

Town of Fishkill, New York

Financial Statements and
Supplementary Information

Year Ended December 31, 2012

Town of Fishkill, New York

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Independent Auditors' Report

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

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Fishkill, New York ("Town") as of and for the year ended December 31, 2012, 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. 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, 2012, and the respective changes in financial position. Thereof, and the respective budgetary comparison for the General, Town Outside village and Special Districts funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

O'CONNOR DAVIES, LLP

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Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

O'Connor Davies, LLP

O'Connor Davies, LLP
Harrison, New York
June 20, 2013

Town of Fishkill, New York

Management's Discussion and Analysis (MD&A) December 31, 2012

Introduction

The following discussion and analysis of the Town of Fishkill, New York's ("Town") financial statement provides an overview of the financial activities of the Town for the year ended December 31, 2012. This should be read in conjunction with the basic financial statements and the accompanying notes to those financial statements that follow this section.

General Overview

The Town of Fishkill, New York 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 both the Chief Executive and Chief Financial Officer.

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 \$3,161,677. The unrestricted portion, which is available to meet ongoing obligations of the Town, reflected a deficit of \$8,560,759, an increase in the deficit of \$1,547,271 from the prior fiscal year. This deficit results primarily from the adoption of the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 45, "Accounting and Financial Reporting by Employers for Post Employment Benefits Other Than Pensions". The Town recorded its liability of \$2,244,337 for this obligation in the government-wide financial statements. In prior years other post employment benefits obligations payable were not reported by the Town. The omission of this liability required a prior period adjustment to the Government-wide financial statements in the amount of \$1,715,818.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$(7,444,700), a decrease of \$13,505,770 from the prior fiscal year. This decrease results primarily from complying with the infrastructure reporting requirements of the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 34.
- At the end of the current fiscal year, the restricted and unassigned components of fund balance for the General Fund aggregated \$(255,205). These balances increased from the prior year, when the amount stood at \$(1,380,044).
- At the end of the 2012 year, the Town has \$7,554,333 in short-term capital obligations (no new debt) to finance the cost of highway machinery acquisition, roads and capital improvement project to its water and sewer plants, while retiring \$654,683 of this type of debt. The Town also refinanced \$12,267,939 of its short term obligation to long-term to finance the cost of its Rombout Sewer Plant capital improvements. During the year, the Town retired \$1,154,627 of long-term bonded debt.

- During the past fiscal year, the Town was awarded grants totaling \$266,379 (\$20,545 for Public Safety – Police Equipment, \$243,346 for Transportation – Road Improvement and \$2,488 in miscellaneous Health and Home and Community Services grants).

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 and 3) notes to financial statements. This report also includes other supplementary information as listed in the table of contents.

Government-Wide Financial Statements

The *government-wide financial statements* are 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, landfill closure costs 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, 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 two categories: governmental 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 Funds, Highway Funds, Special Districts Funds (Ambulance District, Seven Lighting Districts, Twelve Sewer Districts and Seven Water Districts), Capital Projects Fund and Special Purpose 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 Special Purpose Fund is included under the caption "Non-Major Governmental Funds."

The Town adopts annual appropriated budgets for the General Funds, Highway Funds Special Districts Funds 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.

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. Resources are held in these funds by the Town purely in a custodial capacity.

The financial statements for the governmental and fiduciary funds 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, 2012 was \$3,161,677. Of this amount, \$3,314,905 is restricted for various purposes (unemployment, DARE, debt service, ambulance, lighting, water and special purposes) The net investment in capital assets account for \$7,649,531 of the total net position. The Town uses these capital assets to provide services to 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 a deficit of \$8,560,759.

Governmental Activities

	2012	2011
Current Assets	\$ 6,777,553	\$ 5,137,917
Capital Assets, net	30,890,230	31,940,077
Total Assets	37,667,783	37,077,994
Current Liabilities	14,435,448	26,481,534
Long-Term Liabilities	20,070,658	7,025,904
Total Liabilities	34,506,106	33,507,438
Net Position		
Net Investment in Capital Assets	7,649,531	7,581,436
Restricted	4,072,905	3,002,608
Unrestricted	(8,560,759)	(7,013,488)
Total Net Position	\$ 3,161,677	\$ 3,570,556

The restricted net position of \$4,072,905 represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, which is a deficit of \$8,560,759, must be financed from future operations. This deficit is the result of prior period activities and the result of having long-term commitments, including compensated absences (\$223,333), and other post-employment benefit obligations (\$2,244,337) that are greater than currently available resources. Payments for these liabilities will be budgeted in the year that actual payment will be made. At the end of the current fiscal year, the Town is able to report a positive net position for the government as a whole.

Change in Net Position

	2012	2011
REVENUES		
Program Revenues		
Charges for Services	\$ 3,975,468	\$ 4,103,241
Operating Grants and Contributions	266,379	116,992
Capital Grants and Contributions	13,616	2,277
General Revenues		
Real Property Taxes	6,575,109	6,350,354
Unrestricted State Aid	662,303	544,875
Other	1,700,681	1,718,500
Total Revenues	13,193,556	12,836,239
PROGRAM EXPENSES		
General Government Support	2,204,336	2,632,940
Public Safety	2,713,504	2,404,145
Health	15,328	30,607
Transportation	1,687,955	1,812,153
Economic Opportunity & Development	16,262	17,303
Culture and Recreation	923,667	1,008,690
Home and Community Services	3,243,375	3,582,965
Interest	1,082,190	824,779
Total Expenses	11,886,617	12,313,582
Change in Net Position	1,306,939	522,657
Net Position - Beginning	1,854,738	3,047,899
Net Position - Ending	\$ 3,161,677	\$ 3,570,556

Governmental activities increase the Town's net position by \$1,306,939. Last year, the increase in governmental activities net position was \$522,657.

For the fiscal year ended December 31, 2012, revenues from governmental activities totaled \$13,193,556. Tax revenues of \$6,575,109 represent the largest revenue source (49.84%). Last year, tax revenues accounted for \$6,350,354, or 49.47%, of the total revenue of \$12,836,239. The increase of \$357,317 in total revenues is the result of the following:

- Charges for services *decreased* by \$127,773 as a result of a decrease in participation in recreation programs.
- Operating grants and contributions *increased* by \$149,387 primarily as a result of a grant from the NYS for road improvements.
Unrestricted State Aid increased by \$117,429 primarily as a result of an increase of Mortgage Tax collection.
- Real property taxes *increased* by \$224,755 as the result of a higher tax levy.

For the fiscal year ended December 31, 2012, expenses from governmental activities totaled \$11,886,617. The largest components of governmental activities expenses are public safety of \$2,713,504 (22.83%), transportation of \$1,687,955 (14.20%), home and community services of \$3,243,375 (27.29%), and general government support of \$2,204,336 (18.54%). Expenses decreased from the prior year by \$426,965, or 3.59%, primarily as a result of fiscal oversight and management.

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.

Fund Balance Reporting

GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in February 2009. The requirements of GASB Statement No. 54 became effective for financial statements for the Town's fiscal period ending December 31, 2011. GASB Statement No. 54 abandoned the reserved and unreserved classifications of fund balance and replaced them with five new classifications: nonspendable, restricted, committed, assigned and unassigned. An explanation of these classifications follows below.

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

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

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

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

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

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

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.

As of the end of the current fiscal year, the Town's governmental funds reported a combined ending fund balance of \$(7,444,700), a decrease of \$13,505,770 from the prior year. Of this amount, \$1,668,120 (or 18%) 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) Unemployment Insurance Reserves (\$6,098); 2) DARE (\$9,348); 3) Parklands (\$758,000) and 4) debt service (\$170,665).

The General Fund (A & B Funds) are the primary operating fund of the Town. At the end of the current fiscal year, the total fund balance of the General Fund was \$(2,862,553).

When the 2012 general Budget was adopted, it anticipated a reduction to the prior deficit of \$737,957. Actual results of operations resulted in an increase of \$1,124,839 in the General Fund total fund balance. The increase in fund balance was a result of savings in employee benefit costs (due to a reduced workforce in past 2 years and merging Tax Receiver and Clerk positions) and a significant decrease in attorney fees, as well as an increase in mortgage tax revenue of \$117,428. Other department revenues, other than fines and forfeited bail which increased by \$57,370 (due to the addition of another weekly court session) remained relatively flat. An increase of \$62,872 in payments in lieu of taxes is due to recognition of prior years' underpayments based on the Rocky Glen PILOT agreement. Overall governmental support expenditures decreased by 19.8% primarily due to correctly allocating expenditures to the appropriate fund(s).

In the General Town Outside Village Fund, the fund balance increased by \$298,473. Building Permit and Safety Inspection Fees increased by \$58,145, Federal Aid decreased by \$29,851 and Property tax revenue increased by 28.5%. Overall expenditures remained the same, however there was no settled tax certioraris in 2012.

In the combined Highway Funds, the fund balance increased by \$151,104 in the current fiscal year. The costs associated with snow removal overtime and materials decreased by \$78,322 due to a decreased number of severe winter storms.

Capital Assets

The Town's net investment in capital assets for its governmental activities as of December 31, 2012 amounted to \$30,890,230. The net investment in capital assets includes land, buildings and improvements, machinery and equipment, infrastructure and construction-in-progress.

Capital Assets (Net of Accumulated Depreciation)

	2012	2011
Land	\$ 3,133,319	\$ 3,133,319
Buildings and Improvements	22,513,900	23,133,847
Infrastructure	4,722,309	4,892,725
Machinery and Equipment	367,709	627,193
Construction-in-Progress	152,993	152,993
Total	<u>\$ 30,890,230</u>	<u>\$ 31,940,077</u>

Long Term Debt

At the end of the current fiscal year, the Town had total bonded debt outstanding of \$17,030,312. All bonds issued by the Town are general obligation bonds backed by the full faith and credit of the Town.

During the fiscal year, the Town converted from short-term to long-term EFC financing in the amount of \$12,267,939, while retiring \$1,154,627 of principal on outstanding bonds. 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. The Town's current constitutional debt limitation is \$184,986,913 and the Town has consumed only 9.2% of the debt contracting capacity.

In December of 2012, Moody's affirmed a Baa3 rating for the Town of Fishkill, outlook remains negative. However, the fiscal 2011 audit, 2012 year-end projections and recent tax increases for fiscal 2013 provide signs of improvement through balanced operations, fund balance stabilization and a five year plan for eliminating fund balance deficits.

Economic Factors and Next Year's Budget and Rates

According to the United States Bureau of Labor Statistics, the unemployment rate for the Town was 6.3% as of December 31, 2012, which compares favorably to the 8.2% rate for New York State. The 3.9% increase in the 2012 Consumer Price Index for the Northeast Urban area was more than the previous period.

New construction and development continued to remain stable in the Town during 2012, due to economic conditions and the stagnant housing market.

As a result of the national economic conditions, the pension portfolio value of the New York State and Local Retirement Systems ("Systems"), of which the Town is a member, had declined dramatically in the early part of this decade. The result was that the Town's employee pension contribution rates had increased substantially from what they had been during 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 double digit rates at the same time. Both of these factors were considered by management in preparing the Town's 2013 budget.

Requests for Information

This financial report is designed to provide a general overview of the Town of Fishkill, 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 Robert LaColla, Town Supervisor, Town of Fishkill, 807 Route 52, Fishkill, New York 12524.

Town of Fishkill, New York

Statement of Net Position
December 31, 2012

	<u>Governmental Activities</u>
ASSETS	
Cash and equivalents	\$ 4,445,352
Restricted Investments	59,528
Receivables	
Accounts	179,714
Water and sewer rents	965,216
Due from other governments	1,127,743
Capital assets	
Not being depreciated	3,286,312
Being depreciated, net	<u>27,603,918</u>
Total Assets	<u>37,667,783</u>
LIABILITIES	
Accounts payable	1,119,376
Accrued liabilities	322,638
Retainages payable	17,959
Bond anticipation notes payable	7,773,537
Tax anticipation notes payable	3,200,000
Due to other governments	1,766,890
Unearned revenues	21,853
Accrued interest payable	213,195
Non-current liabilities	
Due within one year	757,665
Due in more than one year	<u>19,312,993</u>
Total Liabilities	<u>34,506,106</u>
NET POSITION	
Net investment in capital assets	7,649,531
Restricted for	
Unemployment	6,098
DARE	9,348
Debt service	170,665
Future capital projects	758,000
Special Districts	
Ambulance	205,693
Lighting	115,062
Water	2,107,780
Special purposes	700,259
Unrestricted	<u>(8,560,759)</u>
Total Net Position	<u>\$ 3,161,677</u>

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

Town of Fishkill, New York

Statement of Activities
Year Ended December 31, 2012

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					
General government support	\$ 2,204,336	\$ 51,165	\$ 16	\$ -	\$ (2,153,155)
Public safety	2,713,504	329,683	20,545	-	(2,363,276)
Health	15,328	1,953	211	-	(13,164)
Transportation	1,687,955	8,530	243,346	-	(1,436,079)
Economic opportunity and development	16,262	-	-	-	(16,262)
Culture and recreation	923,667	460,005	1,554	342	(461,766)
Home and community services	3,243,375	3,124,132	707	-	(118,536)
Interest	1,082,190	-	-	13,274	(1,068,916)
Total Governmental Activities	\$ 11,886,617	\$ 3,975,468	\$ 266,379	\$ 13,616	(7,631,154)
General revenues					
Real property taxes					6,575,109
Other tax items					
Payments in lieu of taxes					241,589
Interest and penalties on real property taxes					37,119
Franchise fees					371,039
Non-property taxes - Non-property tax distribution from County					1,052,846
Unrestricted use of money and property					4,080
Sale of property and compensation for loss					1,291
Unrestricted State aid					662,303
Miscellaneous					(7,283)
Total General Revenues					8,938,093
Change in Net Position					1,306,939
Net Position - Beginning, as reported					3,570,556
Prior Period Adjustment					(1,715,818)
Net Position - Beginning, as restated					1,854,738
Net Position - Ending					\$ 3,161,677

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

Town of Fishkill, New York

Balance Sheet
 Governmental Funds
 December 31, 2012

	General	Town Outside Villages
ASSETS		
Cash and equivalents	\$ 622,049	\$ 92,413
Restricted investments	-	-
Receivables		
Accounts	168,443	7,536
Water and sewer rents	-	-
Due from other governments	138,490	358,064
Due from other funds	2,945,046	1,279,477
	<u>3,251,979</u>	<u>1,645,077</u>
Total Assets	<u>\$ 3,874,028</u>	<u>\$ 1,737,490</u>
LIABILITIES AND FUND BALANCES (DEFICITS)		
Liabilities		
Accounts payable	\$ 468,664	\$ 226,219
Accrued liabilities	170,280	89,857
Retainages payable	-	-
Bond anticipation notes payable	22,946	115,383
Tax anticipation notes payable	1,632,000	1,568,000
Due to other funds	1,813,490	2,345,379
Due to other governments	-	-
Unearned revenues	21,853	-
Total Liabilities	<u>4,129,233</u>	<u>4,344,838</u>
Fund balances (deficits)		
Restricted	6,098	9,348
Assigned	-	-
Unassigned	(261,303)	(2,616,696)
Total Fund Balances (Deficits)	<u>(255,205)</u>	<u>(2,607,348)</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 3,874,028</u>	<u>\$ 1,737,490</u>

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

<u>Special Districts</u>	<u>Capital Projects</u>	<u>Non-Major Governmental</u>	<u>Total Governmental Funds</u>
\$ 1,929,608	\$ 1,178,700	\$ 622,582	\$ 4,445,352
522	59,006	-	59,528
-	-	3,735	179,714
965,216	-	-	965,216
629,861	-	1,328	1,127,743
4,436,167	645,521	1,071,110	10,377,321
6,031,244	645,521	1,076,173	12,649,994
<u>\$ 7,961,374</u>	<u>\$ 1,883,227</u>	<u>\$ 1,698,755</u>	<u>\$ 17,154,874</u>
\$ 251,747	\$ 12,488	\$ 160,258	\$ 1,119,376
-	-	62,501	322,638
-	17,959	-	17,959
-	7,554,333	80,875	7,773,537
-	-	-	3,200,000
4,779,546	546,334	892,572	10,377,321
1,766,890	-	-	1,766,890
-	-	-	21,853
6,798,183	8,131,114	1,196,206	24,599,574
758,000	-	894,674	1,668,120
405,191	-	-	405,191
-	(6,247,887)	(392,125)	(9,518,011)
1,163,191	(6,247,887)	502,549	(7,444,700)
<u>\$ 7,961,374</u>	<u>\$ 1,883,227</u>	<u>\$ 1,698,755</u>	<u>\$ 17,154,874</u>

Town of Fishkill, New York

Reconciliation of Governmental Funds Balance Sheet to
the Government-Wide Statement of Net Position
December 31, 2012

Fund Balances - Total Governmental Funds	\$ (7,444,700)
Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	30,890,230
Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(213,195)
Bonds payable	(17,030,312)
Retirement incentives and other pension obligations	(142,476)
Other post employment benefit obligations	(2,244,337)
Compensated absences	(223,333)
Landfill closure costs	<u>(430,200)</u>
Net Position of Governmental Activities	<u>\$ 3,161,677</u>

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

Town of Fishkill, New York

Statement of Revenues, Expenditures and Changes
in Fund Balances
Governmental Funds
Year Ended December 31, 2012

	General	Town Outside Villages	Special Districts
REVENUES			
Real property taxes	\$ 1,623,533	\$ 1,296,015	\$ 2,272,245
Other tax items	531,058	118,689	6,445
Non-property taxes	-	1,052,846	-
Departmental income	478,807	119,437	2,837,036
Intergovernmental charges	-	-	-
Use of money and property	24,174	3,605	974
Licenses and permits	14,134	258,081	-
Fines and forfeitures	191,293	-	-
Sale of property and compensation for loss	832	459	-
Interfund revenues	192,696	185,702	-
State aid	593,065	82,506	-
Federal aid	-	3,672	-
Miscellaneous	21,379	(23,235)	5,143
Total Revenues	3,670,971	3,097,777	5,121,843
EXPENDITURES			
Current			
General government support	1,629,661	143,769	36,497
Public safety	20,686	1,919,552	-
Health	-	-	15,328
Transportation	219,080	-	158,743
Economic opportunity and development	16,262	-	-
Culture and recreation	705,614	-	-
Home and community services	34,913	261,360	2,817,475
Employee benefits	138,786	27,650	-
Debt service			
Principal	-	-	-
Interest	159,509	33,035	796,726
Capital outlay			
	-	-	-
Total Expenditures	2,924,511	2,385,366	3,824,769
Excess (Deficiency) of Revenues Over Expenditures	746,460	712,411	1,297,074
OTHER FINANCING SOURCES (USES)			
Bonds issued	-	-	-
Refunding bonds issued	-	-	-
Payment to refunded bond escrow agent	-	-	-
Transfers in	551,192	-	232,714
Transfers out	(172,813)	(413,938)	(1,575,360)
Total Other Financing Sources (Uses)	378,379	(413,938)	(1,342,646)
Net Change in Fund Balances	1,124,839	298,473	(45,572)
Fund Balances (Deficits) - Beginning of Year	(1,380,044)	(2,905,821)	1,208,763
Fund Balances (Deficits) - End of Year	\$ (255,205)	\$ (2,607,348)	\$ 1,163,191

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

Capital Projects	Non-Major Governmental	Total Governmental Funds
\$ -	\$ 1,383,316	\$ 6,575,109
-	-	656,192
-	-	1,052,846
-	36,200	3,471,480
-	8,530	8,530
-	15,221	43,974
-	-	272,215
-	-	191,293
-	-	1,291
-	-	378,398
-	186,349	861,920
-	56,548	60,220
342	-	3,629
<u>342</u>	<u>1,686,164</u>	<u>13,577,097</u>
-	8,029	1,817,956
-	-	1,940,238
-	-	15,328
-	1,201,264	1,579,087
-	-	16,262
-	192,696	898,310
-	150,160	3,263,908
-	33,390	199,826
-	489,627	489,627
-	272,872	1,262,142
191,582	-	191,582
<u>191,582</u>	<u>2,348,038</u>	<u>11,674,266</u>
<u>(191,240)</u>	<u>(661,874)</u>	<u>1,902,831</u>
11,602,939	-	11,602,939
-	665,000	665,000
-	(665,000)	(665,000)
966,182	748,845	2,498,933
<u>(109,127)</u>	<u>(227,695)</u>	<u>(2,498,933)</u>
<u>12,459,994</u>	<u>521,150</u>	<u>11,602,939</u>
12,268,754	(140,724)	13,505,770
<u>(18,516,641)</u>	<u>643,273</u>	<u>(20,950,470)</u>
<u>\$ (6,247,887)</u>	<u>\$ 502,549</u>	<u>\$ (7,444,700)</u>

Town of Fishkill, 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, 2012

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

Net Change in Fund Balances - Total Governmental Funds	<u>\$ 13,505,770</u>
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, these costs are allocated over their estimated useful lives and reported as depreciation expense. This is the amount of depreciation expense in the current period.</p>	
Depreciation expense	<u>(1,049,847)</u>
<p>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.</p>	
Bond proceeds	(11,602,939)
Principal paid on bonds	489,627
Refunding bonds issued	(665,000)
Payments to refunded bond escrow agent	<u>665,000</u>
	<u>(11,113,312)</u>
<p>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.</p>	
Accrued interest	179,952
Retirement incentives and other pension obligations	41,024
Compensated absences	245,121
Landfill closure costs	26,750
Other post employment benefit obligations	<u>(528,519)</u>
	<u>(35,672)</u>
Change in Net Position of Governmental Activities	<u><u>\$ 1,306,939</u></u>

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

Town of Fishkill, New York

Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
General, Town Outside Villages and Special Districts Funds
Year Ended December 31, 2012

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 1,623,533	\$ 1,623,533	\$ 1,623,533	\$ -
Other tax items	457,429	457,429	531,058	73,629
Non-property taxes	-	-	-	-
Departmental income	142,600	306,106	478,807	172,701
Use of money and property	20,000	20,000	24,174	4,174
Licenses and permits	21,100	21,100	14,134	(6,966)
Fines and forfeitures	140,500	140,500	191,293	50,793
Sale of property and compensation for loss	-	-	832	832
Interfund revenues	192,696	192,696	192,696	-
Federal aid	-	-	-	-
State aid	481,000	481,000	593,065	112,065
Miscellaneous	177,721	14,215	21,379	7,164
Total Revenues	3,256,579	3,256,579	3,670,971	414,392
EXPENDITURES				
Current				
General government support	2,504,302	2,504,300	1,629,661	874,639
Public safety	18,438	18,438	20,686	(2,248)
Health	-	-	-	-
Transportation	221,882	221,882	219,080	2,802
Economic opportunity and development	17,118	17,118	16,262	856
Culture and recreation	524,058	524,060	705,614	(181,554)
Home and community services	55,730	55,730	34,913	20,817
Employee benefits	119,511	119,511	138,786	(19,275)
Debt service				
Interest	139,776	139,776	159,509	(19,733)
Total Expenditures	3,600,815	3,600,815	2,924,511	676,304
Excess (Deficiency) of Rev- enues Over Expenditures	(344,236)	(344,236)	746,460	1,090,696
OTHER FINANCING SOURCES (USES)				
Transfers in	551,092	551,092	551,192	100
Transfers out	(206,856)	(206,856)	(172,813)	34,043
Total Other Financing Sources (Uses)	344,236	344,236	378,379	34,143
Net Change in Fund Balances	-	-	1,124,839	1,124,839
Fund Balances (Deficits) - Beginning of Year,	-	-	(1,380,044)	(1,380,044)
Fund Balances (Deficits) - End of Year	\$ -	\$ -	\$ (255,205)	\$ (255,205)

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

Town Outside Villages Fund				Special Districts Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,296,015	\$ 1,296,015	\$ 1,296,015	\$ -	\$ 2,272,245	\$ 2,272,245	\$ 2,272,245	\$ -
118,890	118,890	118,689	(201)	4,492	4,492	6,445	1,953
950,000	950,000	1,052,846	102,846	-	-	-	-
46,000	46,000	119,437	73,437	2,955,397	2,955,397	2,837,036	(118,361)
-	-	3,605	3,605	900	900	974	74
200,000	200,000	258,081	58,081	-	-	-	-
-	-	-	-	-	-	-	-
-	-	459	459	-	-	-	-
166,487	166,487	185,702	19,215	-	-	-	-
-	-	3,672	3,672	-	-	-	-
81,483	81,483	82,506	1,023	-	-	-	-
-	500	(23,235)	(23,735)	-	-	5,143	5,143
<u>2,858,875</u>	<u>2,859,375</u>	<u>3,097,777</u>	<u>238,402</u>	<u>5,233,034</u>	<u>5,233,034</u>	<u>5,121,843</u>	<u>(111,191)</u>
210,100	212,588	143,769	68,819	168,669	164,283	36,497	127,786
1,854,251	1,854,251	1,919,552	(65,301)	-	-	-	-
247,110	247,110	261,360	(14,250)	16,650	16,650	15,328	1,322
-	-	-	-	178,492	178,492	158,743	19,749
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
57,653	57,653	33,035	24,618	3,045,621	3,050,007	2,817,475	232,532
31,461	31,461	27,650	3,811	-	-	-	-
-	-	-	-	682,910	682,910	796,726	(113,816)
<u>2,400,575</u>	<u>2,403,063</u>	<u>2,385,366</u>	<u>17,697</u>	<u>4,092,342</u>	<u>4,092,342</u>	<u>3,824,769</u>	<u>267,573</u>
458,300	456,312	712,411	256,099	1,140,692	1,140,692	1,297,074	156,382
-	-	-	-	232,714	232,714	232,714	-
(458,300)	(458,300)	(413,938)	44,362	(1,594,106)	(1,594,106)	(1,575,360)	18,746
(458,300)	(458,300)	(413,938)	44,362	(1,361,392)	(1,361,392)	(1,342,646)	18,746
-	(1,988)	298,473	300,461	(220,700)	(220,700)	(45,572)	175,128
-	1,988	(2,905,821)	(2,907,809)	220,700	220,700	1,208,763	988,063
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,607,348)</u>	<u>\$ (2,607,348)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,163,191</u>	<u>\$ 1,163,191</u>

Town of Fishkill, New York

Statement of Net Position

Fiduciary Funds

December 31, 2012

	<u>Agency Fund</u>
ASSETS	
Cash	
Demand deposits	\$ 337,309
Accounts receivable	<u>118,824</u>
 Total Assets	 <u><u>\$ 456,133</u></u>
LIABILITIES	
Employee payroll deductions	\$ 1,730
Deposits	<u>454,403</u>
 Total Liabilities	 <u><u>\$ 456,133</u></u>

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

Town of Fishkill, New York

Notes to Financial Statements
December 31, 2012

Note 1 - Summary of Significant Accounting Policies

The Town of Fishkill, 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. Governmental activities, which are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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.

Note 1 - Summary of Significant Accounting Policies (Continued)

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

C. Fund Financial Statements

The accounts of the 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. 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, if any, aggregated and presented in a single column. Fiduciary funds are reported by type. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental activities column, a reconciliation is presented on the pages following, which briefly explains 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 two broad fund categories, in accordance with generally accepted accounting principles as follows:

Fund Categories

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

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

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

Town Outside Villages Fund – The Town Outside Villages Fund is used to account for transactions which by statute affect only those areas outside the boundaries of the villages located within the Town. The major revenues of this fund are real property taxes, non-property taxes, departmental income and state aid.

Special Districts Fund - The Special Districts Fund is provided to account for the operation and maintenance of the Town's ambulance, lighting, sewer and

Note 1 - Summary of Significant Accounting Policies (Continued)

water districts. The major revenues of this fund are real property taxes, departmental income and use of money and property.

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

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

Special Revenue Funds:

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 revenue of this fund is real property taxes.

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. 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 used to account for various deposits that are payable to other jurisdictions or individuals.

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

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

Deposits, Investments and Risk Disclosure

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

The 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, and 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.

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, 2012.

Town of Fishkill, New York

Notes to Financial Statements (Continued)

December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

Restricted Investments - Restricted investments consist of funds held by a State agency. These funds are to be used for various sewer system upgrades.

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 February 1st and payable without penalty to February 28th. The Town retains the total amount of town, highway and special district levies from the total collections and returns the balance plus the uncollected items to the County, which assumes collection responsibility.

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 are incurred. Allowances are recorded when appropriate.

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, 2012, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

Inventory - 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.

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 \$2,500 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at 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.

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.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

<u>Class</u>	<u>Life in Years</u>
Buildings and improvements	10-40
Infrastructure	20-40
Machinery and equipment	3-20

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.

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

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Town has reported unearned revenues of \$21,853 for various amounts received in advance in the General Fund. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

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

As of December 31, 2012, no amounts were required to be reported as deferred outflows/inflows of resources.

Long-Term Liabilities - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts, as well as issuance costs, 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 amortized over the term of the related debt.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

Compensated Absences - Town policy provides 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 Position - Net position represent the difference between assets and liabilities. Net position are reported as restricted when there are limitations imposed on their 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 include, invested in net investment, capital assets, unemployment, DARE, debt service, special districts and special purpose. The balance is classified as unrestricted.

Fund Balance - Generally, fund balance represents the difference between current assets and current liabilities. 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 to be 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 will be used to report funds that are restricted for debt service obligations and for other items contained in General Municipal Law of the State of New York.

Committed fund balance will be reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. The Town Board is the highest level of decision making authority 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 entity removes or changes the purpose by taking the same action that was used to establish the commitment. This classification includes certain amounts established and approved by the Town Board.

Assigned fund balance, in the General Fund, will represent amounts constrained either by the entity's highest level of decision making authority or a person with delegated authority from the governing board to assign amounts for a specific intended purpose. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted or committed fund balance amounts.

Note 1 - Summary of Significant Accounting Policies (Continued)

Unassigned fund balance, in the General Fund, represents amounts not classified as nonspendable, restricted, committed or assigned. The General Fund is the only fund that would report a positive 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.

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, Town Outside Villages, Special Districts and Highway funds. Encumbrances outstanding at year-end are reported as assigned fund balance since they do not constitute expenditures or liabilities. The Town has not yet implemented an encumbrance system.

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 June 20, 2013.

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 September 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.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 2 - Stewardship, Compliance and Accountability (Continued)

- 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 September 30th.
- c) On or before October 5th, the Town Clerk shall present the tentative budget to the Town Board.
- d) Once the tentative budget is approved by the Town Board, it becomes the preliminary budget. The Town Board then files the preliminary budget with the Town Clerk, where it is available for inspection. In addition, the Board shall cause to be published a notice specifying a time and place for a public hearing.
- e) At the public hearing, taxpayers may comment on the preliminary budget.
- f) On or before November 20th, the Town Board shall adopt the preliminary budget as originally compiled or it may, by a majority vote, diminish or reject certain items contained therein as prescribed by law.
- g) Formal budgetary integration is employed during the year as a management control device for General, Town Outside Villages, Special Districts, Highway and Debt Service funds.
- h) Budgets for General, Town Outside Villages, Special Districts, Highway and Debt Service funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. An annual budget is not adopted by the Town Board for the Special Purpose Fund.
- i) 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 Board.
- j) Appropriations in General, Town Outside Villages, Special Districts, Highway and Debt Service funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year, pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

Budgeted amounts are as originally adopted or as amended by the Town Board.

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, beginning with the 2012 year. It expires on June 16, 2016.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 2 - Stewardship, Compliance and Accountability (Continued)

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. Application of Accounting Standards

For the year ended December 31, 2012, the Town implemented GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position" ("GASB Statement No. 63"). This statement provides financial reporting guidance for these elements first introduced in GASB Concept Statement No. 4, "Elements of Financial Statements". Previous financial reporting standards did not include guidance for reporting these financial statement elements, which are distinct from assets and liabilities.

D. Fund Deficits

The following funds had unassigned deficits at December 31, 2012:

	<u>Amount</u>
General Fund	\$ 261,303
Town Outside Villages Fund	2,592,946
Non-Major	
Highway Fund	
Town Outside Villages	421,017

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 2 - Stewardship, Compliance and Accountability (Continued)

The following sub funds in the Special Districts Fund had assigned fund deficits at December 31, 2012:

	<u>Amount</u>
Special Districts	
Sewer Districts	
Dutchess Park	\$ 1,013,946
Blodgett	67
Cedar Knolls	13
Deer Crossing	10
Summit Corp Park	14
Rombout	346,116
Aveonis	10
White Birch	7
Merritt	589
Rocky Glen	14
Water District	
Brinckerhoff	132,440

The Town will address these deficits in the ensuing year.

E. Capital Projects Fund Deficit

The unassigned deficit in the Capital Projects Fund of \$6,247,887 arises 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. These deficits will be reduced and eliminated as bond anticipation notes are redeemed from interfund transfers from other governmental funds or converted to permanent financing.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 2 - Stewardship, Compliance and Accountability (Continued)

F. Excess of Actual Expenditures Over Budget

General Fund		
General Government Support		
Town Board	\$	5,054
Town Assessor		6,499
Town Clerk		8,943
Engineer		2,451
Public Safety		
Traffic control		196
Animal control		522
Disaster preparedness		1,530
Transportation		
Street lighting		7,296
Culture and Recreation		
Recreation administration		3,976
Parks		7,392
Youth programs	162,498	
Senior Camp		6,610
Adult Recreation		1,599
Employee Benefits		
Health and dental insurance		945
Unemployment benefits		24,255
Debt Service - interest		
Revenue anticipation notes		28,505
Town Outside Villages Fund		
General Government Support		
Audit		1,750
Public Safety - Police		67,702
Home and Community Services		
Planning		1,946
Housing		13,201
Debt Service - interest		
Bond anticipation notes		3,558
Highway		
Town-Wide		
General Government Support		3,498
Debt Service Fund		
Serial Bonds		
Principal		109,127
Highway Town Outside Villages Fund		
General Government Support		4,531
Transportation		176,405
Special Districts Fund		
Debt Service		
Interest		113,816

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 2 - Stewardship, Compliance and Accountability (Continued)

G. Expenditures in Excess of Budget

The following fund exceeded its budgetary provisions in total by the amount indicated:

	<u>Amount</u>
Highway - Town Outside Villages	\$ 158,967

H. Prior Period Adjustment

In prior years other post employment benefit obligations payable were not reported by the Town. The omission of this liability required a prior period adjustment to the government-wide financial statements in the amount of \$1,715,818.

Note 3 - Detailed Notes on All Funds

A. Due From/To Other Funds

The balances reflected as due from/to other funds at December 31, 2012 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 2,945,046	\$ 1,813,490
Town Outside Villages	1,279,477	2,345,379
Special Districts	4,436,167	4,779,546
Capital Projects	645,521	546,334
Non-major Governmental	1,071,110	892,572
	<u>\$ 10,377,321</u>	<u>\$ 10,377,321</u>

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

B. Capital Assets

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

	<u>Balance January 1, 2012</u>	<u>Additions</u>	<u>Balance December 31, 2012</u>
Capital Assets, not being depreciated			
Land	\$ 3,133,319	\$ -	\$ 3,133,319
Construction-in-progress	152,993	-	152,993
Total Capital Assets, not being depreciated	<u>\$ 3,286,312</u>	<u>\$ -</u>	<u>\$ 3,286,312</u>

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

	Balance January 1, 2012	Additions	Balance December 31, 2012
Capital Assets, being depreciated			
Buildings and improvements	\$ 28,102,465	\$ -	\$ 28,102,465
Infrastructure	5,751,505	-	5,751,505
Machinery and equipment	8,153,508	-	8,153,508
Total Capital Assets, being depreciated	<u>42,007,478</u>	<u>-</u>	<u>42,007,478</u>
Less Accumulated Depreciation for			
Buildings and improvements	4,968,618	619,947	5,588,565
Infrastructure	858,780	170,416	1,029,196
Machinery and equipment	7,526,315	259,484	7,785,799
Total Accumulated Depreciation	<u>13,353,713</u>	<u>1,049,847</u>	<u>14,403,560</u>
Total Capital Assets, being depreciated, net	<u>\$ 28,653,765</u>	<u>\$ (1,049,847)</u>	<u>\$ 27,603,918</u>
Capital Assets, net	<u>\$ 31,940,077</u>	<u>\$ (1,049,847)</u>	<u>\$ 30,890,230</u>

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

General Government Support	\$ 82,399
Public Safety	556,015
Transportation	145,919
Culture and Recreation	146,261
Home and Community Services	<u>119,253</u>
Total Depreciation Expense	<u>\$ 1,049,847</u>

C. Accrued Liabilities

Accrued liabilities at December 31, 2012 were as follows:

	Fund			Total
	General	Town Outside Villages	Non-Major Governmental	
Payroll and Employee Benefits	<u>\$ 170,280</u>	<u>\$ 89,857</u>	<u>\$ 62,501</u>	<u>\$ 322,638</u>

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

D. Pension Plans

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

Funding Policy - The Systems are non-contributory except for employees in tiers 3 and 4 that have less than ten years of service, who contribute 3% of their salary, employees in tier 5 who also contribute 3% of their salary without regard to their years of service and employees in tier 6 who contribute between 3% and 6% depending on salary levels and also without regard to years of service. Contributions are certified by the State Comptroller and expressed as a percentage of members' salary. Contribution rates are actuarially determined and based upon membership tier and plan. Contributions consist of a life insurance portion and regular pension contributions. Contribution rates for the plans' year's ended March 31, 2013 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	2 75G 41J	22.2 %
	3 A14 41J	18.6
	4 A14 41J	18.6
	5 A15 41J	15.1
	6 A15 41J2	10.1
PFRS	2 375G	17.6
	2 384D	25.1

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

	<u>ERS</u>	<u>PFRS</u>
2012	\$ 318,190	\$ 155,817
2011	280,080	112,947
2010	279,037	108,926

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

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

The current PFRS contribution was charged to the Town Outside Villages Fund. The current ERS contribution for the Town was charged to the funds identified below.

<u>Fund</u>	<u>Amount</u>
General	\$ 187,326
Town Outside Villages	48,659
Highway – Town Outside Villages	55,957
Highway – Town Wide	<u>26,248</u>
	<u>\$ 318,190</u>

E. Short-Term Non-Capital Borrowings

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

	<u>Year of Original Issue</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Balance January 1, 2012</u>	<u>Issued</u>	<u>Redemptions</u>	<u>Balance December 31, 2012</u>
Tax Anticipation Note	2012	12/18/13	2.25 %	\$ 3,200,000	\$ 3,200,000	\$ 3,200,000	\$ 3,200,000
Bond Anticipation Note - Police Arbitration	2006	04/09/13	2.04	88,452	-	44,248	44,204
Bond Anticipation Note - Tax Certiorari	2011	11/08/13	2.16	175,000	-	-	175,000
				<u>\$ 3,463,452</u>	<u>\$ 3,200,000</u>	<u>\$ 3,244,248</u>	<u>\$ 3,419,204</u>

The tax anticipation note was issued in anticipation of the collection of property tax revenues. The bond anticipation notes were issued to finance the costs of tax certiorari judgments and to finance the costs in connection with a police arbitration award.

Interest expenditures of \$1,985 for the bond anticipation note were recorded in the fund financial statements in the Town Outside Villages Fund. Interest expense of \$1,207 was recorded in the government-wide financial statements for governmental activities.

Interest expense for the tax anticipation note was recorded in the fund financial statements in the General Fund and Town Outside Villages Fund in the amounts of \$86,492 and \$26,477, respectively and in the government-wide financial statements for governmental activities.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

F. Short-Term Capital Borrowings

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

	Year of Original Issue	Maturity Date	Rate of Interest	Balance January 1, 2012	Redemptions	Balance December 31, 2012
Governmental Type Activities						
Capital Projects Fund -						
Bond Anticipation Notes:						
Rombout Sewer	1996	02/08/13	2.03 %	\$ 50,000	\$ 6,250	\$ 43,750
Rombout Sewer	1996	07/19/13	3.25	60,000	10,000	50,000
Master Plan	2006	01/11/13	2.18	40,000	20,000	20,000
Roads	2006	02/10/13	3.95	300,000	50,000	250,000
Rombout Sewer	2006	-	-	20,000	20,000	-
Snook Road Water	2006	07/19/13	3.25	611,090	100,000	511,090
Highway Equipment	2007	-	-	68,820	68,820	-
Rombout Sewer	2007	07/19/13	3.25	598,000	13,000	585,000
Parks Equipment	2007	-	-	11,000	11,000	-
Rombout Lighting	2007	-	-	17,000	17,000	-
Recreation Building	2007	08/09/13	2.38	3,120,000	120,000	3,000,000
Dutchess Park Sewer	2007	01/11/13	2.51	1,081,937	63,544	1,018,393
Merritt Sewer	2008	07/19/13	3.25	1,906,511	46,500	1,860,011
Highway Equipment	2008	07/19/13	3.25	102,100	51,050	51,050
Brinkerhoff Water	2008	07/19/13	3.25	25,000	-	25,000
Merritt Water	2008	07/19/13	3.25	25,000	-	25,000
Sewer Plant	2008	07/19/13	3.25	172,558	57,519	115,039
				8,209,016	654,683	7,554,333
Loans Payable -						
Sewer Plant	2008	02/04/13	4.09	11,663,868	11,663,868	-
				<u>\$ 19,872,884</u>	<u>\$ 12,318,551</u>	<u>\$ 7,554,333</u>

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

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

Interest expenditures were recorded in the fund financial statements in the following funds:

<u>Fund</u>	<u>Amount</u>
General	\$ 73,017
Town Outside Villages	4,573
Special Districts	796,726
Highway - Town Outside Villages	5,535
Highway - Town Wide	8,119
	<u>\$ 887,970</u>

Interest expense of \$661,876 was recorded in the government-wide financial statements for governmental activities.

G. Long-Term Liabilities

The following table summarizes changes in the Town's long-term indebtedness for the year ended December 31, 2012:

	<u>Balance January 1, 2012</u>	<u>Prior Period Adjustments</u>	<u>January 1, 2011 as restated</u>	<u>New Issues/ Additions</u>	<u>Maturities and/or Payments</u>	<u>Balance December 31, 2012</u>	<u>Due Within One Year</u>
Bonds Payable							
Capital Construction	\$ 5,842,000	\$ -	\$ 5,842,000	\$ 12,267,939	\$ 1,117,127	\$ 16,992,812	\$ 626,513
Other	75,000	-	75,000	-	37,500	37,500	37,500
	<u>5,917,000</u>	<u>-</u>	<u>5,917,000</u>	<u>12,267,939</u>	<u>1,154,627</u>	<u>17,030,312</u>	<u>664,013</u>
Other Non-current Liabilities							
Compensated Absences	468,454	-	468,454	50,000	295,121	223,333	22,000
Landfill Closure Costs	456,950	-	456,950	-	26,750	430,200	27,550
Retirement Incentives and Other Pension Obligations	183,500	-	-	-	41,024	142,476	44,102
Other Post Employment Benefit Obligations	-	1,715,818	1,715,818	672,834	144,315	2,244,337	-
	<u>1,108,904</u>	<u>1,715,818</u>	<u>2,641,222</u>	<u>722,834</u>	<u>507,210</u>	<u>3,040,346</u>	<u>93,652</u>
	<u>\$ 7,025,904</u>	<u>\$ 1,715,818</u>	<u>\$ 8,558,222</u>	<u>\$ 12,990,773</u>	<u>\$ 1,661,837</u>	<u>\$ 20,070,658</u>	<u>\$ 757,665</u>

Each governmental fund's liability for compensated absences, landfill closure costs, retirement incentives and other pension obligations are liquidated by the respective fund, primarily the General, Town Outside Villages, Special Districts and Highway funds. The Town's indebtedness for bonds is satisfied by the Debt Service Fund, which is primarily funded by the General, Town Outside Villages, Highway and Special Districts funds.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

Bonds Payable

Bonds payable at December 31, 2012 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at December 31, 2012
Joint Landfill	1993	750,000	October, 2013	5.75 %	\$ 37,500
Rombout Water	2002	1,368,232	April, 2021	4.132-4.982	555,876
Police Facility	2004	5,635,000	April, 2029	4.76	4,540,000
Wellfield	2005	480,000	December, 2015	4.15	144,000
Highway Reconstruction	2010	250,000	January, 2015	4.44	150,000
EFC Water	2012	11,602,933	May, 2042	2.390-4.098	11,602,936
					<u>\$ 17,030,312</u>

Interest expenditures of \$259,218, were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$306,138 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, 2012, including interest payments of \$8,590,874 are as follows:

Year Ended December 31,	Principal	Interest	Total
2013	\$ 664,013	\$ 560,774	\$ 1,224,787
2014	629,452	542,232	1,171,684
2015	646,513	525,115	1,171,628
2016	558,513	508,736	1,067,249
2017	572,693	494,931	1,067,624
2018-2022	3,009,128	2,223,726	5,232,854
2023-2027	3,215,000	1,703,806	4,918,806
2028-2032	2,650,000	1,078,602	3,728,602
2033-2037	2,295,000	691,038	2,986,038
2038-2042	2,790,000	261,914	3,051,914
	<u>\$ 17,030,312</u>	<u>\$ 8,590,874</u>	<u>\$ 25,621,186</u>

The above general obligation bonds are direct obligations of the Town, for which its full faith and credit are pledged and are payable from taxes levied on all taxable real property within the Town.

Note 3 - Detailed Notes on All Funds (Continued)

Advance Refunding

During 2012, the Town, through EFC issued \$665,000 in refunding serial bonds with interest rates ranging from 4.312% to 4.982%, depending on maturity. The Town refunded the 2002 serial bonds to reduce its total debt service payments. The net present value economic gain was minimal.

Compensated Absences

Employees represented by the Town of Fishkill Police Fraternity, Inc. agreement do not receive vacation or sick time. Employees represented by the Town's employee handbook earn vacation during the fiscal year and can be carried over to the succeeding year, subject to limitations as provided in the employee handbook. Employees represented by the employee handbook are entitled to accumulate sick leave up to a maximum amount stipulated in the handbook. Upon retirement or separation of service, employees may be compensated for half of their accumulated unused sick time. The value of all compensated absences has been reflected in the government-wide financial statements.

Joint Venture/Landfill Closure Costs

The Town entered into an agreement with the Town of East Fishkill in 1980 to operate the Fishkill/East Fishkill Joint Landfill for a period of twenty years. All costs of operations and maintenance were shared equally by each municipality. The Joint Landfill was ordered closed under a consent order signed with the NYS Department of Environmental Conservation, last modified in 1993. The landfill has not accepted waste since 1986 and was completely closed and capped by July 1997.

The following is a summary of financial information included in the unaudited financial document of this joint venture:

Total Assets	\$ 1,336,127
Net Assets	1,336,127
Total Operating Revenues	48,083
Total Operating Expenses	45,917

State and Federal laws and regulations require the Town to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The Joint Landfill estimates future post-closure care costs to be \$860,400. The amount of \$430,200 reported as a landfill closure costs liability in the government-wide financial statements, at December 31, 2012, represents the Town's 50% share of the estimated liability. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

Other Post Employment Benefit Obligations

In addition to providing pension benefits, the Town provides certain health care benefits for retired employees through a single employer defined benefit plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

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 has recognized revenues and expenditures of \$10,789 for Medicare Part D payments made directly to its health insurance carrier on behalf of its retirees.

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

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

The 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 rates of increase in postretirement benefits are as follows:

<u>Year Ended</u> <u>December 31,</u>	<u>Pre-65</u> <u>Medical</u>	<u>Post-65</u> <u>Medical</u>
2013	9.00 %	9.00 %
2014	8.50	8.50
2015	8.00	8.00
2016	7.50	7.50
2017	7.00	7.00
2018	6.50	6.50
2019	6.00	6.00
2020	5.50	5.50
2021	5.00	5.00
2022+	5.00	5.00

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

The amortization basis is the level dollar method with an open amortization approach with 27 years remaining in the amortization period. The actuarial assumptions include a 4% investment rate of return. The Town currently has no assets set aside for the purpose of paying postemployment benefits. The actuarial cost method utilized was the projected unit credit method.

The number of participants as of December 31, 2012 was as follows:

Active Employees	38
Retired Employees	17
	<u>55</u>

Amortization Component:	
Actuarial Accrued Liability as of January 1, 2012	\$ 6,802,303
Assets at Market Value	-
Unfunded Actuarial Accrued Liability ("UAAL")	<u>\$ 6,802,303</u>
Funded Ratio	<u>0.00%</u>
Covered Payroll (Active plan members)	<u>\$ 1,321,489</u>
UAAL as a Percentage of Covered Payroll	<u>514.75%</u>
Annual Required Contribution	\$ 672,834
Interest on Net OPEB Obligation	-
Adjustment to Annual Required Contribution	-
Annual OPEB Cost	672,834
Contributions Made	<u>(144,315)</u>
Increase in Net OPEB Obligation	528,519
Net OPEB Obligation - Beginning of Year	<u>1,715,818</u>
Net OPEB Obligation - End of Year	<u>\$ 2,244,337</u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for the current year:

Fiscal Year Ended December 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2012	\$ 672,834	21.45% %	\$ 2,244,337
2011	623,030	11.78%	1,715,818
2010	605,597	5.61%	1,166,158

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

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.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

Retirement Incentives and Other Pension Obligations

The 2010 State-wide Retirement Incentive Program enacted under Chapter 105 of the Laws of 2010 authorized local municipalities to offer employees a retirement incentive. Under Part A of the plan, eligible employees would be granted one month of additional service credit for each year of service up to 36 years. Under Part B of the plan, eligible employees can retire without penalty and benefit reduction if they are under the age of 62 and have less than 30 years of credited service. The estimated cost of the program will be approximately 60% of the employee's final average salary. The Town has elected to pay this obligation over a five year period, with interest. The current year cost of the program was \$55,284 and was charged to the General, and Highway-Town Outside Villages funds in the fund financial statements. The balance due at December 31, 2012 was \$142,476 for governmental activities.

H. Revenues and Expenditures

Interfund Transfers

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

Transfers Out	Transfers In				Total
	General Fund	Special Districts Fund	Capital Projects Fund	Non-Major Governmental Funds	
General Fund	\$ -	\$ -	\$ 131,000	\$ 41,813	\$ 172,813
Town Outside Villages Funds	-	-	20,000	393,938	413,938
Special Districts Fund	551,192	232,714	645,312	146,142	1,575,360
Capital Projects Fund	-	-	-	109,127	109,127
Non-Major Governmental Funds	-	-	169,870	57,825	227,695
	<u>\$ 551,192</u>	<u>\$ 232,714</u>	<u>\$ 966,182</u>	<u>\$ 748,845</u>	<u>\$ 2,498,933</u>

Transfers are used to 1) move amounts earmarked in the operating funds to fulfill commitments for Capital Projects Fund expenditures and 2) move amount earmarked in the operating funds to fulfill commitments for General, Special Districts and Non-Major Governmental funds.

I. Net Position

The components of net position are detailed below:

Net Invested 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 Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

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

Restricted for DARE - the component of net position that has been established pursuant to State authorization for unexpended gifts and donations which are restricted to use in the Town's drug awareness program.

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

Restricted for Special Districts - 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 Future Capital Projects - the component of net position that reports the amounts restricted for sewer capital improvements and represents a segregation of the funds for capital improvements in accordance with Section 6-c of the General Municipal Law of the State of New York.

Restricted for Special Purposes - the component of net position that reports the difference between assets and liabilities with constraints placed on their use by either external parties and/or statute.

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

Town of Fishkill, New York

**Notes to Financial Statements (Continued)
December 31, 2012**

Note 3 - Detailed Notes on All Funds (Continued)

J. Fund Balances

	2012							2011				
	General Fund	Town Outside Villages Fund	Special Districts Fund	Capital Projects Fund	Non-Major Governmental Funds	Total	General Fund	Town Outside Villages	Special Districts Fund	Capital Projects Fund	Non-Major Governmental	Total
Restricted												
Unemployment	\$ 6,098	\$ -	\$ -	\$ -	\$ -	\$ 6,098	\$ 6,082	\$ -	\$ -	\$ -	\$ -	\$ 6,082
DARE	-	9,348	-	-	-	9,348	-	11,336	-	-	-	11,336
Debt service	-	-	-	-	170,665	170,665	-	-	-	-	157,391	157,391
Future capital projects	-	-	758,000	-	-	758,000	-	-	-	-	-	-
Special purpose	-	-	-	-	724,009	724,009	-	-	-	-	1,029,111	1,029,111
Total Restricted	6,098	9,348	758,000	-	894,674	1,668,120	6,082	11,336	-	-	1,186,502	1,203,920
Assigned												
Subsequent years' expenditures	-	-	-	-	-	-	-	-	-	-	-	-
Major funds	-	-	405,191	-	-	405,191	-	-	220,700	-	-	220,700
Total Assigned	-	-	405,191	-	-	405,191	-	-	988,063	-	-	988,063
Unassigned	(261,303)	(2,616,696)	-	(6,247,887)	(392,125)	(9,518,011)	(1,386,126)	(2,917,157)	-	(543,229)	(23,363,153)	
Total Fund Balances	\$ (255,205)	\$ (2,607,348)	\$ 1,163,191	\$ (6,247,887)	\$ 502,549	\$ (7,444,700)	\$ (1,380,044)	\$ (2,905,821)	\$ (18,516,641)	\$ 643,273	\$ (20,950,470)	

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2012

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.

Unassigned fund balance in the General Fund represents amounts not classified as nonspendable, restricted, committed or assigned. Unassigned fund balance in the Town Outside Villages, Capital Projects, and Non-Major Governmental funds represents deficit balances.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

The Town was a member of the Public Entity Trust of New York workers' compensation self-insurance trust ("PETNY"). PETNY became underfunded and was terminated in 2007. In May, 2010, the Workers' Compensation Board ("WCB") sent final assessment invoices to each of the former PETNY members for their pro-rata share of the deficit. The total due for the Town's share was \$288,340. Under a five-year payment plan at 7.5% interest, the monthly amount allocated to the Town was \$5,778. WCB also required each member to execute a Deficit Assessment Contractual Agreement ("DACA"), with each member agreeing to its share of the liability and the methodology of the deficit calculation. The Town did not sign the DACA, but instead entered into a Memorandum of Understanding ("MOA") with WCB under which a) the parties agreed to toll the statute of limitations and committed to a standstill on any litigation, b) the Town agreed to make interim monthly payments of \$2,639 and c) the Town reserved the right to discovery regarding the appropriate allocation of its share of the PETNY deficit. Payments made under the MOA are credited against any amount the Town might owe. The Town made these minimum monthly payments during 2011, but has ceased making payments going forward, on the advice of legal counsel based on the fact that efforts to obtain an accounting from the WCB have been unsuccessful and it is believed that the actual obligation of the trust fund members, at this point, is either minimal or non-existent. Payments made under this agreement are to be credited against any amount that the Town might ultimately owe. This case has not been settled to date.

The Town, in 2009, entered into a developer's agreement with a Trust company, under which, this Trust may, at some future point, become entitled to a refund of a portion of an application fee that was paid to the Town. The amount of the fee was \$324,120. The maximum exposure to the Town is two-thirds of this special permit fee. The Trust has requested this fee be returned to them. Discussions are in progress and this has not been settled to date.

The Town's insurer has retained legal counsel with regard to a claim asserted by a Town police officer. This officer filed an Article 78 action in the Westchester County Supreme Court. The Town is named as a respondent. The officer is challenging the Town Board's decision to eliminate the officer's part time position as a lieutenant with the Town. The officer is claiming that the actions were in violation of the Civil Service Law and Dutchess County Civil Service rules. Opposition to the petition has been submitted to the Court. There is no dollar amount specified as a potential liability.

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

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

The Town is also defendant in numerous tax certiorari proceedings, the results of which generally require tax refunds on the part of the Town. The amount of possible refunds cannot be determined at the present time and any refunds resulting from adverse settlements will be funded in the year in which the payments are made.

B. Risk Management

The Town purchases various conventional insurance coverages to reduce its exposure to loss. The public officials and law enforcement liability policies provide coverage up to \$2 million for each policy. The general liability policy provides coverage up to \$3 million. In addition, the Town maintains an umbrella policy with a limit of \$14 million. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. The Town also purchases conventional medical and workers' compensation coverage.

C. Contingencies

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

Note 5 - Subsequent Events

The Town, in January 2013, issued bond anticipation notes in the amount of \$918,000. The notes are due on January 10, 2014, with interest at 2.01%. The proceeds were used to renew bond anticipation notes outstanding as of December 31, 2012 in the amount of \$1,108,394.

* * * * *

Town of Fishkill, New York

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

Valuation Date	Actuarial		Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
	Value of Assets	Accrued Liability				
January 1, 2012	\$ -	\$ 6,802,303	\$ 6,802,303	- %	\$ 1,321,489	514.75 %
January 1, 2011	-	6,802,303	6,802,303	-	1,321,489	514.75
January 1, 2010	-	6,802,303	6,802,303	-	1,321,489	514.75

Town of Fishkill, New York

General Fund
 Comparative Balance Sheet
 December 31,

	<u>2012</u>	<u>2011</u>
ASSETS		
Cash		
Demand deposits	\$ 615,701	\$ 31,807
Time deposits	6,098	6,082
Petty cash	250	250
	<u>622,049</u>	<u>38,139</u>
Investments	<u>-</u>	<u>754</u>
Receivables		
Accounts	168,443	95,742
Due from other governments	138,490	135,629
Due from other funds	2,945,046	1,691,248
	<u>3,251,979</u>	<u>1,922,619</u>
Total Assets	<u>\$ 3,874,028</u>	<u>\$ 1,961,512</u>
LIABILITIES AND FUND DEFICIT		
Liabilities		
Accounts payable	\$ 468,664	\$ 302,437
Accrued liabilities	170,280	246,625
Bond anticipation notes payable	22,946	21,200
Tax anticipation notes payable	1,632,000	2,450,000
Due to other funds	1,813,490	301,384
Unearned revenues	21,853	19,910
Total Liabilities	<u>4,129,233</u>	<u>3,341,556</u>
Fund balance (deficit)		
Restricted	6,098	6,082
Unassigned	<u>(261,303)</u>	<u>(1,386,126)</u>
Total Fund Deficit	<u>(255,205)</u>	<u>(1,380,044)</u>
Total Liabilities and Fund Deficit	<u>\$ 3,874,028</u>	<u>\$ 1,961,512</u>

Town of Fishkill, New York

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

	2012			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Real property taxes	\$ 1,623,533	\$ 1,623,533	\$ 1,623,533	\$ -
Other tax items	457,429	457,429	531,058	73,629
Departmental income	142,600	306,106	478,807	172,701
Use of money and property	20,000	20,000	24,174	4,174
Licenses and permits	21,100	21,100	14,134	(6,966)
Fines and forfeitures	140,500	140,500	191,293	50,793
Sale of property and compensation for loss	-	-	832	832
Interfund revenues	192,696	192,696	192,696	-
State aid	481,000	481,000	593,065	112,065
Miscellaneous	177,721	14,215	21,379	7,164
Total Revenues	3,256,579	3,256,579	3,670,971	414,392
EXPENDITURES				
Current				
General government support	2,504,302	2,504,300	1,629,661	874,639
Public safety	18,438	18,438	20,686	(2,248)
Transportation	221,882	221,882	219,080	2,802
Economic opportunity and development	17,118	17,118	16,262	856
Culture and recreation	524,058	524,060	705,614	(181,554)
Home and community services	55,730	55,730	34,913	20,817
Employee benefits	119,511	119,511	138,786	(19,275)
Debt service				
Interest	139,776	139,776	159,509	(19,733)
Total Expenditures	3,600,815	3,600,815	2,924,511	676,304
Excess (Deficiency) of Revenues Over Expenditures	(344,236)	(344,236)	746,460	1,090,696
OTHER FINANCING SOURCES (USES)				
Transfers in	551,092	551,092	551,192	100
Transfers out	(206,856)	(206,856)	(172,813)	34,043
Total Other Financing Sources	344,236	344,236	378,379	34,143
Net Change in Fund Balance	-	-	1,124,839	1,124,839
Fund Balance (Deficit) - Beginning of Year, as reported	-	-	(1,380,044)	(1,380,044)
Prior Period Adjustment	-	-	-	-
Fund Balance (Deficit) - Beginning of Year, as restated	-	-	(1,380,044)	(1,380,044)
Fund Deficit - End of Year	\$ -	\$ -	\$ (255,205)	\$ (255,205)

2011

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,538,224	\$ 1,538,224	\$ 1,538,224	\$ -
421,831	421,831	470,893	49,062
131,600	131,600	421,439	289,839
20,740	20,740	14,951	(5,789)
21,200	21,200	17,538	(3,662)
140,500	140,500	134,163	(6,337)
-	-	17,349	17,349
191,928	191,928	197,578	5,650
615,000	615,000	497,700	(117,300)
166,107	166,107	7,338	(158,769)
<u>3,247,130</u>	<u>3,247,130</u>	<u>3,317,173</u>	<u>70,043</u>
2,262,399	2,262,399	2,033,893	228,506
18,438	18,438	16,635	1,803
212,570	212,570	220,067	(7,497)
17,118	17,118	17,303	(185)
517,930	517,930	789,343	(271,413)
55,730	55,730	56,979	(1,249)
73,573	73,573	113,250	(39,677)
141,440	141,440	160,408	(18,968)
<u>3,299,198</u>	<u>3,299,198</u>	<u>3,407,878</u>	<u>(108,680)</u>
<u>(52,068)</u>	<u>(52,068)</u>	<u>(90,705)</u>	<u>(38,637)</u>
557,934	557,934	658,943	101,009
(513,500)	(513,500)	(488,424)	25,076
44,434	44,434	170,519	126,085
(7,634)	(7,634)	79,814	87,448
7,634	7,634	(2,906,264)	(2,913,898)
-	-	1,446,406	1,446,406
7,634	7,634	(1,459,858)	(1,467,492)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,380,044)</u>	<u>\$ (1,380,044)</u>

Town of Fishkill, New York

General Fund
 Schedule of Revenues and Other Financing Sources Compared to Budget
 Year Ended December 31, 2012
 (With Comparative Actuals for 2011)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2011 Actual
REAL PROPERTY TAXES	\$ 1,623,533	\$ 1,623,533	\$ 1,623,533	\$ -	\$ 1,538,224
OTHER TAX ITEMS					
Payments in lieu of taxes	62,429	62,429	122,900	60,471	59,429
Interest and penalties on real property taxes	35,000	35,000	37,119	2,119	47,856
Franchise fees	360,000	360,000	371,039	11,039	363,608
	457,429	457,429	531,058	73,629	470,893
DEPARTMENTAL INCOME					
Town Clerk fees	12,000	12,000	9,814	(2,186)	10,845
Dog control fines	-	-	6,775	6,775	-
Tax collector fees	4,000	4,000	2,463	(1,537)	5,528
Parks and recreation fees	45,450	141,390	354,818	213,428	296,300
Summer camp	81,150	148,716	104,937	(43,779)	108,766
	142,600	306,106	478,807	172,701	421,439
USE OF MONEY AND PROPERTY					
Rental income	20,000	20,000	20,066	66	14,345
Earnings on investments	-	-	4,096	4,096	536
Commissions	-	-	12	12	70
	20,000	20,000	24,174	4,174	14,951
LICENSES AND PERMITS					
Dog licenses	14,000	14,000	9,708	(4,292)	13,347
Marriage licenses	3,000	3,000	2,175	(825)	2,900
Conservation licenses	600	600	501	(99)	541
Road opening permits	-	-	-	-	250
Other	3,500	3,500	1,750	(1,750)	500
	21,100	21,100	14,134	(6,966)	17,538

FINES AND FORFEITURES								
Fines and forfeited bail	140,000	140,000	191,113	51,113	133,743			
Fines - Handicapped parking	500	500	180	(320)	420			
	<u>140,500</u>	<u>140,500</u>	<u>191,293</u>	<u>50,793</u>	<u>134,163</u>			
SALE OF PROPERTY AND COMPENSATION FOR LOSS								
Minor sales	-	-	832	832	17,349			
	<u>192,696</u>	<u>192,696</u>	<u>192,696</u>	<u>-</u>	<u>197,578</u>			
INTERFUND REVENUES								
STATE AID								
Mortgage tax	481,000	481,000	593,065	112,065	475,637			
Unified court system	-	-	-	-	22,063			
	<u>481,000</u>	<u>481,000</u>	<u>593,065</u>	<u>112,065</u>	<u>497,700</u>			
MISCELLANEOUS								
Refund of prior year expenditures	-	-	110	110	-			
Gifts and donations	-	-	200	200	825			
Unclassified	177,721	14,215	21,069	6,854	6,513			
	<u>177,721</u>	<u>14,215</u>	<u>21,379</u>	<u>7,164</u>	<u>7,338</u>			
TOTAL REVENUES	<u>3,256,579</u>	<u>3,256,579</u>	<u>3,670,971</u>	<u>414,392</u>	<u>3,317,173</u>			
OTHER FINANCING SOURCES								
Transfers in	-	-	-	-	101,009			
Capital Projects Fund	551,092	551,092	551,192	100	557,934			
Special Districts Fund	551,092	551,092	551,192	100	658,943			
TOTAL OTHER FINANCING SOURCES	<u>551,092</u>	<u>551,092</u>	<u>551,192</u>	<u>100</u>	<u>658,943</u>			
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 3,807,671</u>	<u>\$ 3,807,671</u>	<u>\$ 4,222,163</u>	<u>\$ 414,492</u>	<u>\$ 3,976,116</u>			

Town of Fishkill, New York

General Fund
 Schedule of Expenditures and Other Financing Uses Compared to Budget
 Year Ended December 31, 2012
 (With Comparative Actuals for 2011)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2011 Actual
GENERAL GOVERNMENT SUPPORT					
Town Board	\$ 65,886	\$ 66,386	\$ 71,440	\$ (5,054)	\$ 117,118
Town Justices	242,846	242,846	234,878	7,968	247,449
Supervisor	142,126	146,626	141,693	4,933	187,705
Comptroller	396,963	396,962	387,181	9,781	294,974
Auditor	30,000	40,000	30,207	9,793	44,912
Receiver of Taxes	74,327	74,327	35,906	38,421	176,388
Town Assessor	123,810	123,810	130,309	(6,499)	128,983
Town Clerk	132,029	143,528	152,471	(8,943)	127,445
Town Attorney	125,000	88,971	76,646	12,325	273,615
Personnel	37,000	38,114	34,381	3,733	26,785
Engineer	4,000	4,000	6,451	(2,451)	5,289
Buildings	92,620	92,620	89,706	2,914	95,818
Recreation Building	42,850	50,850	40,694	10,156	43,148
Central garage	2,550	2,550	1,779	771	2,954
Central communications	28,300	28,300	24,818	3,482	27,437
Central storeroom	22,000	22,000	14,628	7,372	21,540
Central printing and mailing	37,400	37,400	29,413	7,987	35,755
Central data processing	39,000	47,915	38,678	9,237	36,401
Unallocated insurance	101,000	92,500	79,803	12,697	97,788
Municipal association dues	1,500	1,600	1,600	-	1,500
Taxes and assessments	25,138	25,038	6,979	18,059	40,889
Contingency account	737,957	737,957	-	737,957	-
	<u>2,504,302</u>	<u>2,504,300</u>	<u>1,629,661</u>	<u>874,639</u>	<u>2,033,893</u>
PUBLIC SAFETY					
Traffic control	3,500	3,500	3,696	(196)	2,106
Animal control	14,400	14,400	14,922	(522)	14,429
Disaster preparedness	538	538	2,068	(1,530)	100
	<u>18,438</u>	<u>18,438</u>	<u>20,686</u>	<u>(2,248)</u>	<u>16,635</u>

TRANSPORTATION								
Highway administration	155,486	155,486	154,780	706	150,635			
Street lighting	30,000	30,000	37,296	(7,296)	37,010			
Highway garage	36,396	36,396	27,004	9,392	32,422			
	<u>221,882</u>	<u>221,882</u>	<u>219,080</u>	<u>2,802</u>	<u>220,067</u>			
ECONOMIC OPPORTUNITY AND DEVELOPMENT								
Veteran's services	250	250	-	250	37			
Programs for the aging	16,868	16,868	16,262	606	17,266			
	<u>17,118</u>	<u>17,118</u>	<u>16,262</u>	<u>856</u>	<u>17,303</u>			
CULTURE AND RECREATION								
Recreation administration	177,021	177,023	180,999	(3,976)	166,851			
Parks	199,106	199,106	206,498	(7,392)	356,253			
Youth programs	106,850	106,850	269,348	(162,498)	219,632			
Celebrations	-	-	-	-	1,649			
Senior Camp	19,000	19,000	25,610	(6,610)	19,501			
Town Historian	1,505	1,505	984	521	1,122			
Adult Recreation	20,576	20,576	22,175	(1,599)	24,335			
	<u>524,058</u>	<u>524,060</u>	<u>705,614</u>	<u>(181,554)</u>	<u>789,343</u>			
HOME AND COMMUNITY SERVICES								
Refuse and Garbage	20,540	20,540	3,955	16,585	9,286			
Joint landfill	25,000	25,000	24,000	1,000	26,625			
Drainage	10,000	10,000	6,958	3,042	21,068			
Conservation	190	190	-	190	-			
	<u>55,730</u>	<u>55,730</u>	<u>34,913</u>	<u>20,817</u>	<u>56,979</u>			
EMPLOYEE BENEFITS								
Disability insurance	2,670	3,105	473	2,632	3,734			
Workers' compensation benefits	28,601	28,166	24,873	3,293	36,146			
Health and dental insurance	88,240	88,240	89,185	(945)	73,370			
Unemployment benefits	-	-	24,255	(24,255)	-			
	<u>119,511</u>	<u>119,511</u>	<u>138,786</u>	<u>(19,275)</u>	<u>113,250</u>			

(Continued)

Town of Fishkill, New York

**General Fund
Schedule of Expenditures and Other Financing Uses Compared to Budget (Continued)
Year Ended December 31, 2012
(With Comparative Actuals for 2011)**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2011 Actual
DEBT SERVICE					
Interest					
Revenue anticipation notes	\$ 57,987	\$ 57,987	\$ 86,492	\$ (28,505)	\$ 86,240
Bond anticipation notes	81,789	81,789	73,017	8,772	74,168
	<u>139,776</u>	<u>139,776</u>	<u>159,509</u>	<u>(19,733)</u>	<u>160,408</u>
TOTAL EXPENDITURES	<u>3,600,815</u>	<u>3,600,815</u>	<u>2,924,511</u>	<u>676,304</u>	<u>3,407,878</u>
OTHER FINANCING USES					
Transfers out					
Debt Service Fund	41,900	41,900	41,813	87	283,049
Capital Projects Fund	164,956	164,956	131,000	33,956	205,375
	<u>206,856</u>	<u>206,856</u>	<u>172,813</u>	<u>34,043</u>	<u>488,424</u>
TOTAL OTHER FINANCING USES					
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 3,807,671</u>	<u>\$ 3,807,671</u>	<u>\$ 3,097,324</u>	<u>\$ 710,347</u>	<u>\$ 3,896,302</u>

Town of Fishkill, New York

Town Outside Villages Fund
 Comparative Balance Sheet
 December 31,

	<u>2012</u>	<u>2011</u>
ASSETS		
Cash		
Demand deposits	\$ 92,413	\$ 123,736
Investments	<u>-</u>	<u>719</u>
Receivables		
Accounts	7,536	2,750
Due from other governments	358,064	360,171
Due from other funds	<u>1,279,477</u>	<u>37,715</u>
	<u>1,645,077</u>	<u>400,636</u>
Total Assets	<u>\$ 1,737,490</u>	<u>\$ 525,091</u>
LIABILITIES AND FUND DEFICIT		
Liabilities		
Accounts payable	\$ 226,219	\$ 40,375
Accrued liabilities	89,857	200,524
Bond anticipation notes payable	115,383	161,377
Tax anticipation notes payable	1,568,000	750,000
Due to other funds	<u>2,345,379</u>	<u>2,278,636</u>
Total Liabilities	<u>4,344,838</u>	<u>3,430,912</u>
Fund balance (deficit)		
Restricted	9,348	11,336
Unassigned	<u>(2,616,696)</u>	<u>(2,917,157)</u>
Total Fund Deficit	<u>(2,607,348)</u>	<u>(2,905,821)</u>
Total Liabilities and Fund Deficit	<u>\$ 1,737,490</u>	<u>\$ 525,091</u>

Town of Fishkill, New York

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

	2012			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 1,296,015	\$ 1,296,015	\$ 1,296,015	\$ -
Other tax items	118,890	118,890	118,689	(201)
Non-property taxes	950,000	950,000	1,052,846	102,846
Departmental income	46,000	46,000	119,437	73,437
Use of money and property	-	-	3,605	3,605
Licenses and permits	200,000	200,000	258,081	58,081
Sale of property and compensation for loss	-	-	459	459
Interfund revenues	166,487	166,487	185,702	19,215
State aid	81,483	81,483	82,506	1,023
Federal aid	-	-	3,672	3,672
Miscellaneous	-	500	(23,235)	(23,735)
Total Revenues	2,858,875	2,859,375	3,097,777	238,402
EXPENDITURES				
Current				
General government support	210,100	212,588	143,769	68,819
Public safety	1,854,251	1,854,251	1,919,552	(65,301)
Home and community services	247,110	247,110	261,360	(14,250)
Employee benefits	31,461	31,461	27,650	3,811
Debt service				
Interest	57,653	57,653	33,035	24,618
Total Expenditures	2,400,575	2,403,063	2,385,366	17,697
Excess of Revenues Over Expenditures	458,300	456,312	712,411	256,099
OTHER FINANCING USES				
Transfers out	(458,300)	(458,300)	(413,938)	44,362
Net Change in Fund Balance	-	(1,988)	298,473	300,461
Fund Balance (Deficit) - Beginning of Year, as reported	-	1,988	(2,905,821)	(2,907,809)
Prior Period Adjustment	-	-	-	-
Fund Balance (Deficit) - Beginning of Year, as restated	-	1,988	(2,905,821)	(2,907,809)
Fund Deficit - End of Year	\$ -	\$ -	\$ (2,607,348)	\$ (2,607,348)

2011

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,007,951	\$ 1,007,951	\$ 1,007,951	\$ -
112,868	112,868	118,890	6,022
892,000	892,000	1,050,318	158,318
374,134	374,134	85,002	(289,132)
-	-	194	194
196,836	196,836	231,703	34,867
-	-	19,695	19,695
149,618	149,618	149,618	-
96,600	96,600	113,129	16,529
-	-	-	-
-	-	27,234	27,234
<u>2,830,007</u>	<u>2,830,007</u>	<u>2,803,734</u>	<u>(26,273)</u>
217,175	217,175	281,267	(64,092)
1,861,445	1,861,445	1,852,671	8,774
225,160	225,160	230,514	(5,354)
30,000	30,000	38,675	(8,675)
4,900	4,900	31,189	(26,289)
<u>2,338,680</u>	<u>2,338,680</u>	<u>2,434,316</u>	<u>(95,636)</u>
491,327	491,327	369,418	(121,909)
<u>(474,300)</u>	<u>(474,300)</u>	<u>(429,928)</u>	<u>44,372</u>
<u>17,027</u>	<u>17,027</u>	<u>(60,510)</u>	<u>(77,537)</u>
(17,027)	(17,027)	-	17,027
-	-	(2,845,311)	(2,845,311)
<u>(17,027)</u>	<u>(17,027)</u>	<u>(2,845,311)</u>	<u>(2,828,284)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,905,821)</u>	<u>\$ (2,905,821)</u>

Town of Fishkill, New York

Town Outside Villages Fund
 Schedule of Revenues Compared to Budget
 Year Ended December 31, 2012
 (With Comparative Actuals for 2011)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2011 Actual
REAL PROPERTY TAXES	\$ 1,296,015	\$ 1,296,015	\$ 1,296,015	\$ -	\$ 1,007,951
OTHER TAX ITEMS	118,890	118,890	118,689	(201)	118,890
Payments in lieu of taxes					
NON-PROPERTY TAXES	950,000	950,000	1,052,846	102,846	1,050,318
Non-property tax distribution from County					
DEPARTMENTAL INCOME					
Police fees	3,000	3,000	2,824	(176)	2,699
Zoning fees	13,000	13,000	10,085	(2,915)	16,863
Planning Board fees	-	-	41,960	41,960	23,590
Drainage fees	-	-	-	-	2,650
Safety fees	30,000	30,000	64,568	34,568	39,200
	46,000	46,000	119,437	73,437	85,002
USE OF MONEY AND PROPERTY					
Earnings on investments	-	-	3,605	3,605	194
LICENSES AND PERMITS					
Safety fire permits	50,000	50,000	64,223	14,223	56,002
Building and alteration permits	150,000	150,000	193,858	43,858	175,701
	200,000	200,000	258,081	58,081	231,703

SALE OF PROPERTY AND COMPENSATION

FOR LOSS

Minor sales	-	-	29	29	9,350
Insurance recoveries	-	-	430	430	10,345
	-	-	459	459	19,695
	<u>166,487</u>	<u>166,487</u>	<u>185,702</u>	<u>19,215</u>	<u>149,618</u>

INTERFUND REVENUES

STATE AID	70,651	70,651	69,238	(1,413)	69,238
Per capita	-	-	-	-	29,851
DCJS Legislative grant	1,236	1,236	998	(238)	1,236
Seat belt grant	4,553	4,553	3,555	(998)	10,561
DWI grant	2,800	2,800	2,167	(633)	-
Youth programs	2,243	2,243	912	(1,331)	2,243
Excessive speed enforcement grant	-	-	5,636	5,636	-
Other	-	-	-	-	-
	<u>81,483</u>	<u>81,483</u>	<u>82,506</u>	<u>1,023</u>	<u>113,129</u>

FEDERAL AID

Bullet proof vests	-	-	3,672	3,672	-
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MISCELLANEOUS

Gifts and donations	-	500	500	-	614
Unclassified	-	-	(23,735)	(23,735)	26,620
	-	500	(23,235)	(23,735)	27,234

TOTAL REVENUES

	<u>\$ 2,858,875</u>	<u>\$ 2,859,375</u>	<u>\$ 3,097,777</u>	<u>\$ 238,402</u>	<u>\$ 2,803,734</u>
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Town of Fishkill, New York

Town Outside Villages Fund
 Schedule of Expenditures and Other Financing Uses Compared to Budget
 Year Ended December 31, 2012
 (With Comparative Actuals for 2011)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2011 Actual
GENERAL GOVERNMENT SUPPORT					
Audit	\$ -	\$ -	1,750	\$(1,750)	\$ -
Town Attorney	50,000	50,000	18,708	31,292	13,189
Engineer	8,000	8,000	5,089	2,911	5,029
Central building	76,600	76,600	52,642	23,958	73,556
Central storeroom	4,000	4,000	3,354	646	4,077
Unallocated insurance	71,500	71,500	59,738	11,762	71,151
Judgments and claims	-	-	-	-	39,000
Miscellaneous	-	2,488	2,488	-	2,340
Taxes and assessments	-	-	-	-	72,925
	<u>210,100</u>	<u>212,588</u>	<u>143,769</u>	<u>68,819</u>	<u>281,267</u>
PUBLIC SAFETY					
Police	1,666,227	1,666,758	1,734,460	(67,702)	1,678,171
Safety inspections	188,024	187,493	185,092	2,401	174,500
	<u>1,854,251</u>	<u>1,854,251</u>	<u>1,919,552</u>	<u>(65,301)</u>	<u>1,852,671</u>
HOME AND COMMUNITY SERVICES					
Zoning	16,541	16,541	15,644	897	15,984
Planning	64,082	64,082	66,028	(1,946)	58,898
Housing	166,487	166,487	179,688	(13,201)	155,632
	<u>247,110</u>	<u>247,110</u>	<u>261,360</u>	<u>(14,250)</u>	<u>230,514</u>
EMPLOYEE BENEFITS - UNALLOCATED					
Workers' compensation benefits	28,961	28,961	27,268	1,693	36,431
Disability insurance	2,500	2,500	382	2,118	2,244
	<u>31,461</u>	<u>31,461</u>	<u>27,650</u>	<u>3,811</u>	<u>38,675</u>

DEBT SERVICE

Interest							
Tax anticipation notes	54,653	54,653	26,477	28,176	26,400		
Bond anticipation notes	3,000	3,000	6,558	(3,558)	4,789		
	<u>57,653</u>	<u>57,653</u>	<u>33,035</u>	<u>24,618</u>	<u>31,189</u>		
TOTAL EXPENDITURES	<u>2,400,575</u>	<u>2,403,063</u>	<u>2,385,366</u>	<u>17,697</u>	<u>2,434,316</u>		

OTHER FINANCING USES

Transfers out							
Debt Service Fund	394,000	394,000	393,938	62	391,928		
Capital Projects Fund	64,300	64,300	20,000	44,300	38,000		
	<u>458,300</u>	<u>458,300</u>	<u>413,938</u>	<u>44,362</u>	<u>429,928</u>		

TOTAL OTHER FINANCING USES

TOTAL EXPENDITURES AND OTHER FINANCING USES

\$	<u>2,858,875</u>	\$	<u>2,861,363</u>	\$	<u>2,799,304</u>	\$	<u>62,059</u>	\$	<u>2,864,244</u>
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Town of Fishkill, New York

Special Districts Fund
 Combining Balance Sheet - Sub-Funds
 December 31, 2012
 (With Comparative Totals for 2011)

	Lighting Districts				
	Ambulance District	Rivercrest	Glenham	Merritt	Round Hill
ASSETS					
Cash					
Demand deposits	\$ 211,192	\$ -	\$ 15,768	\$ -	\$ 19,587
Investments	-	-	-	-	-
Receivables					
Water and sewer rents	-	-	-	-	-
Due from other governments	-	-	-	-	-
Due from other funds	-	53,700	-	46,615	243
	-	53,700	-	46,615	243
Total Assets	<u>\$ 211,192</u>	<u>\$ 53,700</u>	<u>\$ 15,768</u>	<u>\$ 46,615</u>	<u>\$ 19,830</u>
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities					
Accounts payable	\$ 5,499	\$ -	\$ 4,121	\$ 3,134	\$ 1,001
Due to other funds	-	3,650	4,081	38,637	5,106
Due to other governments	-	-	-	-	-
Total Liabilities	<u>5,499</u>	<u>3,650</u>	<u>8,202</u>	<u>41,771</u>	<u>6,107</u>
Fund Balances (Deficits)					
Restricted	-	-	-	-	-
Assigned	<u>205,693</u>	<u>50,050</u>	<u>7,566</u>	<u>4,844</u>	<u>13,723</u>
Total Fund Balance	<u>205,693</u>	<u>50,050</u>	<u>7,566</u>	<u>4,844</u>	<u>13,723</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 211,192</u>	<u>\$ 53,700</u>	<u>\$ 15,768</u>	<u>\$ 46,615</u>	<u>\$ 19,830</u>

Sewer Districts

Route 9 Sidewalk	Rombout Village	Waterfront	Dutchess Park	Forgebrook	Fishkill Glen	Blodgett	Cedar Knolls	Deer Crossing
\$ -	\$ 43,168	\$ -	\$ 541,439	\$ 20,531	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
-	-	-	217,564	-	-	-	-	-
-	-	-	629,861	-	-	-	-	-
8,676	-	98,177	1,265,310	50,443	50,373	92,044	17,264	12,311
8,676	-	98,177	2,112,735	50,443	50,373	92,044	17,264	12,311
<u>\$ 8,676</u>	<u>\$ 43,168</u>	<u>\$ 98,177</u>	<u>\$ 2,654,174</u>	<u>\$ 70,974</u>	<u>\$ 50,373</u>	<u>\$ 92,044</u>	<u>\$ 17,264</u>	<u>\$ 12,311</u>
\$ 446	\$ 539	\$ 4,654	\$ 62,015	\$ -	\$ -	\$ -	\$ -	\$ -
6,220	38,213	61,070	2,102,127	23,987	43,695	92,111	17,277	12,321
-	-	-	1,503,978	-	-	-	-	-
6,666	38,752	65,724	3,668,120	23,987	43,695	92,111	17,277	12,321
-	-	-	758,000	-	-	-	-	-
2,010	4,416	32,453	(1,771,946)	46,987	6,678	(67)	(13)	(10)
2,010	4,416	32,453	(1,013,946)	46,987	6,678	(67)	(13)	(10)
<u>\$ 8,676</u>	<u>\$ 43,168</u>	<u>\$ 98,177</u>	<u>\$ 2,654,174</u>	<u>\$ 70,974</u>	<u>\$ 50,373</u>	<u>\$ 92,044</u>	<u>\$ 17,264</u>	<u>\$ 12,311</u>

(Continued)

Town of Fishkill, New York

Special Districts Fund
 Combining Balance Sheet - Sub-Funds (Continued)
 December 31, 2012
 (With Comparative Totals for 2011)

	Sewer Districts (Continued)					
	Summit Corp Park	Rombout	Aveonis	White Birch	Merritt	Rocky Glen
ASSETS						
Cash						
Demand deposits	\$ -	\$ 1,571	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Receivables						
Water and sewer rents	-	133,754	-	-	-	-
Due from other governments	-	-	-	-	-	-
Due from other funds	18,871	691,191	12,900	9,134	370,930	4,492
	<u>18,871</u>	<u>824,945</u>	<u>12,900</u>	<u>9,134</u>	<u>370,930</u>	<u>4,492</u>
Total Assets	<u>\$ 18,871</u>	<u>\$ 826,516</u>	<u>\$ 12,900</u>	<u>\$ 9,134</u>	<u>\$ 370,930</u>	<u>\$ 4,492</u>
LIABILITIES AND FUND BALANCES (DEFICITS)						
Liabilities						
Accounts payable	\$ -	\$ 68,992	\$ -	\$ -	\$ -	\$ -
Due to other funds	18,885	1,103,640	12,910	9,141	371,519	4,506
Due to other governments	-	-	-	-	-	-
Total Liabilities	<u>18,885</u>	<u>1,172,632</u>	<u>12,910</u>	<u>9,141</u>	<u>371,519</u>	<u>4,506</u>
Fund Balances (Deficits)						
Restricted	-	-	-	-	-	-
Assigned	(14)	(346,116)	(10)	(7)	(589)	(14)
Total Fund Balance	<u>(14)</u>	<u>(346,116)</u>	<u>(10)</u>	<u>(7)</u>	<u>(589)</u>	<u>(14)</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 18,871</u>	<u>\$ 826,516</u>	<u>\$ 12,900</u>	<u>\$ 9,134</u>	<u>\$ 370,930</u>	<u>\$ 4,492</u>

Water Districts							Totals	
Blodgett	Beacon Hills	Glenham	Brinckerhoff	Rombout	Merritt	Snook Road	2012	2011
\$ 175,613	\$ 85,184	\$ 310,496	\$ 63,625	\$ 338,768	\$ 28,508	\$ 74,158	\$ 1,929,608	\$ 1,328,304
522	-	-	-	-	-	-	522	85,635
129,383	87,139	153,967	48,449	158,687	31,309	4,964	965,216	989,764
-	-	-	-	-	-	-	629,861	559,330
122,426	23,730	157,829	37,565	400,406	522,369	369,168	4,436,167	3,612,204
251,809	110,869	311,796	86,014	559,093	553,678	374,132	6,031,244	5,161,298
<u>\$ 427,944</u>	<u>\$ 196,053</u>	<u>\$ 622,292</u>	<u>\$ 149,639</u>	<u>\$ 897,861</u>	<u>\$ 582,186</u>	<u>\$ 448,290</u>	<u>\$ 7,961,374</u>	<u>\$ 6,575,237</u>
\$ 12,807	\$ 15,148	\$ 15,810	\$ 20,827	\$ 11,945	\$ 5,738	\$ 19,071	\$ 251,747	\$ 571,526
4,400	102,927	6,808	261,252	153,356	221,085	60,622	4,779,546	3,646,319
4,654	7,049	-	-	247,559	3,650	-	1,766,890	1,148,629
21,861	125,124	22,618	282,079	412,860	230,473	79,693	6,798,183	5,366,474
-	-	-	-	-	-	-	758,000	-
406,083	70,929	599,674	(132,440)	485,001	351,713	368,597	405,191	1,208,763
406,083	70,929	599,674	(132,440)	485,001	351,713	368,597	1,163,191	1,208,763
<u>\$ 427,944</u>	<u>\$ 196,053</u>	<u>\$ 622,292</u>	<u>\$ 149,639</u>	<u>\$ 897,861</u>	<u>\$ 582,186</u>	<u>\$ 448,290</u>	<u>\$ 7,961,374</u>	<u>\$ 6,575,237</u>

Town of Fishkill, New York

Special Districts Fund
 Combining Schedule of Revenues, Expenditures and Changes
 in Fund Balances - Sub-Funds
 Years Ended December 31, 2012
 (With Comparative Totals for 2011)

	Lighting Districts				
	Ambulance District	Rivercrest	Glenham	Merritt	Round Hill
REVENUES					
Real property taxes	\$ 16,500	\$ 10,750	\$ 54,766	\$ 44,106	\$ 12,762
Other tax items	1,953	-	-	-	-
Departmental income	-	-	-	-	-
Use of money and property	211	-	14	-	23
Miscellaneous	-	-	-	-	-
Total Revenues	18,664	10,750	54,780	44,106	12,785
EXPENDITURES					
Current					
General government support	-	-	-	-	-
Health	15,328	-	-	-	-
Transportation	-	-	47,158	34,366	11,658
Home and community services	-	-	-	-	-
Debt service					
Interest	-	-	-	-	-
Total Expenditures	15,328	-	47,158	34,366	11,658
Excess (Deficiency) of Revenues Over Expenditures	3,336	10,750	7,622	9,740	1,127
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	(1,850)	(1,075)	(5,477)	(4,411)	(1,276)
Total Other Financing Sources (Uses)	(1,850)	(1,075)	(5,477)	(4,411)	(1,276)
Net Change in Fund Balances	1,486	9,675	2,145	5,329	(149)
Fund Balances (Deficits) - Beginning of Year, as reported	204,207	40,375	5,421	(485)	13,872
Prior Period Adjustment	-	-	-	-	-
Fund Balances (Deficits) - Beginning of Year, as restated	204,207	40,375	5,421	(485)	13,872
Fund Balances (Deficits) - End of Year	\$ 205,693	\$ 50,050	\$ 7,566	\$ 4,844	\$ 13,723

									Sewer Districts									
Route 9 Sidewalk	Rombout Village	Waterfront	Dutchess Park	Forgebrook	Fishkill Glen	Blodgett	Cedar Knolls	Deer Crossing										
\$ 5,550	\$ 30,874	\$ 68,986	\$ 103,220	\$ 6,129	\$ 4,784	\$ 21,183	\$ 4,054	\$ 3,083										
-	-	-	-	-	-	-	-	-										
-	-	-	1,052,084	-	-	-	-	-										
-	19	-	223	14	-	-	-	-										
-	-	-	-	-	-	-	-	-										
<u>5,550</u>	<u>30,893</u>	<u>68,986</u>	<u>1,155,527</u>	<u>6,143</u>	<u>4,784</u>	<u>21,183</u>	<u>4,054</u>	<u>3,083</u>										
-	-	-	-	-	-	-	-	-										
-	-	-	-	-	-	-	-	-										
5,144	6,243	54,174	-	-	-	-	-	-										
-	-	-	1,485,375	19	15	67	13	10										
-	808	-	26,002	-	-	-	-	-										
<u>5,144</u>	<u>7,051</u>	<u>54,174</u>	<u>1,511,377</u>	<u>19</u>	<u>15</u>	<u>67</u>	<u>13</u>	<u>10</u>										
<u>406</u>	<u>23,842</u>	<u>14,812</u>	<u>(355,850)</u>	<u>6,124</u>	<u>4,769</u>	<u>21,116</u>	<u>4,041</u>	<u>3,073</u>										
-	-	-	232,714	-	-	-	-	-										
(555)	(20,087)	(6,899)	(226,766)	(6,129)	(4,784)	(21,183)	(4,054)	(3,083)										
(555)	(20,087)	(6,899)	5,948	(6,129)	(4,784)	(21,183)	(4,054)	(3,083)										
(149)	3,755	7,913	(349,902)	(5)	(15)	(67)	(13)	(10)										
2,159	661	24,540	(664,044)	46,992	6,693	-	-	-										
-	-	-	-	-	-	-	-	-										
<u>2,159</u>	<u>661</u>	<u>24,540</u>	<u>(664,044)</u>	<u>46,992</u>	<u>6,693</u>	<u>-</u>	<u>-</u>	<u>-</u>										
<u>\$ 2,010</u>	<u>\$ 4,416</u>	<u>\$ 32,453</u>	<u>\$ (1,013,946)</u>	<u>\$ 46,987</u>	<u>\$ 6,678</u>	<u>\$ (67)</u>	<u>\$ (13)</u>	<u>\$ (10)</u>										

(Continued)

Town of Fishkill, New York

Special Districts Fund
 Combining Schedule of Revenues, Expenditures and Changes
 in Fund Balances - Sub-Funds (Continued)
 Years Ended December 31, 2012
 (With Comparative Totals for 2011)

	Sewer Districts (Continued)					
	Summit Corp Park	Rombout	Aveonis	White Birch	Merritt	Rocky Glen
REVENUES						
Real property taxes	\$ 4,395	\$ 954,300	\$ 3,129	\$ 2,331	\$ 185,465	\$ -
Other tax items	-	-	-	-	-	4,492
Departmental income	-	377,950	-	-	-	-
Use of money and property	-	117	-	-	-	-
Miscellaneous	-	5,143	-	-	-	-
Total Revenues	4,395	1,337,510	3,129	2,331	185,465	4,492
EXPENDITURES						
Current						
General government support	-	22,493	-	-	-	-
Health	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Home and community services	14	400,882	10	7	589	14
Debt service						
Interest	-	647,954	-	-	-	-
Total Expenditures	14	1,071,329	10	7	589	14
Excess (Deficiency) of Revenues Over Expenditures	4,381	266,181	3,119	2,324	184,876	4,478
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	(4,395)	(571,380)	(3,129)	(2,331)	(185,465)	(4,492)
Total Other Financing Sources (Uses)	(4,395)	(571,380)	(3,129)	(2,331)	(185,465)	(4,492)
Net Change in Fund Balances	(14)	(305,199)	(10)	(7)	(589)	(14)
Fund Balances (Deficits) - Beginning of Year, as reported	-	(40,917)	-	-	-	-
Prior Period Adjustments	-	-	-	-	-	-
Fund Balances (Deficits) - Beginning of Year, as restated	-	(40,917)	-	-	-	-
Fund Balances (Deficits) - End of Year	\$ (14)	\$ (346,116)	\$ (10)	\$ (7)	\$ (589)	\$ (14)

Water Districts							Totals	
Blodgett	Beacon Hills	Glenham	Brinckerhoff	Rombout	Merritt	Snook Road	2012	2011
\$ -	\$ 17,752	\$ -	\$ 6,200	\$ 102,800	\$ 314,222	\$ 294,904	\$ 2,272,245	\$ 2,308,286
-	-	-	-	-	-	-	6,445	2,195
67,555	150,590	397,619	116,574	533,402	110,529	30,733	2,837,036	3,202,783
-	34	90	18	77	59	75	974	1,585
-	-	-	-	-	-	-	5,143	42,662
<u>67,555</u>	<u>168,376</u>	<u>397,709</u>	<u>122,792</u>	<u>636,279</u>	<u>424,810</u>	<u>325,712</u>	<u>5,121,843</u>	<u>5,557,511</u>
-	-	-	-	2,763	-	11,241	36,497	32,616
-	-	-	-	-	-	-	15,328	30,607
-	-	-	-	-	-	-	158,743	157,809
57,258	86,003	103,245	123,297	402,834	71,737	86,086	2,817,475	3,141,457
-	-	-	1,188	-	91,747	29,027	796,726	189,814
<u>57,258</u>	<u>86,003</u>	<u>103,245</u>	<u>124,485</u>	<u>405,597</u>	<u>163,484</u>	<u>126,354</u>	<u>3,824,769</u>	<u>3,552,303</u>
10,297	82,373	294,464	(1,693)	230,682	261,326	199,358	1,297,074	2,005,208
-	-	-	-	-	-	-	232,714	330,164
(7,456)	(13,665)	(36,270)	(14,356)	(149,912)	(142,390)	(132,490)	(1,575,360)	(2,432,349)
(7,456)	(13,665)	(36,270)	(14,356)	(149,912)	(142,390)	(132,490)	(1,342,646)	(2,102,185)
2,841	68,708	258,194	(16,049)	80,770	118,936	66,868	(45,572)	(96,977)
403,242	2,221	341,480	(116,391)	404,231	232,777	301,729	1,208,763	1,089,893
-	-	-	-	-	-	-	-	215,847
<u>403,242</u>	<u>2,221</u>	<u>341,480</u>	<u>(116,391)</u>	<u>404,231</u>	<u>232,777</u>	<u>301,729</u>	<u>1,208,763</u>	<u>1,305,740</u>
<u>\$ 406,083</u>	<u>\$ 70,929</u>	<u>\$ 599,674</u>	<u>\$ (132,440)</u>	<u>\$ 485,001</u>	<u>\$ 351,713</u>	<u>\$ 368,597</u>	<u>\$ 1,163,191</u>	<u>\$ 1,208,763</u>

Town of Fishkill, New York

Capital Projects Fund
 Comparative Balance Sheet
 December 31,

	<u>2012</u>	<u>2011</u>
ASSETS		
Cash		
Demand deposits	\$ 1,168,128	\$ 209,500
Time deposits	10,572	10,545
	<u>1,178,700</u>	<u>220,045</u>
Investments	-	741
Restricted investments	59,006	109,127
Due from other funds	645,521	1,666,797
	<u>645,521</u>	<u>1,666,797</u>
Total Assets	<u>\$ 1,883,227</u>	<u>\$ 1,996,710</u>
LIABILITIES AND FUND DEFICIT		
Liabilities		
Accounts payable	\$ 12,488	\$ 12,488
Retainages payable	17,959	17,958
Bond anticipation notes payable	7,554,333	19,872,884
Due to other funds	546,334	610,021
	<u>8,131,114</u>	<u>20,513,351</u>
Total Liabilities	8,131,114	20,513,351
Fund Deficit - Unassigned	<u>(6,247,887)</u>	<u>(18,516,641)</u>
Total Liabilities and Fund Deficit	<u>\$ 1,883,227</u>	<u>\$ 1,996,710</u>

Town of Fishkill, New York

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

	<u>2012</u>	<u>2011</u>
REVENUES		
Miscellaneous	\$ 342	\$ 1,967
EXPENDITURES		
Capital outlay	<u>191,582</u>	<u>33,646</u>
Deficiency of Revenues Over Expenditures	<u>(191,240)</u>	<u>(31,679)</u>
OTHER FINANCING SOURCES (USES)		
Bonds issued	11,602,939	-
Transfers in	966,182	1,554,681
Transfers out	<u>(109,127)</u>	<u>(101,009)</u>
Total Other Financing Sources	<u>12,459,994</u>	<u>1,453,672</u>
Net Change in Fund Balance	<u>12,268,754</u>	<u>1,421,993</u>
Fund Deficit - Beginning of Year, as reported	(18,516,641)	(20,148,637)
Prior Period Adjustment	<u>-</u>	<u>210,003</u>
Fund Deficit - Beginning of Year, as restated	<u>(18,516,641)</u>	<u>(19,938,634)</u>
Fund Deficit - End of Year	<u>\$ (6,247,887)</u>	<u>\$ (18,516,641)</u>

Town of Fishkill, New York

Non-Major Governmental Funds

Combining Balance Sheet

December 31, 2012

(With Comparative Totals for 2011)

	<u>Highway</u>	<u>Special Purpose</u>	<u>Debt Service</u>
ASSETS			
Cash and equivalents	\$ 20,327	\$ 480,927	\$ 121,328
Investments	-	-	-
Accounts receivable	3,735	-	-
Due from other governments	1,328	-	-
Due from other funds	<u>591,399</u>	<u>430,374</u>	<u>49,337</u>
 Total Assets	 <u>\$ 616,789</u>	 <u>\$ 911,301</u>	 <u>\$ 170,665</u>
 LIABILITIES AND FUND BALANCES (DEFICITS)			
Liabilities			
Accounts payable	\$ 142,846	\$ 17,412	\$ -
Accrued liabilities	62,501	-	-
Bond anticipation notes payable	80,875	-	-
Due to other funds	<u>722,692</u>	<u>169,880</u>	<u>-</u>
 Total Liabilities	 <u>1,008,914</u>	 <u>187,292</u>	 <u>-</u>
 Fund balances (deficits)			
Restricted	-	724,009	170,665
Unassigned	<u>(392,125)</u>	<u>-</u>	<u>-</u>
 Total Fund Balances (Deficits)	 <u>(392,125)</u>	 <u>724,009</u>	 <u>170,665</u>
 Total Liabilities and Fund Balances (Deficits)	 <u>\$ 616,789</u>	 <u>\$ 911,301</u>	 <u>\$ 170,665</u>

Totals	
2012	2011
\$ 622,582	\$ 968,191
-	33,810
3,735	84,002
1,328	1,328
1,071,110	631,392
<u>\$ 1,698,755</u>	<u>\$ 1,718,723</u>

\$ 160,258	\$ 43,201
62,501	113,635
80,875	80,875
892,572	837,739
<u>1,196,206</u>	<u>1,075,450</u>

894,674	1,186,502
(392,125)	(543,229)
<u>502,549</u>	<u>643,273</u>
<u>\$ 1,698,755</u>	<u>\$ 1,718,723</u>

Town of Fishkill, New York

Non-Major Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes
 in Fund Balances
 Year Ended December 31, 2012
 (With Comparative Totals for 2011)

	Highway	Special Purpose	Debt Service
REVENUES			
Real property taxes	\$ 1,383,316	\$ -	\$ -
Departmental income	-	36,200	-
Intergovernmental charges	8,530	-	-
Use of money and property	393	1,554	13,274
Sale of property and compensation for loss	-	-	-
State aid	186,349	-	-
Federal aid	56,548	-	-
Miscellaneous	-	-	-
Total Revenues	<u>1,635,136</u>	<u>37,754</u>	<u>13,274</u>
EXPENDITURES			
Current			
General government support	8,029	-	-
Transportation	1,201,264	-	-
Culture and recreation	-	192,696	-
Home and community services	-	150,160	-
Employee benefits	33,390	-	-
Debt service			
Principal	-	-	489,627
Interest	13,654	-	259,218
Total Expenditures	<u>1,256,337</u>	<u>342,856</u>	<u>748,845</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>378,799</u>	<u>(305,102)</u>	<u>(735,571)</u>
OTHER FINANCING SOURCES (USES)			
Refunding bonds issued	-	-	665,000
Payment to refunded bond escrow agent	-	-	(665,000)
Transfers in	-	-	748,845
Transfers out	(227,695)	-	-
Total Other Financing Sources (Uses)	<u>(227,695)</u>	<u>-</u>	<u>748,845</u>
Net Change in Fund Balances	<u>151,104</u>	<u>(305,102)</u>	<u>13,274</u>
Fund Balances (Deficits) - Beginning of Year, as reported	(543,229)	1,029,111	157,391
Prior Period Adjustment	-	-	-
Fund Balances (Deficits) - Beginning of Year, as restated	<u>(543,229)</u>	<u>1,029,111</u>	<u>157,391</u>
Fund Balances (Deficits) - End of Year	<u>\$ (392,125)</u>	<u>\$ 724,009</u>	<u>\$ 170,665</u>

Totals	
2012	2011
\$ 1,383,316	\$ 1,495,893
36,200	60,921
8,530	842
15,221	4,709
-	4,080
186,349	-
56,548	-
-	1,328
<u>1,686,164</u>	<u>1,567,773</u>
8,029	80,875
1,201,264	1,058,222
192,696	209,818
150,160	149,618
33,390	73,980
489,627	854,500
<u>272,872</u>	<u>305,353</u>
<u>2,348,038</u>	<u>2,732,366</u>
<u>(661,874)</u>	<u>(1,164,593)</u>
665,000	-
(665,000)	-
748,845	1,144,666
<u>(227,695)</u>	<u>(236,744)</u>
<u>521,150</u>	<u>907,922</u>
<u>(140,724)</u>	<u>(256,671)</u>
643,273	(413,118)
-	1,313,062
<u>643,273</u>	<u>899,944</u>
<u>\$ 502,549</u>	<u>\$ 643,273</u>

Town of Fishkill, New York

Highway Fund
Combining Balance Sheet - Sub-Funds
December 31, 2012
(With Comparative Totals for 2011)

	<u>Town Outside Villages</u>	<u>Town- Wide</u>
ASSETS		
Cash		
Demand deposits	\$ 20,094	\$ 233
Investments	-	-
Receivables		
Accounts	-	3,735
Due from other governments	-	1,328
Due from other funds	314,859	276,540
	<u>314,859</u>	<u>281,603</u>
Total Assets	<u>\$ 334,953</u>	<u>\$ 281,836</u>
LIABILITIES AND FUND BALANCES (DEFICITS)		
Liabilities		
Accounts payable	\$ 95,563	\$ 47,283
Accrued liabilities	51,982	10,519
Bond anticipation notes payable	68,969	11,906
Due to other funds	539,456	183,236
	755,970	252,944
Total Liabilities		
Fund balances (deficits)		
Unassigned	<u>(421,017)</u>	<u>28,892</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 334,953</u>	<u>\$ 281,836</u>

Totals	
2012	2011
\$ 20,327	\$ 162,132
-	627
3,735	84,002
1,328	1,328
591,399	276,540
596,462	361,870
<u>\$ 616,789</u>	<u>\$ 524,629</u>
\$ 142,846	\$ 36,467
62,501	113,635
80,875	80,875
722,692	836,881
1,008,914	1,067,858
<u>(392,125)</u>	<u>(543,229)</u>
<u>\$ 616,789</u>	<u>\$ 524,629</u>

Town of Fishkill, New York

Highway Fund

Combining Schedule of Revenues, Expenditures and Changes in

Fund Balances - Sub-Funds

Year Ended December 31, 2012

(With Comparative Totals for 2011)

	Town Outside Villages	Town- Wide
REVENUES		
Real property taxes	\$ 810,554	\$ 572,762
Intergovernmental charges	-	8,530
Use of money and property	225	168
Sale of property and compensation for loss	-	-
State aid	186,349	-
Federal aid	56,548	-
Miscellaneous	-	-
	<u>1,053,676</u>	<u>581,460</u>
EXPENDITURES		
Current		
General government support	4,531	3,498
Transportation	824,199	377,065
Employee benefits	27,431	5,959
Debt service		
Interest	<u>5,535</u>	<u>8,119</u>
	<u>861,696</u>	<u>394,641</u>
Excess of Revenues Over Expenditures	191,980	186,819
OTHER FINANCING USES		
Transfers out	<u>(107,825)</u>	<u>(119,870)</u>
Net Change in Fund Balances	<u>84,155</u>	<u>66,949</u>
Fund Deficits - Beginning of Year, as reported	(505,172)	(38,057)
Prior Period Adjustment	<u>-</u>	<u>-</u>
Fund Deficits - Beginning of Year, as restated	<u>(505,172)</u>	<u>(38,057)</u>
Fund Balances (Deficits) - End of Year	<u>\$ (421,017)</u>	<u>\$ 28,892</u>

Totals	
2012	2011
\$ 1,383,316	\$ 1,495,893
8,530	11,596
393	842
-	4,080
186,349	-
56,548	-
-	1,328
<u>1,635,136</u>	<u>1,513,739</u>
8,029	80,875
1,201,264	1,058,222
33,390	73,980
13,654	15,187
<u>1,256,337</u>	<u>1,228,264</u>
378,799	285,475
<u>(227,695)</u>	<u>(236,744)</u>
<u>151,104</u>	<u>48,731</u>
(543,229)	(570,199)
-	(21,761)
<u>(543,229)</u>	<u>(591,960)</u>
<u>\$ (392,125)</u>	<u>\$ (543,229)</u>

Town of Fishkill, New York

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

	2012			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 810,554	\$ 810,554	\$ 810,554	\$ -
Use of money and property	-	-	225	225
Sale of property and compensation for loss	-	-	-	-
State aid	-	-	186,349	186,349
Federal aid	-	-	56,548	56,548
Total Revenues	<u>810,554</u>	<u>810,554</u>	<u>1,053,676</u>	<u>243,122</u>
EXPENDITURES				
Current				
General government support	-	-	4,531	(4,531)
Transportation	647,794	647,794	824,199	(176,405)
Employee benefits	48,260	48,260	27,431	20,829
Debt service				
Debt service				
Interest	5,600	5,600	5,535	65
Total Expenditures	<u>701,654</u>	<u>701,654</u>	<u>861,696</u>	<u>(160,042)</u>
Excess of Revenues Over Expenditures	108,900	108,900	191,980	83,080
OTHER FINANCING USES				
Transfers out	(108,900)	(108,900)	(107,825)	1,075
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>84,155</u>	<u>84,155</u>
Fund Deficit - Beginning of Year, as reported	-	-	(505,172)	(505,172)
Prior Period Adjustment	-	-	-	-
Fund Deficit - Beginning of Year, as restated	<u>-</u>	<u>-</u>	<u>(505,172)</u>	<u>(505,172)</u>
Fund Deficit - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (421,017)</u>	<u>\$ (421,017)</u>

2011

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 953,272 600	\$ 953,272 600	\$ 953,272 584	\$ - (16)
-	-	4,080	4,080
-	-	-	-
-	-	-	-
<u>953,872</u>	<u>953,872</u>	<u>957,936</u>	<u>4,064</u>
-	-	68,969	(68,969)
581,049	581,049	612,873	(31,824)
46,134	46,134	60,549	(14,415)
<u>8,700</u>	<u>8,700</u>	<u>8,621</u>	<u>79</u>
<u>635,883</u>	<u>635,883</u>	<u>751,012</u>	<u>(115,129)</u>
317,989	317,989	206,924	(111,065)
<u>(111,100)</u>	<u>(111,100)</u>	<u>(109,990)</u>	<u>1,110</u>
<u>206,889</u>	<u>206,889</u>	<u>96,934</u>	<u>(109,955)</u>
-	-	(582,606)	(582,606)
-	-	(19,500)	(19,500)
<u>(206,889)</u>	<u>(206,889)</u>	<u>(602,106)</u>	<u>(395,217)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (505,172)</u>	<u>\$ (505,172)</u>

Town of Fishkill, New York

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

	2012			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 572,762	\$ 572,762	\$ 572,762	\$ -
Intergovernmental charges	15,000	15,000	8,530	(6,470)
Use of money and property	-	-	168	168
Miscellaneous	-	-	-	-
Total Revenues	<u>587,762</u>	<u>587,762</u>	<u>581,460</u>	<u>(6,302)</u>
EXPENDITURES				
Current				
General government support	-	-	3,498	(3,498)
Transportation	448,362	448,362	377,065	71,297
Employee benefits	11,300	11,300	5,959	5,341
Debt service				
Interest	8,200	8,200	8,119	81
Total Expenditures	<u>467,862</u>	<u>467,862</u>	<u>394,641</u>	<u>73,221</u>
Excess of Revenues Over Expenditures	119,900	119,900	186,819	66,919
OTHER FINANCING USES				
Transfers out	(119,900)	(119,900)	(119,870)	30
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>66,949</u>	<u>66,949</u>
Fund Balance - Beginning of Year, as reported	-	-	(38,057)	(38,057)
Prior Period Adjustment	-	-	-	-
Fund Balance - Beginning of Year, as restated	<u>-</u>	<u>-</u>	<u>(38,057)</u>	<u>(38,057)</u>
Fund Deficit - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,892</u>	<u>\$ 28,892</u>

2011

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 542,621	\$ 542,621	\$ 542,621	\$ -
15,000	15,000	11,596	(3,404)
861	861	258	(603)
-	-	1,328	1,328
<u>558,482</u>	<u>558,482</u>	<u>555,803</u>	<u>(2,679)</u>
-	-	11,906	(11,906)
414,082	414,082	445,349	(31,267)
10,900	10,900	13,431	(2,531)
<u>6,600</u>	<u>6,600</u>	<u>6,566</u>	<u>34</u>
<u>431,582</u>	<u>431,582</u>	<u>477,252</u>	<u>(45,670)</u>
126,900	126,900	78,551	(48,349)
<u>(126,900)</u>	<u>(126,900)</u>	<u>(126,754)</u>	<u>146</u>
-	-	(48,203)	(48,203)
-	-	12,407	12,407
-	-	(2,261)	(2,261)
-	-	10,146	10,146
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (38,057)</u>	<u>\$ (38,057)</u>

Town of Fishkill, New York

Special Purpose Fund
Comparative Balance Sheet
December 31,

	<u>2012</u>	<u>2011</u>
ASSETS		
Cash		
Demand deposits	\$ 480,927	\$ 792,061
Due from other funds	430,374	244,642
	<u> </u>	<u> </u>
Total Assets	<u>\$ 911,301</u>	<u>\$ 1,036,703</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 17,412	\$ 6,734
Due to other funds	169,880	858
	<u> </u>	<u> </u>
Total Liabilities	187,292	7,592
 Fund balance		
Restricted	<u>724,009</u>	<u>1,029,111</u>
	<u> </u>	<u> </u>
Total Liabilities and Fund Balance	<u>\$ 911,301</u>	<u>\$ 1,036,703</u>

Town of Fishkill, New York

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

	<u>2012</u>	<u>2011</u>
REVENUES		
Departmental income	\$ 36,200	\$ 49,325
Use of money and property	<u>1,554</u>	<u>4,399</u>
Total Revenues	<u>37,754</u>	<u>53,724</u>
EXPENDITURES		
Current		
Culture and recreation	192,696	209,818
Home and community services	<u>150,160</u>	<u>149,618</u>
Total Expenditures	<u>342,856</u>	<u>359,436</u>
Deficiency of Revenue Over Expenditures	<u>(305,102)</u>	<u>(305,712)</u>
Fund Balance - Beginning of Year, as reported	1,029,111	-
Prior Period Adjustment	<u>-</u>	<u>1,334,823</u>
Fund Balance - Beginning of Year, as restated	<u>1,029,111</u>	<u>1,334,823</u>
Fund Balance - End of Year	<u>\$ 724,009</u>	<u>\$ 1,029,111</u>

Town of Fishkill, New York

Debt Service Fund
Comparative Balance Sheet
December 31,

	<u>2012</u>	<u>2011</u>
ASSETS		
Cash		
Demand deposits	\$ 121,328	\$ 13,998
Investments	-	33,183
Due from other funds	<u>49,337</u>	<u>110,210</u>
Total Assets	<u><u>\$ 170,665</u></u>	<u><u>\$ 157,391</u></u>
FUND BALANCE		
Restricted	<u><u>\$ 170,665</u></u>	<u><u>\$ 157,391</u></u>

Town of Fishkill, New York

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

	2012			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Use of money and property	\$ 500	\$ 500	\$ 13,274	\$ 12,774
EXPENDITURES				
Current				
General government support	500	500	-	500
Debt service				
Serial bonds				
Principal	380,500	380,500	489,627	(109,127)
Interest	273,100	273,100	259,218	13,882
Total Expenditures	654,100	654,100	748,845	(94,745)
Deficiency of Revenues Over Expenditures	(653,600)	(653,600)	(735,571)	(81,971)
OTHER FINANCING SOURCES (USES)				
Refunding bonds issued	-	665,000	665,000	-
Payment to refunded bond escrow agent	-	(665,000)	(665,000)	-
Transfers in	653,600	653,600	748,845	95,245
Total Other Financing Sources	653,600	653,600	748,845	95,245
Net Change in Fund Balance	-	-	13,274	13,274
Fund Balance - Beginning of Year	-	-	157,391	157,391
Fund Balance - End of Year	\$ -	\$ -	\$ 170,665	\$ 170,665

2011

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 500	\$ 500	\$ 310	\$ (190)
500	500	-	500
1,199,500	1,199,500	854,500	345,000
460,300	460,300	290,166	170,134
1,660,300	1,660,300	1,144,666	515,634
(1,659,800)	(1,659,800)	(1,144,356)	515,444
-	-	-	-
-	-	-	-
1,659,800	1,659,800	1,144,666	(515,134)
1,659,800	1,659,800	1,144,666	(515,134)
-	-	310	310
-	-	157,081	157,081
\$ -	\$ -	\$ 157,391	\$ 157,391