

Town of Somers, New York

Financial Statements and
Supplementary Information

Year Ended December 31, 2014

Town of Somers, New York

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Independent Auditors' Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Somers, New York ("Town") as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town, as of December 31, 2014, and the respective changes in financial position, thereof, and the respective budgetary comparison for the General and Highway funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

O'CONNOR DAVIES, LLP

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Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

O'Connor Davies, LLP

O'Connor Davies, LLP
Harrison, New York
April 29, 2015

Town of Somers, New York

Management's Discussion and Analysis
December 31, 2014

Introduction

This discussion and analysis of the Town of Somers, New York's financial statements provides an overview of the financial activities of the Town of Somers for the fiscal year ended December 31, 2014. Please read it in conjunction with the basic financial statements and the accompanying notes to those statements that follow this section.

Financial Highlights for Fiscal Year 2014

- On the government-wide financial statements, the assets of the Town exceeded its liabilities at the close of fiscal year 2014 by \$11,864,674 which represents a decrease of \$377,325 from fiscal year 2013.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$10,397,055, an increase of \$1,322,718, from the prior year. Exclusive of the Capital Projects Fund, the combined ending fund balances were \$9,528,501. Of this latter amount, the unassigned fund balance was \$3,549,826 or 37%. This amount is available for spending at the Town's discretion.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$3,549,826 or 43.4% of total General Fund expenditures and other financing uses. The General Fund reported an ending fund balance of \$4,932,375 which represents an increase of \$755,795 from fiscal year 2013.
- During 2014, the Town issued \$2,000,000 of public improvement bonds with a 10 year term and bearing interest at rates ranging from 2.0% to 2.5% depending on the maturity.

Overview of the Financial Statements

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

Government-Wide Financial Statements

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

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

The *Statement of Activities* presents information showing how the Town's net position changed during the current fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods such as uncollected taxes and earned but unused vacation leave and other postemployment benefit obligations ("OPEB"). The focus of this statement is on the net cost of providing various activities to the citizens of the Town.

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

Fund Financial Statements

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

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

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

The Town of Somers has 8 individual governmental funds: General, Highway, Capital Projects, Public Library, Special Districts, Special Purpose, Debt Service and Permanent funds. Of these, the General, Highway, Debt Service and Capital Projects Funds are reported as major funds, and are presented in separate columns on the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances. Data for the other governmental funds are combined into a single, aggregated presentation. Individual fund data for these non-major funds can be found in the *combining statements* elsewhere in this report.

The Town adopts an annual budget for its General, Highway, Public Library, Special Districts and Debt Service funds. A budgetary comparison statement, for the major funds, has been provided to demonstrate compliance with the respective budgets.

Fiduciary Funds - These funds are used to account for resources held for the benefit of parties outside the government. The fiduciary funds are *not* reflected in the government-wide financial statements because the assets of these funds are *not* available to support the activities of the Town.

The financial statements for the governmental and fiduciary funds can be found in the basic financial statements section of this report.

Notes to the Financial Statements

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

Other Information

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

Government-Wide Financial Analysis

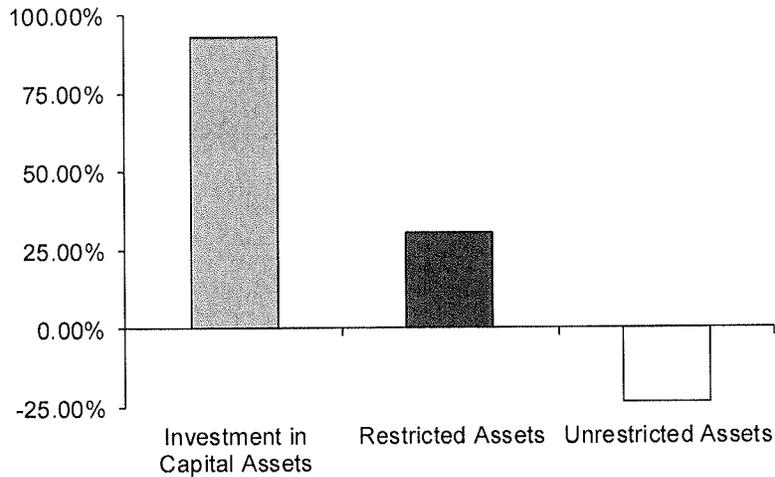
As noted earlier, net position may serve over time as a useful indicator of the Town's financial position. In the case of the Town of Somers, assets exceeded liabilities by \$11,864,674 for fiscal year 2014.

The following table reflects the condensed Statement of Net Position:

Statement of Net Position

	December 31,	
	2014	2013
Current Assets	\$ 43,675,840	\$ 41,948,204
Capital Assets, net	21,078,436	20,651,911
Total Assets	<u>64,754,276</u>	<u>62,600,115</u>
Current Liabilities	31,522,292	31,296,473
Long-Term Liabilities	21,367,310	19,061,643
Total Liabilities	<u>52,889,602</u>	<u>50,358,116</u>
Net Position		
Net Investment in Capital Assets	11,049,908	11,867,278
Restricted	3,619,110	2,865,352
Unrestricted	<u>(2,804,344)</u>	<u>(2,490,631)</u>
Total Net Position	<u>\$ 11,864,674</u>	<u>\$ 12,241,999</u>

Net Asset Distribution



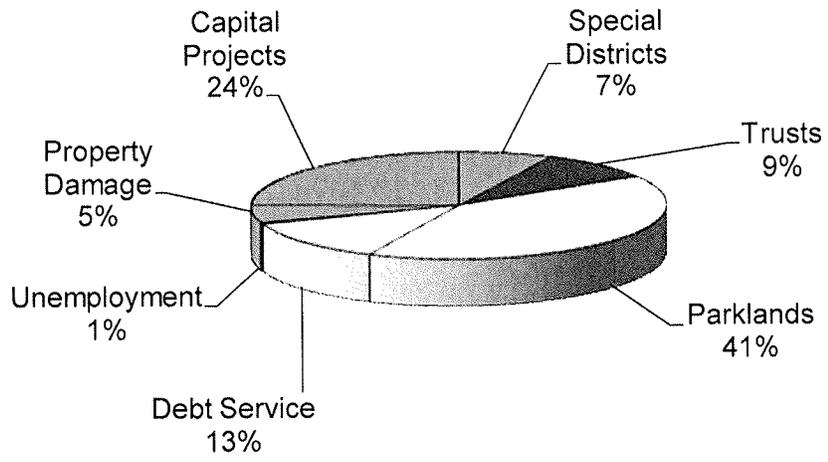
The largest component of the Town's net position is invested in capital assets (net of related debt) of \$11,049,908 which reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to its citizens and consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is report net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The restricted net assets of \$3,619,110 represent resources that are subject to external restrictions on their use. The restrictions are:

	December 31,	
	2014	2013
Property Damage	\$ 194,023	\$ 196,115
Capital Projects	884,287	196,489
Unemployment Benefits	20,194	20,173
Debt Service	454,747	518,969
Special Districts:		
Water	183,237	53,392
Sewer	55,715	41,564
Street Lighting	24,364	21,947
Trusts	330,220	332,801
Parklands	1,472,323	1,483,902
	<u>\$ 3,619,110</u>	<u>\$ 2,865,352</u>

At the end of the current fiscal year, the Town is able to report positive net asset balances for the government as a whole as well as for its governmental activities.

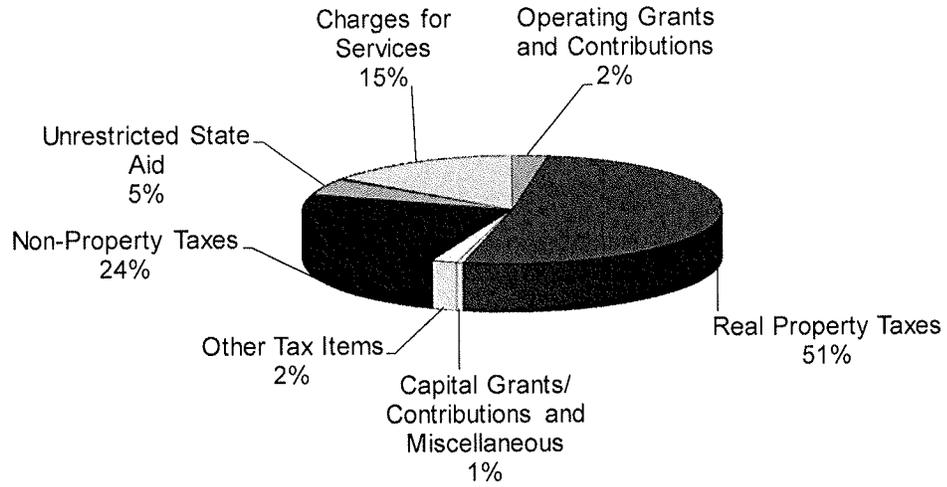
Restricted Net Position



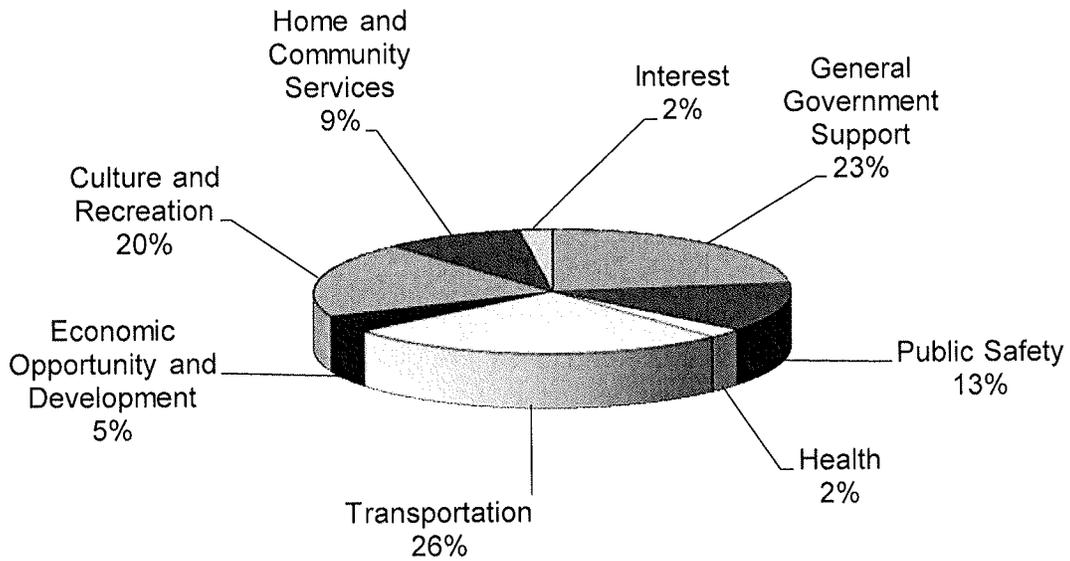
Statement of Changes in Net Position

	December 31,	
	2014	2013
REVENUES		
Program Revenues		
Charges for Services	\$ 2,144,022	\$ 2,042,822
Operating Grants and Contributions	391,908	991,989
Capital Grants and Contributions	71,008	101,492
General Revenues		
Real Property Taxes	7,372,545	7,353,407
Payment in lieu of taxes	2,754	2,674
Other Tax Items:		
Interest and Penalties on Real Property Taxes	276,100	247,156
Gain on Sale of Property Acquired for Taxes	4,400	
Non-Property Taxes		
Non-Property Tax Distribution from County	2,975,376	2,874,408
Franchise Fees - Cable TV	453,126	485,735
Unrestricted Use of Money and Property	10,550	18,562
Sale of Property and Compensation for Loss	16,431	32,816
Unrestricted State Aid	688,082	942,525
Miscellaneous	35,600	48,653
	14,441,902	15,142,239
EXPENSES		
Program Expenses		
General Government Support	3,415,255	3,273,869
Public Safety	1,926,297	1,882,671
Health	349,184	325,061
Transportation	3,852,600	3,493,010
Economic Opportunity and Development	666,209	707,499
Culture and Recreation	2,892,685	3,005,262
Home and Community Services	1,391,495	1,303,581
Interest	325,502	326,940
	14,819,227	14,317,893
Change in Net Position	(377,325)	824,346
NET POSITION		
Beginning	12,241,999	11,417,653
Ending	\$ 11,864,674	\$ 12,241,999

**Sources of Revenue for Fiscal Year 2014
Governmental Activities**



**Expenses for Fiscal Year 2014
Governmental Activities**



Governmental Activities: For the fiscal year ended December 31, 2014, revenues from governmental activities totaled \$14,441,902, a decrease of \$700,337 over fiscal year 2013. Tax revenues of \$11,084,301 comprised of real property taxes, payment in lieu of taxes, other tax items and non-property taxes, represented the largest revenue source at 77%. Expenses in 2014 were \$14,819,227 or \$501,334 more than 2013.

Financial Analysis of the Government's Funds

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

Fund Balance Reporting

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

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

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

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

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

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

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

Governmental Funds

The focus of the Town's *governmental funds* is to provide information on near-term inflows, outflows and balances of *spendable* resources. Such information is useful in assessing the Town's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for discretionary use as it represents the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the Town itself, or an individual that has been delegated authority to assign resources for use for particular purposes by the Town Board.

As of the end of the current fiscal year, the Town's governmental funds reported a combined ending fund balance of \$10,397,055, an increase of \$1,322,718 from the prior year. The nonspendable fund balance component is \$513,983, consisting of \$229,105 of amounts representing prepaid expenditures and \$284,878 of amounts representing trust principal. Fund Balance of \$2,937,183 is restricted for capital projects, debt service, property damage, unemployment benefits, parklands and trusts. The assigned fund balance of \$3,396,063 consisting partially of amounts to balance the fiscal 2015 budget (\$125,000 in the General Fund, \$160,000 in the Highway Fund, \$118,000 in the Debt Service Fund and \$20,000 in the Library Fund) as well as \$550,000 for capital costs and \$350,000 for tax certioraris. The remaining fund balance is unassigned and represents the remaining positive fund balance in the General Fund of \$3,549,826 after amounts that have been restricted, committed or assigned for other purposes.

The General Fund is the primary operating fund of the Town. At the end of the current fiscal year, the total fund balance of the General Fund was \$4,932,375. Of this amount, \$3,549,826 was unassigned.

General Fund Budgetary Highlights

When the fiscal 2014 budget was adopted, it anticipated the use of \$35,000 of fund balance. Actual results of operations resulted in an increase of \$755,795 to fund balance. Overall, General Fund expenditures and other financing uses were \$8,185,757 which was \$342,383 less than the final budget.

No major area spending was materially more than the original budget.

The revenue category that reflected the largest positive variance against budget was Non-property taxes \$238,202.

The revenue category reflecting significant negative variance against budget was State Aid (\$167,316).

Other

The Capital Projects Fund is used to account for capital project activity throughout the Town. The Capital Projects Fund's ending fund balance is \$868,554 for fiscal year 2014.

Non-major Government Funds consist of certain Special Revenue Funds and the Permanent Fund. The Special Revenue Funds are established to account for the proceeds of specific revenue sources (other than capital projects) that are legally restricted to expenditures for certain defined purposes. The non-major Special Revenue Funds of the Town are the Public Library Fund, which is provided to account for the activities of the Town's Public Library, Special Districts Fund, which is provided to account for the operation and maintenance of the Town's

water, sewer and street lighting districts, the Special Purpose Fund, which is used to account for assets held by the Town in accordance with terms of trust agreements, the Permanent Fund, which is used to account for assets held by the Town in accordance with the terms of a trust agreement where the principal amounts cannot be expended.

For fiscal year ending December 31, 2014, the combined fund balances of these funds total \$2,902,611 which represents an increase of \$145,907 from fiscal 2013.

Capital Asset and Debt Administration

Capital Assets - The Town's investment in capital assets for its governmental activities as of December 31, 2014, amount to \$21,078,436 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, and infrastructure.

Capital Assets (Net of Depreciation)

	December 31,	
	2014	2013
Land	\$ 5,581,179	\$ 5,581,179
Construction Work-in-Progress	50,607	
Buildings and Improvements	4,284,030	3,336,283
Machinery and Equipment	761,986	703,842
Infrastructure	10,400,634	11,030,607
Total	\$ 21,078,436	\$ 20,651,911

The following highlights the amounts expended during the current fiscal year on major capital assets:

Road resurfacing - \$1,206,908
Machinery & Equipment - \$256,944
Stormwater infrastructure - \$16,372

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

Long-Term Debt - At the end of the current fiscal year, the Town had total bonded debt outstanding of \$10,679,240. The Town's general obligation bonded indebtedness decreased from payments of \$836,218 on prior indebtedness. During 2014, the Town issued \$2,000,000 of general obligation bonds with a 10 year term to fund road resurfacing projects. All of this debt is backed by the full faith and credit of the Town. Although the State Constitution limits the amount of indebtedness, both long-term and short-term, which the Town may incur, the total debt of the Town is significantly below this limitation.

Through sound financial management and manageable debt levels, the Town has been successful in maintaining a high-grade rating for its general obligation bonds, currently rated Aa1 by Moody's Investor Services.

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

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Robert C. Kehoe, Director of Finance, Town of Somers Finance Office, 335 Route 202, Somers, New York 10589. The telephone number is (914) 277- 4394.

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Town of Somers, New York

Statement of Net Position
December 31, 2014

	Governmental Activities
ASSETS	
Cash and equivalents	\$ 17,618,753
Receivables	
Taxes, net	23,175,598
Accounts	364,240
Water and sewer rents	247,149
State and Federal aid	152,957
Due from other governments	792,175
Prepaid expenses	229,105
Investment in joint venture	1,095,863
Capital assets	
Not being depreciated	5,631,786
Being depreciated, net	15,446,650
	64,754,276
Total Assets	
LIABILITIES	
Accounts payable	337,743
Accrued liabilities	324,061
Due to school districts	30,792,724
Unearned revenues	2,702
Accrued interest payable	65,062
Noncurrent liabilities	
Due within one year	1,049,824
Due in more than one year	20,317,486
	52,889,602
Total Liabilities	
NET POSITION	
Net investment in capital assets	11,049,908
Restricted for	
Capital projects	884,287
Property damage	194,023
Unemployment benefits	20,194
Debt service	454,747
Special Districts	
Water	183,237
Sewer	55,715
Street lighting	24,364
Permanent trusts	286,288
Other trusts	43,932
Parklands	1,472,323
Unrestricted	(2,804,344)
	11,864,674
Total Net Position	\$ 11,864,674

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

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Town of Somers, New York

Statement of Activities
 Year Ended December 31, 2014

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					
General government support	\$ 3,415,255	\$ 312,865	\$ 3,416	\$ -	\$ (3,098,974)
Public safety	1,926,297	114,298	-	-	(1,811,999)
Health	349,184	-	-	-	(349,184)
Transportation	3,852,600	151,663	185,600	-	(3,515,337)
Economic opportunity and development	666,209	40,000	183,314	-	(442,895)
Culture and recreation	2,892,685	455,203	18,860	-	(2,418,622)
Home and community services	1,391,495	1,069,993	718	34,700	(286,084)
Interest	325,502	-	-	36,308	(289,194)
Total Governmental Activities	\$ 14,819,227	\$ 2,144,022	\$ 391,908	\$ 71,008	(12,212,289)
General revenues					
Real property taxes					7,372,545
Other tax items					
Payments in lieu of taxes					2,754
Interest and penalties on real property taxes					276,100
Gain on sale of property acquired for taxes					4,400
Non-property taxes					
Non-property tax distribution from County					2,975,376
Franchise fees Cable TV					453,126
Unrestricted use of money and property					10,550
Sale of property and compensation of loss					16,431
Unrestricted State aid					688,082
Miscellaneous					35,600
Total General Revenues					11,834,964
Change in Net Position					(377,325)
Net Position - Beginning					12,241,999
Net Position - Ending					\$ 11,864,674

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

Town of Somers, New York

Balance Sheet
 Governmental Funds
 December 31, 2014

	General	Highway	Debt Service
ASSETS			
Cash and equivalents	\$ 12,302,401	\$ 1,262,158	\$ 453,988
Taxes receivable, net	23,175,598	-	-
Other receivables			
Accounts	304,645	37,697	-
Water and sewer rents	-	-	-
State and Federal aid	88,041	56,966	-
Due from other governments	787,761	-	-
Due from other funds	88,255	8,358	759
	<u>1,268,702</u>	<u>103,021</u>	<u>759</u>
Prepaid expenditures	148,026	51,345	-
Total Assets	<u>\$ 36,894,727</u>	<u>\$ 1,416,524</u>	<u>\$ 454,747</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 199,205	\$ 58,249	\$ -
Accrued liabilities	228,807	58,431	-
Due to school districts	30,792,724	-	-
Due to other funds	13,222	61,076	-
Unearned revenues	2,702	-	-
Total Liabilities	31,236,660	177,756	-
Deferred inflows of resources			
Deferred tax revenues	725,692	-	-
Total Liabilities and Deferred Inflows of Resources	<u>31,962,352</u>	<u>177,756</u>	<u>-</u>
Fund balances			
Nonspendable	148,026	51,345	-
Restricted	194,023	-	336,747
Assigned	1,040,500	1,187,423	118,000
Unassigned	3,549,826	-	-
Total Fund Balances	<u>4,932,375</u>	<u>1,238,768</u>	<u>454,747</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 36,894,727</u>	<u>\$ 1,416,524</u>	<u>\$ 454,747</u>

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

Capital Projects	Other Governmental	Total Governmental Funds
\$ 885,445	\$ 2,714,761	\$ 17,618,753
-	-	23,175,598
-	21,898	364,240
-	247,149	247,149
7,950	-	152,957
4,414	-	792,175
2,382	17,164	116,918
14,746	286,211	1,673,439
-	29,734	229,105
<u>\$ 900,191</u>	<u>\$ 3,030,706</u>	<u>\$ 42,696,895</u>
\$ 6,299	\$ 73,990	\$ 337,743
-	36,823	324,061
-	-	30,792,724
25,338	17,282	116,918
-	-	2,702
31,637	128,095	31,574,148
-	-	725,692
31,637	128,095	32,299,840
-	314,612	513,983
868,554	1,537,859	2,937,183
-	1,050,140	3,396,063
-	-	3,549,826
868,554	2,902,611	10,397,055
<u>\$ 900,191</u>	<u>\$ 3,030,706</u>	<u>\$ 42,696,895</u>

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Town of Somers, New York

Reconciliation of Governmental Funds Balance Sheet to
the Government-Wide Statement of Net Position
December 31, 2013

Fund Balances - Governmental Funds	<u>\$ 10,397,055</u>
Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	21,078,436
Investment in joint venture is not reported in the funds.	<u>1,095,863</u>
	<u>22,174,299</u>
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Real property taxes	<u>725,692</u>
Long-term and other liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(65,062)
Bonds payable	(10,679,240)
Compensated absences	(106,509)
Other postemployment benefit obligations payable	<u>(10,581,561)</u>
	<u>(21,432,372)</u>
Net Position of Governmental Activities	<u><u>\$ 11,864,674</u></u>

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

Town of Somers, New York

Statement of Revenues, Expenditures and Changes
in Fund Balances
Governmental Funds
Year Ended December 31, 2014

	General	Highway	Debt Service
REVENUES			
Real property taxes	\$ 3,074,105	\$ 2,786,178	\$ 150,695
Other tax items	283,254	-	-
Non-property taxes	3,428,502	-	-
Departmental income	809,102	-	-
Intergovernmental charges	40,000	134,939	-
Use of money and property	17,750	1,951	1,618
Licenses and permits	212,391	-	-
Fines and forfeitures	110,923	-	-
Sale of property and compensation for loss	16,431	14,182	-
Interfund revenues	24,353	1,063	-
State aid	759,599	179,381	-
Federal aid	74,928	-	-
Miscellaneous	83,214	4,802	34,690
Total Revenues	8,934,552	3,122,496	187,003
EXPENDITURES			
Current			
General government support	2,052,168	-	3,525
Public safety	1,089,136	-	-
Health	333,251	-	-
Transportation	291,912	2,011,438	-
Economic opportunity and development	404,828	-	-
Culture and recreation	1,081,521	-	-
Home and community services	181,415	-	-
Employee benefits	2,673,999	825,099	-
Debt service			
Principal	-	-	836,218
Interest	-	-	311,798
Capital outlay	-	-	-
Total Expenditures	8,108,230	2,836,537	1,151,541
Excess (Deficiency) of Revenues Over Expenditures	826,322	285,959	(964,538)
OTHER FINANCING SOURCES (USES)			
Bonds issued	-	-	-
Transfers in	7,000	-	900,316
Transfers out	(77,527)	(488,519)	-
Total Other Financing Sources (Uses)	(70,527)	(488,519)	900,316
Net Change in Fund Balances	755,795	(202,560)	(64,222)
FUND BALANCES			
Beginning of Year	4,176,580	1,441,328	518,969
End of Year	\$ 4,932,375	\$ 1,238,768	\$ 454,747

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

Capital Projects	Other Governmental	Total Governmental Funds
\$ -	\$ 1,469,216	\$ 7,480,194
-	-	283,254
-	-	3,428,502
-	814,693	1,623,795
-	-	174,939
-	2,923	24,242
-	-	212,391
-	-	110,923
-	-	30,613
-	41,825	67,241
-	5,364	944,344
-	-	74,928
34,700	4,020	161,426
<u>34,700</u>	<u>2,338,041</u>	<u>14,616,792</u>
-	-	2,055,693
-	-	1,089,136
-	-	333,251
-	22,869	2,326,219
-	-	404,828
-	774,311	1,855,832
-	754,612	936,027
-	389,054	3,888,152
-	-	836,218
-	-	311,798
1,256,920	-	1,256,920
<u>1,256,920</u>	<u>1,940,846</u>	<u>15,294,074</u>
<u>(1,222,220)</u>	<u>397,195</u>	<u>(677,282)</u>
2,000,000	-	2,000,000
85,729	183,416	1,176,461
(175,711)	(434,704)	(1,176,461)
<u>1,910,018</u>	<u>(251,288)</u>	<u>2,000,000</u>
687,798	145,907	1,322,718
<u>180,756</u>	<u>2,756,704</u>	<u>9,074,337</u>
<u>\$ 868,554</u>	<u>\$ 2,902,611</u>	<u>\$ 10,397,055</u>

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Town of Somers, 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, 2014

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

Net Change in Fund Balances - Total Governmental Funds	<u>\$ 1,322,718</u>
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This amount may be less than the total capital outlay since capital outlay includes amounts under the capitalization threshold. This is the amount by which capital outlays exceeded depreciation expense and the change in equity of the joint venture in the current period.</p>	
Capital outlay expenditures	1,530,831
Depreciation expense	(1,104,306)
Equity interest in joint venture	<u>(32,677)</u>
	<u>393,848</u>
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	
Real property taxes	<u>(107,649)</u>
<p>Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.</p>	
Principal paid on bonds	836,218
Bonds issued	<u>(2,000,000)</u>
	<u>(1,163,782)</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	(13,704)
Claims	333,129
Compensated absences	(501)
Other postemployment benefit obligations	<u>(1,141,384)</u>
	<u>(822,460)</u>
Change in Net Position of Governmental Activities	<u>\$ (377,325)</u>

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

Town of Somers, New York

Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
General and Highway Funds
Year Ended December 31, 2014

	General			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 2,896,269	\$ 2,896,269	\$ 3,074,105	\$ 177,836
Other tax items	202,700	202,700	283,254	80,554
Non-property taxes	3,190,300	3,190,300	3,428,502	238,202
Departmental income	693,370	693,370	809,102	115,732
Intergovernmental charges	40,000	40,000	40,000	-
Use of money and property	27,494	27,494	17,750	(9,744)
Licenses and permits	210,000	210,000	212,391	2,391
Fines and forfeitures	94,900	94,900	110,923	16,023
Sale of property and compensation for loss	100	100	16,431	16,331
Interfund revenues	21,720	21,720	24,353	2,633
State aid	926,915	926,915	759,599	(167,316)
Federal aid	88,091	88,091	74,928	(13,163)
Miscellaneous	91,700	91,700	83,214	(8,486)
Total Revenues	8,483,559	8,483,559	8,934,552	450,993
EXPENDITURES				
Current				
General government support	2,109,544	2,153,153	2,052,168	100,985
Public safety	1,171,405	1,141,405	1,089,136	52,269
Health	328,826	333,252	333,251	1
Transportation	294,894	295,404	291,912	3,492
Economic opportunity and development	430,565	430,565	404,828	25,737
Culture and recreation	1,131,591	1,099,769	1,081,521	18,248
Home and community services	194,309	194,681	181,415	13,266
Employee benefits	2,864,425	2,802,384	2,673,999	128,385
Total Expenditures	8,525,559	8,450,613	8,108,230	342,383
Excess (Deficiency) of Rev- enues Over Expenditures	(42,000)	32,946	826,322	793,376
OTHER FINANCING SOURCES (USES)				
Transfers in	7,000	7,000	7,000	-
Transfers out	-	(77,527)	(77,527)	-
Total Other Financing Sources (Uses)	7,000	(70,527)	(70,527)	-
Net Change in Fund Balances	(35,000)	(37,581)	755,795	793,376
FUND BALANCES				
Beginning of Year	35,000	37,581	4,176,580	4,138,999
End of Year	\$ -	\$ -	\$ 4,932,375	\$ 4,932,375

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

Highway			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,786,178	\$ 2,786,178	\$ 2,786,178	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
45,000	45,000	134,939	89,939
3,000	3,000	1,951	(1,049)
-	-	-	-
-	-	-	-
11,000	11,000	14,182	3,182
7,000	7,000	1,063	(5,937)
171,825	171,825	179,381	7,556
-	-	-	-
-	-	4,802	4,802
<u>3,024,003</u>	<u>3,024,003</u>	<u>3,122,496</u>	<u>98,493</u>
-	-	-	-
-	-	-	-
-	-	-	-
1,883,939	2,012,561	2,011,438	1,123
-	-	-	-
-	-	-	-
-	-	-	-
870,058	830,620	825,099	5,521
<u>2,753,997</u>	<u>2,843,181</u>	<u>2,836,537</u>	<u>6,644</u>
<u>270,006</u>	<u>180,822</u>	<u>285,959</u>	<u>105,137</u>
-	-	-	-
(738,500)	(649,316)	(488,519)	160,797
(738,500)	(649,316)	(488,519)	160,797
(468,494)	(468,494)	(202,560)	265,934
<u>468,494</u>	<u>468,494</u>	<u>1,441,328</u>	<u>972,834</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,238,768</u>	<u>\$ 1,238,768</u>

Town of Somers, New York

Statement of Assets and Liabilities

Fiduciary Fund

December 31, 2014

	<u>Agency Fund</u>
ASSETS	
Cash and equivalents	<u>\$ 1,096,157</u>
LIABILITIES	
Accounts payable	\$ 142,102
Deposits	<u>954,055</u>
Total Liabilities	<u>\$ 1,096,157</u>

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

Town of Somers, New York

Notes to Financial Statements
December 31, 2014

Note 1 - Summary of Significant Accounting Policies

The Town of Somers, 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 both the chief executive and 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 Town's reporting entity.

B. Government-Wide Financial Statements

The government-wide financial statements (i.e. the Statement of Net Position and the Statement of Activities) report information on all non-fiduciary activities of the Town as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used.

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 1 - Summary of Significant Accounting Policies (Continued)

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.

C. Fund Financial Statements

The accounts of the Town are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances/net position, revenues and expenditures. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The Town maintains the minimum number of funds consistent with legal and managerial requirements. The focus of governmental fund financial statements is on major funds as that term is defined in professional pronouncements. Each major fund is to be presented in a separate column, with non-major funds, 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 in that it includes all revenues and expenditures not required by law to be accounted for in other funds.

Special Revenue Funds - Special revenue funds are established to account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specific purposes other than debt service and capital projects. The Highway Fund is a major special revenue fund. The Highway Fund is used to account for road and bridge maintenance and improvements as defined in the Highway Law of the State of New York. The major revenues of this fund are real property taxes.

Debt Service Fund - The Debt Service Fund is provided to account for the accumulation of 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.

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

Special Revenue Funds:

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

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

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

Permanent Fund - The Permanent Fund is used to account for assets held by the Town in accordance with the terms of a trust agreement where the principal amount cannot be expended.

- b. Fiduciary Funds (Not Included in Government-Wide Financial Statements) - Fiduciary funds are used to account for assets held by the Town in an agency capacity on behalf of others. The Town's Agency Fund is primarily utilized to account for various deposits that are payable to other jurisdictions or individuals.

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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 State grants are accrued when the expenditure is made. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and other post employment benefit obligations are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

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

Deposits and Risk Disclosure

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

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

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit at 100% of all deposits not covered by Federal deposit insurance. The Town has entered into custodial agreements with the various banks, which hold their deposits. These agreements authorize the obligations that may be pledged as collateral. Such obligations include, among other instruments, obligations of the United States and its agencies and obligations of the State and its municipal and school district subdivisions.

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 1 - Summary of Significant Accounting Policies (Continued)

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, 2014.

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

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

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

Other Receivables - Other receivables include amounts due from other governments and individuals for services provided by the Town. Receivables are recorded and revenues recognized as earned or as specific program expenditures 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, 2014 balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

Prepaid Expenses/Expenditures - Certain payments to vendors reflect costs applicable to future accounting periods, and are recorded as prepaid items using the consumption method in both the government wide and fund financial statements. Prepaid expenses/expenditures consist of costs which have been satisfied prior to the end of the fiscal year, but represent items which have been provided for in the subsequent year's budget and will benefit such periods. Reported amounts in the fund financial statements are equally offset by a reservation of fund balance, which indicates

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 1 - Summary of Significant Accounting Policies (Continued)

that these amounts do not constitute "available spendable resources" even though they are a component of current assets.

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

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

Capital Assets - Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

Land and construction-in-progress are not depreciated. Property, plant and equipment 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	20-50
Machinery and equipment	5-20
Infrastructure	20-50

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

Unearned Revenues - Unearned revenues arise when assets are recognized before revenue recognition criteria has been satisfied. In government-wide financial statements, unearned

Note 1 - Summary of Significant Accounting Policies (Continued)

revenues consist of amounts received in advance and/or grants received before the eligibility requirements have been met.

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Town has reported unearned revenues of \$2,702 for grants received in advance in the General Fund. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

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

The Town has reported deferred inflows of resources of \$725,692 for real property taxes in the General Fund. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

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

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

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

Net Position - Net position represent the difference between assets and liabilities. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position on the Statement of Net

Note 1 - Summary of Significant Accounting Policies (Continued)

Position includes, net investment in capital assets, restricted for capital projects, property damage, unemployment benefits, debt service, special districts, permanent trusts, other trusts and parklands. The balance is classified as unrestricted.

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

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

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

Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. The Town Board is the highest level of decision making authority for the Town that can, by the adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, these funds may only be used for the purpose specified unless the entity removes or changes the purpose by taking the same action that was used to establish the commitment. This classification includes certain amounts established and approved by the Town Board.

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

Unassigned fund balance, in the General Fund, represents amounts not classified as nonspendable, restricted, committed or assigned. The General Fund is the only fund that would report a positive amount in unassigned fund balance. For all governmental funds other than the General Fund, unassigned fund balance would necessarily be negative,

Note 1 - Summary of Significant Accounting Policies (Continued)

since the fund's liabilities and deferred inflows of resources, together with amounts already classified as nonspendable, restricted and committed would exceed the fund's assets and deferred outflows of resources.

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

F. Encumbrances

In governmental funds, encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve applicable appropriations, is generally employed as an extension of formal budgetary integration in the General, Highway and certain non-major 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, deferred outflows of resources, liabilities and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

H. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is April 29, 2015.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

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

- a) Prior to October 20th, the head of each administrative unit shall submit to the budget officer an estimate of revenues and expenditures for such administrative unit for the ensuing year.

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 2 - Stewardship, Compliance and Accountability (Continued)

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

Note 2 - Stewardship, Compliance and Accountability (Continued)

B. Property Tax Limitation

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

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

C. Expenditures in Excess of Budget/Deficits

The expenditures of the Acquisition of Infrastructure Heritage Hills capital project exceeded its budget provision by \$4,203 creating a deficit in a like amount.

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds

A. Taxes Receivable

Taxes receivable at December 31, 2014 consisted of the following:

Town and County taxes - Current	\$	140,974
School districts taxes - Current		22,384,521
Tax liens		650,103
Property acquired for taxes		<u>724,192</u>
		23,899,790
Allowance for uncollectible taxes		<u>(724,192)</u>
	\$	<u>23,175,598</u>

School district taxes are offset by liabilities to the school districts, which will be paid no later than April 5, 2015. Taxes receivable are also partially offset by deferred tax revenues of \$725,692 which represents an estimate of the taxes receivable which will not be collected within the first sixty days of the subsequent year.

B. Due From/To Other Funds

The balances reflected as due from/to other funds at December 31, 2014 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 88,255	\$ 13,222
Highway	8,358	61,076
Debt Service	759	-
Capital Projects	2,382	25,338
Non-Major Governmental	<u>17,164</u>	<u>17,282</u>
	<u>\$ 116,918</u>	<u>\$ 116,918</u>

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

C. Investment in Joint Venture

The Town together with the Town of Yorktown, the Town of Cortlandt and the Montrose Improvement District, participate in the Northern Westchester Joint Water Works. The purpose of the joint venture is to construct, maintain and operate a water works transmission system for its members. The Town has an equity interest in the joint venture of 6%.

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

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

Total Assets	\$ 21,900,296
Total Liabilities	3,635,917
Total Equity	18,264,379
Total Operating Revenues	10,142,888
Total Non-Operating Revenues	20,118
Total Expenses	10,707,622

D. Capital Assets

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

	Balance January 1, 2014	Additions	Deletions	Balance December 31, 2014
Capital Assets, not being depreciated:				
Land	\$ 5,581,179	\$ -	\$ -	\$ 5,581,179
Construction in progress	-	50,607	-	50,607
	<u>5,581,179</u>	<u>50,607</u>	<u>-</u>	<u>5,631,786</u>
Capital Assets, being depreciated:				
Buildings and improvements	\$ 6,378,196	\$ 1,206,908	\$ -	\$ 7,585,104
Machinery and equipment	4,470,541	256,944	21,594	4,705,891
Infrastructure	29,213,395	16,372	-	29,229,767
	<u>40,062,132</u>	<u>1,480,224</u>	<u>21,594</u>	<u>41,520,762</u>
Total Capital Assets, being depreciated				
Less Accumulated Depreciation for:				
Buildings and improvements	3,041,913	259,161	-	3,301,074
Machinery and equipment	3,766,699	198,800	21,594	3,943,905
Infrastructure	18,182,788	646,345	-	18,829,133
	<u>24,991,400</u>	<u>1,104,306</u>	<u>21,594</u>	<u>26,074,112</u>
Total Accumulated Depreciation				
Total Capital Assets, being depreciated, net	<u>\$ 15,070,732</u>	<u>\$ 375,918</u>	<u>\$ -</u>	<u>\$ 15,446,650</u>
Capital Assets, net	<u>\$ 20,651,911</u>	<u>\$ 426,525</u>	<u>\$ -</u>	<u>\$ 21,078,436</u>

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

General Government Support	\$ 2,330
Public Safety	20,274
Transportation	669,677
Economic Opportunity and Development	9,223
Culture and Recreation	127,272
Home and Community Services	<u>275,530</u>
Total Depreciation Expense	<u>\$ 1,104,306</u>

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

E. Accrued Liabilities

Accrued liabilities at December 31, 2014 were as follows:

	Fund			Total
	General	Highway	Non-Major Governmental	
Payroll and Employee Benefits	\$ 228,807	\$ 58,431	\$ 36,823	\$ 324,061

F. Pension Plans

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

Funding Policy - The Systems are non-contributory except for employees in tiers 3 and 4 that have less than ten years of service, who contribute 3% of their salary, employees in tier 5 who also contribute 3% of their salary without regard to their years of service and employees in tier 6 who contribute between 3% and 6% depending on salary levels and also without regard to years of service. Contributions are certified by the State Comptroller and expressed as a percentage of members' salary. Contribution rates are actuarially determined and based upon membership tier and plan. Contributions consist of a life insurance portion and a regular pension contribution. Contribution rates for the plans' year's ended March 31, 2015 are as follows:

	Tier/Plan	Rate
ERS	1 75I	27.4 %
	3 A14	20.1
	4 A15	20.1
	5 A15	16.4
	6 A15	10.8
PFRS	2 375I	19.9 %

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

	ERS	PFRS
2014	\$ 729,460	\$ 25,911
2013	787,654	26,612
2012	597,975	21,019

Town of Somers, New York

Notes to Financial Statements (Continued)
 December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

The ERS and PFRS contributions were equal to 100% of the actuarially required contributions for each respective fiscal year.

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

<u>Fund</u>	<u>Amount</u>
General	\$ 451,309
Highway	175,508
Public Library	73,693
Special Districts - Water District No. 2 - Amawalk Shenorock	<u>28,950</u>
	<u>\$ 729,460</u>

G. Claims Payable

The government-wide financial statements reflect health claim liabilities, which are based upon estimates of the ultimate cost of claims (including future claim adjustment expenses) that have been reported, but not settled, and of claims that have been incurred but not reported. The length of time for which such costs must be estimated varies depending on the coverage involved. Because actual claim costs depend on such complex factors as inflation, changes in doctrines of legal liability and damage awards, the process used in computing claim liabilities does not necessarily result in an exact amount. Claim liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency and other economic and social factors. A provision for inflation in the calculation of estimated future claims costs is implicit in the calculation because reliance is placed both on actual historical data that reflects past inflation and other factors that are considered to be appropriate modifiers of past experience. Effective August 31, 2014 the Town is no longer a participant in the Municipal Employee Benefits Consortium as they have joined the New York State Health Insurance Program.

An analysis of the activity of unpaid claim liabilities is as follows:

	<u>2014</u>	<u>2013</u>
Balance - Beginning of Year	\$ 333,129	\$ 317,016
Provision for Claims and Claims Adjustment Expenses	1,173,847	2,198,216
Claims and Claims Adjustment Expenses Paid	<u>(1,506,976)</u>	<u>(2,182,103)</u>
Balance - End of Year	<u>\$ -</u>	<u>\$ 333,129</u>

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

H. Long-Term Liabilities

The following table summarizes changes in the Town's long-term indebtedness for the year ended December 31, 2014:

	Balance January 1, 2014	New Issues/ Additions	Maturities and/or Payments	Balance December 31, 2014	Due Within One Year
Bonds Payable					
Capital Construction	\$ 8,784,633	\$ 2,000,000	\$ 756,105	\$ 10,028,528	\$ 955,776
Other	730,825	-	80,113	650,712	83,048
	<u>9,515,458</u>	<u>2,000,000</u>	<u>836,218</u>	<u>10,679,240</u>	<u>1,038,824</u>
Other Non-current Liabilities					
Compensated Absences	106,008	11,501	11,000	106,509	11,000
Other Post Employment Benefit Obligations Payable	9,440,177	1,770,146	628,762	10,581,561	-
Total Other Non-current Liabilities	<u>9,546,185</u>	<u>1,781,647</u>	<u>639,762</u>	<u>10,688,070</u>	<u>11,000</u>
Long-Term Liabilities	<u>\$ 19,061,643</u>	<u>\$ 3,781,647</u>	<u>\$ 1,475,980</u>	<u>\$ 21,367,310</u>	<u>\$ 1,049,824</u>

Each governmental fund's liability for compensated absences and other post employment benefit obligations is liquidated by the General, Highway and Special District funds. The Town's indebtedness for bonds is satisfied by the Debt Service Fund, which is funded primarily by the General, Highway and Special Districts funds.

Bonds Payable

Bonds payable at December 31, 2014 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at December 31, 2014
Public Improvement Bonds	2006	\$ 4,100,000	05/2036	4.250 - 5.250 %	\$ 3,300,000
Public Improvement Bonds	2009	2,000,000	05/2019	2.250 - 5.000	1,080,000
Environmental Facilities Corporation Refunding Bonds 2011 A	2011	3,648,590	05/2022	.789 - 3.989	2,474,248
Environmental Facilities Corporation Refunding Bonds 2011 C	2011	502,701	11/2021	.593 - 3.566	379,992
Public Improvement Bonds	2011	2,000,000	05/2021	2.000 - 4.000	1,445,000
Public Improvement Bonds	2014	2,000,000	05/2024	2.000 - 2.500	2,000,000
					<u>\$ 10,679,240</u>

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

Interest expenditures of \$311,798, were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$325,502 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, 2014, including interest payments of \$2,780,077 are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 1,038,824	\$ 370,746	\$ 1,409,570
2016	1,076,803	328,760	1,405,563
2017	1,104,838	293,810	1,398,648
2018	1,123,491	258,833	1,382,324
2019	1,161,470	221,066	1,382,536
2020-2024	3,033,814	678,886	3,712,700
2025-2029	755,000	399,488	1,154,488
2030-2034	950,000	208,800	1,158,800
2035-2036	435,000	19,688	454,688
	<u>\$ 10,679,240</u>	<u>\$ 2,780,077</u>	<u>\$ 13,459,317</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

Civil service employees may accumulate and carryover up to ten vacation days. Upon separation of service, employees will be compensated for unused leave. Employees may accumulate unused sick leave, however, upon separation of service, they are not compensated for this leave. The Town has determined that the potential liability for compensated absences as of December 31, 2014 was \$106,509. The value of all compensated absences has been recorded in the government-wide financial statements.

Other Post Employment Benefit Obligations Payable

In addition to providing pension benefits, the Town provides certain health care benefits for retired employees through a single employer defined benefit plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Town may vary according to length of service. Substantially all of the Town's employees may become eligible for those benefits if they reach normal retirement age while working for the Town. The cost of retiree health care benefits is recognized as an expenditure as claims are paid in the fund financial statements. The Town has recognized revenues and expenditures of \$35,030 for Medicare Part D payments made directly to its health insurance carrier on behalf of its retirees.

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

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

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

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

<u>Fiscal Year</u>	<u>Pre-65 Medical</u>	<u>Post-65 Medical</u>	<u>Prescription Drug</u>
2014	8.50	7.00	6.250
2015	8.00	6.50	6.000
2016	7.50	6.25	5.750
2017	7.00	6.00	5.500
2018	6.50	5.75	5.375
2019	6.00	5.50	5.250
2020	5.50	5.25	5.125
2021 +	5.00	5.00	5.000

The amortization basis is the level dollar of payroll method with an open amortization approach with 23 years remaining in the amortization period. The unit credit method was used to determine the actuarial value of the assets of the OPEB plan. The actuarial assumptions included a 4% investment rate of return and a 2.5% inflation rate. The Town currently has no assets set aside for the purpose of paying post employment benefits. The actuarial cost method utilized was the unit credit method.

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

The number of participants as of January 1, 2014 was as follows:

Active Employees	80
Retired Employees and Dependents	<u>88</u>
Total	<u>168</u>
Amortization Component:	
Actuarial Accrued Liability as of January 1, 2013	\$ 20,618,568
Assets at Market Value	<u>-</u>
Unfunded Actuarial Accrued Liability ("UAAL")	<u>\$ 20,618,568</u>
Funded Ratio	<u>0.00%</u>
Covered Payroll (Active plan members)	<u>\$ 4,273,363</u>
UAAL as a Percentage of Covered Payroll	<u>482.49%</u>
Annual Required Contribution	\$ 1,918,113
Interest on Net OPEB Obligation	331,952
Adjustment to Annual Required Contribution	<u>(479,919)</u>
Annual OPEB Cost	1,770,146
Contributions Made	<u>(628,762)</u>
Increase in Net OPEB Obligation	1,141,384
Net OPEB Obligation - Beginning of Year	<u>9,440,177</u>
Net OPEB Obligation - End of Year	<u>\$ 10,581,561</u>

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

Fiscal Year Ended December 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2014	\$ 1,770,146	35.52 %	\$ 10,581,561
2013	1,770,146	35.52	9,440,177
2012	2,450,621	35.16	8,298,793

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

I. Revenues and Expenditures

Interfund Transfers

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

Transfers Out	Transfers In				Total
	General Fund	Debt Service	Capital Projects Fund	Non-Major Governmental Funds	
General Fund	\$ -	\$ -	\$ 69,822	\$ 7,705	\$ 77,527
Highway Fund	7,000	481,519	-	-	488,519
Capital Project Fund	-	-	-	175,711	175,711
Non-Major Governmental Funds	-	418,797	15,907	-	434,704
	<u>\$ 7,000</u>	<u>\$ 900,316</u>	<u>\$ 85,729</u>	<u>\$ 183,416</u>	<u>\$ 1,176,461</u>

Transfers are used to 1) move amounts to the Debt Service Fund from the operating funds as debt service principal and interest payments become due and 2) move amounts earmarked in the operating funds to fulfill commitments for General, Capital Projects and Special Districts funds expenditures.

J. Net Position

The components of net position are detailed below:

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

Restricted for Capital Projects - the component of net position that reports the amounts restricted for capital projects, exclusive of unexpended bond proceeds and unrestricted interest earnings.

Restricted for Property Damage - the component of net position that has been established to set aside funds to be used to self-insure the Town for its deductibles for annual property damage claims, pursuant to General Municipal Law.

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

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

Restricted for Special Districts - the component of net position that reports funds restricted for specific purposes under New York State Law.

Restricted for Permanent Trusts - the component of net position that has been established to set aside funds in accordance with the terms of the trusts where the principal amount cannot be expended.

Restricted for Other Trusts - the component of net position that has been established to set aside funds in accordance with the terms of the trusts.

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

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

K. Fund Balances

	2014						2013					
	General Fund	Highway Fund	Debt Service Fund	Capital Projects Fund	Non-Major Governmental Funds	Total	General Fund	Highway Fund	Debt Service Fund	Capital Projects Fund	Non-Major Governmental Funds	Total
Nonspendable												
Prepaid expenditures	\$ 148,026	\$ 51,345	\$ -	\$ -	\$ 29,734	\$ 229,105	\$ 373,915	\$ 103,374	\$ -	\$ -	\$ 61,054	\$ 538,343
Trust principal	-	-	-	-	284,878	284,878	-	-	-	-	284,878	284,878
Total Nonspendable	148,026	51,345	-	-	314,612	513,983	373,915	103,374	-	-	345,932	823,221
Restricted												
Capital projects	-	-	-	868,554	-	868,554	-	-	-	180,756	-	180,756
Debt service	-	-	336,747	-	-	336,747	-	-	418,969	-	-	418,969
Property damage	194,023	-	-	-	-	194,023	196,115	-	-	-	-	196,115
Unemployment benefits	-	-	-	-	20,194	20,194	-	-	-	-	20,173	20,173
Parklands	-	-	-	-	1,469,601	1,469,601	-	-	-	-	1,483,902	1,483,902
Trusts	-	-	-	-	48,064	48,064	-	-	-	-	47,923	47,923
Total Restricted	194,023	-	336,747	868,554	1,537,859	2,937,183	196,115	-	418,969	180,756	1,551,998	2,347,838
Assigned												
Purchases on order												
General government support	15,500	-	-	-	-	15,500	-	-	-	-	-	-
Transportation	-	58,334	-	-	-	58,334	-	168,494	-	-	-	168,494
Subsequent year's expenditures	125,000	160,000	118,000	-	-	403,000	35,000	300,000	100,000	-	-	435,000
Subsequent year's expenditures - Library	-	-	-	-	20,000	20,000	-	-	-	-	50,000	50,000
Capital costs	550,000	-	-	-	-	550,000	1,467	-	-	-	-	1,467
Tax certiorari	350,000	-	-	-	-	350,000	213,248	-	-	-	-	213,248
Highway	-	969,089	-	-	-	969,089	-	869,460	-	-	-	869,460
Library	-	-	-	-	383,364	383,364	-	-	-	-	347,053	347,053
Special Districts	-	-	-	-	646,776	646,776	-	-	-	-	461,721	461,721
Total Assigned	1,040,500	1,187,423	118,000	-	1,050,140	3,396,063	249,715	1,337,954	100,000	-	858,774	2,548,443
Unassigned												
	3,549,826	-	-	-	-	3,549,826	3,356,835	-	-	-	-	3,356,835
Total Fund Balances	\$ 4,932,375	\$ 1,238,768	\$ 454,747	\$ 868,554	\$ 2,902,611	\$ 10,397,055	\$ 4,176,580	\$ 1,441,328	\$ 518,969	\$ 180,756	\$ 2,756,704	\$ 9,074,337

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

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

Prepaid Expenditures has been provided to account for certain payments made in advance. The reserve indicates that the funds are not "available" for appropriation or expenditure even though they are a component of current assets.

Subsequent year's expenditures represent that at December 31, 2014, the Town Board has assigned the above amounts to be appropriated for the ensuing year's budget.

Capital Costs - This has been established to fund future capital costs.

Tax Certiorari - This has been established to set aside funds to meet anticipated judgments and claims arising out of tax certiorari proceedings.

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

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

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

The Town is the defendant in various actions, all of which are within the limits of the Town's insurance coverage. Counsel has indicated that the insurance companies are vigorously defending those claims and that there is adequate insurance to cover these contingencies.

The Town is also defendant in various claims by taxpayers for redetermination of assessed valuation and special franchises. The settlement of such claims could result in the payment of refunds by the Town. However, the amount of the possible refunds cannot be determined at the present time. Any payments resulting from such claims will be funded in the year the payment is made.

B. Risk Management

The Town purchases various conventional insurance policies to reduce its exposure to loss. The general liability, public officials liability, commercial automobile and police professional liability policies each provide for coverage with an occurrence limit of \$1 million. The Town also maintains an excess liability policy with a limit of \$12 million occurrence over general liability, automobile, police professional and public officials liability. The Town purchases conventional workers' compensation insurance with coverage at statutory levels. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past three fiscal years. The Town is self-insured for property damage as it relates to glass damage not covered by conventional insurance and deductibles. Effective August 31, 2014 the Town is no longer a participant in the Municipal Employee Benefits Consortium as they have joined the New York State Health Insurance Program.

Town of Somers, New York

Notes to Financial Statements (Concluded)
December 31, 2014

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

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 may be established at a future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the Town anticipates such amounts, if any, to be immaterial.

Town of Somers, New York

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

Valuation Date	Actuarial		Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
	Value of Assets	Accrued Liability				
January 1, 2012	\$ -	\$ 25,779,243	\$ 25,779,243	- %	\$ 3,954,514	651.89 %
January 1, 2013	-	20,618,568	20,618,568	-	4,273,363	482.49
January 1, 2014	-	20,618,568	20,618,568	-	4,273,363	482.49

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Town of Somers, New York

General Fund
 Comparative Balance Sheet
 December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and equivalents	\$ 12,302,401	\$ 11,681,331
Taxes receivable, net of allowance for uncollectible taxes of \$724,192 in 2014 and 2013	<u>23,175,598</u>	<u>22,091,644</u>
Other receivables		
Accounts	304,645	154,740
State and Federal aid	88,041	110,642
Due from other governments	787,761	757,638
Due from other funds	<u>88,255</u>	<u>331,575</u>
	<u>1,268,702</u>	<u>1,354,595</u>
Prepaid expenditures	<u>148,026</u>	<u>373,915</u>
Total Assets	<u>\$ 36,894,727</u>	<u>\$ 35,501,485</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 199,205	\$ 205,686
Accrued liabilities	228,807	92,366
Due to school districts	30,792,724	30,128,879
Due to other funds	13,222	46,843
Unearned revenues	<u>2,702</u>	<u>17,790</u>
Total Liabilities	31,236,660	30,491,564
Deferred inflows of resources		
Deferred tax revenues	<u>725,692</u>	<u>833,341</u>
Total Liabilities and Deferred Inflows of Resources	<u>31,962,352</u>	<u>31,324,905</u>
Fund balance		
Nonspendable	148,026	373,915
Restricted	194,023	196,115
Assigned	1,040,500	249,715
Unassigned	<u>3,549,826</u>	<u>3,356,835</u>
Total Fund Balance	<u>4,932,375</u>	<u>4,176,580</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 36,894,727</u>	<u>\$ 35,501,485</u>

Town of Somers, New York

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

	2014			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 2,896,269	\$ 2,896,269	\$ 3,074,105	\$ 177,836
Other tax items	202,700	202,700	283,254	80,554
Non-property taxes	3,190,300	3,190,300	3,428,502	238,202
Departmental income	693,370	693,370	809,102	115,732
Intergovernmental charges	40,000	40,000	40,000	-
Use of money and property	27,494	27,494	17,750	(9,744)
Licenses and permits	210,000	210,000	212,391	2,391
Fines and forfeitures	94,900	94,900	110,923	16,023
Sale of property and compensation for loss	100	100	16,431	16,331
Interfund revenues	21,720	21,720	24,353	2,633
State aid	926,915	926,915	759,599	(167,316)
Federal aid	88,091	88,091	74,928	(13,163)
Miscellaneous	91,700	91,700	83,214	(8,486)
Total Revenues	8,483,559	8,483,559	8,934,552	450,993
EXPENDITURES				
Current				
General government support	2,109,544	2,153,153	2,052,168	100,985
Public safety	1,171,405	1,141,405	1,089,136	52,269
Health	328,826	333,252	333,251	1
Transportation	294,894	295,404	291,912	3,492
Economic opportunity and development	430,565	430,565	404,828	25,737
Culture and recreation	1,131,591	1,099,769	1,081,521	18,248
Home and community services	194,309	194,681	181,415	13,266
Employee benefits	2,864,425	2,802,384	2,673,999	128,385
Total Expenditures	8,525,559	8,450,613	8,108,230	342,383
Excess (Deficiency) of Revenues Over Expenditures	(42,000)	32,946	826,322	793,376
OTHER FINANCING SOURCES (USES)				
Transfers in	7,000	7,000	7,000	-
Transfers out	-	(77,527)	(77,527)	-
Total Other Financing Sources (Uses)	7,000	(70,527)	(70,527)	-
Net Change in Fund Balance	(35,000)	(37,581)	755,795	793,376
FUND BALANCE				
Beginning of Year	35,000	37,581	4,176,580	4,138,999
End of Year	\$ -	\$ -	\$ 4,932,375	\$ 4,932,375

2013			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 3,010,868	\$ 3,010,868	\$ 2,891,207	\$ (119,661)
202,660	202,660	249,830	47,170
3,030,000	3,030,000	3,360,143	330,143
582,120	582,120	766,346	184,226
35,000	35,000	35,000	-
27,353	27,353	25,614	(1,739)
213,000	213,000	299,072	86,072
95,000	95,000	102,324	7,324
-	-	32,716	32,716
21,300	21,300	35,374	14,074
879,442	879,442	1,028,023	148,581
55,830	55,830	115,636	59,806
83,100	84,675	114,130	29,455
<u>8,235,673</u>	<u>8,237,248</u>	<u>9,055,415</u>	<u>818,167</u>
2,001,406	2,226,450	2,171,179	55,271
1,131,671	1,131,671	1,059,118	72,553
312,034	313,034	312,309	725
280,371	280,371	271,173	9,198
452,400	453,180	446,017	7,163
1,169,151	1,203,126	1,177,715	25,411
162,940	162,940	151,155	11,785
2,732,700	2,652,105	2,422,130	229,975
<u>8,242,673</u>	<u>8,422,877</u>	<u>8,010,796</u>	<u>412,081</u>
<u>(7,000)</u>	<u>(185,629)</u>	<u>1,044,619</u>	<u>1,230,248</u>
7,000	7,000	5,000	2,000
<u>-</u>	<u>(261,220)</u>	<u>(261,220)</u>	<u>-</u>
<u>7,000</u>	<u>(254,220)</u>	<u>(256,220)</u>	<u>2,000</u>
-	(439,849)	788,399	1,228,248
-	439,849	3,388,181	2,948,332
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,176,580</u>	<u>\$ 4,176,580</u>

Town of Somers, New York

General Fund
 Schedule of Revenues and Other Financing Sources Compared to Budget
 Year Ended December 31, 2014
 (With Comparative Actuals for 2013)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2013 Actual
REAL PROPERTY TAXES	\$ 2,896,269	\$ 2,896,269	\$ 3,074,105	\$ 177,836	\$ 2,891,207
OTHER TAX ITEMS					
Payments in lieu of taxes	2,700	2,700	2,754	54	2,674
Interest and penalties on real property taxes	200,000	200,000	276,100	76,100	247,156
Gain on sale of property acquired for taxes	-	-	4,400	4,400	-
	202,700	202,700	283,254	80,554	249,830
NON-PROPERTY TAXES					
Non-property tax distribution from County	2,800,000	2,800,000	2,975,376	175,376	2,874,408
Franchise fees	390,300	390,300	453,126	62,826	485,735
Cable TV	3,190,300	3,190,300	3,428,502	238,202	3,360,143
DEPARTMENTAL INCOME					
Town Clerk fees	11,800	11,800	14,710	2,910	8,013
Engineering fees	82,000	82,000	242,042	160,042	94,878
Police fees	5,000	5,000	-	(5,000)	-
Public safety fees	3,000	3,000	3,375	375	4,175
Parking lots and garages	2,070	2,070	1,950	(120)	2,190
Parks and recreation charges	480,000	480,000	424,914	(55,086)	500,794
Recreation concessions	25,000	25,000	13,025	(11,975)	10,417
Zoning fees	2,000	2,000	1,800	(200)	2,860
Planning Board fees	67,500	67,500	78,558	11,058	118,037
Vital statistics fees	10,000	10,000	13,720	3,720	12,280
Other	5,000	5,000	15,008	10,008	12,702
	693,370	693,370	809,102	115,732	766,346
INTERGOVERNMENTAL CHARGES					
Programs for the aging	40,000	40,000	40,000	-	35,000

USE OF MONEY AND PROPERTY

Earnings on investments	20,300	20,300	10,550	(9,750)	18,562
Rental of real property	7,194	7,194	7,200	6	7,052

LICENSES AND PERMITS

Dog licenses	27,494	27,494	17,750	(9,744)	25,614
Building and alteration permits	15,000	15,000	20,185	5,185	18,607
	195,000	195,000	192,206	(2,794)	280,465

FINES AND FORFEITURES

Fines and forfeited bail	210,000	210,000	212,391	2,391	299,072
	94,900	94,900	110,923	16,023	102,224

**SALE OF PROPERTY AND
COMPENSATION FOR LOSS**

Other sales	100	100	138	38	316
Insurance recoveries	-	-	16,293	16,293	32,500

INTERFUND REVENUES

Services to other governments	100	100	16,431	16,331	32,816
	21,720	21,720	24,353	2,633	35,374

STATE AID

Per capita	52,000	52,000	53,185	1,185	53,185
Mortgage tax	800,000	800,000	634,897	(165,103)	889,340
Programs for the aging	74,915	74,915	68,101	(6,814)	84,861
Other	-	-	3,416	3,416	637
	926,915	926,915	759,599	(167,316)	1,028,023

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Town of Somers, New York

General Fund
 Schedule of Revenues and Other Financing Sources Compared to Budget (Continued)
 Year Ended December 31, 2014
 (With Comparative Actuals for 2013)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2013 Actual
FEDERAL AID					
Emergency management assistance Programs for the aging	\$ -	\$ -	\$ 3,504	\$ 3,504	\$ 105,368
	88,091	88,091	71,424	(16,667)	10,268
	88,091	88,091	74,928	(13,163)	115,636
MISCELLANEOUS					
Refund of prior year's expenditures	-	-	110	110	2,546
Gifts and donations	63,700	63,700	47,614	(16,086)	55,745
Medicare part D reimbursement	27,500	27,500	35,030	7,530	40,000
Other grants	-	-	-	-	12,195
Other	500	500	460	(40)	3,644
	91,700	91,700	83,214	(8,486)	114,130
TOTAL REVENUES	8,483,559	8,483,559	8,934,552	450,993	9,055,415
OTHER FINANCING SOURCES					
Transfers in Highway Fund	7,000	7,000	7,000	-	5,000
TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 8,490,559	\$ 8,490,559	\$ 8,941,552	\$ 450,993	\$ 9,060,415

Town of Somers, New York

General Fund
 Schedule of Expenditures and Other Financing Uses Compared to Budget
 Year Ended December 31, 2014
 (With Comparative Actuals for 2013)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2013 Actual
GENERAL GOVERNMENT SUPPORT					
Town Board	\$ 58,728	\$ 58,728	\$ 55,224	\$ 3,504	\$ 64,909
Town Justice	217,296	217,296	213,908	3,388	207,820
Supervisor	222,598	224,018	224,018	-	218,391
Finance	213,099	213,099	203,771	9,328	194,225
Auditor	46,000	46,000	45,500	500	45,600
Tax collection	99,756	100,489	100,489	-	95,452
Assessment	136,485	136,485	133,711	2,774	130,347
Town Clerk	130,917	130,917	130,229	688	127,151
Town Attorney	151,880	166,180	166,175	5	159,243
Engineer	159,927	159,927	148,909	11,018	149,400
Elections	30,850	30,850	30,320	530	29,482
Records management	11,986	11,986	10,133	1,853	10,551
Central services					
Operation of plant/buildings	145,208	145,208	125,746	19,462	141,287
Central supply	26,000	26,000	21,585	4,415	450
Central storeroom	1,000	1,000	776	224	130
Central printing and mailing	35,500	35,500	33,021	2,479	30,893
Central data processing	96,962	96,962	86,800	10,162	86,078
Special items					
Unallocated insurance	230,000	230,000	218,521	11,479	203,508
Municipal association dues	4,000	4,180	4,180	-	3,605
Judgments and claims	5,000	66,512	66,456	56	241,944
Property loss	400	400	-	400	-
Easements	3	3	3	-	3
Taxes and assessments on property	24,000	24,000	21,161	2,839	19,783
Contingency	50,000	15,464	-	15,464	-
Metropolitan commuter transportation mobility tax	11,949	11,949	11,532	417	10,927
	<u>2,109,544</u>	<u>2,153,153</u>	<u>2,052,168</u>	<u>100,985</u>	<u>2,171,179</u>

PUBLIC SAFETY

Police	798,932	768,932	756,168	12,764	740,013
Traffic control	33,000	33,000	29,713	3,287	31,536
Control of dogs	28,333	28,333	26,931	1,402	17,926
Fire protection	31,671	31,671	18,190	13,481	30,021
Safety inspection	279,469	279,469	258,134	21,335	239,622
	<u>1,171,405</u>	<u>1,141,405</u>	<u>1,089,136</u>	<u>52,269</u>	<u>1,059,118</u>

HEALTH

Registrar of Vital Statistics	10,250	14,570	14,570	-	11,163
Drug abuse prevention	1,500	1,606	1,605	1	498
Advanced life support	317,076	317,076	317,076	-	300,648
	<u>328,826</u>	<u>333,252</u>	<u>333,251</u>	<u>1</u>	<u>312,309</u>

TRANSPORTATION

Highway administration	232,194	232,194	229,959	2,235	223,668
Highway garage	56,700	57,210	57,203	7	42,822
Street lighting	6,000	6,000	4,750	1,250	4,683
	<u>294,894</u>	<u>295,404</u>	<u>291,912</u>	<u>3,492</u>	<u>271,173</u>

ECONOMIC OPPORTUNITY AND DEVELOPMENT

Publicity	20,000	20,000	19,115	885	19,665
Veterans' services	4,800	4,800	2,003	2,797	5,177
Senior transportation	112,201	112,201	106,083	6,118	151,457
Programs for the aging	81,386	81,386	75,430	5,956	75,867
Nutrition	212,178	212,178	202,197	9,981	193,851
S.N.A.P.					
	<u>430,565</u>	<u>430,565</u>	<u>404,828</u>	<u>25,737</u>	<u>446,017</u>

(Continued)

Town of Somers, New York

General Fund
 Schedule of Expenditures and Other Financing Uses Compared to Budget (Continued)
 Year Ended December 31, 2014
 (With Comparative Actuals for 2013)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2013 Actual
CULTURE AND RECREATION					
Recreation administration	\$ 260,583	\$ 262,683	\$ 262,655	\$ 28	\$ 253,916
Parks	481,400	481,400	467,275	14,125	524,703
Recreation centers	112,700	112,700	109,299	3,401	110,591
Youth programs	248,280	208,458	208,382	76	242,578
Historian	3,128	3,128	2,578	550	1,569
Historical property	15,500	21,400	21,332	68	34,358
Celebrations	10,000	10,000	10,000	-	10,000
	<u>1,131,591</u>	<u>1,099,769</u>	<u>1,081,521</u>	<u>18,248</u>	<u>1,177,715</u>
HOME AND COMMUNITY SERVICES					
Zoning	28,072	28,072	24,121	3,951	24,029
Planning	159,037	159,037	151,625	7,412	121,559
Refuse and garbage	2,500	2,500	1,214	1,286	1,432
Land Trust	2,000	2,000	1,384	616	1,147
Architectural Review Board	2,700	3,072	3,071	1	2,988
	<u>194,309</u>	<u>194,681</u>	<u>181,415</u>	<u>13,266</u>	<u>151,155</u>

EMPLOYEE BENEFITS						
State retirement	525,000	459,709	451,309	8,400	493,409	
Police and fire retirement	28,500	28,500	25,911	2,589	26,612	
Social security	268,000	268,000	260,206	7,794	246,632	
Workers' compensation benefits	99,000	99,000	96,692	2,308	56,254	
Life insurance	10,500	13,750	13,738	12	10,079	
Unemployment benefits	17,500	17,500	1,416	16,084	5,254	
Health insurance	1,833,500	1,833,500	1,749,484	84,016	1,516,310	
Dental insurance	76,125	76,125	69,875	6,250	62,507	
Optical insurance	6,300	6,300	5,368	932	5,073	
	<u>2,864,425</u>	<u>2,802,384</u>	<u>2,673,999</u>	<u>128,385</u>	<u>2,422,130</u>	
TOTAL EXPENDITURES	8,525,559	8,450,613	8,108,230	342,383	8,010,796	
OTHER FINANCING USES						
Transfers out	-	-	-	-	-	
Capital Projects Fund	-	69,822	69,822	-	256,848	
Public Library Fund	-	7,705	7,705	-	4,372	
	<u>-</u>	<u>77,527</u>	<u>77,527</u>	<u>-</u>	<u>261,220</u>	
TOTAL OTHER FINANCING USES	-	77,527	77,527	-	261,220	
TOTAL EXPENDITURES AND OTHER FINANCING USES	\$ 8,525,559	\$ 8,528,140	\$ 8,185,757	\$ 342,383	\$ 8,272,016	

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Town of Somers, New York

Highway Fund
Comparative Balance Sheet
December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and equivalents	\$ 1,262,158	\$ 1,814,068
Receivables		
Accounts	37,697	298
State and Federal aid	56,966	-
Due from other funds	8,358	13,509
	<u>103,021</u>	<u>13,807</u>
Prepaid expenditures	<u>51,345</u>	<u>103,374</u>
Total Assets	<u>\$ 1,416,524</u>	<u>\$ 1,931,249</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 58,249	\$ 273,720
Accrued liabilities	58,431	43,674
Due to other funds	61,076	172,527
Total Liabilities	<u>177,756</u>	<u>489,921</u>
Fund balance		
Nonspendable	51,345	103,374
Assigned	1,187,423	1,337,954
Total Fund Balance	<u>1,238,768</u>	<u>1,441,328</u>
Total Liabilities and Fund Balance	<u>\$ 1,416,524</u>	<u>\$ 1,931,249</u>

Town of Somers, New York

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

	2014			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Real property taxes	\$ 2,786,178	\$ 2,786,178	\$ 2,786,178	\$ -
Intergovernmental charges	45,000	45,000	134,939	89,939
Use of money and property	3,000	3,000	1,951	(1,049)
Sale of property and compensation for loss	11,000	11,000	14,182	3,182
Interfund revenues	7,000	7,000	1,063	(5,937)
State aid	171,825	171,825	179,381	7,556
Federal aid	-	-	-	-
Miscellaneous	-	-	4,802	4,802
Total Revenues	<u>3,024,003</u>	<u>3,024,003</u>	<u>3,122,496</u>	<u>98,493</u>
EXPENDITURES				
Current				
Transportation	1,883,939	2,012,561	2,011,438	1,123
Employee benefits	870,058	830,620	825,099	5,521
Total Expenditures	<u>2,753,997</u>	<u>2,843,181</u>	<u>2,836,537</u>	<u>6,644</u>
Excess of Revenues Over Expenditures	270,006	180,822	285,959	105,137
OTHER FINANCING USES				
Transfers out	(738,500)	(649,316)	(488,519)	160,797
Net Change in Fund Balance	<u>(468,494)</u>	<u>(468,494)</u>	<u>(202,560)</u>	<u>265,934</u>
FUND BALANCE				
Beginning of Year	<u>468,494</u>	<u>468,494</u>	<u>1,441,328</u>	<u>972,834</u>
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,238,768</u>	<u>\$ 1,238,768</u>

2013

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,589,395	\$ 2,589,395	\$ 2,589,395	\$ -
45,000	45,000	46,787	1,787
3,000	3,000	4,067	1,067
13,000	13,000	7,782	(5,218)
7,000	7,000	-	(7,000)
171,825	171,825	115,625	(56,200)
-	-	188,873	188,873
-	-	5,693	5,693
<u>2,829,220</u>	<u>2,829,220</u>	<u>2,958,222</u>	<u>129,002</u>
1,825,900	1,899,800	1,716,055	183,745
836,320	776,120	751,279	24,841
<u>2,662,220</u>	<u>2,675,920</u>	<u>2,467,334</u>	<u>208,586</u>
167,000	153,300	490,888	337,588
<u>(507,000)</u>	<u>(493,300)</u>	<u>(491,269)</u>	<u>2,031</u>
(340,000)	(340,000)	(381)	339,619
<u>340,000</u>	<u>340,000</u>	<u>1,441,709</u>	<u>1,101,709</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,441,328</u>	<u>\$ 1,441,328</u>

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Town of Somers, New York

Debt Service Fund
Comparative Balance Sheet
December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and equivalents	\$ 453,988	\$ 640,667
Due from other funds	<u>759</u>	<u>-</u>
Total Assets	<u>\$ 454,747</u>	<u>\$ 640,667</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Due to other funds	<u>\$ -</u>	<u>\$ 121,698</u>
Fund balance		
Restricted	336,747	418,969
Assigned	<u>118,000</u>	<u>100,000</u>
Total Fund Balance	<u>454,747</u>	<u>518,969</u>
Total Liabilities and Fund Balance	<u>\$ 454,747</u>	<u>\$ 640,667</u>

Town of Somers, New York

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

	2014			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 150,695	\$ 150,695	\$ 150,695	\$ -
Use of money and property	1,130	1,130	1,618	488
Miscellaneous	-	-	34,690	34,690
Total Revenues	151,825	151,825	187,003	35,178
EXPENDITURES				
Current				
General government support	3,527	3,527	3,525	2
Debt service				
Serial bonds				
Principal	1,021,219	1,021,219	836,218	185,001
Interest	408,827	408,827	311,798	97,029
Total Expenditures	1,433,573	1,433,573	1,151,541	282,032
Deficiency of Revenues Over Expenditures	(1,281,748)	(1,281,748)	(964,538)	317,210
OTHER FINANCING SOURCES				
Transfers in	1,181,748	1,181,748	900,316	(281,432)
Net Change in Fund Balance	(100,000)	(100,000)	(64,222)	35,778
FUND BALANCE				
Beginning of Year	100,000	100,000	518,969	418,969
End of Year	\$ -	\$ -	\$ 454,747	\$ 454,747

2013

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 207,344	\$ 207,344	\$ 207,344	\$ -
735	735	1,550	815
-	-	-	-
<u>208,079</u>	<u>208,079</u>	<u>208,894</u>	<u>815</u>
3,897	3,897	3,896	1
818,602	818,602	818,602	-
<u>363,397</u>	<u>363,397</u>	<u>329,846</u>	<u>33,551</u>
<u>1,185,896</u>	<u>1,185,896</u>	<u>1,152,344</u>	<u>33,552</u>
(977,817)	(977,817)	(943,450)	34,367
<u>942,817</u>	<u>942,817</u>	<u>895,870</u>	<u>(46,947)</u>
(35,000)	(35,000)	(47,580)	(12,580)
<u>35,000</u>	<u>35,000</u>	<u>566,549</u>	<u>531,549</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 518,969</u>	<u>\$ 518,969</u>

Town of Somers, New York

Capital Projects Fund
Comparative Balance Sheet
December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and equivalents	\$ 885,445	\$ 214,804
State and Federal aid receivable	7,950	7,950
Due from other governments	4,414	32,740
Due from other funds	<u>2,382</u>	<u>34,127</u>
Total Assets	<u>\$ 900,191</u>	<u>\$ 289,621</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 6,299	\$ 66,867
Due to other funds	<u>25,338</u>	<u>41,998</u>
Total Liabilities	31,637	108,865
Fund balance		
Restricted	<u>868,554</u>	<u>180,756</u>
Total Liabilities and Fund Balance	<u>\$ 900,191</u>	<u>\$ 289,621</u>

Town of Somers, New York

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

	<u>2014</u>	<u>2013</u>
REVENUES		
Use of money and property	\$ -	\$ 2,442
State aid	-	97,500
Miscellaneous	<u>34,700</u>	<u>-</u>
Total Revenues	34,700	99,942
EXPENDITURES		
Capital outlay	<u>1,256,920</u>	<u>2,119,036</u>
Deficiency of Revenues Over Expenditures	<u>(1,222,220)</u>	<u>(2,019,094)</u>
OTHER FINANCING SOURCES (USES)		
Bonds issued	2,000,000	-
Transfers in	85,729	576,634
Transfers out	<u>(175,711)</u>	<u>-</u>
Total Other Financing Sources	<u>1,910,018</u>	<u>576,634</u>
Net Change in Fund Balance	687,798	(1,442,460)
FUND BALANCE		
Beginning of Year	<u>180,756</u>	<u>1,623,216</u>
End of Year	<u>\$ 868,554</u>	<u>\$ 180,756</u>

Town of Somers, New York

Capital Projects Fund

Project-Length Schedule

Inception of Project through December 31, 2014

<u>PROJECT</u>	<u>Project Budget</u>	<u>Expenditures and Transfers</u>	<u>Unexpended Balance</u>
NYC - East of Hudson	\$ 1,270,256	\$ 1,126,288	\$ 143,968
Highway Road Repair and Reconstruction	2,000,000	1,133,803	866,197
Highway Garage	39,000	34,700	4,300
Reis Park Expansion	14,750	12,985	1,765
Acquisition of Infrastructure Heritage Hills	15,000	19,203	(4,203)
Totals	<u>\$ 3,339,006</u>	<u>\$ 2,326,979</u>	<u>\$ 1,012,027</u>

Revenues and Transfers	Fund Balance (Deficit) at December 31, 2014
\$ 1,144,378	\$ 18,090
2,000,000	866,197
34,700	-
12,985	-
3,470	(15,733)
\$ 3,195,533	\$ 868,554

Town of Somers, New York

Combining Balance Sheet
 Non-Major Governmental Funds
 December 31, 2014
 (With Comparative Totals for 2013)

	Public Library	Special Districts	Special Purpose
ASSETS			
Cash and equivalents	\$ 452,851	\$ 465,336	\$ 1,510,286
Receivables			
Accounts	21,648	-	250
Water and sewer rents	-	247,149	-
Due from other funds	5,124	3,936	8,104
	<u>26,772</u>	<u>251,085</u>	<u>8,354</u>
Prepaid expenditures	<u>21,207</u>	<u>8,527</u>	<u>-</u>
Total Assets	<u>\$ 500,830</u>	<u>\$ 724,948</u>	<u>\$ 1,518,640</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 27,563	\$ 46,427	\$ -
Accrued liabilities	28,401	8,422	-
Due to other funds	101	14,796	2,385
Total Liabilities	<u>56,065</u>	<u>69,645</u>	<u>2,385</u>
Fund balances			
Nonspendable	21,207	8,527	-
Restricted	20,194	-	1,516,255
Assigned	403,364	646,776	-
Total Fund Balances	<u>444,765</u>	<u>655,303</u>	<u>1,516,255</u>
Total Liabilities and Fund Balances	<u>\$ 500,830</u>	<u>\$ 724,948</u>	<u>\$ 1,518,640</u>

Permanent	Total Non-Major Governmental Funds	
	2014	2013
\$ 286,288	\$ 2,714,761	\$ 2,538,491
-	21,898	250
-	247,149	236,058
-	17,164	144,437
-	286,211	380,745
-	29,734	61,054
<u>\$ 286,288</u>	<u>\$ 3,030,706</u>	<u>\$ 2,980,290</u>
\$ -	\$ 73,990	\$ 63,422
-	36,823	19,582
-	17,282	140,582
-	128,095	223,586
284,878	314,612	345,932
1,410	1,537,859	1,551,998
-	1,050,140	858,774
286,288	2,902,611	2,756,704
<u>\$ 286,288</u>	<u>\$ 3,030,706</u>	<u>\$ 2,980,290</u>

Town of Somers, New York

Combining Statement of Revenues, Expenditures and Changes
in Fund Balances
Non-Major Governmental Funds
Year Ended December 31, 2014
(With Comparative Totals for 2013)

	Public Library	Special Districts	Special Purpose
REVENUES			
Real property taxes	\$ 993,740	\$ 475,476	\$ -
Departmental income	17,264	797,429	-
Use of money and property	448	776	1,558
Interfund revenues	-	41,825	-
State aid	5,364	-	-
Miscellaneous	2,445	-	1,575
Total Revenues	<u>1,019,261</u>	<u>1,315,506</u>	<u>3,133</u>
EXPENDITURES			
Current			
Transportation	-	22,869	-
Culture and recreation	769,862	-	4,449
Home and community services	-	754,612	-
Employee benefits	276,617	112,437	-
Total Expenditures	<u>1,046,479</u>	<u>889,918</u>	<u>4,449</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(27,218)</u>	<u>425,588</u>	<u>(1,316)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	7,705	175,711	-
Transfers out	-	(421,719)	(12,985)
Total Other Financing Sources (Uses)	<u>7,705</u>	<u>(246,008)</u>	<u>(12,985)</u>
Net Change in Fund Balances	<u>(19,513)</u>	<u>179,580</u>	<u>(14,301)</u>
FUND BALANCES			
Beginning of Year	<u>464,278</u>	<u>475,723</u>	<u>1,530,556</u>
End of Year	<u>\$ 444,765</u>	<u>\$ 655,303</u>	<u>\$ 1,516,255</u>

Permanent	Total Non-Major Governmental Funds	
	2014	2013
\$ -	\$ 1,469,216	\$ 1,470,078
-	814,693	1,173,702
141	2,923	2,616
-	41,825	35,864
-	5,364	4,783
-	4,020	8,578
141	2,338,041	2,695,621
-	22,869	21,400
-	774,311	737,599
-	754,612	684,932
-	389,054	361,921
-	1,940,846	1,805,852
141	397,195	889,769
-	183,416	4,372
-	(434,704)	(729,387)
-	(251,288)	(725,015)
141	145,907	164,754
286,147	2,756,704	2,591,950
<u>\$ 286,288</u>	<u>\$ 2,902,611</u>	<u>\$ 2,756,704</u>

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Town of Somers, New York

Public Library Fund
 Comparative Balance Sheet
 December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and equivalents	\$ 452,851	\$ 528,267
Receivables		
Accounts	21,648	-
Due from other funds	<u>5,124</u>	<u>-</u>
	<u>26,772</u>	<u>-</u>
Prepaid expenditures	<u>21,207</u>	<u>47,052</u>
Total Assets	<u>\$ 500,830</u>	<u>\$ 575,319</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 27,563	\$ 15,846
Accrued liabilities	28,401	15,382
Due to other funds	<u>101</u>	<u>79,813</u>
Total Liabilities	<u>56,065</u>	<u>111,041</u>
Fund balance		
Nonspendable	21,207	47,052
Restricted	20,194	20,173
Assigned	<u>403,364</u>	<u>397,053</u>
Total Fund Balance	<u>444,765</u>	<u>464,278</u>
Total Liabilities and Fund Balance	<u>\$ 500,830</u>	<u>\$ 575,319</u>

Town of Somers, New York

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

	2014			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Real property taxes	\$ 993,740	\$ 993,740	\$ 993,740	\$ -
Departmental income	21,000	21,000	17,264	(3,736)
Use of money and property	100	100	448	348
State aid	4,450	4,450	5,364	914
Miscellaneous	1,000	1,000	2,445	1,445
Total Revenues	<u>1,020,290</u>	<u>1,020,290</u>	<u>1,019,261</u>	<u>(1,029)</u>
EXPENDITURES				
Current				
Culture and recreation	767,887	778,887	769,862	9,025
Employee benefits	302,403	291,403	276,617	14,786
Total Expenditures	<u>1,070,290</u>	<u>1,070,290</u>	<u>1,046,479</u>	<u>23,811</u>
Excess (Deficiency) of Revenues Over Expenditures	(50,000)	(50,000)	(27,218)	22,782
OTHER FINANCING SOURCES				
Transfers in	-	-	7,705	7,705
Net Change in Fund Balance	(50,000)	(50,000)	(19,513)	30,487
FUND BALANCE				
Beginning of Year	50,000	50,000	464,278	414,278
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 444,765</u>	<u>\$ 444,765</u>

2013

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,023,311	\$ 1,023,311	\$ 1,023,311	\$ -
21,000	21,000	17,328	(3,672)
350	350	642	292
4,450	4,450	4,783	333
1,000	1,000	3,675	2,675
<u>1,050,111</u>	<u>1,050,111</u>	<u>1,049,739</u>	<u>(372)</u>
752,188	752,188	736,529	15,659
297,923	297,923	264,497	33,426
<u>1,050,111</u>	<u>1,050,111</u>	<u>1,001,026</u>	<u>49,085</u>
-	-	48,713	48,713
-	-	4,372	4,372
-	-	53,085	53,085
-	-	411,193	411,193
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 464,278</u>	<u>\$ 464,278</u>

Town of Somers, New York

Special Districts Fund
 Combining Balance Sheet - Sub Funds
 December 31, 2014
 (With Comparative Totals for 2013)

	Water Districts			
	No. 1 - Amawalk Heights	No. 2 - Amawalk Shenorock	No. 3 - Percy Mullen	No. 4 - Windsor Farm
ASSETS				
Cash and equivalents	\$ 28,357	\$ 341,809	\$ 4,921	\$ 35,077
Receivables				
Water and sewer rents	16,405	192,420	-	7,888
Due from other funds	-	3,936	-	-
	<u>16,405</u>	<u>196,356</u>	<u>-</u>	<u>7,888</u>
Prepaid expenditures	<u>-</u>	<u>8,527</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 44,762</u>	<u>\$ 546,692</u>	<u>\$ 4,921</u>	<u>\$ 42,965</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 74	\$ 39,572	\$ -	\$ 1,252
Accrued liabilities	-	8,422	-	-
Due to other funds	<u>3,936</u>	<u>10,860</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>4,010</u>	<u>58,854</u>	<u>-</u>	<u>1,252</u>
Fund balances				
Nonspendable	-	8,527	-	-
Assigned	<u>40,752</u>	<u>479,311</u>	<u>4,921</u>	<u>41,713</u>
Total Fund Balances	<u>40,752</u>	<u>487,838</u>	<u>4,921</u>	<u>41,713</u>
Total Liabilities and Fund Balances	<u>\$ 44,762</u>	<u>\$ 546,692</u>	<u>\$ 4,921</u>	<u>\$ 42,965</u>

Sewer District	Street Lighting Districts		Totals	
	No. 1	No. 1 - Croton Falls	No. 2 - Shenorock	2014
\$ 29,005	\$ 3,707	\$ 22,460	\$ 465,336	\$ 201,875
30,436	-	-	247,149	236,058
-	-	-	3,936	136,333
30,436	-	-	251,085	372,391
-	-	-	8,527	14,002
<u>\$ 59,441</u>	<u>\$ 3,707</u>	<u>\$ 22,460</u>	<u>\$ 724,948</u>	<u>\$ 588,268</u>
\$ 3,726	\$ 147	\$ 1,656	\$ 46,427	\$ 47,576
-	-	-	8,422	4,200
-	-	-	14,796	60,769
3,726	147	1,656	69,645	112,545
-	-	-	8,527	14,002
55,715	3,560	20,804	646,776	461,721
55,715	3,560	20,804	655,303	475,723
<u>\$ 59,441</u>	<u>\$ 3,707</u>	<u>\$ 22,460</u>	<u>\$ 724,948</u>	<u>\$ 588,268</u>

Sewer District	Street Lighting Districts		Totals	
	No. 1	No. 1 - Croton Falls	No. 2 - Shenorock	2014
\$ -	\$ 2,288	\$ 22,940	\$ 475,476	\$ 446,767
98,249	-	-	797,429	756,374
45	17	41	776	318
-	-	-	41,825	35,864
-	-	-	-	2,463
<u>98,294</u>	<u>2,305</u>	<u>22,981</u>	<u>1,315,506</u>	<u>1,241,786</u>
-	1,792	21,077	22,869	21,400
84,143	-	-	754,612	684,932
-	-	-	112,437	97,424
<u>84,143</u>	<u>1,792</u>	<u>21,077</u>	<u>889,918</u>	<u>803,756</u>
14,151	513	1,904	425,588	438,030
-	-	-	175,711	-
-	-	-	(421,719)	(409,601)
<u>14,151</u>	<u>513</u>	<u>1,904</u>	<u>179,580</u>	<u>28,429</u>
<u>41,564</u>	<u>3,047</u>	<u>18,900</u>	<u>475,723</u>	<u>447,294</u>
<u>\$ 55,715</u>	<u>\$ 3,560</u>	<u>\$ 20,804</u>	<u>\$ 655,303</u>	<u>\$ 475,723</u>

Town of Somers, New York

Special Districts Fund
 Combining Schedule of Revenues, Expenditures and Changes
 in Fund Balances - Sub Funds
 Year Ended December 31, 2014
 (With Comparative Totals for 2013)

	Water Districts			
	No. 1 - Amawalk Heights	No. 2 - Amawalk Shenorock	No. 3 - Percy Mullen	No. 4 - Windsor Farm
REVENUES				
Real property taxes	\$ -	\$ 450,248	\$ -	\$ -
Departmental income	49,258	625,935	-	23,987
Use of money and property	52	529	16	76
Interfund revenues	-	41,825	-	-
Miscellaneous	-	-	-	-
Total Revenues	49,310	1,118,537	16	24,063
EXPENDITURES				
Current				
Transportation	-	-	-	-
Home and community services	47,460	603,381	-	19,628
Employee benefits	-	112,437	-	-
Total Expenditures	47,460	715,818	-	19,628
Excess of Revenues Over Expenditures	1,850	402,719	16	4,435
OTHER FINANCING USES				
Transfers in	-	175,711	-	-
Transfers out	-	(421,719)	-	-
Net Change in Fund Balances	1,850	156,711	16	4,435
FUND BALANCES				
Beginning of Year	38,902	331,127	4,905	37,278
End of Year	<u>\$ 40,752</u>	<u>\$ 487,838</u>	<u>\$ 4,921</u>	<u>\$ 41,713</u>

Town of Somers, New York

Special Purpose Fund
Comparative Balance Sheet
December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and equivalents	\$ 1,510,286	\$ 1,522,202
Accounts receivable	250	250
Due from other funds	<u>8,104</u>	<u>8,104</u>
 Total Assets	 <u>\$ 1,518,640</u>	 <u>\$ 1,530,556</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Due to other funds	\$ 2,385	\$ -
 Fund balance		
Restricted	<u>1,516,255</u>	<u>1,530,556</u>
 Total Liabilities and Fund Balance	 <u>\$ 1,518,640</u>	 <u>\$ 1,530,556</u>

Town of Somers, New York

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

	<u>2014</u>	<u>2013</u>
REVENUES		
Departmental income	\$ -	\$ 400,000
Use of money and property	1,558	1,508
Miscellaneous	<u>1,575</u>	<u>2,390</u>
Total Revenues	3,133	403,898
EXPENDITURES		
Current		
Culture and recreation	<u>4,449</u>	<u>1,070</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,316)	402,828
OTHER FINANCING USES		
Transfers out	<u>(12,985)</u>	<u>(319,786)</u>
Net Change in Fund Balance	(14,301)	83,042
FUND BALANCE		
Beginning of Year	<u>1,530,556</u>	<u>1,447,514</u>
End of Year	<u>\$ 1,516,255</u>	<u>\$ 1,530,556</u>

Town of Somers, New York

Permanent Fund
Comparative Balance Sheet
December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and equivalents	\$ 286,288	\$ 286,147
FUND BALANCE		
Nonspendable	\$ 284,878	\$ 284,878
Restricted	<u>1,410</u>	<u>1,269</u>
Total Fund Balance	<u>\$ 286,288</u>	<u>\$ 286,147</u>

Town of Somers, New York

Permanent Fund

Comparative Statement of Revenues, Expenditures and Changes

in Fund Balance

Years Ended December 31,

	<u>2014</u>	<u>2013</u>
REVENUES		
Use of money and property	\$ 141	\$ 148
Miscellaneous	-	50
	<u>141</u>	<u>198</u>
EXPENDITURES	<u>-</u>	<u>-</u>
Net Change in Fund Balance	141	198
FUND BALANCE		
Beginning of Year	<u>286,147</u>	<u>285,949</u>
End of Year	<u>\$ 286,288</u>	<u>\$ 286,147</u>