

Town of Fishkill, New York

Financial Statements and
Supplementary Information

Year Ended December 31, 2015

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**

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

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

Emphasis of Matter

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

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual fund financial statements and schedules 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.

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP

Harrison, New York

June 23, 2016

Town of Fishkill, New York

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

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, 2015. 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

- For the year ended December 31, 2015, the Town implemented the provisions of the Governmental Accounting Standards Board ("GASB") Statement No. 68, "Accounting and Financial Reporting for Pensions". This pronouncement established new accounting and financial reporting requirements associated with the Town's participation in the cost sharing multiple employer pension plans administered by the New York State and Local Employees' Retirement System ("ERS") and the New York State and Local Police and Fire Retirement System ("PFRS"). Under the new standards, cost-sharing employers are required to report in their government-wide financial statements a net pension liability (asset), pension expense and pension-related deferred inflows and outflows of resources based on their proportionate share of the collective amounts for all of the municipalities and school districts in the plan. At December 31, 2015, the Town reported in its Statement of Net Position a liability of \$290,383 for its proportionate share of the ERS and PFRS net pension liabilities. More detailed information about the Town's pension plan reporting in accordance with the provisions of GASB Statement No. 68, including amounts reported as pension expense and deferred inflows/outflows of resources, is presented in the notes to financial statements.
- On the government-wide financial statements, the assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$15,250,910. The unrestricted portion, which is available to meet ongoing obligations of the Town, reflected a deficit of \$3,106,819 a decrease in the deficit of \$436,889 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 \$4,126,015 for this obligation in the government-wide financial statements coupled with the recording of the Town's proportionate share of the net pension liability in accordance with GASB 68, note above cause the remainder of the deterioration of the Town's unrestricted net position.

- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$9,887,770 an increase of \$5,168,985 from the prior fiscal year. This increase results primarily from continuing to reduce debt, a reduction in spending, reducing inter-fund transfers and converting short-term debt to long-term.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$1,876,198 or 55.14% of total General Fund expenditures and other financing uses. This represents an increase of \$781,674 from the prior year.
- At the end of the 2015 year, the Town has \$3,005,101 in short-term capital obligations (no new debt) to finance the cost of capital improvement projects to its water and sewer plants, by redeeming \$370,014 of this type of debt. During the year, the Town retired \$851,513 of long-term bonded debt.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The basic financial statements include three components: 1) government-wide financial statements, 2) fund financial statements 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 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, Nine 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, Special Districts Fund, and Capital Projects Fund, since they are classified as major funds. Individual fund data for the Highway Fund, Debt Service and 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, Town Outside Village 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 required supplementary information schedules for the Town's OPEB obligations and net pension liabilities, the combining statements for the non-major governmental funds and schedules of budget to actual comparisons.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the Town's financial position. The Town's net position at fiscal year-end December 31, 2015 was \$15,250,910. Of this amount, \$10,114,008 is restricted for various purposes (unemployment, future capital projects, debt service, ambulance, lighting, water, highway and special purposes) the net investment in capital assets account for \$8,243,721 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 \$3,106,819.

Net Position

	2015	2014
Current Assets	\$ 14,788,952	\$ 10,637,407
Capital Assets, net	28,207,766	28,922,697
Total Assets	<u>42,996,718</u>	<u>39,560,104</u>
Deferred Outflows of Resources	<u>459,059</u>	<u>-</u>
Current Liabilities	5,059,992	6,054,509
Long-Term Liabilities	<u>23,143,695</u>	<u>22,962,574</u>
Total Liabilities	<u>28,203,687</u>	<u>29,017,083</u>
Deferred Inflows of Resources	<u>1,180</u>	<u>-</u>
Net Position		
Net Investment in Capital Assets	8,243,721	8,055,518
Restricted	10,114,008	6,031,211
Unrestricted	<u>(3,106,819)</u>	<u>(3,543,708)</u>
Total Net Position	<u>\$ 15,250,910</u>	<u>\$ 10,543,021</u>

The restricted net position of \$10,114,008 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 \$3,106,819 must be financed from future operations. This deficit is the result of having long-term commitments, including compensated absences (\$172,630), net pension liability (\$290,383) and other post-employment benefit obligations (\$4,126,015) that are greater than currently available resources. Payments for these liabilities will be budgeted in the year that the 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.

Changes in Net Position

	2015	2014
REVENUES		
Program Revenues		
Charges for Services	\$ 5,953,654	\$ 5,851,487
Operating Grants and Contributions	243,882	442,664
Capital Grants and Contributions	60,430	495
General Revenues		
Real Property Taxes	8,503,617	8,328,545
Unrestricted State Aid	839,887	586,646
Other	1,629,095	1,555,898
Total Revenues	17,230,565	16,765,735
PROGRAM EXPENSES		
General Government Support	2,578,787	2,432,161
Public Safety	2,961,593	3,117,329
Health	28,448	19,786
Transportation	2,328,873	2,139,815
Economic Opportunity & Development	17,940	16,500
Culture and Recreation	983,871	914,410
Home and Community Services	3,097,799	3,163,373
Interest	485,386	565,529
Total Expenses	12,482,697	12,368,903
Change in Net Position	4,747,868	4,396,832
Net Position - Beginning, as reported	10,543,021	6,146,189
Cumulative Effect of Change in Accounting Principle	(39,979)	-
Net Position - Beginning, as restated	10,503,042	6,146,189
Net Position - Ending	\$ 15,250,910	\$ 10,543,021

Governmental activities increased the Town's net position by \$4,747,868. Last year, the increase in governmental activities net position was \$4,396,832.

For the fiscal year ended December 31, 2015, revenues from governmental activities totaled \$17,230,565. Tax revenues of \$8,503,617 represent the largest revenue source (49.35%). Last year, tax revenues accounted for \$8,328,545, or 49.68%, of the total revenue of \$16,765,735. The increase of \$464,830 in total revenues is the result of the following:

- Mortgage Taxes received *increased* by \$253,033 as a result of the sale of a high-end development located within the Town.
- Charges for services *increased* by \$102,167 primarily as a result of the correction of utility billing errors.

For the fiscal year ended December 31, 2015, expenses from governmental activities totaled \$12,482,697. The largest components of governmental activities expenses are public safety of \$2,961,593 (23.73%), transportation of \$2,328,873 (18.65%), home and community services of \$3,097,799 (24.82%), and general government support of \$2,578,787 (20.65%). Overall expenses increased from the prior year by \$113,794 or .9%.

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 \$9,887,770, an increase of \$5,168,985 from the prior year. Total unassigned fund balance is \$56,703 (this includes a deficit fund balance in the capital fund of \$1,819,495). The remainder of fund balance is non-spendable, restricted or assigned to indicate that the funds have already been committed for encumbrances, unemployment, insurance reserves, capital projects, debt service, special purpose and special districts.

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 \$1,934,086.

Actual results of operations resulted in an increase of \$833,445 in the General Town-Wide Fund (A). The increase in fund balance was a result of a positive budgetary variance in the general government support category of \$421,104. Debt service appropriations also had a positive budgetary variance due to the early retirement of the Tax Anticipation Note in 2014.

In the General Town Outside Village Fund (B), the fund balance increased by \$1,633,082, which resulted in a positive position of fund balance of \$1,709,606. Revenues overall came in higher than budgeted by approximately \$264,263 and expenditures were lower than budgeted by approximately \$1,179,078, for which a positive budgetary variance of \$156,613 in debt service was due to the early retirement of the Tax Anticipation Note in 2014.

In the combined Highway Funds, the fund balance increased by \$689,073 in the current fiscal year. Ending the year with a total fund balance of \$1,617,342 compared to the balance at the beginning of the year of \$928,269. Revenues and expenditures remained fairly constant except for an increase in the property tax levy of \$282,372 and an increase in snow removal expenditures of \$187,819.

Capital Assets

The Town's net investment in capital assets for its governmental activities as of December 31, 2015 amounted to \$28,207,766. 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)

	2015	2014
Land	\$ 3,133,319	\$ 3,133,319
Buildings and Improvements	20,189,979	20,964,164
Infrastructure	4,211,061	4,381,477
Machinery and Equipment	391,122	290,744
Construction-in-Progress	282,285	152,993
Total	\$ 28,207,766	\$ 28,922,697

Long Term Debt

At the end of the current fiscal year, the Town had total bonded debt outstanding of \$18,000,340. 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 issued \$4,145,000 in serial bonds with interest ranging from 1.75-3.25%. The proceeds were used to advance refund \$3,965,000 of outstanding 2004 serial bond which is considered defeased. This advance refunding of the 2004 serial bond reduces the Town's total debt service payment by \$523,534.

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 \$174,750,895 and the Town has consumed only 10.3% of the debt contracting capacity.

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 4.5% as of December 31, 2015, which compares favorably to the 5.3% rate for New York State. The .5% increase in the 2015 Consumer Price Index for the Northeast Urban area was comparable to the previous period.

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. As a result and in order to manage the increases in health insurance premiums, the Town went to a high-deductible medical plan and partially funded the health reimbursement accounts for benefits eligible employees with the plan renewal date of December 1, 2013.

In June 2011, New York State enacted Chapter 97, Laws of 2011 Real Property Tax Levy Cap and mandate Relief provisions, which includes a 2% property tax cap for municipalities. Beginning in 2012, no local government is authorized to increase its property tax levy by more than 2% or the rate of inflation (whichever is less). However, local governments may exceed the tax levy limit by a 60% vote of the governing board and annually adopting a local law. In 2016, the allowable levy increase was .73%. With continued efforts of stricter fiscal oversight, cost-cutting initiatives and proper capital planning, the Town was able to remain well under the tax cap in the 2016 budget.

The Town will continue to closely monitor current economic conditions and make adjustments as necessary.

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, 2015

	<u>Governmental Activities</u>
ASSETS	
Cash and equivalents	\$ 12,001,492
Restricted Investments	59,000
Receivables	
Accounts	252,676
Water and sewer rents	1,616,661
Due from other governments	738,382
Prepaid expenses	120,741
Capital assets	
Not being depreciated	3,415,604
Being depreciated, net	<u>24,792,162</u>
Total Assets	<u>42,996,718</u>
DEFERRED OUTFLOWS OF RESOURCES	
	<u>459,059</u>
LIABILITIES	
Accounts payable	744,901
Accrued liabilities	62,274
Retainages payable	17,959
Bond anticipation notes payable	3,005,101
Due to other governments	748,240
Unearned revenues	322,707
Accrued interest payable	158,810
Non-current liabilities	
Due within one year	924,768
Due in more than one year	<u>22,218,927</u>
Total Liabilities	<u>28,203,687</u>
DEFERRED INFLOWS OF RESOURCES	
	<u>1,180</u>
NET POSITION	
Net investment in capital assets	8,243,721
Restricted for	
Unemployment benefits	6,126
Debt service	196,318
Future capital projects	758,000
Town Outside Village	1,579,232
Special Districts	
Ambulance	163,548
Lighting	198,089
Sewer	1,372,946
Water	3,311,806
Highway	1,415,359
Special purposes	1,112,584
Unrestricted	<u>(3,106,819)</u>
Total Net Position	<u>\$ 15,250,910</u>

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

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Town of Fishkill, New York

Statement of Activities
Year Ended December 31, 2015

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	\$ 2,578,787	\$ 174,442	\$ -	\$ -	\$ (2,404,345)
Public safety	2,961,593	420,885	34,995	-	(2,505,713)
Health	28,448	-	107	-	(28,341)
Transportation	2,328,873	25,188	163,612	-	(2,140,073)
Economic opportunity and development	17,940	-	-	-	(17,940)
Culture and recreation	983,871	483,871	5,970	59,875	(434,155)
Home and community services	3,097,799	4,849,268	39,198	-	1,790,667
Interest	485,386	-	-	555	(484,831)
Total Governmental Activities	\$ 12,482,697	\$ 5,953,654	\$ 243,882	\$ 60,430	(6,224,731)
General revenues					
Real property taxes					8,503,617
Other tax items					
Payments in lieu of taxes					222,857
Interest and penalties on real property taxes					29,078
Franchise fees					375,379
Non-property taxes - Non-property tax distribution from County					924,032
Unrestricted use of money and property					887
Sale of property and compensation for loss					53,889
Unrestricted State aid					839,887
Miscellaneous					22,973
Total General Revenues					10,972,599
Change in Net Position					4,747,868
NET POSITION					
Beginning, as reported					10,543,021
Cumulative Effect of Change in Accounting Principle					(39,979)
Beginning, as restated					10,503,042
Ending					\$ 15,250,910

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

Town of Fishkill, New York

Balance Sheet
 Governmental Funds
 December 31, 2015

	<u>General</u>	<u>Town Outside Villages</u>
ASSETS		
Cash and equivalents	\$ 1,316,992	\$ 1,423,088
Restricted investments	-	-
Receivables		
Accounts	205,117	47,559
Water and sewer rents	-	-
Due from other governments	339,853	221,878
Due from other funds	587,163	77,715
	<u>1,132,133</u>	<u>347,152</u>
Prepaid expenditures	<u>51,762</u>	<u>45,316</u>
Total Assets	<u>\$ 2,500,887</u>	<u>\$ 1,815,556</u>
LIABILITIES AND FUND BALANCES (DEFICITS)		
Liabilities		
Accounts payable	\$ 355,259	\$ 77,624
Accrued liabilities	22,778	28,326
Retainages payable	-	-
Bond anticipation notes payable	-	-
Due to other funds	188,285	-
Due to other governments	-	-
Unearned revenues	479	-
Total Liabilities	<u>566,801</u>	<u>105,950</u>
Fund balances (deficits)		
Nonspendable	51,762	45,316
Restricted	6,126	-
Assigned	-	1,664,290
Unassigned	<u>1,876,198</u>	<u>-</u>
Total Fund Balances (Deficits)	<u>1,934,086</u>	<u>1,709,606</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 2,500,887</u>	<u>\$ 1,815,556</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>
<u>\$ 4,486,983</u>	<u>\$ 1,997,756</u>	<u>\$ 2,776,673</u>	<u>\$ 12,001,492</u>
<u>-</u>	<u>59,000</u>	<u>-</u>	<u>59,000</u>
-	-	-	252,676
1,616,661	-	-	1,616,661
12,701	-	163,950	738,382
42,150	168,943	22,827	898,798
<u>1,671,512</u>	<u>168,943</u>	<u>186,777</u>	<u>3,506,517</u>
<u>-</u>	<u>-</u>	<u>23,663</u>	<u>120,741</u>
<u>\$ 6,158,495</u>	<u>\$ 2,225,699</u>	<u>\$ 2,987,113</u>	<u>\$ 15,687,750</u>
\$ 241,307	\$ 21,012	\$ 49,699	\$ 744,901
-	-	11,170	62,274
-	17,959	-	17,959
-	3,005,101	-	3,005,101
31,619	678,894	-	898,798
748,240	-	-	748,240
-	322,228	-	322,707
<u>1,021,166</u>	<u>4,045,194</u>	<u>60,869</u>	<u>5,799,980</u>
-	-	23,663	120,741
758,000	-	1,308,902	2,073,028
4,379,329	-	1,593,679	7,637,298
-	(1,819,495)	-	56,703
<u>5,137,329</u>	<u>(1,819,495)</u>	<u>2,926,244</u>	<u>9,887,770</u>
<u>\$ 6,158,495</u>	<u>\$ 2,225,699</u>	<u>\$ 2,987,113</u>	<u>\$ 15,687,750</u>

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Town of Fishkill, New York

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

Fund Balances - Total Governmental Funds	<u>\$ 9,887,770</u>
Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	<u>28,207,766</u>
Governmental funds do not reflect the effect of losses on refunding bonds and assets or liabilities related to net pension assets (liabilities) whereas these amounts are deferred and amortized in the statement of activities	
Deferred amounts on net pension assets (liabilities)	392,862
Deferred amounts on refunding bonds	<u>65,017</u>
	<u>457,879</u>
Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(158,810)
Bonds payable	(18,000,340)
Capital lease payable	(209,227)
Other post employment benefit obligations	(4,126,015)
Net pension liability	(290,383)
Compensated absences	(172,630)
Landfill closure costs	<u>(345,100)</u>
	<u>(23,302,505)</u>
Net Position of Governmental Activities	<u>\$ 15,250,910</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, 2015

	General	Town Outside Villages	Special Districts
REVENUES			
Real property taxes	\$ 2,011,336	\$ 2,802,703	\$ 1,251,645
Other tax items	458,324	168,990	-
Non-property taxes	-	924,032	-
Departmental income	604,758	116,988	4,407,782
Intergovernmental charges	-	-	-
Use of money and property	17,005	730	32,565
Licenses and permits	38,015	354,492	-
Fines and forfeitures	306,363	-	-
Sale of property and compensation for loss	6,569	47,320	-
State aid	770,649	101,698	-
Federal aid	-	1,805	-
Miscellaneous	23,123	337	6,771
Total Revenues	4,236,142	4,519,095	5,698,763
EXPENDITURES			
Current			
General government support	1,926,490	196,709	52,305
Public safety	18,647	2,081,882	-
Health	-	-	28,448
Transportation	225,673	-	185,595
Economic opportunity and development	17,940	-	-
Culture and recreation	767,144	-	-
Home and community services	34,038	81,908	2,877,082
Employee benefits	146,990	54,188	-
Capital outlay	-	-	-
Debt service			
Principal	120,000	310,427	396,513
Interest	97,950	131,008	224,228
Refunding bond issuance costs	-	-	-
Total Expenditures	3,354,872	2,856,122	3,764,171
Excess (Deficiency) of Revenues Over Expenditures	881,270	1,662,973	1,934,592
OTHER FINANCING SOURCES (USES)			
Refunded bonds issued	-	-	-
Payment to refunded bond escrow agent	-	-	-
Capital lease issued	-	-	-
Transfers in	-	-	77,716
Transfers out	(47,825)	(29,891)	(350,014)
Total Other Financing Sources (Uses)	(47,825)	(29,891)	(272,298)
Net Change in Fund Balances	833,445	1,633,082	1,662,294
FUND BALANCES (DEFICITS)			
Beginning of Year	1,100,641	76,524	3,475,035
End of Year	<u>\$ 1,934,086</u>	<u>\$ 1,709,606</u>	<u>\$ 5,137,329</u>

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

Capital Projects	Non-Major Governmental	Total Governmental Funds
\$ -	\$ 2,437,933	\$ 8,503,617
-	-	627,314
-	-	924,032
-	83,850	5,213,378
-	21,536	21,536
503	6,126	56,929
-	-	392,507
-	-	306,363
-	3,652	57,541
32,103	163,090	1,067,540
-	-	1,805
27,772	-	58,003
<u>60,378</u>	<u>2,716,187</u>	<u>17,230,565</u>
-	48,104	2,223,608
-	2,364	2,102,893
-	-	28,448
-	1,758,840	2,170,108
-	-	17,940
-	2,858	770,002
-	-	2,993,028
-	16,374	217,552
340,762	-	340,762
-	121,547	948,487
-	7,035	460,221
-	112,741	112,741
<u>340,762</u>	<u>2,069,863</u>	<u>12,385,790</u>
<u>(280,384)</u>	<u>646,324</u>	<u>4,844,775</u>
-	4,145,000	4,145,000
-	(4,032,259)	(4,032,259)
211,469	-	211,469
350,014	-	427,730
-	-	(427,730)
<u>561,483</u>	<u>112,741</u>	<u>324,210</u>
281,099	759,065	5,168,985
<u>(2,100,594)</u>	<u>2,167,179</u>	<u>4,718,785</u>
<u>\$ (1,819,495)</u>	<u>\$ 2,926,244</u>	<u>\$ 9,887,770</u>

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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, 2015

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

Net Change in Fund Balances - Total Governmental Funds \$ 5,168,985

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.

Capital outlay expenditures	384,645
Depreciation expense	<u>(1,099,576)</u>
	<u>(714,931)</u>

Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Refunding bonds issued	(4,145,000)
Payment to refunded bond escrow agent	4,032,259
Capital lease issued	(211,469)
Principal paid on bonds	851,513
Principal paid on capital lease	96,974
Amortization of loss on refunding bonds	<u>(2,242)</u>
	<u>622,035</u>

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Accrued interest	(22,923)
Retirement incentives and other pension obligations	50,965
Pension assets (obligations)	142,458
Compensated absences	10,986
Landfill closure costs	29,200
Other post employment benefit obligations	<u>(538,907)</u>
	<u>(328,221)</u>

Change in Net Position of Governmental Activities \$ 4,747,868

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, 2015

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 2,011,336	\$ 2,011,336	\$ 2,011,336	\$ -
Other tax items	480,985	480,985	458,324	(22,661)
Non-property taxes	-	-	-	-
Departmental income	610,300	610,300	604,758	(5,542)
Use of money and property	15,300	15,300	17,005	1,705
Licenses and permits	12,650	12,650	38,015	25,365
Fines and forfeitures	175,000	175,000	306,363	131,363
Sale of property and compensation for loss	800	800	6,569	5,769
Interfund revenues	15,000	15,000	-	(15,000)
State aid	491,500	491,500	770,649	279,149
Federal aid	-	-	-	-
Miscellaneous	500	500	23,123	22,623
Total Revenues	3,813,371	3,813,371	4,236,142	422,771
EXPENDITURES				
Current				
General government support	2,348,349	2,347,594	1,926,490	421,104
Public safety	18,034	18,789	18,647	142
Health	-	-	-	-
Transportation	260,997	260,997	225,673	35,324
Economic opportunity and development	17,940	17,940	17,940	-
Culture and recreation	813,952	795,367	767,144	28,223
Home and community services	57,643	57,643	34,038	23,605
Employee benefits	129,500	148,085	146,990	1,095
Debt service				
Principal	752,000	752,000	120,000	632,000
Interest	119,458	119,458	97,950	21,508
Total Expenditures	4,517,873	4,517,873	3,354,872	1,163,001
Excess (Deficiency) of Rev- enues Over Expenditures	(704,502)	(704,502)	881,270	1,585,772
OTHER FINANCING SOURCES (USES)				
Transfers in	752,327	752,327	-	(752,327)
Transfers out	(47,825)	(47,825)	(47,825)	-
Total Other Financing Sources (Uses)	704,502	704,502	(47,825)	(752,327)
Net Change in Fund Balances	-	-	833,445	833,445
FUND BALANCES				
Beginning of Year	-	-	1,100,641	1,100,641
End of Year	\$ -	\$ -	\$ 1,934,086	\$ 1,934,086

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)
\$ 2,802,703	\$ 2,802,703	\$ 2,802,703	\$ -	\$ 1,251,644	\$ 1,251,644	\$ 1,251,645	\$ 1
160,000	160,000	168,990	8,990	1,900	1,900	-	(1,900)
875,000	875,000	924,032	49,032	-	-	-	-
70,000	70,000	116,988	46,988	4,523,000	4,523,000	4,407,782	(115,218)
500	500	730	230	200	200	32,565	32,365
245,000	245,000	354,492	109,492	-	-	-	-
-	-	-	-	-	-	-	-
-	37,429	47,320	9,891	-	-	-	-
-	-	-	-	-	-	-	-
64,200	64,200	101,698	37,498	-	-	-	-
-	-	1,805	1,805	-	-	-	-
-	-	337	337	6,500	6,500	6,771	271
<u>4,217,403</u>	<u>4,254,832</u>	<u>4,519,095</u>	<u>264,263</u>	<u>5,783,244</u>	<u>5,783,244</u>	<u>5,698,763</u>	<u>(84,481)</u>
830,362	830,362	196,709	633,653	173,964	182,074	52,305	129,769
2,381,273	2,418,702	2,081,882	336,820	-	-	-	-
-	-	-	-	30,000	30,000	28,448	1,552
-	-	-	-	192,960	192,960	185,595	7,365
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
122,588	122,588	81,908	40,680	4,070,710	4,056,850	2,877,082	1,179,768
65,500	65,500	54,188	11,312	-	-	-	-
390,517	425,717	310,427	115,290	483,378	489,128	396,513	92,615
207,531	172,331	131,008	41,323	342,489	342,489	224,228	118,261
<u>3,997,771</u>	<u>4,035,200</u>	<u>2,856,122</u>	<u>1,179,078</u>	<u>5,293,501</u>	<u>5,293,501</u>	<u>3,764,171</u>	<u>1,529,330</u>
<u>219,632</u>	<u>219,632</u>	<u>1,662,973</u>	<u>1,443,341</u>	<u>489,743</u>	<u>489,743</u>	<u>1,934,592</u>	<u>1,444,849</u>
-	-	-	-	77,716	77,716	77,716	-
(219,632)	(219,632)	(29,891)	189,741	(597,459)	(597,459)	(350,014)	247,445
(219,632)	(219,632)	(29,891)	189,741	(519,743)	(519,743)	(272,298)	247,445
-	-	1,633,082	1,633,082	(30,000)	(30,000)	1,662,294	1,692,294
-	-	76,524	76,524	30,000	30,000	3,475,035	3,445,035
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,709,606</u>	<u>\$ 1,709,606</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,137,329</u>	<u>\$ 5,137,329</u>

Town of Fishkill, New York

Statement of Net Position
Fiduciary Funds
December 31, 2015

	Agency Fund
ASSETS	
Cash and equivalents	\$ 329,620
Accounts receivable	<u>150,401</u>
 Total Assets	 <u><u>\$ 480,021</u></u>
LIABILITIES	
Accounts payable	\$ 47,559
Employee payroll deductions	731
Due to other governments	8
Deposits	<u>431,723</u>
 Total Liabilities	 <u><u>\$ 480,021</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, 2015

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 and non-property taxes.

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

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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. .

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 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

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

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 generally used for revenue recognition for most other governmental fund revenues. Property taxes associated with the current fiscal period as well as charges for services and intergovernmental revenues are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Fees and other similar revenues are not susceptible to accrual because generally they are not measurable until received in 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, net pension liability, 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 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, 2015.

Town of Fishkill, New York

Notes to Financial Statements (Continued)

December 31, 2015

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, 2015, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

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

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).

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 1 - Summary of Significant Accounting Policies (Continued)

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

<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 \$479 for various amounts received in advance in the General Fund and \$322,228 for State aid received in advance in the Capital Projects 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.

The Town has reported deferred outflows of resources of \$65,017 for governmental activities for a deferred loss on refunding bonds in the government-wide Statement of Net Position. These amounts result from the difference in the carrying value of the refunded debt and its reacquisition price. These amounts are deferred and amortized over the shorter of the life of the refunded or refunding debt.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

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

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 Pension Liability - The net pension liability represents the Town's proportionate share of the net pension liability of the New York State and Local Employees' Retirement System and the New York State and Local Police and Fire Retirement System. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 68, "Accounting and Financial Reporting for Pensions" and GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date".

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, net investment in capital assets, restricted for unemployment benefits, debt service, future capital projects, town outside village, special districts, highway and special purposes. The balance is classified as unrestricted.

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

Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form (inventories, prepaid amounts, long-term receivables,

Note 1 - Summary of Significant Accounting Policies (Continued)

advances) or they are legally or contractually required to be maintained intact (the corpus of a permanent fund).

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

Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. The 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, represents amounts constrained either by policies of the Town Board for amounts assigned for balancing the subsequent year's budget or the Town Supervisor for amounts assigned for encumbrances. Unlike commitments, assignments generally only exist temporarily, in that additional action does not normally have to be taken for the removal of an assignment. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted or committed fund balance amounts.

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

In order to calculate the amounts to report as restricted and unrestricted fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the 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.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 1 - Summary of Significant Accounting Policies (Continued)

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 generally 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 23, 2016.

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.
- 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.

Note 2 - Stewardship, Compliance and Accountability (Continued)

- 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 and Highway funds.
- h) Budgets for General, Town Outside Villages, Special Districts and Highway 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 Debt Service and Special Purpose funds.
- 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 and Highway 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. The original legislation that established the Tax levy Limitation Law was set to expire on June 16, 2016. Chapter 20 of the Laws of 2015 extends the Tax Levy Limitation Law through June 2020.

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

The Tax Levy Limitation Law imposes a limitation on increases in the real property tax levy, subject to certain exceptions. The Tax Levy Limitation Law permits the Town to increase its overall real property tax levy over the tax levy of the prior year by no more than the "Allowable Levy Growth Factor," which is the lesser of one and two-one hundredths or the sum of one plus the Inflation Factor; provided, however that in no case shall the levy growth factor be less than one. The "Inflation Factor" is the quotient of: (i) the average of the 20 National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 2 - Stewardship, Compliance and Accountability (Continued)

ending six months prior to the start of the coming fiscal year minus the average of the National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the prior fiscal year, divided by (ii) the average of the National Consumer Price Indexes determined by the United States with the result expressed as a decimal to four places. The Town is required to calculate its tax levy limit for the upcoming year in accordance with the provision above and provide all relevant information to the New York State Comptroller prior to adopting its budget. The Tax Levy Limitation Law sets forth certain exclusions to the real property tax levy limitation of the Town, including exclusions for certain portions of the expenditures for retirement system contributions and tort judgments payable by the Town. The Town Board may adopt a budget that exceeds the tax levy limit for the coming fiscal year, only if the Town Board first enacts, by a vote of at least sixty percent of the total voting power of the Town Board, a local law to override such limit for such coming fiscal year.

C. Fund Deficits

The following sub funds in the Special Districts Fund had assigned fund deficits at December 31, 2015:

	<u>Amount</u>
Special Districts	
Lighting District	
Route 9 Sidewalk	\$ 3,288
Overlook	2,392
Sewer Districts	
White Birch	815

The Town will address these deficits in the ensuing year.

D. Capital Projects Fund Deficit

The unassigned deficit in the Capital Projects Fund of \$1,819,495 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, 2015

Note 2 - Stewardship, Compliance and Accountability (Continued)

E. Excess of Actual Expenditures Over Budget

General Fund		
General Government Support		
Town Assessor	\$	3,346
Engineer		2,011
Central Communications		417
Public Safety		
Animal control		133
Culture and Recreation		
Parks		58,817
Highway Fund - Town Outside Village		
Transportation		69,111
Debt Service - Principal		21,547

F. Cumulative Effect of Change in Accounting Principle

For the year ended December 31, 2015, the Town implemented GASB Statement No. 68, "Accounting and Financial Reporting for Pensions" and GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date". These statements seek to improve accounting and financial reporting by state and local governments for pensions by establishing standards for measuring and recognizing liabilities, deferred outflows/inflows of resources and expenses/expenditures. These statements also require the identification of the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value and attribute that present value to periods of employee service. As a result of adopting these standards, the government-wide financial statements reflect a cumulative effect for the change in accounting principle of (\$39,979).

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, 2015 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 587,163	\$ 188,285
Town Outside Villages	77,715	-
Special Districts	42,150	31,619
Capital Projects	168,943	678,894
Non-major Governmental	22,827	-
	<u>\$ 898,798</u>	<u>\$ 898,798</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.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

B. Capital Assets

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

	Balance January 1, 2015	Additions	Balance December 31, 2015
Capital Assets, not being depreciated			
Land	\$ 3,133,319	\$ -	\$ 3,133,319
Construction-in-progress	152,993	129,292	282,285
Total Capital Assets, not being depreciated	\$ 3,286,312	\$ 129,292	\$ 3,415,604
Capital Assets, being depreciated			
Buildings and improvements	\$ 28,102,465	\$ -	\$ 28,102,465
Infrastructure	5,751,505	-	5,751,505
Machinery and equipment	8,381,970	255,353	8,637,323
Total Capital Assets, being depreciated	42,235,940	255,353	42,491,293
Less Accumulated Depreciation for			
Buildings and improvements	7,138,301	774,185	7,912,486
Infrastructure	1,370,028	170,416	1,540,444
Machinery and equipment	8,091,226	154,975	8,246,201
Total Accumulated Depreciation	16,599,555	1,099,576	17,699,131
Total Capital Assets, being depreciated, net	\$ 25,636,385	\$ (844,223)	\$ 24,792,162
Capital Assets, net	\$ 28,922,697	\$ (714,931)	\$ 28,207,766

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

General Government Support	\$ 86,487
Public Safety	581,675
Transportation	163,837
Culture and Recreation	146,244
Home and Community Services	120,953
Total Depreciation Expense	\$ 1,099,576

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

C. Accrued Liabilities

Accrued liabilities at December 31, 2015 were as follows:

	Fund			Total
	General	Town Outside Villages	Non-Major Governmental	
Payroll and Employee Benefits	\$ 22,778	\$ 28,326	\$ 11,170	\$ 62,274

D. 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, 2015	Redemptions	Balance December 31, 2015
Governmental Type Activities - Capital Projects Fund - Bond Anticipation Notes:						
Rombout Sewer	1996	-	- %	\$ 30,000	\$ 30,000	\$ -
Snook Road Water	2006	07/15/16	2.00	311,090	100,000	211,090
Rombout Sewer	2007	07/15/16	2.00	485,000	50,000	435,000
Dutchess Park Sewer	2007	01/08/16	2.12	779,014	100,014	679,000
Merritt Sewer	2008	07/15/16	2.00	1,740,011	60,000	1,680,011
Brinkerhoff Water	2008	-	-	15,000	15,000	-
Merritt Water	2008	-	-	15,000	15,000	-
				<u>\$ 3,375,115</u>	<u>\$ 370,014</u>	<u>\$ 3,005,101</u>

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

Interest expenditures of \$56,312 were recorded in the Special Districts Fund financial statements. Interest expense of \$56,892 was recorded in the government-wide financial statements for governmental activities.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

E. Long-Term Liabilities

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

	Balance January 1, 2015 As Reported	Cumulative Effect of Change in Accounting Principle	Balance January 1, 2015 As Restated	New Issues/ Additions	Maturities and/or Payments	Balance December 31, 2015	Due Within One Year
Bonds Payable							
Capital Construction	\$ 18,671,853	\$ -	\$ 18,671,853	\$ 4,145,000	\$ 4,816,513	\$ 18,000,340	\$ 773,513
Other Non-current Liabilities							
Compensated Absences	183,616	-	183,616	7,014	18,000	172,630	17,000
Landfill Closure Costs	374,300	-	374,300	-	29,200	345,100	30,100
Capital Lease	94,732	-	94,732	211,469	96,974	209,227	104,155
Net Pension Liability	-	397,964	397,964	-	107,581	290,383	-
Retirement Incentives and Other Pension Obligations	50,965	-	50,965	-	50,965	-	-
Other Post Employment Benefit Obligations	3,587,108	-	3,587,108	649,222	110,315	4,126,015	-
	<u>4,107,105</u>	<u>397,964</u>	<u>4,688,685</u>	<u>867,705</u>	<u>413,035</u>	<u>5,143,355</u>	<u>151,255</u>
	<u>\$ 22,778,958</u>	<u>\$ 397,964</u>	<u>\$ 23,360,538</u>	<u>\$ 5,012,705</u>	<u>\$ 5,229,548</u>	<u>\$ 23,143,695</u>	<u>\$ 924,768</u>

Each governmental fund's liability for bonds, compensated absences, net pension liability, landfill closure costs, capital leases, retirement incentives and other pension obligations and other post-employment benefit obligations are liquidated by the respective fund, primarily the General, Town Outside Villages, Special Districts and Highway funds.

Bonds Payable

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

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at December 31, 2015
Rombout Water	2002	\$ 1,368,232	April, 2021	4.132-4.982 %	\$ 380,340
EFC Water	2012	11,602,939	May, 2042	2.390-4.098	10,745,000
Highway Reconstruction	2013	250,000	February, 2017	3.95	100,000
Recreation Building	2014	2,785,000	July 2034	3.00-4.00	2,665,000
Police Facility-refunding	2015	4,145,000	April, 2029	1.75-3.25	4,110,000
					<u>\$ 18,000,340</u>

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

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	\$ 97,950
Town Outside Villages	122,906
Special Districts	167,916
Highway – Town Outside Villages	<u>7,035</u>
	<u>\$ 395,807</u>

Interest expense of \$421,542 was recorded in the government-wide financial statements for governmental activities.

Capital Lease

During 2014, the Town entered into a lease purchase agreement in the amount of \$146,041 to purchase vehicles. The agreement provides for annual payments of \$51,309, including interest at 5.50%, through April 2016.

During 2015, the Town entered into a lease purchase agreement in the amount of \$101,658 to equipment. The agreement provides for annual payments of \$21,547 including interest at 2.99%, through October 2019.

During 2015, the Town entered into a lease purchase agreement in the amount of \$109,811 to purchase equipment. The agreement provides for annual payments of \$38,665, including interest at 3.59%, through February 2018.

Interest expenditures of \$8,102 was recorded in the Town Outside Village Fund financial statements. Interest expense of \$6,952 was recorded in the government-wide financial statements for governmental activities.

Payments to Maturity

The annual requirements to amortize all bonded debt outstanding as of December 31, 2015, including interest payments of \$7,376,774 are as follows:

<u>Year Ended December 31,</u>	<u>Bonds</u>		<u>Capital lease</u>		<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2016	\$ 773,513	\$ 527,261	\$ 104,155	\$ 7,365	\$ 877,668	\$ 534,626
2017	792,693	511,868	57,421	2,790	850,114	514,658
2018	747,693	495,410	26,729	1,262	774,422	496,672
2019	757,693	480,347	20,922	626	778,615	480,973
2020	776,871	464,259	-	-	776,871	464,259
2021-2025	3,816,877	2,040,932	-	-	3,816,877	2,040,932
2026-2030	3,845,000	1,454,464	-	-	3,845,000	1,454,464
2031-2035	2,730,000	898,522	-	-	2,730,000	898,522
2036-2040	2,580,000	445,016	-	-	2,580,000	445,016
2041-2042	1,180,000	46,652	-	-	1,180,000	46,652
	<u>\$ 18,000,340</u>	<u>\$ 7,364,731</u>	<u>\$ 209,227</u>	<u>\$ 12,043</u>	<u>\$ 18,209,567</u>	<u>\$ 7,376,774</u>

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

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.

Advance Refunding

During 2015, the Town issued \$4,145,000 in serial bonds with interest ranging from 1.75-3.00%. The proceeds were used to advance refund \$3,965,000 of outstanding 2004 public improvement serial bonds bearing interest at 4.758%. The net proceeds of \$4,032,259 (after \$112,741 in underwriting fees and other issuance costs) were used to purchase U.S. Government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the bonds. As a result, 2004 serial bond is considered defeased and the liability for those serial bonds has been removed from the Statement of Net Position. The reacquisition price exceeded the net carrying amount of the old debt by \$67,259. This amount and the premium are being netted against the new debt and amortized over the remaining life of the refunded debt. The Town advance refunded the 2004 serial bond to reduce its total debt service payments by \$523,534 and to obtain a net present value economic gain of \$432,376. As of December 31, 2015, \$3,965,000 of the bonds are considered defeased.

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.

Pension Plans

New York State and Local Retirement System

The Town participates in the New York State and Local Employees' Retirement System ("ERS") and the New York State and Local Police and Fire Retirement System ("PFRS") which are collectively referred to as the New York State and Local Retirement System ("System"). These are cost-sharing, multiple-employer defined benefit pension plans. The System provides retirement benefits as well as death and disability benefits. The net position of the System is held in the New York State Common Retirement Fund ("Fund"), which was established to hold all net assets and record changes in plan net position. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the System. The Comptroller is an elected official determined in a direct statewide election and serves a four year term. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law ("NYSRSSL"). Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The Town also participates in the Public Employees' Group Life Insurance Plan, which provides death benefits in

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

the form of life insurance. The System is included in the State's financial report as a pension trust fund. That report, including information with regard to benefits provided may be found at www.osc.state.ny.us/retire/publications/index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

The System is noncontributory except for employees who joined after July 27, 1976, who contribute 3% of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010, who generally contribute between 3% and 6% of their salary for their entire length of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the System's fiscal year ending March 31. The employer contribution rates for the plan's year ending in 2015 are as follows

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	2 75G 41J	22.1 %
	3 A14 41J	18.8
	4 A14 41J	18.8
	5 A15 41J	15.5
	6 A15 41J2	10.5
PFRS	2 375G	17.6
	2 384D	24.7

At December 31, 2015, the Town reported a liability of \$235,813 for its proportionate share of the net pension liability of ERS and a liability of \$54,570 for its proportionate share of the net pension liability of PFRS. The net pension liability was measured as of March 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Town's proportion of the net pension liability was based on a computation of the actuarially determined indexed present value of future compensation by employer relative to the total of all participating members. At December 31, 2015, the Town's proportion was .0069803% for ERS and .0198249% for PFRS. For this first year of implementation, the System reported no change in the allocation percentage measured as of March 31, 2014.

For the year ended December 31, 2015, the Town recognized pension expense in the government-wide financial statements of \$325,396 for ERS and \$42,024 for PFRS. Pension expenditures of \$405,379 for ERS and \$104,498 for PFRS were recorded in the fund financial statements and were charged to the following funds:

	<u>ERS</u>	<u>PFRS</u>
General Fund	\$ 213,592	\$ -
Town Outside Villages	92,324	104,498
Highway - Town Outside Villages	74,970	-
Highway - Town Wide	24,493	-
	<u>\$ 405,379</u>	<u>\$ 104,498</u>

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

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

	ERS	PFRS	
	Deferred Outflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 7,549	\$ 6,581	\$ -
Net difference between projected and actual earnings on pension plan investments	40,958	18,321	-
Changes in proportion and differences between Town contributions and proportionate share of contributions	13,208	-	1,180
Town contributions subsequent to the measurement date	247,386	60,039	-
	<u>\$ 309,101</u>	<u>\$ 84,941</u>	<u>\$ 1,180</u>

\$247,386 and \$60,039 reported as deferred outflows of resources related to ERS and PFRS, respectively, resulting from the Town's accrued contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended March 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ERS and PFRS will be recognized in pension expense as follows:

Year Ended March 31,	ERS	PFRS
2016	\$ 15,429	\$ 5,660
2017	15,429	5,660
2018	15,429	5,660
2019	15,428	5,660
2020	-	1,082

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

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

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

Cost of living adjustments 1.4% annually

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

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

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

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

The discount rate used to calculate the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based upon those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 7.5%, as well as what the Town's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.5%) or 1 percentage point higher (8.5%) than the current rate:

	1% Decrease (6.5%)	Current Assumption (7.5%)	1% Increase (8.5%)
Town's proportionate share of the ERS net pension liability (asset)	\$ 1,571,792	\$ 235,813	\$ (892,086)
Town's proportionate share of the PFRS net pension liability (asset)	\$ 726,569	\$ 54,570	\$ (508,606)

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

	ERS	PFRS	Total
Total pension liability	\$ 164,591,504,000	\$ 28,474,417,000	\$ 193,065,921,000
ERS fiduciary net position	161,213,259,000	28,199,157,000	\$ 189,412,416,000
Employers' net pension liability	\$ 3,378,245,000	\$ 275,260,000	\$ 3,653,505,000
ERS fiduciary net position as a percentage of total pension liability	97.9%	99.0%	98.1%

Employer contributions to ERS and PFRS are paid annually and cover the period through the end of the System's fiscal year, which is March 31st. Retirement contributions as of December 31, 2015 represent the employer contribution for the period of April 1, 2015 through December 31, 2015 based on prior year ERS and PFRS wages multiplied by the employers' contribution rate, by tier. Retirement contributions to ERS and PFRS for the nine months ended December 31, 2015 were \$247,386 and \$60,039, respectively.

Voluntary Defined Contribution Plan

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

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

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

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	\$	1,339,395
Net Position		1,339,395
Total Operating Revenues		24,000
Total Operating Expenses		31,293

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 \$345,100 reported as a landfill closure costs liability in the government-wide financial statements, at December 31, 2015, 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 the Town may vary according to length of service. The cost of providing post employment health care benefits is shared between the Town and the retired employee. Substantially all of the Town's employees may become eligible for those benefits if they reach normal retirement age while working for the Town. The cost of retiree health care benefits is recognized as an expenditure as claims are paid within the governmental funds.

The Town's annual other 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

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

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>
2016	7.50 %	7.50 %
2017-2024	9.00	9.00
2025+	5.00	5.00

The amortization basis is the level dollar method with an open amortization approach with 24 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, 2015 was as follows:

Active Employees	45
Retired Employees	<u>15</u>
	<u><u>60</u></u>

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

Amortization Component:	
Actuarial Accrued Liability as of January 1, 2015	\$ 5,676,548
Assets at Market Value	<u>-</u>
Unfunded Actuarial Accrued Liability ("UAAL")	<u>\$ 5,676,548</u>
Funded Ratio	<u>0.00%</u>
Covered Payroll (Active plan members)	<u>\$ 1,986,200</u>
UAAL as a Percentage of Covered Payroll	<u>285.80%</u>
Annual Required Contribution	\$ 639,006
Interest on Net OPEB Obligation	143,484
Adjustment to Annual Required Contribution	<u>(133,268)</u>
Annual OPEB Cost	649,222
Contributions Made	<u>(110,315)</u>
Increase in Net OPEB Obligation	538,907
Net OPEB Obligation - Beginning of Year	<u>3,587,108</u>
Net OPEB Obligation - End of Year	<u>\$ 4,126,015</u>

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

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

<u>Fiscal Year Ended December 31,</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
2015	\$ 649,222	16.99% %	\$ 4,126,015
2014	859,193	18.90%	3,587,108
2013	797,168	18.97%	2,890,314

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.

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, including interest, and was charged to the General and Highway-Town Outside Villages funds in the fund financial statements. There is no balance due at December 31, 2015.

F. 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:

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

Transfers Out	Transfers In		Total
	Special Districts Fund	Capital Projects Fund	
General Fund	\$ 47,825	\$ -	\$ 47,825
Town Outside Village	29,891	-	29,891
Special Districts	-	350,014	350,014
	<u>\$ 77,716</u>	<u>\$ 350,014</u>	<u>\$ 427,730</u>

Transfers are used to move amounts earmarked in the operating funds to fulfill commitments for Special Districts and Capital Projects funds expenditures.

G. Net Position

The components of net position are detailed below:

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

Restricted for Unemployment Benefits - 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 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 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 Town Outside Village - the component of net position that has been established to account for transactions which by statute affect only those areas outside the boundaries of the Villages located within the Town.

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 Highway - the component of net position that has been established to be used to account for road and bridge maintenance and improvements as defined in the Highway Law of the State of New York.

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

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 amounts 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, 2015

Note 3 - Detailed Notes on All Funds (Continued)

H. Fund Balances

	2015					2014						
	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
Nonspendable -												
Prepaid expenditures	\$ 51,762	\$ 45,316	\$ -	\$ -	\$ 23,663	\$ 120,741	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted												
Unemployment	6,126	-	-	-	-	6,126	6,117	-	-	-	-	6,117
Debt service	-	-	-	-	196,318	196,318	-	-	-	-	200,823	200,823
Future capital projects	-	-	758,000	-	-	758,000	-	-	758,000	-	-	758,000
Special purpose	-	-	-	-	1,112,584	1,112,584	-	-	-	-	1,038,087	1,038,087
Total Restricted	6,126	-	758,000	-	1,308,902	2,073,028	6,117	-	758,000	-	1,238,910	2,003,027
Assigned												
Subsequent year's expenditures	-	-	-	-	-	-	-	-	30,000	-	-	30,000
Major funds	-	1,664,290	4,379,329	-	-	6,043,619	-	76,524	2,687,035	-	-	2,763,559
Non-major funds												
Highway	-	-	-	-	1,593,679	1,593,679	-	-	-	-	928,269	928,269
Total Assigned	-	1,664,290	4,379,329	-	1,593,679	7,637,298	-	76,524	2,717,035	-	928,269	3,721,828
Unassigned	1,876,198	-	-	(1,819,495)	-	56,703	1,094,524	-	-	(2,100,594)	-	(1,006,070)
Total Fund Balances	\$ 1,934,086	\$ 1,709,606	\$ 5,137,329	\$ (1,819,495)	\$ 2,902,581	\$ 9,887,770	\$ 1,100,641	\$ 76,524	\$ 3,475,035	\$ (2,100,594)	\$ 2,167,179	\$ 4,718,785

Town of Fishkill, New York

Notes to Financial Statements (Continued)
December 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

Certain elements of fund balance are described above. Those additional elements, which are not reflected in the Statement of Net Position but are reported in the governmental funds balance sheet are described below.

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

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

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

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

For a number of years, 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 what the WCB claimed was each member's pro-rata share of the deficit. The total claimed by the WCB due for the Town's share was \$288,340. The WCB has since adjusted its claim downward to \$239,534. The Town continues to refuse to pay that amount, in part because WCB has not pursued appropriate avenues of recovery from parties responsible for the deficit and has settled against certain trust members whose improprieties were among the causes for the trust's collapse. It's difficult to determine the extent of the Town's actual obligation. The Town presently has no open claims. While there is no certainty, the Town is hopeful that its ultimate obligation of the Town will be less than what the WCB seeks.

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 of the Town, should it be found obligated to a refund, is two-thirds of the special permit fee. A notice of claim was filed with the Town on March 27, 2013. The Town believes that the filing of this notice of claim was untimely. No action has been commenced against the Town and the time to do so has now expired. The Town therefore believes they have both substantive and procedural defenses to this claim.

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.

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

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.

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, 2015 (1)	\$ -	\$ 5,676,548	\$ 5,676,548	- %	\$ 1,986,200	285.80 %
January 1, 2014	-	7,631,334	\$ 7,631,334	-	1,679,777	454.31
January 1, 2013	-	7,206,649	7,206,649	-	1,679,777	429.02

(1) The decrease in the accrued liability is due to a reduction in actual claim costs and trends in the plans' premium rates. The Town changed the pre-65 retirement plan and added a plan for the post-65 retirees, which was less expensive than the previous plan rates.

Town of Fishkill, New York

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

	<u>2015</u>
Town's proportion of the net pension liability (asset)	<u>0.0069803%</u>
Town's proportionate share of the net pension liability (asset)	<u>\$ 235,813</u>
Town's covered-employee payroll	<u>\$ 1,958,570</u>
Town's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	<u>12.04%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>97.90%</u>

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

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

Town of Fishkill, New York

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

	<u>2015</u>
Contractually required contribution	\$ 402,898
Contributions in relation to the contractually required contribution	<u>(402,898)</u>
Contribution deficiency (excess)	<u>\$ -</u>
Town's covered-employee payroll	<u>\$ 2,182,179</u>
Contributions as a percentage of covered-employee payroll	<u>18.46 %</u>

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

Town of Fishkill, New York

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

	<u>2015</u>
Town's proportion of the net pension liability (asset)	<u>0.0198249%</u>
Town's proportionate share of the net pension liability (asset)	<u>\$ 54,570</u>
Town's covered-employee payroll	<u>\$ 654,289</u>
Town's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	<u>8.34%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>99.00%</u>

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

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

Town of Fishkill, New York

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

	<u>2015</u>
Contractually required contribution	\$ 80,052
Contributions in relation to the contractually required contribution	<u>(80,052)</u>
Contribution deficiency (excess)	<u>\$ -</u>
Town's covered-employee payroll	<u>\$ 689,647</u>
Contributions as a percentage of covered-employee payroll	<u>11.61 %</u>

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

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Town of Fishkill, New York

General Fund
Comparative Balance Sheet
December 31,

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and equivalents	\$ 1,316,992	\$ 900,817
Receivables		
Accounts	205,117	95,630
Due from other governments	339,853	191,547
Due from other funds	<u>587,163</u>	<u>2,312,023</u>
	<u>1,132,133</u>	<u>2,599,200</u>
Prepaid expenditures	<u>51,762</u>	<u>-</u>
Total Assets	<u>\$ 2,500,887</u>	<u>\$ 3,500,017</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 355,259	\$ 154,038
Accrued liabilities	22,778	285,332
Due to other funds	188,285	1,959,527
Unearned revenues	<u>479</u>	<u>479</u>
Total Liabilities	<u>566,801</u>	<u>2,399,376</u>
Fund balance		
Nonspendable	51,762	-
Restricted	6,126	6,117
Unassigned	<u>1,876,198</u>	<u>1,094,524</u>
Total Fund Balance	<u>1,934,086</u>	<u>1,100,641</u>
Total Liabilities and Fund Balance	<u>\$ 2,500,887</u>	<u>\$ 3,500,017</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,

2015

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Real property taxes	\$ 2,011,336	\$ 2,011,336	\$ 2,011,336	\$ -
Other tax items	480,985	480,985	458,324	(22,661)
Departmental income	610,300	610,300	604,758	(5,542)
Use of money and property	15,300	15,300	17,005	1,705
Licenses and permits	12,650	12,650	38,015	25,365
Fines and forfeitures	175,000	175,000	306,363	131,363
Sale of property and compensation for loss	800	800	6,569	5,769
Interfund revenues	15,000	15,000	-	(15,000)
State aid	491,500	491,500	770,649	279,149
Miscellaneous	500	500	23,123	22,623
Total Revenues	3,813,371	3,813,371	4,236,142	422,771
EXPENDITURES				
Current				
General government support	2,348,349	2,347,594	1,926,490	421,104
Public safety	18,034	18,789	18,647	142
Transportation	260,997	260,997	225,673	35,324
Economic opportunity and development	17,940	17,940	17,940	-
Culture and recreation	813,952	795,367	767,144	28,223
Home and community services	57,643	57,643	34,038	23,605
Employee benefits	129,500	148,085	146,990	1,095
Debt service				
Principal	752,000	752,000	120,000	632,000
Interest	119,458	119,458	97,950	21,508
Total Expenditures	4,517,873	4,517,873	3,354,872	1,163,001
Excess (Deficiency) of Revenues Over Expenditures	(704,502)	(704,502)	881,270	1,585,772
OTHER FINANCING SOURCES (USES)				
Transfers in	752,327	752,327	-	(752,327)
Transfers out	(47,825)	(47,825)	(47,825)	-
Total Other Financing Sources (Uses)	704,502	704,502	(47,825)	(752,327)
Net Change in Fund Balance	-	-	833,445	833,445
FUND BALANCE				
Beginning of Year	-	-	1,100,641	1,100,641
End of Year	\$ -	\$ -	\$ 1,934,086	\$ 1,934,086

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,661,984	\$ 1,661,984	\$ 1,661,983	\$ (1)
464,243	464,243	430,634	(33,609)
461,450	476,450	448,204	(28,246)
13,516	13,519	16,083	2,564
11,890	11,890	13,426	1,536
140,045	140,045	270,549	130,504
800	800	1,581	781
13,850	13,850	-	(13,850)
450,000	450,000	498,220	48,220
182,500	183,500	208,209	24,709
<u>3,400,278</u>	<u>3,416,281</u>	<u>3,548,889</u>	<u>132,608</u>
2,291,197	2,169,230	1,807,060	362,170
19,415	19,723	18,092	1,631
228,796	228,796	221,284	7,512
16,970	16,970	16,500	470
698,258	806,315	679,123	127,192
57,639	57,639	40,513	17,126
113,967	143,572	143,546	26
-	-	-	-
<u>86,215</u>	<u>86,215</u>	<u>86,215</u>	<u>-</u>
<u>3,512,457</u>	<u>3,528,460</u>	<u>3,012,333</u>	<u>516,127</u>
<u>(112,179)</u>	<u>(112,179)</u>	<u>536,556</u>	<u>648,735</u>
774,560	774,560	-	(774,560)
<u>(162,381)</u>	<u>(162,381)</u>	<u>(115,000)</u>	<u>47,381</u>
<u>612,179</u>	<u>612,179</u>	<u>(115,000)</u>	<u>(727,179)</u>
500,000	500,000	421,556	(78,444)
-	-	679,085	679,085
<u>\$ 500,000</u>	<u>\$ 500,000</u>	<u>\$ 1,100,641</u>	<u>\$ 600,641</u>

Town of Fishkill, New York

General Fund

Schedule of Revenues and Other Financing Sources Compared to Budget

Year Ended December 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
REAL PROPERTY TAXES	\$ 2,011,336	\$ 2,011,336	\$ 2,011,336	\$ -	\$ 1,661,983
OTHER TAX ITEMS					
Payments in lieu of taxes	67,485	67,485	53,867	(13,618)	11,866
Interest and penalties on real property taxes	38,500	38,500	29,078	(9,422)	51,367
Franchise fees	375,000	375,000	375,379	379	367,401
	480,985	480,985	458,324	(22,661)	430,634
DEPARTMENTAL INCOME					
Town Clerk fees	9,000	9,000	11,170	2,170	12,091
Dog control fines	-	-	250	250	596
Tax collector fees	100,500	100,500	109,467	8,967	109,843
Parks and recreation fees	430,800	430,800	398,086	(32,714)	423,136
Summer camp	70,000	70,000	85,785	15,785	69,303
	610,300	610,300	604,758	(5,542)	614,969
USE OF MONEY AND PROPERTY					
Rental income	14,800	14,800	16,067	1,267	14,988
Earnings on investments	500	500	887	387	1,081
Commissions	-	-	51	51	14
	15,300	15,300	17,005	1,705	16,083
LICENSES AND PERMITS					
Dog licenses	9,000	9,000	8,199	(801)	8,295
Marriage licenses	2,500	2,500	2,838	338	2,438
Conservation licenses	450	450	578	128	597
Other	700	700	26,400	25,700	1,500
	12,650	12,650	38,015	25,365	12,830

FINES AND FORFEITURES

Fines and forfeited bail	175,000	175,000	305,751	130,751	270,519
Fines - Handicapped parking	-	-	612	612	30
	<u>175,000</u>	<u>175,000</u>	<u>306,363</u>	<u>131,363</u>	<u>270,549</u>

SALE OF PROPERTY AND COMPENSATION FOR LOSS

Minor sales	800	800	6,362	5,562	1,581
Insurance recoveries	-	-	207	207	24,598
	<u>800</u>	<u>800</u>	<u>6,569</u>	<u>5,769</u>	<u>26,179</u>

INTERFUND REVENUES

	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>(15,000)</u>	<u>-</u>
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STATE AID

Mortgage tax	475,000	475,000	751,253	276,253	498,220
Other	16,500	16,500	19,396	2,896	19,188
	<u>491,500</u>	<u>491,500</u>	<u>770,649</u>	<u>279,149</u>	<u>517,408</u>

MISCELLANEOUS

Gifts and donations	-	-	487	487	575
Unclassified	500	500	22,636	22,136	(2,321)
	<u>500</u>	<u>500</u>	<u>23,123</u>	<u>22,623</u>	<u>(1,746)</u>

TOTAL REVENUES

	<u>3,813,371</u>	<u>3,813,371</u>	<u>4,236,142</u>	<u>422,771</u>	<u>3,548,889</u>
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OTHER FINANCING SOURCES

Transfers in Special Districts Fund	<u>752,327</u>	<u>752,327</u>	<u>-</u>	<u>(752,327)</u>	<u>-</u>
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TOTAL REVENUES AND OTHER FINANCING SOURCES

	<u>\$ 4,565,698</u>	<u>\$ 4,565,698</u>	<u>\$ 4,236,142</u>	<u>\$ (329,556)</u>	<u>\$ 3,548,889</u>
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Town of Fishkill, New York

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended December 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
GENERAL GOVERNMENT SUPPORT					
Town Board	\$ 74,568	\$ 74,568	\$ 72,245	\$ 2,323	\$ 70,718
Town Justices	352,372	352,372	333,759	18,613	281,474
Supervisor	217,802	221,502	220,939	563	212,837
Comptroller	415,814	415,814	304,758	111,056	367,691
Auditor	30,000	30,000	28,000	2,000	38,467
Receiver of Taxes	83,696	79,996	67,981	12,015	66,113
Town Assessor	185,318	185,318	188,664	(3,346)	171,430
Town Clerk	159,692	169,732	168,999	733	171,368
Town Attorney	100,000	88,135	68,279	19,856	97,683
Personnel	115,348	109,223	99,327	9,896	46,822
Engineer	10,000	17,950	19,961	(2,011)	6,496
Buildings	117,900	117,900	116,563	1,337	108,693
Recreation building	74,150	74,150	70,155	3,995	45,011
Central garage	1,650	1,650	-	1,650	133
Central communications	44,100	50,400	50,817	(417)	25,150
Central storeroom	3,000	3,000	2,509	491	2,083
Central printing and mailing	40,000	36,200	29,405	6,795	31,648
Central data processing	15,090	15,590	12,300	3,290	10,710
Unallocated insurance	67,610	67,610	43,049	24,561	47,511
Municipal association dues	1,500	1,500	1,500	-	1,500
Taxes and assessments	32,750	31,995	27,280	4,715	2,633
Metropolitan commuter transportation mobility tax	-	-	-	-	889
Contingency account	205,989	202,989	-	202,989	-
	<u>2,348,349</u>	<u>2,347,594</u>	<u>1,926,490</u>	<u>421,104</u>	<u>1,807,060</u>
PUBLIC SAFETY					
Traffic control	4,000	3,295	3,020	275	2,678
Animal control	14,034	15,494	15,627	(133)	13,983
Disaster preparedness	-	-	-	-	1,431
	<u>18,034</u>	<u>18,789</u>	<u>18,647</u>	<u>142</u>	<u>18,092</u>

23

TRANSPORTATION

Highway administration	168,280	168,280	159,599	8,681	141,015
Street lighting	40,000	40,000	38,949	1,051	37,559
Highway garage	52,717	52,717	27,125	25,592	42,710
	<u>260,997</u>	<u>260,997</u>	<u>225,673</u>	<u>35,324</u>	<u>221,284</u>

ECONOMIC OPPORTUNITY AND DEVELOPMENT

Programs for the aging	17,940	17,940	17,940	-	16,500
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CULTURE AND RECREATION

Recreation administration	238,673	220,088	180,700	39,388	170,641
Parks	248,899	248,899	307,716	(58,817)	224,448
Youth programs	243,530	240,560	207,719	32,841	214,877
Celebrations	9,938	9,938	6,466	3,472	3,521
Senior camp	19,757	22,292	21,501	791	19,813
Town historian	125	560	493	67	446
Adult recreation	53,030	53,030	42,549	10,481	45,377
	<u>813,952</u>	<u>795,367</u>	<u>767,144</u>	<u>28,223</u>	<u>679,123</u>

HOME AND COMMUNITY SERVICES

Refuse and garbage	20,643	20,643	10,081	10,562	5,890
Joint landfill	25,000	25,000	12,000	13,000	24,000
Drainage	12,000	12,000	11,957	43	10,623
	<u>57,643</u>	<u>57,643</u>	<u>34,038</u>	<u>23,605</u>	<u>40,513</u>

EMPLOYEE BENEFITS - UNDISTRIBUTED

Workers' compensation benefits	55,000	55,000	54,558	442	61,015
Health and dental insurance	72,000	90,585	90,478	107	67,913
Unemployment benefits	2,500	2,500	1,954	546	14,618
	<u>129,500</u>	<u>148,085</u>	<u>146,990</u>	<u>1,095</u>	<u>143,546</u>

DEBT SERVICE

Principal					
Serial bonds	120,000	120,000	120,000	-	-
Tax anticipation notes	632,000	632,000	-	632,000	-
	<u>752,000</u>	<u>752,000</u>	<u>120,000</u>	<u>632,000</u>	<u>-</u>

Town of Fishkill, New York

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

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
Interest					
Serial bonds	\$ 97,950	\$ 97,950	\$ 97,950	\$ -	\$ -
Tax anticipation notes	21,508	21,508	-	21,508	21,508
Bond anticipation notes	-	-	-	-	64,707
	<u>119,458</u>	<u>119,458</u>	<u>97,950</u>	<u>21,508</u>	<u>86,215</u>
	<u>871,458</u>	<u>871,458</u>	<u>217,950</u>	<u>653,508</u>	<u>86,215</u>
TOTAL EXPENDITURES	<u>4,517,873</u>	<u>4,517,873</u>	<u>3,354,872</u>	<u>1,163,001</u>	<u>3,012,333</u>
OTHER FINANCING USES					
Transfers out					
Special Districts Fund	47,825	47,825	47,825	-	-
Capital Projects Fund	-	-	-	-	115,000
TOTAL OTHER FINANCING USES	<u>47,825</u>	<u>47,825</u>	<u>47,825</u>	<u>-</u>	<u>115,000</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 4,565,698</u>	<u>\$ 4,565,698</u>	<u>\$ 3,402,697</u>	<u>\$ 1,163,001</u>	<u>\$ 3,127,333</u>

Town of Fishkill, New York

Town Outside Villages Fund
 Comparative Balance Sheet
 December 31,

	2015	2014
ASSETS		
Cash and equivalents	\$ 1,423,088	\$ 883,026
Receivables		
Accounts	47,559	5,292
Due from other governments	221,878	305,295
Due from other funds	77,715	895,305
	<u>347,152</u>	<u>1,205,892</u>
Prepaid expenditures	<u>45,316</u>	<u>-</u>
Total Assets	<u>\$ 1,815,556</u>	<u>\$ 2,088,918</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 77,624	\$ 81,427
Accrued liabilities	28,326	288,510
Due to other funds	-	1,642,006
Due to other governments	-	451
Total Liabilities	<u>105,950</u>	<u>2,012,394</u>
Fund balance		
Nonspendable	45,316	-
Assigned	1,664,290	76,524
Total Fund Balance	<u>1,709,606</u>	<u>76,524</u>
Total Liabilities and Fund Balance	<u>\$ 1,815,556</u>	<u>\$ 2,088,918</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,

	2015			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 2,802,703	\$ 2,802,703	\$ 2,802,703	\$ -
Other tax items	160,000	160,000	168,990	8,990
Non-property taxes	875,000	875,000	924,032	49,032
Departmental income	70,000	70,000	116,988	46,988
Use of money and property	500	500	730	230
Licenses and permits	245,000	245,000	354,492	109,492
Sale of property and compensation for loss	-	37,429	47,320	9,891
Interfund revenues	-	-	-	-
State aid	64,200	64,200	101,698	37,498
Federal aid	-	-	1,805	1,805
Miscellaneous	-	-	337	337
Total Revenues	4,217,403	4,254,832	4,519,095	264,263
EXPENDITURES				
Current				
General government support	830,362	830,362	196,709	633,653
Public safety	2,381,273	2,418,702	2,081,882	336,820
Home and community services	122,588	122,588	81,908	40,680
Employee benefits	65,500	65,500	54,188	11,312
Debt service				
Principal	390,517	425,717	310,427	115,290
Interest	207,531	172,331	131,008	41,323
Total Expenditures	3,997,771	4,035,200	2,856,122	1,179,078
Excess of Revenues Over Expenditures	219,632	219,632	1,662,973	1,443,341
OTHER FINANCING USES				
Transfers out	(219,632)	(219,632)	(29,891)	189,741
Net Change in Fund Balance	-	-	1,633,082	1,633,082
FUND BALANCE (DEFICITS)				
Beginning of Year	-	-	76,524	76,524
End of Year	\$ -	\$ -	\$ 1,709,606	\$ 1,709,606

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 3,135,219	\$ 3,135,219	\$ 3,135,219	\$ -
140,000	140,000	163,892	23,892
886,724	886,724	918,811	32,087
62,450	62,450	88,646	26,196
200	200	782	582
250,000	250,000	281,280	31,280
10	10	12,226	12,216
25,000	25,000	3,352	(21,648)
70,125	70,125	71,164	1,039
-	-	-	-
-	-	5,396	5,396
<u>4,569,728</u>	<u>4,569,728</u>	<u>4,680,768</u>	<u>111,040</u>
860,685	806,907	193,054	613,853
2,119,712	2,169,889	2,060,391	109,498
117,924	121,524	115,370	6,154
66,940	66,940	59,281	7,659
967,763	967,764	241,309	726,455
220,029	220,029	222,211	(2,182)
<u>4,353,053</u>	<u>4,353,053</u>	<u>2,891,616</u>	<u>1,461,437</u>
216,675	216,675	1,789,152	1,572,477
<u>(216,675)</u>	<u>(216,675)</u>	<u>-</u>	<u>216,675</u>
-	-	1,789,152	1,789,152
-	-	(1,712,628)	(1,712,628)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 76,524</u>	<u>\$ 76,524</u>

Town of Fishkill, New York

Town Outside Villages Fund
 Schedule of Revenues Compared to Budget
 Year Ended December 31, 2015
 (With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
REAL PROPERTY TAXES	\$ 2,802,703	\$ 2,802,703	\$ 2,802,703	\$ -	\$ 3,135,219
OTHER TAX ITEMS					
Payments in lieu of taxes	160,000	160,000	168,990	8,990	163,892
NON-PROPERTY TAXES					
Non-property tax distribution from County	875,000	875,000	924,032	49,032	918,811
DEPARTMENTAL INCOME					
Police fees	2,500	2,500	2,833	333	5,956
Zoning fees	6,000	6,000	9,589	3,589	8,470
Planning Board fees	16,500	16,500	48,590	32,090	25,920
Safety fees	45,000	45,000	55,976	10,976	48,300
	70,000	70,000	116,988	46,988	88,646
USE OF MONEY AND PROPERTY					
Earnings on investments	500	500	730	230	782
LICENSES AND PERMITS					
Safety fire permits	55,000	55,000	55,613	613	56,906
Building and alteration permits	190,000	190,000	298,879	108,879	224,374
	245,000	245,000	354,492	109,492	281,280

**SALE OF PROPERTY AND COMPENSATION
FOR LOSS**

Minor sales	-	7,623	7,985	362	-
Insurance recoveries	-	29,806	39,335	9,529	12,226
	-	37,429	47,320	9,891	12,226

INTERFUND REVENUES

	-	-	-	-	3,352
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STATE AID

Per capita	60,000	60,000	69,238	9,238	69,238
Seat belt grant	1,200	1,200	2,442	1,242	1,159
DWI grant	-	-	-	-	767
Excessive speed enforcement grant	3,000	3,000	-	(3,000)	-
Other	-	-	30,018	30,018	-
	64,200	64,200	101,698	37,498	71,164

FEDERAL AID

Bullet proof vests	-	-	1,805	1,805	-
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MISCELLANEOUS

Unclassified	-	-	337	337	5,396
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TOTAL REVENUES

	<u>\$ 4,217,403</u>	<u>\$ 4,254,832</u>	<u>\$ 4,519,095</u>	<u>\$ 264,263</u>	<u>\$ 4,680,768</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, 2015
 (With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
GENERAL GOVERNMENT SUPPORT					
Audit	\$ 10,000	\$ 10,000	\$ 2,500	\$ 7,500	\$ 6,926
Town Attorney	25,000	22,000	21,983	17	20,438
Engineer	7,500	50,500	42,454	8,046	3,998
Central building	147,431	127,781	91,774	36,007	108,144
Central storeroom	500	500	445	55	68
Central data processing	25,000	24,650	-	24,650	-
Unallocated insurance	50,000	50,000	37,553	12,447	53,480
Judgments and claims	25,000	25,000	-	25,000	-
Contingency account	539,931	519,931	-	519,931	-
	<u>830,362</u>	<u>830,362</u>	<u>196,709</u>	<u>633,653</u>	<u>193,054</u>
PUBLIC SAFETY					
Police	2,070,477	2,107,906	1,803,667	304,239	1,812,011
Safety inspections	310,796	310,796	278,215	32,581	248,380
	<u>2,381,273</u>	<u>2,418,702</u>	<u>2,081,882</u>	<u>336,820</u>	<u>2,060,391</u>
HOME AND COMMUNITY SERVICES					
Zoning	26,990	26,990	4,014	22,976	18,348
Planning	95,598	95,598	81,867	13,731	86,391
Housing	-	-	(3,973)	3,973	10,631
	<u>122,588</u>	<u>122,588</u>	<u>81,908</u>	<u>40,680</u>	<u>115,370</u>
EMPLOYEE BENEFITS - UNALLOCATED					
Workers' compensation benefits	50,000	52,225	52,223	2	59,281
Unemployment benefits	5,500	3,275	-	3,275	-
Hospital and medical insurance	10,000	10,000	1,965	8,035	-
	<u>65,500</u>	<u>65,500</u>	<u>54,188</u>	<u>11,312</u>	<u>59,281</u>

DEBT SERVICE

Principal

Serial bonds	200,000	235,200	235,000	200	190,000
Capital lease	75,427	75,427	75,427	-	51,309
Tax anticipation notes	115,090	115,090	-	115,090	-
	<u>390,517</u>	<u>425,717</u>	<u>310,427</u>	<u>115,290</u>	<u>241,309</u>

Interest

Serial bonds	192,450	157,250	122,906	34,344	201,665
Bond anticipation notes	2,375	2,375	-	2,375	2,693
Capital lease	12,706	12,706	8,102	4,604	17,853
	<u>207,531</u>	<u>172,331</u>	<u>131,008</u>	<u>41,323</u>	<u>222,211</u>
	<u>598,048</u>	<u>598,048</u>	<u>441,435</u>	<u>156,613</u>	<u>463,520</u>

TOTAL EXPENDITURES

	<u>3,997,771</u>	<u>4,035,200</u>	<u>2,856,122</u>	<u>1,179,078</u>	<u>2,891,616</u>
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OTHER FINANCING USES

Transfers out

Debt Service Fund	149,741	149,741	-	149,741	-
Capital Projects Fund	40,000	40,000	-	40,000	-
Special Districts Fund	29,891	29,891	29,891	-	-
	<u>219,632</u>	<u>219,632</u>	<u>29,891</u>	<u>189,741</u>	<u>-</u>

TOTAL OTHER FINANCING USES

	<u>219,632</u>	<u>219,632</u>	<u>29,891</u>	<u>189,741</u>	<u>-</u>
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TOTAL EXPENDITURES AND OTHER FINANCING USES

	<u>\$ 4,217,403</u>	<u>\$ 4,254,832</u>	<u>\$ 2,886,013</u>	<u>\$ 1,368,819</u>	<u>\$ 2,891,616</u>
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Town of Fishkill, New York

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

	Lighting Districts					
	Ambulance District	Rivercrest	Glenham	Merritt	Round Hill	Route 9 Sidewalk
ASSETS						
Cash and equivalents	\$ 168,536	\$ 69,698	\$ 36,249	\$ 20,598	\$ 18,722	\$ -
Receivables						
Water and sewer rents	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
	-	-	-	-	-	-
Total Assets	<u>\$ 168,536</u>	<u>\$ 69,698</u>	<u>\$ 36,249</u>	<u>\$ 20,598</u>	<u>\$ 18,722</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES (DEFICITS)						
Liabilities						
Accounts payable	\$ 4,988	\$ 903	\$ 3,740	\$ 3,159	\$ 990	\$ 3,288
Due to other funds	-	10,551	-	-	-	-
Due to other governments	-	-	-	-	-	-
Total Liabilities	<u>4,988</u>	<u>11,454</u>	<u>3,740</u>	<u>3,159</u>	<u>990</u>	<u>3,288</u>
Fund balances (deficits)						
Restricted	-	-	-	-	-	-
Assigned	163,548	58,244	32,509	17,439	17,732	(3,288)
Total Fund Balances (Deficits)	<u>163,548</u>	<u>58,244</u>	<u>32,509</u>	<u>17,439</u>	<u>17,732</u>	<u>(3,288)</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 168,536</u>	<u>\$ 69,698</u>	<u>\$ 36,249</u>	<u>\$ 20,598</u>	<u>\$ 18,722</u>	<u>\$ -</u>

Sewer Districts

Rombout Village	Waterfront	Overlook	Fishkill Woods	Dutchess Park	Forgebrook	Fishkill Glen	Blodgett	Cedar Knolls	Deer Crossing
\$ 26,326	\$ 58,470	\$ -	\$ 4,932	\$ 667,327	\$ 51,900	\$ 10,571	\$ 20,115	\$ 3,176	\$ 2,944
-	-	-	-	675,727	-	-	-	-	-
-	-	-	-	12,701	-	-	-	-	-
-	10,552	-	-	-	-	-	-	-	-
-	10,552	-	-	688,428	-	-	-	-	-
\$ 26,326	\$ 69,022	\$ -	\$ 4,932	\$ 1,355,755	\$ 51,900	\$ 10,571	\$ 20,115	\$ 3,176	\$ 2,944
\$ 523	\$ 2,710	\$ 2,392	\$ 362	\$ 41,189	\$ -	\$ -	\$ -	\$ -	\$ -
18,840	-	-	-	-	-	-	-	-	-
-	-	-	-	506,467	-	-	-	-	-
19,363	2,710	2,392	362	547,656	-	-	-	-	-
-	-	-	-	758,000	-	-	-	-	-
6,963	66,312	(2,392)	4,570	50,099	51,900	10,571	20,115	3,176	2,944
6,963	66,312	(2,392)	4,570	808,099	51,900	10,571	20,115	3,176	2,944
\$ 26,326	\$ 69,022	\$ -	\$ 4,932	\$ 1,355,755	\$ 51,900	\$ 10,571	\$ 20,115	\$ 3,176	\$ 2,944

(Continued)

Town of Fishkill, New York

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

	Sewer Districts (Continued)					
	Summit Corp Park	Rombout	Aveonis	White Birch	Merritt	Rocky Glen
ASSETS						
Cash and equivalents	\$ 3,501	\$ 153,258	\$ 2,415	\$ -	\$ 34,418	\$ 4,277
Receivables						
Water and sewer rents	-	375,462	-	-	-	-
Due from other governments	-	-	-	-	-	-
Due from other funds	-	2,228	-	-	-	-
	-	377,690	-	-	-	-
Total Assets	\$ 3,501	\$ 530,948	\$ 2,415	\$ -	\$ 34,418	\$ 4,277
LIABILITIES AND FUND BALANCES (DEFICITS)						
Liabilities						
Accounts payable	\$ -	\$ 32,954	\$ -	\$ 815	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-
Total Liabilities	-	32,954	-	815	-	-
Fund balances (deficits)						
Restricted	-	-	-	-	-	-
Assigned	3,501	497,994	2,415	(815)	34,418	4,277
Total Fund Balances (Deficits)	3,501	497,994	2,415	(815)	34,418	4,277
Total Liabilities and Fund Balances (Deficits)	\$ 3,501	\$ 530,948	\$ 2,415	\$ -	\$ 34,418	\$ 4,277

Water Districts							Totals	
Blodgett	Beacon Hills	Glenham	Brinckerhoff	Rombout	Merritt	Snook Road	2015	2014
\$ 545,631	\$ 52,973	\$ 747,374	\$ -	\$ 893,695	\$ 668,940	\$ 220,937	\$ 4,486,983	\$ 4,406,979
53,070	71,336	122,893	74,674	191,207	40,079	12,213	1,616,661	1,509,008
-	-	-	-	-	-	-	12,701	111,956
-	-	-	-	-	29,370	-	42,150	2,877,134
53,070	71,336	122,893	74,674	191,207	69,449	12,213	1,671,512	4,498,098
\$ 598,701	\$ 124,309	\$ 870,267	\$ 74,674	\$ 1,084,902	\$ 738,389	\$ 233,150	\$ 6,158,495	\$ 8,905,077
\$ 2,108	\$ 6,459	\$ 50,769	\$ 64,053	\$ 8,746	\$ 1,170	\$ 9,989	\$ 241,307	\$ 443,707
-	-	-	-	2,228	-	-	31,619	3,909,215
-	-	-	-	241,773	-	-	748,240	1,077,120
2,108	6,459	50,769	64,053	252,747	1,170	9,989	1,021,166	5,430,042
-	-	-	-	-	-	-	758,000	758,000
596,593	117,850	819,498	10,621	832,155	737,219	223,161	4,379,329	2,717,035
596,593	117,850	819,498	10,621	832,155	737,219	223,161	5,137,329	3,475,035
\$ 598,701	\$ 124,309	\$ 870,267	\$ 74,674	\$ 1,084,902	\$ 738,389	\$ 233,150	\$ 6,158,495	\$ 8,905,077

Town of Fishkill, New York

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

	Lighting Districts					
	Ambulance District	Rivercrest	Glenham	Merritt	Round Hill	Route 9 Sidewalk
REVENUES						
Real property taxes	\$ -	\$ 14,850	\$ 57,200	\$ 44,000	\$ 13,530	\$ 6,050
Departmental income	-	-	-	-	-	-
Use of money and property	107	-	-	-	2	-
Miscellaneous	-	-	-	-	-	-
Total Revenues	107	14,850	57,200	44,000	13,532	6,050
EXPENDITURES						
Current						
General government support	-	-	-	-	-	-
Health	28,448	-	-	-	-	-
Transportation	-	13,611	47,088	38,451	12,101	12,090
Home and community services	-	-	-	-	-	-
Debt service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Expenditures	28,448	13,611	47,088	38,451	12,101	12,090
Excess (Deficiency) of Revenues Over Expenditures	(28,341)	1,239	10,112	5,549	1,431	(6,040)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total Other Financing Uses	-	-	-	-	-	-
Net Change in Fund Balances	(28,341)	1,239	10,112	5,549	1,431	(6,040)
FUND BALANCES (DEFICITS)						
Beginning of Year	191,889	57,005	22,397	11,890	16,301	2,752
End of Year	\$ 163,548	\$ 58,244	\$ 32,509	\$ 17,439	\$ 17,732	\$ (3,288)

Sewer Districts

Rombout Village	Waterfront	Overlook	Fishkill Woods	Dutchess Park	Forgebrook	Fishkill Glen	Blodgett	Cedar Knolls	Deer Crossing
\$ 7,480	\$ 49,500	\$ 11,660	\$ 6,700	\$ 14,415	\$ 1,680	\$ 1,345	\$ 6,888	\$ 1,092	\$ 1,486
-	-	-	-	2,273,463	-	-	-	-	-
29	-	-	-	1,466	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
<u>7,509</u>	<u>49,500</u>	<u>11,660</u>	<u>6,700</u>	<u>2,289,344</u>	<u>1,680</u>	<u>1,345</u>	<u>6,888</u>	<u>1,092</u>	<u>1,486</u>
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
6,481	41,205	10,609	3,959	-	-	-	-	-	-
-	-	-	-	1,504,317	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	17,480	-	-	-	-	-
<u>6,481</u>	<u>41,205</u>	<u>10,609</u>	<u>3,959</u>	<u>1,521,797</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,028</u>	<u>8,295</u>	<u>1,051</u>	<u>2,741</u>	<u>767,547</u>	<u>1,680</u>	<u>1,345</u>	<u>6,888</u>	<u>1,092</u>	<u>1,486</u>
-	-	-	-	77,716	-	-	-	-	-
-	-	-	-	(100,014)	-	-	-	-	-
-	-	-	-	(22,298)	-	-	-	-	-
<u>1,028</u>	<u>8,295</u>	<u>1,051</u>	<u>2,741</u>	<u>745,249</u>	<u>1,680</u>	<u>1,345</u>	<u>6,888</u>	<u>1,092</u>	<u>1,486</u>
<u>5,935</u>	<u>58,017</u>	<u>(3,443)</u>	<u>1,829</u>	<u>62,850</u>	<u>50,220</u>	<u>9,226</u>	<u>13,227</u>	<u>2,084</u>	<u>1,458</u>
<u>\$ 6,963</u>	<u>\$ 66,312</u>	<u>\$ (2,392)</u>	<u>\$ 4,570</u>	<u>\$ 808,099</u>	<u>\$ 51,900</u>	<u>\$ 10,571</u>	<u>\$ 20,115</u>	<u>\$ 3,176</u>	<u>\$ 2,944</u>

(Continued)

Town of Fishkill, New York

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

Sewer Districts (Continued)

	Summit Corp Park	Rombout	Aveonis	White Birch	Merritt	Rocky Glen
REVENUES						
Real property taxes	\$ 1,218	\$ 667,516	\$ 870	\$ 588	\$ 11,256	\$ 1,932
Departmental income	-	700,780	-	-	-	-
Use of money and property	-	2,769	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total Revenues	1,218	1,371,065	870	588	11,256	1,932
EXPENDITURES						
Current						
General government support	-	35,851	-	-	-	-
Health	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Home and community services	-	407,919	-	2,129	-	-
Debt service						
Principal	-	290,000	-	-	-	-
Interest	-	162,610	-	-	-	-
Total Expenditures	-	896,380	-	2,129	-	-
Excess (Deficiency) of Revenues Over Expenditures	1,218	474,685	870	(1,541)	11,256	1,932
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	(80,000)	-	-	-	-
Total Other Financing Uses	-	(80,000)	-	-	-	-
Net Change in Fund Balances	1,218	394,685	870	(1,541)	11,256	1,932
FUND BALANCES (DEFICITS)						
Beginning of Year	2,283	103,309	1,545	726	23,162	2,345
End of Year	<u>\$ 3,501</u>	<u>\$ 497,994</u>	<u>\$ 2,415</u>	<u>\$ (815)</u>	<u>\$ 34,418</u>	<u>\$ 4,277</u>

Water Districts							Totals	
Blodgett	Beacon Hills	Glenham	Brinckerhoff	Rombout	Merritt	Snook Road	2015	2014
\$ -	\$ -	\$ -	\$ 5,225	\$ 78,266	\$ 91,253	\$ 155,645	\$ 1,251,645	\$ 1,375,782
98,386	101,529	374,155	186,133	513,481	130,755	29,100	4,407,782	4,240,461
-	-	-	-	2,785	23,706	1,701	32,565	89,925
-	-	-	-	6,771	-	-	6,771	12,408
<u>98,386</u>	<u>101,529</u>	<u>374,155</u>	<u>191,358</u>	<u>601,303</u>	<u>245,714</u>	<u>186,446</u>	<u>5,698,763</u>	<u>5,718,576</u>
-	-	-	-	5,798	-	10,656	52,305	24,802
-	-	-	-	-	-	-	28,448	19,786
-	-	-	-	-	-	-	185,595	180,563
52,173	99,624	208,685	134,257	351,841	19,886	96,251	2,877,082	2,895,100
-	-	-	-	58,513	-	48,000	396,513	389,446
-	-	-	224	11,017	26,252	6,645	224,228	283,749
<u>52,173</u>	<u>99,624</u>	<u>208,685</u>	<u>134,481</u>	<u>427,169</u>	<u>46,138</u>	<u>161,552</u>	<u>3,764,171</u>	<u>3,793,446</u>
<u>46,213</u>	<u>1,905</u>	<u>165,470</u>	<u>56,877</u>	<u>174,134</u>	<u>199,576</u>	<u>24,894</u>	<u>1,934,592</u>	<u>1,925,130</u>
-	-	-	-	-	-	-	77,716	-
-	-	-	(5,000)	-	(65,000)	(100,000)	(350,014)	(424,024)
-	-	-	(5,000)	-	(65,000)	(100,000)	(272,298)	(424,024)
46,213	1,905	165,470	51,877	174,134	134,576	(75,106)	1,662,294	1,501,106
<u>550,380</u>	<u>115,945</u>	<u>654,028</u>	<u>(41,256)</u>	<u>658,021</u>	<u>602,643</u>	<u>298,267</u>	<u>3,475,035</u>	<u>1,973,929</u>
<u>\$ 596,593</u>	<u>\$ 117,850</u>	<u>\$ 819,498</u>	<u>\$ 10,621</u>	<u>\$ 832,155</u>	<u>\$ 737,219</u>	<u>\$ 223,161</u>	<u>\$ 5,137,329</u>	<u>\$ 3,475,035</u>

Town of Fishkill, New York

Capital Projects Fund
Comparative Balance Sheet
December 31,

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and equivalents	\$ 1,997,756	\$ 883,126
Restricted investments	59,000	59,000
Due from other funds	168,943	953,121
	<u>168,943</u>	<u>953,121</u>
Total Assets	<u>\$ 2,225,699</u>	<u>\$ 1,895,247</u>
LIABILITIES AND FUND DEFICIT		
Liabilities		
Accounts payable	\$ 21,012	\$ 13,603
Retainages payable	17,959	17,959
Bond anticipation notes payable	3,005,101	3,375,115
Due to other funds	678,894	589,164
Unearned revenues	322,228	-
	<u>322,228</u>	<u>-</u>
Total Liabilities	4,045,194	3,995,841
Fund deficit		
Unassigned	<u>(1,819,495)</u>	<u>(2,100,594)</u>
Total Liabilities and Fund Deficit	<u>\$ 2,225,699</u>	<u>\$ 1,895,247</u>

Town of Fishkill, New York

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

	<u>2015</u>	<u>2013</u>
REVENUES		
State aid	\$ 32,103	\$ -
Use of money and property	503	-
Miscellaneous	<u>27,772</u>	<u>-</u>
Total Revenues	60,378	-
EXPENDITURES		
Capital outlay	<u>340,762</u>	<u>177,966</u>
Deficiency of Revenues Over Expenditures	<u>(280,384)</u>	<u>(177,966)</u>
OTHER FINANCING SOURCES		
Bonds issued	-	2,785,000
Capital lease issued	211,469	146,041
Transfers in	<u>350,014</u>	<u>539,024</u>
Total Other Financing Sources	<u>561,483</u>	<u>3,470,065</u>
Net Change in Fund Balance	281,099	3,292,099
FUND DEFICIT		
Beginning of Year	<u>(2,100,594)</u>	<u>(5,392,693)</u>
End of Year	<u>\$ (1,819,495)</u>	<u>\$ (2,100,594)</u>

Town of Fishkill, New York

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

	Highway	Special Purpose	Debt Service
ASSETS			
Cash and equivalents	\$ 1,462,559	\$ 1,117,796	\$ 196,318
Due from other governments	163,950	-	-
Due from other funds	22,827	-	-
Prepaid expenditures	23,663	-	-
Total Assets	<u>\$ 1,672,999</u>	<u>\$ 1,117,796</u>	<u>\$ 196,318</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 44,487	\$ 5,212	\$ -
Accrued liabilities	11,170	-	-
Due to other funds	-	-	-
Total Liabilities	<u>55,657</u>	<u>5,212</u>	<u>-</u>
Fund balances			
Nonspendable	23,663	-	-
Restricted	-	1,112,584	196,318
Assigned	1,593,679	-	-
Total Fund Balances	<u>1,617,342</u>	<u>1,112,584</u>	<u>196,318</u>
Total Liabilities and Fund Balances	<u>\$ 1,672,999</u>	<u>\$ 1,117,796</u>	<u>\$ 196,318</u>

Totals	
2015	2014
\$ 2,776,673	\$ 949,790
163,950	335,941
22,827	1,136,214
23,663	-
<u>\$ 2,987,113</u>	<u>\$ 2,421,945</u>
\$ 49,699	\$ 71,961
11,170	108,920
-	73,885
<u>60,869</u>	<u>254,766</u>
23,663	-
1,308,902	1,238,910
1,593,679	928,269
<u>2,926,244</u>	<u>2,167,179</u>
<u>\$ 2,987,113</u>	<u>\$ 2,421,945</u>

Town of Fishkill, New York

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

	Highway	Special Purpose	Debt Service
REVENUES			
Real property taxes	\$ 2,437,933	\$ -	\$ -
Departmental income	-	83,850	-
Intergovernmental charges	21,536	-	-
Use of money and property	491	5,583	52
Sale of property and compensation for loss	3,652	-	-
State aid	163,090	-	-
Total Revenues	<u>2,626,702</u>	<u>89,433</u>	<u>52</u>
EXPENDITURES			
Current			
General government support	33,833	9,714	4,557
Public safety	-	2,364	-
Transportation	1,758,840	-	-
Culture and recreation	-	2,858	-
Employee benefits	16,374	-	-
Debt service			
Principal	121,547	-	-
Interest	7,035	-	-
Refunding bond issuance costs	-	-	112,741
Total Expenditures	<u>1,937,629</u>	<u>14,936</u>	<u>117,298</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>689,073</u>	<u>74,497</u>	<u>(117,246)</u>
OTHER FINANCING SOURCES (USES)			
Refunded bonds issued	-	-	4,145,000
Payment to refunded bond escrow agent	-	-	(4,032,259)
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>112,741</u>
Net Change in Fund Balances	<u>689,073</u>	<u>74,497</u>	<u>(4,505)</u>
FUND BALANCES			
Beginning of Year	<u>928,269</u>	<u>1,038,087</u>	<u>200,823</u>
End of Year	<u>\$ 1,617,342</u>	<u>\$ 1,112,584</u>	<u>\$ 196,318</u>

Totals	
2015	2014
\$ 2,437,933	\$ 2,155,561
83,850	302,850
21,536	20,853
6,126	6,375
3,652	3,472
163,090	331,743
<u>2,716,187</u>	<u>2,820,854</u>
48,104	31,562
2,364	-
1,758,840	1,569,165
2,858	1,735
16,374	17,746
121,547	100,000
7,035	12,328
112,741	-
<u>2,069,863</u>	<u>1,732,536</u>
<u>646,324</u>	<u>1,088,318</u>
4,145,000	-
(4,032,259)	-
<u>112,741</u>	<u>-</u>
759,065	1,088,318
<u>2,167,179</u>	<u>1,078,861</u>
<u>\$ 2,926,244</u>	<u>\$ 2,167,179</u>

Town of Fishkill, New York

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

	Town Outside Villages	Town- Wide
ASSETS		
Cash and equivalents	\$ 953,931	\$ 508,628
Receivables		
Due from other governments	163,090	860
Due from other funds	22,062	765
	<u>185,152</u>	<u>1,625</u>
Prepaid expenditures	<u>16,919</u>	<u>6,744</u>
Total Assets	<u>\$ 1,156,002</u>	<u>\$ 516,997</u>
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	\$ 26,963	\$ 17,524
Accrued liabilities	7,773	3,397
Due to other funds	<u>-</u>	<u>-</u>
Total Liabilities	<u>34,736</u>	<u>20,921</u>
Fund balances		
Nonspendable	16,919	6,744
Assigned	<u>1,104,347</u>	<u>489,332</u>
Total Fund Balances	<u>1,121,266</u>	<u>496,076</u>
Total Liabilities and Fund Balances	<u>\$ 1,156,002</u>	<u>\$ 516,997</u>

Totals	
2015	2014
\$ 1,462,559	\$ 418,705
163,950	335,941
22,827	383,153
186,777	719,094
23,663	-
<u>\$ 1,672,999</u>	<u>\$ 1,137,799</u>
\$ 44,487	\$ 26,725
11,170	108,920
-	73,885
55,657	209,530
23,663	-
1,593,679	928,269
1,617,342	928,269
<u>\$ 1,672,999</u>	<u>\$ 1,137,799</u>

Town of Fishkill, New York

Highway Fund

Combining Schedule of Revenues, Expenditures and Changes in

Fund Balances - Sub-Funds

Year Ended December 31, 2015

(With Comparative Totals for 2014)

	Town Outside Villages	Town- Wide
REVENUES		
Real property taxes	\$ 1,492,341	\$ 945,592
Intergovernmental charges	-	21,536
Use of money and property	345	146
Sale of property and compensation for loss	3,652	-
State aid	163,090	-
	<u>1,659,428</u>	<u>967,274</u>
Total Revenues		
EXPENDITURES		
Current		
General government support	8,473	25,360
Transportation	889,751	869,089
Employee benefits	11,860	4,514
Debt service		
Principal	121,547	-
Interest	7,035	-
	<u>1,038,666</u>	<u>898,963</u>
Total Expenditures		
Excess of Revenues Over Expenditures	620,762	68,311
FUND BALANCES		
Beginning of Year	<u>500,504</u>	<u>427,765</u>
End of Year	<u>\$ 1,121,266</u>	<u>\$ 496,076</u>

<u>Totals</u>	
<u>2015</u>	<u>2014</u>
\$ 2,437,933	\$ 2,155,561
21,536	20,853
491	955
3,652	3,472
<u>163,090</u>	<u>331,743</u>
<u>2,626,702</u>	<u>2,512,584</u>
33,833	29,518
1,758,840	1,569,165
16,374	17,746
121,547	100,000
<u>7,035</u>	<u>12,328</u>
<u>1,937,629</u>	<u>1,728,757</u>
689,073	783,827
<u>928,269</u>	<u>144,442</u>
<u>\$ 1,617,342</u>	<u>\$ 928,269</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,

	2015			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 1,492,341	\$ 1,492,341	\$ 1,492,341	\$ -
Use of money and property	150	150	345	195
Sale of property and compensation for loss	-	-	3,652	3,652
State aid	-	-	163,090	163,090
Total Revenues	1,492,491	1,492,491	1,659,428	166,937
EXPENDITURES				
Current				
General government support	403,075	403,075	8,473	394,602
Transportation	821,505	820,640	889,751	(69,111)
Employee benefits	12,000	12,000	11,860	140
Debt service				
Principal	100,000	100,000	121,547	(21,547)
Interest	6,170	7,035	7,035	-
Total Expenditures	1,342,750	1,342,750	1,038,666	304,084
Excess of Revenues Over Expenditures	149,741	149,741	620,762	471,021
OTHER FINANCING USES				
Transfers out	(149,741)	(149,741)	-	149,741
Net Change in Fund Balance	-	-	620,762	620,762
FUND BALANCE (DEFICIT)				
Beginning of Year	-	-	500,504	500,504
End of Year	\$ -	\$ -	\$ 1,121,266	\$ 1,121,266

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,379,351	\$ 1,379,351	\$ 1,379,351	\$ -
-	-	644	644
-	-	3,472	3,472
-	380,000	331,743	(48,257)
<u>1,379,351</u>	<u>1,759,351</u>	<u>1,715,210</u>	<u>(44,141)</u>
338,290	340,792	19,988	320,804
771,617	1,148,685	1,027,169	121,516
157,104	157,534	14,718	142,816
100,000	100,000	100,000	-
12,340	12,340	12,328	12
<u>1,379,351</u>	<u>1,759,351</u>	<u>1,174,203</u>	<u>585,148</u>
-	-	541,007	541,007
-	-	-	-
-	-	541,007	541,007
-	-	(40,503)	(40,503)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 500,504</u>	<u>\$ 500,504</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,

	2015			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 945,592	\$ 945,592	\$ 945,592	\$ -
Intergovernmental charges	10,000	10,000	21,536	11,536
Use of money and property	250	250	146	(104)
Total Revenues	955,842	955,842	967,274	11,432
EXPENDITURES				
Current				
General government support	95,000	105,375	25,360	80,015
Transportation	733,342	875,817	869,089	6,728
Employee benefits	2,500	4,650	4,514	136
Total Expenditures	830,842	985,842	898,963	86,879
Excess (Deficiency) of Revenues Over Expenditures	125,000	(30,000)	68,311	98,311
OTHER FINANCING USES				
Transfers out	(125,000)	(125,000)	-	125,000
Net Change in Fund Balance	-	(155,000)	68,311	223,311
FUND BALANCE				
Beginning of Year	-	155,000	427,765	272,765
End of Year	\$ -	\$ -	\$ 496,076	\$ 496,076

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 776,210	\$ 776,210	\$ 776,210	\$ -
8,000	8,000	20,853	12,853
-	-	311	311
<u>784,210</u>	<u>784,210</u>	<u>797,374</u>	<u>13,164</u>
114,580	111,180	9,530	101,650
557,280	559,705	541,996	17,709
2,068	3,043	3,028	15
<u>673,928</u>	<u>673,928</u>	<u>554,554</u>	<u>119,374</u>
110,282	110,282	242,820	132,538
<u>(110,282)</u>	<u>(110,282)</u>	<u>-</u>	<u>110,282</u>
-	-	242,820	242,820
-	-	184,945	184,945
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 427,765</u>	<u>\$ 427,765</u>

Town of Fishkill, New York

Special Purpose Fund
Comparative Balance Sheet
December 31,

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and equivalents	\$ 1,117,796	\$ 452,711
Due from other funds	-	630,612
	<hr/>	<hr/>
Total Assets	<u>\$ 1,117,796</u>	<u>\$ 1,083,323</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 5,212	\$ 45,236
Fund balance		
Restricted	<u>1,112,584</u>	<u>1,038,087</u>
	<hr/>	<hr/>
Total Liabilities and Fund Balance	<u>\$ 1,117,796</u>	<u>\$ 1,083,323</u>

Town of Fishkill, New York

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

	<u>2015</u>	<u>2014</u>
REVENUES		
Departmental income	\$ 83,850	\$ 302,850
Use of money and property	5,583	4,925
 Total Revenues	 <u>89,433</u>	 <u>307,775</u>
 EXPENDITURES		
Current		
General government support	9,714	-
Public safety	2,364	-
Culture and recreation	2,858	1,735
 Total Expenditures	 <u>14,936</u>	 <u>1,735</u>
 Net Change in Fund Balance	 74,497	 306,040
 FUND BALANCE		
Beginning of Year	<u>1,038,087</u>	<u>732,047</u>
End of Year	<u>\$ 1,112,584</u>	<u>\$ 1,038,087</u>

Town of Fishkill, New York

Debt Service Fund
Comparative Balance Sheet
December 31,

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and equivalents	\$ 196,318	\$ 78,374
Due from other funds	-	<u>122,449</u>
Total Assets	<u>\$ 196,318</u>	<u>\$ 200,823</u>
FUND BALANCE		
Restricted	<u>\$ 196,318</u>	<u>\$ 200,823</u>

Town of Fishkill, New York

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

	<u>2015</u>	<u>2014</u>
REVENUES		
Use of money and property	\$ 52	\$ 495
EXPENDITURES		
General government support	4,557	2,044
Refunding bond issuance costs	112,741	-
Total Expenditures	<u>117,298</u>	<u>2,044</u>
Deficiency of Revenues Over Expenditures	<u>(117,246)</u>	<u>(1,549)</u>
OTHER FINANCING SOURCES (USES)		
Refunding bonds issued	4,145,000	-
Payment to refunded bond escrow agent	(4,032,259)	-
Total Other Financing Sources	<u>112,741</u>	<u>-</u>
Net Change in Fund Balance	(4,505)	(1,549)
FUND BALANCE		
Beginning of Year	<u>200,823</u>	<u>202,372</u>
End of Year	<u>\$ 196,318</u>	<u>\$ 200,823</u>