

TOWN OF FISHKILL, NEW YORK

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

YEAR ENDED DECEMBER 31, 2011

WITH INDEPENDENT AUDITORS' REPORT

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INDEPENDENT AUDITORS' REPORT

To the Honorable Supervisor and
Town Board of the Town of Fishkill, New York:

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Fishkill, New York ("Town") as of and for the year ended December 31, 2011, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion 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 of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As more fully disclosed in Note 2, the financial statements referred to above do not include the provisions of Governmental Accounting Standards Board (GASB) Statement No. 45, *Accounting and Reporting by Employers for Post Employment Benefits Other Than Pensions*, which should be included in order to conform with accounting principles generally accepted in the United States of America. The effect on the liabilities and net assets is not known since an actuarial liability has not been calculated.

In our opinion, except for the effects on the financial statements of the omissions described in the preceding paragraph, 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, 2011 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 conformity with accounting principles generally accepted in the United States of America.

O'CONNOR DAVIES, LLP

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Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis, the Schedule of Funding Progress - Other Post Employment Benefits be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. Management has omitted the Management Discussion and Analysis and the Schedule of Funding Progress - Other Post Employment Benefits that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not 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. Our opinion on the basic financial statements is not affected by the missing information.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Town's basic financial statements as a whole. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

O'Connor Davies, LLP

O'Connor Davies, LLP
Harrison, New York
September 11, 2012

TOWN OF FISHKILL, NEW YORK

STATEMENT OF NET ASSETS
DECEMBER 31, 2011

	<u>Governmental Activities</u>
ASSETS	
Cash and equivalents	\$ 2,678,415
Investments	121,659
Restricted Investments	109,127
Receivables:	
Accounts	182,494
Water and sewer rents	989,764
Due from other governments	1,056,458
Capital assets:	
Not being depreciated	3,286,312
Being depreciated, net	<u>28,653,765</u>
Total Assets	<u>37,077,994</u>
LIABILITIES	
Accounts payable	1,004,770
Accrued liabilities	560,784
Retainages payable	17,958
Bond anticipation notes payable	20,136,336
Tax anticipation notes payable	3,200,000
Due to other governments	1,148,629
Unearned revenues	19,910
Accrued interest payable	393,147
Non-current liabilities:	
Due within one year	495,274
Due in more than one year	<u>6,530,630</u>
Total Liabilities	<u>33,507,438</u>
NET ASSETS (DEFICIT)	
Invested in capital assets, net of related debt	7,581,436
Restricted for:	
Unemployment	6,082
DARE	11,336
Debt service	157,391
Special Districts:	
Ambulance	204,207
Lighting	86,187
Water	1,508,294
Special Purpose	1,029,111
Unrestricted	<u>(7,013,488)</u>
Total Net Assets	<u>\$ 3,570,556</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, 2011

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	\$ 2,632,940	\$ 47,785	\$ 28	\$ 1,967	\$ (2,583,160)
Public safety	2,404,145	232,064	66,148	-	(2,105,933)
Health	30,607	-	88	-	(30,519)
Transportation	1,812,153	11,596	2,249	-	(1,798,308)
Economic opportunity and development	17,303	-	-	-	(17,303)
Culture and recreation	1,008,690	405,066	1,929	-	(601,695)
Home and community services	3,582,965	3,406,730	46,550	-	(129,685)
Interest	824,779	-	-	310	(824,469)
Total Governmental Activities	\$ 12,313,582	\$ 4,103,241	\$ 116,992	\$ 2,277	(8,091,072)
General Revenues:					
Real property taxes					6,350,354
Other tax items:					
Payments in lieu of taxes					180,514
Interest and penalties on real property taxes					47,856
Franchise fees					363,608
Non-property taxes - Non-property tax distribution from County					1,050,318
Unrestricted use of money and property					508
Sale of property and compensation for loss					41,124
Unrestricted State aid					544,875
Miscellaneous					34,572
Total General Revenues					8,613,729
Change in Net Assets					522,657
Net Assets - Beginning, as reported					2,795,908
Prior Period Adjustment					251,991
Net Assets - Beginning, as restated					3,047,899
Net Assets - Ending					\$ 3,570,556

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

TOWN OF FISHKILL, NEW YORK

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2011

	General	Town Outside Villages
ASSETS		
Cash and Equivalents	\$ 38,139	\$ 123,736
Investments	754	719
Restricted Investments	-	-
Receivables:		
Accounts	95,742	2,750
Water and sewer rents	-	-
Due from other governments	135,629	360,171
Due from other funds	1,691,248	37,715
	<u>1,922,619</u>	<u>400,636</u>
Total Assets	<u>\$ 1,961,512</u>	<u>\$ 525,091</u>
LIABILITIES AND FUND BALANCES (DEFICITS)		
Liabilities:		
Accounts payable	\$ 302,437	\$ 75,118
Accrued liabilities	246,625	200,524
Retainages payable	-	-
Bond anticipation notes payable	21,200	161,377
Tax anticipation notes payable	2,450,000	750,000
Due to other funds	301,384	2,243,893
Due to other governments	-	-
Deferred revenues	19,910	-
Total Liabilities	<u>3,341,556</u>	<u>3,430,912</u>
Fund Balances (Deficits):		
Restricted	6,082	11,336
Assigned	-	-
Unassigned	<u>(1,386,126)</u>	<u>(2,917,157)</u>
Total Fund Balances (Deficits)	<u>(1,380,044)</u>	<u>(2,905,821)</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 1,961,512</u>	<u>\$ 525,091</u>

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

Special Districts	Capital Projects	Non-Major Governmental	Total Governmental Funds
\$ 1,328,304	\$ 220,045	\$ 968,191	\$ 2,678,415
85,635	741	33,810	121,659
-	109,127	-	109,127
-	-	84,002	182,494
989,764	-	-	989,764
559,330	-	1,328	1,056,458
3,612,204	1,666,797	631,392	7,639,356
5,161,298	1,666,797	716,722	9,868,072
<u>\$ 6,575,237</u>	<u>\$ 1,996,710</u>	<u>\$ 1,718,723</u>	<u>\$ 12,777,273</u>
\$ 571,526	\$ 12,488	\$ 43,201	\$ 1,004,770
-	-	113,635	560,784
-	17,958	-	17,958
-	19,872,884	80,875	20,136,336
-	-	-	3,200,000
3,646,319	610,021	837,739	7,639,356
1,148,629	-	-	1,148,629
-	-	-	19,910
5,366,474	20,513,351	1,075,450	33,727,743
-	-	1,186,502	1,203,920
1,208,763	-	-	1,208,763
-	(18,516,641)	(543,229)	(23,363,153)
1,208,763	(18,516,641)	643,273	(20,950,470)
<u>\$ 6,575,237</u>	<u>\$ 1,996,710</u>	<u>\$ 1,718,723</u>	<u>\$ 12,777,273</u>

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TOWN OF FISHKILL, NEW YORK

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO
THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS
DECEMBER 31, 2011

Fund Balances - Total Governmental Funds \$ (20,950,470)

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

Capital assets used in governmental activities are not financial
resources and, therefore, are not reported in the funds 31,940,077

Long-term liabilities that are not due and payable in the current
period are not reported in the funds.

Accrued interest payable (393,147)

Bonds payable (5,917,000)

Retirement incentives and other pension obligations (183,500)

Compensated absences (468,454)

Landfill closure costs (456,950)

Net Assets of Governmental Activities \$ 3,570,556

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, 2011

	General	Town Outside Villages	Special Districts
REVENUES			
Real property taxes	\$ 1,538,224	\$ 1,007,951	\$ 2,308,286
Other tax items	470,893	118,890	2,195
Non-property taxes	-	1,050,318	-
Departmental income	421,439	85,002	3,202,783
Intergovernmental charges	-	-	-
Use of money and property	14,951	194	1,585
Licenses and permits	17,538	231,703	-
Fines and forfeitures	134,163	-	-
Sale of property and compensation for loss	17,349	19,695	-
Interfund revenues	197,578	149,618	-
State aid	497,700	113,129	-
Miscellaneous	7,338	27,234	42,662
Total Revenues	3,317,173	2,803,734	5,557,511
EXPENDITURES			
Current:			
General government support	2,033,893	281,267	32,616
Public safety	16,635	1,852,671	-
Health	-	-	30,607
Transportation	220,067	-	157,809
Economic opportunity and development	17,303	-	-
Culture and recreation	789,343	-	-
Home and community services	56,979	230,514	3,141,457
Employee benefits	113,250	38,675	-
Debt service:			
Principal	-	-	-
Interest	160,408	31,189	189,814
Capital outlay	-	-	-
Total Expenditures	3,407,878	2,434,316	3,552,303
Excess (Deficiency) of Revenues Over Expenditures	(90,705)	369,418	2,005,208
OTHER FINANCING SOURCES (USES)			
Transfers in	658,943	-	330,164
Transfers out	(488,424)	(429,928)	(2,432,349)
Total Other Financing Sources (Uses)	170,519	(429,928)	(2,102,185)
Net Change in Fund Balances	79,814	(60,510)	(96,977)
Fund Balances (Deficits) - Beginning of Year, as reported	(2,906,264)	-	1,089,893
Prior Period Adjustment	1,446,406	(2,845,311)	215,847
Fund Balances (Deficits) - Beginning of Year, as restated	(1,459,858)	(2,845,311)	1,305,740
Fund Balances (Deficits) - End of Year	\$ (1,380,044)	\$ (2,905,821)	\$ 1,208,763

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

Capital Projects	Non-Major Governmental	Total Governmental Funds
\$ -	\$ 1,495,893	\$ 6,350,354
-	-	591,978
-	-	1,050,318
-	49,325	3,758,549
-	11,596	11,596
-	5,551	22,281
-	-	249,241
-	-	134,163
-	4,080	41,124
-	-	347,196
-	-	610,829
1,967	1,328	80,529
<u>1,967</u>	<u>1,567,773</u>	<u>13,248,158</u>
-	80,875	2,428,651
-	-	1,869,306
-	-	30,607
-	1,058,222	1,436,098
-	-	17,303
-	209,818	999,161
-	149,618	3,578,568
-	73,980	225,905
-	854,500	854,500
-	305,353	686,764
33,646	-	33,646
<u>33,646</u>	<u>2,732,366</u>	<u>12,160,509</u>
<u>(31,679)</u>	<u>(1,164,593)</u>	<u>1,087,649</u>
1,554,681	1,144,666	3,688,454
(101,009)	(236,744)	(3,688,454)
<u>1,453,672</u>	<u>907,922</u>	<u>-</u>
<u>1,421,993</u>	<u>(256,671)</u>	<u>1,087,649</u>
(20,148,637)	(413,118)	(22,378,126)
<u>210,003</u>	<u>1,313,062</u>	<u>340,007</u>
<u>(19,938,634)</u>	<u>899,944</u>	<u>(22,038,119)</u>
<u>\$ (18,516,641)</u>	<u>\$ 643,273</u>	<u>\$ (20,950,470)</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, 2011

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

Net Change in Fund Balances - Total Governmental Funds	<u>\$ 1,087,649</u>
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, these costs are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded capital outlay in the current period.</p>	
Capital outlay expenditures	99,301
Depreciation expense	<u>(1,049,847)</u>
	<u>(950,546)</u>
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	
Departmental income	<u>(88,936)</u>
<p>Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.</p>	
Principal paid on bonds	<u>854,500</u>
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>	
Accrued interest	(138,015)
Retirement incentives and other pension obligations	(183,500)
Compensated absences	(87,612)
Landfill closure costs	<u>29,117</u>
	<u>(380,010)</u>
Change in Net Assets of Governmental Activities	<u><u>\$ 522,657</u></u>

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

TOWN OF FISHKILL, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL, TOWN OUTSIDE VILLAGES AND SPECIAL DISTRICTS FUNDS
 YEAR ENDED DECEMBER 31, 2011

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 1,538,224	\$ 1,538,224	\$ 1,538,224	\$ -
Other tax items	421,831	421,831	470,893	49,062
Non-property taxes	-	-	-	-
Departmental income	131,600	131,600	421,439	289,839
Use of money and property	20,740	20,740	14,951	(5,789)
Licenses and permits	21,200	21,200	17,538	(3,662)
Fines and forfeitures	140,500	140,500	134,163	(6,337)
Sale of property and compensation for loss	-	-	17,349	17,349
Interfund revenues	191,928	191,928	197,578	5,650
State aid	615,000	615,000	497,700	(117,300)
Miscellaneous	166,107	166,107	7,338	(158,769)
Total Revenues	3,247,130	3,247,130	3,317,173	70,043
EXPENDITURES				
Current:				
General government support	2,262,399	2,262,399	2,033,893	228,506
Public safety	18,438	18,438	16,635	1,803
Health	-	-	-	-
Transportation	212,570	212,570	220,067	(7,497)
Economic opportunity and development	17,118	17,118	17,303	(185)
Culture and recreation	517,930	517,930	789,343	(271,413)
Home and community services	55,730	55,730	56,979	(1,249)
Employee benefits	73,573	73,573	113,250	(39,677)
Debt service - Interest	141,440	141,440	160,408	(18,968)
Total Expenditures	3,299,198	3,299,198	3,407,878	(108,680)
Excess (Deficiency) of Rev- enues Over Expenditures	(52,068)	(52,068)	(90,705)	(38,637)
OTHER FINANCING SOURCES (USES)				
Transfers in	557,934	557,934	658,943	101,009
Transfers out	(513,500)	(513,500)	(488,424)	25,076
Total Other Financing Sources (Uses)	44,434	44,434	170,519	126,085
Net Change in Fund Balances	(7,634)	(7,634)	79,814	87,448
Fund Balances (Deficits) - Beginning of Year, as reported	7,634	7,634	(2,906,264)	(2,913,898)
Prior Period Adjustment	-	-	1,446,406	1,446,406
Fund Balances (Deficits) - Beginning of Year, as restated	7,634	7,634	(1,459,858)	(1,467,492)
Fund Balances (Deficits) - End of Year	\$ -	\$ -	\$ (1,380,044)	\$ (1,380,044)

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

Town Outside Villages Fund				Special Districts Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,007,951	\$ 1,007,951	\$ 1,007,951	\$ -	\$ 2,308,286	\$ 2,308,286	\$ 2,308,286	\$ -
112,868	112,868	118,890	6,022	1,000	1,000	2,195	1,195
892,000	892,000	1,050,318	158,318	-	-	-	-
374,134	374,134	85,002	(289,132)	3,163,003	3,163,003	3,202,783	39,780
-	-	194	194	1,125	1,125	1,585	460
196,836	196,836	231,703	34,867	-	-	-	-
-	-	-	-	-	-	-	-
-	-	19,695	19,695	-	-	-	-
149,618	149,618	149,618	-	-	-	-	-
96,600	96,600	113,129	16,529	-	-	-	-
-	-	27,234	27,234	-	-	42,662	42,662
<u>2,830,007</u>	<u>2,830,007</u>	<u>2,803,734</u>	<u>(26,273)</u>	<u>5,473,414</u>	<u>5,473,414</u>	<u>5,557,511</u>	<u>84,097</u>
217,175	217,175	281,267	(64,092)	241,586	116,586	32,616	83,970
1,861,445	1,861,445	1,852,671	8,774	-	-	-	-
225,160	225,160	230,514	(5,354)	54,540	54,540	30,607	23,933
-	-	-	-	178,558	178,558	157,809	20,749
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
4,900	4,900	31,189	(26,289)	3,100,788	3,225,788	3,141,457	84,331
30,000	30,000	38,675	(8,675)	-	-	-	-
-	-	-	-	98,336	98,336	189,814	(91,478)
<u>2,338,680</u>	<u>2,338,680</u>	<u>2,434,316</u>	<u>(95,636)</u>	<u>3,673,808</u>	<u>3,673,808</u>	<u>3,552,303</u>	<u>121,505</u>
491,327	491,327	369,418	(121,909)	1,799,606	1,799,606	2,005,208	205,602
-	-	-	-	330,164	330,164	330,164	-
(474,300)	(474,300)	(429,928)	44,372	(2,075,892)	(2,075,892)	(2,432,349)	(356,457)
<u>(474,300)</u>	<u>(474,300)</u>	<u>(429,928)</u>	<u>44,372</u>	<u>(1,745,728)</u>	<u>(1,745,728)</u>	<u>(2,102,185)</u>	<u>(356,457)</u>
17,027	17,027	(60,510)	(77,537)	53,878	53,878	(96,977)	(150,855)
(17,027)	(17,027)	-	17,027	(53,878)	(53,878)	1,089,893	1,143,771
-	-	(2,845,311)	(2,845,311)	-	-	215,847	215,847
<u>(17,027)</u>	<u>(17,027)</u>	<u>(2,845,311)</u>	<u>(2,828,284)</u>	<u>(53,878)</u>	<u>(53,878)</u>	<u>1,305,740</u>	<u>1,359,618</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,905,821)</u>	<u>\$ (2,905,821)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,208,763</u>	<u>\$ 1,208,763</u>

TOWN OF FISHKILL, NEW YORK

STATEMENT OF NET ASSETS
FIDUCIARY FUNDS
DECEMBER 31, 2011

	<u>Agency Fund</u>
ASSETS	
Cash - Demand deposits	\$ 413,373
Accounts Receivable	<u>47,230</u>
Total Assets	<u>\$ 460,603</u>
LIABILITIES	
Accounts Payable	\$ 40,686
Employee Payroll Deductions	1,706
Deposits	<u>418,211</u>
Total Liabilities	<u>\$ 460,603</u>

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 Assets and the Statement of Activities) report information on all non-fiduciary activities of the Town as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used.

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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, liabilities, fund balances, revenues and expenditures. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The 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.

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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 reports.

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. A ninety day availability period is used for revenue recognition for all other governmental fund revenues. Property taxes associated with the current fiscal period as well as charges for services and intergovernmental revenues are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Fees and other similar revenues are not susceptible to accrual because generally they are not measurable until received in cash. If expenditures are the prime factor for determining eligibility, revenues from Federal and when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to retirement incentives and other pension obligations, compensated

Note 1 - Summary of Significant Accounting Policies (Continued)

absences and landfill closure costs 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 and Net Assets or Fund Balances

Deposits, Investments and Risk Disclosure

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

The Town's investment policies are governed by State statutes. The Town has adopted its own written investment policy which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The Town is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions.

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, 2011.

Investment Pool - The Town participates in the Cooperative Liquid Assets Securities System ("CLASS"), a cooperative investment pool established pursuant to General Municipal Law that meets the definition of a 2a7-like pool. In accordance with the provisions of General Municipal Law, Article 3A, CLASS has designated Cutwater Asset Management, a wholly owned subsidiary of MBIA, Inc. as its registered investment advisor. MBIA, Inc. is registered with the Securities and Exchange Commission ("SEC"), and is subject to all of the rules and regulations of an investment advisor handling public funds. As such, the SEC provides regulatory oversight of CLASS.

The pool is authorized to invest in various securities issued by the United States and its agencies. The amount reported represents the amortized cost of the cooperative shares and is considered to approximate fair value. The Town's position in the pool is

Note 1 - Summary of Significant Accounting Policies (Continued)

presented in the annual report of CLASS, which may be obtained from MBIA Municipal Investors Service Corporation, 113 King Street, Armonk, NY 10504.

CLASS is rated AAAm by Standard & Poor's Ratings. Local government investment cooperatives in this rating category meet the highest standards for credit quality, conservative investment policies and safety of principal. The cooperative invests in a high quality portfolio of investments legally permissible for municipalities and school districts in the State.

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

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 January 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, 2011, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

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

Capital Assets - Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items) are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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/Deferred Revenues - Unearned/deferred 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.

Deferred 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 deferred revenues of \$19,910 for various amounts received in advance in the General Fund. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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 Assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are amortized over the term of the related debt.

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

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 Assets 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.

Note 1 - Summary of Significant Accounting Policies (Continued)

Net Assets - Net assets represent the difference between assets and liabilities. Net assets 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 assets on the Statement of Net Assets include, invested in capital assets, net of related debt, unemployment, DARE, debt service, special districts and special purpose. The balance is classified as unrestricted.

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

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

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

Committed fund balance will be reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. 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 designations established and approved by the entity's governing board.

Assigned fund balance, in the General Fund, will represent amounts constrained either by the entity's highest level of decision making authority or a person with delegated authority from the governing board to assign amounts for a specific intended purpose. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. This classification will include amounts designated for balancing the subsequent year's budget and encumbrances. 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, together with amounts already classified as nonspendable, restricted and committed would exceed the fund's assets.

Note 1 - Summary of Significant Accounting Policies (Continued)

When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the Town's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the Town's policy to use fund balance in the following order: committed, assigned, and unassigned.

F. Encumbrances

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

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 and liabilities 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 September 11, 2012.

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.

Note 2 - Stewardship, Compliance and Accountability (Continued)

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

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

B. Property Tax Limitation

The Town is not limited as to the maximum amount of real property taxes which may be raised (See Note 6).

C. Application of Accounting Standards

For the year ended December 31, 2011, the Town implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" ("GASB 54"). GASB 54 changed the terminology and classification of fund balance to reflect spending constraints on resources, rather than the availability for appropriations. This approach is intended to provide users more consistent and understandable information about a fund's net resources.

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2011

Note 2 - Stewardship, Compliance and Accountability (Continued)

The Town has not implemented the provisions of GASB Statement No. 45, "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions". The Town's liabilities have been understated and net assets are overstated on the government-wide financial statements.

D. Prior Period Adjustments

In the General Fund, it was determined that the Town Outside Villages Fund and Special Purpose Fund were combined as of January 1, 2011. As a result, the opening fund balance of \$1,334,823 of the Special Purpose Fund and opening fund deficit of \$2,829,135 of the Town Outside Villages Fund were removed from the General Fund and separate funds were established. This resulted in an increase to the fund balance in the General Fund and Special Purpose Fund in the amounts of \$1,494,312 and \$1,334,823, respectively and a corresponding decrease to the fund balance of the Town Outside Villages Fund in the amount of \$2,829,135 as of January 1, 2011. It was also determined in the General Fund that prepaid expenditures were overstated by \$15,000, State aid receivables were overstated by \$29,851 and bond anticipation notes payable were overstated by \$40,000. This resulted in a net decrease of \$4,851 to fund balance and net assets as of January 1, 2011.

In the Capital Projects Fund, it was determined that bond anticipation notes payable were overstated by \$210,003, resulting in an increase to fund balance and net assets of \$210,003 as of January 1, 2011.

In the Special Districts Fund, it was determined that water and sewer rents were understated by \$151,125 and deferred revenue was overstated by \$64,722, resulting in a net increase to fund balance and net assets of \$215,847 as of January 1, 2011.

It was determined that serial bonds in the amount of \$250,000 were issued during 2010, but not reflected in the Town's government-wide statements, resulting in a decrease to net assets of \$250,000 as of January 1, 2011.

It was determined that compensated absences were overstated on the government-wide statements, resulting in an increase to net assets of \$80,992 as of January 1, 2011. It was also determined that accrued liabilities were understated on the fund level by \$80,992 resulting in a decrease to fund balance as of January 1, 2011 in the General, Town Outside Villages, and Highway funds.

Government-wide Net Assets	Fund Level						Total	
	General	Town Outside Villages	Special Districts	Capital Projects	Non-major - Special Purpose	Non-major - Highway		
Reclassification of Town Outside Villages from General Fund	\$ -	\$ 2,829,135	\$ (2,829,135)	\$ -	\$ -	\$ -	\$ -	
Reclassification of Special Purpose from General Fund	-	(1,334,823)	-	-	1,334,823	-	-	
Prepaid expenditures	(15,000)	(15,000)	-	-	-	-	(15,000)	
State aid receivable	(29,851)	(29,851)	-	-	-	-	(29,851)	
Water and sewer rents	151,125	-	-	151,125	-	-	151,125	
Deferred revenues	64,722	-	-	64,722	-	-	64,722	
Bond anticipation notes payable	250,003	40,000	-	-	210,003	-	250,003	
Bonds payable	(250,000)	-	-	-	-	-	-	
Compensated absences	80,992	(43,055)	(16,176)	-	-	(21,761)	(80,992)	
	<u>\$ 251,991</u>	<u>\$ 1,446,406</u>	<u>\$ (2,845,311)</u>	<u>\$ 215,847</u>	<u>\$ 210,003</u>	<u>\$ 1,334,823</u>	<u>\$ (21,761)</u>	<u>\$ 340,007</u>

Note 2 - Stewardship, Compliance and Accountability (Continued)**E. Fund Deficits**

The following funds had unassigned deficits at December 31, 2011:

	<u>Amount</u>
General Fund	\$ 1,386,126
Town Outside Villages Fund	2,917,157
Non-Major - Highway Fund	543,229

The following sub funds in the Special Districts Fund had assigned fund deficits at December 31, 2011:

	<u>Amount</u>
Merritt Lighting District	\$ 485
Dutchess Park Sewer District	664,044
Rombout Sewer District	40,917
Brinckerhoff Water District	116,391

The Town will address these deficits in the ensuing year.

F. Capital Projects Fund Deficit

The unassigned deficit in the Capital Projects Fund of \$18,516,641 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.

G. Expenditures in Excess of Budget

The following funds exceeded their budgetary provisions in total by the amounts indicated:

	<u>Amount</u>
General Fund	\$ 83,604
Town Outside Villages Fund	51,264
Special Districts Fund	234,952
Highway Fund - Town Outside Villages	114,019
Highway Fund - Town Wide	45,524

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2011**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, 2011 were as follows:

Fund	Due From	Due To
General	\$ 1,691,248	\$ 301,384
Town Outside Villages	37,715	2,243,893
Special Districts	3,612,204	3,646,319
Capital Projects	1,666,797	610,021
Non-major Governmental	631,392	837,739
	<u>\$ 7,639,356</u>	<u>\$ 7,639,356</u>

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

B. Capital Assets

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

	Balance January 1, 2011	Additions	Balance December 31, 2011
Capital Assets, not being depreciated:			
Land	\$ 3,133,319	\$ -	\$ 3,133,319
Construction-in-progress	152,993	-	152,993
Total Capital Assets, not being depreciated	<u>\$ 3,286,312</u>	<u>\$ -</u>	<u>\$ 3,286,312</u>
Capital Assets, being depreciated:			
Buildings and improvements	\$ 28,102,465	\$ -	\$ 28,102,465
Infrastructure	5,751,505	-	5,751,505
Machinery and equipment	8,054,207	99,301	8,153,508
Total Capital Assets, being depreciated	<u>41,908,177</u>	<u>99,301</u>	<u>42,007,478</u>
Less Accumulated Depreciation for:			
Buildings and improvements	4,348,671	619,947	4,968,618
Infrastructure	688,364	170,416	858,780
Machinery and equipment	7,266,831	259,484	7,526,315
Total Accumulated Depreciation	<u>12,303,866</u>	<u>1,049,847</u>	<u>13,353,713</u>
Total Capital Assets, being depreciated, net	<u>\$ 29,604,311</u>	<u>\$ (950,546)</u>	<u>\$ 28,653,765</u>
Capital Assets, net	<u>\$ 32,890,623</u>	<u>\$ (950,546)</u>	<u>\$ 31,940,077</u>

Note 3 - Detailed Notes on All Funds (Continued)

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

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

C. Accrued Liabilities

Accrued liabilities at December 31, 2011 were as follows:

	Fund			Total
	General	Town Outside Villages	Non-Major Governmental	
Payroll and Employee Benefits	<u>\$ 246,625</u>	<u>\$ 200,524</u>	<u>\$ 113,635</u>	<u>\$ 560,784</u>

D. Pension Plans

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

Funding Policy - The Systems are non-contributory except for employees in tiers 3 and 4 that have less than ten years of service, who contribute 3% of their salary and employees in tier 5 who also contribute 3% of their salary without regard to their years of service. Contributions are certified by the State Comptroller and expressed as a percentage of members' salary. Contribution rates are actuarially determined and based upon membership tier and plan. Contributions consist of a life insurance portion and regular pension contributions. Contribution rates for the plans' year's ended March 31, 2012 are as follows:

	Tier/Plan	Rate
ERS	1 75G	20.6 %
	2 75G	18.8
	3 A14	15.8
	4 A14	15.8
	5 A15	12.7
PFRS	2 375G	14.2
	2 384D	20.9

TOWN OF FISHKILL, NEW YORK

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2011

Note 3 - Detailed Notes on All Funds (Continued)

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

	<u>ERS</u>	<u>PFRS</u>
2011	\$ 280,080	\$ 112,947
2010	279,037	108,926
2009	198,036	89,767

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

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

<u>Fund</u>	<u>Amount</u>
General	\$ 167,860
Town Outside Villages	34,362
Highway – Town Outside Villages	18,610
Highway – Town Wide	<u>59,248</u>
	<u>\$ 280,080</u>

E. Short-Term Non-Capital Borrowings

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

	<u>Year of Original Issue</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Balance January 1, 2011</u>	<u>Prior Period Adjustment</u>	<u>Balance January 1, 2011 as restated</u>	<u>Issued</u>	<u>Redemptions</u>	<u>Balance December 31, 2011</u>
Revenue Anticipation Note	2010	-	-	\$ 3,200,000	\$ -	\$ 3,200,000	-	\$ 3,200,000	-
Tax Anticipation Note	2011	12/22/12	3.55	-	-	-	3,200,000	-	3,200,000
Bond Anticipation Note - Computer Project	2006	-	-	40,000	(40,000)	-	-	-	-
Bond Anticipation Note - Police Arbitration	2006	04/10/12	2.25	132,700	-	132,700	-	44,248	88,452
Bond Anticipation Note - Tax Certiorari	2011	11/09/12	2.07	-	-	-	175,000	-	175,000
				<u>\$ 3,372,700</u>	<u>\$ (40,000)</u>	<u>\$ 3,332,700</u>	<u>\$ 3,375,000</u>	<u>\$ 3,244,248</u>	<u>\$ 3,463,452</u>

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

Interest expenditures of \$86,240 and \$26,400 for the revenue anticipation note were recorded in the fund financial statements in the General Fund and Town Outside Villages Fund, respectively. Interest expense of \$109,863 was recorded in the government-wide financial statements for governmental activities.

Interest expenditures of \$2,977 for the bond anticipation note were recorded in the fund financial statements in the Town Outside Villages Fund. Interest expense of \$2,249 was recorded in the government-wide financial statements for governmental activities.

Interest expense of \$2,777 for the tax anticipation note was recorded in the government-wide financial statements for governmental activities.

TOWN OF FISHKILL, NEW YORK

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2011

Note 3 - Detailed Notes on All Funds (Continued)

F. Short-Term Capital Borrowings

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

	Year of Original Issue	Maturity Date	Rate of Interest	Balance January 1, 2011	Prior Period Adjustment	Balance January 1, 2011	Issued	Redemptions	Balance December 31, 2011
Governmental Type Activities -									
Capital Projects Fund -									
Bond Anticipation Notes:									
Roads	2005	-	- %	\$ 250,003	\$ (250,003)	\$ -	\$ -	\$ -	\$ -
Rombout Sewer	1996	02/10/12	1.85	56,250	-	56,250	-	6,250	50,000
Rombout Sewer	1996	07/20/12	4.75	70,000	-	70,000	-	10,000	60,000
Computer Project	2006	-	-	-	40,000	40,000	-	40,000	-
Master Plan	2006	01/13/12	2.41	60,000	-	60,000	-	20,000	40,000
Town Hall Equipment	2006	-	-	58,500	-	58,500	-	58,500	-
Roads	2006	02/10/12	1.85	350,000	-	350,000	-	50,000	300,000
Rombout Sewer	2006	02/10/12	1.85	40,000	-	40,000	-	20,000	20,000
Snook Road Water	2006	07/20/12	4.75	711,090	-	711,090	-	100,000	611,090
Highway Equipment	2007	07/20/12	4.75	131,170	-	131,170	-	62,350	68,820
Rombout Sewer	2007	07/20/12	4.75	611,000	-	611,000	-	13,000	598,000
Parks Equipment	2007	07/20/12	4.75	22,000	-	22,000	-	11,000	11,000
Rombout Lighting	2007	07/20/12	4.75	34,000	-	34,000	-	17,000	17,000
Recreation Building	2007	08/10/12	2.33	3,240,000	-	3,240,000	-	120,000	3,120,000
Dutchess Park Sewer	2007	01/13/12	2.41	1,145,580	-	1,145,580	-	63,643	1,081,937
Merritt Sewer	2008	07/20/12	4.75	1,947,957	-	1,947,957	-	41,446	1,906,511
Highway Equipment	2008	07/20/12	4.75	153,150	-	153,150	-	51,050	102,100
Brinkerhoff Water	2008	07/20/12	4.75	-	-	-	25,000	-	25,000
Merritt Water	2008	07/20/12	4.75	-	-	-	25,000	-	25,000
Sewer Plant	2008	07/20/12	4.75	725,000	-	725,000	-	552,442	172,558
				<u>9,605,700</u>	<u>(210,003)</u>	<u>9,395,697</u>	<u>50,000</u>	<u>1,236,681</u>	<u>8,209,016</u>
Loans Payable -									
Sewer Plant	2008	02/04/13	4.09	12,086,772	-	12,086,772	67,650	490,554	11,663,868
				<u>\$ 21,692,472</u>	<u>\$ (210,003)</u>	<u>\$ 21,482,469</u>	<u>\$ 117,650</u>	<u>\$ 1,727,235</u>	<u>\$ 19,872,884</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 were recorded in the fund financial statements in the following funds:

Fund	Amount
General	\$ 74,168
Town Outside Villages	1,812
Special Districts	189,814
Highway - Town Outside Villages	6,566
Highway - Town Wide	8,621
	<u>\$ 280,981</u>

Interest expense of \$428,544 was recorded in the government-wide financial statements for governmental activities.

TOWN OF FISHKILL, NEW YORK

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2011

Note 3 - Detailed Notes on All Funds (Continued)

The State of New York has authorized the establishment of the New York State Environmental Facilities Corporation. The Corporation was created in-part to administer a water pollution control revolving fund for the purposes of complying with the Clean Water Act. The Town originally received a loan from the Corporation, in the amount of \$12,086,772 with interest at 4.09%. The loan is to be paid no later than February 2013. The liability for the loan has been recorded in the Capital Projects Fund.

G. Long-Term Liabilities

The following table summarizes changes in the Town's long-term indebtedness for the year ended December 31, 2011:

	Balance January 1, 2011	Prior Period Adjustments	January 1, 2011 as restated	New Issues/ Additions	Maturities and/or Payments	Balance December 31, 2011	Due Within One Year
Bonds Payable:							
Capital Construction	\$ 6,409,000	\$ 250,000	\$ 6,659,000	\$ -	\$ 817,000	\$ 5,842,000	\$ 343,000
Other	112,500	-	112,500	-	37,500	75,000	37,500
	<u>6,521,500</u>	<u>250,000</u>	<u>6,771,500</u>	<u>-</u>	<u>854,500</u>	<u>5,917,000</u>	<u>380,500</u>
Other Non-current Liabilities:							
Compensated Absences	461,834	(80,992)	380,842	133,612	46,000	468,454	47,000
Landfill Closure Costs	486,067	-	486,067	-	29,117	456,950	26,750
Retirement Incentives and Other Pension Obligations	-	-	-	238,785	55,285	183,500	41,024
	<u>947,901</u>	<u>(80,992)</u>	<u>866,909</u>	<u>372,397</u>	<u>130,402</u>	<u>1,108,904</u>	<u>114,774</u>
	<u>\$ 7,469,401</u>	<u>\$ 169,008</u>	<u>\$ 7,638,409</u>	<u>\$ 372,397</u>	<u>\$ 984,902</u>	<u>\$ 7,025,904</u>	<u>\$ 495,274</u>

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

Bonds Payable

Bonds payable at December 31, 2011 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at December 31, 2011
Joint Landfill	1993	750,000	October, 2013	5.75 %	\$ 75,000
Rombout Water	2002	1,368,232	April, 2021	4.132-4.982	735,000
Police Facility	2004	5,635,000	April, 2029	4.758	4,715,000
Wellfield	2005	480,000	December, 2015	4.15	192,000
Highway Reconstruction	2010	250,000	January, 2015	4.44	200,000
					<u>\$ 5,917,000</u>

Note 3 - Detailed Notes on All Funds (Continued)

Interest expenditures of \$290,166, were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$281,346 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, 2011, including interest payments of \$2,540,970 are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 380,500	\$ 271,761	\$ 652,261
2013	390,500	253,977	644,477
2014	358,000	235,739	593,739
2015	368,000	219,182	587,182
2016	280,000	203,667	483,667
2017-2021	1,585,000	816,457	2,401,457
2022-2026	1,485,000	458,187	1,943,187
2027-2029	1,070,000	82,000	1,152,000
	<u>\$ 5,917,000</u>	<u>\$ 2,540,970</u>	<u>\$ 8,457,970</u>

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

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. Commencing in January 2010, all employees other than elected officials and part-time employees have either 3.5 hours, for 35 hour per week employees, or 4 hours, for 40 per week employees, per bi-weekly pay period deferred. Upon separation of service the employee is entitled to compensation for the deferred time for the position held at the time of separation. The value of all compensated absences has been reflected in the government-wide financial statements.

Joint Venture/Landfill Closure Costs

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

Note 3 - Detailed Notes on All Funds (Continued)

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

Total Assets	\$ 1,333,962
Total Liabilities	2,500
Net Assets	1,331,462
Total Operating Revenues	48,250
Total Operating Expenses	43,447

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 \$913,900. The amount of \$456,950 reported as a landfill closure costs liability in the government-wide financial statements, at December 31, 2011, 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.

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 \$54,747 and was charged to the General, Town Outside Villages, and Highway funds in the fund financial statements. The balance due at December 31, 2011 was \$183,500 for governmental activities.

H. Revenues and Expenditures**Interfund Transfers**

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

Transfers Out	Transfers In				Total
	General Fund	Special Districts Fund	Capital Projects Fund	Non-Major Governmental Funds	
General Fund	\$ -	\$ -	\$ 205,375	\$ 283,049	\$ 488,424
Town Outside Villages Funds	-	-	38,000	391,928	429,928
Special Districts Fund	557,934	330,164	1,141,781	402,470	2,432,349
Capital Projects Fund	101,009	-	-	-	101,009
Non-Major Governmental Funds	-	-	169,525	67,219	236,744
	<u>\$ 658,943</u>	<u>\$ 330,164</u>	<u>\$ 1,554,681</u>	<u>\$ 1,144,666</u>	<u>\$ 3,688,454</u>

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2011

Note 3 - Detailed Notes on All Funds (Continued)

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

I. Net Assets

The components of net assets are detailed below:

Invested in Capital Assets, net of Related Debt - the component of net assets 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 - the component of net assets that has been established to set aside funds to be used for a specific purpose in accordance with Section 6m of General Municipal Law.

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

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

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

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

Unrestricted - all other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

J. Fund Balances

	General Fund	Town Outside Villages Fund	Special Districts Fund	Capital Projects Fund	Non-Major Governmental Funds	Total
Restricted:						
Unemployment	\$ 6,082	\$ -	\$ -	\$ -	\$ -	\$ 6,082
DARE	-	11,336	-	-	-	11,336
Debt service	-	-	-	-	157,391	157,391
Special purpose	-	-	-	-	1,029,111	1,029,111
Total Restricted	6,082	11,336	-	-	1,186,502	1,203,920
Assigned:						
Subsequent years' expenditures	-	-	11,146	-	-	11,146
Major funds	-	-	1,197,617	-	-	1,197,617
Total Assigned	-	-	1,208,763	-	-	1,208,763
Unassigned	(1,386,126)	(2,917,157)	-	(18,516,641)	(543,229)	(23,363,153)
Total Fund Balances	\$ (1,380,044)	\$ (2,905,821)	\$ 1,208,763	\$ (18,516,641)	\$ 643,273	\$ (20,950,470)

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 Assets but are reported in the governmental funds balance sheet are described below.

At December 31, 2011, the Town Board has assigned the above amounts to be appropriated from the ensuing year's budget. The Town Board designated \$209,554 to be appropriated from the ensuing year's budget in the Rombout Sewer District, which was not available.

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

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

The Town was a member of the Public Entity Trust of New York workers' compensation self-insurance trust ("PETNY"). PETNY became underfunded and was terminated. In May, 2010, the Workers' Compensation Board ("WCB") sent final assessment invoices to each of the former PETNY members for their pro-rata share of the deficit. The total due for the Town's share was \$288,340. Under a five-year payment plan at 7.5% interest, the monthly amount allocated to the Town was \$5,778. WCB also required each member to execute a Deficit Assessment Contractual Agreement ("DACA"), with each member agreeing to its share of the liability and the methodology of the deficit calculation. The Town did not sign the DACA, but instead entered into a Memorandum of Understanding ("MOA") with WCB under which a) the parties agreed to toll the statute of limitations and committed to a standstill on any litigation, b) the Town agreed to make interim monthly payments of \$2,639 and c) the Town reserved the right to discovery regarding the appropriate allocation of its share of the PETNY deficit. Payments made under the MOA are credited against any amount the Town might owe. The Town made these minimum monthly payments during 2011, but has ceased making payments as of March 2012, on the advice of legal counsel based on the fact that efforts to obtain an accounting from the WCB have been unsuccessful and it is believed that the actual obligation of the trust fund members, at this point, is either minimal or non-existent.

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

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

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

B. Risk Management

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

C. Contingencies

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

Note 5 - Subsequent Events

The Town, in July 2012, issued bond anticipation notes in the amount of \$3,222,190. The notes are due on July 19, 2013, with interest at 3.25%. The proceeds were used to renew portions of bond anticipation notes outstanding as of December 31, 2011.

The Town, in August 2012, issued bond anticipation notes in the amount of \$3,000,000. The notes are due on August 9, 2013, with interest at 2.375%. The proceeds were used to renew portions of bond anticipation notes outstanding as of December 31, 2011.

Note 6 - Other Matters

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

The Tax Levy Limitation Law restricts the amount of real property taxes that may be levied by a Town in a particular year, beginning with the 2012 year. It expires on June 16, 2016.

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

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

Note 6 - Other Matters (Continued)

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.

TOWN OF FISHKILL, NEW YORK

GENERAL FUND
BALANCE SHEET
DECEMBER 31, 2011

ASSETS

Cash:		
Demand deposits	\$	31,807
Time deposits		6,082
Petty cash		250
		<u>38,139</u>
Investments		<u>754</u>
Receivables:		
Accounts		95,742
Due from other governments		135,629
Due from other funds		1,691,248
		<u>1,922,619</u>
Total Assets	\$	<u><u>1,961,512</u></u>

LIABILITIES AND FUND DEFICIT

Liabilities:		
Accounts payable	\$	302,437
Accrued liabilities		246,625
Bond anticipation notes payable		21,200
Tax anticipation notes payable		2,450,000
Due to other funds		301,384
Deferred revenues		19,910
Total Liabilities		<u>3,341,556</u>
Fund Deficit:		
Restricted		6,082
Unassigned		(1,386,126)
Total Fund Deficit		<u>(1,380,044)</u>
Total Liabilities and Fund Balance	\$	<u><u>1,961,512</u></u>

TOWN OF FISHKILL, NEW YORK

GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2011

	Original Budget	Final Budget	Actual	Final Budget Positive (Negative)
Revenues:				
Real property taxes	\$ 1,538,224	\$ 1,538,224	\$ 1,538,224	\$ -
Other tax items	421,831	421,831	470,893	49,062
Departmental income	131,600	131,600	421,439	289,839
Use of money and property	20,740	20,740	14,951	(5,789)
Licenses and permits	21,200	21,200	17,538	(3,662)
Fines and forfeitures	140,500	140,500	134,163	(6,337)
Sale of property and compensation for loss	-	-	17,349	17,349
Interfund revenues	191,928	191,928	197,578	5,650
State aid	615,000	615,000	497,700	(117,300)
Miscellaneous	166,107	166,107	7,338	(158,769)
Total Revenues	3,247,130	3,247,130	3,317,173	70,043
Expenditures:				
Current:				
General government support	2,262,399	2,262,399	2,033,893	228,506
Public safety	18,438	18,438	16,635	1,803
Transportation	212,570	212,570	220,067	(7,497)
Economic opportunity and development	17,118	17,118	17,303	(185)
Culture and recreation	517,930	517,930	789,343	(271,413)
Home and community services	55,730	55,730	56,979	(1,249)
Employee benefits	73,573	73,573	113,250	(39,677)
Debt service - Interest	141,440	141,440	160,408	(18,968)
Total Expenditures	3,299,198	3,299,198	3,407,878	(108,680)
Deficiency of Revenues Over Expenditures	(52,068)	(52,068)	(90,705)	(38,637)
Other Financing Sources (Uses):				
Transfers in	557,934	557,934	658,943	101,009
Transfers out	(513,500)	(513,500)	(488,424)	25,076
Total Other Financing Sources	44,434	44,434	170,519	126,085
Net Change in Fund Balance	(7,634)	(7,634)	79,814	87,448
Fund Balance (Deficit) - Beginning of Year, as reported	7,634	7,634	(2,906,264)	(2,913,898)
Prior Period Adjustment	-	-	1,446,406	1,446,406
Fund Balance (Deficit) - Beginning of Year, as restated	7,634	7,634	(1,459,858)	(1,467,492)
Fund Deficit - End of Year	\$ -	\$ -	\$ (1,380,044)	\$ (1,380,044)

TOWN OF FISHKILL, NEW YORK

GENERAL FUND
 SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET
 YEAR ENDED DECEMBER 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REAL PROPERTY TAXES	\$ 1,538,224	\$ 1,538,224	\$ 1,538,224	\$ -
OTHER TAX ITEMS				
Payments in lieu of taxes	61,831	61,831	59,429	(2,402)
Interest and penalties on real property taxes	30,000	30,000	47,856	17,856
Franchise fees	330,000	330,000	363,608	33,608
	<u>421,831</u>	<u>421,831</u>	<u>470,893</u>	<u>49,062</u>
DEPARTMENTAL INCOME				
Town Clerk fees	21,400	21,400	10,845	(10,555)
Tax collector fees	2,600	2,600	5,528	2,928
Parks and recreation fees	26,450	26,450	296,300	269,850
Youth program - Summer camp	81,150	81,150	108,766	27,616
	<u>131,600</u>	<u>131,600</u>	<u>421,439</u>	<u>289,839</u>
USE OF MONEY AND PROPERTY				
Rental income	20,340	20,340	14,345	(5,995)
Earnings on investments	400	400	536	136
Commissions	-	-	70	70
	<u>20,740</u>	<u>20,740</u>	<u>14,951</u>	<u>(5,789)</u>
LICENSES AND PERMITS				
Dog licenses	14,000	14,000	13,347	(653)
Marriage licenses	3,000	3,000	2,900	(100)
Conservation licenses	600	600	541	(59)
Road opening permits	-	-	250	250
Other	3,600	3,600	500	(3,100)
	<u>21,200</u>	<u>21,200</u>	<u>17,538</u>	<u>(3,662)</u>

FINES AND FORFEITURES

Fines and forfeited bail	140,000	140,000	133,743	(6,257)
Fines - Handicapped parking	500	500	420	(80)
	<u>140,500</u>	<u>140,500</u>	<u>134,163</u>	<u>(6,337)</u>

SALE OF PROPERTY AND COMPENSATION
FOR LOSS

Minor sales	-	-	17,349	17,349
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INTERFUND REVENUES

STATE AID

Mortgage tax	600,000	600,000	475,637	(124,363)
Unified court system	15,000	15,000	22,063	7,063
	<u>615,000</u>	<u>615,000</u>	<u>497,700</u>	<u>(117,300)</u>

MISCELLANEOUS

Gifts and donations	4,775	4,775	825	(3,950)
Unclassified	161,332	161,332	6,513	(154,819)
	<u>166,107</u>	<u>166,107</u>	<u>7,338</u>	<u>(158,769)</u>

TOTAL REVENUES

OTHER FINANCING SOURCES

Transfers in:

Capital Projects Fund	-	-	101,009	101,009
Special Districts Fund	557,934	557,934	557,934	-

TOTAL OTHER FINANCING SOURCES

TOTAL REVENUES AND OTHER
FINANCING SOURCES

	<u>3,247,130</u>	<u>3,247,130</u>	<u>3,317,173</u>	<u>70,043</u>
	<u>557,934</u>	<u>557,934</u>	<u>658,943</u>	<u>101,009</u>
	<u>\$ 3,805,064</u>	<u>\$ 3,805,064</u>	<u>\$ 3,976,116</u>	<u>\$ 171,052</u>

TOWN OF FISHKILL, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET

YEAR ENDED DECEMBER 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
GENERAL GOVERNMENT SUPPORT				
Town Board	\$ 128,849	\$ 128,849	\$ 117,118	\$ 11,731
Town Justices	217,685	217,685	247,449	(29,764)
Supervisor	183,689	183,689	187,705	(4,016)
Comptroller	293,911	293,911	294,974	(1,063)
Auditor	30,000	30,000	44,912	(14,912)
Receiver of Taxes	117,556	117,556	176,388	(58,832)
Town Assessor	176,174	176,174	128,983	47,191
Town Clerk	127,664	127,664	127,445	219
Town Attorney	100,000	100,000	273,615	(173,615)
Personnel	2,000	2,000	26,785	(24,785)
Engineer	5,000	5,000	5,289	(289)
Elections	37,000	37,000	-	37,000
Buildings	98,562	98,562	95,818	2,744
Recreation Building	50,400	50,400	43,148	7,252
Central garage	2,550	2,550	2,954	(404)
Central communications	28,475	28,475	27,437	1,038
Central storeroom	27,000	27,000	21,540	5,460
Central printing and mailing	37,400	37,400	35,755	1,645
Central data processing	43,510	43,510	36,401	7,109
Unallocated insurance	101,000	101,000	97,788	3,212
Municipal association dues	1,500	1,500	1,500	-
Taxes and assessments	23,150	23,150	40,889	(17,739)
Contingency account	429,324	429,324	-	429,324
	<u>2,262,399</u>	<u>2,262,399</u>	<u>2,033,893</u>	<u>228,506</u>
PUBLIC SAFETY				
Traffic control	3,500	3,500	2,106	1,394
Animal control	14,400	14,400	14,429	(29)
Disaster preparedness	538	538	100	438
	<u>18,438</u>	<u>18,438</u>	<u>16,635</u>	<u>1,803</u>

TRANSPORTATION

Highway administration	146,174	146,174	150,635	(4,461)
Street lighting	30,000	30,000	37,010	(7,010)
Highway garage	36,396	36,396	32,422	3,974
	<u>212,570</u>	<u>212,570</u>	<u>220,067</u>	<u>(7,497)</u>

ECONOMIC OPPORTUNITY AND DEVELOPMENT

Veteran's services	250	250	37	213
Programs for the aging	16,868	16,868	17,266	(398)
	<u>17,118</u>	<u>17,118</u>	<u>17,303</u>	<u>(185)</u>

CULTURE AND RECREATION

Recreation administration	161,332	161,332	166,851	(5,519)
Parks	224,191	224,191	356,253	(132,062)
Youth programs	106,150	106,150	219,632	(113,482)
Celebrations	-	-	1,649	(1,649)
Senior Camp	-	-	19,501	(19,501)
Town Historian	1,505	1,505	1,122	383
Adult Recreation	24,752	24,752	24,335	417
	<u>517,930</u>	<u>517,930</u>	<u>789,343</u>	<u>(271,413)</u>

HOME AND COMMUNITY SERVICES

Refuse and Garbage	20,540	20,540	9,286	11,254
Joint landfill	25,000	25,000	26,625	(1,625)
Drainage	10,000	10,000	21,068	(11,068)
Conservation	190	190	-	190
	<u>55,730</u>	<u>55,730</u>	<u>56,979</u>	<u>(1,249)</u>

EMPLOYEE BENEFITS

Disability insurance	9,175	9,175	3,734	5,441
Workers' compensation benefits	27,300	27,300	36,146	(8,846)
Health and dental insurance	31,223	31,223	73,370	(42,147)
Unemployment benefits	5,875	5,875	-	5,875
	<u>73,573</u>	<u>73,573</u>	<u>113,250</u>	<u>(39,677)</u>

(Continued)

TOWN OF FISHKILL, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET (Continued)

YEAR ENDED DECEMBER 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
DEBT SERVICE				
Interest:				
Revenue anticipation notes	\$ 66,240	\$ 66,240	\$ 86,240	\$ (20,000)
Bond anticipation notes	75,200	75,200	74,168	1,032
	<u>141,440</u>	<u>141,440</u>	<u>160,408</u>	<u>(18,968)</u>
TOTAL EXPENDITURES	<u>3,299,198</u>	<u>3,299,198</u>	<u>3,407,878</u>	<u>(108,680)</u>
OTHER FINANCING USES				
Transfers out:				
Debt Service Fund	283,100	283,100	283,049	51
Capital Projects Fund	230,400	230,400	205,375	25,025
	<u>513,500</u>	<u>513,500</u>	<u>488,424</u>	<u>25,076</u>
TOTAL OTHER FINANCING USES	<u>513,500</u>	<u>513,500</u>	<u>488,424</u>	<u>25,076</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 3,812,698</u>	<u>\$ 3,812,698</u>	<u>\$ 3,896,302</u>	<u>\$ (83,604)</u>

TOWN OF FISHKILL, NEW YORK

TOWN OUTSIDE VILLAGES FUND

BALANCE SHEET

DECEMBER 31, 2011

ASSETS

Cash - Demand deposits	\$	123,736
Investments		<u>719</u>
Receivables:		
Accounts		2,750
Due from other governments		360,171
Due from other funds		<u>37,715</u>
		<u>400,636</u>
Total Assets	\$	<u><u>525,091</u></u>

LIABILITIES AND FUND DEFICIT

Liabilities:		
Accounts payable	\$	75,118
Accrued liabilities		200,524
Bond anticipation notes payable		161,377
Tax anticipation notes payable		750,000
Due to other funds		<u>2,243,893</u>
Total Liabilities		<u>3,430,912</u>
Fund Balance (Deficit):		
Restricted		11,336
Unassigned		<u>(2,917,157)</u>
Total Fund Deficit		<u>(2,905,821)</u>
Total Liabilities and Fund Deficit	\$	<u><u>525,091</u></u>

TOWN OF FISHKILL, NEW YORK

TOWN OUTSIDE VILLAGES FUND
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Real property taxes	\$ 1,007,951	\$ 1,007,951	\$ 1,007,951	\$ -
Other tax items	112,868	112,868	118,890	6,022
Non-property taxes	892,000	892,000	1,050,318	158,318
Departmental income	374,134	374,134	85,002	(289,132)
Use of money and property	-	-	194	194
Licenses and permits	196,836	196,836	231,703	34,867
Sale of property and compensation for loss	-	-	19,695	19,695
Interfund revenues	149,618	149,618	149,618	-
State aid	96,600	96,600	113,129	16,529
Miscellaneous	-	-	27,234	27,234
Total Revenues	2,830,007	2,830,007	2,803,734	(26,273)
Expenditures -				
Current:				
General government support	217,175	217,175	281,267	(64,092)
Public safety	1,861,445	1,861,445	1,852,671	8,774
Health	225,160	225,160	230,514	(5,354)
Employee benefits	30,000	30,000	38,675	(8,675)
Debt service - Interest	4,900	4,900	31,189	(26,289)
Total Expenditures	2,338,680	2,338,680	2,434,316	(95,636)
Excess of Revenues Over Expenditures	491,327	491,327	369,418	(121,909)
Other Financing Uses -				
Transfers out	(474,300)	(474,300)	(429,928)	44,372
Net Change in Fund Balance	17,027	17,027	(60,510)	(77,537)
Fund Deficit - Beginning of Year, as reported	(17,027)	(17,027)	-	17,027
Prior Period Adjustment	-	-	(2,845,311)	(2,845,311)
Fund Deficit - Beginning of Year, as restated	(17,027)	(17,027)	(2,845,311)	(2,828,284)
Fund Deficit - End of Year	\$ -	\$ -	\$ (2,905,821)	\$ (2,905,821)

TOWN OF FISHKILL, NEW YORK

TOWN OUTSIDE VILLAGES FUND
 SCHEDULE OF REVENUES COMPARED TO BUDGET
 YEAR ENDED DECEMBER 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REAL PROPERTY TAXES	\$ 1,007,951	\$ 1,007,951	\$ 1,007,951	\$ -
OTHER TAX ITEMS				
Payments in lieu of taxes	112,868	112,868	118,890	6,022
NON-PROPERTY TAXES				
Non-property tax distribution from County	892,000	892,000	1,050,318	158,318
DEPARTMENTAL INCOME				
Police fees	3,200	3,200	2,699	(501)
Zoning fees	13,000	13,000	16,863	3,863
Planning Board fees	53,500	53,500	23,590	(29,910)
Drainage fees	249,434	249,434	2,650	(246,784)
Safety fees	55,000	55,000	39,200	(15,800)
	374,134	374,134	85,002	(289,132)
USE OF MONEY AND PROPERTY				
Earnings on investments	-	-	194	194

LICENSES AND PERMITS

Safety fire permits	50,000	50,000	56,002	6,002
Building and alteration permits	<u>146,836</u>	<u>146,836</u>	<u>175,701</u>	<u>28,865</u>
	<u>196,836</u>	<u>196,836</u>	<u>231,703</u>	<u>34,867</u>

SALE OF PROPERTY AND COMPENSATION FOR LOSS

Minor sales	-	-	9,350	9,350
Insurance recoveries	<u>-</u>	<u>-</u>	<u>10,345</u>	<u>10,345</u>
	<u>-</u>	<u>-</u>	<u>19,695</u>	<u>19,695</u>

INTERFUND REVENUES

	<u>149,618</u>	<u>149,618</u>	<u>149,618</u>	<u>-</u>
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STATE AID

Per capita	75,000	75,000	69,238	(5,762)
DCJS Legislative grant	5,250	5,250	29,851	24,601
Seat belt grant	3,750	3,750	1,236	(2,514)
DWI grant	9,100	9,100	10,561	1,461
Youth programs	3,500	3,500	-	(3,500)
Excessive speed enforcement grant	<u>-</u>	<u>-</u>	<u>2,243</u>	<u>2,243</u>
	<u>96,600</u>	<u>96,600</u>	<u>113,129</u>	<u>16,529</u>

MISCELLANEOUS

Gifts and donations	-	-	614	614
Unclassified	<u>-</u>	<u>-</u>	<u>26,620</u>	<u>26,620</u>
	<u>-</u>	<u>-</u>	<u>27,234</u>	<u>27,234</u>

TOTAL REVENUES

	<u>\$ 2,830,007</u>	<u>\$ 2,830,007</u>	<u>\$ 2,803,734</u>	<u>\$ (26,273)</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, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
GENERAL GOVERNMENT SUPPORT				
Town Attorney	\$ 50,000	\$ 50,000	\$ 13,189	\$ 36,811
Engineer	8,000	8,000	5,029	2,971
Central building	77,225	77,225	73,556	3,669
Central storeroom	5,800	5,800	4,077	1,723
Unallocated insurance	74,000	74,000	71,151	2,849
Judgments and claims	-	-	39,000	(39,000)
Miscellaneous	-	-	2,340	(2,340)
Taxes and assessments	-	-	72,925	(72,925)
Contingency account	2,150	2,150	-	2,150
	<u>217,175</u>	<u>217,175</u>	<u>281,267</u>	<u>(64,092)</u>
PUBLIC SAFETY				
Police	1,662,336	1,662,336	1,678,171	(15,835)
Safety inspections	199,109	199,109	174,500	24,609
	<u>1,861,445</u>	<u>1,861,445</u>	<u>1,852,671</u>	<u>8,774</u>

HOME AND COMMUNITY SERVICES

Zoning	16,599	16,599	15,984	615
Planning	58,943	58,943	58,898	45
Housing	149,618	149,618	155,632	(6,014)
	<u>225,160</u>	<u>225,160</u>	<u>230,514</u>	<u>(5,354)</u>

EMPLOYEE BENEFITS - UNALLOCATED

Workers' compensation benefits	27,500	27,500	36,431	(8,931)
Disability insurance	2,500	2,500	2,244	256
	<u>30,000</u>	<u>30,000</u>	<u>38,675</u>	<u>(8,675)</u>

DEBT SERVICE

Interest:				
Revenue anticipation notes	-	-	26,400	(26,400)
Bond anticipation notes	4,900	4,900	4,789	111
	<u>4,900</u>	<u>4,900</u>	<u>31,189</u>	<u>(26,289)</u>

TOTAL EXPENDITURES

	<u>2,338,680</u>	<u>2,338,680</u>	<u>2,434,316</u>	<u>(95,636)</u>
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OTHER FINANCING USES

Transfers out:				
Debt Service Fund	392,000	392,000	391,928	72
Capital Projects Fund	82,300	82,300	38,000	44,300
	<u>474,300</u>	<u>474,300</u>	<u>429,928</u>	<u>44,372</u>

TOTAL OTHER FINANCING USES

TOTAL EXPENDITURES AND OTHER FINANCING USES

	<u>\$ 2,812,980</u>	<u>\$ 2,812,980</u>	<u>\$ 2,864,244</u>	<u>\$ (51,264)</u>
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TOWN OF FISHKILL, NEW YORK

SPECIAL DISTRICTS FUND
 COMBINING BALANCE SHEET - SUB-FUNDS
 DECEMBER 31, 2011

	Lighting Districts				
	Ambulance District	Rivercrest	Glenham	Merritt	Round Hill
<u>ASSETS</u>					
Cash - Demand deposits	\$ 52,109	\$ -	\$ 12,640	\$ -	\$ 15,501
Investments	71,136	-	175	-	243
Receivables:					
Water and sewer rents	-	-	-	-	-
Due from other governments	-	-	-	-	-
Due from other funds	89,256	40,375	-	2,509	-
	89,256	40,375	-	2,509	-
Total Assets	\$ 212,501	\$ 40,375	\$ 12,815	\$ 2,509	\$ 15,744
<u>LIABILITIES AND FUND BALANCES (DEFICITS)</u>					
Liabilities:					
Accounts payable	\$ 8,294	\$ -	\$ 4,195	\$ 2,994	\$ 969
Due to other funds	-	-	3,199	-	903
Due to other governments	-	-	-	-	-
Total Liabilities	8,294	-	7,394	2,994	1,872
Fund Balances (Deficits) - Assigned	204,207	40,375	5,421	(485)	13,872
Total Liabilities and Fund Balances (Deficits)	\$ 212,501	\$ 40,375	\$ 12,815	\$ 2,509	\$ 15,744

Sewer Districts

Route 9 Sidewalk	Rombout Village	Waterfront	Dutchess Park	Forgebrook	Fishkill Glen	Blodgett	Cedar Knolls	Deer Crossing
\$ -	\$ 22,108	\$ -	\$ 201,405	\$ 66,427	\$ -	\$ -	\$ -	\$ -
-	-	-	608	9,864	-	-	-	-
-	-	-	296,355	-	-	-	-	-
-	-	-	559,330	-	-	-	-	-
2,626	-	29,191	1,298,191	90,999	45,589	70,861	13,210	9,228
2,626	-	29,191	2,153,876	90,999	45,589	70,861	13,210	9,228
<u>\$ 2,626</u>	<u>\$ 22,108</u>	<u>\$ 29,191</u>	<u>\$ 2,355,889</u>	<u>\$ 167,290</u>	<u>\$ 45,589</u>	<u>\$ 70,861</u>	<u>\$ 13,210</u>	<u>\$ 9,228</u>
\$ 467	\$ 512	\$ 4,651	\$ 32,803	\$ -	\$ -	\$ -	\$ -	\$ -
-	20,935	-	2,026,135	120,298	38,896	70,861	13,210	9,228
-	-	-	960,995	-	-	-	-	-
467	21,447	4,651	3,019,933	120,298	38,896	70,861	13,210	9,228
2,159	661	24,540	(664,044)	46,992	6,693	-	-	-
<u>\$ 2,626</u>	<u>\$ 22,108</u>	<u>\$ 29,191</u>	<u>\$ 2,355,889</u>	<u>\$ 167,290</u>	<u>\$ 45,589</u>	<u>\$ 70,861</u>	<u>\$ 13,210</u>	<u>\$ 9,228</u>

(Continued)

TOWN OF FISHKILL, NEW YORK

SPECIAL DISTRICTS FUND
 COMBINING BALANCE SHEET - SUB-FUNDS (Continued)
 DECEMBER 31, 2011

	Sewer Districts (Continued)					Water Districts	
	Summit Corp Park	Rombout	Aveonis	White Birch	Merritt	Blodgett	Beacon Hills
<u>ASSETS</u>							
Cash - Demand deposits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 126,489	\$ 90,696
Investments	-	294	-	-	-	1,773	24
Receivables:							
Water and sewer rents	-	120,509	-	-	-	151,324	54,653
Due from other governments	-	-	-	-	-	-	-
Due from other funds	14,476	380,289	9,771	6,803	185,465	159,527	-
	14,476	500,798	9,771	6,803	185,465	310,851	54,653
Total Assets	\$ 14,476	\$ 501,092	\$ 9,771	\$ 6,803	\$ 185,465	\$ 439,113	\$ 145,373
<u>LIABILITIES AND FUND BALANCES (DEFICITS)</u>							
Liabilities:							
Accounts payable	\$ -	\$ 384,607	\$ -	\$ -	\$ -	\$ 14,509	\$ 25,301
Due to other funds	14,476	157,402	9,771	6,803	185,465	21,362	117,851
Due to other governments	-	-	-	-	-	-	-
Total Liabilities	14,476	542,009	9,771	6,803	185,465	35,871	143,152
Fund Balances (Deficits) - Assigned	-	(40,917)	-	-	-	403,242	2,221
Total Liabilities and Fund Balances (Deficits)	\$ 14,476	\$ 501,092	\$ 9,771	\$ 6,803	\$ 185,465	\$ 439,113	\$ 145,373

<u>Glenham</u>	<u>Brinckerhoff</u>	<u>Rombout</u>	<u>Merritt</u>	<u>Snook Road</u>	<u>Totals</u>
<u>\$ 380,382</u>	<u>\$ 24,574</u>	<u>\$ 151,419</u>	<u>\$ 29,331</u>	<u>\$ 155,223</u>	<u>\$ 1,328,304</u>
<u>125</u>	<u>618</u>	<u>775</u>	<u>-</u>	<u>-</u>	<u>85,635</u>
<u>148,408</u>	<u>39,463</u>	<u>140,733</u>	<u>33,355</u>	<u>4,964</u>	<u>989,764</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>559,330</u>
<u>104,841</u>	<u>43,100</u>	<u>348,642</u>	<u>502,293</u>	<u>164,962</u>	<u>3,612,204</u>
<u>253,249</u>	<u>82,563</u>	<u>489,375</u>	<u>535,648</u>	<u>169,926</u>	<u>5,161,298</u>
<u>\$ 633,756</u>	<u>\$ 107,755</u>	<u>\$ 641,569</u>	<u>\$ 564,979</u>	<u>\$ 325,149</u>	<u>\$ 6,575,237</u>
<u>\$ 9,508</u>	<u>\$ 9,549</u>	<u>\$ 10,515</u>	<u>\$ 57,495</u>	<u>\$ 5,157</u>	<u>\$ 571,526</u>
<u>282,768</u>	<u>214,597</u>	<u>39,189</u>	<u>274,707</u>	<u>18,263</u>	<u>3,646,319</u>
<u>-</u>	<u>-</u>	<u>187,634</u>	<u>-</u>	<u>-</u>	<u>1,148,629</u>
<u>292,276</u>	<u>224,146</u>	<u>237,338</u>	<u>332,202</u>	<u>23,420</u>	<u>5,366,474</u>
<u>341,480</u>	<u>(116,391)</u>	<u>404,231</u>	<u>232,777</u>	<u>301,729</u>	<u>1,208,763</u>
<u>\$ 633,756</u>	<u>\$ 107,755</u>	<u>\$ 641,569</u>	<u>\$ 564,979</u>	<u>\$ 325,149</u>	<u>\$ 6,575,237</u>

TOWN OF FISHKILL, NEW YORK

SPECIAL DISTRICTS FUND
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - SUB-FUNDS
 YEAR ENDED DECEMBER 31, 2011

	Lighting Districts				
	Ambulance District	Rivercrest	Glenham	Merritt	Round Hill
Revenues:					
Real property taxes	\$ 59,400	\$ 10,750	\$ 54,766	\$ 44,106	\$ 12,762
Other tax items	2,195	-	-	-	-
Departmental income	-	-	-	-	-
Use of money and property	88	-	27	-	36
Miscellaneous	-	-	-	-	-
Total Revenues	61,683	10,750	54,793	44,106	12,798
Expenditures:					
Current:					
General government support	-	-	-	-	-
Health	30,607	-	-	-	-
Transportation	-	-	47,282	34,066	11,336
Home and community services	-	-	-	-	-
Debt service - Interest	-	-	-	-	-
Total Expenditures	30,607	-	47,282	34,066	11,336
Excess (Deficiency) of Revenues Over Expenditures	31,076	10,750	7,511	10,040	1,462
Other Financing Sources (Uses):					
Transfers in	-	-	-	-	-
Transfers out	(6,060)	(1,075)	(5,480)	(4,411)	(1,262)
Total Other Financing Uses	(6,060)	(1,075)	(5,480)	(4,411)	(1,262)
Net Change in Fund Balances	25,016	9,675	2,031	5,629	200
Fund Balances (Deficits) - Beginning of Year, as reported	179,191	30,700	3,390	(6,114)	13,672
Prior Period Adjustment	-	-	-	-	-
Fund Balances (Deficits) - Beginning of Year, as restated	179,191	30,700	3,390	(6,114)	13,672
Fund Balances (Deficits) - End of Year	\$ 204,207	\$ 40,375	\$ 5,421	\$ (485)	\$ 13,872

Sewer Districts

Route 9 Sidewalk	Rombout Village	Waterfront	Dutchess Park	Forgebrook	Fishkill Glen	Blodgett	Cedar Knolls	Deer Crossing
\$ 5,550	\$ 30,874	\$ 68,986	\$ 130,220	\$ 46,898	\$ 23,545	\$ 70,861	\$ 13,210	\$ 9,228
-	-	-	1,462,665	-	-	-	-	-
-	16	-	283	54	-	-	-	-
-	-	-	14,779	2,700	733	-	-	-
<u>5,550</u>	<u>30,890</u>	<u>68,986</u>	<u>1,607,947</u>	<u>49,652</u>	<u>24,278</u>	<u>70,861</u>	<u>13,210</u>	<u>9,228</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
5,364	6,528	53,233	-	-	-	-	-	-
-	-	-	1,713,058	-	-	-	-	-
-	763	-	27,711	462	92	-	-	-
<u>5,364</u>	<u>7,291</u>	<u>53,233</u>	<u>1,740,769</u>	<u>462</u>	<u>92</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>186</u>	<u>23,599</u>	<u>15,753</u>	<u>(132,822)</u>	<u>49,190</u>	<u>24,186</u>	<u>70,861</u>	<u>13,210</u>	<u>9,228</u>
-	-	-	330,164	-	-	-	-	-
(550)	(20,092)	(6,899)	(425,898)	(46,376)	(21,702)	(70,861)	(13,210)	(9,228)
(550)	(20,092)	(6,899)	(95,734)	(46,376)	(21,702)	(70,861)	(13,210)	(9,228)
(364)	3,507	8,854	(228,556)	2,814	2,484	-	-	-
2,523	(2,846)	15,686	(466,292)	44,178	4,209	-	-	-
-	-	-	30,804	-	-	-	-	-
<u>2,523</u>	<u>(2,846)</u>	<u>15,686</u>	<u>(435,488)</u>	<u>44,178</u>	<u>4,209</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 2,159</u>	<u>\$ 661</u>	<u>\$ 24,540</u>	<u>\$ (664,044)</u>	<u>\$ 46,992</u>	<u>\$ 6,693</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(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, 2011

	Sewer Districts (Continued)					Water Districts	
	Summit Corp Park	Rombout	Aveonis	White Birch	Merritt	Blodgett	Beacon Hills
Revenues:							
Real property taxes	\$ 14,476	\$ 845,356	\$ 9,771	\$ 6,803	\$ 185,465	\$ -	\$ 17,752
Other tax items	-	-	-	-	-	-	-
Departmental income	-	384,750	-	-	-	48,686	121,075
Use of money and property	-	141	-	-	-	619	35
Miscellaneous	-	9,544	-	-	-	1,861	-
Total Revenues	14,476	1,239,791	9,771	6,803	185,465	51,166	138,862
Expenditures:							
Current:							
General government support	-	26,564	-	-	-	211	-
Health	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Home and community services	-	402,557	-	-	-	57,025	93,896
Debt service - Interest	-	96,430	-	-	-	-	-
Total Expenditures	-	525,551	-	-	-	57,236	93,896
Excess (Deficiency) of Revenues Over Expenditures	14,476	714,240	9,771	6,803	185,465	(6,070)	44,966
Other Financing Sources (Uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	(14,476)	(1,053,297)	(9,771)	(6,803)	(185,465)	(6,833)	(16,550)
Total Other Financing Uses	(14,476)	(1,053,297)	(9,771)	(6,803)	(185,465)	(6,833)	(16,550)
Net Change in Fund Balances	-	(339,057)	-	-	-	(12,903)	28,416
Fund Balances (Deficits) - Beginning of Year, as reported	-	283,434	-	-	(737)	403,207	(68,699)
Prior Period Adjustments	-	14,706	-	-	737	12,938	42,504
Fund Balances (Deficits) - Beginning of Year, as restated	-	298,140	-	-	-	416,145	(26,195)
Fund Balances (Deficits) - End of Year	\$ -	\$ (40,917)	\$ -	\$ -	\$ -	\$ 403,242	\$ 2,221

Glenham	Brinckerhoff	Rombout	Merritt	Snook Road	Totals
\$ 10,788	\$ 21,867	\$ 70,435	\$ 249,513	\$ 294,904	\$ 2,308,286
-	-	-	-	-	2,195
426,911	112,445	521,847	98,195	26,209	3,202,783
61	20	30	77	98	1,585
-	-	11,269	895	881	42,662
<u>437,760</u>	<u>134,332</u>	<u>603,581</u>	<u>348,680</u>	<u>322,092</u>	<u>5,557,511</u>
-	-	2,758	-	3,083	32,616
-	-	-	-	-	30,607
-	-	-	-	-	157,809
124,287	123,015	424,699	144,643	58,277	3,141,457
-	-	9,550	38,851	15,955	189,814
<u>124,287</u>	<u>123,015</u>	<u>437,007</u>	<u>183,494</u>	<u>77,315</u>	<u>3,552,303</u>
<u>313,473</u>	<u>11,317</u>	<u>166,574</u>	<u>165,186</u>	<u>244,777</u>	<u>2,005,208</u>
-	-	-	-	-	330,164
<u>(38,530)</u>	<u>(39,143)</u>	<u>(160,990)</u>	<u>(133,357)</u>	<u>(134,030)</u>	<u>(2,432,349)</u>
<u>(38,530)</u>	<u>(39,143)</u>	<u>(160,990)</u>	<u>(133,357)</u>	<u>(134,030)</u>	<u>(2,102,185)</u>
<u>274,943</u>	<u>(27,826)</u>	<u>5,584</u>	<u>31,829</u>	<u>110,747</u>	<u>(96,977)</u>
(1,093)	(101,835)	372,457	193,880	190,982	1,089,893
67,630	13,270	26,190	7,068	-	215,847
<u>66,537</u>	<u>(88,565)</u>	<u>398,647</u>	<u>200,948</u>	<u>190,982</u>	<u>1,305,740</u>
<u>\$ 341,480</u>	<u>\$ (116,391)</u>	<u>\$ 404,231</u>	<u>\$ 232,777</u>	<u>\$ 301,729</u>	<u>\$ 1,208,763</u>

TOWN OF FISHKILL, NEW YORK

CAPITAL PROJECTS FUND
BALANCE SHEET
DECEMBER 31, 2011

ASSETS

Cash:	
Demand deposits	\$ 209,500
Time deposits	<u>10,545</u>
	220,045
Investments	741
Restricted Investments	109,127
Due from Other Funds	<u>1,666,797</u>
Total Assets	<u>\$ 1,996,710</u>

LIABILITIES AND FUND DEFICIT

Liabilities:	
Accounts payable	\$ 12,488
Retainages payable	17,958
Bond anticipation notes payable	19,872,884
Due to other funds	<u>610,021</u>
Total Liabilities	20,513,351
Fund Deficit - Unassigned	<u>(18,516,641)</u>
Total Liabilities and Fund Deficit	<u>\$ 1,996,710</u>

TOWN OF FISHKILL, NEW YORK

CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2011

Revenues - Miscellaneous	\$ 1,967
Expenditures - Capital outlay	<u>33,646</u>
Deficiency of Revenues Over Expenditures	<u>(31,679)</u>
Other Financing Sources (Uses):	
Transfers in	1,554,681
Transfers out	<u>(101,009)</u>
Total Other Financing Sources	<u>1,453,672</u>
Net Change in Fund Balance	<u>1,421,993</u>
Fund Deficit - Beginning of Year, as reported	(20,148,637)
Prior Period Adjustment	<u>210,003</u>
Fund Deficit - Beginning of Year, as restated	<u>(19,938,634)</u>
Fund Deficit - End of Year	<u><u>\$ (18,516,641)</u></u>

TOWN OF FISHKILL, NEW YORK

NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2011

	<u>Highway</u>	<u>Special Purpose</u>	<u>Debt Service</u>	<u>Total Non-Major Governmental Funds</u>
<u>ASSETS</u>				
Cash and Equivalents	\$ 162,132	\$ 792,061	\$ 13,998	\$ 968,191
Investments	627	-	33,183	33,810
Accounts Receivable	84,002	-	-	84,002
Due from Other Governments	1,328	-	-	1,328
Due from Other Funds	276,540	244,642	110,210	631,392
	<u>276,540</u>	<u>244,642</u>	<u>110,210</u>	<u>631,392</u>
Total Assets	<u>\$ 524,629</u>	<u>\$ 1,036,703</u>	<u>\$ 157,391</u>	<u>\$ 1,718,723</u>
<u>LIABILITIES AND FUND BALANCES (DEFICITS)</u>				
Liabilities:				
Accounts payable	\$ 36,467	\$ 6,734	\$ -	\$ 43,201
Accrued liabilities	113,635	-	-	113,635
Bond anticipation notes payable	80,875	-	-	80,875
Due to other funds	836,881	858	-	837,739
	<u>836,881</u>	<u>858</u>	<u>-</u>	<u>837,739</u>
Total Liabilities	<u>1,067,858</u>	<u>7,592</u>	<u>-</u>	<u>1,075,450</u>
Fund Balances (Deficits):				
Restricted	-	1,029,111	157,391	1,186,502
Unassigned	(543,229)	-	-	(543,229)
	<u>(543,229)</u>	<u>-</u>	<u>-</u>	<u>(543,229)</u>
Total Fund Balances (Deficits)	<u>(543,229)</u>	<u>1,029,111</u>	<u>157,391</u>	<u>643,273</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 524,629</u>	<u>\$ 1,036,703</u>	<u>\$ 157,391</u>	<u>\$ 1,718,723</u>

TOWN OF FISHKILL, NEW YORK

NON-MAJOR GOVERNMENTAL FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES
 YEAR ENDED DECEMBER 31, 2011

	Highway	Special Purpose	Debt Service	Total Non-Major Governmental Funds
Revenues:				
Real property taxes	\$ 1,495,893	\$ -	\$ -	\$ 1,495,893
Departmental income	-	49,325	-	49,325
Intergovernmental charges	11,596	-	-	11,596
Use of money and property	842	4,399	310	5,551
Sale of property and compensation for loss	4,080	-	-	4,080
Miscellaneous	1,328	-	-	1,328
Total Revenues	<u>1,513,739</u>	<u>53,724</u>	<u>310</u>	<u>1,567,773</u>
Expenditures:				
Current:				
General government support	80,875	-	-	80,875
Transportation	1,058,222	-	-	1,058,222
Culture and recreation	-	209,818	-	209,818
Home and community services	-	149,618	-	149,618
Employee benefits	73,980	-	-	73,980
Debt service:				
Principal	-	-	854,500	854,500
Interest	15,187	-	290,166	305,353
Total Expenditures	<u>1,228,264</u>	<u>359,436</u>	<u>1,144,666</u>	<u>2,732,366</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>285,475</u>	<u>(305,712)</u>	<u>(1,144,356)</u>	<u>(1,164,593)</u>
Other Financing Sources (Uses):				
Transfers in	-	-	1,144,666	1,144,666
Transfers out	(236,744)	-	-	(236,744)
Total Other Financing Sources (Uses)	<u>(236,744)</u>	<u>-</u>	<u>1,144,666</u>	<u>907,922</u>
Net Change in Fund Balances	<u>48,731</u>	<u>(305,712)</u>	<u>310</u>	<u>(256,671)</u>
Fund Balances (Deficits) - Beginning of Year, as reported	(570,199)	-	157,081	(413,118)
Prior Period Adjustment	(21,761)	1,334,823	-	1,313,062
Fund Balances (Deficits) - Beginning of Year, as restated	<u>(591,960)</u>	<u>1,334,823</u>	<u>157,081</u>	<u>899,944</u>
Fund Balances (Deficits) - End of Year	<u>\$ (543,229)</u>	<u>\$ 1,029,111</u>	<u>\$ 157,391</u>	<u>\$ 643,273</u>

TOWN OF FISHKILL, NEW YORK

HIGHWAY FUND
 COMBINING BALANCE SHEET - SUB-FUNDS
 DECEMBER 31, 2011

<u>ASSETS</u>	<u>Town Outside Villages</u>	<u>Town- Wide</u>	<u>Totals</u>
Cash - Demand deposits	\$ 105,669	\$ 56,463	\$ 162,132
Investments	290	337	627
Receivables:			
Accounts	84,002	-	84,002
Due from other governments	-	1,328	1,328
Due from other funds	-	276,540	276,540
	<u>84,002</u>	<u>277,868</u>	<u>361,870</u>
Total Assets	<u>\$ 189,961</u>	<u>\$ 334,668</u>	<u>\$ 524,629</u>
<u>LIABILITIES AND FUND DEFICITS</u>			
Liabilities:			
Accounts payable	\$ 20,902	\$ 15,565	\$ 36,467
Accrued liabilities	93,801	19,834	113,635
Bond anticipation notes payable	68,969	11,906	80,875
Due to other funds	511,461	325,420	836,881
Total Liabilities	695,133	372,725	1,067,858
Fund Deficits -			
Unassigned	<u>(505,172)</u>	<u>(38,057)</u>	<u>(543,229)</u>
Total Liabilities and Fund Deficits	<u>\$ 189,961</u>	<u>\$ 334,668</u>	<u>\$ 524,629</u>

TOWN OF FISHKILL, NEW YORK

HIGHWAY FUND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCES - SUB-FUNDS

YEAR ENDED DECEMBER 31, 2011

	Town Outside Villages	Town- Wide	Totals
Revenues:			
Real property taxes	\$ 953,272	\$ 542,621	\$ 1,495,893
Intergovernmental charges	-	11,596	11,596
Use of money and property	584	258	842
Sale of property and compensation for loss	4,080	-	4,080
Miscellaneous	-	1,328	1,328
Total Revenues	957,936	555,803	1,513,739
Expenditures:			
Current:			
General government support	68,969	11,906	80,875
Transportation	612,873	445,349	1,058,222
Employee benefits	60,549	13,431	73,980
Debt service - Interest	8,621	6,566	15,187
Total Expenditures	751,012	477,252	1,228,264
Excess of Revenues Over Expenditures	206,924	78,551	285,475
Other Financing Uses - Transfers out	(109,990)	(126,754)	(236,744)
Net Change in Fund Balances	96,934	(48,203)	48,731
Fund Balances (Deficits) - Beginning of Year, as reported	(582,606)	12,407	(570,199)
Prior Period Adjustment	(19,500)	(2,261)	(21,761)
Fund Balances (Deficits) - Beginning of Year, as restated	(602,106)	10,146	(591,960)
Fund Deficit - End of Year	\$ (505,172)	\$ (38,057)	\$ (543,229)

TOWN OF FISHKILL, NEW YORK

HIGHWAY FUND - TOWN OUTSIDE VILLAGES
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Real property taxes	\$ 953,272	\$ 953,272	\$ 953,272	\$ -
Use of money and property	600	600	584	(16)
Sale of property and compensation for loss	-	-	4,080	4,080
Total Revenues	953,872	953,872	957,936	4,064
Expenditures:				
Current:				
General government support	-	-	68,969	(68,969)
Transportation	581,049	581,049	612,873	(31,824)
Employee benefits	46,134	46,134	60,549	(14,415)
Debt service - Interest	8,700	8,700	8,621	79
Total Expenditures	635,883	635,883	751,012	(115,129)
Excess of Revenues Over Expenditures	317,989	317,989	206,924	(111,065)
Other Financing Uses - Transfers out	(111,100)	(111,100)	(109,990)	1,110
Net Change in Fund Balance	206,889	206,889	96,934	(109,955)
Fund Deficit - Beginning of Year, as reported	-	-	(582,606)	(582,606)
Prior Period Adjustment	-	-	(19,500)	(19,500)
Fund Deficit - Beginning of Year, as restated	(206,889)	(206,889)	(602,106)	(395,217)
Fund Deficit - End of Year	\$ -	\$ -	\$ (505,172)	\$ (505,172)

TOWN OF FISHKILL, NEW YORK

HIGHWAY FUND - TOWN-WIDE
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Real property taxes	\$ 542,621	\$ 542,621	\$ 542,621	\$ -
Intergovernmental charges	15,000	15,000	11,596	(3,404)
Use of money and property	861	861	258	(603)
Miscellaneous	-	-	1,328	1,328
Total Revenues	558,482	558,482	555,803	(2,679)
Expenditures:				
Current:				
General government support	-	-	11,906	(11,906)
Transportation	414,082	414,082	445,349	(31,267)
Employee benefits	10,900	10,900	13,431	(2,531)
Debt service - Interest	6,600	6,600	6,566	34
Total Expenditures	431,582	431,582	477,252	(45,670)
Excess of Revenues Over Expenditures	126,900	126,900	78,551	(48,349)
Other Financing Uses - Transfers out	(126,900)	(126,900)	(126,754)	146
Net Change in Fund Balance	-	-	(48,203)	(48,203)
Fund Balance - Beginning of Year, as reported	-	-	12,407	12,407
Prior Period Adjustment	-	-	(2,261)	(2,261)
Fund Balance - Beginning of Year, as restated			10,146	10,146
Fund Deficit - End of Year	\$ -	\$ -	\$ (38,057)	\$ (38,057)

TOWN OF FISHKILL, NEW YORK

SPECIAL PURPOSE FUND
BALANCE SHEET
DECEMBER 31, 2011

ASSETS

Cash - Demand deposits	\$ 792,061
Due from Other Funds	<u>244,642</u>
Total Assets	<u>\$ 1,036,703</u>

LIABILITIES AND FUND BALANCE

Liabilities:	
Accounts payable	\$ 6,734
Due to other funds	<u>858</u>
Total Liabilities	7,592
Fund Balance - Restricted	<u>1,029,111</u>
Total Liabilities and Fund Balance	<u>\$ 1,036,703</u>

TOWN OF FISHKILL, NEW YORK

SPECIAL PURPOSE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2011

Revenues:	
Departmental income	\$ 49,325
Use of money and property	<u>4,399</u>
Total Revenues	<u>53,724</u>
Expenditures -	
Current:	
Culture and recreation	209,818
Home and community services	<u>149,618</u>
Total Expenditures	<u>359,436</u>
Deficiency of Revenue Over Expenditures	<u>(305,712)</u>
Fund Balance - Beginning of Year, as reported	-
Prior Period Adjustment	<u>1,334,823</u>
Fund Balance - Beginning of Year, as restated	<u>1,334,823</u>
Fund Balance - End of Year	<u><u>\$ 1,029,111</u></u>

TOWN OF FISHKILL, NEW YORK

DEBT SERVICE FUND
BALANCE SHEET
DECEMBER 31, 2011

ASSETS

Cash - Demand deposits	\$	13,998
Investments		33,183
Due from Other Funds		<u>110,210</u>
Total Assets	\$	<u><u>157,391</u></u>

FUND BALANCE

Restricted	\$	<u><u>157,391</u></u>
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TOWN OF FISHKILL, NEW YORK

DEBT SERVICE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEAR ENDED DECEMBER 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues -				
Use of money and property	\$ 500	\$ 500	\$ 310	\$ (190)
Expenditures:				
Current -				
General government support	500	500	-	500
Debt service -				
Serial bonds:				
Principal	1,199,500	1,199,500	854,500	345,000
Interest	460,300	460,300	290,166	170,134
Total Expenditures	<u>1,660,300</u>	<u>1,660,300</u>	<u>1,144,666</u>	<u>515,634</u>
Deficiency of Revenues Over Expenditures	(1,659,800)	(1,659,800)	(1,144,356)	515,444
Other Financing Sources -				
Transfers in	<u>1,659,800</u>	<u>1,659,800</u>	<u>1,144,666</u>	<u>(515,134)</u>
Net Change in Fund Balance	-	-	310	310
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>157,081</u>	<u>157,081</u>
Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 157,391</u></u>	<u><u>\$ 157,391</u></u>