Changes in the Total Pension Liability

Balance as of 12/31/2021 measurement date	\$ 2,525,376
Service Cost	116,408
Interest	58,037
Changes of assumptions or other inputs	(681,279)
Differences between expected and actual experience	28,266
Benefit Payments	<u>(101,712)</u>
Balance as of 12/31/2022 measurement date	<u>\$ 1,945,096</u>

Sensitivity of the Total Pension Liability to changes in the discount rate. The following presents the total pension liability of the Village as of the December 31, 2022 measurement date, calculated using the discount rate of 4.31 percent, as well as what the Village's total pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.31 percent) or 1-percentage point higher (5.31 percent) than the current rate:

	1% Decrease (3.31%)	Current Discount Rate (4.31%)	1% Increase (5.31%)
	<u> </u>	<u> </u>	<u> </u>
Total Pension Liability	<u>\$ 2,234,490</u>	<u>\$ 1,945,096</u>	<u>\$ 1,711,316</u>

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

For the year ended December 31, 2022, the Village recognized pension expense of \$171,083 in the governmental activities and \$116,316 in the Fire Service Award Program – sub-fund. At December 31, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Differences between expected and actual experience	\$ 86,048	\$ 11,030
Changes of assumptions or other inputs	458,053	783,219
Benefit payments & administrative expenses subsequent to the measurement date	<u>35,567</u>	<u>-</u>
	<u>\$ 579,668</u>	<u>\$ 794,249</u>

\$35,567 reported as deferred outflows of resources related to pensions resulting from Village transactions subsequent to the measurement date will be recognized as a reduction of the total pension liability in the year ended May 31, 2024.

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)
May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

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

Plan Year Ended	
<u>December 31 ,</u>	
2024	\$ (15,419)
2025	(15,419)
2026	(15,419)
2027	(15,419)
2028	(24,908)
Thereafter	<u>(163,564)</u>
	<u>\$ (250,148)</u>

Compensated Absences

Under the terms of existing collective bargaining agreements, employees are entitled to accumulate sick and vacation leave based upon the terms of their respective collective bargaining agreements. Payments upon separation of service varies with each agreement. The Village's liability for accumulated sick and vacation leave has been recorded in the government-wide financial statements.

Other Postemployment Benefit Liability ("OPEB")

In addition to providing pension benefits, the Village provides certain health care benefits for retired employees through a single employer defined benefit OPEB 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 postemployment health care benefits is shared between the Village and the retired employee as noted below. Substantially all of the Village's employees may become eligible for those benefits if they reach normal retirement age while working for the Village. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other than Pensions", so the net OPEB liability is equal to the total OPEB liability. Separate financial statements are not issued for the plan.

At May 31, 2023, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefit payments	63
Active employees	<u>69</u>
Total	<u>132</u>

The Village's total OPEB liability of \$37,379,717 was measured as of May 31, 2023, and was determined by an actuarial valuation as of June 1, 2022.

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

The total OPEB liability in the June 1, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Salary increases and inflation rate	3.00%
Discount rate	4.24%
Healthcare cost trend rates	8.0% for 2023, decreasing by up to 1.0% per year to an ultimate rate of 5.0% rate.
Retirees' share of benefit-related costs	Varies from 2% to 100%, depending on applicable retirement year and bargaining unit

The discount rate was based on the Bond Buyer's 20-year Bond Index.

Mortality rates were based on the RP 2010 mortality table projected fully generationally using projection scale MP-2021.

The Village's change in the total OPEB liability for the year ended May 31, 2023 is as follows:

Total OPEB Liability - Beginning of Year	\$	43,133,654
Service Cost		1,179,273
Interest		1,568,710
Difference between expected and actual experience		(3,452,316)
Change in assumptions or other inputs		(3,577,410)
Benefit payments		<u>(1,472,194)</u>
Total OPEB Liability - End of Year	\$	<u>37,379,717</u>

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.24%) or 1 percentage point higher (5.24%) than the current discount rate:

	1% Decrease (3.24%)	Current Discount Rate (4.24%)	1% Increase (5.24%)
Total OPEB Liability	<u>\$ 43,192,521</u>	<u>\$ 37,379,717</u>	<u>\$ 32,684,826</u>

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (7.0% decreasing to 4.0%) or 1 percentage point higher (9.0% decreasing to 6.0%) than the current healthcare cost trend rates:

	1% Decrease (7.0% decreasing to 4.0%)	Current Healthcare Cost Trend Rates (8.0% decreasing to 5.0%)	1% Increase (9.0% decreasing to 6.0%)
Total OPEB Liability	<u>\$ 32,292,658</u>	<u>\$ 37,379,717</u>	<u>\$ 43,837,020</u>

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

For the year ended May 31, 2023, the Village recognized OPEB expense of \$1,838,940 in the government-wide financial statements. At May 31, 2023, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions or other inputs	\$ 8,414,217	\$ 15,531,020
Differences between expected and actual experience	<u>3,776,779</u>	<u>3,902,490</u>
	<u>\$ 12,190,996</u>	<u>\$ 19,433,510</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended March 31,	
2024	\$ (909,043)
2025	(909,043)
2026	(909,043)
2027	(1,071,246)
2028	(1,595,580)
Thereafter	<u>(1,848,559)</u>
	<u>\$ (7,242,514)</u>

I. Revenues and Expenditures

Interfund Transfers

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

Transfers Out	Transfers In			Total
	General Fund	Debt Service Fund	Capital Projects Fund	
General Fund	\$ -	\$ 2,452,735	\$ 366,132	\$ 2,818,867
Water Fund	275,000	1,017,280	-	1,292,280
Debt Service Fund	175,000	-	-	175,000
Capital Projects Fund	2,363	27,403	-	29,766
Non-Major Governmental Funds	<u>50,000</u>	<u>110,853</u>	<u>-</u>	<u>160,853</u>
	<u>\$ 502,363</u>	<u>\$ 3,608,271</u>	<u>\$ 366,132</u>	<u>\$ 4,476,766</u>

Note 3 - Detailed Notes on All Funds (Continued)

Transfers are used to 1) move funds from the operating funds to the Debt Service Fund as debt service principal and interest payments become due, 2) move amounts earmarked in the operating funds to fulfill commitments for Capital Projects Fund expenditures and 3) move amounts from the Capital Projects Fund to the General Fund, for unspent transfers and 4) move amounts from the Water Fund to the General Fund for shared costs 5) move amounts in the Debt Service Fund to the General Fund as principal and interest payments become due.

J. Net Position

The components of net position are detailed below:

Net Investment in Capital Assets - the component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended 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 Special Purpose - the component of net position that reports the difference between assets and liabilities of the certain programs with constraints placed on their use by either external parties and/or statute.

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

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

K. Fund Balances

	2023					2022						
	General Fund	Water Fund	Debt Service Fund	Capital Projects Fund	Non-Major Governmental Funds	Total	General Fund	Water Fund	Debt Service Fund	Capital Projects Fund	Non-Major Governmental Funds	Total
Nonspendable:												
Leases	\$ 16,227	\$ -	\$ -	\$ -	\$ -	\$ 16,227	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Prepaid expenditures	3,819	-	-	-	-	3,819	-	-	-	-	-	-
Total Restricted	20,046	-	-	-	-	20,046	-	-	-	-	-	-
Restricted:												
Employee benefits	656,928	6,865	-	-	-	663,793	453,086	6,665	-	-	-	459,751
Pension benefit	1,390,652	-	-	-	-	1,390,652	1,577,006	-	-	-	-	1,577,006
Tax stabilization	100,000	-	-	-	-	100,000	-	-	-	-	-	-
Debt service	-	-	114,823	-	-	114,823	-	-	321,664	-	-	321,664
Debt service - for subsequent year's expenditures	-	-	300,000	-	-	300,000	-	-	175,000	-	-	175,000
Capital projects	-	-	-	1,497,008	-	1,497,008	-	-	-	2,037,582	-	2,037,582
Parklands	-	-	-	-	735,004	735,004	-	-	-	-	766,411	766,411
Trusts	-	-	-	-	75	75	-	-	-	-	75	75
Total Restricted	2,147,580	6,865	414,823	1,497,008	735,079	4,801,355	2,030,092	6,665	496,664	2,037,582	766,486	5,337,489
Assigned:												
Purchases on order:												
General government support	27,292	616	-	-	182	28,090	39,190	1,349	-	-	-	40,539
Public safety	102,815	-	-	-	-	102,815	151,930	-	-	-	-	151,930
Health	5,126	-	-	-	-	5,126	12,497	-	-	-	-	12,497
Transportation	11,982	-	-	-	-	11,982	47,659	-	-	-	-	47,659
Economic opportunity and development	-	-	-	-	-	-	2,589	-	-	-	-	2,589
Culture and recreation	8,524	-	-	-	-	8,524	18,931	-	-	-	-	18,931
Home and community services	17,756	32,468	-	-	3,844	54,068	48,300	28,363	-	-	295	76,958
Total Assigned	173,495	33,084	-	-	4,026	210,605	321,096	29,712	-	-	295	351,103
Subsequent year's expenditures	725,000	-	-	-	-	725,000	400,000	-	-	-	-	400,000
Future retirement expenditures	311,376	-	-	-	-	311,376	311,376	-	-	-	-	311,376
Contractual obligations	252,931	-	-	-	-	252,931	-	-	-	-	-	-
Water Fund	-	535,116	-	-	-	535,116	-	302,226	-	-	-	302,226
Sewer Fund	-	-	-	-	753,385	753,385	-	-	-	-	648,120	648,120
Total Assigned	1,462,802	568,200	-	-	757,411	2,788,413	1,032,472	331,938	-	-	648,415	2,012,825
Unassigned	9,051,312	-	-	-	-	9,051,312	5,862,360	-	-	-	-	5,862,360
Total Fund Balances (Deficits)	\$ 12,681,740	\$ 575,065	\$ 414,823	\$ 1,497,008	\$ 1,492,490	\$ 16,661,126	\$ 8,924,924	\$ 338,603	\$ 496,664	\$ 2,037,582	\$ 1,414,901	\$ 13,212,674

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)
May 31, 2023

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.

The Restriction for Employee Benefits represents funds set aside for the payment of accumulated vacation and sick leave in accordance with various collective bargaining agreements and pursuant to General Municipal Law.

The Restriction for Pension Benefits represents the component of net position that has been set aside to be used for LOSAP pension benefits in accordance with Article 11-A of the General Municipal Law of the State of New York.

The Restriction for Tax Stabilization represents funds set aside for an emergency to prevent a large tax increase.

The Restriction for Parklands represents funds received by the Village in lieu of parklands as a condition precedent to the approval of a subdivision by the Planning Board. These funds may be used only for park, playground or recreation purposes. The funds of the Gouveia Trust account represents an endowment to be used for the care and upkeep of Gouveia Park.

The Restriction for Trusts has been established to set aside funds in accordance with the terms of the grants.

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, 2023, the Board of Trustees has assigned the above amounts to be appropriated for the ensuing year's budget.

The future retirement expenditures represents funds set aside for the payment of future retirement expenditures.

Assigned for Contractual Obligations - This assignment is used to segregate a portion of fund balance of the General Fund for contractual obligations.

Unassigned fund balance in the General Fund represents amounts not classified as nonspendable, restricted or assigned.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

The Village, in common with other municipalities, receives numerous notices of claims for money damages arising from false arrest, property damage or personal injury. Of the claims currently pending, none are expected to have a material effect on the financial position of the Village, if adversely settled.

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

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

B. Contingencies

The Village participates in various Federal grant programs. These programs may be subject to program compliance audits pursuant to the Single Audit Act. 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 conventional insurance coverages to reduce its exposure to loss. The Village maintains general liability and public official's liability insurance coverage with policy limits of \$1 million per occurrence. In addition, the Village maintains an umbrella policy with a coverage limit of \$10 million. The law enforcement liability policy provides coverage up to \$1 million. In addition, the Village purchases workers' compensation insurance with coverage at statutory limits. Conventional health insurance is also provided to employees. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 5 - Subsequent Events

The Village, on September 28, 2023 issued serial bonds in the amount of \$2,269,620. The bond proceeds will be used for various capital expenditures. The bonds mature annually through September 2043, with interest at rates from 3.0% to 4.0%

The Village on September 28, 2023 issued a \$773,106 bond anticipation note. The proceeds of the note along with \$173,972 in available funds will be used to redeem \$424,503 of outstanding bond anticipation notes and provide \$522,575 in new money for various capital expenditures. The note is due on September 27, 2024 with interest at 4.5%.

Note 6 - Recently Issued GASB Pronouncements

GASB Statement No. 96, "*Subscription-Based Information Technology Arrangements*" provides guidance on the accounting and financial reporting for subscription-based information technology arrangements ("SBITAs") for government end users. This Statement defines a SBITA and establishes that a SBITA results in a right-to-use subscription asset (intangible asset) and a corresponding liability. The Statement also provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA, as well as detailing the requirements for note disclosures regarding a SBITA. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022.

Village of Croton-on-Hudson, New York

Notes to Financial Statements (Concluded)
May 31, 2023

Note 6 - Recently Issued GASB Pronouncements (Continued)

GASB Statement No. 101, "*Compensated Absences*", provides guidance on the accounting and financial reporting for compensated absences. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2023.

This is not an all-inclusive list of recently issued GASB pronouncements but rather a listing of Statements that the Village believes will most impact its financial statements. The Village will evaluate the impact this and other pronouncements may have on its financial statements and will implement them as applicable and when material.

Village of Croton-on-Hudson, New York

Required Supplementary Information - Schedule of Changes in the
 Village's Total OPEB Liability and Related Ratios
 Last Ten Fiscal Years (1) (2)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total OPEB Liability:					
Service cost	\$ 1,179,273	\$ 1,766,027	\$ 940,629	\$ 762,647	\$ 736,786
Interest	1,568,710	889,610	1,151,200	1,366,788	1,396,140
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	(3,452,316)	1,944,641	3,709,278	(2,051,120)	-
Changes of assumptions or other inputs	(3,577,410)	(16,733,127)	7,687,580	5,900,868	1,685,609
Benefit payments	<u>(1,472,194)</u>	<u>(1,367,571)</u>	<u>(1,252,949)</u>	<u>(1,041,371)</u>	<u>(1,102,051)</u>
Net Change in Total OPEB Liability	(5,753,937)	(13,500,420)	12,235,738	4,937,812	2,716,484
Total OPEB Liability – Beginning of Year	<u>43,133,654</u>	<u>56,634,074</u>	<u>44,398,336</u>	<u>39,460,524</u>	<u>36,744,040</u> (3)
Total OPEB Liability – End of Year	<u>\$ 37,379,717</u>	<u>\$ 43,133,654</u>	<u>\$ 56,634,074</u>	<u>\$ 44,398,336</u>	<u>\$ 39,460,524</u>
Village's covered-employee payroll	<u>\$ 7,177,398</u>	<u>\$ 6,935,501</u>	<u>\$ 7,179,336</u>	<u>\$ 8,820,034</u>	<u>\$ 8,820,000</u>
Total OPEB liability as a percentage of covered-employee payroll	<u>521%</u>	<u>622%</u>	<u>789%</u>	<u>503%</u>	<u>447%</u>
*Discount Rate	4.24%	3.70%	1.59%	2.63%	3.51%

Notes to Schedule:

(1) Data not available prior to fiscal year 2019 implementation of Governmental Accounting Standards Board Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions".

(2) No assets are accumulated in a trust that meets the criteria in paragraph 4 of this Statement to pay related benefits.

(3) Restated for the implementation of the provisions of GASB Statement No. 75.

See independent auditors' report.

Village of Croton-on-Hudson, New York

Required Supplementary Information
 New York State and Local Employees' Retirement System
 Last Ten Fiscal Years (1)

Schedule of the Village's Proportionate Share of the Net Pension Liability (Asset) (2)

	2023 (3)	2022 (4)	2021 (4)	2020 (3)	2019	2018	2017	2016
Village's proportion of the net pension liability (asset)	0.0174606%	0.0178650%	0.0177371%	0.0197402%	0.0196808%	0.0206840%	0.0205204%	0.0200875%
Village's proportionate share of the net pension liability (asset)	\$ 3,744,258	\$ (1,460,394)	\$ 17,662	\$ 5,227,312	\$ 1,394,445	\$ 667,565	\$ 1,928,144	\$ 3,224,099
Village's covered payroll	\$ 4,619,584	\$ 4,783,933	\$ 4,826,651	\$ 4,992,669	\$ 5,173,650	\$ 5,100,191	\$ 5,117,569	\$ 4,878,324
Village's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	(81.05%)	(30.53%)	0.37%	104.70%	26.95%	13.09%	37.68%	66.09%
Plan fiduciary net position as a percentage of the total pension liability	90.78%	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%	97.90%
Discount Rate	5.90%	5.90%	5.90%	6.80%	7.00%	7.00%	7.00%	7.00%

Schedule of Contributions

	2022	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 551,631	\$ 789,905	\$ 755,833	\$ 754,473	\$ 757,401	\$ 773,967	\$ 742,631	\$ 851,684
Contributions in relation to the contractually required contribution	(551,631)	(789,905)	(755,833)	(754,473)	(757,401)	(773,967)	(742,631)	(851,684)
Contribution excess	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Village's covered payroll	\$ 4,686,425	\$ 4,738,948	\$ 4,923,858	\$ 4,918,388	\$ 5,106,990	\$ 5,168,567	\$ 4,981,026	\$ 4,810,512
Contributions as a percentage of covered payroll	11.77%	16.67%	15.35%	15.34%	14.83%	14.97%	14.91%	17.70%

(1) Data not available prior to fiscal year 2016 implementation of Government Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

(2) The amounts presented for each fiscal year were determined as of the March 31, measurement date within the current fiscal year.

(3) Increase in the Village's proportionate share of the net pension liability mainly attributable to decrease in plan fiduciary net position due to investment losses.

(4) Decrease in the Village's proportionate share of the net pension liability mainly attributable to increase in plan fiduciary net position due to investment gains.

See independent auditors' report.

Village of Croton-on-Hudson, New York

Required Supplementary Information
 New York State and Local Police and Fire Retirement System
 Last Ten Fiscal Years (1)

Schedule of the Village's Proportionate Share of the Net Pension Liability (2)

	2023 (3)	2022 (4)	2021 (4)	2020 (3)	2019	2018	2017	2016
Village's proportion of the net pension liability	0.0692385%	0.0744281%	0.0784524%	0.0814350%	0.0708670%	0.0777509%	0.0758163%	0.0798780%
Village's proportionate share of the net pension liability	\$ 3,815,368	\$ 422,785	\$ 1,362,150	\$ 4,352,650	\$ 1,188,485	\$ 785,873	\$ 1,571,408	\$ 2,365,019
Village's covered payroll	\$ 3,446,277	\$ 2,956,251	\$ 2,801,190	\$ 3,007,375	\$ 2,849,777	\$ 2,791,364	\$ 2,923,361	\$ 2,860,350
Village's proportionate share of the net pension liability as a percentage of its covered payroll	110.71%	14.30%	48.63%	144.73%	41.70%	28.15%	53.75%	82.68%
Plan fiduciary net position as a percentage of the total pension liability	87.43%	98.66%	95.79%	84.86%	95.09%	96.93%	93.50%	90.20%
Discount rate	5.90%	5.90%	5.90%	6.80%	7.00%	7.00%	7.00%	7.00%

Schedule of Contributions

	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 787,007	\$ 784,725	\$ 716,842	\$ 661,366	\$ 649,105	\$ 703,784	\$ 675,384	\$ 627,862
Contributions in relation to the contractually required contribution	(787,007)	(784,725)	(716,842)	(661,366)	(649,105)	(703,784)	(675,384)	(627,862)
Contribution excess	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Village's covered payroll	\$ 3,582,757	\$ 2,985,672	\$ 2,800,430	\$ 2,946,420	\$ 2,904,160	\$ 2,777,635	\$ 2,826,988	\$ 2,827,318
Contributions as a percentage of covered payroll	21.97%	26.28%	25.60%	22.45%	22.35%	25.34%	23.89%	22.21%

(1) Data not available prior to fiscal year 2016 implementation of Government Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

(2) The amounts presented for each fiscal year were determined as of the March 31, measurement date withing the current fiscal year.

(3) Increase in the Village's proportionate share of the net pension liability mainly attributable to decrease in plan fiduciary net position due to investment losses.

(4) Decrease in the Village's proportionate share of the net pension liability mainly attributable to increase in plan fiduciary net position due to investment gains.

See independent auditors' report.

Village of Croton-on-Hudson, New York

Required Supplementary Information - Schedule of Changes
in the Village's Total Pension Liability and Related Ratios - Fire Service Award Program
Last Ten Fiscal Years (1)

	2023	2022	2021	2020	2019	2018
Total Pension Liability						
Service Cost	\$ 116,408	\$ 119,225	\$ 73,174	\$ 67,846	\$ 79,926	\$ 71,769
Interest	58,037	50,586	65,473	67,746	60,698	61,926
Changes of assumptions or other inputs	(681,279)	(126,546)	467,429	105,130	(132,769)	146,667
Differences between expected and actual experience	28,266	19,896	47,825	(19,050)	5,233	17,665
Benefit payments	(101,712)	(79,188)	(95,422)	(64,100)	(57,280)	(51,740)
Net Change in total pension liability	(580,280)	(16,027)	558,479	157,572	(44,192)	246,287
Total pension liability – beginning	2,525,376	2,541,403	1,982,924	1,825,352	1,869,544	1,623,257
Total pension liability – ending	<u>\$ 1,945,096</u>	<u>\$ 2,525,376</u>	<u>\$ 2,541,403</u>	<u>\$ 1,982,924</u>	<u>\$ 1,825,352</u>	<u>\$ 1,869,544</u>
Covered payroll	N/A	N/A	N/A	N/A	N/A	N/A
Total pension liability as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A

Notes to Required Supplementary information

Changes in assumptions or other inputs. The discount rate used to measure the total pension liability was based on the yield to maturity of the S&P Municipal Bond 20 Year High Grade Rate Index on December 31, 2017 through 2022 and was as follows:

Discount rate	4.31%	2.24%	1.93%	3.26%	3.64%	3.16%
---------------	-------	-------	-------	-------	-------	-------

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

(1) Data not available prior to fiscal year 2016 implementation of Government Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions"

See independent auditors' report.

Village of Croton-on-Hudson, New York

General Fund
 Combining Balance Sheet - Sub-Funds
 May 31, 2023
 (With Comparative Actuals for 2022)

	General	Fire Service Award Program	Totals	
			2023	2022
ASSETS				
Cash and equivalents	\$ 3,190,831	\$ 28,678	\$ 3,219,509	\$ 6,314,877
Investments	6,697,374	1,361,394	8,058,768	2,536,992
Taxes receivable				
Property acquired for taxes	34,055	-	34,055	33,966
Allowance for uncollectible taxes	(34,055)	-	(34,055)	(33,966)
	-	-	-	-
Other receivables				
Accounts	119,556	580	120,136	79,231
State and Federal aid	294,926	-	294,926	249,664
Due from other governments	474,604	-	474,604	453,388
Leases	2,188,703	-	2,188,703	-
Due from other funds	3,379,030	-	3,379,030	1,137,759
	6,456,819	580	6,457,399	1,920,042
Prepaid expenditures	3,819	-	3,819	-
Total Assets	<u>\$ 16,348,843</u>	<u>\$ 1,390,652</u>	<u>\$ 17,739,495</u>	<u>\$ 10,771,911</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 241,021	\$ -	\$ 241,021	\$ 204,174
Accrued liabilities	647,614	-	647,614	507,871
Deposits payable	295,145	-	295,145	522,829
Employee payroll deductions	15,106	-	15,106	12,516
Due to other funds	839,506	-	839,506	117,379
Due to other governments	-	-	-	33,792
Unearned revenues	846,887	-	846,887	448,426
Total Liabilities	2,885,279	-	2,885,279	1,846,987
Deferred inflows of resources				
Leases	2,172,476	-	2,172,476	-
Total Liabilities and Deferred Inflows of Resources	5,057,755	-	5,057,755	1,846,987
Fund balances				
Nonspendable	20,046	-	20,046	-
Restricted	756,928	1,390,652	2,147,580	2,030,092
Assigned	1,462,802	-	1,462,802	1,032,472
Unassigned	9,051,312	-	9,051,312	5,862,360
Total Fund Balances	11,291,088	1,390,652	12,681,740	8,924,924
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 16,348,843</u>	<u>\$ 1,390,652</u>	<u>\$ 17,739,495</u>	<u>10,771,911</u>

See independent auditors' report.

Village of Croton-on-Hudson, New York

General Fund

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Sub-Funds

Year Ended May 31, 2023

(With Comparative Actuals for 2022)

	General	Fire Service Award Program	Eliminations	Totals	
				2023	2022
REVENUES					
Real property taxes	\$ 12,662,904	\$ -	\$ -	\$ 12,662,904	\$ 12,347,525
Other tax items	33,192	-	-	33,192	33,870
Non-property taxes	2,465,174	-	-	2,465,174	2,264,667
Departmental income	3,923,791	123,671	(123,671)	3,923,791	2,958,157
Net change in fair value of investments	-	(254,838)	-	(254,838)	52,409
Use of money and property	525,371	44,505	-	569,876	268,033
Licenses and permits	556,175	-	-	556,175	261,103
Fines and forfeitures	440,640	-	-	440,640	235,529
Sale of property and compensation for loss	2,119,039	-	-	2,119,039	73,128
State aid	315,087	-	-	315,087	312,227
Federal aid	559,893	-	-	559,893	714,617
Miscellaneous	20,704	-	-	20,704	75,211
Total Revenues	23,621,970	(86,662)	(123,671)	23,411,637	19,596,476
EXPENDITURES					
Current					
General government support	3,453,108	-	-	3,453,108	3,490,343
Public safety	4,417,463	99,692	-	4,517,155	4,037,275
Health	443,116	-	-	443,116	616,548
Transportation	2,119,029	-	-	2,119,029	2,015,511
Economic opportunity and development	34,771	-	-	34,771	27,633
Culture and recreation	817,153	-	-	817,153	651,261
Home and community services	1,109,719	-	-	1,109,719	889,443
Employee benefits	5,095,169	-	(123,671)	4,971,498	4,726,217
Debt Service					
Interest	1,916	-	-	1,916	2,406
Total Expenditures	17,491,444	99,692	(123,671)	17,467,465	16,456,637
Excess (Deficiency) of Revenues Over Expenditures	6,130,526	(186,354)	-	5,944,172	3,139,839
OTHER FINANCING SOURCES (USES)					
Insurance recoveries	129,148	-	-	129,148	38,963
Transfers in	502,363	-	-	502,363	467,354
Transfers out	(2,818,867)	-	-	(2,818,867)	(2,651,070)
Total Other Financing Uses	(2,187,356)	-	-	(2,187,356)	(2,144,753)
Net Change in Fund Balances	3,943,170	(186,354)	-	3,756,816	995,086
FUND BALANCES					
Beginning of Year	7,347,918	1,577,006	-	8,924,924	7,929,838
End of Year	\$ 11,291,088	\$ 1,390,652	\$ -	\$ 12,681,740	\$ 8,924,924

See independent auditors' report.

Village of Croton-on-Hudson, New York

General Fund
 Comparative Balance Sheet - Sub-Fund
 May 31,

	2023	2022
ASSETS		
Cash and equivalents	\$ 3,190,831	\$ 6,276,907
Investments	6,697,374	1,000,556
Taxes receivable		
Property acquired for taxes	34,055	33,966
Allowance for uncollectible taxes	(34,055)	(33,966)
	-	-
Other receivables		
Accounts	119,556	76,631
State and Federal aid	294,926	249,664
Due from other governments	474,604	453,388
Leases	2,188,703	-
Due from other funds	3,379,030	1,137,759
	6,456,819	1,917,442
Prepaid expenditures	3,819	-
Total Assets	<u>\$ 16,348,843</u>	<u>\$ 9,194,905</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 241,021	\$ 204,174
Accrued liabilities	647,614	507,871
Deposits payable	295,145	522,829
Employee payroll deductions	15,106	12,516
Due to other funds	839,506	117,379
Due to other governments	-	33,792
Unearned revenues	846,887	448,426
Total Liabilities	2,885,279	1,846,987
Deferred inflows of resources		
Leases	2,172,476	-
Total Liabilities and Deferred Inflows of Resources	5,057,755	1,846,987
Fund balance		
Nonspendable	20,046	-
Restricted	756,928	453,086
Assigned	1,462,802	1,032,472
Unassigned	9,051,312	5,862,360
Total Fund Balance	11,291,088	7,347,918
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 16,348,843</u>	<u>\$ 9,194,905</u>

See independent auditors' report.

Village of Croton-on-Hudson, New York

General Fund

Comparative Schedule of Revenues, Expenditures and Changes

in Fund Balance - Budget and Actual - Sub-Fund

Years Ended May 31,

	2023			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 12,662,993	\$ 12,662,993	\$ 12,662,904	\$ (89)
Other tax items	27,001	27,001	33,192	6,191
Non-property taxes	1,983,640	1,983,640	2,465,174	481,534
Departmental income	2,760,123	3,051,895	3,923,791	871,896
Use of money and property	246,375	465,496	525,371	59,875
Licenses and permits	203,500	223,500	556,175	332,675
Fines and forfeitures	200,000	209,134	440,640	231,506
Sale of property and compensation for loss	22,000	22,420	2,119,039	2,096,619
State aid	216,415	216,415	315,087	98,672
Federal aid	-	453,056	559,893	106,837
Miscellaneous	-	-	20,704	20,704
Total Revenues	18,322,047	19,315,550	23,621,970	4,306,420
EXPENDITURES				
Current				
General government support	3,527,207	3,496,372	3,453,108	43,264
Public safety	4,057,766	4,576,425	4,417,463	158,962
Health	458,016	447,571	443,116	4,455
Transportation	2,774,743	2,212,905	2,119,029	93,876
Economic opportunity and development	29,412	34,871	34,771	100
Culture and recreation	739,394	850,312	817,153	33,159
Home and community services	437,475	1,140,018	1,109,719	30,299
Employee benefits	4,923,347	5,143,086	5,095,169	47,917
Debt service				
Interest	1,916	1,916	1,916	-
Total Expenditures	16,949,276	17,903,476	17,491,444	412,032
Excess of Revenues Over Expenditures	1,372,771	1,412,074	6,130,526	4,718,452
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	-	85,689	129,148	43,459
Transfers in	500,000	500,000	502,363	2,363
Transfers out	(2,593,867)	(2,818,867)	(2,818,867)	-
Total Other Financing Uses	(2,093,867)	(2,233,178)	(2,187,356)	45,822
Net Change in Fund Balance	(721,096)	(821,104)	3,943,170	4,764,274
FUND BALANCE				
Beginning of Year	721,096	821,104	7,347,918	6,526,814
End of Year	\$ -	\$ -	\$ 11,291,088	\$ 11,291,088

See independent auditors' report.

2022

Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 12,349,532	\$ 12,349,532	\$ 12,347,525	\$ (2,007)
25,001	25,001	33,870	8,869
1,692,000	1,692,000	2,264,667	572,667
2,026,291	2,221,879	2,958,157	736,278
186,815	186,815	239,677	52,862
178,000	178,000	261,103	83,103
170,000	176,020	235,529	59,509
20,000	20,000	73,128	53,128
171,068	172,591	357,574	184,983
-	413,439	714,617	301,178
45,347	45,347	29,864	(15,483)
<u>16,864,054</u>	<u>17,480,624</u>	<u>19,515,711</u>	<u>2,035,087</u>
3,517,732	3,522,857	3,490,343	32,514
3,879,707	4,156,912	3,958,987	197,925
431,538	631,270	616,548	14,722
2,762,994	2,145,292	2,015,511	129,781
32,552	32,552	27,633	4,919
669,946	685,076	651,261	33,815
430,702	970,418	889,443	80,975
4,728,328	4,928,450	4,833,973	94,477
2,406	2,406	2,406	-
<u>16,455,905</u>	<u>17,075,233</u>	<u>16,486,105</u>	<u>589,128</u>
408,149	405,391	3,029,606	2,624,215
-	29,959	38,963	9,004
375,000	375,550	467,354	91,804
<u>(2,674,836)</u>	<u>(2,694,319)</u>	<u>(2,651,070)</u>	<u>43,249</u>
<u>(2,299,836)</u>	<u>(2,288,810)</u>	<u>(2,144,753)</u>	<u>144,057</u>
(1,891,687)	(1,883,419)	884,853	2,768,272
<u>1,891,687</u>	<u>1,883,419</u>	<u>6,463,065</u>	<u>4,579,646</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,347,918</u>	<u>\$ 7,347,918</u>

Village of Croton-on-Hudson, New York

General Fund - Sub-Fund
 Schedule of Revenues and Other Financing Sources Compared to Budget
 Year Ended May 31, 2023
 (With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
REAL PROPERTY TAXES	\$ 12,662,993	\$ 12,662,993	\$ 12,662,904	\$ (89)	\$ 12,347,525
OTHER TAX ITEMS					
Interest and penalties on real property taxes	27,001	27,001	33,192	6,191	33,870
NON-PROPERTY TAXES					
Non-property tax distribution from County	1,750,000	1,750,000	2,166,744	416,744	2,032,607
Franchise fees	120,000	120,000	122,582	2,582	126,286
Utilities gross receipts taxes	112,000	112,000	174,208	62,208	105,774
Emergency Tenant Protection Act	1,640	1,640	1,640	-	-
	<u>1,983,640</u>	<u>1,983,640</u>	<u>2,465,174</u>	<u>481,534</u>	<u>2,264,667</u>
DEPARTMENTAL INCOME					
Charges for Tax Redemption	-	-	78	78	-
Clerk fees	-	-	4,926	4,926	-
Garbage removal	71,760	71,760	75,585	3,825	58,340
Parks and recreation charges	250,000	250,000	315,576	65,576	229,306
Ambulance service	316,043	316,043	429,292	113,249	393,926
Planning Board fees	5,500	5,500	8,475	2,975	8,750
Zoning fees	5,500	5,500	6,300	800	7,500
Fire protection services for other governments	276,310	276,310	276,310	-	282,369
Parking permits	1,810,000	1,835,000	2,506,711	671,711	1,830,905
Other	25,010	291,782	300,538	8,756	147,061
	<u>2,760,123</u>	<u>3,051,895</u>	<u>3,923,791</u>	<u>871,896</u>	<u>2,958,157</u>

USE OF MONEY AND PROPERTY

Earnings on investments	2,000	221,121	284,769	63,648	2,415
Rental of real property	244,375	244,375	240,602	(3,773)	237,262
	<u>246,375</u>	<u>465,496</u>	<u>525,371</u>	<u>59,875</u>	<u>239,677</u>

LICENSES AND PERMITS

Business and occupational licenses	10,000	10,000	12,100	2,100	12,690
Building permits	110,000	110,000	412,547	302,547	149,654
Dog license apportionment	5,500	5,500	7,785	2,285	6,903
Permit fees	78,000	98,000	123,743	25,743	91,856
	<u>203,500</u>	<u>223,500</u>	<u>556,175</u>	<u>332,675</u>	<u>261,103</u>

FINES AND FORFEITURES

Fines and forfeited bail	200,000	209,134	440,640	231,506	235,529
--------------------------	---------	---------	---------	---------	---------

**SALE OF PROPERTY AND COMPENSATION
FOR LOSS**

Sale of equipment	4,000	4,000	2,052,442	2,048,442	54,671
Minor sales	18,000	18,420	16,611	(1,809)	18,457
Other	-	-	49,986	49,986	-
	<u>22,000</u>	<u>22,420</u>	<u>2,119,039</u>	<u>2,096,619</u>	<u>73,128</u>

STATE AID

Aid and incentives for municipalities	45,347	45,347	45,347	-	45,347
Mortgage tax	140,000	140,000	161,050	21,050	244,186
Snow and ice reimbursement	31,068	31,068	24,475	(6,593)	24,475
Emergency disaster	-	-	73,731	73,731	23,228
Other	-	-	10,484	10,484	20,338
	<u>216,415</u>	<u>216,415</u>	<u>315,087</u>	<u>98,672</u>	<u>357,574</u>

(Continued)

Village of Croton-on-Hudson, New York

General Fund - Sub-Fund
 Schedule of Revenues Compared to Budget (Continued)
 Year Ended May 31, 2023
 (With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
FEDERAL AID					
American Rescue Plan Act	\$ -	\$ 415,127	\$ 415,127	\$ -	\$ 415,127
Emergency management assistance	-	37,929	144,766	106,837	299,490
	-	453,056	559,893	106,837	714,617
MISCELLANEOUS					
Refund of prior year's expenditures	-	-	1,424	1,424	22,063
Gifts and donations	-	-	19,280	19,280	7,801
	-	-	20,704	20,704	29,864
TOTAL REVENUES	18,322,047	19,315,550	23,621,970	4,306,420	19,515,711
OTHER FINANCING SOURCES					
Insurance recoveries	-	85,689	129,148	43,459	38,963
Transfers in					
Water Fund	275,000	275,000	275,000	-	275,000
Capital Projects Fund	-	-	2,363	2,363	92,354
Sewer Fund	50,000	50,000	50,000	-	-
Debt Service Fund	175,000	175,000	175,000	-	100,000
TOTAL OTHER FINANCING SOURCES	500,000	585,689	631,511	45,822	506,317
TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 18,822,047	\$ 19,901,239	\$ 24,253,481	\$ 4,352,242	\$ 20,022,028

See independent auditors' report.

Village of Croton-on-Hudson, New York

General Fund - Sub-Fund
 Schedule of Expenditures and Other Financing Uses Compared to Budget
 Year Ended May 31, 2023
 (With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
GENERAL GOVERNMENT SUPPORT					
Board of Trustees	\$ 26,690	\$ 27,094	\$ 26,401	\$ 693	\$ 24,679
Justice	249,701	251,603	251,569	34	253,459
Mayor	6,400	6,523	6,358	165	6,006
Clerk - Treasurer	399,602	395,062	392,250	2,812	444,895
Assessment	25,775	23,043	23,043	-	19,628
Manager	222,897	236,308	236,308	-	347,768
Data processing	148,234	154,422	151,860	2,562	157,562
Law	157,172	157,762	157,672	90	146,609
Engineer	540,779	534,880	532,291	2,589	545,303
Operation of plant and buildings	113,515	287,340	274,563	12,777	228,689
Auditor	33,041	35,046	35,046	-	58,361
Central garage	613,869	672,263	669,705	2,558	471,436
Central communications	293,674	291,501	272,517	18,984	268,943
Unallocated insurance	353,539	356,515	356,515	-	359,004
Municipal association dues	8,582	8,607	8,607	-	11,082
Refunds of real property taxes	30,000	3,687	3,687	-	93,804
Taxes and assessments on property	25,434	24,586	24,586	-	24,865
Tax advertising	800	816	816	-	-
Metropolitan transportation authority commuter mobility tax	27,503	29,314	29,314	-	28,250
Contingent account	250,000	-	-	-	-
	<u>3,527,207</u>	<u>3,496,372</u>	<u>3,453,108</u>	<u>43,264</u>	<u>3,490,343</u>

PUBLIC SAFETY

Police	3,489,278	3,936,815	3,842,365	94,450	3,521,044
Fire Department	530,488	589,163	526,474	62,689	418,339
Control of animals	5,500	6,823	5,000	1,823	4,713
Traffic control	32,500	43,624	43,624	-	14,891
	<u>4,057,766</u>	<u>4,576,425</u>	<u>4,417,463</u>	<u>158,962</u>	<u>3,958,987</u>

HEALTH

Registrar of Vital Statistics	5,300	4,350	4,314	36	4,910
Public health	-	6	6	-	(6)
Ambulance	452,716	443,215	438,796	4,419	611,644
	<u>458,016</u>	<u>447,571</u>	<u>443,116</u>	<u>4,455</u>	<u>616,548</u>

TRANSPORTATION

Street maintenance and administration	2,269,566	1,621,545	1,560,520	61,025	1,476,404
Snow removal	199,281	196,735	170,995	25,740	244,497
Street lighting	9,671	28,667	28,650	17	6,379
Off-street parking	275,025	328,935	321,958	6,977	251,119
Brush and weeds	21,200	37,023	36,906	117	37,112
	<u>2,774,743</u>	<u>2,212,905</u>	<u>2,119,029</u>	<u>93,876</u>	<u>2,015,511</u>

ECONOMIC OPPORTUNITY AND DEVELOPMENT

Publicity	29,412	34,871	34,771	100	27,633
-----------	--------	--------	--------	-----	--------

CULTURE AND RECREATION

Parks, playgrounds and recreation	532,459	618,887	603,541	15,346	515,763
Youth programs	119,557	118,541	101,537	17,004	80,569
Historian	2,000	-	-	-	-
Celebrations	39,340	67,353	67,025	328	15,610
Community center	-	-	-	-	257
Senior citizens programs	46,038	45,531	45,050	481	39,062
	<u>739,394</u>	<u>850,312</u>	<u>817,153</u>	<u>33,159</u>	<u>651,261</u>

(Continued)

Village of Croton-on-Hudson, New York

General Fund - Sub-Fund

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

Year Ended May 31, 2023

(With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
HOME AND COMMUNITY SERVICES					
Zoning	\$ 3,925	\$ 3,367	\$ 2,942	\$ 425	\$ 2,475
Planning	13,750	9,175	7,848	1,327	9,266
Recycling program	172,558	454,310	453,766	544	409,580
Sanitary and storm sewers	23,530	39,909	33,259	6,650	24,585
Refuse and garbage	145,082	352,386	337,845	14,541	328,365
Street cleaning	2,000	19,824	19,822	2	15,472
Shade trees	46,479	92,160	86,557	5,603	81,296
Conservation	-	2,126	2,126	-	-
Community beautification	24,150	27,386	27,005	381	13,569
Other	6,001	139,375	138,549	826	4,835
	<u>437,475</u>	<u>1,140,018</u>	<u>1,109,719</u>	<u>30,299</u>	<u>889,443</u>
EMPLOYEE BENEFITS					
State retirement	580,178	554,186	532,895	21,291	677,715
State retirement - Police and Fire	770,000	829,505	802,968	26,537	758,798
Service award program	123,671	223,671	223,671	-	107,756
Social security	479,548	495,486	495,486	-	476,592
Workers' compensation benefits	232,664	214,938	214,938	-	253,683
Life insurance	8,443	8,443	8,354	89	8,027
Health insurance	2,380,226	2,467,209	2,467,209	-	2,216,373
Dental insurance	99,150	97,776	97,776	-	98,260
Medicare reimbursement	245,467	251,872	251,872	-	236,769
Unemployment benefits	4,000	-	-	-	-
	<u>4,923,347</u>	<u>5,143,086</u>	<u>5,095,169</u>	<u>47,917</u>	<u>4,833,973</u>

DEBT SERVICE

Interest

Bond anticipation notes	1,916	1,916	1,916	-	2,406
-------------------------	-------	-------	-------	---	-------

TOTAL EXPENDITURES

	<u>16,949,276</u>	<u>17,903,476</u>	<u>17,491,444</u>	<u>412,032</u>	<u>16,486,105</u>
--	-------------------	-------------------	-------------------	----------------	-------------------

OTHER FINANCING USES

Transfers out

Capital Projects Fund	141,132	366,132	366,132	-	153,222
-----------------------	---------	---------	---------	---	---------

Debt Service Fund	<u>2,452,735</u>	<u>2,452,735</u>	<u>2,452,735</u>	<u>-</u>	<u>2,497,848</u>
-------------------	------------------	------------------	------------------	----------	------------------

TOTAL OTHER FINANCING USES

	<u>2,593,867</u>	<u>2,818,867</u>	<u>2,818,867</u>	<u>-</u>	<u>2,651,070</u>
--	------------------	------------------	------------------	----------	------------------

**TOTAL EXPENDITURES AND OTHER
FINANCING USES**

	<u>\$ 19,543,143</u>	<u>\$ 20,722,343</u>	<u>\$ 20,310,311</u>	<u>\$ 412,032</u>	<u>\$ 19,137,175</u>
--	----------------------	----------------------	----------------------	-------------------	----------------------

See independent auditors' report.

Village of Croton-on-Hudson, New York

Water Fund
Comparative Balance Sheet
May 31,

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and equivalents	\$ 944,731	\$ 596,788
Investments	<u>307,115</u>	<u>-</u>
Receivables		
Water rents	813,717	709,456
Due from other funds	<u>209,361</u>	<u>76,879</u>
	<u>1,023,078</u>	<u>786,335</u>
Total Assets	<u>\$ 2,274,924</u>	<u>\$ 1,383,123</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 26,167	\$ 29,068
Accrued liabilities	27,879	25,001
Due to other funds	<u>1,645,813</u>	<u>990,451</u>
Total Liabilities	<u>1,699,859</u>	<u>1,044,520</u>
Fund balance		
Restricted	6,865	6,665
Assigned	<u>568,200</u>	<u>331,938</u>
Total Fund Balance	<u>575,065</u>	<u>338,603</u>
Total Liabilities and Fund Balance	<u>\$ 2,274,924</u>	<u>\$ 1,383,123</u>

See independent auditors' report.

Village of Croton-on-Hudson, New York

Water Fund

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

	2023			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Departmental income	\$ 2,710,904	\$ 2,710,904	\$ 2,901,168	\$ 190,264
Use of money and property	100	9,343	17,879	8,536
Sale of property and compensation for loss	-	1,065	1,065	-
Total Revenues	2,711,004	2,721,312	2,920,112	198,800
EXPENDITURES				
Current				
General government support	393,037	325,016	309,002	16,014
Home and community services	755,102	820,514	775,552	44,962
Employee benefits	300,297	313,214	306,816	6,398
Total Expenditures	1,448,436	1,458,744	1,391,370	67,374
Excess of Revenues Over Expenditures	1,262,568	1,262,568	1,528,742	266,174
OTHER FINANCING USES				
Transfers out	(1,292,280)	(1,292,280)	(1,292,280)	-
Net Change in Fund Balance	(29,712)	(29,712)	236,462	266,174
FUND BALANCE				
Beginning of Year	29,712	29,712	338,603	308,891
End of Year	\$ -	\$ -	\$ 575,065	\$ 575,065

See independent auditors' report.

2022

Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 2,709,705 100	\$ 2,709,705 100	\$ 2,719,269 222	\$ 9,564 122
-	2,678	2,678	-
<u>2,709,805</u>	<u>2,712,483</u>	<u>2,722,169</u>	<u>9,686</u>
374,585	349,834	301,075	48,759
763,190	786,804	724,108	62,696
298,249	336,349	307,513	28,836
<u>1,436,024</u>	<u>1,472,987</u>	<u>1,332,696</u>	<u>140,291</u>
<u>1,273,781</u>	<u>1,239,496</u>	<u>1,389,473</u>	<u>149,977</u>
<u>(1,324,409)</u>	<u>(1,290,073)</u>	<u>(1,290,073)</u>	<u>-</u>
(50,628)	(50,577)	99,400	149,977
<u>50,628</u>	<u>50,577</u>	<u>239,203</u>	<u>188,626</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 338,603</u>	<u>\$ 338,603</u>

Village of Croton-on-Hudson, New York

Water Fund

Schedule of Revenues Compared to Budget

Year Ended May 31, 2023

(With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
DEPARTMENTAL INCOME					
Metered water sales	\$ 2,682,904	\$ 2,682,904	\$ 2,875,851	\$ 192,947	\$ 2,694,092
Interest and penalties on water rents	28,000	28,000	25,317	(2,683)	25,177
	<u>2,710,904</u>	<u>2,710,904</u>	<u>2,901,168</u>	<u>190,264</u>	<u>2,719,269</u>
USE OF MONEY AND PROPERTY					
Earnings on investments	100	9,343	17,879	8,536	222
SALE OF PROPERTY AND COMPENSATION FOR LOSS					
Insurance recoveries	-	1,065	1,065	-	2,678
TOTAL REVENUES	<u>\$ 2,711,004</u>	<u>\$ 2,721,312</u>	<u>\$ 2,920,112</u>	<u>\$ 198,800</u>	<u>\$ 2,722,169</u>

See independent auditors' report.

Village of Croton-on-Hudson, New York

Water Fund
 Schedule of Expenditures and Other Financing Uses Compared to Budget
 Year Ended May 31, 2023
 (With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
GENERAL GOVERNMENT SUPPORT					
Central communications	\$ 175,485	\$ 197,130	\$ 195,539	\$ 1,591	\$ 176,671
Auditor	7,930	8,264	8,264	-	13,131
Unallocated insurance	113,957	113,957	101,123	12,834	107,421
Taxes and assessments on property	5,665	5,665	4,076	1,589	3,852
Contingent account	90,000	-	-	-	-
	<u>393,037</u>	<u>325,016</u>	<u>309,002</u>	<u>16,014</u>	<u>301,075</u>
HOME AND COMMUNITY SERVICES					
Water administration	89,259	86,425	85,984	441	86,015
Pumping, supply and power	181,700	219,265	205,866	13,399	174,000
Transmission and distribution	474,143	506,658	483,702	22,956	464,093
Capital projects	10,000	8,166	-	8,166	-
	<u>755,102</u>	<u>820,514</u>	<u>775,552</u>	<u>44,962</u>	<u>724,108</u>
EMPLOYEE BENEFITS					
State retirement	36,963	36,963	30,570	6,393	70,523
Social security	29,206	32,429	32,429	-	31,206
Workers' compensation benefits	55,839	55,839	55,839	-	38,230
Life insurance	499	499	494	5	499
Health and dental insurance	170,960	179,795	179,795	-	159,686
Medicare reimbursement	6,830	7,689	7,689	-	7,369
	<u>300,297</u>	<u>313,214</u>	<u>306,816</u>	<u>6,398</u>	<u>307,513</u>
TOTAL EXPENDITURES	<u>1,448,436</u>	<u>1,458,744</u>	<u>1,391,370</u>	<u>67,374</u>	<u>1,332,696</u>

OTHER FINANCING USES

Transfers out

General Fund	275,000	275,000	275,000	-	275,000
Debt Service Fund	1,017,280	1,017,280	1,017,280	-	1,015,073

TOTAL OTHER FINANCING USES

	<u>1,292,280</u>	<u>1,292,280</u>	<u>1,292,280</u>	<u>-</u>	<u>1,290,073</u>
--	------------------	------------------	------------------	----------	------------------

**TOTAL EXPENDITURES AND OTHER
FINANCING USES**

	<u>\$ 2,740,716</u>	<u>\$ 2,751,024</u>	<u>\$ 2,683,650</u>	<u>\$ 67,374</u>	<u>\$ 2,622,769</u>
--	---------------------	---------------------	---------------------	------------------	---------------------

See independent auditors' report.

Village of Croton-on-Hudson, New York

Debt Service Fund
Comparative Balance Sheet
May 31,

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and equivalents	\$ 588,401	\$ 229,938
Due from other funds	<u>92,213</u>	<u>406,052</u>
Total Assets	<u>\$ 680,614</u>	<u>\$ 635,990</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Due to other funds	<u>\$ 265,791</u>	<u>\$ 139,326</u>
Fund balance		
Restricted	<u>414,823</u>	<u>496,664</u>
Total Liabilities and Fund Balance	<u>\$ 680,614</u>	<u>\$ 635,990</u>

See independent auditors' report.

Village of Croton-on-Hudson, New York

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

	2023			Variance with Final Budget
	Original Budget	Final Budget	Actual	
REVENUES				
Use of money and property	\$ -	\$ -	\$ 65,754	\$ 65,754
EXPENDITURES				
Debt Service				
Principal				
Serial bonds	2,340,000	2,340,000	2,340,000	-
Installment purchase debt	228,097	228,097	228,097	-
	<u>2,568,097</u>	<u>2,568,097</u>	<u>2,568,097</u>	<u>-</u>
Interest				
Serial bonds	987,935	987,935	987,935	-
Installment purchase debt	24,834	24,834	24,834	-
	<u>1,012,769</u>	<u>1,012,769</u>	<u>1,012,769</u>	<u>-</u>
Refunding bond issuance costs	-	-	-	-
	<u>3,580,866</u>	<u>3,580,866</u>	<u>3,580,866</u>	<u>-</u>
Total Expenditures				
Deficiency of Revenues Over Expenditures	<u>(3,580,866)</u>	<u>(3,580,866)</u>	<u>(3,515,112)</u>	<u>65,754</u>
OTHER FINANCING SOURCES (USES)				
Refunding bonds issued	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Issuance premium	-	-	-	-
Transfers in	3,580,866	3,580,866	3,608,271	27,405
Transfers out	<u>(175,000)</u>	<u>(175,000)</u>	<u>(175,000)</u>	<u>-</u>
	<u>3,405,866</u>	<u>3,405,866</u>	<u>3,433,271</u>	<u>27,405</u>
Total Other Financing Sources				
Net Change in Fund Balance	<u>(175,000)</u>	<u>(175,000)</u>	<u>(81,841)</u>	<u>93,159</u>
FUND BALANCE				
Beginning of Year	<u>175,000</u>	<u>175,000</u>	<u>496,664</u>	<u>321,664</u>
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 414,823</u>	<u>\$ 414,823</u>

See independent auditors' report.

2022			
Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 2	\$ 2	\$ 4,094	\$ 4,092
2,374,990	2,374,990	2,389,990	(15,000)
215,003	215,003	215,003	-
2,589,993	2,589,993	2,604,993	(15,000)
1,064,559	1,064,559	973,464	91,095
37,928	37,928	37,927	1
1,102,487	1,102,487	1,011,391	91,096
-	106,497	106,497	-
3,692,480	3,798,977	3,722,881	76,096
(3,692,478)	(3,798,975)	(3,718,787)	80,188
-	8,350,000	8,350,000	-
-	(8,957,077)	(8,957,077)	-
-	713,574	784,234	70,660
3,692,478	3,692,478	3,918,649	226,171
(100,000)	(100,000)	(100,000)	-
3,592,478	3,698,975	3,995,806	296,831
(100,000)	(100,000)	277,019	377,019
100,000	100,000	219,645	119,645
\$ -	\$ -	\$ 496,664	\$ 496,664

Village of Croton-on-Hudson, New York

Capital Projects Fund
Comparative Balance Sheet
May 31,

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and equivalents	\$ 3,489,070	\$ 3,054,130
Receivables		
Accounts	1,500	1,500
Due from other funds	<u>581,622</u>	<u>1,894</u>
	<u>583,122</u>	<u>3,394</u>
Total Assets	<u>\$ 4,072,192</u>	<u>\$ 3,057,524</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 302,564	\$ 63,120
Bond anticipation notes payable	424,503	361,415
Due to other funds	<u>1,848,117</u>	<u>595,407</u>
Total Liabilities	2,575,184	1,019,942
Fund balance		
Restricted	<u>1,497,008</u>	<u>2,037,582</u>
Total Liabilities and Fund Balance	<u>\$ 4,072,192</u>	<u>\$ 3,057,524</u>

See independent auditors' report.

Village of Croton-on-Hudson, New YorkCapital Projects Fund
Comparative Statement of Revenues, Expenditures and Changes
in Fund Balance
Years Ended May 31,

	<u>2023</u>	<u>2022</u>
REVENUES		
State aid	\$ 454,044	\$ 453,387
Miscellaneous	<u>38,668</u>	<u>2,100</u>
Total Revenues	492,712	455,487
EXPENDITURES		
Capital outlay	<u>2,256,152</u>	<u>2,582,001</u>
Deficiency of Revenues Over Expenditures	<u>(1,763,440)</u>	<u>(2,126,514)</u>
OTHER FINANCING SOURCES (USES)		
Bonds issued	886,500	740,000
Issuance premium	-	3,580
Transfers in	366,132	153,222
Transfers out	<u>(29,766)</u>	<u>(394,617)</u>
Total Other Financing Sources	<u>1,222,866</u>	<u>502,185</u>
Net Change in Fund Balance	(540,574)	(1,624,329)
FUND BALANCE		
Beginning of Year	<u>2,037,582</u>	<u>3,661,911</u>
End of Year	<u>\$ 1,497,008</u>	<u>\$ 2,037,582</u>

See independent auditors' report.

Village of Croton-on-Hudson, New York

Capital Projects Fund
 Project-Length Schedule
 Inception of Project Through May 31, 2023

PROJECT	Project Number	Appropriation	Expenditures and Transfers to Date	Unexpended Balance
Sidewalks and Curbs	24462	\$ 1,754,294	\$ 1,680,957	\$ 73,337
Nordica Sewer Pump Station	09180	739,500	600,513	138,987
Harmon Firehouse HVAC System Overhaul	09190	20,000	16,219	3,781
Police Headquarters Renovation	09193	2,135,700	2,122,978	12,722
Municipal Building Window Replacement	09194	174,700	172,497	2,203
Sprinkler System - Harmon Fire House	11223	61,200	4,339	56,861
Water Source and Well Field Improvement	11228	1,146,300	1,141,355	4,945
Security Camera Croton Landing	12242	8,670	7,218	1,452
Water Main Replacement and Extension	13262	10,165,650	10,130,612	35,038
Half Moon Bay Bridge	15287	537,298	24,933	512,365
Service Truck	15290	76,500	72,646	3,854
Harmon Fire Windows	15297	51,000	17,770	33,230
LED Lights	15302	51,000	51,000	-
Low Boy Dump Truck	16316	107,100	102,382	4,718
DPW Vehicles 2017/18	18340	73,440	71,729	1,711
WEFH Renovations	18342	254,000	219,752	34,248
Renovation of New Building	18344	846,600	709,306	137,294
Police Vehicle	18345	39,780	39,055	725
NYSERDA LED Lighting	18349	50,000	45,072	4,928
DPW Equipment	19351	437,400	334,947	102,453
Relocation Water Department Offices	19359	100,000	63,612	36,388
6 wheel Dump Truck Spreader	20366	510,000	499,130	10,870
Command Car Replacement	20369	75,000	69,710	5,290
Police Electric Hybrid Vehicle	20372	108,000	1,744	106,256
Solar Power	20375	63,900	2,898	61,002
Equipment Upgrade Peg	20376	5,000	-	5,000
Replacement of FD Radios	21381	183,600	182,188	1,412
Security Improvement 2nd Floor	21382	50,000	43,927	6,073
Village Wide Stormwater	22390	102,000	102,312	(312)
DPW Vehicles	22391	430,440	395,195	35,245
SCBA Replacement Plan	22392	93,840	24,953	68,887
Command Car Replacement	22393	76,500	61,506	14,994
IT Upgrades	22394	43,860	32,639	11,221
EMS Equipment	22395	56,712	52,762	3,950
Police Equipment	22396	32,717	31,855	862
TV Station Upgrade	22397	15,300	9,917	5,383
Planning Studies Harmon Rezoni	22398	83,950	80,055	3,895
Repair and Replace Storage Tank Upper No	22399	25,500	576	24,924
Clean Energy Community House	22400	95,000	-	95,000

Total Revenues	Fund Balance (Deficit) at May 31, 2023	Bond Anticipation Notes Out- standing at May 31, 2023
\$ 1,662,759	\$ (18,198)	\$ 25,283
739,500	138,987	-
20,000	3,781	-
2,135,700	12,722	-
174,700	2,203	-
61,200	56,861	-
1,146,300	4,945	-
8,670	1,452	-
10,165,650	35,038	-
537,298	512,365	-
76,500	3,854	-
51,000	33,230	-
51,000	-	-
107,100	4,718	-
73,440	1,711	-
254,000	34,248	-
846,600	137,294	-
39,780	725	-
50,000	4,928	-
375,142	40,195	62,258
100,000	36,388	-
510,000	10,870	-
75,000	5,290	-
-	(1,744)	-
63,900	61,002	-
5,000	5,000	-
183,600	1,412	-
50,000	6,073	-
102,000	(312)	-
430,440	35,245	-
93,840	68,887	-
76,500	14,994	-
43,860	11,221	12,240
11,343	(41,419)	45,369
6,544	(25,311)	26,173
-	(9,917)	-
12,140	(67,915)	28,560
5,100	4,524	20,400
20,000	20,000	-

(Continued)

Village of Croton-on-Hudson, New York

Capital Projects Fund
Project-Length Schedule (Continued)
Inception of Project Through May 31, 2022

<u>PROJECT</u>	<u>Project Number</u>	<u>Appropriation</u>	<u>Expenditures and Transfers to Date</u>	<u>Unexpended Balance</u>
Grand Street Wall Replacement	23439	\$ 120,000	\$ 1,000	\$ 119,000
Village Wide Stormwater	23440	150,000	95,397	54,603
DPW Vehicles	23441	328,000	417,910	(89,910)
Fire Boat Marine 12 Replacement	23442	550,000	5,415	544,585
WEFH Solar Project	23443	190,000	65,748	124,252
Grand Street Firehouse	23444	211,372	94,801	116,571
Renovation Harmon Firehouse	23445	200,000	27,100	172,900
EMS Replacment Radios	23446	42,000	33,873	8,127
EMS Command Vehicle	23447	25,000	294	24,706
IT Server Upgrade	23448	25,000	25,574	(574)
Planner Affordable Housing Replacement	23449	75,000	8,550	66,450
Police Electric Hybrid Vehicle	23450	90,000	64,957	25,043
Speed Recorders	23451	6,220	6,293	(73)
Police Hybrid Pickup Truck	23452	68,000	798	67,202
Radio and Communications Upgrade	23453	16,500	8,272	8,228
Licencse Plate Reader	23454	30,000	18,779	11,221
HVAC Replacement	23460	26,050	-	26,050
Totals		<u>\$ 23,034,593</u>	<u>\$ 20,095,020</u>	<u>\$ 2,939,573</u>

See independent auditors' report.

Total Revenues	Fund Balance (Deficit) at May 31, 2023	Bond Anticipation Notes Out- standing at May 31, 2023
\$ 60,000	\$ 59,000	\$ -
150,000	54,603	-
143,000	(274,910)	-
550,000	544,585	-
27,500	(38,248)	-
211,372	116,571	-
-	(27,100)	-
42,000	8,127	-
-	(294)	25,000
-	(25,574)	50,000
-	(8,550)	-
-	(64,957)	25,000
-	(6,293)	6,220
-	(798)	68,000
16,500	8,228	-
-	(18,779)	30,000
26,050	26,050	-
\$ 21,592,028	\$ 1,497,008	\$ 424,503

Village of Croton-on-Hudson, New York

Non-Major Governmental Funds

Combining Balance Sheet

May 31, 2023

(With Comparative Totals for 2022)

	Special Purpose	Sewer	Total Non-Major Governmental Funds	
			2023	2022
ASSETS				
Cash and equivalents	\$ 446,446	\$ 72,702	\$ 519,148	\$ 889,250
Investments	309,344	206,692	516,036	200,111
Receivables				
Sewer rents	-	125,590	125,590	121,322
Due from other funds	7,898	507,005	514,903	309,739
	7,898	632,595	640,493	431,061
Total Assets	\$ 763,688	\$ 911,989	\$ 1,675,677	\$ 1,520,422
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	\$ 4,569	\$ 4,569	\$ 15,125
Accrued liabilities	-	716	716	636
Due to other funds	28,609	149,293	177,902	89,760
Total Liabilities	28,609	154,578	183,187	105,521
Fund balances				
Restricted	735,079	-	735,079	766,486
Assigned	-	757,411	757,411	648,415
Total Fund Balances	735,079	757,411	1,492,490	1,414,901
Total Liabilities and Fund Balances	\$ 763,688	\$ 911,989	\$ 1,675,677	\$ 1,520,422

See independent auditors' report.

Village of Croton-on-Hudson, New York

Non-Major Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes
 in Fund Balances
 Year Ended May 31, 2023
 (With Comparative Totals for 2022)

	Special Purpose	Sewer	Total Non-Major Governmental Funds	
			2023	2022
REVENUES				
Departmental income	\$ -	\$ 455,427	\$ 455,427	\$ 473,274
Use of money and property	17,654	-	17,654	597
Miscellaneous	10,190	-	10,190	9,000
Total Revenues	27,844	455,427	483,271	482,871
EXPENDITURES				
Current				
General government support	-	62,591	62,591	23,951
Culture and recreation	59,251	-	59,251	2,326
Home and community services	-	100,398	100,398	108,266
Employee benefits	-	22,589	22,589	11,459
Total Expenditures	59,251	185,578	244,829	146,002
Excess (Deficiency) of Revenues Over Expenditures	(31,407)	269,849	238,442	336,869
OTHER FINANCING USES				
Transfers out	-	(160,853)	(160,853)	(103,465)
Net Change in Fund Balances	(31,407)	108,996	77,589	233,404
FUND BALANCES				
Beginning of Year	766,486	648,415	1,414,901	1,181,497
End of Year	\$ 735,079	\$ 757,411	\$ 1,492,490	\$ 1,414,901

See independent auditors' report.

Village of Croton-on-Hudson, New York

Special Purpose Fund
Comparative Balance Sheet
May 31,

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and equivalents	\$ 446,446	\$ 738,967
Investments	309,344	-
Due from other funds	<u>7,898</u>	<u>27,519</u>
Total Assets	<u>\$ 763,688</u>	<u>\$ 766,486</u>
FUND BALANCE		
Liabilities		
Due to other funds	\$ 28,609	\$ -
Fund Balance		
Restricted	<u>735,079</u>	<u>766,486</u>
Total Liabilities and Fund Balance	<u>\$ 763,688</u>	<u>\$ 766,486</u>

See independent auditors' report.

Village of Croton-on-Hudson, New York

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

	<u>2023</u>	<u>2022</u>
REVENUES		
Use of money and property	\$ 17,654	\$ 597
Miscellaneous	<u>10,190</u>	<u>9,000</u>
Total Revenues	27,844	9,597
EXPENDITURES		
Current		
Culture and recreation	<u>59,251</u>	<u>2,326</u>
Excess (Deficiency) of Revenues Over Expenditures	(31,407)	7,271
FUND BALANCE		
Beginning of Year	<u>766,486</u>	<u>759,215</u>
End of Year	<u><u>\$ 735,079</u></u>	<u><u>\$ 766,486</u></u>

See independent auditors' report.

Village of Croton-on-Hudson, New York

Sewer Fund
Comparative Balance Sheet
May 31,

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and equivalents	\$ 72,702	\$ 150,283
Investments	<u>206,692</u>	<u>200,111</u>
Receivables		
Sewer rents	125,590	121,322
Due from other funds	<u>507,005</u>	<u>282,220</u>
	<u>632,595</u>	<u>403,542</u>
Total Assets	<u>\$ 911,989</u>	<u>\$ 753,936</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 4,569	\$ 15,125
Accrued liabilities	716	636
Due to other funds	<u>149,293</u>	<u>89,760</u>
Total Liabilities	154,578	105,521
Fund balance		
Assigned	<u>757,411</u>	<u>648,415</u>
Total Liabilities and Fund Balance	<u>\$ 911,989</u>	<u>\$ 753,936</u>

See independent auditors' report.

Village of Croton-on-Hudson, New York

Sewer Fund

Comparative Schedule of Revenues, Expenditures and Changes

in Fund Balance - Budget and Actual

Years Ended May 31,

	2023			Variance with Final Budget
	Original Budget	Final Budget	Actual	
REVENUES				
Departmental income	\$ 429,414	\$ 430,509	\$ 455,427	\$ 24,918
EXPENDITURES				
Current				
General government support	126,763	125,952	62,591	63,361
Home and community services	119,466	121,304	100,398	20,906
Employee benefits	22,627	22,695	22,589	106
Total Expenditures	268,856	269,951	185,578	84,373
Excess of Revenues Over Expenditures	160,558	160,558	269,849	109,291
OTHER FINANCING USES				
Transfers out	(160,853)	(160,853)	(160,853)	-
Net Change in Fund Balance	(295)	(295)	108,996	109,291
FUND BALANCE				
Beginning of Year	295	295	648,415	648,120
End of Year	\$ -	\$ -	\$ 757,411	\$ 757,411

See independent auditors' report.

2022			
Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 346,138	\$ 346,436	\$ 473,274	\$ 126,838
122,868	75,601	23,951	51,650
110,096	154,101	108,266	45,835
8,734	15,734	11,459	4,275
<u>241,698</u>	<u>245,436</u>	<u>143,676</u>	<u>101,760</u>
104,440	101,000	329,598	228,598
<u>(106,905)</u>	<u>(103,465)</u>	<u>(103,465)</u>	<u>-</u>
(2,465)	(2,465)	226,133	228,598
<u>2,465</u>	<u>2,465</u>	<u>422,282</u>	<u>419,817</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 648,415</u>	<u>\$ 648,415</u>

Village of Croton-on-Hudson, New York

Sewer Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended May 31, 2023

(With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
GENERAL GOVERNMENT SUPPORT					
Auditor	\$ 3,084	\$ 3,107	\$ 3,107	\$ -	\$ 1,459
Central communications	21,326	28,345	28,135	210	13,297
Unallocated insurance	30,067	30,303	30,303	-	8,235
Taxes and assessments on property	2,286	2,286	1,046	1,240	960
Contingent account	70,000	61,911	-	61,911	-
	<u>126,763</u>	<u>125,952</u>	<u>62,591</u>	<u>63,361</u>	<u>23,951</u>
HOME AND COMMUNITY SERVICES					
Sanitary sewers	99,466	101,304	95,198	6,106	108,266
Other Home and Community Services	20,000	20,000	5,200	14,800	-
	<u>119,466</u>	<u>121,304</u>	<u>100,398</u>	<u>20,906</u>	<u>108,266</u>
EMPLOYEE BENEFITS					
State retirement	453	453	347	106	1,463
Social security	459	527	527	-	1,526
Workers' compensation benefits	21,715	21,715	21,715	-	8,470
	<u>22,627</u>	<u>22,695</u>	<u>22,589</u>	<u>106</u>	<u>11,459</u>
TOTAL EXPENDITURES	<u>268,856</u>	<u>269,951</u>	<u>185,578</u>	<u>84,373</u>	<u>143,676</u>
OTHER FINANCING USES					
Transfers out					
General Fund	50,000	50,000	50,000	-	-
Debt Service Fund	110,853	110,853	110,853	-	103,465
	<u>160,853</u>	<u>160,853</u>	<u>160,853</u>	<u>-</u>	<u>103,465</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 429,709</u>	<u>\$ 430,804</u>	<u>\$ 346,431</u>	<u>\$ 84,373</u>	<u>\$ 247,141</u>

See independent auditors' report.