

**Town of Yorktown, New York**

Financial Statements and  
Supplementary Information

Year Ended December 31, 2015



# Town of Yorktown, New York

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## Independent Auditors' Report

The Honorable Supervisor and Town Board of  
the Town of Yorktown, New York

### Report on the Financial Statements

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

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

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

### *Auditors' Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

### *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town, as of December 31, 2015, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General, Highway and Special Districts funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter***

We draw attention to Note 2F and Note 3F in the notes to financial statements which disclose the effects of the Town's adoption of the provisions of Governmental Accounting Standards Board ("GASB") Statement Nos. 68 "*Accounting and Financial Reporting for Pensions*" and 71 "*Pension Transition for Contributions Made Subsequent to the Measurement Date*". Our opinion is not modified with respect to this matter.

### ***Other Matters***

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

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual fund financial statements and schedules and the schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated July 11, 2016 on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

*PKF O'Connor Davies, LLP*

**PKF O'Connor Davies, LLP**

Harrison, New York

July 11, 2016



## **Town of Yorktown, New York**

### **Management's Discussion and Analysis ("MD&A") December 31, 2015**

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#### **Introduction**

The following discussion and analysis of the Town of Yorktown, New York's ("Town") financial statements provides an overview of the financial activities of the Town for the year ended December 31, 2015. This should be read in conjunction with the basic financial statements and the accompanying notes to those financial statements that follow this section.

#### **Financial Highlights**

- On the government-wide financial statements, the assets of the Town exceeded its liabilities at the close of the most recent fiscal year by \$89,739,273. Of this amount, the unrestricted portion is \$155,475 which represents an increase of \$523,341 from the previous year.
- The Town recorded its liability of \$23,550,000 for the accounting and financial reporting of the Other Post Employment Benefits Obligations, other than pensions as per Governmental Accounting Standards Board ("GASB") Statement No. 45 in the government-wide financial statements.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$18,732,744, a decrease from the prior fiscal year.
- At the end of the current fiscal year, the assigned and unassigned components of fund balance for the General Fund aggregated \$8,543,347, or 32%, of the total General Fund expenditures and other financing uses. These balances increased from the prior year, when the amount of \$6,739,181, was 27%, of total General Fund expenditures and other financing uses.
- During 2015 year, the Town issued additional short-term obligations of \$3,124,889, while retiring \$1,400,020 of this type of debt.
- The Town did not issue any additional long-term obligations, and retired \$1,610,000 of this debt.

#### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The basic financial statements include three components: (1) government-wide financial statements, (2) fund financial statements (3) and notes to financial statements. This report also contains combining and individual fund statements and schedules in addition to the basic financial statement and other supplementary information as listed in the table of contents.

## Government-Wide Financial Statements

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

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

The *statement of activities* presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, earned but unused vacation leave and other post employment benefit obligations).

The government-wide financial statements present the functions of the Town that are principally supported by taxes and intergovernmental revenues for governmental services. The governmental activities of the Town include: general government support, public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and interest.

The government-wide financial statements can be found immediately following this discussion and analysis.

## Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The Town, 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 Town can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

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

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

The Town maintains the following governmental funds: General Fund, Highway Fund, Special Districts Fund, Capital Projects Fund, Community Development Fund, Public Library Fund, Special Purpose Fund, and Debt Service Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Highway Fund, Special Districts Fund and Capital Projects Fund, since they are classified as major funds. Individual fund data for the Community Development Fund, Public Library Fund, Special Purpose Fund and the Debt Service Fund is included under the caption "Non-Major Governmental Funds."

The Town adopts annual appropriated budgets for the General Fund, Highway Fund, Special Districts Fund and Debt Service Fund. A budgetary comparison statement has been provided for the General, Highway and Special Districts funds to demonstrate compliance with the respective budgets.

The governmental fund financial statements can be found in the basic financial statements section of this report.

*Proprietary Funds* are used to show activities that operate similar to private business enterprises. The town maintains two proprietary funds, which are internal service funds, to account for its self insured worker's compensation and general liability claims programs. Internal service funds are used to accumulate and allocate costs internally among the Town's various functions. These benefits have been included within the governmental activities in the government-wide financial statements.

The proprietary funds financial statements can be found in the basic financial statement section of this report.

*Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Town's programs. The Town maintains one Fiduciary fund, an Agency Fund. Resources are held in this fund by the Town purely in a custodial capacity. The activity in the Agency Fund is limited to the receipt, temporary investment, and remittance of resources to the appropriate individuals, organizations or governments.

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

### **Notes to Financial Statements**

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

### **Other Information**

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

## Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the Town's financial position. The Town's net position at fiscal year-end December 31, 2015 was \$89,739,273. Of this amount, \$9,536,000 is restricted for various purposes (debt service and special revenue funds). The net investment in capital assets accounts for \$80,046,998 of the total net position.

The Town uses these capital assets to provide services to its citizens. Consequently, these assets are not available for future spending. Although the Town'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 balance of the net position is \$155,475.

### Statement of Net Position

	2015	2014
Current Assets	\$ 93,885,232	\$ 89,249,999
Capital Assets, net	102,807,627	96,521,686
Total Assets	196,692,859	185,771,685
Deferred outflows of Resources	3,359,838	-
Current Liabilities	62,667,474	57,431,454
Long-term Liabilities	47,459,227	43,224,311
Total Liabilities	110,126,701	100,655,765
Deferred Inflows of Resources	186,723	194,476
<b>NET POSITION</b>		
Net investment in capital assets	80,046,998	73,349,359
Restricted	9,536,800	11,939,951
Unrestricted	155,475	(367,866)
Total Net Position	\$ 89,739,273	\$ 84,921,444

The restricted net position of \$9,536,800 represents resources that are subject to external restrictions on how they may be used.

## Change in Net Position

	2015	2014
<b>PROGRAM REVENUES</b>		
Charges for Services	\$ 12,671,151	\$ 11,339,866
Operating Grants and Contributions	2,471,044	2,155,616
Capital Grants and Contributions	40,609	6,365
General Revenues		
Real Property Taxes	30,029,843	29,001,744
Other Tax items	922,099	1,067,634
Non-Property Taxes	6,187,351	6,201,206
Unrestricted Use of Money and Property	66,732	66,530
Sale of Property and Compensation for Loss	181,713	123,940
Unrestricted State Aid	1,368,500	1,120,874
Miscellaneous	1,364,477	195,293
	<u>55,303,519</u>	<u>51,279,068</u>
<b>PROGRAM EXPENSES</b>		
General Government Support	6,662,848	7,545,229
Public Safety	14,117,589	14,673,262
Health	473,907	521,739
Transportation	8,048,881	6,537,763
Economic Opportunity and Development	2,223,931	2,237,510
Culture and Recreation	7,258,580	7,008,769
Home and Community Services	17,375,721	15,706,828
Interest	544,346	568,527
	<u>56,705,803</u>	<u>54,799,627</u>
Total Expenses		
	<u>56,705,803</u>	<u>54,799,627</u>
Change in Net Position	<u>(1,402,284)</u>	<u>(3,520,559)</u>
<b>NET POSITION</b>		
Beginning, as reported	84,921,444	88,442,003
Prior Period Adjustment (Fixed Asset)	5,939,651	-
Cumulative Effect of Change in Accounting Principal	280,462	-
	<u>89,739,273</u>	<u>84,921,444</u>
Ending	<u>\$ 89,739,273</u>	<u>\$ 84,921,444</u>

For the fiscal year ended December 31, 2015, revenues from governmental activities totaled \$55,303,519. Real Property Tax revenues of \$30,029,843 represent 54% of total revenues, with additional revenue increases attributed to departmental income and non-property tax items.

Expenses from governmental activities for the fiscal year ended December 31, 2015 totaled \$56,705,803 an increase of \$1,906,176, from fiscal year 2014. This is attributed to additional expenditures in transportation (snow salt/overtime, payments to retirement and worker's compensation funding) as well as home and community services (water purchase, acquisition of equipment, truck, and meters in addition to cement lining and the services of the Northern Westchester Joint Water Works).

## Financial Analysis of the Town's Funds

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

### Governmental Funds

The focus of the Town's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the Town'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 Town itself, or an individual that has been delegated authority to assign resources for use for particular purposes by the Town Board.

At the end of the current fiscal year, the Town's governmental funds reported a combined ending fund balance of \$18,732,744, a decrease of \$842,951 from the prior year. Of this amount, \$4,485,550 (or 24%) is reported as either *nonspendable* or *restricted*, which indicates that it is not available for new spending because it has already been set aside for:

1) Employee benefit accrued liability	\$ 1,246,182
2) Debt service	1,211,009
3) Parklands	382,134
4) Trusts	646,122
5) Prepaid expenditures	885,160
6) Advances	114,943

\$12,578,174 constitutes *assigned fund balances*, of which \$4,035,525 has been appropriated for subsequent year's expenditures and represents the amount estimated for use in the 2016 budget, while \$529,810 has been assigned for tax certiorari payments and \$18,800 has been assigned for ballpark, leaving an assigned fund balance of \$7,603,257, representing the residual fund balances of the Highway and Special Districts funds and Community Development and Public Library funds, respectively. The Town's total *unassigned fund balance* for governmental funds is \$1,669,020 which consists of an unassigned fund balance of \$7,009,656 in the General Fund offset by a deficit of \$5,340,636 in the Capital Projects Fund. The General Fund is the primary operating fund of the Town. At the end of the current fiscal year, the total fund balance of the General Fund was \$9,934,804.

As a measure of the General Fund's liquidity, it is useful to compare the committed, assigned and unassigned fund balance to the total fund balance and to the General Fund expenditures and other financing uses. The assigned and unassigned fund balance of \$8,543,347 represents approximately 46% of the total combined fund balance and 32% of the General Fund's expenditures and other financing uses.

When the fiscal 2015 General Fund budget was adopted, it anticipated the use of \$916,363 of fund balance. Actual results of operations resulted in an increase of \$1,614,519 in the General Fund total fund balance. The increase in the fund balance can be attributed to the license agreement with Algonquin Gas Transmission as well as various reductions in expenditures.

In the Highway Fund, the fund balance decreased by \$67,010 to \$325,659 in the current fiscal year. The fund balance decrease is directly related to the additional purchases of salt and an increase in employee benefits.

## General Fund Budgetary Highlights

There was a difference between the budgeted and actual revenues and other financing sources recorded for the General Fund with the final amount budgeted of \$26,207,174 and actual revenue collected of \$28,426,345. The actual results realized for the year ended December 31, 2015 surpassed the budgeted amount \$2,219,171. This can be attributed to increases in:

Licensing Agreement	\$	954,456
Mortgage Tax		216,723
Sales Tax		203,292
Refund of Prior Year Expenditures		168,344
Interest & Penalty on Tax		157,802

The difference between the expenditures and other financing uses budgeted (\$28,715,966) and actual expenditures (\$26,811,826) in the General Fund showed a positive budgetary variance of \$1,904,140. Savings can primarily be attributed to:

General Government Support	\$	979,688
Employee Benefits		530,024
Culture and Recreation		153,638
Public Safety		115,976
Home and Community Services		62,074
Economic Opportunity and Development		49,260
Transportation		10,809
Debt Service		2,671

## Capital Assets

The Town's capital assets net of accumulated depreciation for its governmental activities as of December 31, 2015 amounted to \$102,807,627. The net investment in capital assets includes land, land improvements, buildings and improvements, infrastructure, machinery and equipment and construction-in-progress.

### Capital Assets (Net of Accumulated Depreciation)

	2015	2014
Land	\$ 15,184,930	\$ 15,184,930
Construction-in-Progress	28,513,658	29,829,023
Total Assets Not Depreciated	43,698,588	45,013,953
Land Improvements	4,007,377	3,778,740
Buildings and Improvements	22,826,846	22,890,379
Infrastructure	28,015,008	21,358,547
Machinery and Equipment	4,259,808	3,480,067
Total Assets Net of Depreciation	59,109,039	51,507,733
Total Capital Assets	\$ 102,807,627	\$ 96,521,686

Additional information on the Town's capital assets can be found in Note 3D in the notes to financial statements.

### **Long Term Debt**

At the end of the current fiscal year, the Town had total bonded debt outstanding of \$19,340,000. The Town's serial bond debt decreased by \$1,610,000. Payments on short-term obligations totaled \$1,400,000. All of this debt is backed by the full faith and credit of the Town.

New York State statutes place a limit on the maximum amount of total outstanding long-term debt that may be incurred by a local municipal entity at no more than seven percent of the five-year average full valuation of all real property.

Additional information on the Town's long-term and short-term debt can be found in Notes 3E and 3F in the notes to financial statements.

### **Economic Factors and Next Year's Budget and Rates**

The New York State Department of Labor has reported the 2015 average unemployment rates for the Town of Yorktown as 4.9%. While Westchester County's was stated as 4.4% and that of New York State as 5.3%. This compares to the data reported by the US Bureau of Labor Statistics. They further report average consumer spending by category as: housing, transportation, food, insurance / pensions and healthcare. The average hourly wages for various occupations reported in the New York area are slightly higher than those reported for those across the country.

The Town's employee pension contribution rates have increased substantially from the late 1990's. Contributions by the Town are significantly greater than they were just five years ago. Additionally, the costs of employee health insurance premiums have also been escalating at the same time. Both of these factors are considered by management when preparing the Town's budgets

### **Requests for Information**

This financial report is designed to provide a general overview of the Town of Yorktown, New York's finances for all those with an interest in those finances. Questions and comments concerning any of the information provided in this report should be addressed to Town Comptroller, Town of Yorktown, 363 Underhill Avenue, Yorktown Heights, NY 10598.



**Town of Yorktown, New York**Statement of Net Position  
December 31, 2015

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and equivalents	\$ 39,850,891
Receivables	
Taxes, net	40,841,975
Accounts	1,485,237
State and Federal aid	8,634
Due from other governments	1,833,486
Advances for proposed special districts	114,943
Prepaid expenses	885,160
Investment in joint venture	8,864,906
Capital assets	
Not being depreciated	43,698,588
Being depreciated, net	59,109,039
Total Assets	<u>196,692,859</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	<u>3,359,838</u>
<b>LIABILITIES</b>	
Accounts payable	3,771,112
Due to other governments	696,286
Due to school districts	50,483,044
Unearned revenues	747,651
Bond anticipation notes payable	6,821,869
Accrued interest payable	147,512
Non-current liabilities	
Due within one year	1,614,000
Due in more than one year	45,845,227
Total Liabilities	<u>110,126,701</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<u>186,723</u>
<b>NET POSITION</b>	
Net Investment in capital assets	80,046,998
Restricted	
General liability	75,509
Debt service	1,211,009
Special Revenue funds	
Special districts	7,167,220
Community development	54,806
Trusts	646,122
Parklands	382,134
Unrestricted	155,475
Total Net Position	<u>\$ 89,739,273</u>

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

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Town of Yorktown, New York

Statement of Activities  
Year Ended December 31, 2015

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	\$ 6,662,848	\$ 1,925,577	\$ -	\$ -	\$ (4,737,271)
Public safety	14,117,589	604,593	18,232	-	(13,494,764)
Health	473,907	-	33,010	-	(440,897)
Transportation	8,048,881	-	622,122	15,092	(7,411,667)
Economic opportunity and development	2,223,931	-	1,665,278	-	(558,653)
Culture and recreation	7,258,580	1,573,806	62,525	15,129	(5,607,120)
Home and community services	17,375,721	8,567,175	69,877	10,234	(8,728,435)
Interest	544,346	-	-	154	(544,192)
<b>Total Governmental   Activities</b>	<b>\$ 56,705,803</b>	<b>\$ 12,671,151</b>	<b>\$ 2,471,044</b>	<b>\$ 40,609</b>	<b>(41,522,999)</b>
General revenues					
Real property taxes					30,029,843
Other tax items					
Interest and penalties on real property taxes					907,802
Payments in lieu of taxes					14,297
Non-property taxes					
Non-property tax distribution from County					5,203,292
Franchise fees					984,059
Unrestricted use of money and property					66,732
Sale of property and compensation for loss					181,713
Unrestricted State aid					1,368,500
Miscellaneous					1,364,477
<b>Total General Revenues</b>					<b>40,120,715</b>
<b>Change in Net Position</b>					<b>(1,402,284)</b>
<b>NET POSITION</b>					
Beginning, as reported					84,921,444
Prior period adjustment					5,939,651
Cumulative Effect of Change in Accounting Principle					280,462
<b>Beginning, as restated</b>					<b>91,141,557</b>
<b>Ending</b>					<b>\$ 89,739,273</b>

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

**Town of Yorktown, New York**

Balance Sheet  
 Governmental Funds  
 December 31, 2015

	General	Highway	Special Districts	Capital Projects
<b>ASSETS</b>				
Cash and equivalents	\$ 22,936,421	\$ 588,095	\$ 11,996,558	\$ 2,048,638
Taxes receivable, net	40,841,975	-	-	-
Other receivables				
Accounts	164,453	69,794	1,250,990	-
State and Federal aid	8,634	-	-	-
Due from other governments	1,398,493	433,076	-	-
Advances for proposed special districts	114,943	-	-	-
Due from other funds	31,541	-	-	-
	<u>1,718,064</u>	<u>502,870</u>	<u>1,250,990</u>	<u>-</u>
Prepaid expenditures	600,603	96,793	126,837	-
Total Assets	<u>\$ 66,097,063</u>	<u>\$ 1,187,758</u>	<u>\$ 13,374,385</u>	<u>\$ 2,048,638</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)</b>				
Liabilities				
Accounts payable	\$ 1,204,530	\$ 600,506	\$ 1,350,653	\$ 567,405
Due to other governments	696,286	-	-	-
Due to school districts	50,483,044	-	-	-
Due to other funds	213,058	261,593	42,689	-
Unearned revenues	546,060	-	201,591	-
Bond anticipation notes payable	-	-	-	6,821,869
Total Liabilities	<u>53,142,978</u>	<u>862,099</u>	<u>1,594,933</u>	<u>7,389,274</u>
Deferred inflows of resources				
Taxes collected in advance	186,723	-	-	-
Deferred tax revenues	2,832,558	-	-	-
Total Deferred Inflows of Resources	<u>3,019,281</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Deferred Inflows of Resources	<u>56,162,259</u>	<u>862,099</u>	<u>1,594,933</u>	<u>7,389,274</u>
Fund balances (deficits)				
Nonspendable	715,546	96,793	126,837	-
Restricted	675,911	228,121	1,380,264	-
Assigned	1,533,691	745	10,272,351	-
Unassigned	7,009,656	-	-	(5,340,636)
Total Fund Balances (Deficits)	<u>9,934,804</u>	<u>325,659</u>	<u>11,779,452</u>	<u>(5,340,636)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 66,097,063</u>	<u>\$ 1,187,758</u>	<u>\$ 13,374,385</u>	<u>\$ 2,048,638</u>

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

Non-Major Governmental	Total Governmental Funds
\$ 2,050,180	\$ 39,619,892
-	40,841,975
-	1,485,237
-	8,634
1,917	1,833,486
-	114,943
-	31,541
1,917	3,473,841
60,927	885,160
\$ 2,113,024	\$ 84,820,868
\$ 48,018	\$ 3,771,112
-	696,286
-	50,483,044
31,541	548,881
-	747,651
-	6,821,869
79,559	63,068,843
-	186,723
-	2,832,558
-	3,019,281
79,559	66,088,124
60,927	1,000,103
1,201,151	3,485,447
771,387	12,578,174
-	1,669,020
2,033,465	18,732,744
\$ 2,113,024	\$ 84,820,868

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**Town of Yorktown, New York**

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

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Fund Balances - Total Governmental Funds	<u>\$ 18,732,744</u>
Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:	
Capital assets used in governmental activities and the investment in joint ventures are not financial resources and are not reported in the funds.	102,807,627
Investment in joint venture	<u>8,864,906</u>
	<u>111,672,533</u>
Governmental funds do not report the effect of assets or liabilities related to net pension assets (liabilities) whereas these amounts are deferred and amortized in the statement of activities	
Deferred amount on net pension liabilities	<u>3,359,838</u>
Other long-term assets that are not available to pay for current-period expenditures are deferred in the funds.	
Real property taxes	<u>2,832,558</u>
Internal service funds are used by management to charge the cost of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position	<u>(666,361)</u>
Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(147,512)
Bonds payable	(19,340,000)
Compensated absences	(1,246,182)
Net pension liability	(1,908,345)
Other post employment benefit obligations payable	<u>(23,550,000)</u>
	<u>(46,192,039)</u>
Net Position of Governmental Activities	<u><u>\$ 89,739,273</u></u>

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

**Town of Yorktown, New York**

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

	General	Highway	Special Districts	Capital Projects
<b>REVENUES</b>				
Real property taxes	\$ 12,812,845	\$ 4,826,250	\$ 10,419,626	\$ -
Other tax items	918,341	-	3,758	-
Non-property taxes	6,187,351	-	-	-
Departmental income	2,139,319	-	6,561,644	-
Intergovernmental charges	-	-	1,801,673	-
Use of money and property	659,407	3,767	41,946	-
Licenses and permits	634,404	-	-	-
Fines and forfeitures	523,696	-	-	-
Sale of property and compensation for loss	6,561	670	50,705	-
State aid	1,438,447	458,168	-	-
Federal aid	64,689	-	-	-
Miscellaneous	1,174,887	44,490	12,855	40,455
<b>Total Revenues</b>	<b>26,559,947</b>	<b>5,333,345</b>	<b>18,892,207</b>	<b>40,455</b>
<b>EXPENDITURES</b>				
Current				
General government support	5,782,098	-	-	-
Public safety	9,980,957	-	-	-
Health	1,250	-	527,575	-
Transportation	347,676	5,402,453	-	-
Economic opportunity and development	603,834	-	-	-
Culture and recreation	3,046,914	-	169,203	-
Home and community services	459,727	-	14,538,941	-
Employee benefits	4,725,119	1,345,279	1,244,662	-
Debt service				
Principal	300,000	-	1,310,000	-
Interest	18,329	-	510,640	-
Capital outlay	-	-	-	1,650,461
<b>Total Expenditures</b>	<b>25,265,904</b>	<b>6,747,732</b>	<b>18,301,021</b>	<b>1,650,461</b>
Excess (Deficiency) of Revenues Over Expenditures	1,294,043	(1,414,387)	591,186	(1,610,006)
<b>OTHER FINANCING SOURCES (USES)</b>				
Insurance recoveries	-	115,027	-	-
Sale of equipment	175,152	-	-	-
Transfers in	1,691,246	1,232,350	289,144	1,782,330
Transfers out	(1,545,922)	-	(2,793,915)	(455,233)
<b>Total Other Financing Sources (Uses)</b>	<b>320,476</b>	<b>1,347,377</b>	<b>(2,504,771)</b>	<b>1,327,097</b>
<b>Net Change in Fund Balances</b>	<b>1,614,519</b>	<b>(67,010)</b>	<b>(1,913,585)</b>	<b>(282,909)</b>
<b>FUND BALANCES (DEFICITS)</b>				
Beginning of year	8,320,285	392,669	13,693,037	(5,057,727)
End of Year	<u>\$ 9,934,804</u>	<u>\$ 325,659</u>	<u>\$ 11,779,452</u>	<u>\$ (5,340,636)</u>

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



Non-Major Governmental	Total Governmental Funds
\$ 1,949,875	\$ 30,008,596
-	922,099
-	6,187,351
42,243	8,743,206
307,200	2,108,873
6,240	711,360
-	634,404
-	523,696
-	57,936
18,481	1,915,096
1,547,419	1,612,108
82,296	1,354,983
<u>3,953,754</u>	<u>54,779,708</u>
-	5,782,098
-	9,980,957
-	528,825
-	5,750,129
1,523,351	2,127,185
2,070,405	5,286,522
-	14,998,668
352,024	7,667,084
-	1,610,000
1,940	530,909
-	1,650,461
<u>3,947,720</u>	<u>55,912,838</u>
<u>6,034</u>	<u>(1,133,130)</u>
-	115,027
-	175,152
-	4,995,070
(200,000)	(4,995,070)
<u>(200,000)</u>	<u>290,179</u>
(193,966)	(842,951)
<u>2,227,431</u>	<u>19,575,695</u>
<u>\$ 2,033,465</u>	<u>\$ 18,732,744</u>

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**Town of Yorktown, New York**

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

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

Net Change in Fund Balances - Total Governmental Funds \$ (842,951)

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

Capital outlay expenditures	3,209,642
Depreciation expense	(2,863,352)
Equity interest in joint venture	<u>(84,640)</u>
	<u>261,650</u>

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

Real property taxes	<u>21,247</u>
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Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Principal paid on bonds	<u>1,610,000</u>
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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	(13,437)
Compensated absences	131,413
Net pension liability	1,171,031
Other post employment benefit obligations	<u>(3,370,000)</u>
	<u>(2,080,993)</u>

The net revenue of the activities of internal service funds are reported within governmental activities.

	<u>(371,237)</u>
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Change in Net Position of Governmental Activities

\$ (1,402,284)

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

**Town of Yorktown, New York**

Statement of Revenues, Expenditures and Changes  
in Fund Balances - Budget and Actual  
General, Highway and Special Districts Funds  
Year Ended December 31, 2015

	General			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Real property taxes	\$ 12,869,281	\$ 12,848,281	\$ 12,812,845	\$ (35,436)
Other tax items	790,000	790,000	918,341	128,341
Non-property taxes	5,890,000	5,890,000	6,187,351	297,351
Departmental income	2,109,000	2,109,000	2,139,319	30,319
Intergovernmental charges	-	-	-	-
Use of money and property	608,500	608,500	659,407	50,907
Licenses and permits	655,950	655,950	634,404	(21,546)
Fines and forfeitures	500,000	500,000	523,696	23,696
Sale of property and compensation for loss	7,000	7,000	6,561	(439)
State aid	1,211,750	1,211,750	1,438,447	226,697
Federal aid	50,000	50,000	64,689	14,689
Miscellaneous	43,500	43,500	1,174,887	1,131,387
<b>Total Revenues</b>	<b>24,734,981</b>	<b>24,713,981</b>	<b>26,559,947</b>	<b>1,845,966</b>
<b>EXPENDITURES</b>				
Current				
General government support	6,718,692	6,761,786	5,782,098	979,688
Public safety	9,892,124	10,096,933	9,980,957	115,976
Health	1,250	1,250	1,250	-
Transportation	359,275	358,485	347,676	10,809
Economic opportunity and development	617,104	653,094	603,834	49,260
Culture and recreation	3,166,932	3,200,552	3,046,914	153,638
Home and community services	548,460	521,801	459,727	62,074
Employee benefits	5,282,200	5,255,143	4,725,119	530,024
Debt service				
Principal	300,000	300,000	300,000	-
Interest	21,000	21,000	18,329	2,671
<b>Total Expenditures</b>	<b>26,907,037</b>	<b>27,170,044</b>	<b>25,265,904</b>	<b>1,904,140</b>
Excess (Deficiency) of Revenues Over Expenditures	(2,172,056)	(2,456,063)	1,294,043	3,750,106
<b>OTHER FINANCING SOURCES (USES)</b>				
Insurance recoveries	-	-	-	-
Sale of equipment	-	-	175,152	175,152
Transfers in	1,493,193	1,493,193	1,691,246	198,053
Transfers out	(237,500)	(1,545,922)	(1,545,922)	-
<b>Total Other Financing Sources (Uses)</b>	<b>1,255,693</b>	<b>(52,729)</b>	<b>320,476</b>	<b>373,205</b>
<b>Net Change in Fund Balances</b>	<b>(916,363)</b>	<b>(2,508,792)</b>	<b>1,614,519</b>	<b>4,123,311</b>
<b>FUND BALANCES</b>				
Beginning of year	916,363	2,508,792	8,320,285	5,811,493
End of Year	\$ -	\$ -	\$ 9,934,804	\$ 9,934,804

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

Highway				Special Districts			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 4,826,250	\$ 4,826,250	\$ 4,826,250	\$ -	\$ 10,409,732	\$ 10,409,720	\$ 10,419,626	\$ 9,906
-	-	-	-	-	-	3,758	3,758
-	-	-	-	-	-	-	-
-	-	-	-	7,182,500	7,182,500	6,561,644	(620,856)
-	-	-	-	806,366	806,366	1,801,673	995,307
5,000	5,000	3,767	(1,233)	49,740	49,740	41,946	(7,794)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	670	670	31,500	31,500	50,705	19,205
350,000	350,000	458,168	108,168	-	-	-	-
-	-	-	-	-	-	-	-
17,500	17,500	44,490	26,990	11,000	11,000	12,855	1,855
<u>5,198,750</u>	<u>5,198,750</u>	<u>5,333,345</u>	<u>134,595</u>	<u>18,490,838</u>	<u>18,490,826</u>	<u>18,892,207</u>	<u>401,381</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	531,950	531,950	527,575	4,375
4,515,849	5,476,315	5,402,453	73,862	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	292,758	291,408	169,203	122,205
-	-	-	-	16,476,935	16,894,333	14,538,941	2,355,392
792,500	1,348,126	1,345,279	2,847	1,277,698	1,357,409	1,244,662	112,747
-	-	-	-	1,320,750	1,320,479	1,315,975	4,504
-	-	-	-	537,600	535,501	504,665	30,836
<u>5,308,349</u>	<u>6,824,441</u>	<u>6,747,732</u>	<u>76,709</u>	<u>20,437,691</u>	<u>20,931,080</u>	<u>18,301,021</u>	<u>2,630,059</u>
<u>(109,599)</u>	<u>(1,625,691)</u>	<u>(1,414,387)</u>	<u>211,304</u>	<u>(1,946,853)</u>	<u>(2,440,254)</u>	<u>591,186</u>	<u>3,031,440</u>
-	-	115,027	115,027	-	-	-	-
-	-	-	-	-	-	-	-
96,750	1,232,350	1,232,350	-	31,965	31,965	289,144	257,179
-	-	-	-	(2,584,428)	(2,793,915)	(2,793,915)	-
<u>96,750</u>	<u>1,232,350</u>	<u>1,347,377</u>	<u>115,027</u>	<u>(2,552,463)</u>	<u>(2,761,950)</u>	<u>(2,504,771)</u>	<u>257,179</u>
(12,849)	(393,341)	(67,010)	326,331	(4,499,316)	(5,202,204)	(1,913,585)	3,288,619
<u>12,849</u>	<u>393,341</u>	<u>392,669</u>	<u>(672)</u>	<u>4,499,316</u>	<u>5,202,204</u>	<u>13,693,037</u>	<u>8,490,833</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 325,659</u>	<u>\$ 325,659</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,779,452</u>	<u>\$ 11,779,452</u>

**Town of Yorktown, New York**

Statement of Net Position  
Proprietary Fund - Internal Service Funds  
December 31, 2015

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	<u>Governmental Activities - Internal Service Funds</u>
<b>ASSETS</b>	
Current assets	
Cash and equivalents	\$ 230,999
Due from other funds	<u>517,340</u>
 Total Assets	 <u>748,339</u>
<b>LIABILITIES</b>	
Current liabilities	
Current portion of claims payable	144,000
Non-current liabilities	
Claims payable, less current portion	<u>1,270,700</u>
 Total Liabilities	 <u>1,414,700</u>
<b>NET POSITION</b>	
Unrestricted	<u>\$ (666,361)</u>

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

**Town of Yorktown, New York**

Statement of Revenues, Expenses and Changes in Net Position  
Proprietary Fund - Internal Service Funds  
Year Ended December 31, 2015

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	<u>Governmental Activities - Internal Service Funds</u>
<b>OPERATING REVENUES</b>	
Charges for services	\$ 1,173,880
Miscellaneous	<u>211,903</u>
Total Operating Revenues	<u>1,385,783</u>
<b>OPERATING EXPENSES</b>	
Workers' compensation benefits	1,750,002
Judgments and claims	<u>7,500</u>
Total Operating Expenses	<u>1,757,502</u>
Loss from Operations	(371,719)
<b>NON-OPERATING REVENUES</b>	
Interest income	<u>482</u>
Change in Net Position	(371,237)
<b>NET POSITION</b>	
Beginning of Year	<u>(295,124)</u>
End of Year	<u>\$ (666,361)</u>

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

**Town of Yorktown, New York**

Statement of Cash Flows  
Proprietary Fund - Internal Service Funds  
Year Ended December 31, 2015

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	Governmental Activities - Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from charges for services	\$ 656,540
Cash received from insurance carriers, claimants and others	211,903
Cash payments to insurance carriers, claimants and others	<u>(1,059,518)</u>
Net Cash from Operating Activities	<u>(191,075)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest income	<u>482</u>
Net Increase in Cash and Equivalents	(190,593)
<b>CASH AND EQUIVALENTS</b>	
Beginning of Year	<u>421,592</u>
End of Year	<u>\$ 230,999</u>
<b>RECONCILIATION OF LOSS FROM OPERATIONS TO NET CASH FROM OPERATING ACTIVITIES</b>	
Loss from operations	\$ (371,719)
Adjustments to reconcile loss from operations to net cash from operating activities	
Changes in operating assets and liabilities	
Due from other funds	(517,340)
Claims payable	<u>697,984</u>
Net Cash from Operating Activities	<u>\$ (191,075)</u>

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



**Town of Yorktown, New York**

Statement of Assets and Liabilities

Fiduciary Fund

December 31, 2015

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	<u>Agency</u>
<b>ASSETS</b>	
Cash and equivalents	\$ <u>1,975,182</u>
<b>LIABILITIES</b>	
Employee payroll deductions	\$ 22,451
Deposits	<u>1,952,731</u>
Total Liabilities	<u>\$ 1,975,182</u>

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

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## Town of Yorktown, New York

Notes to Financial Statements  
December 31, 2015

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### **Note 1 - Summary of Significant Accounting Policies**

The Town of Yorktown, New York ("Town") was established in 1788 and operates in accordance with Town Law and the various other applicable laws of the State of New York. The Town Board is the legislative body responsible for overall operation. The Town Supervisor serves as the chief executive officer and the Town Comptroller serves as the chief financial officer. The Town 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 accounting policies of the Town conform to generally accepted accounting principles as applicable to governmental units and the Uniform System of Accounts as prescribed by the State of New York. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the Town's more significant accounting policies:

#### **A. Financial Reporting Entity**

The financial reporting entity consists of a) the primary government, which is the Town, b) organizations for which the Town is financially accountable and c) other organizations for which the nature and significance of their relationship with the Town 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 Town, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the Town'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 Town 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 Town at the end of its fiscal year. The Statement of Activities demonstrates the degree to which direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods or services, or privileges provided by a given function or segment, (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment and (3) interest earned on grants that is required to be used to support a particular program. Taxes and other items not identified as program revenues are reported as general revenues. The Town does not allocate indirect expenses to functions in the Statement of Activities.

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

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the Internal Service Funds are charges to customers for services. Operating expenses for the Internal Service Funds include benefit costs. All revenues and expenses not meeting the definition are reported as non-operating revenues and expenses.

**C. Fund Financial Statements**

The accounts of the Town are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts, which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances/net position, revenues and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The Town 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 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 Town's resources are reflected in the fund financial statements in three 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 Town's major governmental funds.

General Fund - The General Fund constitutes the primary operating fund of the Town 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 and report the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specific purposes other than debt service or capital projects. The major special revenue funds of the Town are as follows:

Highway Fund - The Highway Fund is used to account for road and bridge maintenance and improvements as defined in the Highway Law of the State of New York. The major revenues of this fund are real property taxes and State aid.

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

Special Districts Fund - The Special Districts Fund is provided to account for the operation and maintenance of the Town's water, sewer, refuse, park and advanced life-support districts. The major revenues of this fund are real property taxes, departmental income and intergovernmental charges.

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, other than those financed by proprietary funds.

The Town also reports the following non-major governmental funds:

Special Revenue Funds:

Community Development Fund - Housing Assistance Payments Program - The Community Development Fund is used to account for grants and entitlements received by the Town from the U.S. Department of Housing and Urban Development.

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

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

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

- b. Proprietary Funds - Proprietary funds consist of internal service funds. Internal service funds account for those operations that provide services to other departments or agencies of the government, or to other governments on a cost reimbursement basis. The Town has established its Workers' Compensation Benefits and General Liability Claims funds as internal service funds.
- c. Fiduciary Funds (Not Included in Government-Wide Financial Statements) - The Fiduciary Funds are used to account for assets held by the Town in an agency capacity on behalf of others. The Agency Fund is also used to account for deposits and other liabilities that are payable to other jurisdictions or individuals.

**D. Measurement Focus/Basis of Accounting and Financial Statement Presentation**

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

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

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

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

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

**Deposits and Risk Disclosure**

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

The Town's investment policies are governed by State statutes. The Town has adopted its own written investment policy which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The Town is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions, accordingly, the Town's policy provides for no credit risk on investments.

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit at 100% of all deposits not covered by Federal deposit insurance. The Town 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.

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

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. GASB Statement No. 40 directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the Town's name. The Town's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at December 31, 2015.

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

**Taxes Receivable** - Real property taxes attach as an enforceable lien on real property and are levied on January 1st. The Town collects county, town, highway and special district taxes which are due April 1st and payable without penalty to April 30th. School districts taxes for the period July 1st to June 30th are levied on July 1st and are due on September 1st with the first half payable without penalty until September 30th and the second half payable without penalty until January 31st. The Town guarantees the full payment of the County and school districts warrants and assumes the responsibility for uncollected taxes. The Town also has the responsibility for conducting in-rem foreclosure proceedings.

The Town functions in both a fiduciary and guarantor relationship with the County of Westchester and the various school districts located within the Town with respect to the collection and payment of real property taxes levied by such jurisdictions. County taxes are included in the Town's levy and are payable without penalty for thirty days. The County Charter provides for the Town to collect County and school districts taxes and remit them as collected to the respective municipality. However, the Town must remit to the County sixty percent of the amount levied by May 25th and the balance of forty percent on October 15th. With respect to school districts taxes, the Charter provides that the Town satisfy the warrant of each school district by April 5th. Thus, the Town's fiduciary responsibility is from the date of the levy until the due date of the respective tax warrant at which time the Town must satisfy its obligation to the municipalities regardless of the amounts collected. The County tax warrant is due in October and uncollected County taxes have been accounted for in a manner similar to Town taxes. The collection of school districts taxes is deemed a financing transaction until the warrants are satisfied.

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

**Advances for Proposed Special Districts** - Advances for proposed special districts represent funds expended prior to the establishment of a special district. The advances will be repaid when the district's operations commence. The advances are equally offset by a nonspendable fund balance, in the fund financial statements, which indicates that the funds are not "available" for appropriation and are not "available spendable resources" even though they are a component of current assets.

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

**Due From/To Other Funds** - During the course of its operations, the Town 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 December 31, 2015, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

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

**Prepaid Expenses/Expenditures** - Certain payments to vendors reflect costs applicable to future accounting periods, and are recorded as prepaid items using the consumption method in both the government wide and fund financial statements. Prepaid expenses/expenditures consist of costs which have been satisfied prior to the end of the fiscal year, but represent amounts 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, which indicates that these amounts do not constitute "available spendable resources" even though they are a component of current assets.

**Investment in Joint Venture** - The investment in joint venture represents the Town's 49% equity interest in the Northern Westchester Joint Water Works.

**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 Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded as historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the Town chose to include all such items regardless of their acquisition date or amount. The Town 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).

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



**Town of Yorktown, New York**

Notes to Financial Statements  
December 31, 2015

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

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

<u>Class</u>	<u>Life in Years</u>
Land improvements	20
Buildings and improvements	20-50
Infrastructure	20-40
Machinery and equipment	5-20

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

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

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

The Town reported deferred inflows of resources of \$2,832,558 for real property taxes in the General Fund. The Town also reported deferred inflows of resources of \$186,723 for taxes collected in advance in the General Fund and in the government-wide Statement of Net Position. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

The Town also reports deferred outflows of resources and deferred inflows of resources in relation to its pension obligations. These amounts are detailed in the discussion of the Town's pension plans in Note 3F.

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

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

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

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

**Net Pension Liability** - The net pension liability represents the Town's proportionate share of the net pension liability of the New York State and Local Employees' 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*".

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

**Fund Balances** - Generally, fund balance represents the difference between current assets and deferred outflows of resources and current liabilities and deferred inflows of resources. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the Town 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, advances) 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 the 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 Town. The Town Board is the highest level of decision making Town for the Town 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 Town Board 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 Town Board.

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

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

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

In order to calculate the amounts to report as restricted and unrestricted fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the Town's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the Town'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, Highway and Special Districts 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 July 11, 2016.

## Town of Yorktown, New York

Notes to Financial Statements  
December 31, 2015

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### **Note 2 - Stewardship, Compliance and Accountability**

#### **A. Budgetary Data**

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

- a) Prior to October 20th, the head of each administrative unit shall submit to the budget officer an estimate of revenues and expenditures for such administrative unit for the ensuing year.
- b) The budget officer, upon completion of the review of the estimates, shall prepare a tentative budget and file such budget in the office of the Town Clerk on or before October 30th.
- c) On or before November 10th, the Town Clerk shall present the tentative budget to the Town Board.
- d) The Town Board shall review the tentative budget and may make such changes, alterations and revisions as it shall consider advisable and which are consistent with law. Upon completion of such review, the tentative budget and any modifications as approved by the Town Board shall become the preliminary budget.
- e) On or before December 10th, the Town Board shall hold a public hearing on the preliminary budget.
- f) After the public hearing, the Town Board may further change, alter and revise the preliminary budget subject to provisions of the law.
- g) The preliminary budget as submitted or amended shall be adopted by resolution no later than December 20th.
- h) Formal budgetary integration is employed during the year as a management control device for General, Highway, Special Districts, Public Library and Debt Service funds.
- i) Budgets for General, Highway, Special Districts, Public Library and Debt Service funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. Annual budgets are not adopted for the Community Development, Special Purpose and Proprietary funds.
- j) The Town 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 Town Board. Any modification to appropriations resulting from an increase in revenue estimates or supplemental reserve appropriations also require a majority vote by the Town Board.
- k) Appropriations in the General, Highway, Special Districts, Public Library and Debt Service funds lapse at the end of the fiscal year, except that outstanding encumbrances, if any, 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 Town Board.

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

**B. Property Tax Limitation**

The Town is not limited as to the maximum amount of real property taxes which may be raised. However, on June 24, 2011, the Governor signed Chapter 97 of the Laws of 2011 ("Tax Levy Limitation Law"). This applies to all local governments.

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

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

The Tax Levy Limitation Law imposes a limitation on increases in the real property tax levy, subject to certain exceptions. The Tax Levy Limitation Law permits the Town 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 20 National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the coming fiscal year minus the average of the National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the prior fiscal year, divided by (ii) the average of the National Consumer Price Indexes determined by the United States with the result expressed as a decimal to four places. The Town 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 Town, including exclusions for certain portions of the expenditures for retirement system contributions and tort judgments payable by the Town. The Town Board may adopt a budget that exceeds the tax levy limit for the coming fiscal year, only if the Town Board first enacts, by a vote of at least sixty percent of the total voting power of the Town Board, a local law to override such limit for such coming fiscal year.

**C. Fund Deficits**

A deficit balance of \$741,870 exists in the Internal Service Fund – Workers' Compensation Benefits Fund as of December 31, 2015. The Workers' Compensation Benefits Fund deficit is attributable to the accrual of claims including incurred but not reported claims which will be satisfied in subsequent years. This deficit will be addressed in future periods.

**D. Capital Projects Fund Deficit**

The unassigned deficit of \$5,340,636 in the Capital Projects Fund arises in-part because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance construction of capital projects are not recognized as an "other financing source". Liabilities for bond anticipation notes are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed or converted to permanent financing. These deficits will be reduced and eliminated as the bond anticipation notes are redeemed from interfund transfers from other

## Town of Yorktown, New York

Notes to Financial Statements  
December 31, 2015

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

governmental funds or are 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 these projects. These deficits will be eliminated with the subsequent receipt or issuance of authorized financing.

#### **E. Excess of Actual Expenditures Over Budget**

The 1995 Mohegan East Sewer District and WPC Ammonia Removal and Equipment Upgrade projects exceeded their budgetary authorizations by \$22,412 and \$4,078.

#### **F. Cumulative Effect of Change in Accounting Principle**

For the year ended December 31, 2015, the Town implemented 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". These statements seek to improve accounting and financial reporting by state and local governments for pensions by establishing standards for measuring and recognizing liabilities, deferred outflows/inflows of resources and expenses/expenditures. These statements also require the identification of the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value and attribute that present value to periods of employee service. As a result of adopting these standards, the government-wide financial statements reflect a cumulative effect for the change in accounting principle of \$280,462.

#### **G. Prior Period Adjustment**

The Town, during the 2015 year, determined that certain capital outlay amounts from prior years were improperly expensed rather than capitalized. As a result, a prior period adjustment to increase capital assets in the amount of \$5,939,651 was necessary.

### **Note 3 - Detailed Notes on All Funds**

#### **A. Taxes Receivable**

Taxes receivable at December 31, 2015 consisted of the following:

Town and County taxes - Current	\$ 690,636
School districts taxes - Current	37,830,701
Taxes receivable - Overdue	3,444,409
Property acquired for taxes	<u>559,253</u>
	42,524,999
Allowance for uncollectible taxes	<u>(1,683,024)</u>
	<u>\$ 40,841,975</u>

School district taxes are offset by liabilities to the school districts which will be paid no later than April 5, 2016. Taxes receivable are also partially offset by deferred tax revenues of \$2,832,558, which represents an estimate of the taxes receivable which will not be collected within the first sixty days of the subsequent year.

**Town of Yorktown, New York**

Notes to Financial Statements (Continued)  
December 31, 2015

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

**B. Due From/To Other Funds**

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

Fund	Due From	Due To
General	\$ 31,541	\$ 213,058
Highway	-	261,593
Special Districts	-	42,689
Non-Major Governmental	-	31,541
Internal Service	517,340	-
	\$ 548,881	\$ 548,881

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

**C. Investment in Joint Venture**

The Town, together with the Town of Cortlandt, the Town of Somers and the Montrose Improvement District, participate in the Northern Westchester Joint Water Works. The purpose of the joint venture is to construct, maintain and operate a water works transmission system for its members. The Town has an equity interest in the joint venture of 49%.

The following is an audited summary of financial information included in the financial statements of the joint venture.

Total Assets	\$ 22,010,995
Total Deferred Outflow	342,467
Total Liabilities	4,228,901
Total Deferred Inflow	32,917
Total Equity	18,091,644
Total Operating Revenues	10,962,917
Total Non-Operating Revenues	31,191
Total Expenses	11,074,685

**D. Capital Assets**

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

	Balance January 1, 2015	Prior Period Adjustment	Balance January 1, 2015, as restated	Additions	Deletions	Balance December 31, 2015
Capital Assets, not being depreciated						
Land	\$ 15,184,930	\$ -	\$ 15,184,930	\$ -	\$ -	\$ 15,184,930
Construction-in-progress	29,829,023	5,939,651	35,768,674	1,353,196	8,608,212	28,513,658
Total Capital Assets, not being depreciated	\$ 45,013,953	\$ 5,939,651	\$ 50,953,604	\$ 1,353,196	\$ 8,608,212	\$ 43,698,588

**Town of Yorktown, New York**

Notes to Financial Statements (Continued)  
December 31, 2015

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

	Balance January 1, 2015	Prior Period Adjustment	Balance January 1, 2015, as restated	Additions	Deletions	Balance December 31, 2015
Capital Assets, being depreciated						
Land improvements	\$ 8,227,519	\$ -	\$ 8,227,519	\$ 527,929	\$ -	\$ 8,755,448
Buildings and improvements	32,796,350	-	32,796,350	600,497	118,000	33,278,847
Infrastructure	66,424,848	-	66,424,848	7,903,763	-	74,328,611
Machinery and equipment	15,641,449	-	15,641,449	1,432,469	158,447	16,915,471
<b>Total Capital Assets, being depreciated</b>	<b>123,090,166</b>	<b>-</b>	<b>123,090,166</b>	<b>10,464,658</b>	<b>276,447</b>	<b>133,278,377</b>
Less Accumulated Depreciation for						
Land improvements	4,448,779	-	4,448,779	299,292	-	4,748,071
Buildings and improvements	9,905,971	-	9,905,971	664,030	118,000	10,452,001
Infrastructure	45,066,301	-	45,066,301	1,247,302	-	46,313,603
Machinery and equipment	12,161,382	-	12,161,382	652,728	158,447	12,655,663
<b>Total Accumulated Depreciation</b>	<b>71,582,433</b>	<b>-</b>	<b>71,582,433</b>	<b>2,863,352</b>	<b>276,447</b>	<b>74,169,338</b>
<b>Total Capital Assets, being depreciated, net</b>	<b>\$ 51,507,733</b>	<b>\$ -</b>	<b>\$ 51,507,733</b>	<b>\$ 7,601,306</b>	<b>\$ -</b>	<b>\$ 59,109,039</b>
Capital Assets, net	\$ 96,521,686	\$ 5,939,651	\$ 102,461,337	\$ 8,954,502	\$ 8,608,212	\$ 102,807,627

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

<b>Governmental Activities:</b>		
General Government Support		\$ 140,268
Public Safety		198,759
Transportation		989,793
Economic Opportunity and Development		16,244
Culture and Recreation		475,155
Home and Community Services		1,043,133
<b>Total Depreciation Expense</b>		<b>\$ 2,863,352</b>

**E. Short-Term Capital Borrowings**

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

Purpose	Original Issue Date	Maturity Date	Interest Rate	Balance January 1, 2015	New Issues	Redemptions	Balance December 31, 2015
Hunterbrook Rt. 202 Extension	12/05/08	12/16/16	1.06 %	\$ 743,000	\$ -	\$ 138,250	\$ 604,750
Gomer Street Sewer	12/05/08	12/16/16	1.06	450,000	-	30,750	419,250
Library HVAC	12/20/10	-	-	200,000	-	200,000	-
Commerce Streetscape Phase II	12/30/09	-	-	140,000	-	140,000	-
Yorktown Sewer Consent Order Improvement	12/15/03	12/16/16	1.06	1,125,000	-	250,000	875,000
Suncrest Sewer	12/05/08	12/16/16	1.06	590,000	-	31,500	558,500
Kitchawan Water District	12/15/05	12/16/16	1.06	95,000	-	55,000	40,000
Overlook Sewer	12/05/08	12/16/16	1.06	1,048,000	-	65,000	983,000
Baptist/Mohegan/Sherman/Old Crompond Bridge	12/30/09	-	-	90,000	-	90,000	-
Open Space	12/20/10	12/16/16	1.06	616,000	-	399,520	216,480
Improve/Construct Roads	05/12/15	05/12/16	0.99	-	1,450,000	-	1,450,000
Improve Sparkle Lake Dam	05/12/15	05/12/16	0.99	-	270,000	-	270,000
Improve Various Town Buildings	05/12/15	05/12/16	0.99	-	175,389	-	175,389
General Heavy Equipment and Machinery	05/12/15	05/12/16	0.99	-	100,000	-	100,000
Highway Heavy Equipment and Machinery	05/12/15	05/12/16	0.99	-	720,000	-	720,000
Various Items	05/12/15	05/12/16	0.99	-	409,500	-	409,500
				<b>\$ 5,097,000</b>	<b>\$ 3,124,889</b>	<b>\$ 1,400,020</b>	<b>\$ 6,821,869</b>



**Town of Yorktown, New York**

Notes to Financial Statements (Continued)  
December 31, 2015

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

Liabilities for bond anticipation notes are generally accounted for in the Capital Projects Fund. Bond anticipation notes issued for judgments or settled claims are 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 \$49,442 were recorded in the fund financial statements in the funds identified below. Interest expense of \$70,705 was recorded in the government-wide financial statements for governmental activities.

<u>Fund</u>	<u>Amount</u>
General	\$ 2,231
Special Districts	45,271
Non-Major Governmental	<u>1,940</u>
	<u>\$ 49,442</u>

**F. Long-Term Liabilities**

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

	<u>Balance January 1, 2015</u>	<u>Cumulative Effect of Change in Accounting Principle</u>	<u>Balance as Restated January 1, 2015</u>	<u>New Issues/ Additions</u>	<u>Maturities and/or Payments</u>	<u>Balance December 31, 2015</u>	<u>Due Within One Year</u>
Bonds Payable							
Capital Construction	\$ 18,630,000	\$ -	\$ 18,630,000	\$ -	\$ 1,060,000	\$ 17,570,000	\$ 780,000
Other	2,320,000	-	2,320,000	-	550,000	1,770,000	565,000
	<u>20,950,000</u>	<u>-</u>	<u>20,950,000</u>	<u>-</u>	<u>1,610,000</u>	<u>19,340,000</u>	<u>1,345,000</u>
Other Non-Current Liabilities:							
Claims Payable	716,716	-	716,716	1,757,502	1,059,518	1,414,700	144,000
Compensated Absences	1,377,595	-	1,377,595	5,587	137,000	1,246,182	125,000
Net pension liability	-	2,629,843	2,629,843	-	721,498	1,908,345	-
Other Post Employment Benefit Obligations Payable	20,180,000	-	20,180,000	4,160,000	790,000	23,550,000	-
Total Other Non-Current Liabilities	<u>22,274,311</u>	<u>2,629,843</u>	<u>24,904,154</u>	<u>5,923,089</u>	<u>2,708,016</u>	<u>28,119,227</u>	<u>269,000</u>
Total Long-Term Liabilities	<u>\$ 43,224,311</u>	<u>\$ 2,629,843</u>	<u>\$ 45,854,154</u>	<u>\$ 5,923,089</u>	<u>\$ 4,318,016</u>	<u>\$ 47,459,227</u>	<u>\$ 1,614,000</u>

Each governmental fund's liability for bonds, claims payable, compensated absences, net pension liability and other post employment benefit obligations is liquidated by the General, Special Districts and Debt Service funds.

**Town of Yorktown, New York**

Notes to Financial Statements (Continued)  
December 31, 2015

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

**Bonds Payable**

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

<u>Purpose</u>	<u>Year of Issue</u>	<u>Original Issue Amount</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Amount Outstanding at December 31, 2015</u>
Sewer District Improvements	1996	\$ 260,000	June, 2016	2.637 %	\$ 15,000
Environmental Improvements	1998	1,500,000	June, 2018	2.635 - 3.105	300,000
Environmental Improvements	1998	7,400,113	June, 2018	2.6210 - 3.283	1,470,000
Sewer District Improvements	2002	670,800	October, 2031	4.5220 - 5.082	330,000
Sewer District Improvements	2003	5,644,195	July, 2030	5.5060 - 6.306	3,395,000
Sewer District Improvements	2004	5,960,770	May, 2033	4.0610 - 4.625	4,110,000
Sewer District Improvements	2007	11,995,329	March, 2037	4.130 - 4.656	9,720,000
					<u>\$ 19,340,000</u>

Interest expenditures of \$481,467 were recorded in the fund financial statements in the following funds:

<u>Fund</u>	<u>Amount</u>
General	\$ 16,098
Special Districts	<u>465,369</u>
	<u>\$ 481,467</u>

Interest expense of \$473,641 was recorded in the government-wide financial statements for governmental activities.

**Payments to Maturity**

The annual requirements to amortize all bonded debt outstanding as of December 31, 2015 including interest payments of \$9,109,184 are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 1,345,000	\$ 888,320	\$ 2,233,320
2017	1,375,000	837,312	2,212,312
2018	1,420,000	782,309	2,202,309
2019	820,000	734,425	1,554,425
2020	855,000	695,096	1,550,096
2021-2025	4,550,000	2,822,055	7,372,055
2026-2030	4,480,000	1,670,397	6,150,397
2031-2035	3,400,000	627,578	4,027,578
2036-2037	1,095,000	51,692	1,146,692
	<u>\$ 19,340,000</u>	<u>\$ 9,109,184</u>	<u>\$ 28,449,184</u>

**Town of Yorktown, New York**

Notes to Financial Statements (Continued)  
December 31, 2015

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

**Claims Payable**

The Internal Service Funds and the government-wide financial statements reflect workers' compensation liabilities and general liability claim liabilities. These liabilities are based upon estimates of the ultimate cost of claims (including future claim adjustment expenses) that have been reported, but not settled, and of claims that have been incurred but not reported. The length of time for which such costs must be estimated varies depending on the coverage involved. Because actual claim costs depend on such complex factors as inflation, changes in doctrines of legal liability and damage awards, the process used in computing claim liabilities does not necessarily result in an exact amount. Claim liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency and other economic and social factors. A provision for inflation in the calculation of estimated future claims costs is implicit in the calculation because reliance is placed both on actual historical data that reflects past inflation and other factors that are considered to be appropriate modifiers of past experience.

An analysis of the activity of unpaid claim liabilities for the year ended December 31, 2015 is as follows:

	Year Ended December 31, 2015		Year Ended December 31, 2014	
	Workers' Compensation Benefits	General Liability Claims	Workers' Compensation Benefits	General Liability Claims
Balance - Beginning of Year	\$ 646,680	\$ 70,036	\$ 817,904	\$ 134,229
Provision for Claims and Claims Adjustment Expenses	1,750,002	7,500	474,853	49,792
Claims and Claims Adjustment Expenses Paid	<u>(1,052,018)</u>	<u>(7,500)</u>	<u>(646,077)</u>	<u>(113,985)</u>
Balance - End of Year	<u>\$ 1,344,664</u>	<u>\$ 70,036</u>	<u>\$ 646,680</u>	<u>\$ 70,036</u>
Due Within One Year	<u>\$ 134,000</u>	<u>\$ 10,000</u>	<u>\$ 65,000</u>	<u>\$ 10,000</u>

**Compensated Absences**

The collective bargaining agreements with the Superior Police Officers and all other Police Officers provide that an officer with twenty years of service shall be compensated for 75% of accumulated sick leave at current salary rates. Employees with ten years of service and who have attained the age of 55 are entitled to 50% of their accumulated sick leave. All employees are compensated for unused vacation leave upon retirement. The value of the compensated absences has been reflected in the government-wide financial statements.

**Town of Yorktown, New York**

Notes to Financial Statements (Continued)  
December 31, 2015

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

**Pension Plans**

*New York State and Local Retirement System*

The Town participates in the New York State and Local Employees' Retirement System ("ERS") and the New York State and Local Police and Fire Retirement System ("PFRS") which are collectively referred to as the New York State and Local Retirement System ("System"). These are cost-sharing, multiple-employer defined benefit pension plans. The System provides retirement benefits as well as death and disability benefits. The net position of the System is held in the New York State Common Retirement Fund ("Fund"), which was established to hold all net assets and record changes in plan net position. The Comptroller of the State of New York serves as the 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 Town 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/publications/index.php](http://www.osc.state.ny.us/retire/publications/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 ending in 2016 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	1 75i	25.2 %
	2 75i	23.1
	3 A14	18.8
	4 A15	18.8
	5 A15	15.5
	6 A15	10.5
PFRS	1 384D	29.9
	2 384D	24.7
	5 384D	20.1
	6 384D	14.3

At December 31, 2015, the Town reported a liability of \$1,466,832 for its proportionate share of the net pension liability of ERS and a liability of \$441,513 for its proportionate share of the net pension liability of PFRS. The net pension liability was measured as of March 31, 2015, and the

**Town of Yorktown, New York**

Notes to Financial Statements (Continued)  
December 31, 2015

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

total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Town'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. At December 31, 2015, the Town's proportion was .04342% for ERS and .160399% for PFRS. For this first year of implementation, the System reported no change in the allocation percentage measured as of March 31, 2014.

For the year ended December 31, 2015, the Town recognized pension expense in the government-wide financial statements of \$1,366,503 for ERS and \$1,176,397 for PFRS. Pension expenditures of \$2,189,354 for ERS and \$1,558,495 for PFRS were recorded in the fund financial statements and were charged to the following funds:

	<u>ERS</u>	<u>PFRS</u>
General Fund	\$ 1,104,481	\$ 1,558,495
Highway	376,834	-
Special Districts	503,330	-
Non-Major Governmental	<u>204,709</u>	<u>-</u>
Total	<u>\$ 2,189,354</u>	<u>\$ 1,558,495</u>

At December 31, 2015, the Town reported deferred outflows of resources related to pensions from the following sources:

	<u>ERS</u>	<u>PFRS</u>
	<u>Deferred</u>	<u>Deferred</u>
	<u>Outflows</u>	<u>Outflows</u>
	<u>of Resources</u>	<u>of Resources</u>
Differences between expected and actual experience	\$ 46,955	\$ 53,244
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	254,770	148,231
Changes in proportion and differences between Town contributions and proportionate share of contributions	156,017	35,237
Town contributions subsequent to the measurement date	<u>1,584,829</u>	<u>1,080,555</u>
	<u>\$ 2,042,571</u>	<u>\$ 1,317,267</u>

**Town of Yorktown, New York**

Notes to Financial Statements (Continued)  
December 31, 2015

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

\$1,584,829 and \$1,080,555 reported as deferred outflows of resources related to ERS and PFRS, respectively, resulting from the Town'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, 2016. 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:

<u>Year Ended</u> <u>March 31,</u>	<u>ERS</u>	<u>PFRS</u>
2016	\$ 114,436	\$ 54,754
2017	114,436	54,754
2018	114,436	54,754
2019	114,434	54,754
2020	-	17,696

The total pension liability for the March 31, 2015 measurement date was determined by using an actuarial valuation as of April 1, 2014, with update procedures used to roll forward the total pension liabilities to March 31, 2015. The total pension liabilities for the March 31, 2014 measurement date were determined by using an actuarial valuation as of April 1, 2014. Significant actuarial assumptions used in the April 1, 2014 valuation were as follows:

Actuarial cost method	Entry age normal
Inflation	2.7%
Salary scale	4.9% in ERS, 6.0% in PFRS indexed by service
Investment rate of return	7.5% compounded annually, net of investment expenses, including inflation
Cost of living adjustments	1.4% annually

Annuitant mortality rates are based on the April 1, 2005 - March 31, 2010 System's experience with adjustments for mortality improvements based on Society of Actuaries Scale MP-2014.

The actuarial assumptions used in the April 1, 2014 valuation are based on the results of an actuarial experience study for the period April 1, 2005 - March 31, 2010.

The long-term expected rate of return on pension plan investments was determined in accordance with Actuarial Standard of Practice ("ASOP") No. 27, *Selection of Economic Assumptions for Measuring Pension Obligations*. ASOP No. 27 provides guidance on the selection of an appropriate assumed investment rate of return. Consideration was given to expected future real rates of return (expected returns, net of pension plan investment expense and inflation) for equities and fixed income as well as historical investment data and plan performance. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of March 31, 2015 and 2014 are summarized below.

**Town of Yorktown, New York**

Notes to Financial Statements (Continued)

December 31, 2015

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

<u>Asset Type</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	38 %	7.30 %
International Equity	13	8.55
Private Equity	10	11.00
Real Estate	8	8.25
Absolute Return Strategies	3	6.75
Opportunistic Portfolio	3	8.60
Real Assets	3	8.65
Bonds and Mortgages	18	4.00
Cash	2	2.25
Inflation Indexed Bonds	<u>2</u>	4.00
	<u>100 %</u>	

The discount rate used to calculate the total pension liability was 7.5%. 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 Town's proportionate share of the net pension liability calculated using the discount rate of 7.5%, as well as what the Town'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 (6.5%) or 1 percentage point higher (8.5%) than the current rate:

	<u>1% Decrease (6.5%)</u>	<u>Current Assumption (7.5%)</u>	<u>1% Increase (8.5%)</u>
Town's proportionate share of the ERS net pension liability (asset)	<u>\$ 9,777,072</u>	<u>\$ 1,466,832</u>	<u>\$ (5,549,070)</u>
Town's proportionate share of the PFRS net pension liability (asset)	<u>\$ 5,878,520</u>	<u>\$ 441,513</u>	<u>\$ (4,115,026)</u>

**Town of Yorktown, New York**

Notes to Financial Statements (Continued)  
December 31, 2015

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

The components of the collective net pension liability as of the March 31, 2015 measurement date were as follows:

	ERS	PFRS	Total
Total pension liability	\$ 164,591,504,000	\$ 28,474,417,000	\$ 193,065,921,000
Fiduciary net position	161,213,259,000	28,199,157,000	189,415,416,000
Employers' net pension liability	<u>\$ 3,378,245,000</u>	<u>\$ 275,260,000</u>	<u>\$ 3,650,505,000</u>
Fiduciary net position as a percentage of total pension liability	<u>97.9%</u>	<u>99.0%</u>	<u>98.1%</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 December 31, 2015 represent the employer contribution for the period of April 1, 2015 through December 31, 2015 based on prior year ERS and PFRS wages multiplied by the employers' contribution rate, by tier. Retirement contributions to ERS and PFRS for the nine months ended December 31, 2015 were \$1,584,829 and \$1,080,555, respectively.

**Other Post Employment Benefit Obligations Payable**

In addition to providing pension benefits, the Town provides certain health care benefits for retired employees. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Town may vary according to length of service. The cost of providing post-employment health care benefits is shared between the Town and the retired employee. Substantially all of the Town's employees may become eligible for those benefits if they reach normal retirement age while working for the Town. The cost of retiree health care benefits is recognized as an expenditure as claims are paid within the governmental funds.

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

Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Calculations are based on the OPEB benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. The actuarial calculations of the OPEB plan reflect a long-term perspective.



**Town of Yorktown, New York**

Notes to Financial Statements (Continued)

December 31, 2015

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

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

<u>Year Ended December 31,</u>	<u>Assumed Increase</u>
2016	9.00 %
2017	8.50
2018	8.00
2019	7.50
2020	7.00
2021	6.50
2022	6.00
2023	5.50
2024+	5.00

The amortization basis is the level percentage of payroll method with an open amortization approach. The actuarial assumptions include a 4.5% investment rate of return. The Town currently has no assets set aside for the purpose of paying post employment benefits. The actuarial cost method utilized was the unit credit method.

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

Active Employees	226
Retired Employees	<u>94</u>
Total	<u><u>320</u></u>

Amortization Component:	
Actuarial Accrued Liability as of January 1, 2015	\$ 43,550,000
Assets at Market Value	<u>-</u>
Unfunded Actuarial Accrued Liability ("UAAL")	<u>\$ 43,550,000</u>
Funded Ratio	<u>0.00%</u>
Covered Payroll (Active Plan Members)	<u>\$ 20,220,000</u>
UAAL as a Percentage of Covered Payroll	<u>215.38%</u>
Annual Required Contribution	\$ 4,440,000
Interest on Net OPEB Obligation	910,000
Adjustment to Annual Required Contribution	<u>(1,190,000)</u>
Annual OPEB Cost	4,160,000
Contributions Made	<u>(790,000)</u>
Increase in Net OPEB Obligation	3,370,000
Net OPEB Obligation - Beginning of Year	<u>20,180,000</u>
Net OPEB Obligation -End of Year	<u><u>\$ 23,550,000</u></u>

**Town of Yorktown, New York**

Notes to Financial Statements (Continued)

December 31, 2015

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

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

Fiscal Year Ended December 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2013	\$ 3,950,000	16.2 %	\$ 16,790,000
2014	4,000,000	15.3	20,180,000
2015	4,160,000	19.0	23,550,000

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

**G. 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	Highway Fund	Special Districts Fund	Capital Projects Fund	
General Fund	\$ -	\$ 1,143,100	\$ -	\$ 402,822	\$ 1,545,922
Special Districts Fund	1,493,193	89,250	31,964	1,179,508	2,793,915
Capital Projects Fund	198,053	-	257,180	-	455,233
Non-Major Governmental Funds	-	-	-	200,000	200,000
	<u>\$ 1,691,246</u>	<u>\$ 1,232,350</u>	<u>\$ 289,144</u>	<u>\$ 1,782,330</u>	<u>\$ 4,995,070</u>

Transfers are used to 1) move amounts earmarked in the operating funds to fulfill commitments for Capital Projects Fund expenditures and 2) move amounts earmarked in the operating funds to fulfill commitments for General, Highway and Special District funds expenditures.

**H. Net Position**

The components of net position are detailed below:

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

**Town of Yorktown, New York**

Notes to Financial Statements (Continued)  
December 31, 2015

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

*Restricted for General Liability* - the component of net position that has been established to set aside funds to be used for a specific purpose in accordance with Section 6n of General Municipal Law.

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

*Restricted for Trusts* - the component of net position that has been established to set aside funds in accordance with the terms of the gift or grant.

*Restricted for Parklands* - the component of net position that has been established pursuant to New York State Law. These amounts represent funds received by the Town in lieu of parklands as condition precedent to the approval of a parcel by the Planning Board. These funds may be used only for recreation purposes.

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

Town of Yorktown, New York

Notes to Financial Statements (Continued)  
December 31, 2015

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

**I. Fund Balances**

	2015					2014						
	General Fund	Highway Fund	Special Districts Fund	Capital Projects Fund	Other Governmental Funds	Total	General Fund	Highway Fund	Special Districts Fund	Capital Projects Fund	Other Governmental Funds	Total
<b>Nonspendable</b>												
Advances	\$ 114,943	\$ -	\$ -	\$ -	\$ -	\$ 114,943	\$ 105,925	\$ -	\$ -	\$ -	\$ -	\$ 105,925
Prepaid expenditures	600,603	96,793	126,837	-	60,927	885,160	623,536	96,793	126,837	-	60,506	907,672
<b>Total Nonspendable</b>	<b>715,546</b>	<b>96,793</b>	<b>126,837</b>	<b>-</b>	<b>60,927</b>	<b>1,000,103</b>	<b>729,461</b>	<b>96,793</b>	<b>126,837</b>	<b>-</b>	<b>60,506</b>	<b>1,013,597</b>
<b>Restricted</b>												
Employee benefit accrued liability	675,911	228,121	229,172	-	112,978	1,246,182	851,643	251,280	178,128	-	96,542	1,377,593
Debt service	-	-	1,151,092	-	59,917	1,211,009	-	-	1,151,092	-	59,763	1,210,855
Parklands	-	-	-	-	382,134	382,134	-	-	-	-	483,039	483,039
Trusts	-	-	-	-	646,122	646,122	-	-	-	-	653,808	653,808
<b>Total Restricted</b>	<b>675,911</b>	<b>228,121</b>	<b>1,380,264</b>	<b>-</b>	<b>1,201,151</b>	<b>3,485,447</b>	<b>851,643</b>	<b>251,280</b>	<b>1,329,220</b>	<b>-</b>	<b>1,293,152</b>	<b>3,725,295</b>
<b>Assigned</b>												
Purchases on order												
General government support	26,738	-	-	-	-	26,738	11,012	-	-	-	-	11,012
Public safety	11,514	-	-	-	-	11,514	4,472	-	-	-	-	4,472
Health	-	-	11,563	-	-	11,563	-	-	-	-	-	-
Transportation	5,580	-	-	-	-	5,580	-	12,849	-	-	-	12,849
Economic opportunity and development	2,113	-	-	-	-	2,113	754	-	-	-	-	754
Culture and recreation	13,208	-	-	-	4,406	17,614	-	-	18,093	-	-	18,093
Home and community services	928	-	314,732	-	-	315,660	125	-	909,723	-	-	909,848
	60,081	-	326,295	-	4,406	390,782	16,363	12,849	927,816	-	-	957,028
<b>Subsequent year's expenditures</b>	<b>925,000</b>	<b>-</b>	<b>3,024,000</b>	<b>-</b>	<b>86,525</b>	<b>4,035,525</b>	<b>900,000</b>	<b>-</b>	<b>3,571,500</b>	<b>-</b>	<b>250,000</b>	<b>4,721,500</b>
Tax certiorari	529,810	-	-	-	-	529,810	529,810	-	-	-	-	529,810
Ballpark	18,300	-	-	-	-	18,300	25,000	-	-	-	-	25,000
Major funds	-	745	6,922,056	-	-	6,922,801	-	31,747	7,737,664	-	-	7,769,411
<b>Non-major funds</b>												
Community development	-	-	-	-	49,708	49,708	-	-	-	-	18,549	18,549
Public Library	-	-	-	-	630,748	630,748	-	-	-	-	605,224	605,224
<b>Total Assigned</b>	<b>1,533,391</b>	<b>745</b>	<b>10,272,351</b>	<b>-</b>	<b>771,387</b>	<b>12,578,174</b>	<b>1,471,173</b>	<b>44,596</b>	<b>12,236,980</b>	<b>-</b>	<b>873,773</b>	<b>14,626,522</b>
<b>Unassigned</b>	<b>7,009,556</b>	<b>-</b>	<b>-</b>	<b>(5,340,636)</b>	<b>-</b>	<b>1,669,020</b>	<b>5,268,008</b>	<b>-</b>	<b>-</b>	<b>(5,057,727)</b>	<b>-</b>	<b>210,281</b>
<b>Total Fund Balances</b>	<b>\$ 9,934,804</b>	<b>\$ 325,659</b>	<b>\$ 11,779,452</b>	<b>\$ (5,340,636)</b>	<b>\$ 2,033,465</b>	<b>\$ 18,732,744</b>	<b>\$ 8,320,285</b>	<b>\$ 392,669</b>	<b>\$ 13,693,037</b>	<b>\$ (5,057,727)</b>	<b>\$ 2,227,431</b>	<b>\$ 19,575,695</b>

## Town of Yorktown, New York

Notes to Financial Statements (Continued)  
December 31, 2015

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### **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.

#### **Reserved**

Advances have been established to indicate the long-term nature of funds advanced to the Special Districts Fund. These funds do not represent "available" spendable resources even though they are component of current assets.

Prepaid Expenditures has been established to account for retirement and health insurance 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.

Employee Benefit Accrued Liability - the component of fund balance that has been restricted pursuant to General Municipal Law to provide funds for the payment of unused sick time and other forms of payment for accrued leave time granted upon termination or separation from service.

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

Subsequent year's expenditures represent that at December 31, 2015, the Town Board has assigned the above amounts to be appropriated for the ensuing year's budget.

Assigned for tax certiorari is used to segregate a portion of the fund balance of the General Fund to be utilized for potential tax certiorari settlements.

Assigned for ballpark has been established to set aside funds to renovate a Town owned Ballpark.

Unassigned fund balance in the General Fund represents amounts not classified as nonspendable, restricted, committed or assigned. Unassigned fund balances in the Capital Projects Fund represent the deficit balances in the projects.

### **Note 4 - Summary Disclosure of Significant Contingencies**

#### **A. Litigation**

The Town, in common with other municipalities, receives numerous notices of claims for money damages arising from false arrest, property damage or personal injury. There are also numerous tort claims pending against the Town. Town management has indicated there are individual tort claims for amounts in excess of insurance coverage. However, it is anticipated that insurance coverage will be sufficient to satisfy any resolution of the tort claims pending against the Town. The Town's claims administrator has reviewed the status of pending general liability and workers' compensation actions and has determined that the amounts reflected as liabilities in the Internal Service Funds are sufficient to satisfy any payments arising therefrom.

**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 Town, 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 the payment is made.

**B. Risk Management**

The Town has General Liability coverage with limits of \$1,000,000 each occurrence with a \$3,000,000 general aggregate with a deductible of \$25,000 each occurrence. Additional coverage has been purchased for liability claims with a limit of \$10,000,000 each occurrence with a \$10,000,000 aggregate. In addition the Town purchased insurance for Workers Compensation benefits with a maximum limit of \$10,000,000 with a self retention limit per occurrence for police officers of \$650,000 and for all other Town employees of \$575,000. The governmental funds are charged premiums by the Internal Service Funds. Accrued liabilities in the Internal Service Funds include provisions for claims reported and claims incurred but not reported.

**C. Contingencies**

The Town participates in various Federal grant programs. These programs are 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 Town anticipates such amounts, if any, to be immaterial.

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**Town of Yorktown, New York**

Required Supplementary Information  
 Schedule of Funding Progress - Other Postemployment Benefits  
 Last Three Fiscal Years

Valuation Date	Actuarial		Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
	Value of Assets	Accrued Liability				
January 1, 2013	\$ -	\$ 39,720,000	\$ 39,720,000	- %	\$ 19,580,000	202.86 %
January 1, 2014	-	40,990,000	40,990,000	-	19,840,000	206.60
January 1, 2015	-	43,550,000	43,550,000	-	20,220,000	215.38

**Town of Yorktown, New York**

Required Supplementary Information - Schedule of the  
Town's Proportionate Share of the Net Pension Liability  
New York State and Local Employees' Retirement System  
Last Ten Fiscal Years (1)

---

	<u>2015</u>
Town's proportion of the net pension liability (asset)	<u>0.0434200%</u>
Town's proportionate share of the net pension liability (asset)	<u>\$ 1,466,832</u>
Town's covered-employee payroll	<u>\$ 11,936,220</u>
Town's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	<u>12.29%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>97.90%</u>

Note - The amounts presented for each fiscal year were determined as of the March 31 measurement date within the current fiscal year.

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions*.



**Town of Yorktown, New York**

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

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	<u>2015</u>
Contractually required contribution	\$ 1,584,829
Contributions in relation to the contractually required contribution	<u>(1,584,829)</u>
Contribution deficiency (excess)	<u>\$ -</u>
Town's covered-employee payroll	<u>\$ 11,687,962</u>
Contributions as a percentage of covered-employee payroll	<u>13.56%</u>

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions*.

## Town of Yorktown, New York

Required Supplementary Information - Schedule of the  
Town's Proportionate Share of the Net Pension Liability  
New York State and Local Police and Fire Retirement System  
Last Ten Fiscal Years (1)

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	<u>2015</u>
Town's proportion of the net pension liability (asset)	<u>0.1603990%</u>
Town's proportionate share of the net pension liability (asset)	<u>\$ 441,513</u>
Town's covered-employee payroll	<u>\$ 6,120,486</u>
Town's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	<u>7.21%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>99.00%</u>

Note - The amounts presented for each fiscal year were determined as of the March 31 measurement date within the current fiscal year.

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions*.

**Town of Yorktown, New York**

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

---

	<u>2015</u>
Contractually required contribution	\$ 1,080,555
Contributions in relation to the contractually required contribution	<u>(1,080,555)</u>
Contribution deficiency (excess)	<u>\$ -</u>
Town's covered-employee payroll	<u>\$ 5,942,839</u>
Contributions as a percentage of covered-employee payroll	<u>18.18%</u>

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions*.

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**Town of Yorktown, New York**

General Fund  
 Comparative Balance Sheet  
 December 31,

	2015	2014
<b>ASSETS</b>		
Cash and equivalents	\$ 22,936,421	\$ 10,947,891
Taxes receivable		
Town and County taxes	690,636	608,597
School districts taxes	37,830,701	45,875,709
Taxes receivable - Overdue	3,444,409	3,300,284
Property acquired for taxes	559,253	633,953
	42,524,999	50,418,543
Allowance for uncollectible taxes	(1,683,024)	(1,680,665)
	40,841,975	48,737,878
Other receivables		
Accounts	164,453	219,390
State and Federal aid	8,634	-
Due from other governments	1,398,493	1,392,950
Advances for proposed special districts	114,943	105,925
Due from other funds	31,541	162,514
	1,718,064	1,880,779
Prepaid expenditures	600,603	623,536
Total Assets	\$ 66,097,063	\$ 62,190,084
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>		
Liabilities		
Accounts payable	\$ 1,204,530	\$ 654,516
Due to other governments	696,286	86,619
Due to school districts	50,483,044	50,118,752
Due to other funds	213,058	-
Unearned revenues	546,060	4,125
Total Liabilities	53,142,978	50,864,012
Deferred inflows of resources		
Taxes collected in advance	186,723	194,476
Deferred tax revenues	2,832,558	2,811,311
Total Deferred Inflows of Resources	3,019,281	3,005,787
Total Liabilities and Deferred Inflows of Resources	56,162,259	53,869,799
Fund balance		
Nonspendable	715,546	729,461
Restricted	675,911	851,643
Assigned	1,533,691	1,471,173
Unassigned	7,009,656	5,268,008
Total Fund Balance	9,934,804	8,320,285
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 66,097,063	\$ 62,190,084

**Town of Yorktown, New York**

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

2015

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Real property taxes	\$ 12,869,281	\$ 12,848,281	\$ 12,812,845	\$ (35,436)
Other tax items	790,000	790,000	918,341	128,341
Non-property taxes	5,890,000	5,890,000	6,187,351	297,351
Departmental income	2,109,000	2,109,000	2,139,319	30,319
Use of money and property	608,500	608,500	659,407	50,907
Licenses and permits	655,950	655,950	634,404	(21,546)
Fines and forfeitures	500,000	500,000	523,696	23,696
Sale of property and compensation for loss	7,000	7,000	6,561	(439)
State aid	1,211,750	1,211,750	1,438,447	226,697
Federal aid	50,000	50,000	64,689	14,689
Miscellaneous	43,500	43,500	1,174,887	1,131,387
<b>Total Revenues</b>	<b>24,734,981</b>	<b>24,713,981</b>	<b>26,559,947</b>	<b>1,845,966</b>
<b>EXPENDITURES</b>				
Current				
General government support	6,718,692	6,761,786	5,782,098	979,688
Public safety	9,892,124	10,096,933	9,980,957	115,976
Health	1,250	1,250	1,250	-
Transportation	359,275	358,485	347,676	10,809
Economic opportunity and development	617,104	653,094	603,834	49,260
Culture and recreation	3,166,932	3,200,552	3,046,914	153,638
Home and community services	548,460	521,801	459,727	62,074
Employee benefits	5,282,200	5,255,143	4,725,119	530,024
Debt service				
Principal	300,000	300,000	300,000	-
Interest	21,000	21,000	18,329	2,671
<b>Total Expenditures</b>	<b>26,907,037</b>	<b>27,170,044</b>	<b>25,265,904</b>	<b>1,904,140</b>
Excess (Deficiency) of Revenues Over Expenditures	(2,172,056)	(2,456,063)	1,294,043	3,750,106
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of equipment	-	-	175,152	175,152
Transfers in	1,493,193	1,493,193	1,691,246	198,053
Transfers out	(237,500)	(1,545,922)	(1,545,922)	-
<b>Total Other Financing Sources (Uses)</b>	<b>1,255,693</b>	<b>(52,729)</b>	<b>320,476</b>	<b>373,205</b>
<b>Net Change in Fund Balance</b>	<b>(916,363)</b>	<b>(2,508,792)</b>	<b>1,614,519</b>	<b>4,123,311</b>
<b>FUND BALANCE</b>				
Beginning of Year	916,363	2,508,792	8,320,285	5,811,493
End of Year	\$ -	\$ -	\$ 9,934,804	\$ 9,934,804

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 12,097,777	\$ 12,097,777	\$ 11,313,910	\$ (783,867)
765,000	765,000	1,067,634	302,634
5,515,000	5,515,000	6,201,206	686,206
2,183,900	2,183,900	2,057,580	(126,320)
676,500	676,500	652,881	(23,619)
664,600	664,600	569,483	(95,117)
650,000	650,000	509,993	(140,007)
7,000	7,000	123,940	116,940
1,217,500	1,217,500	1,177,750	(39,750)
55,000	55,000	51,378	(3,622)
166,700	166,700	57,493	(109,207)
<u>23,998,977</u>	<u>23,998,977</u>	<u>23,783,248</u>	<u>(215,729)</u>
6,539,614	6,483,889	5,596,928	886,961
9,666,488	9,786,292	9,585,106	201,186
1,250	1,250	1,250	-
345,913	358,981	356,242	2,739
630,381	630,092	575,584	54,508
3,076,903	3,141,104	2,986,931	154,173
548,940	569,509	519,374	50,135
4,825,500	4,903,350	4,779,143	124,207
300,000	300,000	300,000	-
44,500	44,500	36,117	8,383
<u>25,979,489</u>	<u>26,218,967</u>	<u>24,736,675</u>	<u>1,482,292</u>
<u>(1,980,512)</u>	<u>(2,219,990)</u>	<u>(953,427)</u>	<u>1,266,563</u>
-	-	-	-
1,391,805	1,391,805	1,391,805	-
(230,000)	(230,000)	(230,000)	-
<u>1,161,805</u>	<u>1,161,805</u>	<u>1,161,805</u>	<u>-</u>
(818,707)	(1,058,185)	208,378	1,266,563
<u>818,707</u>	<u>1,058,185</u>	<u>8,111,907</u>	<u>7,053,722</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,320,285</u>	<u>\$ 8,320,285</u>

**Town of Yorktown, New York**

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

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>REAL PROPERTY TAXES</b>	\$ 12,869,281	\$ 12,848,281	\$ 12,812,845	\$ (35,436)	\$ 11,313,910
<b>OTHER TAX ITEMS</b>					
Interest and penalties on real property taxes	750,000	750,000	907,802	157,802	1,022,823
Payments in lieu of taxes	40,000	40,000	10,539	(29,461)	44,811
	790,000	790,000	918,341	128,341	1,067,634
<b>NON-PROPERTY TAXES</b>					
Non-property tax distribution from County	5,000,000	5,000,000	5,203,292	203,292	5,253,721
Franchise fees	890,000	890,000	984,059	94,059	947,485
	5,890,000	5,890,000	6,187,351	297,351	6,201,206
<b>DEPARTMENTAL INCOME</b>					
Tax collector fees	7,750	7,750	11,775	4,025	6,691
Town Clerk fees	62,000	62,000	39,446	(22,554)	33,964
Police fees	10,000	10,000	16,007	6,007	6,180
Police alarm fees	65,000	65,000	64,890	(110)	63,530
Parks and recreation fees	1,102,750	1,102,750	1,153,971	51,221	1,129,823
Planning Board fees	35,000	35,000	37,846	2,846	19,142
Zoning fees	15,000	15,000	12,165	(2,835)	14,397
Inspection fees	50,000	50,000	34,159	(15,841)	41,496
Title search fees	41,000	41,000	40,700	(300)	34,427
General administration fees	26,000	26,000	2,098	(23,902)	5,258
ABACA	10,000	10,000	5,437	(4,563)	7,393
Assessors fees	1,500	1,500	961	(539)	1,145
Tax map	500	500	15	(485)	111
School resources officers	415,000	415,000	444,393	29,393	419,233
Services to other governments	162,750	162,750	159,732	(3,018)	158,134
Driving While Intoxicated Program	3,500	3,500	2,577	(923)	2,027
Section 8 Housing Assistance Fund reimbursement	101,250	101,250	113,147	11,897	114,629
	2,109,000	2,109,000	2,139,319	30,319	2,057,580



**USE OF MONEY AND PROPERTY**

Earnings on investments	60,500	60,500	66,250	5,750	66,028
Rental of real property	300,000	300,000	316,536	16,536	324,336
Special facility charges (YCCC)	248,000	248,000	276,621	28,621	262,517

	<u>608,500</u>	<u>608,500</u>	<u>659,407</u>	<u>50,907</u>	<u>652,881</u>
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**LICENSES AND PERMITS**

Certificates of occupancy	10,000	10,000	9,384	(616)	10,527
Bingo licenses	1,500	1,500	967	(533)	2,584
Dog license fund apportionment	15,000	15,000	14,556	(444)	14,843
Building permits	617,450	617,450	600,502	(16,948)	530,894
Plumbing fees	10,500	10,500	8,345	(2,155)	9,585
Non-conforming building permits	1,500	1,500	650	(850)	1,050

	<u>655,950</u>	<u>655,950</u>	<u>634,404</u>	<u>(21,546)</u>	<u>569,483</u>
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**FINES AND FORFEITURES**

Fines and forfeited bail	500,000	500,000	523,696	23,696	509,993
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**SALE OF PROPERTY AND COMPENSATION FOR LOSS**

Minor sales	2,000	2,000	2,463	463	2,438
Insurance recoveries	5,000	5,000	4,098	(902)	-

	<u>7,000</u>	<u>7,000</u>	<u>6,561</u>	<u>(439)</u>	<u>2,438</u>
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**STATE AID**

Per capita	176,750	176,750	176,777	27	176,777
Mortgage tax	975,000	975,000	1,191,723	216,723	941,477
Youth officer	8,000	8,000	8,634	634	-
Seatbelt grant	12,000	12,000	10,500	(1,500)	10,000
Nutrition program	40,000	40,000	50,678	10,678	46,876
Court grant	-	-	135	135	-
Other	-	-	-	-	2,620

	<u>1,211,750</u>	<u>1,211,750</u>	<u>1,438,447</u>	<u>226,697</u>	<u>1,177,750</u>
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**FEDERAL AID**

Nutrition program	50,000	50,000	59,669	9,669	47,932
Bullet proof vest	-	-	5,020	5,020	3,446

	<u>50,000</u>	<u>50,000</u>	<u>64,689</u>	<u>14,689</u>	<u>51,378</u>
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(Continued)

**Town of Yorktown, New York**

General Fund

Schedule of Revenues and Other Financing Sources Compared to Budget (Continued)

Year Ended December 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>MISCELLANEOUS</b>					
Refund of prior year's expenditures	\$ 5,000	\$ 5,000	\$ 173,344	\$ 168,344	\$ 3,439
Medicare Part D reimbursements	-	-	25	25	-
County grants	21,500	21,500	22,313	813	28,043
Licensing agreement	-	-	954,456	954,456	-
Unclassified	17,000	17,000	24,749	7,749	26,011
	<u>43,500</u>	<u>43,500</u>	<u>1,174,887</u>	<u>1,131,387</u>	<u>57,493</u>
<b>TOTAL REVENUES</b>	<u>24,734,981</u>	<u>24,713,981</u>	<u>26,559,947</u>	<u>1,845,966</u>	<u>23,661,746</u>
<b>OTHER FINANCING SOURCES</b>					
Sale of equipment	-	-	175,152	175,152	121,502
Transfers in					
Capital Projects Fund	-	-	198,053	198,053	-
Special Districts Fund					
Consolidated Water District	586,485	586,485	586,485	-	538,193
Sewer districts	612,978	612,978	612,978	-	565,482
Refuse District	266,425	266,425	266,425	-	261,380
Park districts	27,305	27,305	27,305	-	26,750
	<u>1,493,193</u>	<u>1,493,193</u>	<u>1,691,246</u>	<u>198,053</u>	<u>1,391,805</u>
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>1,493,193</u>	<u>1,493,193</u>	<u>1,866,398</u>	<u>373,205</u>	<u>1,513,307</u>
<b>TOTAL REVENUES AND OTHER FINANCING SOURCES</b>	<u>\$ 26,228,174</u>	<u>\$ 26,207,174</u>	<u>\$ 28,426,345</u>	<u>\$ 2,219,171</u>	<u>\$ 25,175,053</u>

**Town of Yorktown, New York**

General Fund  
 Schedule of Expenditures and Other Financing Uses Compared to Budget  
 Year Ended December 31, 2015  
 (With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>GENERAL GOVERNMENT SUPPORT</b>					
Town Board	\$ 196,838	\$ 196,794	\$ 109,811	\$ 86,983	\$ 92,486
Town Justice	599,256	599,300	544,790	54,510	587,840
Supervisor	441,350	418,050	352,774	65,276	353,548
Finance	592,849	581,399	475,086	106,313	477,994
Auditor	35,000	35,000	32,619	2,381	30,774
Receiver of Taxes	209,000	215,570	207,063	8,507	248,095
Purchasing	155,250	154,511	133,831	20,680	124,339
Board of Assessors	396,700	396,700	360,348	36,352	355,764
Town Clerk	347,250	345,536	331,840	13,696	325,103
Town Attorney	470,100	470,101	417,474	52,627	439,115
Engineer	788,675	854,675	801,518	53,157	714,583
Elections	93,850	94,981	92,432	2,549	88,956
Buildings	640,103	675,705	594,545	81,160	534,713
Community and cultural center	320,780	342,069	252,945	89,124	332,431
Public safety facilities	250,250	269,951	216,575	53,376	139,601
Central services	55,156	55,224	40,861	14,363	47,187
Central garage	318,785	318,749	282,668	36,081	264,778
Unallocated insurance	320,000	377,642	355,143	22,499	275,688
Municipal association dues	2,000	2,800	2,800	-	2,800
Taxes on Town-owned property	110,000	110,000	57,604	52,396	78,678
Property tax refunds	225,500	197,029	73,816	123,213	38,477
Metropolitan commuter transportation mobility tax	50,000	50,000	45,555	4,445	43,978
Contingency	100,000	-	-	-	-
	<u>6,718,692</u>	<u>6,761,786</u>	<u>5,782,098</u>	<u>979,688</u>	<u>5,596,928</u>
<b>PUBLIC SAFETY</b>					
Police Department	9,079,540	9,276,540	9,205,320	71,220	8,803,123
Traffic control	16,809	21,514	18,375	3,139	18,664
Jail	850	850	285	565	204
Building inspector	786,525	789,617	748,848	40,769	754,954
Civil defense	8,400	8,412	8,129	283	8,161
	<u>9,892,124</u>	<u>10,096,933</u>	<u>9,980,957</u>	<u>115,976</u>	<u>9,585,106</u>

**HEALTH**

Health services	1,250	1,250	1,250	-	1,250
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**TRANSPORTATION**

Superintendent of Highways	224,275	223,489	221,315	2,174	215,301
Street lighting	135,000	134,996	126,361	8,635	140,941
	359,275	358,485	347,676	10,809	356,242

**ECONOMIC OPPORTUNITY AND DEVELOPMENT**

Nutrition program	614,104	650,094	603,137	46,957	574,506
Historical celebrations	3,000	3,000	697	2,303	1,078
	617,104	653,094	603,834	49,260	575,584

**CULTURE AND RECREATION**

Recreation administration	525,400	544,510	533,398	11,112	521,737
Theater	64,700	64,700	-	64,700	1,914
Playgrounds and recreation centers	1,305,100	1,367,445	1,340,595	26,850	1,290,647
Joint Program for Developmentally Disabled	38,232	38,232	38,232	-	38,232
Swimming pool	418,700	388,955	378,879	10,076	387,588
Special events	21,075	20,875	19,159	1,716	18,156
Adult recreation	72,500	62,000	59,281	2,719	60,370
Youth programs	624,000	615,800	584,096	31,704	577,428
Museum	66,225	67,035	66,473	562	62,225
Senior citizens program	31,000	31,000	26,801	4,199	28,634
	3,166,932	3,200,552	3,046,914	153,638	2,986,931

**HOME AND COMMUNITY SERVICES**

Zoning Board	4,150	4,150	3,195	955	3,045
Section 8 Housing	93,200	93,200	87,253	5,947	87,610
Planning Board	437,735	411,076	357,714	53,362	418,376
Conservation	13,375	13,375	11,565	1,810	10,343
	548,460	521,801	459,727	62,074	519,374

**EMPLOYEE BENEFITS**

State retirement	1,290,000	1,134,596	1,104,481	30,115	1,309,692
Police retirement	2,040,000	1,908,082	1,558,495	349,587	1,632,765
Social security	1,100,000	1,042,346	998,040	44,306	960,257
Hospital, medical and dental insurance	631,700	665,744	652,627	13,117	560,632
Workers' compensation benefits	156,000	439,875	393,517	46,358	290,773
Unemployment benefits	20,000	20,000	1,415	18,585	5,771
Other	44,500	44,500	16,544	27,956	19,253
	5,282,200	5,255,143	4,725,119	530,024	4,779,143

(Continued)

**Town of Yorktown, New York**

General Fund  
 Schedule of Expenditures and Other Financing Uses Compared to Budget (Continued)  
 Year Ended December 31, 2015  
 (With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>DEBT SERVICE</b>					
Principal					
Serial bonds	\$ 300,000	\$ 300,000	\$ 300,000	\$ -	\$ 300,000
Interest					
Serial bonds	17,500	17,500	16,098	1,402	31,839
Bond anticipation notes	3,500	3,500	2,231	1,269	4,278
	<u>21,000</u>	<u>21,000</u>	<u>18,329</u>	<u>2,671</u>	<u>36,117</u>
	<u>321,000</u>	<u>321,000</u>	<u>318,329</u>	<u>2,671</u>	<u>336,117</u>
<b>TOTAL EXPENDITURES</b>	<u>26,907,037</u>	<u>27,170,044</u>	<u>25,265,904</u>	<u>1,904,140</u>	<u>24,736,675</u>
<b>OTHER FINANCING USES</b>					
Transfers out					
Highway Fund	7,500	1,143,100	1,143,100	-	-
Capital Projects Fund	230,000	402,822	402,822	-	230,000
<b>TOTAL OTHER FINANCING USES</b>	<u>237,500</u>	<u>1,545,922</u>	<u>1,545,922</u>	<u>-</u>	<u>230,000</u>
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>	<u>\$ 27,144,537</u>	<u>\$ 28,715,966</u>	<u>\$ 26,811,826</u>	<u>\$ 1,904,140</u>	<u>\$ 24,966,675</u>

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**Town of Yorktown, New York**

Highway Fund  
Comparative Balance Sheet  
December 31,

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	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ 588,095	\$ 468,096
Accounts receivable	69,794	-
Due from other governments	433,076	-
Prepaid expenditures	96,793	96,793
	<u>                    </u>	<u>                    </u>
Total Assets	<u>\$ 1,187,758</u>	<u>\$ 564,889</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities		
Accounts payable	\$ 600,506	\$ 172,220
Due to other funds	261,593	-
	<u>                    </u>	<u>                    </u>
Total Liabilities	<u>862,099</u>	<u>172,220</u>
Fund balance		
Nonspendable	96,793	96,793
Restricted	228,121	251,280
Assigned	745	44,596
	<u>                    </u>	<u>                    </u>
Total Fund Balance	<u>325,659</u>	<u>392,669</u>
Total Liabilities and Fund Balance	<u>\$ 1,187,758</u>	<u>\$ 564,889</u>

**Town of Yorktown, New York**

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

2015

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Real property taxes	\$ 4,826,250	\$ 4,826,250	\$ 4,826,250	\$ -
Use of money and property	5,000	5,000	3,767	(1,233)
Sale of property and compensation for loss	-	-	670	670
State aid	350,000	350,000	458,168	108,168
Miscellaneous	17,500	17,500	44,490	26,990
<b>Total Revenues</b>	<b>5,198,750</b>	<b>5,198,750</b>	<b>5,333,345</b>	<b>134,595</b>
<b>EXPENDITURES</b>				
Current				
Transportation	4,515,849	5,476,315	5,402,453	73,862
Employee benefits	792,500	1,348,126	1,345,279	2,847
<b>Total Expenditures</b>	<b>5,308,349</b>	<b>6,824,441</b>	<b>6,747,732</b>	<b>76,709</b>
Deficiency of Revenues Over Expenditures	(109,599)	(1,625,691)	(1,414,387)	211,304
<b>OTHER FINANCING SOURCES</b>				
Insurance recoveries	-	-	115,027	115,027
Transfers in	96,750	1,232,350	1,232,350	-
<b>Total Other Financing Sources</b>	<b>96,750</b>	<b>1,232,350</b>	<b>1,347,377</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>(12,849)</b>	<b>(393,341)</b>	<b>(67,010)</b>	<b>211,304</b>
<b>FUND BALANCE</b>				
Beginning of Year	12,849	393,341	392,669	(672)
End of Year	\$ -	\$ -	\$ 325,659	\$ 210,632



2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 4,627,976	\$ 4,627,976	\$ 4,627,976	\$ -
6,000	6,000	4,134	(1,866)
-	-	42,953	42,953
378,350	378,350	422,029	43,679
45,500	45,500	17,869	(27,631)
<u>5,057,826</u>	<u>5,057,826</u>	<u>5,114,961</u>	<u>57,135</u>
4,413,538	4,522,965	4,501,283	21,682
738,000	821,420	804,898	16,522
<u>5,151,538</u>	<u>5,344,385</u>	<u>5,306,181</u>	<u>38,204</u>
(93,712)	(286,559)	(191,220)	95,339
-	-	9,899	9,899
88,274	88,274	88,274	-
<u>88,274</u>	<u>88,274</u>	<u>98,173</u>	<u>9,899</u>
(5,438)	(198,285)	(93,047)	105,238
<u>5,438</u>	<u>198,285</u>	<u>485,716</u>	<u>287,431</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 392,669</u>	<u>\$ 392,669</u>

**Town of Yorktown, New York**

Special Districts Fund  
 Combining Balance Sheet - Sub Funds  
 December 31, 2015  
 (With Comparative Totals for 2014)

	Combined Water Districts	Combined Sewer Districts	Refuse District
<b>ASSETS</b>			
Cash and equivalents	\$ 2,791,445	\$ 7,627,093	\$ 752,766
Accounts receivable	1,134,802	107,906	-
Prepaid expenditures	58,379	32,500	35,958
Total Assets	<u>\$ 3,984,626</u>	<u>\$ 7,767,499</u>	<u>\$ 788,724</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities			
Accounts payable	\$ 977,184	\$ 224,208	\$ 88,911
Due to other funds	18,986	6,850	16,853
Unearned revenues	-	201,591	-
Total Liabilities	<u>996,170</u>	<u>432,649</u>	<u>105,764</u>
Fund balances			
Nonspendable	58,379	32,500	35,958
Restricted	504,867	769,092	78,828
Assigned	2,425,210	6,533,258	568,174
Total Fund Balances	<u>2,988,456</u>	<u>7,334,850</u>	<u>682,960</u>
Total Liabilities and Fund Balances	<u>\$ 3,984,626</u>	<u>\$ 7,767,499</u>	<u>\$ 788,724</u>

Combined Park Districts	Advanced Life-Support District	Totals	
		2015	2014
\$ 724,278	\$ 100,976	\$ 11,996,558	\$ 13,484,308
-	8,282	1,250,990	1,148,518
-	-	126,837	126,837
<u>\$ 724,278</u>	<u>\$ 109,258</u>	<u>\$ 13,374,385</u>	<u>\$ 14,759,663</u>
\$ 16,543	\$ 43,807	\$ 1,350,653	\$ 1,066,626
-	-	42,689	-
-	-	201,591	-
<u>16,543</u>	<u>43,807</u>	<u>1,594,933</u>	<u>1,066,626</u>
-	-	126,837	126,837
27,477	-	1,380,264	1,329,220
<u>680,258</u>	<u>65,451</u>	<u>10,272,351</u>	<u>12,236,980</u>
<u>707,735</u>	<u>65,451</u>	<u>11,779,452</u>	<u>13,693,037</u>
<u>\$ 724,278</u>	<u>\$ 109,258</u>	<u>\$ 13,374,385</u>	<u>\$ 14,759,663</u>

**Town of Yorktown, New York**

Special Districts Fund  
 Combining Schedule of Revenues, Expenditures and Changes  
 in Fund Balances - Sub Funds  
 Year Ended December 31, 2015  
 (With Comparative Totals for 2014)

	Combined Water Districts	Combined Sewer Districts	Refuse District
<b>REVENUES</b>			
Real property taxes	\$ 1,378,085	\$ 3,331,274	\$ 4,508,250
Other tax items	2,822	-	-
Departmental income	5,974,350	537,335	49,959
Intergovernmental charges	-	1,801,673	-
Use of money and property	10,864	22,963	5,047
Sale of property and compensation for loss	18,148	-	-
Miscellaneous	10,225	8	2,622
<b>Total Revenues</b>	<b>7,394,494</b>	<b>5,693,253</b>	<b>4,565,878</b>
<b>EXPENDITURES</b>			
Current			
Health	-	-	-
Culture and recreation	-	-	-
Home and community services	7,421,972	3,179,240	3,937,729
Employee benefits	711,803	236,250	293,495
Debt service			
Principal			
Serial bonds	550,000	760,000	-
Interest			
Serial bonds	39,089	426,280	-
Bond anticipation notes	922	38,374	-
<b>Total Expenditures</b>	<b>8,723,786</b>	<b>4,640,144</b>	<b>4,231,224</b>
Excess (Deficiency) of Revenues Over Expenditures	(1,329,292)	1,053,109	334,654
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	289,144	-
Transfers out	(671,235)	(1,377,430)	(318,425)
<b>Total Other Financing Uses</b>	<b>(671,235)</b>	<b>(1,088,286)</b>	<b>(318,425)</b>
<b>Net Change in Fund Balances</b>	<b>(2,000,527)</b>	<b>(35,177)</b>	<b>16,229</b>
<b>FUND BALANCES</b>			
Beginning of year	4,988,983	7,370,027	666,731
End of Year	\$ 2,988,456	\$ 7,334,850	\$ 682,960

Combined Park Districts	Advanced Life-Support District	Totals	
		2015	2014
\$ 690,544	\$ 511,473	\$ 10,419,626	\$ 10,382,002
-	936	3,758	-
-	-	6,561,644	6,384,153
-	-	1,801,673	806,366
2,619	453	41,946	51,392
-	32,557	50,705	76,672
-	-	12,855	2,410
<u>693,163</u>	<u>545,419</u>	<u>18,892,207</u>	<u>17,702,995</u>
-	527,575	527,575	512,683
169,203	-	169,203	178,065
-	-	14,538,941	12,962,142
3,114	-	1,244,662	1,250,505
-	-	1,310,000	1,260,000
-	-	465,369	507,233
5,975	-	45,271	52,377
<u>178,292</u>	<u>527,575</u>	<u>18,301,021</u>	<u>16,723,005</u>
<u>514,871</u>	<u>17,844</u>	<u>591,186</u>	<u>979,990</u>
-	-	289,144	510,708
(426,825)	-	(2,793,915)	(2,481,197)
<u>(426,825)</u>	<u>-</u>	<u>(2,504,771)</u>	<u>(1,970,489)</u>
88,046	17,844	(1,913,585)	(990,499)
<u>619,689</u>	<u>47,607</u>	<u>13,693,037</u>	<u>14,683,536</u>
<u>\$ 707,735</u>	<u>\$ 65,451</u>	<u>\$ 11,779,452</u>	<u>\$ 13,693,037</u>

**Town of Yorktown, New York**

Special Districts Fund - Water Districts  
 Combining Balance Sheet - Sub Funds  
 December 31, 2015  
 (With Comparative Totals for 2014)

	Consolidated Water	Kitchawan Water	Totals	
			2015	2014
<b>ASSETS</b>				
Cash and equivalents	\$ 2,670,226	\$ 121,219	\$ 2,791,445	\$ 4,502,245
Accounts receivable	1,132,016	2,786	1,134,802	1,036,078
Prepaid expenditures	58,379	-	58,379	58,379
<b>Total Assets</b>	<b>\$ 3,860,621</b>	<b>\$ 124,005</b>	<b>\$ 3,984,626</b>	<b>\$ 5,596,702</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities				
Accounts payable	\$ 973,896	\$ 3,288	\$ 977,184	\$ 607,719
Due to other funds	18,986	-	18,986	-
<b>Total Liabilities</b>	<b>992,882</b>	<b>3,288</b>	<b>996,170</b>	<b>607,719</b>
Fund balances				
Nonspendable	58,379	-	58,379	58,379
Restricted	504,867	-	504,867	460,036
Assigned	2,304,493	120,717	2,425,210	4,470,568
<b>Total Fund Balances</b>	<b>2,867,739</b>	<b>120,717</b>	<b>2,988,456</b>	<b>4,988,983</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 3,860,621</b>	<b>\$ 124,005</b>	<b>\$ 3,984,626</b>	<b>\$ 5,596,702</b>

**Town of Yorktown, New York**

Special Districts Fund - Water Districts  
 Combining Schedule of Revenues, Expenditures and Changes in  
 Fund Balances - Sub Funds  
 Year Ended December 31, 2015  
 (With Comparative Totals for 2014)

	Consolidated Water	Kitchawan Water	Totals	
			2015	2014
<b>REVENUES</b>				
Real property taxes	\$ 1,313,360	\$ 64,725	\$ 1,378,085	\$ 1,364,308
Other tax items	2,822	-	2,822	-
Departmental income	5,951,709	22,641	5,974,350	5,785,703
Use of money and property	10,458	406	10,864	16,615
Sale of property and compensation for loss	18,148	-	18,148	22,265
Miscellaneous	10,225	-	10,225	2,029
<b>Total Revenues</b>	<b>7,306,722</b>	<b>87,772</b>	<b>7,394,494</b>	<b>7,190,920</b>
<b>EXPENDITURES</b>				
Current				
Home and community services	7,400,596	21,376	7,421,972	6,567,236
Employee benefits	711,803	-	711,803	684,786
Debt service				
Principal	550,000	-	550,000	525,000
Interest				
Serial bonds	39,089	-	39,089	-
Bond anticipation notes	-	922	922	47,882
<b>Total Expenditures</b>	<b>8,701,488</b>	<b>22,298</b>	<b>8,723,786</b>	<b>7,824,904</b>
Excess (Deficiency) of Revenues Over Expenditures	(1,394,766)	65,474	(1,329,292)	(633,984)
<b>OTHER FINANCING USES</b>				
Transfers out	(616,235)	(55,000)	(671,235)	(593,193)
<b>Net Change in Fund Balances</b>	<b>(2,011,001)</b>	<b>10,474</b>	<b>(2,000,527)</b>	<b>(1,227,177)</b>
<b>FUND BALANCES</b>				
Beginning of Year	4,878,740	110,243	4,988,983	6,216,160
End of Year	\$ 2,867,739	\$ 120,717	\$ 2,988,456	\$ 4,988,983

**Town of Yorktown, New York**

Special Districts Fund - Sewer Districts  
 Combining Balance Sheet - Sub Funds  
 December 31, 2015  
 (With Comparative Totals for 2014)

	Yorktown	Osceola	Hunter Brook	Clover Road
<b>ASSETS</b>				
Cash and equivalents	\$ 6,494,945	\$ 161,490	\$ 140,905	\$ 12,985
Accounts receivable	107,906	-	-	-
Prepaid expenditures	32,500	-	-	-
<b>Total Assets</b>	<b>\$ 6,635,351</b>	<b>\$ 161,490</b>	<b>\$ 140,905</b>	<b>\$ 12,985</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities				
Accounts payable	\$ 212,807	\$ 582	\$ 4,610	\$ -
Due to other funds	6,850	-	-	-
Unearned revenues	201,591	-	-	-
<b>Total Liabilities</b>	<b>421,248</b>	<b>582</b>	<b>4,610</b>	<b>-</b>
Fund balances				
Nonspendable	32,500	-	-	-
Restricted	634,033	-	-	-
Assigned	5,547,570	160,908	136,295	12,985
<b>Total Fund Balances</b>	<b>6,214,103</b>	<b>160,908</b>	<b>136,295</b>	<b>12,985</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 6,635,351</b>	<b>\$ 161,490</b>	<b>\$ 140,905</b>	<b>\$ 12,985</b>



Mohegan East	Mohegan West	Bonnie and Jill	Oakside	Overlook	Suncrest
\$ 108,726	\$ 44,584	\$ 3,135	\$ 222,056	\$ 143,320	\$ 158,765
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 108,726</u>	<u>\$ 44,584</u>	<u>\$ 3,135</u>	<u>\$ 222,056</u>	<u>\$ 143,320</u>	<u>\$ 158,765</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	10,906	-	64,633	59,520	-
108,726	33,678	3,135	157,423	83,800	158,765
<u>108,726</u>	<u>44,584</u>	<u>3,135</u>	<u>222,056</u>	<u>143,320</u>	<u>158,765</u>
<u>\$ 108,726</u>	<u>\$ 44,584</u>	<u>\$ 3,135</u>	<u>\$ 222,056</u>	<u>\$ 143,320</u>	<u>\$ 158,765</u>

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**Town of Yorktown, New York**

Special Districts Fund - Sewer Districts  
 Combining Balance Sheet - Sub Funds (Continued)  
 December 31, 2015  
 (With Comparative Totals for 2014)

	Gomer Street	Hunterbrook 202 Extension	Totals	
			2015	2014
<b>ASSETS</b>				
Cash and equivalents	\$ 24,418	\$ 111,764	\$ 7,627,093	\$ 7,404,221
Accounts receivable	-	-	107,906	103,727
Prepaid expenditures	-	-	32,500	32,500
<b>Total Assets</b>	<b>\$ 24,418</b>	<b>\$ 111,764</b>	<b>\$ 7,767,499</b>	<b>\$ 7,540,448</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Accounts payable	\$ -	\$ 6,209	\$ 224,208	\$ 170,421
Due to other funds	-	-	6,850	-
Unearned revenues	-	-	201,591	-
	-	6,209	432,649	170,421
<b>Fund balances</b>				
Nonspendable	-	-	32,500	32,500
Restricted	-	-	769,092	779,624
Assigned	24,418	105,555	6,533,258	6,557,903
<b>Total Fund Balances</b>	<b>24,418</b>	<b>105,555</b>	<b>7,334,850</b>	<b>7,370,027</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 24,418</b>	<b>\$ 111,764</b>	<b>\$ 7,767,499</b>	<b>\$ 7,540,448</b>

**Town of Yorktown, New York**

Special Districts Fund - Sewer Districts  
 Combining Schedule of Revenues, Expenditures and Changes  
 in Fund Balances - Sub Funds  
 Year Ended December 31, 2015  
 (With Comparative Totals for 2014)

	Yorktown	Osceola	Hunter Brook	Clover Road
<b>REVENUES</b>				
Real property taxes	\$ 2,366,694	\$ 38,917	\$ 313,463	\$ 5,350
Departmental income	537,335	-	-	-
Intergovernmental charges	1,801,673	-	-	-
Use of money and property	18,958	424	471	47
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>4,724,660</b>	<b>39,341</b>	<b>313,934</b>	<b>5,397</b>
<b>EXPENDITURES</b>				
Current				
Home and community services	3,069,280	24,771	68,530	33
Employee benefits	236,250	-	-	-
Debt service				
Principal				
Serial bonds	381,550	-	105,000	15,000
Interest				
Serial bonds	252,310	-	66,886	285
Bond anticipation notes	10,913	-	-	-
<b>Total Expenditures</b>	<b>3,950,303</b>	<b>24,771</b>	<b>240,416</b>	<b>15,318</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>774,357</b>	<b>14,570</b>	<b>73,518</b>	<b>(9,921)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	174,388	-	-	-
Transfers out	(1,060,785)	(7,592)	(43,553)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(886,397)</b>	<b>(7,592)</b>	<b>(43,553)</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>(112,040)</b>	<b>6,978</b>	<b>29,965</b>	<b>(9,921)</b>
<b>FUND BALANCES</b>				
Beginning of Year	6,326,143	153,930	106,330	22,906
End of Year	<u>\$ 6,214,103</u>	<u>\$ 160,908</u>	<u>\$ 136,295</u>	<u>\$ 12,985</u>

Mohegan East	Mohegan West	Bonnie and Jill	Oakside	Overlook	Suncrest
\$ 176,800	\$ 66,150	\$ 16,800	\$ 33,250	\$ 81,450	\$ 40,900
-	-	-	-	-	-
-	-	-	-	-	-
368	152	26	549	490	466
-	8	-	-	-	-
<u>177,168</u>	<u>66,310</u>	<u>16,826</u>	<u>33,799</u>	<u>81,940</u>	<u>41,366</u>
8,198	1,107	262	3,344	699	399
-	-	-	-	-	-
154,160	47,300	15,000	41,990	-	-
68,269	16,625	1,284	20,621	-	-
-	-	-	-	10,166	5,723
<u>230,627</u>	<u>65,032</u>	<u>16,546</u>	<u>65,955</u>	<u>10,865</u>	<u>6,122</u>
<u>(53,459)</u>	<u>1,278</u>	<u>280</u>	<u>(32,156)</u>	<u>71,075</u>	<u>35,244</u>
43,773	-	-	70,983	-	-
-	-	-	-	(65,000)	(31,500)
<u>43,773</u>	<u>-</u>	<u>-</u>	<u>70,983</u>	<u>(65,000)</u>	<u>(31,500)</u>
(9,686)	1,278	280	38,827	6,075	3,744
<u>118,412</u>	<u>43,306</u>	<u>2,855</u>	<u>183,229</u>	<u>137,245</u>	<u>155,021</u>
<u>\$ 108,726</u>	<u>\$ 44,584</u>	<u>\$ 3,135</u>	<u>\$ 222,056</u>	<u>\$ 143,320</u>	<u>\$ 158,765</u>

(Continued)

**Town of Yorktown, New York**

Special Districts Fund - Sewer Districts  
 Combining Schedule of Revenues, Expenditures and Changes  
 in Fund Balances - Sub Funds (Continued)  
 Year Ended December 31, 2015  
 (With Comparative Totals for 2014)

	Gomer Street	Hunterbrook 202 Extension	Totals	
			2015	2014
<b>REVENUES</b>				
Real property taxes	\$ 37,800	\$ 153,700	\$ 3,331,274	\$ 3,328,553
Departmental income	-	-	537,335	551,785
Intergovernmental charges	-	-	1,801,673	806,366
Use of money and property	121	891	22,963	25,526
Miscellaneous	-	-	8	381
<b>Total Revenues</b>	<b>37,921</b>	<b>154,591</b>	<b>5,693,253</b>	<b>4,712,611</b>
<b>EXPENDITURES</b>				
Current				
Home and community services	322	2,295	3,179,240	2,448,735
Employee benefits	-	-	236,250	205,510
Debt service				
Principal				
Serial bonds	-	-	760,000	735,000
Interest				
Serial bonds	-	-	426,280	460,746
Bond anticipation notes	4,365	7,207	38,374	41,496
<b>Total Expenditures</b>	<b>4,687</b>	<b>9,502</b>	<b>4,640,144</b>	<b>3,891,487</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>33,234</b>	<b>145,089</b>	<b>1,053,109</b>	<b>821,124</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	289,144	510,708
Transfers out	(30,750)	(138,250)	(1,377,430)	(1,151,737)
<b>Total Other Financing Sources (Uses)</b>	<b>(30,750)</b>	<b>(138,250)</b>	<b>(1,088,286)</b>	<b>(641,029)</b>
<b>Net Change in Fund Balances</b>	<b>2,484</b>	<b>6,839</b>	<b>(35,177)</b>	<b>180,095</b>
<b>FUND BALANCES</b>				
Beginning of Year	21,934	98,716	7,370,027	7,189,932
End of Year	\$ 24,418	\$ 105,555	\$ 7,334,850	\$ 7,370,027

**Town of Yorktown, New York**

Special Districts Fund - Refuse District  
Comparative Balance Sheet  
December 31,

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ 752,766	\$ 909,855
Prepaid expenditures	35,958	35,958
<b>Total Assets</b>	<u>\$ 788,724</u>	<u>\$ 945,813</u>
<b>LIABILITIES AND FUND BALANCES</b>		
Liabilities		
Accounts payable	\$ 88,911	\$ 279,082
Due to other funds	16,853	-
<b>Total Liabilities</b>	<u>105,764</u>	<u>279,082</u>
Fund balances		
Nonspendable	35,958	35,958
Restricted	78,828	62,083
Assigned	568,174	568,690
<b>Total Fund Balances</b>	<u>682,960</u>	<u>666,731</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 788,724</u>	<u>\$ 945,813</u>

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**Town of Yorktown, New York**

Special Districts Fund - Refuse District  
Comparative Statement of Revenues, Expenditures and Changes  
In Fund Balance  
Years Ended December 31,

	<u>2015</u>	<u>2014</u>		
<b>REVENUES</b>				
Real property taxes	\$ 4,508,250	\$ 4,480,895		
Departmental income	49,959	46,665		
Use of money and property	5,047	5,950		
Sale of property and compensation for loss	-	16,000		
Miscellaneous	2,622	-		
	<u>4,565,878</u>	<u>4,549,510</u>		
<b>EXPENDITURES</b>				
Current				
Home and community services	3,937,729	3,946,171		
Employee benefits	293,495	356,374		
	<u>4,231,224</u>	<u>4,302,545</u>		
Excess of Revenues Over Expenditures			334,654	246,965
<b>OTHER FINANCING USES</b>				
Transfers out	<u>(318,425)</u>	<u>(305,517)</u>		
Net Change in Fund Balance			16,229	(58,552)
<b>FUND BALANCE</b>				
Beginning of Year	<u>666,731</u>	<u>725,283</u>		
End of Year	<u>\$ 682,960</u>	<u>\$ 666,731</u>		

**Town of Yorktown, New York**

Special Districts Fund - Park Districts  
Combining Balance Sheet - Sub Funds  
December 31, 2015  
(With Comparative Totals for 2014)

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	Mohegan Beach	Shrub Oak Lake Estates	Mohegan Lake Improve- ment	Amazon Beach
<b>ASSETS</b>				
Cash and equivalents	<u>\$ 95,500</u>	<u>\$ 90,795</u>	<u>\$ 195,393</u>	<u>\$ 94,618</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Accounts payable	<u>\$ 1,750</u>	<u>\$ -</u>	<u>\$ 8,613</u>	<u>\$ 470</u>
Fund balances				
Restricted	-	-	-	-
Assigned	<u>93,750</u>	<u>90,795</u>	<u>186,780</u>	<u>94,148</u>
Total Fund Balances	<u>93,750</u>	<u>90,795</u>	<u>186,780</u>	<u>94,148</u>
Total Liabilities and Fund Balances	<u>\$ 95,500</u>	<u>\$ 90,795</u>	<u>\$ 195,393</u>	<u>\$ 94,618</u>

Shrub Oak Community Associa- tion	Mohegan Highlands Property Associa- tion	Bethel Acres	Open Space	Totals	
				2015	2014
<u>\$ 134,889</u>	<u>\$ 32,936</u>	<u>\$ 96</u>	<u>\$ 80,051</u>	<u>\$ 724,278</u>	<u>\$ 629,086</u>
<u>\$ 5,710</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,543</u>	<u>\$ 9,397</u>
27,477	-	-	-	27,477	27,477
<u>101,702</u>	<u>32,936</u>	<u>96</u>	<u>80,051</u>	<u>680,258</u>	<u>592,212</u>
<u>129,179</u>	<u>32,936</u>	<u>96</u>	<u>80,051</u>	<u>707,735</u>	<u>619,689</u>
<u>\$ 134,889</u>	<u>\$ 32,936</u>	<u>\$ 96</u>	<u>\$ 80,051</u>	<u>\$ 724,278</u>	<u>\$ 629,086</u>

**Town of Yorktown, New York**

Special Districts Fund - Park Districts  
 Combining Schedule of Revenues, Expenditures and Changes in  
 Fund Balances - Sub Funds  
 Year Ended December 31, 2015  
 (With Comparative Totals for 2014)

	Mohegan Beach	Shrub Oak Lake Estates	Mohegan Lake Improve- ment	Amazon Beach
<b>REVENUES</b>				
Real property taxes	\$ 58,400	\$ 23,325	\$ 80,304	\$ 13,000
Use of money and property	253	221	517	243
<b>Total Revenues</b>	<b>58,653</b>	<b>23,546</b>	<b>80,821</b>	<b>13,243</b>
<b>EXPENDITURES</b>				
Current				
Culture and recreation	30,276	969	58,743	4,796
Employee benefits	1,822	-	1,047	-
Debt service				
Interest				
Bond anticipation notes	-	-	-	-
<b>Total Expenditures</b>	<b>32,098</b>	<b>969</b>	<b>59,790</b>	<b>4,796</b>
<b>Excess of Revenues Over Expenditures</b>	<b>26,555</b>	<b>22,577</b>	<b>21,031</b>	<b>8,447</b>
<b>OTHER FINANCING USES</b>				
Transfers out	(5,000)	(3,000)	(6,500)	(2,000)
<b>Net Change in Fund Balances</b>	<b>21,555</b>	<b>19,577</b>	<b>14,531</b>	<b>6,447</b>
<b>FUND BALANCES</b>				
Beginning of year	72,195	71,218	172,249	87,701
End of Year	<u>\$ 93,750</u>	<u>\$ 90,795</u>	<u>\$ 186,780</u>	<u>\$ 94,148</u>

Shrub Oak Community Associa- tion	Mohegan Highlands Property Associa- tion	Bethel Acres	Open Space	Totals	
				2015	2014
\$ 71,665	\$ 31,840	\$ 2,000	\$ 410,010	\$ 690,544	\$ 687,773
388	92	3	902	2,619	2,792
<u>72,053</u>	<u>31,932</u>	<u>2,003</u>	<u>410,912</u>	<u>693,163</u>	<u>690,565</u>
53,244	20,514	-	661	169,203	178,065
-	245	-	-	3,114	3,835
-	-	-	5,975	5,975	9,486
<u>53,244</u>	<u>20,759</u>	<u>-</u>	<u>6,636</u>	<u>178,292</u>	<u>191,386</u>
18,809	11,173	2,003	404,276	514,871	499,179
<u>(5,805)</u>	<u>(3,000)</u>	<u>(2,000)</u>	<u>(399,520)</u>	<u>(426,825)</u>	<u>(430,750)</u>
13,004	8,173	3	4,756	88,046	68,429
<u>116,175</u>	<u>24,763</u>	<u>93</u>	<u>75,295</u>	<u>619,689</u>	<u>551,260</u>
<u>\$ 129,179</u>	<u>\$ 32,936</u>	<u>\$ 96</u>	<u>\$ 80,051</u>	<u>\$ 707,735</u>	<u>\$ 619,689</u>

**Town of Yorktown, New York**

Comparative Balance Sheet  
Special Districts Fund - Advanced Life Support District  
December 31,

---

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ 100,976	\$ 38,901
Accounts receivable	<u>8,282</u>	<u>8,713</u>
Total Assets	<u>\$ 109,258</u>	<u>\$ 47,614</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities		
Accounts payable	\$ 43,807	\$ 7
Fund balance		
Assigned	<u>65,451</u>	<u>47,607</u>
Total Liabilities and Fund Balance	<u>\$ 109,258</u>	<u>\$ 47,614</u>

**Town of Yorktown, New York**

Special Districts Fund - Advanced Life Support District  
Comparative Statement of Revenues, Expenditures and Changes  
In Fund Balance  
Years Ended December 31,

---

	<u>2015</u>	<u>2014</u>
<b>REVENUES</b>		
Real property taxes	\$ 511,473	\$ 520,473
Other tax items	936	-
Use of money and property	453	509
Sale of property and compensation for loss	<u>32,557</u>	<u>38,407</u>
Total Revenues	545,419	559,389
<b>EXPENDITURES</b>		
Current		
Health	<u>527,575</u>	<u>512,683</u>
Excess of Revenues Over Expenditures	17,844	46,706
<b>FUND BALANCE</b>		
Beginning of Year	<u>47,607</u>	<u>901</u>
End of Year	<u>\$ 65,451</u>	<u>\$ 47,607</u>

**Town of Yorktown, New York**

Capital Projects Fund  
Comparative Balance Sheet  
December 31,

---

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ 2,048,638	\$ 114,778
Restricted investments	-	114,756
	<hr/>	<hr/>
Total Assets	<u>\$ 2,048,638</u>	<u>\$ 229,534</u>
<b>LIABILITIES AND FUND DEFICIT</b>		
Liabilities		
Accounts payable	\$ 567,405	\$ 58,343
Due to other funds	-	131,918
Bond anticipation notes payable	6,821,869	5,097,000
	<hr/>	<hr/>
Total Liabilities	7,389,274	5,287,261
Fund deficit		
Unassigned	<u>(5,340,636)</u>	<u>(5,057,727)</u>
	<hr/>	<hr/>
Total Liabilities and Fund Deficit	<u>\$ 2,048,638</u>	<u>\$ 229,534</u>



**Town of Yorktown, New York**

Capital Projects Fund  
 Comparative Statement of Revenues, Expenditures and Changes  
 in Fund Balance  
 Years Ended December 31,

	<u>2015</u>	<u>2014</u>
<b>REVENUES</b>		
State aid	\$ -	\$ 6,192
Miscellaneous	40,455	-
	<u>40,455</u>	<u>6,192</u>
Total Revenues	40,455	6,192
<b>EXPENDITURES</b>		
Capital outlay	1,650,461	173,184
	<u>1,650,461</u>	<u>173,184</u>
Deficiency of Revenues Over Expenditures	(1,610,006)	(166,992)
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers in	1,782,330	1,347,916
Transfers out	(455,233)	(474,590)
	<u>1,327,097</u>	<u>873,326</u>
Total Other Financing Sources	1,327,097	873,326
Net Change in Fund Balance	(282,909)	706,334
<b>FUND DEFICIT</b>		
Beginning of Year	<u>(5,057,727)</u>	<u>(5,764,061)</u>
End of Year	<u>\$ (5,340,636)</u>	<u>\$ (5,057,727)</u>

Town of Yorktown, New York

Capital Projects Fund

Project-Length Schedule

Inception Of Project Through December 31, 2015

PROJECT	Sub-Fund	Authorization	Expenditures and Transfers
Hunterbrook Rt. 202 Extension	HB	\$ 3,000,000	\$ 1,358,962
Improve/Construct Roads	HC	1,450,000	703,876
Gomer Street Sewer	HG	610,000	601,470
Improve Sparkle Lake Dam	HK	270,000	225,140
Library HVAC	HL	702,916	488,894
1995 - Mohegan West Sewer District	HQ	1,570,559	3,286
1995 - Mohegan East Sewer District	HT	5,333,897	5,356,309
Improve Various Town Buildings	HV	175,389	-
General Heavy Equipment and Machinery	HW	100,000	-
Highway Heavy Equipment and Machinery	HW	720,000	719,998
Various Items	HY	409,500	-
Yorktown Sewer Consent Order Improvement	HZ	3,000,000	2,997,890
Open Space	JB	1,780,000	1,780,000
Suncrest Sewer	JH	750,000	750,000
Kitchawan Water District	JK	850,000	848,306
Yorktown Sewer Inflow/Infiltration	JO	1,912,610	1,685,874
Overlook Sewer	JW	1,600,000	1,400,000
WPC Ammonia Removal and Equipment Upgrade	JX	9,863,975	9,868,053
Baptist/Mohegan/Sherman/Old Crompond Bridge	JY	3,600,000	1,059,421
		<u>\$ 37,698,846</u>	<u>\$ 29,847,479</u>
Totals			

Unexpended Balance	Revenues	Fund Balance (Deficit) at December 31, 2015	Bond Anticipation Notes Outstanding at December 31, 2015
\$ 1,641,038	\$ 901,712	\$ (457,250)	\$ 604,750
746,124	-	(703,876)	1,450,000
8,530	182,220	(419,250)	419,250
44,860	-	(225,140)	270,000
214,022	400,000	(88,894)	-
1,567,273	3,286	-	-
(22,412)	5,333,897	(22,412)	-
175,389	-	-	175,389
100,000	-	-	100,000
2	-	(719,998)	720,000
409,500	-	-	409,500
2,110	2,125,000	(872,890)	875,000
-	1,563,520	(216,480)	216,480
-	191,500	(558,500)	558,500
1,694	808,306	(40,000)	40,000
226,736	1,691,629	5,755	-
200,000	417,000	(983,000)	983,000
(4,078)	9,863,975	(4,078)	-
2,540,579	1,024,798	(34,623)	-
<u>\$ 7,851,367</u>	<u>\$ 24,506,843</u>	<u>\$ (5,340,636)</u>	<u>\$ 6,821,869</u>

**Town of Yorktown, New York**

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

	Community Development	Public Library	Special Purpose
<b>ASSETS</b>			
Cash and equivalents	\$ 81,214	\$ 880,793	\$ 1,028,256
Due from other governments	1,917	-	-
Prepaid expenditures	5,098	55,829	-
<b>Total Assets</b>	<b>\$ 88,229</b>	<b>\$ 936,622</b>	<b>\$ 1,028,256</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable	\$ 1,882	\$ 46,136	\$ -
Due to other funds	31,541	-	-
<b>Total Liabilities</b>	<b>33,423</b>	<b>46,136</b>	<b>-</b>
<b>Fund balances</b>			
Nonspendable	5,098	55,829	-
Restricted	-	112,978	1,028,256
Assigned	49,708	721,679	-
<b>Total Fund Balances</b>	<b>54,806</b>	<b>890,486</b>	<b>1,028,256</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 88,229</b>	<b>\$ 936,622</b>	<b>\$ 1,028,256</b>

Debt Service	Total Non-Major Governmental Funds	
	2015	2014
\$ 59,917	\$ 2,050,180	\$ 2,233,832
-	1,917	2,867
-	60,927	60,506
<u>\$ 59,917</u>	<u>\$ 2,113,024</u>	<u>\$ 2,297,205</u>
\$ -	\$ 48,018	\$ 39,178
-	31,541	30,596
-	79,559	69,774
-	60,927	60,506
59,917	1,201,151	1,293,152
-	771,387	873,773
<u>59,917</u>	<u>2,033,465</u>	<u>2,227,431</u>
<u>\$ 59,917</u>	<u>\$ 2,113,024</u>	<u>\$ 2,297,205</u>

**Town of Yorktown, New York**

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

	Community Development	Public Library	Special Purpose
<b>REVENUES</b>			
Real property taxes	\$ -	\$ 1,949,875	\$ -
Departmental income	-	42,243	-
Intergovernmental charges	-	307,200	-
Use of money and property	39	3,994	2,053
State aid	-	18,481	-
Federal aid	1,547,419	-	-
Miscellaneous	7,473	4,431	70,392
<b>Total Revenues</b>	<b>1,554,931</b>	<b>2,326,224</b>	<b>72,445</b>
<b>EXPENDITURES</b>			
Current			
Economic opportunity and development	1,523,351	-	-
Culture and recreation	-	1,889,369	181,036
Employee benefits	-	352,024	-
Debt service			
Interest	-	1,940	-
<b>Total Expenditures</b>	<b>1,523,351</b>	<b>2,243,333</b>	<b>181,036</b>
Excess (Deficiency) of Revenues Over Expenditures	31,580	82,891	(108,591)
<b>OTHER FINANCING USES</b>			
Transfers out	-	(200,000)	-
<b>Net Change in Fund Balances</b>	<b>31,580</b>	<b>(117,109)</b>	<b>(108,591)</b>
<b>FUND BALANCES</b>			
Beginning of Year	23,226	1,007,595	1,136,847
End of Year	<u>\$ 54,806</u>	<u>\$ 890,486</u>	<u>\$ 1,028,256</u>

Debt Service	Total Non-Major Governmental Funds	
	2015	2014
\$ -	\$ 1,949,875	\$ 1,944,431
-	42,243	44,841
-	307,200	307,200
154	6,240	7,848
-	18,481	9,472
-	1,547,419	1,357,381
-	82,296	90,830
154	3,953,754	3,762,003
-	1,523,351	1,426,183
-	2,070,405	2,040,494
-	352,024	359,377
-	1,940	2,325
-	3,947,720	3,828,379
154	6,034	(66,376)
-	(200,000)	(152,916)
154	(193,966)	(219,292)
59,763	2,227,431	2,446,723
\$ 59,917	\$ 2,033,465	\$ 2,227,431

**Town of Yorktown, New York**

Community Development Fund -  
Housing Assistance Payments Program  
Comparative Balance Sheet  
December 31,

---

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ 81,214	\$ 47,917
Due from other governments	1,917	2,867
Prepaid expenditures	<u>5,098</u>	<u>4,677</u>
 Total Assets	 <u>\$ 88,229</u>	 <u>\$ 55,461</u>
 <b>LIABILITIES AND FUND BALANCE</b>		
Liabilities		
Accounts payable	\$ 1,882	\$ 1,639
Due to other funds	<u>31,541</u>	<u>30,596</u>
 Total Liabilities	 <u>33,423</u>	 <u>32,235</u>
 Fund balance		
Nonspendable	5,098	4,677
Assigned	<u>49,708</u>	<u>18,549</u>
 Total Fund Balance	 <u>54,806</u>	 <u>23,226</u>
 Total Liabilities and Fund Balance	 <u>\$ 88,229</u>	 <u>\$ 55,461</u>



**Town of Yorktown, New York**

Community Development Fund -  
Housing Assistance Payments Program  
Comparative Statement of Revenues, Expenditures and Changes  
in Fund Balance  
Years Ended December 31,

---

	<u>2015</u>	<u>2014</u>
<b>REVENUES</b>		
Use of money and property	\$ 39	\$ 147
Federal aid	1,547,419	1,357,381
Miscellaneous	<u>7,473</u>	<u>10,003</u>
 Total Revenues	 1,554,931	 1,367,531
 <b>EXPENDITURES</b>		
Current		
Economic opportunity and development	<u>1,523,351</u>	<u>1,426,183</u>
 Excess (Deficiency) of Revenues Over Expenditures	 31,580	 (58,652)
 <b>FUND BALANCE</b>		
Beginning of Year	<u>23,226</u>	<u>81,878</u>
 End of Year	 <u><u>\$ 54,806</u></u>	 <u><u>\$ 23,226</u></u>

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Town of Yorktown, New York

Public Library Fund  
Comparative Balance Sheet  
December 31,

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ 880,793	\$ 989,180
Prepaid expenditures	<u>55,829</u>	<u>55,829</u>
Total Assets	<u>\$ 936,622</u>	<u>\$ 1,045,009</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities		
Accounts payable	<u>\$ 46,136</u>	<u>\$ 37,414</u>
Fund balance		
Nonspendable	55,829	55,829
Restricted	112,978	96,542
Assigned	<u>721,679</u>	<u>855,224</u>
Total Fund Balance	<u>890,486</u>	<u>1,007,595</u>
Total Liabilities and Fund Balance	<u>\$ 936,622</u>	<u>\$ 1,045,009</u>

Town of Yorktown, New York

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

	2015			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Real property taxes	\$ 1,949,875	\$ 1,949,875	\$ 1,949,875	\$ -
Departmental income	50,000	50,000	42,243	(7,757)
Intergovernmental charges	305,000	305,000	307,200	2,200
Use of money and property	4,500	4,500	3,994	(506)
State aid	8,000	8,000	18,481	10,481
Miscellaneous	1,500	1,500	4,431	2,931
<b>Total Revenues</b>	<b>2,318,875</b>	<b>2,318,875</b>	<b>2,326,224</b>	<b>7,349</b>
<b>EXPENDITURES</b>				
Current				
Culture and recreation	1,974,600	2,014,267	1,889,369	124,898
Employee benefits	391,275	396,003	352,024	43,979
Debt service				
Interest				
Bond anticipation notes	3,000	3,000	1,940	1,060
<b>Total Expenditures</b>	<b>2,368,875</b>	<b>2,413,270</b>	<b>2,243,333</b>	<b>169,937</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(50,000)</b>	<b>(94,395)</b>	<b>82,891</b>	<b>177,286</b>
<b>OTHER FINANCING USES</b>				
Transfers out	(200,000)	(200,000)	(200,000)	-
<b>Net Change in Fund Balance</b>	<b>(250,000)</b>	<b>(294,395)</b>	<b>(117,109)</b>	<b>177,286</b>
<b>FUND BALANCE</b>				
Beginning of Year	250,000	294,395	1,007,595	713,200
End of Year	\$ -	\$ -	\$ 890,486	\$ 890,486

2014			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,944,431	\$ 1,944,431	\$ 1,944,431	\$ -
50,000	50,000	44,841	(5,159)
240,000	240,000	307,200	67,200
5,000	5,000	5,128	128
8,000	8,000	9,472	1,472
4,750	4,750	5,403	653
<u>2,252,181</u>	<u>2,252,181</u>	<u>2,316,475</u>	<u>64,294</u>
2,024,683	2,047,204	1,944,624	102,580
400,275	400,890	359,377	41,513
4,500	4,500	2,325	2,175
<u>2,429,458</u>	<u>2,452,594</u>	<u>2,306,326</u>	<u>146,268</u>
(177,277)	(200,413)	10,149	210,562
<u>(50,000)</u>	<u>(152,916)</u>	<u>(152,916)</u>	<u>-</u>
(227,277)	(353,329)	(142,767)	210,562
<u>227,277</u>	<u>353,329</u>	<u>1,150,362</u>	<u>797,033</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,007,595</u>	<u>\$ 1,007,595</u>

**Town of Yorktown, New York**

Special Purpose Fund  
Comparative Balance Sheet  
December 31,

---

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	<u>\$ 1,028,256</u>	<u>\$ 1,136,972</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities		
Accounts payable	\$ -	\$ 125
Fund balance		
Restricted	<u>1,028,256</u>	<u>1,136,847</u>
Total Liabilities and Fund Balance	<u>\$ 1,028,256</u>	<u>\$ 1,136,972</u>

**Town of Yorktown, New York**

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

---

	<u>2015</u>	<u>2014</u>
<b>REVENUES</b>		
Use of money and property	\$ 2,053	\$ 2,400
Miscellaneous	<u>70,392</u>	<u>75,424</u>
Total Revenues	72,445	77,824
<b>EXPENDITURES</b>		
Current		
Culture and recreation	<u>181,036</u>	<u>95,870</u>
Deficiency of Revenues Over Expenditures	(108,591)	(18,046)
<b>FUND BALANCE</b>		
Beginning of Year	<u>1,136,847</u>	<u>1,154,893</u>
End of Year	<u><u>\$ 1,028,256</u></u>	<u><u>\$ 1,136,847</u></u>

**Town of Yorktown, New York**

Debt Service Fund  
Comparative Balance Sheet  
December 31,

---

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	<u>\$ 59,917</u>	<u>\$ 59,763</u>
<b>FUND BALANCE</b>		
Restricted	<u>\$ 59,917</u>	<u>\$ 59,763</u>



**Town of Yorktown, New York**

Debt Service Fund  
Comparative Statement of Revenues, Expenditures and Changes  
in Fund Balance  
Years Ended December 31,

---

	<u>2015</u>	<u>2014</u>
<b>REVENUES</b>		
Use of money and property	\$ 154	\$ 173
<b>EXPENDITURES</b>		
	<u>-</u>	<u>-</u>
Excess of Revenues Over Expenditures	154	173
<b>FUND BALANCE</b>		
Beginning of Year	<u>59,763</u>	<u>59,590</u>
End of Year	<u>\$ 59,917</u>	<u>\$ 59,763</u>

**Town of Yorktown, New York**

Proprietary Funds - Internal Service Funds  
 Combining Statement of Net Position  
 December 31, 2015  
 (With Comparative Totals for 2014)

	Workers' Compensation Benefits	General Liability Claims	Totals	
			2015	2014
<b>ASSETS</b>				
Cash and equivalents	\$ 165,269	\$ 65,730	\$ 230,999	\$ 421,592
Due from other funds	437,525	79,815	517,340	-
<b>Total Assets</b>	<b>602,794</b>	<b>145,545</b>	<b>748,339</b>	<b>421,592</b>
<b>LIABILITIES</b>				
Current liabilities				
Current portion of claims payable	134,000	10,000	144,000	75,000
Non-current liabilities				
Claims payable, less current portion	1,210,664	60,036	1,270,700	641,716
<b>Total Liabilities</b>	<b>1,344,664</b>	<b>70,036</b>	<b>1,414,700</b>	<b>716,716</b>
<b>NET POSITION</b>				
Unrestricted	\$ (741,870)	\$ 75,509	\$ (666,361)	\$ (295,124)

**Town of Yorktown, New York**

Proprietary Funds - Internal Service Funds  
 Combining Statement of Revenues, Expenses and Changes  
 in Net Position  
 Year Ended December 31, 2015  
 (With Comparative Totals for 2014)

	Workers' Compensation Benefits	General Liability Claims	Totals	
			2015	2014
<b>OPERATING REVENUES</b>				
Charges for services	\$ 1,059,935	\$ 113,945	\$ 1,173,880	\$ 622,364
Miscellaneous	211,903	-	211,903	165,843
Total Operating Revenues	<u>1,271,838</u>	<u>113,945</u>	<u>1,385,783</u>	<u>788,207</u>
<b>OPERATING EXPENSES</b>				
Workers' compensation benefits	1,750,002	-	1,750,002	474,853
Judgments and claims	-	7,500	7,500	49,792
Total Operating Expenses	<u>1,750,002</u>	<u>7,500</u>	<u>1,757,502</u>	<u>524,645</u>
Income (Loss) from Operations	(478,164)	106,445	(371,719)	263,562
<b>NON-OPERATING REVENUES</b>				
Interest income	399	83	482	502
Change in Net Position	(477,765)	106,528	(371,237)	264,064
<b>NET POSITION</b>				
Beginning of Year	<u>(264,105)</u>	<u>(31,019)</u>	<u>(295,124)</u>	<u>(559,188)</u>
End of Year	<u>\$ (741,870)</u>	<u>\$ 75,509</u>	<u>\$ (666,361)</u>	<u>\$ (295,124)</u>

**Town of Yorktown, New York**

Proprietary Funds - Internal Service Funds  
 Combining Statement of Cash Flows  
 Year Ended December 31, 2015  
 (With Comparative Totals for 2014)

	Workers' Compensation Benefits	General Liability Claims
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash received from charges for services	\$ 622,410	\$ 34,130
Cash received from insurance carriers, claimants and others	211,903	-
Cash payments to insurance carriers, claimants and others	<u>(1,052,018)</u>	<u>(7,500)</u>
Net Cash from Operating Activities	<u>(217,705)</u>	<u>26,630</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest income	<u>399</u>	<u>83</u>
Net Change in Cash and Equivalents	(217,306)	26,713
<b>CASH AND EQUIVALENTS</b>		
Beginning of Year	<u>382,575</u>	<u>39,017</u>
End of Year	<u>\$ 165,269</u>	<u>\$ 65,730</u>
<b>RECONCILIATION OF INCOME (LOSS) FROM OPERATIONS TO NET CASH FROM OPERATING ACTIVITIES</b>		
Income (loss) from operations	\$ (478,164)	\$ 106,445
Adjustments to reconcile income (loss) from operations to net cash from operating activities		
Changes in operating assets and liabilities		
Due from other funds	(437,525)	(79,815)
Claims payable	<u>697,984</u>	<u>-</u>
Net Cash from Operating Activities	<u>\$ (217,705)</u>	<u>\$ 26,630</u>

Totals	
2015	2014
\$ 656,540	\$ 622,364
211,903	165,843
<u>(1,059,518)</u>	<u>(760,062)</u>
<u>(191,075)</u>	<u>28,145</u>
482	502
(190,593)	28,647
<u>421,592</u>	<u>392,945</u>
<u>\$ 230,999</u>	<u>\$ 421,592</u>
\$ (371,719)	\$ 263,562
(517,340)	-
<u>697,984</u>	<u>(235,417)</u>
<u>\$ (191,075)</u>	<u>\$ 28,145</u>

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**Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards**

**Independent Auditors' Report**

**The Honorable Supervisor and Town Board  
of the Town of Yorktown, New York**

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Yorktown, New York ("Town") as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements, and have issued our report thereon dated July 11, 2016.

**Internal Control Over Financial Reporting**

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

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

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

## **Compliance and Other Matters**

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

We noted certain matters that we reported to the management of the Town in a separate letter.

## **Purpose of this Report**

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

*PKF O'Connor Davies, LLP*

**PKF O'Connor Davies, LLP**

Harrison, New York

July 11, 2016



**Report on Compliance For Each Major Federal Program and Report on  
Internal Control Over Compliance Required by  
the Uniform Guidance**

**Independent Auditor's Report**

**The Honorable Supervisor and the Town Board  
of the Town of Yorktown, New York**

**Report on Compliance for Each Major Federal Program**

We have audited the Town of Yorktown, New York's ("Town") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Town's major federal programs for the year ended December 31, 2015. The Town's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of the Town's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* ("Uniform Guidance"). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Town's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Town's compliance.

## ***Opinion on Each Major Federal Program***

In our opinion, the Town complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2015.

## **Report on Internal Control Over Compliance**

Management of the Town is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Town's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*PKF O'Connor Davies, LLP*

**PKF O'Connor Davies, LLP**

Harrison, New York

July 11, 2016

**Town of Yorktown, New York**

Schedule of Expenditures of Federal Awards  
Year Ending December 31, 2015

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number (1)	Pass-Through Entity Identifying Number	Passed Through to Sub- recipients	Federal Program Expenditures
<u>U.S. Department of Housing and Urban Development</u>				
Direct Program Section 8 Housing Choice Vouchers	14.871		\$ -	\$ 1,523,351
<u>Department of Justice</u>				
Direct Program Bullet Proof Vest	16.607		-	5,020
<u>U.S. Department of Health and Human Services</u>				
Indirect Programs - Passed through County of Westchester				
Special Programs for the Aging - Title III Part B	93.044	AGET9281414	-	6,743
Special Programs for the Aging - Title III Part C	93.045	AGET9411515	-	52,926
Total U.S. Department of Health and Human Services			-	59,669
Total Expenditures of Federal Awards			\$ -	\$ 1,588,040

(1) Catalog of Federal Domestic Assistance Number

The accompanying notes are an integral part of this schedule.

## Town of Yorktown, New York

Notes to Schedule of Expenditures of Federal Awards  
December 31, 2015

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### **Note 1 - Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the Town of Yorktown, New York (the "Town") under programs of the federal government for the year ended December 31, 2015. Federal awards received directly from the Federal agencies as well as Federal awards passed through other government agencies are included in the Schedule. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* ("Uniform Guidance"). Because the Schedule presents only a selected portion of the operations of the Town, it is not intended to and does not present the financial position, changes in the net position or cash flows of the Town.

### **Note 2 - Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The Town has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**Town of Yorktown, New York**

Summary Schedule of Prior Audit Findings  
Year Ended December 31, 2015

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**Finding 2014-001:** *Depository Agreement*

Federal Agency: U.S. Department of Housing and Urban Development  
CFDA 14.871, Section 8 Housing Choice Vouchers

**Condition:**

The PHA has requested a depository agreement with their bank, however, the agreement was not in place at the end of the current fiscal year.

**Status:**

This condition is considered to be resolved.

**Town of Yorktown, New York**

Schedule of Findings and Questioned Costs  
Year Ended December 31, 2015

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**Section I - Summary of Auditors' Results**

***Financial Statements***

Type of report the auditor issued on whether the financial statements audited Were prepared in accordance with GAAP

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified
- Significant deficiency(ies) identified?

Yes       No  
 Yes       None reported

Noncompliance material to financial statements noted?

Yes       No

***Federal Awards***

Internal control over major Federal programs:

- Material weakness(es) identified?
- Significant deficiency(ies) identified?

Yes       No  
 Yes       None reported

Type of auditors' report issued on compliance for major federal programs

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

Yes       No

Identification of major federal programs

CFDA Number(s)

Name of Federal Program or Cluster

14.871

Section 8 Housing Choice Vouchers

Dollar threshold used to distinguish between Type A and Type B programs

\$750,000

Auditee qualified as low-risk auditee?

Yes       No

**Town of Yorktown, New York**

Schedule of Findings and Questioned Costs (Concluded)  
Year Ended December 31, 2015

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**Section II - Financial Statement Findings**

None

**Section III - Federal Award Findings and Questioned Costs**

None