

Village of Buchanan, New York

Financial Statements and
Supplementary Information

Year Ended May 31, 2023

Village of Buchanan, New York

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Independent Auditors' Report

**The Honorable Mayor and Board of Trustees
of the Village of Buchanan, New York**

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Village of Buchanan, New York ("Village"), as of and for the year ended May 31, 2023, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 Village, as of May 31, 2023, and the respective changes in financial position and the respective budgetary comparisons for the General and Water funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Village's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis and the schedules included under Required Supplementary Information in the accompanying table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 Information

Our audit for the year ended May 31, 2023, was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and schedules for the year ended May 31, 2023 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended May 31, 2023 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 for the year ended May 31, 2023 and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended May 31, 2023.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the basic financial statements of the Village as of and for the year ended May 31, 2022 (not presented herein), and have issued our report thereon dated March 7, 2023, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The combining and individual fund financial statements and schedules for the year ended May 31, 2022 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2022 financial statements. The information was subjected to the audit procedures applied in the audit of the 2022 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended May 31, 2022.

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP

Harrison, New York

December 22, 2023

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Village of Buchanan

Management's Discussion and Analysis May 31, 2023

The Village of Buchanan, New York ("Village"), presents this Management's Discussion and Analysis ("MD&A") as an overview of the Village's financial activities for the fiscal year ended May 31, 2023. This MD&A focuses on current year activities, resulting changes, and currently known facts and should be read in conjunction with the basic financial statements and the notes to the Village's financial statements which immediately follow this section.

Financial Highlights

- On the government-wide financial statements, the liabilities and deferred inflows of resources of the Village exceeded the assets and deferred outflows of resources at the close of the most recent fiscal year by \$8,490,243.
- At the close of the current fiscal year, the Village's governmental funds reported combined fund balances of \$9,621,040. This amount is inclusive of the Capital Projects Fund balance of \$4,038,260.
- Total expenses amounted to \$8,309,022 and were \$788,417 less than fiscal year 2022. The majority of the decrease was related a reduction in providing water to our residents.
- Since the fiscal year ended May 31, 2019, the Village implemented the provisions of GASB Statement No. 75, "*Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions ("OPEB")*". This statement addresses accounting and financial reporting for OPEB by establishing standards for recognizing and measuring liabilities, deferred outflows/inflows of resources and expenses/expenditures. This statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value and attribute that present value to the periods of employee service. This statement supersedes the provisions of GASB Statement No. 45, "*Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*". The primary distinction between the two standards is that since no mechanism exists under current New York State law for New York municipalities and school districts to pre-fund these obligations in an irrevocable trust, entities must now report their total OPEB liability as opposed to the net OPEB liability that has been reported under the prior standard. At May 31, 2023, the OPEB liability was \$16,675,210.

Overview of Financial Statements

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3)

notes to financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements present the Village as a single, unified entity and are intended to give the reader a broad perspective of the Village's financial condition. These statements closely resemble the financial statements of a private sector entity.

The statement of net position presents financial information on all of the Village's assets, deferred inflows/outflows of resources and liabilities with the difference between the two 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 Village is improving or deteriorating.

The statement of activities presents information indicating how the Village's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The governmental activities of the Village include general government support, public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and interest.

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds but not the Village as a whole. Some funds are required to be established by state law and by bond covenants. However, the Village has other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money. All of the funds of the Village of Buchanan can be divided into two categories, government funds and fiduciary funds.

Governmental Funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds

statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains four individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Water Fund, Special Purpose Fund and Capital Projects Fund which are considered major funds. The Village has no non-major funds.

Budgetary comparison statements have been provided for the General Fund and Water Fund within the basic financial statements to demonstrate compliance with the respective budgets. In the Capital Projects Fund, budgets are established on an individual project basis.

Notes to Financial Statements

The notes to financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

Additional statements and schedules can be found immediately following the notes to financial statements and include individual fund financial statements 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 a government's financial position. For the Village, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$8,490,243 at the close of the most recent fiscal year.

One of the largest portions of the Village's net position, \$3,505,359, net investment in capital assets (land, buildings and improvements, infrastructure and machinery and equipment), less any related debt outstanding that was used to acquire those assets. The Village uses these capital assets to provide services to its citizens and as a result these assets are not available for future spending. Although the Village's net investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The following table provides a summary of the Village's net position as of:

	May 31,	
	<u>2023</u>	<u>2022</u>
Current Assets	\$ 10,532,852	\$ 8,508,046
Capital Assets, net	<u>5,665,565</u>	<u>5,475,295</u>
Total Assets	<u>16,198,417</u>	<u>13,983,341</u>
Deferred Outflows of Resources	<u>5,313,725</u>	<u>5,076,334</u>
Current Liabilities	815,364	1,328,855
Non-Current Liabilities	<u>22,434,357</u>	<u>20,629,461</u>
Total Liabilities	<u>23,249,721</u>	<u>21,958,316</u>
Deferred Inflows of Resources	<u>6,752,664</u>	<u>8,713,866</u>
Net Position		
Net Investment in Capital Assets	3,505,359	3,176,152
Restricted	4,683,561	4,531,046
Unrestricted	<u>(16,679,163)</u>	<u>(19,319,705)</u>
Total Net Position	<u>\$ (8,490,243)</u>	<u>\$ (11,612,507)</u>

Change in Net Position

The following table provides a summary of the Village's changes in net position as of:

	May 31,	
	2023	2022
REVENUES		
Program Revenues		
Charges for Services	\$ 3,304,610	\$ 3,272,871
Operating Grants and Contributions	1,352,690	1,178,761
Capital Grants and Contributions	226,101	105,440
Total Program Revenues	4,883,401	4,557,072
General Revenues		
Real Property Taxes	4,310,052	3,808,884
Other Tax Items	1,213,098	1,800,614
Non-Property Taxes	734,060	674,619
Unrestricted Use of Money and Property	169,809	92,952
Sale of Property and Compensation for Loss	4,223	92,972
Unrestricted State Aid	71,197	99,095
Miscellaneous	45,446	57,698
Total General Revenues	6,547,885	6,626,834
Total Revenues	11,431,286	11,183,906
EXPENSES		
Program Expenses		
General Government Support	1,446,971	1,835,273
Public Safety	2,479,840	1,988,439
Transportation	1,080,369	1,060,501
Economic Opportunity and Development	2,850	2,850
Culture and Recreation	544,172	553,448
Home and Community Services	2,657,866	3,635,546
Interest	96,954	21,382
Total Expenses	8,309,022	9,097,439
Change in Net Position	3,122,264	2,086,467
Net Position		
Beginning	(11,612,507)	(13,698,974)
Ending	\$ (8,490,243)	\$ (11,612,507)

Governmental Activities

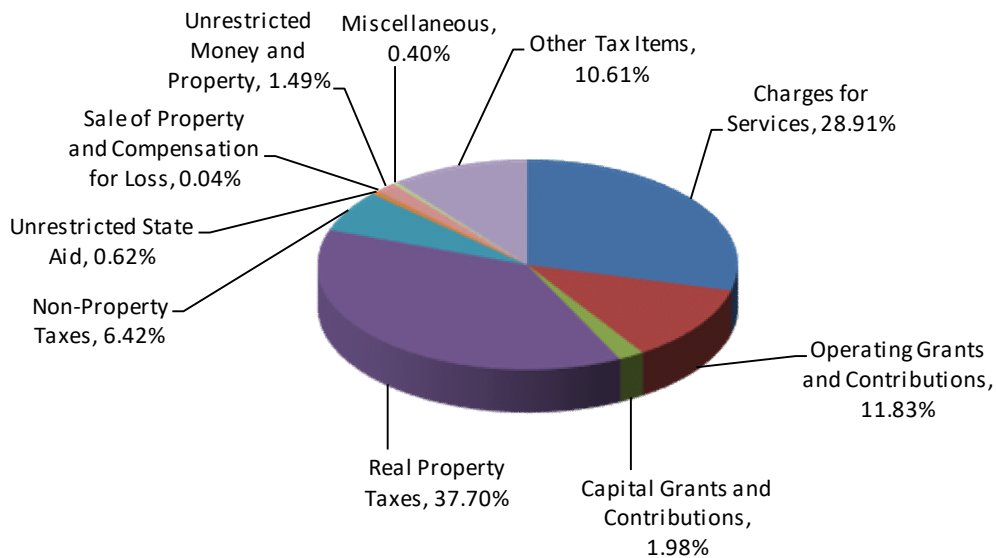
Governmental activities increased the Village's net position by \$3,122,264 inclusive of the impact of GASB Statement No. 75.

For the year ending May 31, 2023, the Village's OPEB obligations of \$16,675,210 reflected as a liability on the government-wide financial statements and accordingly was the prime factor in the decrease in total net position.

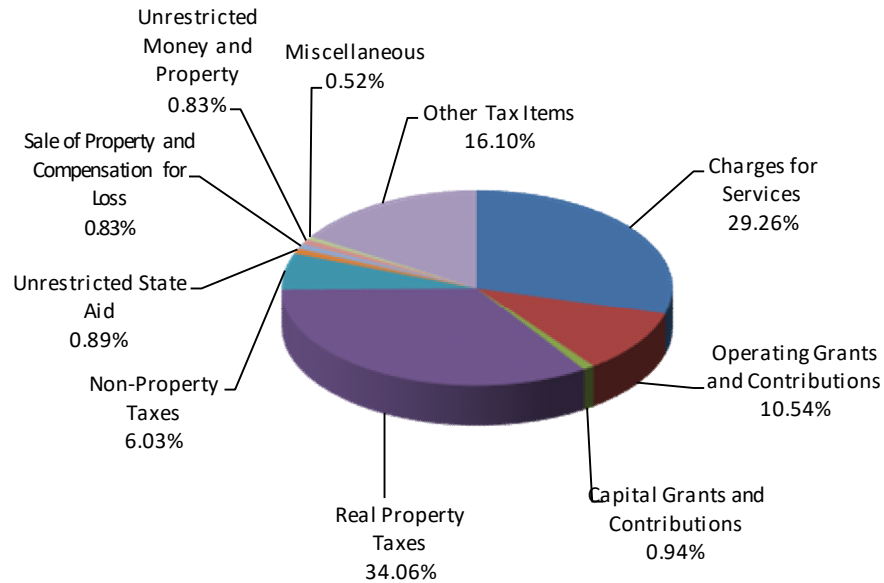
For the fiscal year ended May 31, 2023, revenues from governmental activities totaled \$11,431,286. Program revenues are 42.72% of this total and 67.67% is attributable to taxes and other sources. The major changes are as follows:

- Operating Grants and Contributions increased by over \$173,929, the majority of which is the Cessation Grant the Village was able to secure.

Sources of Revenue for Fiscal Year 2023 Governmental Activities



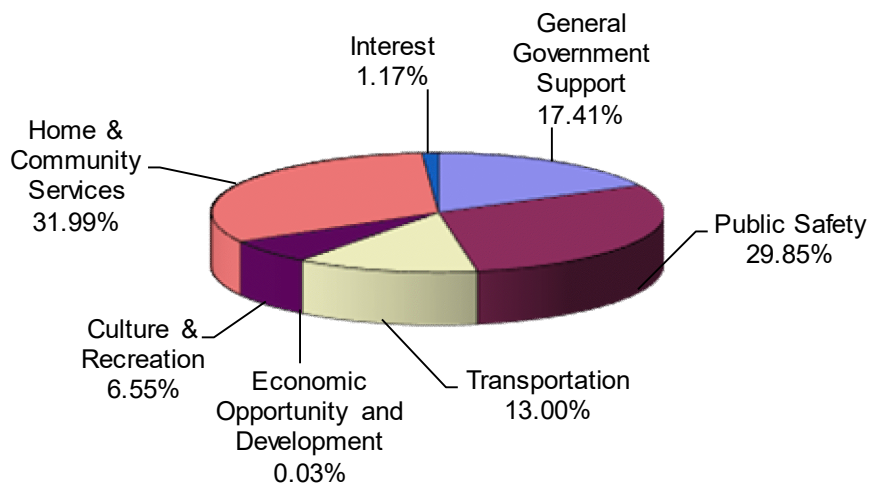
**Sources of Revenue for Fiscal Year 2022
Governmental Activities**



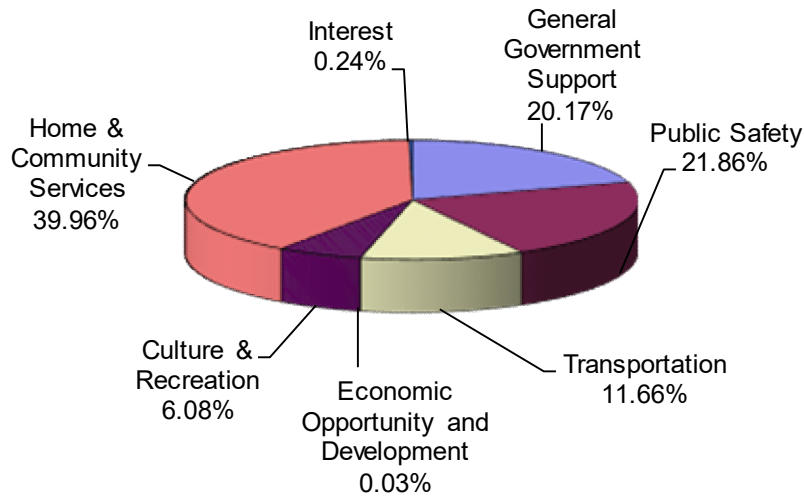
For the fiscal year ended May 31, 2023, expenses for governmental activities totaled \$8,309,022 or \$788,417 less than the prior year. Major changes are as follows:

- Decrease in water purchased.

**Sources of Expenses for Fiscal Year 2023
Governmental Activities**



Sources of Expenses for Fiscal Year 2022 Governmental Activities



Financial Analysis of the Village's Funds

Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unassigned fund balance may be a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Village's governmental funds reported combined fund balances of \$9,621,040. Of the total, \$5,751,668 is restricted, \$1,242,911 is assigned, and \$2,626,461 is unassigned.

General Fund Budgetary Highlights

The major change between the original adopted budget and the final budget was an increased transfer to the Capital Fund for its expenditures from the General Fund. Actual expenditures and other financing uses were \$7,741,685. Actual revenues and other financing sources were less than the final budget by \$200,368. The major area where revenues were less than the final budgetary estimates was in other financing sources transfers in from the Water Fund by \$488,097.

Capital Asset and Debt Administration

Capital Assets

The Village has invested in a broad range of capital assets, including police and sanitation equipment, buildings, park facilities, roads, and water and sewer lines. For the Village's governmental activities its capital assets, net of accumulated depreciation was \$5,665,565.

The following table represents a summary of the Village's capital assets as of:

<u>Asset</u>	May 31,	
	<u>2023</u>	<u>2022</u>
Land	\$ 478,000	\$ 478,000
Constructin-in-progress	160,290	113,653
Buildings	165,133	172,934
Infrastructure	3,563,104	3,566,780
Machinery and Equipment	<u>1,299,038</u>	<u>1,143,928</u>
Total (net of depreciation)	<u>\$ 5,665,565</u>	<u>\$ 5,475,295</u>

Long Term Debt/Short-Term Debt

At the end of the current fiscal year, the Village had total outstanding serial bonds of \$2,020,000 and installment purchase debt of \$91,060.

Requests for Information

This financial report is designed to provide a general overview of the Village'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 Marcus Serrano, Village of Buchanan, 236 Tate Avenue, Buchanan, New York 10511.

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Village of Buchanan, New YorkStatement of Net Position
May 31, 2023

	<u>Governmental Activities</u>
ASSETS	
Cash and equivalents	\$ 2,506,125
Investments	6,889,556
Receivables	
Taxes, net	117,179
Accounts	423,640
Water rents	292,692
State and Federal aid	134,168
Due from other governments	169,492
Capital assets	
Not being depreciated	638,290
Being depreciated, net	<u>5,027,275</u>
Total Assets	<u>16,198,417</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension related	1,424,773
Fire service awards related	378,035
OPEB related	<u>3,510,917</u>
Total Deferred Outflows of Resources	<u>5,313,725</u>
LIABILITIES	
Accounts payable	169,396
Accrued liabilities	104,107
Employee payroll deductions	7,750
Due to retirement systems	70,372
Unearned revenues	271,514
Deposits payable	121,494
Bond anticipation notes payable	50,000
Accrued interest payable	20,731
Non-current liabilities	
Due within one year	213,200
Due in more than one year	<u>22,221,157</u>
Total Liabilities	<u>23,249,721</u>
DEFERRED INFLOWS OF RESOURCES	
Pension related	161,591
Fire service awards related	749,143
OPEB related	<u>5,841,930</u>
Total Deferred Inflows of Resources	<u>6,752,664</u>
NET POSITION	
Net investment in capital assets	3,505,359
Restricted for	
Capital projects	3,999,254
Repairs	453,444
Debt service	2,074
Special Purpose - Parklands	228,789
Unrestricted	<u>(16,679,163)</u>
Total Net Position	<u>\$ (8,490,243)</u>

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

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Village of Buchanan, New York

Statement of Activities
Year Ended May 31, 2023

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	\$ 1,446,971	\$ 297,623	\$ 1,095,302	\$ -	\$ (54,046)
Public safety	2,479,840	130,874	6,000	7,500	(2,335,466)
Transportation	1,080,369	-	-	113,601	(966,768)
Economic opportunity and development	2,850	-	-	-	(2,850)
Culture and recreation	544,172	128,084	203,051	-	(213,037)
Home and community services	2,657,866	2,748,029	48,337	105,000	243,500
Interest	96,954	-	-	-	(96,954)
Total Governmental Activities	\$ 8,309,022	\$ 3,304,610	\$ 1,352,690	\$ 226,101	(3,425,621)
General Revenues					
Real property taxes					4,310,052
Other tax items					
Payments in lieu of taxes					1,200,000
Interest and penalties on real property taxes					13,098
Non-property taxes					
Non-property tax distribution from County					594,336
Utilities gross receipts					115,464
Franchise fees - Cable TV					24,260
Unrestricted use of money and property					169,809
Sale of property and compensation for loss					4,223
Unrestricted State aid					71,197
Miscellaneous					45,446
Total General Revenues					6,547,885
Change in Net Position					3,122,264
NET POSITION					
Beginning					(11,612,507)
Ending					\$ (8,490,243)

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

Village of Buchanan, New York

Balance Sheet
 Governmental Funds
 May 31, 2023

	General	Water	Special Purpose
ASSETS			
Cash and equivalents	\$ 1,573,063	\$ 191,458	\$ 190,844
Investments	3,483,732	1,584,669	-
	<u>5,056,795</u>	<u>1,776,127</u>	<u>190,844</u>
Taxes receivable, net of allowance for uncollectible taxes	<u>117,179</u>	<u>-</u>	<u>-</u>
Other receivables			
Accounts	423,640	-	-
Water rents	-	292,692	-
State and Federal aid	20,567	-	-
Due from other governments	169,492	-	-
Due from other funds	95,868	73,183	37,945
	<u>709,567</u>	<u>365,875</u>	<u>37,945</u>
Total Assets	<u>\$ 5,883,541</u>	<u>\$ 2,142,002</u>	<u>\$ 228,789</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 96,291	\$ 51,737	\$ -
Accrued liabilities	103,035	1,072	-
Employee payroll deductions	7,750	-	-
Due to retirement systems	70,372	-	-
Unearned revenues	271,514	-	-
Bond anticipation notes payable	-	-	-
Due to other funds	1,385,080	446,028	-
Deposits payable	121,494	-	-
Total Liabilities	2,055,536	498,837	-
Deferred inflows of resources			
Real property taxes	<u>117,179</u>	<u>-</u>	<u>-</u>
Total Liabilities and Deferred Inflows of Resources	<u>2,172,715</u>	<u>498,837</u>	<u>-</u>
Fund balances			
Restricted	1,084,365	400,254	228,789
Assigned	-	1,242,911	-
Unassigned	2,626,461	-	-
Total Fund Balances	<u>3,710,826</u>	<u>1,643,165</u>	<u>228,789</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 5,883,541</u>	<u>\$ 2,142,002</u>	<u>\$ 228,789</u>

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

Capital Projects	Total Governmental Funds
\$ 550,760	\$ 2,506,125
1,821,155	6,889,556
<u>2,371,915</u>	<u>9,395,681</u>
-	117,179
-	423,640
-	292,692
113,601	134,168
-	169,492
1,755,606	1,962,602
<u>1,869,207</u>	<u>2,982,594</u>
<u>\$ 4,241,122</u>	<u>\$ 12,495,454</u>
\$ 21,368	\$ 169,396
-	104,107
-	7,750
-	70,372
-	271,514
50,000	50,000
131,494	1,962,602
-	121,494
<u>202,862</u>	<u>2,757,235</u>
-	117,179
<u>202,862</u>	<u>2,874,414</u>
4,038,260	5,751,668
-	1,242,911
-	2,626,461
<u>4,038,260</u>	<u>9,621,040</u>
<u>\$ 4,241,122</u>	<u>\$ 12,495,454</u>

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Village of Buchanan, New York

Reconciliation of Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position May 31, 2023

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

Total Fund Balances - Governmental Funds	<u>\$ 9,621,040</u>
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Capital Assets - non-depreciable	638,290
Capital Assets - depreciable	13,931,285
Accumulated depreciation	<u>(8,904,010)</u>
	<u>5,665,565</u>
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for the postretirement benefits (pension and OPEB) and fire service award related are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position.	
Deferred outflows - pension related	1,424,773
Deferred outflows - fire service awards related	378,035
Deferred outflows - OPEB related	3,510,917
Deferred inflows - pension related	(161,591)
Deferred inflows - fire service awards related	(749,143)
Deferred inflows - OPEB related	<u>(5,841,930)</u>
	<u>(1,438,939)</u>
Other long-term assets that are not available to pay for current-period expenditures and, therefore, are either deferred or not reported in the funds.	
Real property taxes	<u>117,179</u>
Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(20,731)
General obligation bonds payable	(2,020,000)
Installment purchase debt payable	(91,060)
Compensated absences	(442,964)
Net pension liability	(2,115,712)
Total pension liability - Length of service award program	(1,089,411)
Total OPEB liability	<u>(16,675,210)</u>
	<u>(22,455,088)</u>
Net Position of Governmental Activities	<u><u>\$ (8,490,243)</u></u>

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

Village of Buchanan, New York

Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 Year Ended May 31, 2023

	General	Water	Special Purpose
REVENUES			
Real property taxes	\$ 4,325,107	\$ -	\$ -
Other tax items	1,213,098	-	-
Non-property taxes	734,060	-	-
Departmental income	601,875	2,489,203	-
Use of money and property	199,111	34,811	57
Licenses and permits	82,963	-	-
Fines and forfeitures	101,267	-	-
Sale of property and compensation for loss	4,223	-	-
State aid	1,375,493	-	-
Miscellaneous	45,446	13,526	-
	<u>8,682,643</u>	<u>2,537,540</u>	<u>57</u>
EXPENDITURES			
Current			
General government support	1,095,858	-	-
Public safety	1,462,899	-	-
Transportation	629,663	-	-
Economic opportunity and development	2,850	-	-
Culture and recreation	377,043	-	-
Home and community services	943,205	1,343,850	-
Employee benefits	1,832,053	48,469	-
Debt service			
Principal	198,937	-	-
Interest	82,017	-	-
Issuance costs	5,772	-	-
Capital outlay	-	-	-
	<u>6,630,297</u>	<u>1,392,319</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2,052,346</u>	<u>1,145,221</u>	<u>57</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	11,903	-	-
Transfers out	<u>(1,080,000)</u>	<u>(380,000)</u>	<u>(11,903)</u>
Total Other Financing Sources (Uses)	<u>(1,068,097)</u>	<u>(380,000)</u>	<u>(11,903)</u>
Net Change in Fund Balances	984,249	765,221	(11,846)
FUND BALANCES			
Beginning of Year	<u>2,726,577</u>	<u>877,944</u>	<u>240,635</u>
End of Year	<u>\$ 3,710,826</u>	<u>\$ 1,643,165</u>	<u>\$ 228,789</u>

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

Capital Projects	Total Governmental Funds
\$ -	\$ 4,325,107
-	1,213,098
-	734,060
-	3,091,078
-	233,979
-	82,963
-	101,267
-	4,223
226,101	1,601,594
-	58,972
226,101	11,446,341
-	1,095,858
-	1,462,899
-	629,663
-	2,850
-	377,043
-	2,287,055
-	1,880,522
-	198,937
-	82,017
-	5,772
529,667	529,667
529,667	8,552,283
(303,566)	2,894,058
1,460,000	1,471,903
-	(1,471,903)
1,460,000	-
1,156,434	2,894,058
2,881,826	6,726,982
\$ 4,038,260	\$ 9,621,040

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Village of Buchanan, New York

Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended May 31, 2023

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

Net Change in Fund Balances - Total Governmental Funds	<u>\$ 2,894,058</u>
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.	
Capital outlay expenditures	575,210
Depreciation expense	<u>(384,940)</u>
	<u>190,270</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>(15,055)</u>
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Principal paid on general obligation bonds	139,000
Principal paid on installment purchase debt	<u>59,937</u>
	<u>198,937</u>
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Accrued interest	(14,937)
Changes in pension liabilities and related deferred outflows and inflows of resources	(280,978)
Compensated absences	(65,123)
Changes in OPEB liabilities and related deferred outflows and inflows of resources	<u>215,092</u>
	<u>(145,946)</u>
Change in Net Position of Governmental Activities	<u><u>\$ 3,122,264</u></u>

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

Village of Buchanan, New York

Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
General and Water Funds
Year Ended May 31, 2023

	General Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 4,310,057	\$ 4,310,057	\$ 4,325,107	\$ 15,050
Other tax items	1,210,000	1,210,000	1,213,098	3,098
Non-property taxes	507,000	507,000	734,060	227,060
Departmental income	343,800	343,800	601,875	258,075
Use of money and property	10,000	10,000	199,111	189,111
Licenses and permits	23,250	23,250	82,963	59,713
Fines and forfeitures	23,000	23,000	101,267	78,267
Sale of property and compensation for loss	10,000	10,000	4,223	(5,777)
State aid	1,145,302	1,517,769	1,375,493	(142,276)
Miscellaneous	10,000	10,000	45,446	35,446
Total Revenues	7,592,409	7,964,876	8,682,643	717,767
EXPENDITURES				
Current				
General government support	1,802,931	1,248,438	1,095,858	152,580
Public safety	1,549,352	1,489,686	1,462,899	26,787
Health	2,500	2,500	-	2,500
Transportation	591,761	806,690	629,663	177,027
Economic opportunity and development	3,000	3,000	2,850	150
Culture and recreation	394,131	486,314	377,043	109,271
Home and community services	1,078,336	985,433	943,205	42,228
Employee benefits	2,143,978	2,071,355	1,832,053	239,302
Debt service				
Principal	149,000	203,171	198,937	4,234
Interest	77,420	82,517	82,017	500
Issuance costs	-	5,772	5,772	-
Total Expenditures	7,792,409	7,384,876	6,630,297	754,579
Excess (Deficiency) of Revenues Over Expenditures	(200,000)	580,000	2,052,346	1,472,346
OTHER FINANCING SOURCES (USES)				
Transfers in	500,000	500,000	11,903	(488,097)
Transfers out	(300,000)	(1,080,000)	(1,080,000)	-
Total Other Financing Sources (Uses)	200,000	(580,000)	(1,068,097)	(488,097)
Net Change in Fund Balances	-	-	984,249	984,249
FUND BALANCES				
Beginning of Year	-	-	2,726,577	2,726,577
End of Year	\$ -	\$ -	\$ 3,710,826	\$ 3,710,826

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

Water Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
3,854,138	3,854,138	2,489,203	(1,364,935)
2,000	2,000	34,811	32,811
-	-	-	-
-	-	-	-
-	-	-	-
-	-	13,526	13,526
<u>3,856,138</u>	<u>3,856,138</u>	<u>2,537,540</u>	<u>(1,318,598)</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
3,288,184	3,288,184	1,343,850	1,944,334
67,954	67,954	48,469	19,485
-	-	-	-
-	-	-	-
-	-	-	-
<u>3,356,138</u>	<u>3,356,138</u>	<u>1,392,319</u>	<u>1,963,819</u>
<u>500,000</u>	<u>500,000</u>	<u>1,145,221</u>	<u>645,221</u>
-	-	-	-
<u>(500,000)</u>	<u>(500,000)</u>	<u>(380,000)</u>	<u>120,000</u>
<u>(500,000)</u>	<u>(500,000)</u>	<u>(380,000)</u>	<u>120,000</u>
-	-	765,221	765,221
-	-	877,944	877,944
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,643,165</u>	<u>\$ 1,643,165</u>

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Note 1 - Summary of Significant Accounting Policies

The Village of Buchanan, New York ("Village") was established in 1928 and operates in accordance with Village Law and the various other applicable laws of the State of New York. The Village Board of Trustees is the legislative body responsible for overall operation. The Village Manager serves as the chief executive officer and the Village Treasurer serves as the chief financial officer. The Village provides the following services to its residents: public safety, transportation, economic opportunity and development, culture and recreation, home and community services and general and administrative support.

The financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to local 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 Village's significant accounting policies are described below:

A. Financial Reporting Entity

The financial reporting entity consists of a) the primary government, which is the Village, b) organizations for which the Village is financially accountable and c) other organizations for which the nature and significance of their relationship with the Village 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 Village, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the Village's reporting entity was made by applying the criteria set forth by GASB, including legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, there are no other entities which would be included in the financial statements.

B. Government-Wide Financial Statements

The government-wide financial statements (i.e. the Statement of Net Position and the Statement of Activities) report information on all non-fiduciary activities of the Village 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 Village 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 Village does not allocate indirect expenses to functions in the Statement of Activities.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

C. Fund Financial Statements

The accounts of the Village 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, 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 Village maintains the minimum number of funds consistent with legal and managerial requirements. The focus of governmental fund financial statements is on major funds as that term is defined in professional pronouncements. Each major fund is to be presented in a separate column, with non-major funds, if any, aggregated and presented in a single column. Fiduciary funds are reported by type. The Village has elected to treat each governmental fund as a major fund as provided by the provisions of GASB Statement No. 34, "*Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*". Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements’ governmental activities column, a reconciliation is presented on the pages following, which briefly explain the adjustments necessary to transform the fund based financial statements into the governmental activities column of the government-wide presentation. The Village’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 Village's major governmental funds.

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

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

Water Fund - The Water Fund is used to record the water utility operations of the Village which renders services on a user charge basis to the general public. The major revenue of this fund is departmental income.

Special Purpose Fund - The Special Purpose Fund is used to account for assets held by the Village in accordance with grantor or contribution stipulations.

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.

Note 1 - Summary of Significant Accounting Policies (Continued)

- b. Fiduciary Funds (Not Included in Government-Wide Financial Statements) – The Fiduciary Funds are used to account for assets held by the Village on behalf of others. In accordance with the provisions of GASB Statement No. 84, “*Fiduciary Activities*”, the Village had no such activity to report in this fund category.

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*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they have been earned and 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. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are recognized as revenues when the expenditure is made and the amounts are expected to be collected within one year of the fiscal year end. A ninety day availability period is generally used for revenue recognition for most other governmental fund revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, net pension liability, total pension liability and other postemployment benefit liability are recognized later based on specific accounting rules applicable to each, generally 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

Cash and Equivalents, Investments and Risk Disclosure

Cash and Equivalents - Cash and equivalents consist of funds deposited in demand deposit accounts, time deposit accounts and short-term investments with original maturities of less than three months from the date of acquisition.

The Village’s deposits and investment policies are governed by State statutes. The Village 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 Village is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit.

Note 1 - Summary of Significant Accounting Policies (Continued)

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 Village 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.

Investments - Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions.

The Village follows the provisions of GASB Statement No. 72, "*Fair Value Measurement and Application*", which defines fair value and established a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or other inputs which can be corroborated by observable market data. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

The Village participates in the Cooperative Liquid Assets Securities System ("CLASS"), a cooperative investment pool, established pursuant to Articles 3A and 5G of General Municipal Law of the State of New York. CLASS has designated Public Trust Advisors, LLC as its registered investment advisor. Public Trust Advisors, LLC is registered with the Securities and Exchange Commission ("SEC"), and is subject to all of the rules and regulations of an investment advisor handling public funds. As such, the SEC provides regulatory oversight of CLASS.

The pool is authorized to invest in various securities issued by the United States and its agencies, obligations of the State of New York and repurchase agreements. These investments are reported at fair value. CLASS issues separately available audited financial statements with a year end of June 30th.

The Village's position in the pool in the amount of \$5,860,455 is equal to the value of the pool shares. The maximum maturity for any specific investment in the portfolio is 397 days.

Additional information concerning the cooperative is presented in the annual report of CLASS, which may be obtained from Public Trust Advisors, LLC, 717 17th Street, Suite 1850, Denver, CO 80202.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

Length of Service Award Program Investments

The length of service awards program has a guaranteed interest account ("GIA") provided through a group annuity contract backed by Empower Annuity Insurance Company of America ("EAIC") general investment account. Assets in the EAIC are primarily high quality, fixed income bonds with an approximately 99% rated investment grade. The program also has a stable value account provided through a group annuity contract backed by Lincoln Financial. The contracts meet the fully benefit-responsive investment contract criteria and therefore are reported at contract value. Contract value is the relevant measure for fully benefit-responsive investment contracts because this is the amount received by participants if they were to initiate permitted transactions under the terms of the Plan. Contract value represents contributions made under each contract, plus earnings, less participant withdrawals, and administrative expenses. At May 31, 2023, the value of the Villages investments in the contracts was \$1,029,101.

Risk Disclosure

Interest Rate Risk - Interest rate risk is the risk that the government will incur losses in fair value caused by changing interest rates. The Village does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from changing interest rates. Generally, the Village does not invest in any long-term investment obligations.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. GASB Statement No. 40, "*Deposits and Investment Risk Disclosures – an amendment of GASB Statement No. 3*", directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the Village's name. The Village's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at May 31, 2023.

Credit Risk - Credit risk is the risk that an issuer or other counterparty will not fulfill its specific obligation even without the entity's complete failure. The Village does not have a formal credit risk policy other than restrictions to obligations allowable under General Municipal Law of the State of New York.

Concentration of Credit Risk - Concentration of credit risk is the risk attributed to the magnitude of a government's investments in a single issuer. The Village's investment policy limits the amount on deposit at each of its banking institutions.

Property Taxes Receivable - Real property taxes attach as an enforceable lien on real property as of June 1st and are levied and payable in two installments due in June and December. The Village has the responsibility for the billing and collection of Village taxes and also has the responsibility for conducting tax lien sales and in-rem foreclosure proceedings.

Other Receivables - Other receivables include amounts due from other governments and individuals for services provided by the Village. Receivables are recorded and revenues recognized as earned

Note 1 - Summary of Significant Accounting Policies (Continued)

or as specific program expenditures/expenses are incurred. Allowances are recorded when appropriate.

Due From/To Other Funds - During the course of its operations, the Village 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 May 31, 2023, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

Capital Assets - Capital assets, which include property, plant and equipment are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$10,000 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 acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the Village chose to include all such items regardless of their acquisition date or amount. The Village was able to estimate the historical cost for the initial reporting of these assets through back trending (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 costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

<u>Class</u>	<u>Life in Years</u>
Buildings and improvements	5-40
Infrastructure	10-60
Machinery and equipment	5-10

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 have been satisfied. In the government-wide financial statements, unearned revenues consist of revenue 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 Village has reported unearned revenues of \$271,514, which includes \$147,376 for the unexpended portion of a prior year donation for recreational purposes and \$124,138 for the unexpended portion of the American Rescue

Note 1 - Summary of Significant Accounting Policies (Continued)

Plan Act funds received 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 includes a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets 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 includes a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

The Village reported deferred inflows of resources of \$117,179 for uncollected taxes in the General Fund. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

The Village has also reported deferred outflows of resources and deferred inflows of resources in relation to its pension, fire service awards and other postemployment benefit liabilities in the government-wide financial statement for governmental activities. These amounts are detailed in the discussion of the Village's pension plans in Note 3E.

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

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of 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 General Fund expenditures.

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

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

Total Pension Liability - The total pension liability represents the Village's liability for its Length of Service Award Program ("LOSAP"). The financial reporting of this amount is presented in accordance with the provisions of GASB Statement No. 73, "Accounting and Financial Reporting

Note 1 - Summary of Significant Accounting Policies (Continued)

for Pensions and Related Assets That Are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68”.

Other Postemployment Benefit Liability (“OPEB”) – In addition to providing pension benefits, the Village provides health care benefits for certain retired employees and their survivors. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 75, “*Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*”.

Net Position - represents the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources. Net position is comprised of three components: net investment in capital assets, restricted, and unrestricted.

Net investment in capital assets consists of capital assets, net of accumulated depreciation/amortization and reduced by outstanding balances of bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included in this component of net position.

Restricted net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on asset use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Restricted net position for the Village includes restricted for capital projects, repairs, debt service, pension benefits and special purposes-Parklands.

Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that does not meet the definition of the two preceding categories.

Fund Balance - Generally, fund balance represents the difference between current assets and deferred outflows of resources and current liabilities and deferred inflows of resources. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the Village 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) or they are legally or contractually required to be maintained intact (the corpus of a permanent fund).

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

Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to formal action of the entity’s highest level of decision making authority. The Village Board of Trustees is the highest level of decision making authority for the Village

Note 1 - Summary of Significant Accounting Policies (Continued)

that can, by 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 Village 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 Village Board of Trustees.

Assigned fund balance, in the General Fund, represents amounts constrained either by policies of the Village Board of Trustees for amounts assigned for balancing the subsequent year's budget or the Village Treasurer 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, represent amounts not classified as nonspendable, restricted, committed or assigned. The General Fund is the only fund that would report a positive unassigned fund balance. For all governmental funds other than the General Fund, any deficit fund balance is reported as unassigned.

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 Village's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the Village'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 all budgeted governmental funds. Encumbrances outstanding at year-end are generally reported as assigned fund balance since they do not constitute expenditures or liabilities.

G. Use of Estimates

The preparation of 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 December 22, 2023.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

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

- a) On or before March 31st, the budget officer submits to the Board of Trustees a tentative operating budget for the fiscal year commencing the following June 1st. The tentative budget includes the proposed expenditures and the means of financing.
- b) The Board of Trustees, on or before March 31st, meets to discuss and review the tentative budget.
- c) The Board of Trustees conducts a public hearing on the tentative budget to obtain taxpayer comments on or before April 15th.
- d) After the public hearing and on or before May 1st, the Trustees meet to consider and adopt the budget.
- e) Formal budgetary integration is employed during the year as a management control device for the General and Water funds.
- f) Budgets for the General and Water funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. An annual budget is not adopted by the Board for the Special Purpose Fund since other means control the use of these resources (e.g., grant awards) and sometimes span a period of more than one fiscal year.
- g) The Village 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 Board of Trustees. Any modifications to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also requires a majority vote by the Board.
- h) Appropriations in the General and Water 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 Board of Trustees.

B. Property Tax Limitations

The Village is permitted by the Constitution of the State of New York to levy taxes up to 2% of the five year average full valuation of taxable real estate located within the Village, exclusive of the amount raised for the payment of interest on and redemption of long-term debt. In accordance with this definition, the maximum amount of the levy for 2022-2023 was \$7,804,761, which exceeded the actual levy by \$3,494,704.

Note 2 - Stewardship, Compliance and Accountability (Continued)

In addition to this constitutional tax limitation, Chapter 97 of the Laws of 2011, as amended (“Tax Levy Limitation Law”), modified previous law by imposing a limit on the amount of real property taxes a local government may levy. 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 Village 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 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 Department of Labor with the result expressed as a decimal to four places. The Village 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 Village, including exclusions for certain portions of the expenditures for retirement system contributions and tort judgments payable by the Village. The Village Board of Trustees may adopt a budget that exceeds the tax levy limit for the coming fiscal year, only if the Board first enacts, by a vote of at least sixty percent of the total voting power of the Board, a local law to override such limit for such coming fiscal year.

C. Expenditures in Excess of Budget

The following functional Expenditures exceeded their budgetary authorizations by the amount indicated:

General Fund	
Transportation	
Street Lighting	\$12,706

Additionally, the following capital project exceeded its budgetary authorizations by the amount indicated:

DPW firelighter plow truck	\$1,848
----------------------------	---------

D. Capital Projects Fund Project Deficit

The individual project deficit in the Capital Projects Fund arises in-part because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance construction of capital projects are not recognized as an “other financing source”. Liabilities for bond anticipation notes payable are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed. These deficits will be reduced or eliminated as the bond anticipation notes are redeemed from interfund transfers from other governmental funds or converted to permanent financing. Other deficits where no bond anticipation notes are outstanding arise because of

Village of Buchanan, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 2 - Stewardship, Compliance and Accountability (Continued)

expenditures exceeding current financing on the projects. This deficit will be eliminated with the subsequent receipt or issuance of authorized financing.

E. New Accounting Pronouncement

GASB Statement No. 87, "Leases", established a single model for lease accounting based on the concept that leases are a financing of a "right-to-use" underlying asset. This statement requires a lessee to recognize a lease liability and an intangible right-to-use lease asset and a lessor to recognize a lease receivable and a deferred inflow of resources. The requirements of GASB Statement No. 87 are effective for the Village's fiscal year ended May 31, 2023. The Village has completed its evaluation of the financial impact of GASB Statement No. 87 and determined that the implementation of this standard was not required as it did not have a material impact on its financial statements.

Note 3 - Detailed Notes on All Funds

A. Taxes Receivable

Taxes receivable consisted of the following:

Village taxes - Current year	\$ 20,501
Tax liens and overdue taxes	97,355
	<hr/>
Total Taxes	117,856
Less - Allowance for uncollectible taxes	(677)
	<hr/>
Taxes Receivable	<u>\$ 117,179</u>

Taxes receivable in the fund financial are also offset by deferred tax revenues of \$117,179, which represents the taxes receivable which were not collected within the first sixty days of the subsequent year.

B. Interfund Receivables/Payables

The composition of due from/to other funds at May 31, 2023 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 95,868	\$ 1,385,080
Water	73,183	446,028
Special Purpose	37,945	-
Capital Projects	1,755,606	131,494
	<hr/>	<hr/>
	<u>\$ 1,962,602</u>	<u>\$ 1,962,602</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.

Village of Buchanan, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

C. Capital Assets

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

	Balance June 1, 2022	Additions	Deletions	Balance May 31, 2023
Capital assets, not being depreciated:				
Land	\$ 478,000	\$ -	\$ -	\$ 478,000
Construction-in-progress	113,653	46,637	-	160,290
Total Capital Assets, not being depreciated	\$ 591,653	\$ 46,637	\$ -	\$ 638,290
Capital assets, being depreciated:				
Buildings and improvements	\$ 1,895,033	\$ -	\$ -	\$ 1,895,033
Infrastructure	9,339,370	255,932	-	9,595,302
Machinery and equipment	2,168,309	272,641	-	2,440,950
Total Capital Assets, being depreciated	13,402,712	528,573	-	13,931,285
Less accumulated depreciation for:				
Buildings and improvements	1,722,099	7,801	-	1,729,900
Infrastructure	5,772,590	259,608	-	6,032,198
Machinery and equipment	1,024,381	117,531	-	1,141,912
Total Accumulated Depreciation	8,519,070	384,940	-	8,904,010
Total Capital Assets, being depreciated, net	\$ 4,883,642	\$ 143,633	\$ -	\$ 5,027,275
Capital assets, net	\$ 5,475,295	\$ 190,270	\$ -	\$ 5,665,565

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

General Government Support	\$ 9,008
Public Safety	55,231
Transportation	285,744
Culture and Recreation	1,836
Home and Community Services	33,121
Total Depreciation Expense	\$ 384,940

Village of Buchanan, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

D. Short-Term Capital Borrowings

Purpose	Original Issue Date	Maturity Date	Interest Rate	Balance June 1, 2022	New Issues	Redemptions	Balance May 31, 2023
Motor vehicles	3/3/2022	3/3/2023	- %	\$ 50,000	\$ -	\$ 50,000	\$ -
Motor vehicles	3/2/2023	3/1/2024	5.250	-	50,000	-	50,000
				<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ 50,000</u>

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

Interest expenditures of \$500 were recorded in the fund financial statements in the General Fund. Interest expense of \$1,025 was recorded in the government-wide financial statements.

E. Long-Term Liabilities

The following table summarizes changes in the Village's long-term liabilities for the year ended May 31, 2023:

	Balance June 1, 2022	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2023	Due Within One-Year
General Obligations Bonds Payable	\$ 2,159,000	\$ -	\$ 139,000	\$ 2,020,000	\$ 140,000
Installment Purchase Debt	150,997	-	59,937	91,060	29,200
Compensated Absences	377,841	103,123	38,000	442,964	44,000
Net Pension Liability - ERS	-	830,473	-	830,473	-
Net Pension Liability - PFRS	139,897	1,145,342	-	1,285,239	-
Total Pension Liability - Fire					
Length of Service Award Program	1,556,640	85,977	553,206	1,089,411	-
Other Postemployment Benefit Liability	16,245,086	1,015,143	585,019	16,675,210	-
	<u>\$ 20,629,461</u>	<u>\$ 3,180,058</u>	<u>\$ 1,375,162</u>	<u>\$ 22,434,357</u>	<u>\$ 213,200</u>

Each governmental fund's liability for general obligations bonds payable, installment purchase debt payable, compensated absences, net pension liability for ERS/PFRS, total pension liability for Fire-Length of Service Award Program, and other postemployment benefit liability are liquidated by the General Fund.

Village of Buchanan, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

General Obligations Bonds Payable

General obligations bonds payable at May 31, 2023 is comprised of the following individual issue:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at May 31, 2023
Public Improvements	2016	\$ 700,000	October, 2025	3.500 %	\$ 235,000
Public Improvements	2022	1,849,000	March, 2042	3.000 - 5.000	1,785,000
					<u>\$ 2,020,000</u>

Interest expenditures of \$76,414 were recorded in the fund financial statements in the General Fund. Interest expense of \$91,951 was recorded in the government-wide financial statements.

Installment Purchase Debt Payable

The Village entered into installment purchase agreement to finance the costs of a police vehicle. The terms of this agreement provided for the repayment of the principal amount of \$204,997 in annual installments of \$32,751 through August 2025 including interest at 3.90%.

Interest expenditures of \$5,103 were recorded in the fund financial statements in the General Fund. Interest expense of \$3,978 was recorded in the government-wide financial statements.

The balance due at May 31, 2023 on this installment purchase debt obligation was \$91,060.

Payments to Maturity

The annual requirements to amortize all debt outstanding as of May 31, 2023 including interest payments of \$650,456 are as follows:

Year Ending May 31,	General Obligations Bonds		Installment Purchase Debt		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 140,000	\$ 70,963	\$ 29,200	\$ 3,551	\$ 169,200	\$ 74,514
2025	150,000	65,000	30,338	2,413	180,338	67,413
2026	150,000	58,700	31,522	1,229	181,522	59,929
2027	75,000	53,800	-	-	75,000	53,800
2028	80,000	50,050	-	-	80,000	50,050
2029- 2033	445,000	193,250	-	-	445,000	193,250
2034 - 2038	520,000	116,550	-	-	520,000	116,550
2039 - 2042	460,000	34,950	-	-	460,000	34,950
	<u>\$ 2,020,000</u>	<u>\$ 643,263</u>	<u>\$ 91,060</u>	<u>\$ 7,193</u>	<u>\$ 2,111,060</u>	<u>\$ 650,456</u>

Village of Buchanan, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

The above general obligation bonds and installment purchase debt are direct borrowings of the Village for which full faith and credit are pledged and are payable from taxes levied on all taxable real property within the Village.

Legal Debt Margin

The Village is subject to legal limitations on the amount of debt that it may issue. The Village's legal debt margin is 7% of the five year average full valuation of taxable real property.

Compensated Absences

Pursuant to collective bargaining agreements, employees covered by the Local 456 International Brotherhood of Teamsters contract may accumulate an unlimited amount of sick time. Upon retirement, these employees will be compensated for a sliding scale percentage of unused sick time at their current salary level up to a maximum of 180 days. Employees covered under the Police Association contract can accumulate sick leave up to a maximum of 185 days and are also paid on a sliding scale percentage of unused sick time at their current salary level. Vacation time for all employees can be accumulated to a maximum of 10 days. The value of the compensated absences has been reflected in the government-wide financial statements.

Pension Plans

New York State and Local Retirement System

The Village participates in the New York State and Local Employees' Retirement System ("ERS") and the New York State and Local Police and Fire Retirement System ("PFRS") which are collectively referred to as the New York State and Local Retirement System ("System"). These are cost-sharing, multiple-employer defined benefit pension plans. The System provides retirement benefits as well as death and disability benefits. The net position of the System is held in the New York State Common Retirement Fund ("Fund"), which was established to hold all assets and record changes in fiduciary net position. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the System. The Comptroller is an elected official determined in a direct statewide election and serves a four year term. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law ("NYSRSSL"). Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The Village also participates in the Public Employees' Group Life Insurance Plan, which provides death benefits in the form of life insurance. The System is included in the State's financial report as a pension trust fund. That report, including information with regard to benefits provided may be found at www.osc.state.ny.us/retire/about_us/financial_statements_index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

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

Village of Buchanan, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

during the System's fiscal year ending March 31. The employer contribution rates for the plan's year ending in 2023 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	4 A15	12.9%
	5 A15	11.0
	6 A15	8.1
PFRS	2 384D	29.0%
	5 384D	25.0
	6 384D	20.2

At May 31, 2023, the Village reported the following for its proportionate share of the net pension liability for ERS and PFRS:

	<u>ERS</u>	<u>PFRS</u>
Measurement date	March 31, 2023	March 31, 2023
Net pension liability	\$ 830,473	\$ 1,285,239
Villages' proportion of the net pension liability	0.0038727 %	0.0233236 %
Change in proportion since the prior measurement date	(0.0001124) %	(0.0013043) %

The net pension liability was measured as of March 31, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Village's proportion of the net pension liability was based on a computation of the actuarially determined indexed present value of future compensation by employer relative to the total of all participating members.

For the year ended May 31, 2023, the Village recognized its proportionate share of pension expense in the government-wide financial statements of \$672,720 (\$279,436 for ERS and \$393,284 for PFRS). Pension expenditures of \$164,660 for ERS and \$252,129 for PFRS were recorded in the fund financial statements and were charged to the following funds.

<u>Fund</u>	<u>ERS</u>	<u>PFRS</u>
General	\$ 151,865	\$ 252,129
Water	12,795	-
	<u>\$ 164,660</u>	<u>\$ 252,129</u>

Village of Buchanan, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

At May 31, 2023, the Village reported its proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	ERS		PFRS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 88,452	\$ 23,323	\$ 125,619	\$ -
Changes of assumptions	403,331	4,458	626,294	-
Net difference between projected and actual earnings on pension plan investments	-	4,879	2,272	-
Changes in proportion and differences between Village contributions and proportionate share of contributions	50,792	50,278	57,641	78,653
Village contributions subsequent to the measurement date	26,173	-	44,199	-
	<u>\$ 568,748</u>	<u>\$ 82,938</u>	<u>\$ 856,025</u>	<u>\$ 78,653</u>
	Total			
	Deferred Outflows of Resources	Deferred Inflows of Resources		
Differences between expected and actual experience	\$ 214,071	\$ 23,323		
Changes of assumptions	1,029,625	4,458		
Net difference between projected and actual earnings on pension plan investments	2,272	4,879		
Changes in proportion and differences between Village contributions and proportionate share of contributions	108,433	128,931		
Village contributions subsequent to the measurement date	70,372	-		
	<u>\$ 1,424,773</u>	<u>\$ 161,591</u>		

\$26,173 and \$44,199 reported as deferred outflows of resources related to ERS and PFRS resulting from the Village's accrued contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the plan's year ended March 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ERS and PFRS will be recognized in pension expense as follows:

Year Ended March 31,	ERS	PFRS
2024	\$ 101,029	\$ 133,611
2025	(46,257)	(34,277)
2026	172,876	375,995
2027	231,989	238,392
2028	-	19,452
Thereafter	-	-
	<u>\$ 459,637</u>	<u>\$ 733,173</u>

Village of Buchanan, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

The total pension liability for the March 31, 2023 measurement date was determined by using an actuarial valuation date as noted below, with update procedures used to roll forward the total pension liabilities to that measurement date. Significant actuarial assumptions used in the valuation were as follows:

	<u>ERS</u>	<u>PFRS</u>
Measurement date	March 31, 2023	March 31, 2023
Actuarial valuation date	April 1, 2022	April 1, 2022
Investment rate of return	5.9% *	5.9% *
Salary scale	4.4%	6.2%
Inflation rate	2.9%	2.9%
Cost of living adjustments	1.5%	1.5%

*Compounded annually, net of pension plan investment expenses, including inflation.

Annuitant mortality rates are based on the System's experience with adjustments for mortality improvements based on Society of Actuaries Scale MP-2020.

The actuarial assumptions used in the valuation are based on the results of an actuarial experience study for the period April 1, 2015 - March 31, 2020.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected return, net of investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation is summarized in the following table.

<u>Asset Type</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	32 %	4.30 %
International Equity	15	6.85
Private Equity	10	7.50
Real Estate	9	4.60
Opportunistic/ARS Portfolio	3	5.38
Credit	4	5.43
Real Assets	3	5.84
Fixed income	23	1.50
Cash	1	0.00
	<u>100 %</u>	

* The real rate of return is net of the long-term inflation assumption of 2.9%.

Village of Buchanan, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

The discount rate used to calculate the total pension liability was 5.9%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based upon those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following presents the Village's proportionate share of the net pension liability (asset) calculated using the discount rate of 5.9%, as well as what the Village's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (4.9%) or 1 percentage point higher (6.9%) than the current rate:

	1% Decrease (4.9%)	Current Discount Rate (5.9%)	1% Increase (6.9%)
Village's proportionate share of the ERS net pension liability (asset)	<u>\$ 2,006,897</u>	<u>\$ 830,473</u>	<u>\$ (152,566)</u>
Village's proportionate share of the PFRS net pension liability	<u>\$ 2,679,141</u>	<u>\$ 1,285,239</u>	<u>\$ 131,005</u>

The components of the collective net pension liability as of the March 31, 2023 measurement date were as follows:

	<u>ERS</u>	<u>PFRS</u>	<u>Total</u>
Total pension liability	\$ 232,627,259,000	\$ 43,835,333,000	\$ 276,462,592,000
Fiduciary net position	<u>211,183,223,000</u>	<u>38,324,863,000</u>	<u>249,508,086,000</u>
Employers' net pension liability	<u>\$ 21,444,036,000</u>	<u>\$ 5,510,470,000</u>	<u>\$ 26,954,506,000</u>
Fiduciary net position as a percentage of total pension liability	<u>90.78%</u>	<u>87.43%</u>	<u>90.25%</u>

Employer contributions to ERS and PFRS are paid annually and cover the period through the end of the System's fiscal year, which is March 31st. Retirement contributions as of May 31, 2023 represent the employer contribution for the period of April 1, 2023 through May 31, 2023 based on paid ERS and PFRS wages multiplied by the employers' contribution rate, by tier. Employee contributions are remitted monthly. Accrued retirement contributions to ERS and PFRS within the General Fund as of May 31, 2023 were \$26,173 and \$44,199, respectively.

Voluntary Defined Contribution Plan

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

Note 3 - Detailed Notes on All Funds (Continued)

Length of Service Award Program

The Village's financial statements are for the year ended May 31, 2023. However, the information contained in this note is based on information for the Length of Service Award Program for the plan year ending on February 28, 2023, which is the most recent plan year for which complete information is available.

Plan Description

The Village established a defined benefit Service Award Program (referred to as a "LOSAP" – length of service award program – qualifying under Section 457(e)(11) of the Internal Revenue Code) effective October 1, 1991 for the active volunteer firefighter members of the Village. This is a single employer defined benefit plan. The program was established pursuant to Article 11-A of the General Municipal Law of the State of New York. The program provides municipally-funded pension-like benefits to facilitate the recruitment and retention of active volunteer firefighters. The Village is the sponsor of the program.

Under the program, participating volunteers begin to be paid a service award upon attainment of the program "entitlement age". The amount of the service award paid to a volunteer is based upon the number of years of service credit the volunteer earned under the program for performing active volunteer firefighter activities.

Participation, Vesting and Service Credit

Active volunteer firefighters who have reached the age of 18 and who have completed one year of firefighting service are eligible to participate in the program. Participants acquire a nonforfeitable right to a service award after being credited with five years of firefighting service or upon attaining the program's entitlement age. The program's entitlement age is age 65 with one year of Plan participation. In general, an active volunteer firefighter is credited with a year of firefighting service for each calendar year after the establishment of the program in which he or she accumulates fifty points. Points are granted for the performance of certain activities in accordance with a system established by the sponsor on the basis of a statutory list of activities and point values. A participant may also receive credit for 5 years of firefighting service rendered prior to the establishment of the program as an active volunteer firefighter member of the Village.

Benefits

A participant's benefit under the program is the actuarial equivalent of a monthly payment for life equal to \$20 multiplied by the person's total number of years of firefighting service. The number of years of firefighting service used to compute the benefit cannot exceed forty years. Except in the case of disability or death, benefits are payable when a participant reaches entitlement age. The program provides statutorily mandated death and disability benefits.

Fiduciary Investment and Control

Service credit is determined by the governing board of the sponsor, based on information certified to the governing board by each fire company having members who participate in the program. The fire company must maintain all required records on forms prescribed by the governing board.

Village of Buchanan, New York

Notes to Financial Statements (Continued)
May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

The governing board of the sponsor has retained and designated VFIS to assist in the administration of the program. The designated program administrator's functions include installation assistance in the following areas: specimen adoption agreement, specimen master plan, insurance applications, participant enrollment forms, explanation of benefits and benefit certificates provided at enrollment and every three years thereafter. In addition, VFIS provides the following administrative assistance: reminder letter to the Village with census for current anniversary date, participant's benefit calculation at the time of termination or retirement for verification by the Village, schedule of benefits and costs, valuation and recommended deposit, summary of required contribution and actuarial review and recommended benefit enhancement.

Disbursements of program assets for the payment of benefits or administrative expenses must be approved.

<u>Group</u>	<u>May 31, 2023</u>
Inactive participants currently receiving benefit payments	1
Inactive participants entitled to but not yet receiving benefits payments	11
Active participants	<u>27</u>
	<u><u>39</u></u>

Contributions

New York State General Municipal Law §219(d) requires the Village to contribute an actuarially determined contribution on an annual basis. The actuarially determined contribution shall be appropriated annually by the Village.

Measurement of Total Pension Liability

The total pension liability at the February 28, 2023 measurement date was determined using an actuarial valuation as of March 1, 2022.

Actuarial Assumptions. The total pension liability in the February 28, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method: Entry Age Normal

Inflation: 0.00%

Salary Scale: None assumed

Mortality – No pre-retirement mortality, post retirement RP2000 projected to 2030

Discount Rate. The discount rate used to measure the total pension liability was 4.06%, net of pension plan investment expense, including inflation.

Trust Assets. Although assets have been accumulated in an irrevocable trust such that the assets are dedicated to providing pensions to plan members in accordance with benefit terms, the trust

Village of Buchanan, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

assets are not legally protected from creditors of the Village. As such, the trust assets do not meet the criteria in paragraph 4 of GASB Statement No. 73. The trust assets are recorded in the General Fund as investments and as a component of restricted fund balance.

Changes in the Total Pension Liability

Total Pension Liability - Beginning of Period	\$ 1,556,640
Service cost	22,777
Interest	63,200
Changes of assumptions or other inputs	(421,147)
Differences between expected and actual experience	(128,444)
Benefit payments	<u>(3,615)</u>
Total Pension Liability - End of Period	<u>\$ 1,089,411</u>

Sensitivity of the Total Pension Liability to changes in the discount rate. The following presents the total pension liability of the Village as of the February 28, 2023 measurement date, calculated using the discount rate of 4.06%, as well as what the Village's total pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.06%) or 1-percentage point higher (5.06%) than the current rate:

	1% Decrease (3.06%)	Current Discount Rate (4.06%)	1% Increase (5.06%)
	<u>\$</u>	<u>\$</u>	<u>\$</u>
Total Pension Liability	<u>1,312,493</u>	<u>1,089,411</u>	<u>913,254</u>

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended May 31, 2023, the Village recognized pension expense of \$56,435. At May 31, 2023, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>\$</u>	<u>\$</u>
Differences between expected and actual experience	3,802	232,504
Changes of assumptions or other inputs	342,845	516,639
Benefit payments and administrative expenses subsequent to the measurement date	<u>31,388</u>	<u>-</u>
	<u>\$ 378,035</u>	<u>\$ 749,143</u>

For the year ended May 31, 2023, the Village reported \$31,388 as deferred outflows of resources resulting from Village contributions subsequent to the measurement date and this amount will be recognized as a reduction of the total pension liability in the plan year ended February 28, 2024.

Village of Buchanan, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended May 31,	
2024	\$ (54,692)
2025	(54,692)
2026	(54,692)
2027	(54,686)
2028	(95,148)
Thereafter	<u>(88,586)</u>
	<u>\$ (402,496)</u>

Other Postemployment Benefit Liability (“OPEB”)

In addition to providing pension benefits, the Village provides certain health care benefits for retired employees through a single employer defined benefit OPEB plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Village may vary according to length of service. The cost of providing postemployment health care benefits is shared between the Village and the retired employee as noted below. Substantially all of the Village's employees may become eligible for those benefits if they reach normal retirement age while working for the Village. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, “*Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*”, so the net OPEB liability is equal to the total OPEB liability. Separate financial statements are not issued for the plan.

At May 31, 2023, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefit payments	24
Active employees	<u>19</u>
	<u>43</u>

The Village's total OPEB liability of \$16,675,210 was measured as of May 31, 2023, and was determined by an actuarial valuation as of June 1, 2022.

The total OPEB liability in the June 1, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary increases	3.00%
Discount rate	4.24%
Healthcare cost trend rates	8.0% for 2023, decreasing 0.5% per year to an ultimate rate of 5.0% for 2029 and later years

Village of Buchanan, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

The discount rate was based on S&P Municipal Bond 20-Year High Grade Rate Index as of May 31, 2023.

Mortality rates were based on PUB-2010 mortality table and MP-2021 projection.

The actuarial assumptions used in the June 1, 2022 valuation were based on published municipal bond indices.

The Village's change in the total OPEB liability for the year ended May 31, 2023 is as follows:

Total OPEB Liability - Beginning of Year	\$ 16,245,086
Service cost	257,312
Interest	590,245
Differences between expected and actual experience	1,757,623
Changes in assumptions or other inputs	(1,590,037)
Benefit payments	<u>(585,019)</u>
 Total OPEB Liability - End of Year	 <u><u>\$ 16,675,210</u></u>

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.24%) or 1 percentage point higher (5.24%) than the current discount rate:

	1% Decrease (3.24%)	Current Discount Rate (4.24%)	1% Increase (5.24%)
	<u> </u>	<u> </u>	<u> </u>
Total OPEB Liability	<u>\$ 19,155,235</u>	<u>\$ 16,675,210</u>	<u>\$ 14,666,799</u>

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (7.0% decreasing to 4.0%) or 1 percentage point higher (9.0% decreasing to 6.0%) than the current healthcare cost trend rates:

	1% Decrease (7.0% decreasing to 4.0%)	Current Healthcare Cost Trend Rates (8.0% decreasing to 5.0%)	1% Increase (9.0% decreasing to 6.0%)
	<u> </u>	<u> </u>	<u> </u>
Total OPEB Liability	<u>\$ 14,802,159</u>	<u>\$ 16,675,210</u>	<u>\$ 19,018,471</u>

For the year ended May 31, 2023, the Village recognized OPEB expense of \$369,927 in the government-wide financial statements. At May 31, 2023, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Village of Buchanan, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions or other inputs	\$ 1,725,928	\$ 4,977,978
Differences between expected and actual experience	1,784,989	863,952
	<u>\$ 3,510,917</u>	<u>\$ 5,841,930</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended May 31,	
2024	\$ (477,629)
2025	(492,619)
2026	(527,344)
2027	(833,421)
2028	-
Thereafter	-
	<u>\$ (2,331,013)</u>

F. Revenues and Expenditures

Interfund Transfers

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

Transfers Out	Transfers In		Total
	General Fund	Capital Projects Fund	
General Fund	\$ -	\$ 1,080,000	\$ 1,080,000
Water Fund	-	380,000	380,000
Special Purpose Fund	11,903	-	11,903
	<u>\$ 11,903</u>	<u>\$ 1,460,000</u>	<u>\$ 1,471,903</u>

Transfers are used to move amounts earmarked in the operating funds to fulfill commitments for Capital Projects Fund expenditures or to move funds to compensate for the payments made by another fund on its behalf.

Village of Buchanan, New York

Notes to Financial Statements (Continued)

May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

G. Net Position

The components of net position are detailed below:

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

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

Restricted for Repairs - the component of net position that has been established pursuant to Section 6d of the General Municipal Law of the State of New York to pay the cost of major repairs to Village assets.

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

Restricted for Parklands - the component of net position that has been established pursuant to New York State law. This amount represents funds received by the Village 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 recreational purposes.

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

Village of Buchanan, New York

Notes to Financial Statements (Continued)
 May 31, 2023

Note 3 - Detailed Notes on All Funds (Continued)

H. Fund Balances

	2023					2022				
	General Fund	Water Fund	Special Purpose Fund	Capital Projects Fund	Total	General Fund	Water Fund	Special Purpose Fund	Capital Projects Fund	Total
Restricted:										
Repairs	\$ 53,190	\$ 400,254	\$ -	\$ -	\$ 453,444	\$ 52,663	\$ 396,291	\$ -	\$ -	\$ 448,954
Debt service	2,074	-	-	-	2,074	2,074	-	-	-	2,074
Pension benefits	1,029,101	-	-	-	1,029,101	968,411	-	-	-	968,411
Parklands	-	-	228,789	-	228,789	-	-	240,635	-	240,635
Capital projects	-	-	-	4,038,260	4,038,260	-	-	-	2,881,826	2,881,826
Total Restricted	1,084,365	400,254	228,789	4,038,260	5,751,668	1,023,148	396,291	240,635	2,881,826	4,541,900
Assigned										
Purchases on order:										
General government support	1,475	-	-	-	1475	-	-	-	-	-
Public safety	7,973	-	-	-	7973	-	-	-	-	-
Transportation	30,674	-	-	-	30674	-	-	-	-	-
Culture and recreation	3,625	-	-	-	3625	-	-	-	-	-
Home and community	13,912	26,351	-	-	40263	-	-	-	-	-
	57,659	26,351	-	-	84,010	-	-	-	-	-
Water Fund	-	1,216,560	-	-	1,216,560	-	481,653	-	-	481,653
Total Assigned	57,659	1,242,911	-	-	1,300,570	-	481,653	-	-	481,653
Unassigned	2,568,802	-	-	-	2,568,802	1,703,429	-	-	-	1,703,429
Total Fund Balances	\$ 3,710,826	\$ 1,643,165	\$ 228,789	\$ 4,038,260	\$ 9,537,030	\$ 2,726,577	\$ 877,944	\$ 240,635	\$ 2,881,826	\$ 6,726,982

Village of Buchanan, New York

Notes to Financial Statements (Continued)
May 31, 2023

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.

Restricted for Pension Benefits - The component of net position that has been set aside to be used for LOSAP pension benefits in accordance with Article 11-A of the General Municipal Law of the State of New York.

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

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

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

B. Risk Management

The Village purchases various conventional insurance coverages to reduce its exposure to loss. The Village maintains general liability insurance coverage with a policy limit of \$3 million. The personal and advertising limit policies provide coverage up to \$1 million. The Village also participates in a workers' compensation public entity pool through the Public Employer Risk Management Association.

Settled claims resulting from those risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 5 - Tax Abatement

The Village has a real property tax abatement pursuant to New York Real Property Tax Section 485 which permits the exemption from taxation of nuclear powered electric generating facilities upon the adoption of a local law or resolution by any tax jurisdiction.

The Village has a PILOT agreement with Holtec Decommissioning International, LLC in the amount of \$3,300,000 for three years from 2023-2025 with option to extend for the year 2026 for \$900,000. The Village received its first payment of \$1,200,000 under this agreement in the fiscal year 2022-2023.

Note 6 - Recently Issued GASB Pronouncements

GASB Statement No. 96, "*Subscription-Based Information Technology Arrangements*" provides guidance on the accounting and financial reporting for subscription-based information technology arrangements ("SBITAs") for government end users. This Statement defines a SBITA and establishes that a SBITA results in a right-to-use subscription asset (intangible asset) and a corresponding liability. The Statement also provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA, as well as detailing the requirements for note disclosures regarding a SBITA. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022.

Village of Buchanan, New York

Notes to Financial Statements (Concluded)

May 31, 2023

Note 6 - Recently Issued GASB Pronouncements (Continued)

GASB Statement No. 101, "*Compensated Absences*", provides guidance on the accounting and financial reporting for compensated absences. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2023.

This is not an all-inclusive list of recently issued GASB pronouncements but rather a listing of Statements that the Village believes will most impact its financial statements. The Village will evaluate the impact of this and other pronouncements may have on its financial statements and will implement them as applicable and when material.

Village of Buchanan, New York

Required Supplementary Information - Schedule of Changes in the Village's Total OPEB Liability and Related Ratios Last Ten Fiscal Years (1)(3)

	2023	2022	2021	2020	2019
Total OPEB Liability:					
Service cost	\$ 257,312	\$ 388,765	\$ 287,775	\$ 265,446	\$ 243,084
Interest	590,245	331,000	500,351	565,184	553,194
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	1,757,623	677,668	(1,083,006)	(967,353)	89,959
Changes of assumptions or other inputs	(1,590,037)	(5,678,174)	2,668,074	1,175,671	-
Benefit payments	(585,019)	(583,578)	(577,117)	(512,467)	(473,817)
Net Change in Total OPEB Liability	430,124	(4,864,319)	1,796,077	526,481	412,420
Total OPEB Liability – Beginning of Year	16,245,086	21,109,405	19,313,328	18,786,847	18,374,427 (2)
Total OPEB Liability – End of Year	<u>\$ 16,675,210</u>	<u>\$ 16,245,086</u>	<u>\$ 21,109,405</u>	<u>\$ 19,313,328</u>	<u>\$ 18,786,847</u>
Village's covered-employee payroll	<u>\$ 2,051,189</u>	<u>\$ 2,261,658</u>	<u>\$ 2,293,046</u>	<u>\$ 1,977,040</u>	<u>\$ 2,236,779</u>
Total OPEB liability as a percentage of covered-employee payroll	<u>813%</u>	<u>718%</u>	<u>921%</u>	<u>977%</u>	<u>840%</u>
Discount Rate	<u>4.24%</u>	<u>3.70%</u>	<u>1.59%</u>	<u>2.63%</u>	<u>3.05%</u>

Notes to Schedule:

(1) Data not available prior to fiscal year 2019 implementation of Governmental Accounting Standards Board Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions".

(2) Restated for the implementation of the provisions of GASB Statement No. 75.

(3) No assets are accumulated in a trust that meets the criteria in paragraph 4 of this Statement to pay related benefits.

See independent auditors' report.

Village of Buchanan, New York

Required Supplementary Information - Schedule of Changes
in the Village's Total Pension Liability - Service Awards Program
Last Ten Fiscal Years*

	2023	2022	2021	2020	2019	2018*
Total Pension Liability:						
Service Cost	\$ 22,777	\$ 42,645	\$ 41,747	\$ 45,132	\$ 36,445	\$ 34,562
Interest	63,200	34,229	40,663	22,977	42,904	39,926
Changes of assumptions or other inputs	(421,147)	40,817	(233,485)	534,483	60,093	14,881
Differences between expected and actual experience	(128,444)	(2,299)	5,704	(210,829)	(24,816)	-
Benefit payments	(3,615)	(3,000)	(70,161)	(1,410)	(4,775)	(3,073)
Net Change in Total Pension Liability	(467,229)	112,392	(215,532)	390,353	109,851	86,296
Total Pension Liability – Beginning of Year	1,556,640	1,444,248	1,659,780	1,269,427	1,159,576	1,073,280
Total Pension Liability – End of Year	<u>\$ 1,089,411</u>	<u>\$ 1,556,640</u>	<u>\$ 1,444,248</u>	<u>\$ 1,659,780</u>	<u>\$ 1,269,427</u>	<u>\$ 1,159,576</u>
Village's covered payroll	N/A	N/A	N/A	N/A	N/A	N/A
Total pension liability as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A
Discount Rate	<u>4.06%</u>	<u>2.37%</u>	<u>3.72%</u>	<u>3.70%</u>	<u>1.81%</u>	<u>3.72%</u>

*Schedule is intended to show information for 10 years. Additional information will be displayed as it becomes available.

Notes to Schedule:

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Government Accounting Standards Board ("GASB") Statement No. 73, "Accounting and Financial Reporting for Pensions and Related Assets That Are Not Within the Scope of GASB Statement No. 68, and Amendments to Certain Provisions of GASB Statements Nos. 67 and 68" to pay related benefits.

See independent auditors' report.

Village of Buchanan, New York

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

Schedule of the Village's Proportionate Share of the Net Pension Liability (Asset) (2)

	2023 (3)	2022 (4)	2021 (4)	2020 (3)	2019	2018	2017	2016
Village's proportion of the net pension liability (asset)	0.0038727%	0.0039851%	0.0043158%	0.0046687%	0.0055265%	0.0059832%	0.0057881%	0.0056321%
Village's proportionate share of the net pension liability (asset)	\$ 830,473	\$ (325,769)	\$ 4,297	\$ 1,236,310	\$ 391,569	\$ 193,105	\$ 543,865	\$ 903,964
Village's covered payroll	\$ 1,266,735	\$ 1,448,166	\$ 1,249,721	\$ 1,287,641	\$ 1,430,276	\$ 1,463,184	\$ 1,400,911	\$ 1,406,385
Village's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	65.56%	(22.50%)	0.34%	96.01%	27.38%	13.20%	38.82%	64.28%
Plan fiduciary net position as a percentage of the total pension liability	90.78%	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%	90.68%
Discount Rate	5.90%	5.90%	5.90%	6.80%	7.00%	7.00%	7.00%	7.00%

Schedule of Contributions

	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 163,988	\$ 198,340	\$ 188,376	\$ 208,153	\$ 211,746	\$ 204,616	\$ 210,691	\$ 223,059
Contributions in relation to the contractually required contribution	(163,988)	(198,340)	(188,376)	(208,153)	(211,746)	(204,616)	(210,691)	(223,059)
Contribution excess	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Village's covered payroll	\$ 1,195,452	\$ 1,504,421	\$ 1,256,584	\$ 1,277,357	\$ 1,394,336	\$ 1,497,232	\$ 1,413,626	\$ 1,416,980
Contributions as a percentage of covered payroll	13.72%	13.18%	14.99%	16.30%	15.19%	13.67%	14.90%	15.74%

(1) Data not available prior to fiscal year 2016 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

(2) The amounts presented for each fiscal year were determined as of the March 31 measurement date within the current fiscal year.

(3) Increase in the Village's proportionate share of the net pension liability mainly attributable to decrease in plan fiduciary net position due to investment losses.

(4) Decrease in the Village's proportionate share of the net pension liability mainly attributable to increase in plan fiduciary net position due to investment gains.

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Village of Buchanan, New York

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

Schedule of the Village's Proportionate Share of the Net Pension Liability (2)

	2023 (3)	2022 (4)	2021 (4)	2020 (3)	2019	2018	2017	2016
Village's proportion of the net pension liability	<u>0.0233236%</u>	<u>0.0246279%</u>	<u>0.0217895%</u>	<u>0.0230480%</u>	<u>0.0273691%</u>	<u>0.0295435%</u>	<u>0.0277265%</u>	<u>0.0265829%</u>
Village's proportionate share of the net pension liability	<u>\$ 1,285,239</u>	<u>\$ 139,897</u>	<u>\$ 378,327</u>	<u>\$ 1,231,899</u>	<u>\$ 458,997</u>	<u>\$ 298,613</u>	<u>\$ 574,674</u>	<u>\$ 787,064</u>
Village's covered payroll	<u>\$ 974,637</u>	<u>\$ 929,879</u>	<u>\$ 901,228</u>	<u>\$ 760,853</u>	<u>\$ 1,033,616</u>	<u>\$ 995,894</u>	<u>\$ 1,052,655</u>	<u>\$ 942,526</u>
Village's proportionate share of the net pension liability as a percentage of its covered payroll	<u>131.87%</u>	<u>15.04%</u>	<u>41.98%</u>	<u>161.91%</u>	<u>44.41%</u>	<u>29.98%</u>	<u>54.59%</u>	<u>83.51%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>87.43%</u>	<u>98.66%</u>	<u>95.79%</u>	<u>84.86%</u>	<u>95.09%</u>	<u>96.93%</u>	<u>93.46%</u>	<u>90.24%</u>
Discount Rate	<u>5.90%</u>	<u>5.90%</u>	<u>5.90%</u>	<u>6.80%</u>	<u>7.00%</u>	<u>7.00%</u>	<u>7.00%</u>	<u>7.00%</u>

Schedule of Contributions

	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	<u>\$ 249,516</u>	<u>\$ 251,505</u>	<u>\$ 184,675</u>	<u>\$ 246,724</u>	<u>\$ 235,683</u>	<u>\$ 256,772</u>	<u>\$ 224,705</u>	<u>\$ 208,770</u>
Contributions in relation to the contractually required contribution	<u>(249,516)</u>	<u>(251,505)</u>	<u>(184,675)</u>	<u>(246,724)</u>	<u>(235,683)</u>	<u>(256,772)</u>	<u>(224,705)</u>	<u>(208,770)</u>
Contribution excess	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Village's covered payroll	<u>\$ 972,383</u>	<u>\$ 921,391</u>	<u>\$ 930,616</u>	<u>\$ 751,021</u>	<u>\$ 980,211</u>	<u>\$ 1,031,844</u>	<u>\$ 1,055,021</u>	<u>\$ 940,301</u>
Contributions as a percentage of covered payroll	<u>25.66%</u>	<u>27.30%</u>	<u>19.84%</u>	<u>32.85%</u>	<u>24.04%</u>	<u>24.88%</u>	<u>21.30%</u>	<u>22.20%</u>

(1) Data not available prior to fiscal year 2016 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

(2) The amounts presented for each fiscal year were determined as of the March 31 measurement date within the current fiscal year.

(3) Increase in the Village's proportionate share of the net pension liability mainly attributable to decrease in plan fiduciary net position due to investment losses.

(4) Decrease in the Village's proportionate share of the net pension liability mainly attributable to increase in plan fiduciary net position due to investment gains.

Village of Buchanan, New York

General Fund
 Combining Balance Sheet - Sub-Funds
 May 31, 2023
 (With Comparative Totals for 2022)

	<u>General</u>	<u>Fire Service Awards Program</u>
ASSETS		
Cash and equivalents	\$ 1,573,063	\$ -
Investments	2,454,631	1,029,101
Taxes receivable, net of allowance for uncollectible taxes of \$677 in 2023 and 2022	117,179	-
Accounts receivable	423,640	-
Due from State and Federal	20,567	-
Due from other governments	169,492	-
Due from other funds	95,868	-
	<u>4,854,440</u>	<u>1,029,101</u>
Total Assets	<u>\$ 4,854,440</u>	<u>\$ 1,029,101</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
Liabilities		
Accounts payable	\$ 96,291	\$ -
Accrued liabilities	103,035	-
Employee payroll deductions	7,750	-
Due to retirement systems	70,372	-
Unearned revenues	271,514	-
Due to other funds	1,385,080	-
Deposits payable	121,494	-
	<u>2,055,536</u>	<u>-</u>
Total Liabilities	2,055,536	-
Deferred inflows of resources		
Real property taxes	117,179	-
	<u>117,179</u>	<u>-</u>
Total Liabilities and Deferred Inflows of Resources	<u>2,172,715</u>	<u>-</u>
Fund balances		
Restricted	55,264	1,029,101
Unassigned	2,626,461	-
	<u>2,681,725</u>	<u>1,029,101</u>
Total Fund Balances	<u>2,681,725</u>	<u>1,029,101</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 4,854,440</u>	<u>\$ 1,029,101</u>

See independent auditors' report.

Totals	
2023	2022
\$ 1,573,063	\$ 3,452,749
3,483,732	968,411
117,179	132,234
423,640	281,528
20,567	-
169,492	484,544
95,868	6,215
<u>\$ 5,883,541</u>	<u>\$ 5,325,681</u>
\$ 96,291	\$ 416,470
103,035	56,576
7,750	4,758
70,372	69,284
271,514	192,306
1,385,080	1,607,613
121,494	119,863
<u>2,055,536</u>	<u>2,466,870</u>
117,179	132,234
<u>2,172,715</u>	<u>2,599,104</u>
1,084,365	1,023,148
2,626,461	1,703,429
<u>3,710,826</u>	<u>2,726,577</u>
<u>\$ 5,883,541</u>	<u>\$ 5,325,681</u>

Village of Buchanan, New York

General Fund

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Sub-Funds

Year Ended May 31, 2023

(With Comparative Actuals for 2022)

	General	Fire Service Awards Program	Eliminations
REVENUES			
Real property taxes	\$ 4,325,107	\$ -	\$ -
Other tax items	1,213,098	-	-
Non-property taxes	734,060	-	-
Departmental income	601,875	34,958	(34,958)
Use of money and property	169,809	29,302	-
Licenses and permits	82,963	-	-
Fines and forfeitures	101,267	-	-
Sale of property and compensation for loss	4,223	-	-
State aid	1,375,493	-	-
Federal aid	-	-	-
Miscellaneous	45,446	-	-
Total Revenues	8,653,341	64,260	(34,958)
EXPENDITURES			
Current			
General government support	1,095,858	-	-
Public safety	1,459,329	3,570	-
Transportation	629,663	-	-
Economic opportunity and development	2,850	-	-
Culture and recreation	377,043	-	-
Home and community services	943,205	-	-
Employee benefits	1,867,011	-	(34,958)
Debt service			
Principal	198,937	-	-
Interest	82,017	-	-
Issuance costs	5,772	-	-
Total Expenditures	6,661,685	3,570	(34,958)
Excess of Revenues Over Expenditures	1,991,656	60,690	-
OTHER FINANCING SOURCES (USES)			
General obligation bonds issued	-	-	-
Transfers in	11,903	-	-
Transfers out	(1,080,000)	-	-
Total Other Financing Uses	(1,068,097)	-	-
Net Change in Fund Balances	923,559	60,690	-
FUND BALANCES			
Beginning of Year	1,758,166	968,411	-
End of Year	\$ 2,681,725	\$ 1,029,101	\$ -

See independent auditors' report.

Totals	
2023	2022
\$ 4,325,107	\$ 3,763,358
1,213,098	1,800,614
734,060	674,619
601,875	392,464
199,111	120,326
82,963	136,496
101,267	58,657
4,223	92,972
1,375,493	1,170,791
-	104,784
45,446	57,698
<u>8,682,643</u>	<u>8,372,779</u>
1,095,858	1,513,733
1,462,899	1,398,849
629,663	718,411
2,850	2,850
377,043	372,543
943,205	843,011
1,832,053	1,685,167
198,937	128,454
82,017	24,029
5,772	35,807
<u>6,630,297</u>	<u>6,722,854</u>
<u>2,052,346</u>	<u>1,649,925</u>
-	86,700
11,903	-
<u>(1,080,000)</u>	<u>(1,104,784)</u>
<u>(1,068,097)</u>	<u>(1,018,084)</u>
984,249	631,841
<u>2,726,577</u>	<u>2,094,736</u>
<u>\$ 3,710,826</u>	<u>\$ 2,726,577</u>

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Village of Buchanan, New York

General Fund
 Comparative Balance Sheet - Sub-Fund
 May 31,

	2023	2022
ASSETS		
Cash and equivalents	\$ 1,573,063	\$ 3,452,749
Investments	2,454,631	-
Taxes receivable, net of allowance for uncollectible taxes of \$677 in 2023 and 2022	117,179	132,234
Other receivables		
Accounts	423,640	281,528
Due from other governments	169,492	484,544
Due from other funds	95,868	6,215
Due from State and Federal	20,567	-
	709,567	772,287
Total Assets	\$ 4,854,440	\$ 4,357,270
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 96,291	\$ 416,470
Accrued liabilities	103,035	56,576
Employee payroll deductions	7,750	4,758
Due to retirement systems	70,372	69,284
Unearned revenues	271,514	192,306
Due to other funds	1,385,080	1,607,613
Deposits payable	121,494	119,863
Total Liabilities	2,055,536	2,466,870
Deferred inflows of resources		
Real property taxes	117,179	132,234
Total Liabilities and Deferred Inflows of Resources	2,172,715	2,599,104
Fund balance		
Restricted	55,264	54,737
Unassigned	2,626,461	1,703,429
Total Fund Balance	2,681,725	1,758,166
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 4,854,440	\$ 4,357,270

See independent auditors' report.

Village of Buchanan, New York

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

	2023			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 4,310,057	\$ 4,310,057	\$ 4,325,107	\$ 15,050
Other tax items	1,210,000	1,210,000	1,213,098	3,098
Non-property taxes	507,000	507,000	734,060	227,060
Departmental income	343,800	343,800	601,875	258,075
Use of money and property	10,000	10,000	169,809	159,809
Licenses and permits	23,250	23,250	82,963	59,713
Fines and forfeitures	23,000	23,000	101,267	78,267
Sale of property and compensation for loss	10,000	10,000	4,223	(5,777)
State aid	1,145,302	1,517,769	1,375,493	(142,276)
Federal aid	-	-	-	-
Miscellaneous	10,000	10,000	45,446	35,446
Total Revenues	7,592,409	7,964,876	8,653,341	688,465
EXPENDITURES				
Current				
General government support	1,802,931	1,248,438	1,095,858	152,580
Public safety	1,549,352	1,489,686	1,459,329	30,357
Health	2,500	2,500	-	2,500
Transportation	591,761	806,690	629,663	177,027
Economic opportunity and development	3,000	3,000	2,850	150
Culture and recreation	394,131	486,314	377,043	109,271
Home and community services	1,078,336	985,433	943,205	42,228
Employee benefits	2,143,978	2,071,355	1,867,011	204,344
Debt service				
Principal	149,000	203,171	198,937	4,234
Interest	77,420	82,517	82,017	500
Issuance costs	-	5,772	5,772	-
Total Expenditures	7,792,409	7,384,876	6,661,685	723,191
Excess (Deficiency) of Revenues Over Expenditures	(200,000)	580,000	1,991,656	1,411,656
OTHER FINANCING SOURCES (USES)				
General obligation bonds issued	-	-	-	-
Transfers in	500,000	500,000	11,903	(488,097)
Transfers out	(300,000)	(1,080,000)	(1,080,000)	-
Total Other Financing Sources (Uses)	200,000	(580,000)	(1,068,097)	(488,097)
Net Change in Fund Balance	-	-	923,559	923,559
FUND BALANCE				
Beginning of Year	-	-	1,758,166	1,758,166
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,681,725</u>	<u>\$ 2,681,725</u>

See independent auditors' report.

2022

Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 3,808,915	\$ 3,808,915	\$ 3,763,358	\$ (45,557)
1,807,758	1,807,758	1,800,614	(7,144)
467,000	647,000	674,619	27,619
224,580	394,580	392,464	(2,116)
3,000	3,000	92,952	89,952
13,250	113,250	136,496	23,246
23,000	23,000	58,657	35,657
30,000	30,000	92,972	62,972
635,000	685,000	1,170,791	485,791
-	-	104,784	104,784
5,000	5,000	57,698	52,698
<u>7,017,503</u>	<u>7,517,503</u>	<u>8,345,405</u>	<u>827,902</u>
1,736,240	1,624,795	1,513,733	111,062
1,466,008	1,398,849	1,395,234	3,615
2,500	-	-	-
583,163	727,548	718,411	9,137
3,000	2,850	2,850	-
390,573	392,793	372,543	20,250
1,158,730	909,534	843,011	66,523
1,917,770	1,830,984	1,728,575	102,409
110,000	143,454	128,454	15,000
33,107	29,693	24,029	5,664
-	35,807	35,807	-
<u>7,401,091</u>	<u>7,096,307</u>	<u>6,762,647</u>	<u>333,660</u>
(383,588)	421,196	1,582,758	1,161,562
-	-	86,700	86,700
625,000	625,000	-	(625,000)
(300,000)	(1,104,784)	(1,104,784)	-
<u>325,000</u>	<u>(479,784)</u>	<u>(1,018,084)</u>	<u>(538,300)</u>
(58,588)	(58,588)	564,674	623,262
58,588	58,588	1,193,492	1,134,904
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,758,166</u>	<u>\$ 1,758,166</u>

Village of Buchanan, New York

General Fund

Schedule of Revenues and Other Financing Sources Compared to Budget - Sub-Fund

Year Ended May 31, 2023

(With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
REAL PROPERTY TAXES	\$ 4,310,057	\$ 4,310,057	\$ 4,325,107	\$ 15,050	\$ 3,763,358
OTHER TAX ITEMS					
Payments in lieu of taxes	1,200,000	1,200,000	1,200,000	-	1,797,758
Interest and penalties on real property taxes	10,000	10,000	13,098	3,098	2,856
	<u>1,210,000</u>	<u>1,210,000</u>	<u>1,213,098</u>	<u>3,098</u>	<u>1,800,614</u>
NON-PROPERTY TAXES					
Non-property tax distribution from County	400,000	400,000	594,336	194,336	554,456
Utilities gross receipts taxes	90,000	90,000	115,464	25,464	96,040
Franchise fees - Cable TV	17,000	17,000	24,260	7,260	24,123
	<u>507,000</u>	<u>507,000</u>	<u>734,060</u>	<u>227,060</u>	<u>674,619</u>
DEPARTMENTAL INCOME					
Town Clerk fees	3,500	3,500	7,960	4,460	6,495
Police fees	300	300	305	5	280
Inspection fees	500	500	-	(500)	900
Planning Board fees	3,000	3,000	850	(2,150)	600
Park and recreation charges	214,500	214,500	134,784	(79,716)	134,537
Zoning fees	2,000	2,000	-	(2,000)	500
Sewer charges	100,000	100,000	232,469	132,469	220,829
Traffic control	-	-	-	-	18,920
Indian Point agreement	-	-	200,000	200,000	-
Sewer services	20,000	20,000	25,507	5,507	9,403
	<u>343,800</u>	<u>343,800</u>	<u>601,875</u>	<u>258,075</u>	<u>392,464</u>

USE OF MONEY AND PROPERTY

Earnings on investments	10,000	10,000	169,809	159,809	92,952
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LICENSES AND PERMITS

Dog licenses	250	250	336	86	330
Building and alteration permits	23,000	23,000	82,627	59,627	136,166

	23,250	23,250	82,963	59,713	136,496
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FINES AND FORFEITURES

Fines and forfeited bail	23,000	23,000	101,267	78,267	58,657
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**SALE OF PROPERTY AND
COMPENSATION FOR LOSS**

Sale of equipment	-	-	2,376	2,376	31,267
Insurance recoveries	10,000	10,000	1,847	(8,153)	61,705

	10,000	10,000	4,223	(5,777)	92,972
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STATE AID

Aid and incentives for municipalities	-	-	17,867	17,867	17,867
Mortgage tax	50,000	50,000	53,330	3,330	81,228
Stop DWI and DARE programs	-	-	6,000	6,000	-
Cessation Grant	1,095,302	1,095,302	1,095,302	-	773,568
Sidewalk and pavilion projects	-	372,467	202,994	(169,473)	298,128

	1,145,302	1,517,769	1,375,493	(142,276)	1,170,791
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FEDERAL AID

American Rescue Plan Act	-	-	-	-	104,784
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MISCELLANEOUS

Refund of prior year's expenditures	-	-	20,736	20,736	-
Other	10,000	10,000	24,710	14,710	57,698

	10,000	10,000	45,446	35,446	57,698
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TOTAL REVENUES

	7,592,409	7,964,876	8,653,341	688,465	8,345,405
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Village of Buchanan, New York

General Fund

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

Year Ended May 31, 2023

(With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
OTHER FINANCING SOURCES					
General obligation bonds issued	\$ -	\$ -	\$ -	\$ -	\$ 86,700
Transfers in					
Water Fund	500,000	500,000	11,903	(488,097)	-
TOTAL OTHER FINANCING SOURCES	<u>500,000</u>	<u>500,000</u>	<u>11,903</u>	<u>(488,097)</u>	<u>86,700</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 8,092,409</u>	<u>\$ 8,464,876</u>	<u>\$ 8,665,244</u>	<u>\$ 200,368</u>	<u>\$ 8,432,105</u>

See independent auditors' report.

Village of Buchanan, New York

General Fund
 Schedule of Expenditures and Other Financing Uses Compared to Budget - Sub-Fund
 Year Ended May 31, 2023
 (With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
GENERAL GOVERNMENT SUPPORT					
Town Board	\$ 35,000	\$ 51,980	\$ 51,980	\$ -	\$ 41,971
Town Justice	39,925	39,963	39,963	-	38,619
Manager	111,400	113,602	112,088	1,514	104,428
Mayor	8,100	9,513	9,513	-	7,709
Independent audit	42,000	45,141	45,141	-	40,830
Treasurer	225,088	203,097	197,856	5,241	215,081
Assessor	2,000	2,046	2,046	-	414
Clerk	21,000	23,983	23,651	332	22,885
Town Attorney	150,000	190,431	190,347	84	138,147
Engineer	150,000	127,000	106,323	20,677	221,095
Elections	3,000	3,193	2,878	315	3,028
Buildings	115,500	105,500	82,829	22,671	194,727
Central garage	156,218	61,723	30,681	31,042	195,468
Central communications	38,200	33,200	28,259	4,941	-
Unallocated Insurance	153,000	168,965	168,965	-	199,674
Municipal association dues	6,500	6,500	3,338	3,162	5,031
Judgements and claims	6,000	-	-	-	84,626
Contingency	540,000	62,601	-	62,601	-
	<u>1,802,931</u>	<u>1,248,438</u>	<u>1,095,858</u>	<u>152,580</u>	<u>1,513,733</u>
PUBLIC SAFETY					
Police	1,084,621	1,092,792	1,091,920	872	995,244
Fire protection	275,382	212,545	199,025	13,520	234,692
Safety inspection	189,349	184,349	168,384	15,965	165,298
	<u>1,549,352</u>	<u>1,489,686</u>	<u>1,459,329</u>	<u>30,357</u>	<u>1,395,234</u>
HEALTH					
Nursing services	2,500	2,500	-	2,500	-

TRANSPORTATION

Transportation administration	1,775	1,300	1,300	-	4,843
Street maintenance	423,986	445,400	401,124	44,276	463,375
Snow removal	90,000	59,928	40,681	19,247	68,374
Street lighting	70,000	44,130	56,836	(12,706)	55,609
Sidewalks	6,000	255,932	129,722	126,210	126,210
	<u>591,761</u>	<u>806,690</u>	<u>629,663</u>	<u>177,027</u>	<u>718,411</u>

ECONOMIC OPPORTUNITY AND DEVELOPMENT

Publicity	<u>3,000</u>	<u>3,000</u>	<u>2,850</u>	<u>150</u>	<u>2,850</u>
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CULTURE AND RECREATION

Parks	91,091	200,324	121,643	78,681	164,352
Community center	56,200	55,705	43,535	12,170	42,126
Municipal pool	97,000	95,153	90,237	4,916	78,195
Town historian	1,500	1,500	13	1,487	-
Celebrations	-	292	292	-	-
Adult recreation	34,340	19,340	7,668	11,672	1,595
Other	114,000	114,000	113,655	345	86,275
	<u>394,131</u>	<u>486,314</u>	<u>377,043</u>	<u>109,271</u>	<u>372,543</u>

HOME AND COMMUNITY SERVICES

Zoning Board of Appeals	20,100	20,100	11,184	8,916	14,095
Planning Board	32,100	17,100	10,803	6,297	13,040
Sewer system	120,580	84,020	78,364	5,656	68,792
Sewage treatment and disposal	558,513	586,447	578,302	8,145	479,929
Refuse and garbage	342,043	277,766	264,552	13,214	267,155
Street cleaning	2,000	-	-	-	-
Shade trees	3,000	-	-	-	-
	<u>1,078,336</u>	<u>985,433</u>	<u>943,205</u>	<u>42,228</u>	<u>843,011</u>

EMPLOYEE BENEFITS

Employees' retirement	282,720	216,495	151,865	64,630	159,862
Police retirement	306,360	271,360	252,129	19,231	251,173
Service awards program	55,000	52,377	34,958	17,419	43,408
Social security benefits	202,480	202,480	182,831	19,649	194,865
Workers' compensation benefits	190,000	256,225	256,225	-	150,127
Life insurance	19,600	19,600	17,513	2,087	18,271
Unemployment benefits	2,000	2,000	-	2,000	-
Hospitalization, medical and dental benefits	1,076,938	1,041,938	962,768	79,170	901,716
Other	8,880	8,880	8,722	158	9,153
	<u>2,143,978</u>	<u>2,071,355</u>	<u>1,867,011</u>	<u>204,344</u>	<u>1,728,575</u>

(Continued)

Village of Buchanan, New York

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget - Sub-Fund (Continued)

Year Ended May 31, 2023

(With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
DEBT SERVICE					
Principal					
Serial bonds	\$ 149,000	\$ 143,234	\$ 139,000	\$ 4,234	\$ 70,000
Installment purchase debt	-	59,937	59,937	-	58,454
	<u>149,000</u>	<u>203,171</u>	<u>198,937</u>	<u>4,234</u>	<u>128,454</u>
Interest					
Serial bonds	76,420	76,414	76,414	-	12,031
Installment purchase debt	-	5,103	5,103	-	6,586
Bond anticipation notes payable	1,000	1,000	500	500	5,412
	<u>77,420</u>	<u>82,517</u>	<u>82,017</u>	<u>500</u>	<u>24,029</u>
Costs of Issuance	-	5,772	5,772	-	35,807
	<u>226,420</u>	<u>291,460</u>	<u>286,726</u>	<u>4,734</u>	<u>188,290</u>
TOTAL EXPENDITURES	<u>7,792,409</u>	<u>7,384,876</u>	<u>6,661,685</u>	<u>723,191</u>	<u>6,762,647</u>
OTHER FINANCING USES					
Transfers out					
Capital Projects Fund	300,000	1,080,000	1,080,000	-	1,104,784
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 8,092,409</u>	<u>\$ 8,464,876</u>	<u>\$ 7,741,685</u>	<u>\$ 723,191</u>	<u>\$ 7,867,431</u>

See independent auditors' report.

Village of Buchanan, New York

Water Fund
Comparative Balance Sheet
May 31,

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and equivalents	\$ 191,458	\$ 801,734
Investments	1,584,669	-
Water rents receivable	292,692	378,112
Due from other funds	73,183	100,298
	<u> </u>	<u> </u>
Total Assets	<u>\$ 2,142,002</u>	<u>\$ 1,280,144</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 51,737	\$ 112,030
Accrued liabilities	1,072	1,448
Due to other funds	446,028	-
Overpayments	-	288,722
	<u> </u>	<u> </u>
Total Liabilities	<u>498,837</u>	<u>402,200</u>
Fund balance		
Restricted	400,254	396,291
Assigned	1,242,911	481,653
	<u> </u>	<u> </u>
Total Fund Balance	<u>1,643,165</u>	<u>877,944</u>
Total Liabilities and Fund Balance	<u>\$ 2,142,002</u>	<u>\$ 1,280,144</u>

See independent auditors' report.

Village of Buchanan, New York

Water Fund

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

	2023			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Departmental income	\$ 3,854,138	\$ 3,854,138	\$ 2,489,203	\$ (1,364,935)
Use of money and property	2,000	2,000	34,811	32,811
Miscellaneous	-	-	13,526	13,526
Total Revenues	3,856,138	3,856,138	2,537,540	(1,318,598)
EXPENDITURES				
Current				
Home and community services	3,288,184	3,288,184	1,343,850	1,944,334
Employee benefits	67,954	67,954	48,469	19,485
Total Expenditures	3,356,138	3,356,138	1,392,319	1,963,819
Excess (Deficiency) of Revenues Over Expenditures	500,000	500,000	1,145,221	645,221
OTHER FINANCING USES				
Transfers out	(500,000)	(500,000)	(380,000)	120,000
Net Change in Fund Balance	-	-	765,221	765,221
FUND BALANCE				
Beginning of Year	-	-	877,944	877,944
End of Year	\$ -	\$ -	\$ 1,643,165	\$ 1,643,165

See independent auditors' report.

2022

Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 4,032,388	\$ 4,032,388	\$ 2,657,880	\$ (1,374,508)
2,000	2,000	60	(1,940)
-	-	2,202	2,202
<u>4,034,388</u>	<u>4,034,388</u>	<u>2,660,142</u>	<u>(1,374,246)</u>
3,349,552	3,366,289	2,602,182	764,107
59,836	78,124	74,487	3,637
<u>3,409,388</u>	<u>3,444,413</u>	<u>2,676,669</u>	<u>767,744</u>
625,000	589,975	(16,527)	(606,502)
<u>(625,000)</u>	<u>(625,000)</u>	<u>-</u>	<u>625,000</u>
-	(35,025)	(16,527)	18,498
<u>-</u>	<u>35,025</u>	<u>894,471</u>	<u>859,446</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 877,944</u>	<u>\$ 877,944</u>

Village of Buchanan, New York

Water Fund
 Schedule of Revenues Compared to Budget
 Year Ended May 31, 2023
 (With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
DEPARTMENTAL INCOME					
Metered water sales	\$ 3,831,138	\$ 3,831,138	\$ 2,458,269	\$ (1,372,869)	\$ 2,571,359
Water service charges	23,000	23,000	30,934	7,934	86,521
	<u>3,854,138</u>	<u>3,854,138</u>	<u>2,489,203</u>	<u>(1,364,935)</u>	<u>2,657,880</u>
USE OF MONEY AND PROPERTY					
Earnings on investments	2,000	2,000	34,811	32,811	60
MISCELLANEOUS					
Other	-	-	13,526	13,526	2,202
TOTAL REVENUES	<u>\$ 3,856,138</u>	<u>\$ 3,856,138</u>	<u>\$ 2,537,540</u>	<u>\$ (1,318,598)</u>	<u>\$ 2,660,142</u>

See independent auditors' report.

Village of Buchanan, New York

Water Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended May 31, 2023

(With Comparative Actuals for 2022)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2022 Actual
HOME AND COMMUNITY SERVICES					
Pumping, supply and power	\$ 3,040,856	\$ 3,019,656	\$ 1,150,591	\$ 1,869,065	\$ 2,273,627
Transmission and distribution	247,328	268,528	193,259	75,269	328,555
	<u>3,288,184</u>	<u>3,288,184</u>	<u>1,343,850</u>	<u>1,944,334</u>	<u>2,602,182</u>
EMPLOYEE BENEFITS					
Employees' retirement	21,700	21,700	12,795	8,905	33,119
Social security benefits	8,820	8,820	6,664	2,156	7,483
Life insurance	130	130	-	130	-
Hospitalization, medical and dental benefits	36,903	36,903	29,010	7,893	33,885
Other	401	401	-	401	-
	<u>67,954</u>	<u>67,954</u>	<u>48,469</u>	<u>19,485</u>	<u>74,487</u>
TOTAL EXPENDITURES	3,356,138	3,356,138	1,392,319	1,963,819	2,676,669
OTHER FINANCING USES					
Transfers out					
General Fund	500,000	500,000	380,000	120,000	-
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 3,856,138</u>	<u>\$ 3,856,138</u>	<u>\$ 1,772,319</u>	<u>\$ 2,083,819</u>	<u>\$ 2,676,669</u>

See independent auditors' report.

Village of Buchanan, New York

Special Purpose Fund
Comparative Balance Sheet
May 31,

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and equivalents	\$ 190,844	\$ 190,787
Due from other funds	<u>37,945</u>	<u>49,848</u>
Total Assets	<u>\$ 228,789</u>	<u>\$ 240,635</u>
FUND BALANCE		
Restricted	<u>\$ 228,789</u>	<u>\$ 240,635</u>

See independent auditors' report.

Village of Buchanan, New York

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

	<u>2023</u>	<u>2022</u>
REVENUES		
Use of money and property	\$ 57	\$ 19
EXPENDITURES		
Culture and Recreation	<u>-</u>	<u>97,929</u>
Excess (Deficiency) of Revenues Over Expenditures	57	(97,910)
OTHER FINANCING USES		
Transfers out	<u>(11,903)</u>	<u>-</u>
Net Change in Fund Balance	(11,846)	(97,910)
FUND BALANCE		
Beginning of Year	<u>240,635</u>	<u>338,545</u>
End of Year	<u>\$ 228,789</u>	<u>\$ 240,635</u>

See independent auditors' report.

Village of Buchanan, New York

Capital Projects Fund
Comparative Balance Sheet
May 31,

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and equivalents	\$ 550,760	\$ 1,386,738
Investments	<u>1,821,155</u>	<u>-</u>
Receivables		
State and Federal aid	113,601	105,440
Due from other funds	<u>1,755,606</u>	<u>1,451,252</u>
	<u>1,869,207</u>	<u>1,556,692</u>
Total Assets	<u><u>\$ 4,241,122</u></u>	<u><u>\$ 2,943,430</u></u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 21,368	\$ 11,604
Bond anticipation notes payable	50,000	50,000
Due to other funds	<u>131,494</u>	<u>-</u>
Total Liabilities	202,862	61,604
Fund balance		
Restricted	<u>4,038,260</u>	<u>2,881,826</u>
Total Liabilities and Fund Balance	<u><u>\$ 4,241,122</u></u>	<u><u>\$ 2,943,430</u></u>

See independent auditors' report.

Village of Buchanan, New YorkCapital Projects Fund
Comparative Statement of Revenues, Expenditures and Changes
in Fund Balance
Years Ended May 31,

	<u>2023</u>	<u>2022</u>
REVENUES		
State aid	\$ 226,101	\$ 105,440
EXPENDITURES		
Capital outlay	<u>529,667</u>	<u>1,010,340</u>
Deficiency of Revenues Over Expenditures	<u>(303,566)</u>	<u>(904,900)</u>
OTHER FINANCING SOURCES		
General obligation bonds issued	-	1,762,300
Transfers in	<u>1,460,000</u>	<u>1,104,784</u>
Total Other Financing Sources	<u>1,460,000</u>	<u>2,867,084</u>
Net Change in Fund Balance	1,156,434	1,962,184
FUND BALANCE		
Beginning of Year	<u>2,881,826</u>	<u>919,642</u>
End of Year	<u><u>\$ 4,038,260</u></u>	<u><u>\$ 2,881,826</u></u>

See independent auditors' report.

Village of Buchanan, New York

Capital Projects Fund
 Project-Length Schedule
 Inception of Project through May 31, 2023

Project	Authorization	Expenditures and Transfers	Unexpended Balance
Reconstruction and resurfacing of various roads	\$ 3,442,959	\$ 2,802,420	\$ 640,539
Vehicle replacement	25,000	-	25,000
LED lighting	65,000	-	65,000
IT security upgrade	368,566	45,794	322,772
Village hall office	40,000	-	40,000
Village hall boiler	295,000	30,037	264,963
4th street pump station improvements	1,000,000	900,322	99,678
Fire truck	844,751	629,491	215,260
General projects	271,695	20,112	251,583
Sewage treatment plant	674,784	104,784	570,000
Police vehicle	90,000	49,146	40,854
DPW firelighter plow truck	236,700	238,548	(1,848)
Police records management system	51,000	17,900	33,100
Financial application software	151,000	2,013	148,987
Building, planning, zoning code enforcement software	51,000	7,034	43,966
Asphalt recycler	75,000	-	75,000
LED conversion	50,000	-	50,000
Pickup - vehicle replacement	60,000	-	60,000
Village hall computer	55,000	-	55,000
Village hall general	90,000	-	90,000
Electric car	42,500	34,094	8,406
Pickup truck	80,000	-	80,000
Building inspector plotter	20,000	-	20,000
Water valves	380,000	-	380,000
Treasurer equipment	15,000	-	15,000
Mechanic	15,000	-	15,000
Building	5,000	-	5,000
DPW garage	20,000	-	20,000
General parks	10,000	-	10,000
Pool	5,000	-	5,000
Street lights/traffic signals	10,000	-	10,000
	\$ 8,539,955	\$ 4,881,695	\$ 3,658,260

See independent auditors' report.

Total Revenues	Fund Balance (Deficit) at May 31, 2023	Bond Anticipation Notes Outstanding at May 31, 2023
\$ 3,742,959	\$ 940,539	\$ -
60,000	60,000	-
65,000	65,000	-
368,566	322,772	-
40,000	40,000	-
295,000	264,963	-
1,000,000	99,678	-
844,751	215,260	-
316,695	296,583	-
674,784	570,000	-
90,000	40,854	50,000
236,700	(1,848)	-
51,000	33,100	-
151,000	148,987	-
51,000	43,966	-
75,000	75,000	-
50,000	50,000	-
60,000	60,000	-
55,000	55,000	-
90,000	90,000	-
42,500	8,406	-
80,000	80,000	-
20,000	20,000	-
380,000	380,000	-
15,000	15,000	-
15,000	15,000	-
5,000	5,000	-
20,000	20,000	-
10,000	10,000	-
5,000	5,000	-
10,000	10,000	-
<u>\$ 8,919,955</u>	<u>\$ 4,038,260</u>	<u>\$ 50,000</u>