

Village of Ardsley, New York

Financial Statements and
Supplementary Information

Year Ended May 31, 2022

Village of Ardsley, New York

Table of Contents

	<u>Page No.</u>
Independent Auditors' Report	1
Management's Discussion and Analysis	4
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	15
Statement of Activities	16
Fund Financial Statements	
Balance Sheet - Governmental Funds	17
Reconciliation of Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position	18
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	19
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	20
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	21
Notes to Financial Statements	22
Required Supplementary Information	
Other Postemployment Benefits	
Schedule of Changes in the Village's Total OPEB Liability and Related Ratios	50
New York State and Local Employees' Retirement System	
Schedule of the Village's Proportionate Share of the Net Pension Liability (Asset)	51
Schedule of Contributions	51
Fire Service Award Program	
Schedule of Changes in the Village's Total Pension Liability and Related Ratios	52
Schedule of Contributions	52
Required Supplementary Information	
Schedule of Changes in the Village's Total pension Liability – Fire Service Awards Program	53
Combining and Individual Fund Financial Statements and Schedules	
Major Governmental Funds	
General Fund	
Combining Balance Sheet – Sub-Funds	54
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Sub - Funds	56
Comparative Balance Sheet – Sub - Fund	57
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – Sub – Fund	58
Schedule of Revenues Compared to Budget – Sub-Fund	60
Schedule of Expenditures and Other Financing Uses Compared to Budget – Sub-Fund	62
Capital Projects Fund	
Comparative Balance Sheet	65
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	66
Project-Length Schedule	67

Village of Ardsley, New York

Table of Contents (Concluded)

Non-Major Governmental Funds	
Combining Balance Sheet	69
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	70
Public Library Fund	
Comparative Balance Sheet	71
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	72
Special Purpose Fund	
Comparative Balance Sheet	74
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	75
Sewer Fund	
Comparative Balance Sheet	76
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	77

Independent Auditors' Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Village of Ardsley, New York ("Village") as of and for the year ended May 31, 2022 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, 2022 and the respective changes in financial position and the respective budgetary comparison for the General Fund 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.

Management's Responsibility for the Financial Statements

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

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 judgment, 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, 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, 2022 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, 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 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, 2022 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America the basic financial statements of the Village as of and for the year ended May 31, 2021 (not presented herein), and have issued our report thereon dated December 14, 2021 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, 2021 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 2021 financial statements. The information was subjected to the audit procedures applied in the audit of the 2021 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, 2021.

PKF O'Connor Davies, LLP
PKF O'Connor Davies, LLP
Harrison, New York
January 9, 2023

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Village of Ardsley, New York

Management's Discussion and Analysis May 31, 2022

Introduction

The Village of Ardsley, 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, 2022. 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.

The following is a brief outline of other noteworthy changes and events that took place in this fiscal year:

- Plans are continuing for the engineering and construction of the Village's new highway garage project. The project "broke ground" in fiscal year 2022-2023.
- The Village completed various paving projects during 2021-2022.

The Village looks forward to these activities and to taking a fresh look at its operations and infrastructure needs.

Financial Highlights

- At May 31, 2022 the Village reported in its Statement of Net Position an asset of \$714,386 for its proportionate share of the Employees' Retirement System ("ERS") and a liability of \$372,945 for the Police and Fire Retirement System ("PFRS") net pension liability (asset). More detailed information about the Village's pension plan reporting in accordance with the provisions of the Government Accounting Standards Board ("GASB") Statement No. 68, including amounts reported as pension expense and deferred inflows/outflows of resources, is presented in the notes to the financial statements.
- On the government-wide financial statements, the liabilities and deferred inflows of resources of the Village exceeded its assets and deferred outflows of resources at the close of the most recent fiscal year by \$22,183,370. Of this amount, the unrestricted amount is a deficit of \$26,094,559. This deficit is due to the Other Postemployment Benefits liability ("OPEB") obligation of \$27,969,804.
- At the close of the current fiscal year, the Village's governmental funds reported combined fund balances of \$24,207,068, inclusive of the Capital Projects Fund of \$14,303,167. The General Fund's unassigned fund balance is \$6,883,139 and is available for spending at the Village's discretion. This represents 47% of the total General Fund expenditures and other financing uses.

Overview of the 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, liabilities and deferred inflows/outflows of resources, 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

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into two categories: governmental 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 two major governmental funds: the General Fund and the Capital Projects Fund. Major funds have their information presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund

balances. The Public Library Fund, Special Purpose Fund and Sewer Fund are grouped together as non-major governmental funds.

The Village adopts annual budgets for the General Fund and the Public Library Fund. A budgetary comparison statement has been provided for the General Fund within the basic financial statements to demonstrate compliance with the respective budget.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Village programs. The Village maintains one type of fiduciary fund, the Custodial Fund. Resources are held in the Custodial Fund by the Village purely in a custodial capacity. The activity in this fund is limited to the receipt, temporary investment and remittance of resources to the appropriate individual, organization or government. There is no activity to report in the Custodial fund for the current year. The Pension Trust Fund, which accounts for the Service Awards Program for volunteer firefighters, is accounted for in the General Fund.

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 \$22,183,370 at the close of the most recent fiscal year.

The deficit of the net position is common among many municipalities due to the changes in the Government Accounting Standards Board ("GASB"), pronouncements (OPEB, net pension liability and length of service award program).

A portion of the Village's net position is its net investment in capital assets of \$3,283,972 (land, buildings and improvements, machinery and equipment and infrastructure), 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 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.

Net Position

	Governmental Activities	
	2022	2021
Current Assets	\$ 27,454,487	\$ 25,578,531
Capital Assets, net	15,365,746	11,976,947
Total Assets	42,820,233	37,555,478
Deferred Outflows of Resources	11,529,378	12,608,023
Current Liabilities	2,425,084	2,171,486
Long-term Liabilities	57,008,021	64,738,573
Total Liabilities	59,433,105	66,910,059
Deferred Inflows of Resources	17,099,876	8,250,569
Net Position		
Net Investment in Capital Assets	3,283,972	2,451,717
Restricted	627,217	1,170,629
Unrestricted	(26,094,559)	(28,619,473)
Total Net Position	\$ (22,183,370)	\$ (24,997,127)

A portion of the Village's net position is restricted and represents resources that are subject to external restrictions on how they may be used. The restricted net position is to be used for the following purposes:

	May 31,	
	2022	2021
Debt Service	\$ 498,781	\$ 1,082,719
Special Purpose	128,436	87,910
	\$ 627,217	\$ 1,170,629

Change in Net Position

	Year Ended May 31,	
	2022	2021
REVENUES		
Program Revenues		
Charges for Services	\$ 2,081,602	\$ 1,981,263
Operating Grants and Contributions	419,273	174,074
Capital Grants and Contributions	535,912	442,234
Total Program Revenues	3,036,787	2,597,571
General Revenues		
Real Property Taxes	11,856,019	11,177,985
Other Tax Items	60,139	54,198
Non-Property Taxes	1,526,602	1,363,540
Unrestricted Use of Money and Property	1,740	1,621
Sale of Property and Compensation for Loss	197,663	52,080
Unrestricted State Aid	175,569	139,292
Miscellaneous	78,350	5,853
Total General Revenues	13,896,082	12,794,569
Total Revenues	16,932,869	15,392,140
PROGRAM EXPENSES		
General Government Support	2,463,096	2,550,247
Public Safety	6,441,508	7,080,294
Health	47,062	115,675
Transportation	2,072,879	2,453,366
Economic Opportunity and Development	20,779	1,003
Culture and Recreation	1,408,330	1,064,829
Home and Community Services	1,001,994	879,204
Interest	663,464	653,536
Total Expenses	14,119,112	14,798,154
Change in Net Position	2,813,757	593,986
NET POSITION		
Beginning	(24,997,127)	(25,591,113)
Ending	<u>\$ (22,183,370)</u>	<u>\$ (24,997,127)</u>

Governmental Activities

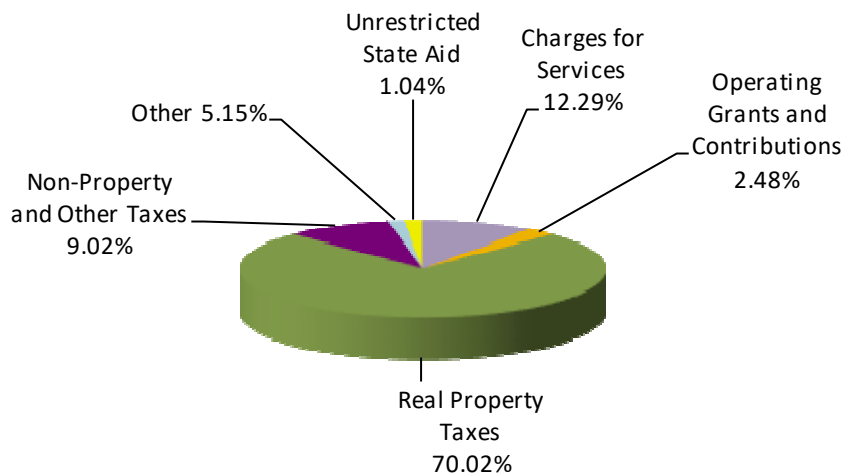
Governmental activities increased the Village's net position by \$2,813,757.

For the fiscal year ended May 31, 2022, revenues from governmental activities totaled \$16,932,869. Program revenues are 18% of this total and 82% is attributable to taxes and other sources. The major changes are as follows:

Revenues:

- Operating grants and contributions increased by \$245,199 due to FEMA reimbursement and capital grants and contributions increased by \$93,678 due to NYS grants received for a sidewalk project and DPW equipment.
- Non-Property taxes increased by \$163,062 due to sales tax.
- Sale of property and compensation for loss increased by \$145,583 due to settlements received for workers' compensation claims.

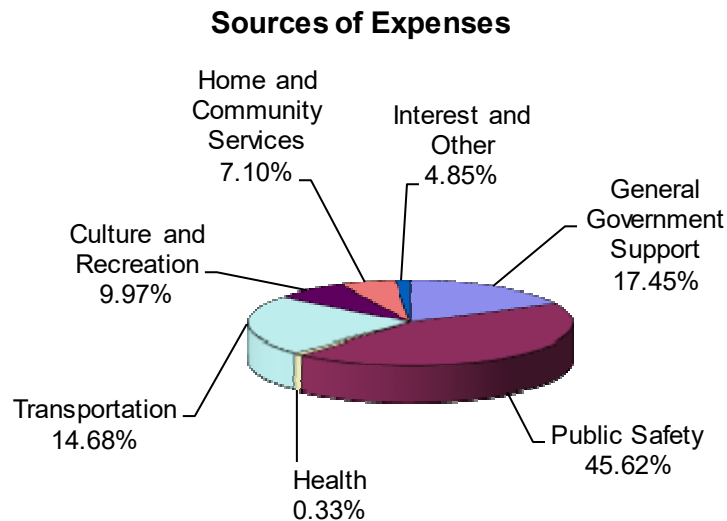
Revenues by Sources



Total expenses for governmental activities were \$14,119,112.

Expenses:

- Public Safety expenses decreased by \$638,786.
- Transportation expenses decreased by \$380,487.
- Culture and Recreation expenses increased by \$343,501 due to the effect of COVID in the prior year for the community center activities and a reduction in Library staff.



Financial Analysis of the Village's Funds

Fund Balance Reporting

Governmental Accounting Standards Board ("GASB") issued its Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in February 2009. The requirements of GASB Statement No. 54 became effective for financial statements for the Village's fiscal period ending May 31, 2012; GASB Statement No. 54 abandoned the reserved and unreserved classifications of fund balance and replaced them with five new classifications: nonspendable, restricted, committed, assigned and unassigned. An explanation of these classifications follows below.

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

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

Committed fund balance will be reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. The Board of Trustees is the highest level of decision making authority for the Village that can, by the adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, these funds may only be used for the purpose specified unless the 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 Board of Trustees.

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

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

When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the 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.

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

Governmental Funds

The focus of the 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, assigned and unassigned fund balance may serve as 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 ending fund balances of \$24,207,068 (this is inclusive of the capital projects fund \$14,303,167). \$6,883,139 of the total ending fund balance constitutes unassigned fund balance in the General Fund. A portion of fund balance is restricted to indicate that it is not available for new spending because it is nonspendable, (\$309,577), prepaid expenditures or it has already been restricted for restricted for debt service (\$498,781), special purpose (\$128,436) and pension benefits (\$1,740,995).

The General Fund is the primary operating fund of the Village. At the end of the current fiscal year, the fund balance of the General Fund was \$9,235,318. When the FY 2021-2022 General Fund budget was adopted, it anticipated to use \$100,000 of the fund balance and \$300,000 from the debt service reserve. Actual results of operations resulted in an increase of Fund Balance of \$1,109,880.

Revenues and other financing sources were \$15,662,321 which was \$1,291,470 or 8.0% more than the final budget. Expenditures and other financing uses were \$14,552,441 which was \$556,812 or 3.8%, less than the final budget.

The major areas where revenues were more than budget were: non-property taxes by \$396,602 and fines and forfeitures by \$415,874.

The major areas where the spending was less than budgeted was in general government support by \$102,426; public safety \$114,923 and transportation \$92,024.

The Capital Projects Fund ended the year with a fund balance of \$14,303,167.

General Fund Budgetary Highlights

Expenditures and other financing uses were \$556,812 less than the final budget.

Capital Asset and Debt Administration

Capital Assets

The Village's investment in capital assets for governmental activities at May 31, 2022, net of \$10,330,440 of accumulated depreciation, was \$15,365,746. This investment in capital assets includes land, buildings and improvements, machinery and equipment, and infrastructure.

Major capital asset activity during the current fiscal year included the following:

- Vehicle/Truck purchases
- Highway Garage
- Paving

Additional information on the Village's capital assets can be found in note 3D in the notes to financial statements.

Capital Assets

	Government Activities	
	2022	2021
Capital Assets, Not Being Depreciated		
Land	\$ 1,226,906	\$ 1,226,906
Construction in progress	1,707,056	743,785
Total assets not being depreciated	2,933,962	1,970,691
Capital Assets Being Depreciated		
Building and Improvements	10,013,507	9,562,936
Machinery and Equipment	6,141,330	5,857,715
Infrastructure	6,607,387	4,040,351
Total assets being depreciated	22,762,224	19,461,002
Less Accumulated Depreciation for		
Building and Improvements	5,454,843	5,101,212
Machinery and Equipment	4,163,529	3,771,976
Infrastructure	712,068	581,558
Total accumulated depreciation	10,330,440	9,454,746
Total Capital Assets being Depreciated, net	\$ 12,431,784	\$ 10,006,256
Capital Assets, net	\$ 15,365,746	\$ 11,976,947

Long-term Debt

At the end of the current fiscal year, the Village had total bonded debt outstanding of \$24,685,000. In accordance with New York State Law, the Village issues general obligation bonds, backed by the full faith and credit of the Village.

During the current fiscal year the Village issued \$2,945,000 of public improvement serial bonds to finance the cost of various capital projects.

Pursuant to Article VIII of the State Constitution and Title 9 of Article 2 of the Local Finance Law, the Village is subject to a "constitutional debt limit". This debt limit is calculated by taking 7% of the latest five-year average full valuation of all taxable real property within the Village. At May 31, 2022, the Village's five year average full valuation was \$1,097,379,333, thereby establishing a constitutional debt limit of \$76,816,553.

The Village's underlying rating on its outstanding bonds by Moody's Investors Service is Aa1.

Economic Factors and Next Year's Budgets and Rates

Increases in personnel services due to contractual raise in grades, contractual and supply expenses, increases in Employee Benefits and increased Debt Service costs, were all factors that were taken into consideration in development and preparation of the FY 2022-2023 budget.

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 Joseph Cerretani, Village of Ardsley, 507 Ashford Avenue, Ardsley, New York 10502.

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Village of Ardsley, New York

Statement of Net Position

May 31, 2022

	Governmental Activities
ASSETS	
Cash and equivalents	\$ 8,458,822
Investments	15,863,582
Receivables	
Taxes	444,230
Accounts	159,601
Sewer rents	101,485
State and Federal aid	388,906
Due from other governments	1,013,898
Prepaid expenses	309,577
Net pension asset - ERS	714,386
Capital assets	
Not being depreciated	2,933,962
Being depreciated, net	12,431,784
	<hr/>
Total Assets	42,820,233
	<hr/>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding bonds	99,951
Pension related	4,428,965
OPEB related	6,422,729
Length of service awards program	577,733
	<hr/>
Total Deferred Outflows of Resources	11,529,378
	<hr/>
LIABILITIES	
Accounts payable	1,022,098
Accrued liabilities	492,460
Deposits payable	153,679
Due to retirement systems	197,150
Unearned revenues	242,921
Accrued interest payable	316,776
Non-current liabilities	
Due within one year	1,102,000
Due in more than one year	55,906,021
	<hr/>
Total Liabilities	59,433,105
	<hr/>
DEFERRED INFLOWS OF RESOURCES	
Pension related	5,607,339
OPEB related	10,678,717
Length of service awards program	813,820
	<hr/>
Total Deferred Inflows of Resources	17,099,876
	<hr/>
NET POSITION	
Net investment in capital assets	3,283,972
Restricted	
Debt service	498,781
Special purpose	128,436
Unrestricted	(26,094,559)
	<hr/>
Total Net Position	\$ (22,183,370)
	<hr/>

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

Village of Ardsley, New York

Statement of Activities
Year Ended May 31, 2022

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	\$ 2,463,096	\$ 342,356	\$ -	\$ -	\$ (2,120,740)
Public safety	6,441,508	842,252	253,043	-	(5,346,213)
Health	47,062	-	41,650	-	(5,412)
Transportation	2,072,879	41,768	-	175,000	(1,856,111)
Economic opportunity and development	20,779	2,430	-	-	(18,349)
Culture and recreation	1,408,330	431,463	4,549	-	(972,318)
Home and community services	1,001,994	421,333	120,031	347,500	(113,130)
Interest	663,464	-	-	13,412	(650,052)
Total Governmental Activities	\$ 14,119,112	\$ 2,081,602	\$ 419,273	\$ 535,912	(11,082,325)
General revenues					
Real property taxes					11,856,019
Other tax items					
Interest and penalties on real property taxes					60,139
Non-property taxes					
Non-property tax distribution from County					1,226,852
Hotel occupancy tax					74,910
Franchise fees					101,930
Utilities gross receipts taxes					122,910
Unrestricted use of money and property					1,740
Sale of property and compensation for loss					197,663
Unrestricted State aid					175,569
Miscellaneous					78,350
Total General Revenues					13,896,082
Change in Net Position					2,813,757
NET POSITION					
Beginning of Year					(24,997,127)
End of Year					\$ (22,183,370)

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

Village of Ardsley, New York

Balance Sheet
Governmental Funds
May 31, 2022

	General	Capital Projects	Non-Major Governmental	Total Governmental Funds
ASSETS				
Cash and equivalents	\$ 6,522,319	\$ 1,273,416	\$ 663,087	\$ 8,458,822
Investments	2,742,736	13,120,846	-	15,863,582
Taxes receivable	444,230	-	-	444,230
Other receivables				
Accounts	159,601	-	-	159,601
Sewer rents	-	-	101,485	101,485
State and Federal aid	263,906	125,000	-	388,906
Due from other governments	1,013,898	-	-	1,013,898
Due from other funds	128,150	478,000	86,719	692,869
	1,565,555	603,000	188,204	2,356,759
Prepaid expenditures	309,577	-	-	309,577
Total Assets	<u>\$ 11,584,417</u>	<u>\$ 14,997,262</u>	<u>\$ 851,291</u>	<u>\$ 27,432,970</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 304,245	\$ 694,095	\$ 23,758	\$ 1,022,098
Accrued liabilities	483,448	-	9,012	492,460
Deposits payable	153,679	-	-	153,679
Due to other funds	542,931	-	149,938	692,869
Due to retirement systems	197,150	-	-	197,150
Unearned revenues	242,921	-	-	242,921
Total Liabilities	1,924,374	694,095	182,708	2,801,177
Deferred inflows of resources				
Deferred tax revenues	424,725	-	-	424,725
Total Liabilities and Deferred Inflows of Resources	<u>2,349,099</u>	<u>694,095</u>	<u>182,708</u>	<u>3,225,902</u>
Fund balances				
Nonspendable	309,577	-	-	309,577
Restricted	1,973,664	14,303,167	128,436	16,405,267
Assigned	68,938	-	540,147	609,085
Unassigned	6,883,139	-	-	6,883,139
Total Fund Balances	<u>9,235,318</u>	<u>14,303,167</u>	<u>668,583</u>	<u>24,207,068</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 11,584,417</u>	<u>\$ 14,997,262</u>	<u>\$ 851,291</u>	<u>\$ 27,432,970</u>

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

Village of Ardsley, New York

Reconciliation of Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position Year Ended May 31, 2022

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

Total Fund Balances - Governmental Fund	\$ 24,207,068
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Capital assets - non-depreciable	2,933,962
Capital assets - depreciable	22,762,224
Accumulated depreciation	(10,330,440)
	<u>15,365,746</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) are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position.	
Deferred outflows - pension related	4,428,965
Deferred outflows - OPEB related	6,422,729
Deferred outflows - length of service award program	577,733
Deferred inflows - pension related	(5,607,339)
Deferred inflows - OPEB related	(10,678,717)
Deferred inflows - length of service award program	(813,820)
	<u>(5,670,449)</u>
Other long-term assets that are not available to pay for current period expenditure and, therefore, are either deferred or not reported in the funds.	
Net pension asset - ERS	714,386
Real property taxes	424,725
	<u>1,139,111</u>
Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(316,776)
General obligation bonds payable	(24,685,000)
Compensated absences	(174,694)
Net pension liability -PFRS	(372,945)
Total pension liability - length of service award program	(2,271,798)
Total OPEB liability	(27,969,804)
	<u>(55,791,017)</u>
Governmental funds report the effect of premiums, discounts, and refundings and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	
Deferred amount on refunding bonds	99,951
Premium on general obligation bonds	(1,533,780)
	<u>(1,433,829)</u>
Net Position of Governmental Activities	<u>\$ (22,183,370)</u>

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

Village of Ardsley, New York

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended May 31, 2022

	General	Capital Projects	Non-Major Governmental	Total Governmental Funds
REVENUES				
Real property taxes	\$ 11,796,224	\$ -	\$ -	\$ 11,796,224
Other tax items	60,139	-	-	60,139
Non-property taxes	1,526,602	-	-	1,526,602
Departmental income	705,317	-	613,695	1,319,012
Net change in fair value of investments	(40,168)	-	-	(40,168)
Use of money and property	1,740	13,412	43	15,195
Licenses and permits	202,433	-	-	202,433
Fines and forfeitures	540,874	-	-	540,874
Sale of property and compensation for loss	197,233	-	-	197,233
State aid	298,884	175,000	1,244	475,128
Federal aid	294,693	-	-	294,693
Miscellaneous	78,350	347,500	59,859	485,709
Total Revenues	15,662,321	535,912	674,841	16,873,074
EXPENDITURES				
Current				
General government support	2,154,482	-	-	2,154,482
Public safety	4,347,275	-	-	4,347,275
Health	45,800	-	-	45,800
Transportation	1,138,836	-	-	1,138,836
Economic opportunity and development	20,779	-	-	20,779
Culture and recreation	503,214	-	445,461	948,675
Home and community services	543,377	-	194,193	737,570
Employee benefits	3,693,805	-	165,834	3,859,639
Debt service				
Principal	1,083,689	-	-	1,083,689
Interest	693,953	-	-	693,953
Capital outlay	-	4,249,696	-	4,249,696
Total Expenditures	14,225,210	4,249,696	805,488	19,280,394
Excess (Deficiency) of Revenues Over Expenditures	1,437,111	(3,713,784)	(130,647)	(2,407,320)
OTHER FINANCING SOURCES (USES)				
General obligation bonds issued	-	2,945,000	-	2,945,000
Issuance premium	-	366,971	-	366,971
Transfers in	-	-	327,231	327,231
Transfers out	(327,231)	-	-	(327,231)
Total Other Financing Sources (Uses)	(327,231)	3,311,971	327,231	3,311,971
Net Change in Fund Balances	1,109,880	(401,813)	196,584	904,651
FUND BALANCES				
Beginning of Year	8,125,438	14,704,980	471,999	23,302,417
End of Year	\$ 9,235,318	\$ 14,303,167	\$ 668,583	\$ 24,207,068

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

Village of Ardsley, 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, 2022

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

Net Change in Fund Balances - Total Governmental Funds	\$ 904,651
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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	4,264,493
Depreciation expense	<u>(875,694)</u>

	<u>3,388,799</u>
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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>59,795</u>
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Long-term debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized on the statement of activities.

General obligation bonds issued	(2,945,000)
Principal paid on general obligation bonds	<u>1,083,689</u>

	<u>(2,228,282)</u>
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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	(56,474)
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Changes in pension liabilities and related deferred outflows and inflows of resources	676,489
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Compensated absences	23,758
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Changes in OPEB liabilities and related deferred outflows and inflows of resources	(41,942)
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Amortization of loss on refunding bonds and issuance premium	<u>86,963</u>
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	<u>688,794</u>
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Change in Net Position of Governmental Activities	<u><u>\$ 2,813,757</u></u>
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The notes to the financial statements are an integral part of this statement.

Village of Ardsley, New York

Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
Year Ended May 31, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 11,856,020	\$ 11,856,020	\$ 11,796,224	\$ (59,796)
Other tax items	31,600	31,600	60,139	28,539
Non-property taxes	1,130,000	1,130,000	1,526,602	396,602
Departmental income	556,722	556,722	705,317	148,595
Net change in fair value of investments	-	-	(40,168)	(40,168)
Use of money and property	5,000	5,000	1,740	(3,260)
Licenses and permits	180,000	180,000	202,433	22,433
Fines and forfeitures	125,000	125,000	540,874	415,874
Sale of property and compensation for loss	17,000	17,000	197,233	180,233
State aid	314,500	314,500	298,884	(15,616)
Federal aid	122,000	122,000	294,693	172,693
Miscellaneous	33,009	33,009	78,350	45,341
Total Revenues	14,370,851	14,370,851	15,662,321	1,291,470
EXPENDITURES				
Current				
General government support	2,584,838	2,256,908	2,154,482	102,426
Public safety	4,019,864	4,462,198	4,347,275	114,923
Health	141,045	141,045	45,800	95,245
Transportation	1,344,726	1,230,860	1,138,836	92,024
Economic opportunity and development	54,640	29,063	20,779	8,284
Culture and recreation	464,617	528,342	503,214	25,128
Home and community services	594,295	577,144	543,377	33,767
Employee benefits	3,821,767	3,778,818	3,693,805	85,013
Debt service				
Principal	783,689	1,083,689	1,083,689	-
Interest	693,955	693,955	693,953	2
Total Expenditures	14,503,436	14,782,022	14,225,210	556,812
Excess (Deficiency) of Revenues Over Expenditures	(132,585)	(411,171)	1,437,111	1,848,282
OTHER FINANCING USES				
Transfers out	(327,231)	(327,231)	(327,231)	-
Net Change in Fund Balance	(459,816)	(738,402)	1,109,880	1,848,282
FUND BALANCE				
Beginning of Year	459,816	738,402	8,125,438	7,387,036
End of Year	\$ -	\$ -	\$ 9,235,318	\$ 9,235,318

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

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Note 1 - Summary of Significant Accounting Policies

The Village of Ardsley, New York ("Village") was established in 1896 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 Administrative Officer and the Chief Budget Officer and the Village Treasurer serves as the chief financial officer. The Village provides the following services to its residents: public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and general and administrative support.

The financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units and the Uniform System of Accounts as prescribed by the State of New York. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The 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, the following blended component unit is included in the Village's reporting entity because of its operational or financial relationship with the Village. Blended component units, though legally separate entities, are in substance, part of the Village's operations. The blended component unit serves or benefits the Village almost exclusively. Financial information from this component unit is combined with that of the Village. The following represents the Village's component unit.

The Ardsley Public Library ("Library"), is a separate legal entity, the Village appoints Library trustees, raises taxes and finances the Library's operations through the transfer of funds to the Library, has title to real property used by the Library and issues all Library indebtedness which is supported by the full faith and credit of the Village.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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.

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. 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 in that it includes all revenues and expenditures not required by law to be accounted for in other funds.

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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 non-major special revenue funds of the Village are as follows:

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

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

Sewer Fund – The Sewer Fund is used to accumulate resources for sewer related capital projects and reimburse the General Fund for sewer related costs.

- b. Fiduciary Funds (Not Included in Government-Wide Financial Statements) - 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 is 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 net pension liability, total pension liabilities, compensated absences 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.

Note 2 - Stewardship, Compliance and Accountability (Continued)

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.

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 (except Service Award Program investments which are discussed in Note 3A) - 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 establishes 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. CLASS investments totaled \$14,155,880 at May 31, 2022.

Note 2 - Stewardship, Compliance and Accountability (Continued)

The Village's position in the pool is equal to the value of the pool shares. The maximum maturity for any specific investment in the portfolio is 397 days. CLASS is rated AAAM by Standard & Poor's. Local government investment cooperatives in this rating category meet the highest standards for credit quality, conservative investment policies and safety of principal. The cooperative invests in a high quality portfolio of investments legally permissible for municipalities and school districts in the State.

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.

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, *"Deposit 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, 2022.

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.

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 its own taxes.

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 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 May 31, 2022,

Note 2 - Stewardship, Compliance and Accountability (Continued)

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

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

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

Capital Assets - Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items) are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at 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 historical cost for the initial reporting period of these assets through back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and used an appropriate price-level index to deflate the cost to the acquisition year).

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

Land and construction-in-progress are not depreciated. Property, plant, equipment and infrastructure of the 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	10-40
Machinery and equipment	5-10
Infrastructure	20-50

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

Note 2 - Stewardship, Compliance and Accountability (Continued)

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

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue criteria have not been met. The Village has reported unearned revenues of \$230,871 in American Rescue Plan Act funds received in advance and \$12,050 for parking permits received in advance in the General Fund.

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 outflows of resources of \$99,951 for a deferred loss on refunding bonds in the government wide statement of net position. This amount on refunding bonds results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is being deferred and amortized over the shorter of the life of the refunded or refunding debt.

The Village reported deferred inflows of resources of \$424,725 for real property 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 award 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, fire service award and other postemployment benefit liabilities in Note 3F.

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. Bonds 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 Capital Projects Fund expenditures.

Note 2 - Stewardship, Compliance and Accountability (Continued)

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. A liability for these amounts is reported in the governmental funds only if the liability has matured through employee resignation or retirement. The liability for compensated absences includes salary related payments, where applicable.

Net Pension Liability (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 Police and Fire Retirement System. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 68, *"Accounting and Financial Reporting for Pensions"* and GASB Statement No. 71, *"Pension Transition for Contributions Made Subsequent to the Measurement Date – An Amendment of GASB Statement No. 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"*.

Total Pension Liability – Length of Service Award Program – The total pension liabilities for the Fire Service Award Program are presented in accordance with the provisions of 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 Statement Nos. 67 and 68"*.

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 debt service, capital projects and special purpose

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

Note 2 - Stewardship, Compliance and Accountability (Continued)

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 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 that can, by the adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, these funds may only be used for the purpose specified unless the entity removes or changes the purpose by taking the same action that was used to establish the commitment. This classification includes certain designations established and approved by the Village Board of Trustees.

Assigned fund balance, in the General Fund, represents amounts constrained either by the policies of the Village Board of Trustees, the entity's highest level of decision making authority or a person with delegated authority from the governing board to assign amounts for a specific intended purpose. 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 funds except the General Fund includes all remaining amounts, except for negative balances, that are not classified as nonspendable and are neither restricted nor committed.

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

Note 2 - Stewardship, Compliance and Accountability (Continued)

F. Encumbrances

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

H. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is January 9, 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 20th, the budget officer submits to the Village 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 Village Board of Trustees may meet to discuss and review the tentative budget in a series of budget work sessions after March 20th and up to April 30th.
- c) The Village Board of Trustees must conduct 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 Public Library funds.
- f) Budgets for the General and Public Library 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 Village

Note 2 - Stewardship, Compliance and Accountability (Continued)

Board of Trustees 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 of Trustees 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 Village Board of Trustees. Any modification to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also require a majority vote by the Village Board of Trustees.
- h) Appropriations in the General and Public Library 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 Village 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 2020-2021 was \$21,947,587 which exceeded the actual levy (inclusive of exclusions) by \$10,091,567.

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 20 National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the coming fiscal year minus the average of the National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the prior fiscal year, divided by (ii) the average of the National Consumer Price Indexes determined by the United States with the result expressed as a decimal to four places. The 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.

Village of Ardsley, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds

A. Investments

Investments of the Service Award Program are invested in accordance with a statutory prudent person rule and in accordance with an investment policy adopted by the Village.

The Village had the following recurring fair value measurements as of May 31, 2022:

<u>Type of Investment</u>	<u>Fair Value</u>
U.S. and International Equities Funds	\$ 933,379
Taxable Fixed Income	656,173
Cash and Equivalents	35,910
Life Insurance policies	82,240
	<u>\$ 1,707,702</u>

The Equities and Taxable Fixed Income funds are valued using Level 1 inputs, which are quoted prices in active markets for identical assets.

B. Taxes Receivable

Taxes receivable at May 31, 2022 consisted of the following:

Current Year	\$ 154,584
Prior Years	<u>289,646</u>
	<u>\$ 444,230</u>

C. Due From/To Other Funds

The balances reflected as due from/to other funds at May 31, 2022 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 128,150	\$ 542,931
Capital Projects	478,000	-
Non-Major	<u>86,719</u>	<u>149,938</u>
	<u>\$ 692,869</u>	<u>\$ 692,869</u>

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

Village of Ardsley, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)**D. Capital Assets**

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

	Balance June 1, 2021	Additions	Deletions	Balance May 31, 2022
Capital Assets, not being depreciated				
Land	\$ 1,226,906	\$ -	\$ -	\$ 1,226,906
Construction-in-progress	743,785	1,010,252	46,981	1,707,056
Total Capital Assets, not being depreciated	<u>\$ 1,970,691</u>	<u>\$ 1,010,252</u>	<u>\$ 46,981</u>	<u>\$ 2,933,962</u>
Capital Assets, being depreciated:				
Buildings and improvements	\$ 9,562,936	\$ 450,571	\$ -	\$ 10,013,507
Machinery and equipment	5,857,715	283,615	-	6,141,330
Infrastructure	4,040,351	2,567,036	-	6,607,387
Total Capital Assets, being depreciated	<u>19,461,002</u>	<u>3,301,222</u>	<u>-</u>	<u>22,762,224</u>
Less Accumulated Depreciation for:				
Buildings and improvements	5,101,212	353,631	-	5,454,843
Machinery and equipment	3,771,976	391,553	-	4,163,529
Infrastructure	581,558	130,510	-	712,068
Total Accumulated Depreciation	<u>9,454,746</u>	<u>875,694</u>	<u>-</u>	<u>10,330,440</u>
Total Capital Assets, being depreciated, net	<u>\$ 10,006,256</u>	<u>\$ 2,425,528</u>	<u>\$ -</u>	<u>\$ 12,431,784</u>
Capital Assets, net	<u>\$ 11,976,947</u>	<u>\$ 3,435,780</u>	<u>\$ 46,981</u>	<u>\$ 15,365,746</u>

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

General Government Support	\$ 67,223
Public Safety	260,501
Transportation	365,079
Culture and Recreation	<u>182,891</u>
Total Depreciation Expense	<u>\$ 875,694</u>

Village of Ardsley, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)**E. Accrued Liabilities**

Accrued liabilities at May 31, 2022 were as follows:

	Fund		
	General	Public Library	Total
Payroll and Employee Benefits	<u>\$ 483,448</u>	<u>\$ 9,012</u>	<u>\$ 492,460</u>

F. Long-Term Liabilities

The following table summarizes changes in the Village's long-term liabilities for the year ended May 31, 2022:

	Balance June 1, 2021	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2022	Due Within One Year
General Obligation Bonds Payable	\$ 22,823,689	\$ 2,945,000	\$ 1,083,689	\$ 24,685,000	\$ 1,085,000
Plus					
Unamortized premium on bonds	<u>1,263,603</u>	<u>366,971</u>	<u>96,794</u>	<u>1,533,780</u>	<u>-</u>
	<u>24,087,292</u>	<u>3,311,971</u>	<u>1,180,483</u>	<u>26,218,780</u>	<u>1,085,000</u>
Other Non-Current Liabilities:					
Net Pension Liability - ERS	8,236	-	8,236	-	-
Net Pension Liability - PFRS	1,131,470	-	758,525	372,945	-
Total Pension Liability - Length of service award program	3,052,911	108,129	889,242	2,271,798	-
Compensated Absences	198,452	-	23,758	174,694	17,000
Other Postemployment Benefit Liability	<u>36,260,212</u>	<u>2,828,205</u>	<u>11,118,613</u>	<u>27,969,804</u>	<u>-</u>
Total Other Non-Current Liabilities	<u>40,651,281</u>	<u>2,936,334</u>	<u>12,798,374</u>	<u>30,789,241</u>	<u>17,000</u>
Total Long-Term Liabilities	<u>\$ 64,738,573</u>	<u>\$ 6,248,305</u>	<u>\$ 13,978,857</u>	<u>\$ 57,008,021</u>	<u>\$ 1,102,000</u>

Each governmental fund's liability for general obligation bonds, net pension liability, total pension liability, compensated absences, and other postemployment benefit liability are liquidated by the General Fund.

Village of Ardsley, New York

Notes to Financial Statements (Continued)
May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

General Obligation Bonds Payable

General Obligation Bonds payable at May 31, 2022 are comprised of the following individual issues:

Purpose	Fiscal Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at May 31, 2022
Public Improvements	2012	\$ 1,211,500	March, 2027	2.50 - 2.750 %	\$ 445,000
Public Improvements	2016	3,364,370	August, 2035	2.00 - 3.375	1,980,000
Public Improvements	2016	2,945,000	August, 2031	2.00 - 4.000	1,995,000
Public Improvements	2020	17,060,000	May, 2042	2.00 - 5.000	16,290,000
Public Improvements	2021	1,088,689	August, 2037	1.490	1,030,000
Public Improvements	2022	2,945,000	August, 2036	2.00 - 5.000	2,945,000
					<u>\$ 24,685,000</u>

Interest expenditures of \$693,953 was recorded in the fund financial statements in the General Fund. Interest expense of \$663,464 was recorded in the government-wide financial statements for governmental activities.

Payments to Maturity

The annual requirements to amortize all bonded debt outstanding as of May 31, 2022 including interest payments of \$6,648,043 are as follows:

Year Ended May 31,	General Obligation Bonds	
	Principal	Interest
2023	\$ 1,085,000	\$ 796,015
2024	1,275,000	701,689
2025	1,310,000	649,146
2026	1,355,000	596,627
2027	1,415,000	541,645
2028-2032	7,030,000	1,922,465
2033-2037	6,140,000	1,079,156
2038-2042	5,075,000	361,300
	<u>\$ 24,685,000</u>	<u>\$ 6,648,043</u>

The above general obligation bonds are direct borrowings of the Village for which its 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.

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

Village of Ardsley, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

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 during the System's fiscal year ending March 31. The employer contribution rates for the plan's year ending in 2022 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	4 A15	18.2 %
	5 A15	15.2
	6 A15	10.6
PFRS	2 384D	30.4
	5 384D	25.5
	6 384D	19.8

At May 31, 2022, the Village reported the following for its proportionate share of the net pension liability (asset) for ERS and PFRS.

	<u>ERS</u>	<u>PFRS</u>
Measurement date	March 31, 2022	March 31, 2022
Net pension liability (asset)	\$ (714,386)	\$ 372,945
Village's proportion of the net pension liability (asset)	0.0087391 %	0.0656542 %
Change in proportion since the prior measurement date	0.0004680 %	0.0004877 %

The net pension liability (asset) was measured as of March 31, 2022 and the total pension liability

Village of Ardsley, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

(asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The Village's proportion of the net pension liability (asset) 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, 2022, the Village recognized its proportionate share of pension expense in the government-wide financial statements of \$124,709 for ERS and \$464,601 for PFRS. Pension expenditures of \$440,243 for ERS and \$871,783 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	\$ 403,243	\$ 871,783
Library	37,000	-
	<u>\$ 440,243</u>	<u>\$ 871,783</u>

At May 31, 2022 the Village reported its proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>ERS</u>		<u>PFRS</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 54,101	\$ 70,173	\$ 201,057	\$ -
Changes of assumptions	1,192,230	20,118	2,232,156	-
Net difference between projected and actual earnings on pension plan investments	-	2,339,314	-	3,133,712
Changes in proportion and differences between Village contributions and proportionate share of contributions	179,509	9,338	372,762	34,684
Village contributions subsequent to the measurement date	<u>49,538</u>	<u>-</u>	<u>147,612</u>	<u>-</u>
	<u>\$ 1,475,378</u>	<u>\$ 2,438,943</u>	<u>\$ 2,953,587</u>	<u>\$ 3,168,396</u>
	<u>Total</u>			
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>		
Differences between expected and actual experience	\$ 255,158	\$ 70,173		
Changes of assumptions	3,424,386	20,118		
Net difference between projected and actual earnings on pension plan investments	-	5,473,026		
Changes in proportion and differences between Village contributions and proportionate share of contributions	552,271	44,022		
Village contributions subsequent to the measurement date	<u>197,150</u>	<u>-</u>		
	<u>\$ 4,428,965</u>	<u>\$ 5,607,339</u>		

\$49,538 and \$147,612 reported as deferred outflows of resources related to ERS and PFRS, respectively, 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,

Village of Ardsley, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

2023. 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:

<u>Year Ended March 31,</u>	<u>ERS</u>	<u>PFRS</u>
2023	\$ (110,495)	\$ (44,010)
2024	(214,801)	(163,383)
2025	(578,978)	(661,677)
2026	(108,829)	468,719
2027	-	37,930
	<u>\$ (1,013,103)</u>	<u>\$ (362,421)</u>

The total pension liability for the March 31, 2022 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, 2022	March 31, 2022
Actuarial valuation date	April 1, 2021	April 1, 2021
Investment rate of return	5.9% *	5.9% *
Salary scale	4.4%	6.2%
Inflation rate	2.7%	2.7%
Cost of living adjustment	1.4%	1.4%

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

Annuitant mortality rates are based on the April 1, 2015 – March 31, 2020 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.

Note 3 - Detailed Notes on All Funds (Continued)

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.

Asset Type	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	32 %	3.30 %
International Equity	15	5.85
Private Equity	10	6.50
Real Estate	9	5.00
Opportunistic/ARS Portfolio	3	4.10
Credit	4	3.78
Real Assets	3	5.80
Fixed Income	23	-
Cash	1	(1.00)
	<u>100 %</u>	

The real rate of return is net of the long-term inflation assumption of 2.7%.

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 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>\$ 1,838,821</u>	<u>\$ (714,386)</u>	<u>\$ (2,850,020)</u>
Village's proportionate share of the PFRS net pension liability (asset)	<u>\$ 4,148,437</u>	<u>\$ 372,945</u>	<u>\$ (2,752,160)</u>

Village of Ardsley, New York

Notes to Financial Statements (Continued)
May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

The components of the collective net pension liability as of the March 31, 2022 measurement date were as follows:

	ERS	PFRS	Total
Total pension liability	\$ 223,874,888,000	\$ 42,237,292,000	\$ 266,112,180,000
Fiduciary net position	232,049,473,000	41,669,250,000	273,718,723,000
Employers' net pension liability (asset)	<u>\$ (8,174,585,000)</u>	<u>\$ 568,042,000</u>	<u>\$ (7,606,543,000)</u>
Fiduciary net position as a percentage of total pension liability	<u>103.65%</u>	<u>98.66%</u>	<u>102.86%</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, 2022 represent the employer contribution for the period of April 1, 2022 through May 31, 2022 based on prior year ERS and PFRS wages multiplied by the employers' contribution rate, by tier. Employee contributions are remitted monthly. Accrued retirement contributions to ERS and PFRS as of May 31, 2022 were \$49,538 and \$147,612, respectively.

Voluntary Defined Contribution Plan

The Village can offer a defined contribution plan to all non-union employees hired on or after June 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.

Service Award Program

The Village, pursuant to Article 11-A of the General Municipal Law of the State of New York and legislative resolution, has established a Length of Service Award Program ("Program") for volunteer firefighters. This Program is a single employer defined benefit plan established as a grantor/rabbi trust and, as such, the assets are subject to the claims of the Village's general creditors. The Program is accounted for in the Village's financial statements within the General Fund.

Active volunteer firefighters, upon attainment of age 18, and upon earning 50 or more points in a calendar year after 1990 under the provisions of the Program point system, are eligible to become participants in the Program. Points are granted for the performance of certain activities in accordance with a system established by the Village on the basis of a statutory list of activities and point values. A participant may also receive credit for five years of firefighting service rendered prior to the establishment of the Program. Participants are fully vested upon attainment of entitlement age, upon death or upon general disablement and after earning five years of service credit. A participant, upon attainment of entitlement age (65 and completion of one year of service), shall be able to receive their service award, payable in the form of a ten-year certain and continuous monthly payment life annuity. The monthly benefits are \$20 for each year of service credit, up to a maximum of 40 years. The benefits and refunds of the plan are recognized when due and payable in accordance with the terms of the plan. The Program also provides disability and death benefits. The trustees of the Program, which are the members of the Village's Board, are

Village of Ardsley, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

authorized to invest the funds in authorized investment vehicles. Administrative costs are paid by the Village from the General Fund. Separate financial statements are not issued by the Program.

At the May 31, 2022 measurement date, the following participants were covered by the benefit terms:

Inactive participants entitled to but not yet receiving benefits payments	32
Active participants	<u>32</u>
Total	<u><u>64</u></u>

The General Municipal Law of the State of New York requires the Village to contribute an actuarially determined contribution on an annual basis. The actuarially determined contribution shall be appropriated annually by the Village's Board of Trustees.

The total pension liability at the May 31, 2022 measurement date was determined using an actuarial valuation as of that date.

The total pension liability in the May 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method: Entry Age Normal
Inflation: 8.00%
Salary Scale: None assumed
Mortality rates were based on the RP-2000-Unisex Mortality Table

The discount rate of 3.36% used to measure the total pension liability was based upon the Fidelity 20 Year- GO AA Bond Index. The Village's change in the total pension liability of the LOSAP program for the program year ended May 31, 2022 is as follows:

Total Pension Liability - Beginning of Period	\$ 3,052,911
Service cost	48,020
Interest	60,109
Changes of assumptions or other inputs	(740,749)
Differences between expected and actual experience	(27,195)
Benefit payments	<u>(121,298)</u>
Total Pension Liability - End of Period	<u><u>\$ 2,271,798</u></u>

The following presents the total pension liability of the Village as of the May 31, 2022 measurement date, calculated using the discount rate of 3.36 percent, 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 (2.36%) or 1-percentage point higher (4.36%) than the current rate:

Village of Ardsley, New York

Notes to Financial Statements (Continued)
May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

	1% Decrease (2.36%)	Current Discount Rate (3.36%)	1% Increase (4.36%)
Total Pension Liability	<u>\$ 2,581,000</u>	<u>\$ 2,271,798</u>	<u>\$ 2,022,000</u>

For the year ended May 31, 2022, the Village recognized pension expense in the government-wide financial statements of \$115,127. Pension expenditures of \$68,900 were recorded in the fund financial statement and charged to the General Fund. At May 31, 2022, 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
Changes of assumptions or other inputs	\$ 485,163	\$ 786,625
Differences between expected and actual experience	<u>92,570</u>	<u>27,195</u>
	<u>\$ 577,733</u>	<u>\$ 813,820</u>

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

Year Ended May 31,	
2023	\$ (23,063)
2024	(23,063)
2025	(23,063)
2026	(23,063)
2027	(23,063)
Thereafter	<u>(120,772)</u>
	<u>\$ (236,087)</u>

Compensated Absences

Pursuant to collective bargaining agreements, employees of the Department of Public Works and non-union full-time employees may accumulate up to 175 days of sick time. Upon retirement, these employees will be compensated for 50% of unused sick time at their current salary level. Effective June 1, 1994, police employees have unlimited sick leave. Prior to this date, police employees could accumulate up to 150 days of sick time. Days accumulated as of June 1, 1994 were frozen and police employees, at retirement, separation of service or upon written notification, may receive payment for 50% of these accumulated days at their hourly rate. Compensatory time for overtime hours may be accumulated by police employees. At the option of the employee, payment will be made either through additional compensation or compensatory time. Payment is limited to 150 hours. Compensatory time for police officers may accumulate without limit. Employees will be paid for this time, at their option. However, requests for payment must be made prior to February 1st of each year. Vacation time for employees of the Department of Public Works may be carried over to

Note 3 - Detailed Notes on All Funds (Continued)

the subsequent year, and upon separation of service, employees will be compensated for any unused days from the prior year. Vacation time for police and non-union employees is generally taken in the year earned and may not be accumulated.

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, 2022, the following employees were covered by the benefit terms:

Inactive participants entitled to but not yet receiving benefits payments	27
Active participants	<u>43</u>
Total	<u><u>70</u></u>

The Village's total OPEB liability of \$27,969,804 was measured as of May 31, 2022 and was determined by an actuarial valuation as of June 1, 2021.

The total OPEB liability in the June 1, 2021 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	3.70%
Healthcare cost trend rates	8.0% for 2022, decreasing by up to .5% per year to an ultimate rate of 5.0%
Retirees' share of benefit-related costs	Varies from 0% to 100%, depending on applicable retirement year and bargaining unit

The discount rate was based on the S&P Municipal Bond 20-year High Grade Rate Index.

Mortality rates were based on the RP-2006 Mortality Tables for employees and healthy annuitants, and then adjusted for mortality improvements with scale MP-2020 projection mortality improvement scale on a fully generational basis.

Village of Ardsley, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

The Village's change in the total OPEB liability for the year ended May 31, 2022 is as follows:

Total OPEB Liability - Beginning of Year	\$	36,260,212
Service Cost		946,823
Interest		571,220
Difference between expected and actual experience		1,310,162
Change in assumptions or other inputs		(10,449,734)
Benefit payments		<u>(668,879)</u>
Total OPEB Liability - End of Year	\$	<u>27,969,804</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 (2.70%) or 1 percentage point higher (4.70%) than the current discount rate:

	1% Decrease (2.70%)	Current Discount Rate (3.70%)	1% Increase (4.70%)
Total OPEB Liability	<u>\$ 32,921,884</u>	<u>\$ 27,969,804</u>	<u>\$ 23,017,724</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%)	Healthcare Cost Trend Rates (8.0% decreasing to 5.0%)	1% Increase (9.0% decreasing to 6.0%)
Total OPEB Liability	<u>\$ 23,091,766</u>	<u>\$ 27,969,804</u>	<u>\$ 33,811,581</u>

For the year ended May 31, 2022, the Village recognized OPEB expense of \$710,821 in the government-wide financial statements. At May 31, 2022, the Village reported deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions or other inputs	\$ 4,378,103	\$ 8,956,915
Differences between expected and actual experience	<u>2,044,626</u>	<u>1,721,802</u>
	<u>\$ 6,422,729</u>	<u>\$ 10,678,717</u>

Village of Ardsley, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

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 March 31,
2023	\$ (807,222)
2024	(807,220)
2025	(469,049)
2026	(433,423)
2027	(433,420)
Thereafter	<u>(1,305,654)</u>
	<u>\$ (4,255,988)</u>

G. 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.

<u>Transfers Out</u>	<u>Transfers In Non-Major Governmental Funds</u>
General Fund	<u>\$ 327,231</u>

Transfers are used to move amounts earmarked in the operating funds to fulfill commitments for the Public Library Fund.

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

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

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

Village of Ardsley, New York

Notes to Financial Statements (Continued)
May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

I. Fund Balances

	2022				2021			
	General Fund	Capital Projects Fund	Non-Major Governmental Funds	Total	General Fund	Capital Projects Fund	Non-Major Governmental Funds	Total
Nonspendable -								
Prepaid expenditures	\$ 309,577	\$ -	\$ -	\$ 309,577	\$ 301,751	\$ -	\$ -	\$ 301,751
Restricted:								
Pension benefits	1,740,995	-	-	1,740,995	1,847,539	-	-	1,847,539
Special purpose	-	-	128,436	128,436	-	-	87,910	87,910
Capital projects	-	14,037,055	-	14,037,055	-	14,452,280	-	14,452,280
Debt service	232,669	266,112	-	498,781	530,019	252,700	-	782,719
Debt service - for subsequent year's expenditures	-	-	-	-	300,000	-	-	300,000
Total Restricted	1,973,664	14,303,167	128,436	16,405,267	2,677,558	14,704,980	87,910	17,470,448
Assigned:								
Purchases on order:								
Public safety	47,188	-	-	47,188	38,066	-	-	38,066
Culture and recreation	21,750	-	-	21,750	21,750	-	-	21,750
Contractual obligations	-	-	-	-	10,238	-	-	10,238
Subsequent year's expenditures - General Fund	-	-	-	-	100,000	-	-	100,000
Non-Major Governmental Fund								
Public Library	-	-	130,681	130,681	-	-	77,947	77,947
Sewer Fund	-	-	409,466	409,466	-	-	306,142	306,142
Total Assigned	68,938	-	540,147	609,085	170,054	-	384,089	554,143
Unassigned	6,883,139	-	-	6,883,139	4,976,075	-	-	4,976,075
Total Fund Balances	\$ 9,235,318	\$ 14,303,167	\$ 668,583	\$ 24,207,068	\$ 8,125,438	\$ 14,704,980	\$ 471,999	\$ 23,302,417

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 represents funds 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.

Assigned for Contractual Obligations - This is used to segregate a portion of fund balance of the General Fund for contractual obligations.

Subsequent year's expenditures represent that at May 31, 2022, the Board of Trustees has assigned the above amounts to be appropriated for the ensuing year's budget.

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

There are currently pending certiorari proceedings, the results of which could require the payment of future tax refunds by the Village, if existing assessment rolls are modified based on the outcome of the litigation proceedings. However, the amount of the possible refunds cannot be determined at the present time. Any payments resulting from adverse decisions will be funded in the year the payment is made.

B. Contingencies

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

C. Risk Management

The Village purchases various insurance coverages to reduce its exposure to loss. The Village maintains a general liability insurance policy with coverage up to \$1 million for each occurrence and an umbrella policy with coverage up to \$10 million. The public officials' liability policy provides coverage up to \$1 million. The Village also purchases conventional workers' compensation insurance with coverage at statutory limits and medical insurance coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 5 - Subsequent Events

The Village, in August 2022, issued a bond, in the amount of \$9,820,000 to finance the costs of the construction of a highway garage, road maintenance and the purchase of equipment. The bonds mature annually beginning August 2023 through August 2042, with interest rates of 3.0-5.0%.

Note 6 - Recently Issued GASB Pronouncements

GASB Statement No. 87, "*Leases*", as amended by GASB Statement No. 95, "*Postponement of the Effective Dates of Certain Authoritative Guidance*", establishes a single model for lease accounting based on the concept that leases are a financing of a "right-to-use" underlying asset. As such, this Statement requires a lessee to recognize a lease liability and an intangible right-to-use lease asset. A lessor will be required to recognize a lease receivable and a deferred inflow of resources. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021.

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.

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 this and other pronouncements may have on its financial statements and will implement them as applicable and when material.

Village of Ardsley, New York

Required Supplementary Information - Schedule of the Changes in the Village's Total OPEB Liability and Related Ratios Last Ten Fiscal Years (1)(2)

	2022	2021	2020	2019
Total OPEB Liability:				
Service cost	\$ 946,823	\$ 648,121	\$ 618,089	\$ 667,753
Interest	571,220	764,616	867,055	897,687
Difference between expected and actual experience	1,310,162	1,290,282	(2,090,919)	(2,029,036)
Changes of benefit terms	-	-	-	-
Changes of assumptions or other inputs *	(10,449,734)	4,815,331	1,877,163	-
Benefit payments	(668,879)	(661,997)	(591,155)	(490,281)
Net Change in Total OPEB Liability	(8,290,408)	6,856,353	680,233	(953,877)
Total OPEB Liability - Beginning of Year	36,260,212	29,403,859	28,723,626	29,677,503 (3)
Total OPEB Liability - End of Year	<u>\$ 27,969,804</u>	<u>\$ 36,260,212</u>	<u>\$ 29,403,859</u>	<u>\$ 28,723,626</u>
Village's covered - employee payroll	<u>\$ 6,184,476</u>	<u>\$ 5,921,213</u>	<u>\$ 5,795,116</u>	<u>\$ 5,416,196</u>
Total OPEB liability as a percentage of covered- employee payroll	<u>452.26%</u>	<u>612.38%</u>	<u>507.39%</u>	<u>530.33%</u>
* Discount Rate	<u>3.70%</u>	<u>1.59%</u>	<u>2.63%</u>	<u>3.05%</u>

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

(2) No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75 to pay related benefits.

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

See independent auditors' report.

Village of Ardsley, 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)

	2022 (4)	2021 (4)	2020 (3)	2019	2018	2017	2016
Village's proportion of the net pension liability (asset)	0.0087391%	0.0082711%	0.0084091%	0.0080389%	0.0075707%	0.0082543%	0.0079419%
Village's proportionate share of the net pension liability (asset)	\$ (714,386)	\$ 8,236	\$ 2,226,789	\$ 569,581	\$ 244,339	\$ 775,591	\$ 1,274,695
Village's covered payroll	\$ 2,821,741	\$ 2,789,542	\$ 2,908,192	\$ 2,641,989	\$ 2,505,643	\$ 2,483,991	\$ 2,484,759
Village's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	(25.32)%	0.30%	76.57%	21.56%	9.75%	31.22%	51.30%
Plan fiduciary net position as a percentage of the total pension liability (asset)	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%	90.70%
Discount Rate	5.90%	5.90%	6.80%	7.00%	7.00%	7.00%	7.00%

Schedule of Contributions

	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 443,272	\$ 412,920	\$ 402,432	\$ 393,797	\$ 380,179	\$ 383,756	\$ 405,434
Contributions in relation to the contractually required contribution	(443,272)	(412,920)	(402,432)	(393,797)	(380,179)	(383,756)	(405,434)
Contribution excess	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Village's covered payroll	\$ 2,852,847	\$ 2,769,722	\$ 2,918,110	\$ 2,862,929	\$ 2,644,314	\$ 2,617,427	\$ 2,414,425
Contributions as a percentage of covered payroll	15.54%	14.91%	13.79%	13.76%	14.38%	14.66%	16.79%

(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 the plan fiduciary net position due to investment gains.

See independent auditors' report.

Village of Ardsley, 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)

	2022 (4)	2021 (4)	2020 (3)	2019	2018	2017	2016
Village's proportion of the net pension liability	0.0656542%	0.0651665%	0.0663835%	0.0630289%	0.0676252%	0.0694456%	0.0706975%
Village's proportionate share of the net pension liability	\$ 372,945	\$ 1,131,470	\$ 3,548,157	\$ 1,057,034	\$ 683,526	\$ 1,439,365	\$ 2,093,201
Village's covered payroll	\$ 3,594,886	\$ 3,047,134	\$ 3,196,411	\$ 2,949,578	\$ 3,017,455	\$ 2,927,982	\$ 2,636,208
Village's proportionate share of the net pension liability as a percentage of its covered payroll	10.37%	37.13%	111.00%	35.84%	22.65%	49.16%	79.40%
Plan fiduciary net position as a percentage of the total pension liability	98.66%	95.79%	84.86%	95.09%	96.93%	93.50%	90.20%
Discount Rate	5.90%	5.90%	6.80%	7.00%	7.00%	7.00%	7.00%

Schedule of Contributions

	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 881,985	\$ 766,078	\$ 672,065	\$ 683,825	\$ 725,989	\$ 691,508	\$ 696,155
Contributions in relation to the contractually required contribution	(881,985)	(766,078)	(672,065)	(683,825)	(725,989)	(691,508)	(696,155)
Contribution excess	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Village's covered payroll	\$ 3,639,940	\$ 3,096,508	\$ 3,218,107	\$ 2,830,489	\$ 2,966,466	\$ 2,950,095	\$ 2,850,335
Contributions as a percentage of covered payroll	24.23%	24.74%	20.88%	24.16%	24.47%	23.44%	24.42%

(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 the plan fiduciary net position due to investment gains.

See independent auditors' report.

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Village of Ardsley, New York

Required Supplementary Information - Schedule of Changes
in the Village's Total Pension Liability - Fire Service Awards Program
Last Ten Fiscal Years (1) (2)

	2022	2021	2020	2019	* 2018
Total Pension Liability - Beginning of Period	\$ 3,052,911	\$ 2,860,209	\$ 2,526,662	\$ 2,205,603	\$ 2,190,967
Service cost	48,020	52,291	45,296	37,508	47,873
Interest	60,109	69,917	77,665	77,593	76,669
Changes of assumptions or other inputs	(740,749)	135,774	257,734	204,764	(66,424)
Differences between expected and actual experience	(27,195)	26,115	19,392	65,470	6,897
Benefit payments	(121,298)	(91,395)	(66,540)	(64,276)	(50,379)
Total Pension Liability - End of Period	<u>\$ 2,271,798</u>	<u>\$ 3,052,911</u>	<u>\$ 2,860,209</u>	<u>\$ 2,526,662</u>	<u>\$ 2,205,603</u>
Village's covered payroll	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
Discount Rate	<u>3.36%</u>	<u>2.00%</u>	<u>2.48%</u>	<u>3.12%</u>	<u>3.57%</u>

Notes to Schedule:

Changes in assumptions or other inputs. The discount rate used to measure the total pension liability was based upon the Fidelity 20-Year GO AA Bond Index and was as follows:

May 31, 2017	3.54%
May 31, 2018	3.57%
May 31, 2019	3.12%
May 31, 2020	2.48%
May 31, 2021	2.00%
May 31, 2018	3.36%

(1) No assets are accumulated in a trust that meets the criteria in paragraph 4 of 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 Statement Nos. 67 and 68" to pay related benefits.

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

Village of Ardsley, New York

General Fund

Combining Balance Sheet - Sub-Funds

May 31, 2022

(With Comparative Totals for 2021)

	General	Fire Service Award Program
ASSETS		
Cash and equivalents	\$ 6,489,026	\$ 33,293
Investments	1,035,034	1,707,702
Taxes receivable	444,230	-
Other receivables		
Accounts	159,601	-
State and Federal aid	263,906	-
Due from other governments	1,013,898	-
Due from other funds	128,150	-
	1,565,555	-
Prepaid expenditures	309,577	-
Total Assets	<u>\$ 9,843,422</u>	<u>\$ 1,740,995</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 304,245	\$ -
Accrued liabilities	483,448	-
Deposits payable	153,679	-
Employee payroll deductions	-	-
Due to other funds	542,931	-
Due to retirement systems	197,150	-
Unearned revenues	242,921	-
Total Liabilities	1,924,374	-
Deferred inflows of resources		
Deferred tax revenues	424,725	-
Total Liabilities and Deferred Inflows of Resources	<u>2,349,099</u>	<u>-</u>
Fund balance		
Nonspendable	309,577	-
Restricted	232,669	1,740,995
Assigned	68,938	-
Unassigned	6,883,139	-
Total Fund Balance	<u>7,494,323</u>	<u>1,740,995</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 9,843,422</u>	<u>\$ 1,740,995</u>

See independent auditors' report.

Totals	
2022	2021
\$ 6,522,319	\$ 5,144,416
2,742,736	2,835,983
444,230	403,349
159,601	129,697
263,906	8,775
1,013,898	900,057
128,150	53,038
1,565,555	1,091,567
309,577	301,751
<u>\$ 11,584,417</u>	<u>\$ 9,777,066</u>

\$ 304,245	\$ 511,689
483,448	412,526
153,679	122,144
-	2,339
542,931	18,662
197,150	206,178
242,921	13,160
1,924,374	1,286,698
424,725	364,930
2,349,099	1,651,628
309,577	301,751
1,973,664	2,677,558
68,938	170,054
6,883,139	4,976,075
9,235,318	8,125,438
<u>\$ 11,584,417</u>	<u>\$ 9,777,066</u>

Village of Ardsley, New York

General Fund

Combining Schedule of Revenues, Expenditures and

Changes in Fund Balances - Sub-Funds

Year Ended May 31, 2022

(With Comparative Totals for 2021)

	General	Fire Service Award Program	Eliminations	2022	2021
REVENUES					
Real property taxes	\$ 11,796,224	\$ -	\$ -	\$ 11,796,224	\$ 11,081,888
Other tax items	60,139	-	-	60,139	54,198
Non-property taxes	1,526,602	-	-	1,526,602	1,363,540
Departmental income	705,317	65,000	(65,000)	705,317	593,503
Net change in fair value of investments	-	(40,168)	-	(40,168)	228,839
Use of money and property	1,740	-	-	1,740	1,621
Licenses and permits	202,433	-	-	202,433	235,939
Fines and forfeitures	540,874	-	-	540,874	275,350
Sale of property and compensation for loss	197,233	-	-	197,233	52,080
State aid	298,884	-	-	298,884	149,015
Federal aid	294,693	-	-	294,693	136,314
Miscellaneous	78,350	-	-	78,350	33,862
Total Revenues	15,702,489	24,832	(65,000)	15,662,321	14,206,149
EXPENDITURES					
Current					
General government support	2,154,482	-	-	2,154,482	1,922,891
Public safety	4,347,275	-	-	4,347,275	4,070,488
Health	45,800	-	-	45,800	113,921
Transportation	1,138,836	-	-	1,138,836	1,313,715
Economic opportunity and development	20,779	-	-	20,779	1,003
Culture and recreation	503,214	-	-	503,214	330,343
Home and community services	543,377	-	-	543,377	524,387
Employee benefits	3,627,429	131,376	(65,000)	3,693,805	3,437,697
Debt service					
Principal	1,083,689	-	-	1,083,689	765,000
Interest	693,953	-	-	693,953	984,187
Total Expenditures	14,158,834	131,376	(65,000)	14,225,210	13,463,632
Excess of Revenues Over Expenditures	1,543,655	(106,544)	-	1,437,111	742,517
OTHER FINANCING SOURCES (USES)					
Transfers out	(327,231)	-	-	(327,231)	(304,023)
Total Other Financing Uses	(327,231)	-	-	(327,231)	(304,023)
Net Change in Fund Balance	1,216,424	(106,544)	-	1,109,880	438,494
FUND BALANCE					
Beginning of Year	6,277,899	1,847,539	-	8,125,438	7,686,944
End of Year	\$ 7,494,323	\$ 1,740,995	\$ -	\$ 9,235,318	\$ 8,125,438

See independent auditors' report.

Village of Ardsley, New York

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

	2022	2021
ASSETS		
Cash and equivalents	\$ 6,489,026	\$ 5,098,831
Investments	1,035,034	1,034,029
Taxes receivable	444,230	403,349
Other receivables		
Accounts	159,601	129,697
State and Federal aid	263,906	8,775
Due from other governments	1,013,898	900,057
Due from other funds	128,150	53,038
	1,565,555	1,091,567
Prepaid expenditures	309,577	301,751
Total Assets	<u>\$ 9,843,422</u>	<u>\$ 7,929,527</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 304,245	\$ 511,689
Accrued liabilities	483,448	412,526
Deposits payable	153,679	122,144
Employee payroll deductions	-	2,339
Due to other funds	542,931	18,662
Due to retirement systems	197,150	206,178
Unearned revenues	242,921	13,160
Total Liabilities	1,924,374	1,286,698
Deferred inflows of resources		
Deferred tax revenues	424,725	364,930
Total Liabilities and Deferred Inflows of Resources	<u>2,349,099</u>	<u>1,651,628</u>
Fund balance		
Nonspendable	309,577	301,751
Restricted	232,669	830,019
Assigned	68,938	170,054
Unassigned	6,883,139	4,976,075
Total Fund Balance	<u>7,494,323</u>	<u>6,277,899</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 9,843,422</u>	<u>\$ 7,929,527</u>

See independent auditors' report.

Village of Ardsley, New York

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

	2022			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 11,856,020	\$ 11,856,020	\$ 11,796,224	\$ (59,796)
Other tax items	31,600	31,600	60,139	28,539
Non-property taxes	1,130,000	1,130,000	1,526,602	396,602
Departmental income	556,722	556,722	705,317	148,595
Use of money and property	5,000	5,000	1,740	(3,260)
Licenses and permits	180,000	180,000	202,433	22,433
Fines and forfeitures	125,000	125,000	540,874	415,874
Sale of property and compensation for loss	17,000	17,000	197,233	180,233
State aid	314,500	314,500	298,884	(15,616)
Federal aid	122,000	122,000	294,693	172,693
Miscellaneous	33,009	33,009	78,350	45,341
Total Revenues	14,370,851	14,370,851	15,702,489	1,331,638
EXPENDITURES				
Current				
General government support	2,584,838	2,256,908	2,154,482	102,426
Public safety	4,019,864	4,462,198	4,347,275	114,923
Health	141,045	141,045	45,800	95,245
Transportation	1,344,726	1,230,860	1,138,836	92,024
Economic opportunity and development	54,640	29,063	20,779	8,284
Culture and recreation	464,617	528,342	503,214	25,128
Home and community services	594,295	577,144	543,377	33,767
Employee benefits	3,821,767	3,778,818	3,627,429	151,389
Debt service				
Principal	783,689	1,083,689	1,083,689	-
Interest	693,955	693,955	693,953	2
Total Expenditures	14,503,436	14,782,022	14,158,834	623,188
Excess (Deficiency) of Revenues Over Expenditures	(132,585)	(411,171)	1,543,655	1,954,826
OTHER FINANCING USES				
Transfers out	(327,231)	(327,231)	(327,231)	-
Net Change in Fund Balance	(459,816)	(738,402)	1,216,424	1,954,826
FUND BALANCE				
Beginning of Year	459,816	738,402	6,277,899	5,539,497
End of Year	\$ -	\$ -	\$ 7,494,323	\$ 7,494,323

See independent auditors' report.

2021			
Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 11,177,985	\$ 11,177,985	\$ 11,081,888	\$ (96,097)
31,600	31,600	54,198	22,598
1,040,000	1,040,000	1,363,540	323,540
554,521	554,521	593,503	38,982
20,000	20,000	1,621	(18,379)
196,000	196,000	235,939	39,939
175,000	175,000	275,350	100,350
12,000	12,000	52,080	40,080
301,033	301,033	149,015	(152,018)
125,000	125,000	136,314	11,314
61,018	61,018	33,862	(27,156)
13,694,157	13,694,157	13,977,310	283,153
2,593,914	2,089,091	1,922,891	166,200
3,881,624	4,209,245	4,070,488	138,757
127,122	157,317	113,921	43,396
1,229,720	1,364,304	1,313,715	50,589
14,600	14,600	1,003	13,597
394,601	411,925	330,343	81,582
572,462	575,816	524,387	51,429
3,466,298	3,449,441	3,437,948	11,493
482,000	765,000	765,000	-
986,252	986,252	984,187	2,065
13,748,593	14,022,991	13,463,883	559,108
(54,436)	(328,834)	513,427	842,261
(295,421)	(304,023)	(304,023)	-
(349,857)	(632,857)	209,404	842,261
349,857	632,857	6,068,495	5,435,638
\$ -	\$ -	\$ 6,277,899	\$ 6,277,899

Village of Ardsley, New York

General Fund - Sub - Fund
Schedule of Revenues Compared to Budget
Year Ended May 31, 2022
(With Comparative Actuals for 2021)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2021 Actual
REAL PROPERTY TAXES	<u>\$ 11,856,020</u>	<u>\$ 11,856,020</u>	<u>\$ 11,796,224</u>	<u>\$ (59,796)</u>	<u>\$ 11,081,888</u>
OTHER TAX ITEMS					
Interest and penalties on real property taxes	<u>31,600</u>	<u>31,600</u>	<u>60,139</u>	<u>28,539</u>	<u>54,198</u>
NON-PROPERTY TAXES					
Non-property tax distribution from County	875,000	875,000	1,226,852	351,852	1,058,535
Hotel occupancy taxes	75,000	75,000	74,910	(90)	82,761
Franchise fees	90,000	90,000	101,930	11,930	109,012
Utilities gross receipts taxes	<u>90,000</u>	<u>90,000</u>	<u>122,910</u>	<u>32,910</u>	<u>113,232</u>
	<u>1,130,000</u>	<u>1,130,000</u>	<u>1,526,602</u>	<u>396,602</u>	<u>1,363,540</u>
DEPARTMENTAL INCOME					
Tax advertising	300	300	276	(24)	156
Clerk fees	100	100	480	380	193
Police fees	6,150	6,150	6,885	735	7,366
Prisoner transportation	10,000	10,000	1,483	(8,517)	742
Special events	30,000	30,000	103,027	73,027	76,275
Safety inspection fees	1,500	1,500	2,175	675	3,650
Stop DWI fees	8,400	8,400	-	(8,400)	-
Registrar of Vital Statistics	1,500	1,500	2,430	930	1,770
Parking	42,000	42,000	40,917	(1,083)	35,660
Parks and recreation charges	55,970	55,970	121,694	65,724	64,112
Zoning fees	1,500	1,500	1,000	(500)	2,600
Planning board fees	1,500	1,500	500	(1,000)	3,000
Refuse removal	75,000	75,000	93,096	18,096	65,060
Fire protection	322,802	322,802	331,003	8,201	332,575
Snow removal	<u>-</u>	<u>-</u>	<u>351</u>	<u>351</u>	<u>344</u>
	<u>556,722</u>	<u>556,722</u>	<u>705,317</u>	<u>148,595</u>	<u>593,503</u>
USE OF MONEY AND PROPERTY					
Earnings on investments	<u>5,000</u>	<u>5,000</u>	<u>1,740</u>	<u>(3,260)</u>	<u>1,621</u>

LICENSES AND PERMITS

Permit fees	168,000	168,000	188,358	20,358	221,329
Alarm fees	12,000	12,000	14,075	2,075	14,610

	180,000	180,000	202,433	22,433	235,939
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FINES AND FORFEITURES

Fines and forfeited bail	125,000	125,000	540,874	415,874	275,350
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**SALE OF PROPERTY AND COMPENSATION
FOR LOSS**

Sale of equipment	-	-	11,000	11,000	3,550
Other minor sales	2,000	2,000	4,977	2,977	4,768
Insurance recoveries	15,000	15,000	181,256	166,256	43,762

	17,000	17,000	197,233	180,233	52,080
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STATE AID

Mortgage tax	110,000	110,000	175,569	65,569	139,292
Consolidated Highway Improvement Aid	200,000	200,000	-	(200,000)	-
Youth programs	-	-	3,284	3,284	-
Other Public Safety	-	-	29,218	29,218	-
Community projects	4,500	4,500	90,813	86,313	9,723

	314,500	314,500	298,884	(15,616)	149,015
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FEDERAL AID

Substance Abuse and Mental Health Services	122,000	122,000	41,650	(80,350)	136,314
Emergency disaster assistance	-	-	253,043	253,043	-

	122,000	122,000	294,693	172,693	136,314
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MISCELLANEOUS

Refund of prior year's expenditures	5,000	5,000	50,341	45,341	5,853
Aim related payments	28,009	28,009	28,009	-	28,009

	33,009	33,009	78,350	45,341	33,862
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TOTAL REVENUES

	<u>\$ 14,370,851</u>	<u>\$ 14,370,851</u>	<u>\$ 15,702,489</u>	<u>\$ 1,331,638</u>	<u>\$ 13,977,310</u>
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See independent auditors' report.

Village of Ardsley, New York

General Fund - Sub - Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended May 31, 2022

(With Comparative Actuals for 2021)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2021 Actual
GENERAL GOVERNMENT SUPPORT					
Board of Trustees	\$ 10,325	\$ 10,325	\$ 9,600	\$ 725	\$ 9,600
Justice	147,213	147,213	129,873	17,340	135,670
Mayor	55,300	55,300	51,477	3,823	114,305
Village Manager	272,777	300,259	299,959	300	254,723
Auditor	49,100	50,125	50,125	-	49,050
Treasurer	275,625	242,975	231,594	11,381	227,417
Village Clerk	131,917	131,917	130,341	1,576	116,268
Law	154,750	154,750	140,944	13,806	143,746
Engineer	80,000	97,439	97,037	402	-
Buildings	143,100	192,060	192,060	-	138,094
Central data processing	92,529	92,529	72,800	19,729	41,342
Central garage	400,634	404,242	399,804	4,438	361,020
Unallocated insurance	178,756	178,756	163,594	15,162	149,307
Municipal association dues	4,292	4,292	4,292	-	4,292
Refund of real property taxes	125,000	127,565	127,565	-	39,384
Metropolitan commuter transportation mobility tax	20,089	20,089	16,539	3,550	16,904
Contractual expenses - COVID	-	3,272	3,272	-	23,422
Other	43,800	43,800	33,606	10,194	98,347
Contingency	399,631	-	-	-	-
	<u>2,584,838</u>	<u>2,256,908</u>	<u>2,154,482</u>	<u>102,426</u>	<u>1,922,891</u>
PUBLIC SAFETY					
Police	3,409,451	3,845,205	3,757,380	87,825	3,476,560
Traffic control	6,000	6,000	1,976	4,024	1,183
Parking control	8,000	8,000	4,186	3,814	-
Fire department	374,752	371,731	357,219	14,512	424,250
Safety inspection	221,661	190,912	186,164	4,748	168,495
Emergency operations	-	40,350	40,350	-	-
	<u>4,019,864</u>	<u>4,462,198</u>	<u>4,347,275</u>	<u>114,923</u>	<u>4,070,488</u>
HEALTH					
Youth Council	141,045	141,045	45,800	95,245	113,921

TRANSPORTATION

Street administration	262,922	262,922	254,656	8,266	393,980
Street maintenance	911,804	811,805	738,357	73,448	737,453
Snow removal	130,000	104,270	95,431	8,839	109,638
Street lighting	40,000	51,863	50,392	1,471	72,644

	1,344,726	1,230,860	1,138,836	92,024	1,313,715
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ECONOMIC OPPORTUNITY AND DEVELOPMENT

Programs for the aging	54,640	29,063	20,779	8,284	1,003
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CULTURE AND RECREATION

Parks	351,812	411,140	407,237	3,903	221,953
Community center	66,545	66,545	54,233	12,312	83,330
Historian	1,500	1,500	1,500	-	1,500
Celebrations	18,000	22,397	22,397	-	5,357
CATV committee	26,760	26,760	17,847	8,913	18,203

	464,617	528,342	503,214	25,128	330,343
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HOME AND COMMUNITY SERVICES

Planning	4,500	4,500	1,264	3,236	-
Zoning	4,500	4,500	438	4,062	-
Pest control	6,574	6,574	679	5,895	900
Storm sewers	37,910	27,910	23,064	4,846	22,500
Refuse and garbage	475,811	481,848	476,999	4,849	461,395
Shade trees	40,000	17,368	17,368	-	20,200
Community beautification	20,000	20,000	13,126	6,874	13,138
Street cleaning	5,000	14,444	10,439	4,005	6,254

	594,295	577,144	543,377	33,767	524,387
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EMPLOYEE BENEFITS

State retirement	425,000	425,000	403,243	21,757	388,434
State retirement - Police	975,700	975,700	871,783	103,917	790,907
Service award program	80,000	80,000	68,900	11,100	98,900
Social security	442,142	426,437	416,935	9,502	376,653
Workers' compensation benefits	309,879	303,891	299,005	4,886	303,152
Life insurance	11,466	11,466	11,239	227	10,739
Disability insurance	1,300	1,829	1,829	-	53
Medical and dental insurance	1,576,280	1,554,495	1,554,495	-	1,469,110

	3,821,767	3,778,818	3,627,429	151,389	3,437,948
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(Continued)

Village of Ardsley, New York

General Fund - Sub - Fund

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

Year Ended May 31, 2022

(With Comparative Actuals for 2021)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>2021 Actual</u>
DEBT SERVICE					
Principal					
Serial bonds	\$ 783,689	\$ 1,083,689	\$ 1,083,689	\$ -	\$ 765,000
Interest					
Serial bonds	<u>693,955</u>	<u>693,955</u>	<u>693,953</u>	<u>2</u>	<u>984,187</u>
	<u>1,477,644</u>	<u>1,777,644</u>	<u>1,777,642</u>	<u>2</u>	<u>1,749,187</u>
TOTAL EXPENDITURES	<u>14,503,436</u>	<u>14,782,022</u>	<u>14,158,834</u>	<u>623,188</u>	<u>13,463,883</u>
OTHER FINANCING USES					
Transfers out					
Public Library Fund	<u>327,231</u>	<u>327,231</u>	<u>327,231</u>	<u>-</u>	<u>304,023</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 14,830,667</u>	<u>\$ 15,109,253</u>	<u>\$ 14,486,065</u>	<u>\$ 623,188</u>	<u>\$ 13,767,906</u>

See independent auditors' report.

Village of Ardsley, New York

Capital Projects Fund
Comparative Balance Sheet
May 31,

	<u>2022</u>	<u>2021</u>
ASSETS		
Cash and equivalents	<u>\$ 1,273,416</u>	<u>\$ 790,042</u>
Investments	<u>13,120,846</u>	<u>14,108,076</u>
Receivables		
Accounts	-	228,000
State and Federal aid	125,000	200,000
Due from other funds	<u>478,000</u>	<u>8,602</u>
	<u>603,000</u>	<u>436,602</u>
Total Assets	<u><u>\$ 14,997,262</u></u>	<u><u>\$ 15,334,720</u></u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 694,095	\$ 629,740
Fund balance		
Restricted	<u>14,303,167</u>	<u>14,704,980</u>
Total Liabilities and Fund Balance	<u><u>\$ 14,997,262</u></u>	<u><u>\$ 15,334,720</u></u>

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Village of Ardsley, New York

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

	2022	2021
REVENUES		
Use of money and property	\$ 13,412	\$ 14,234
State aid	175,000	200,000
Miscellaneous	347,500	228,000
Total Revenues	535,912	442,234
EXPENDITURES		
Capital outlay	4,249,696	1,929,645
Deficiency of Revenues Over Expenditures	(3,713,784)	(1,487,411)
OTHER FINANCING SOURCES		
Bonds issued	2,945,000	1,088,689
Issuance premium	366,971	-
Transfers in	-	8,602
Total Other Financing Sources	3,311,971	1,097,291
Net Change in Fund Balance	(401,813)	(390,120)
FUND BALANCE		
Beginning of Year	14,704,980	15,095,100
End of Year	\$ 14,303,167	\$ 14,704,980

See independent auditors' report.

Village of Ardsley, New York

Capital Projects Fund

Project-Length Schedule

Inception of Project Through May 31, 2022

Project	Authorization	Expenditures and Transfers	Unexpended Balance
Acquisition of Cable Equipment	\$ 284,654	\$ 181,353	\$ 103,301
Safe Route to School	475,000	322,923	152,077
Planning - Drainage	27,280	20,705	6,575
Planning - Drainage 2016-17	51,000	-	51,000
Pascon Park 2017-2018	63,050	58,768	4,282
Highway Garage-Engineering Costs 2015-16	1,033,540	1,020,000	13,540
Highway - Garage	13,000,000	709,845	12,290,155
Pickup Truck 2017-18	115,000	101,653	13,347
Dump Truck 2017-18	225,000	222,687	2,313
Tennis Court - Pascone Park	501,000	470,761	30,239
Highway Car #2	58,000	46,351	11,649
Highway Mack/Leach Packer #14	230,000	224,129	5,871
Parking Lot Lighting	30,500	3,020	27,480
Flood Control	45,000	42,550	2,450
Summit Ave Storm Sewer Upgrade	125,685	13,578	112,107
Pascone Park Storage/Sewer Upgrade	250,000	9,965	240,035
Livescan	25,000	23,099	1,901
Road Resurfacing 2020-2021	1,361,354	977,680	383,674
Chipper	45,900	42,189	3,711
Radio Upgrades	52,020	5,178	46,842
Pumper Replacement	805,800	3,287	802,513
John Deere Tractor	29,580	29,119	461
Totals	<u>\$ 18,834,363</u>	<u>\$ 4,528,840</u>	<u>\$ 14,305,523</u>

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<u>Total</u> <u>Revenues</u>	<u>Fund</u> <u>Balance at</u> <u>May 31, 2022</u>
\$ 284,654	\$ 103,301
446,567	123,644
27,280	6,575
51,000	51,000
63,050	4,282
1,033,540	13,540
13,000,000	12,290,155
115,000	13,347
225,000	2,313
501,000	30,239
58,000	11,649
230,000	5,871
30,500	27,480
45,000	2,450
125,685	112,107
9,965	-
25,000	1,901
1,361,354	383,674
45,900	3,711
52,020	46,842
805,800	802,513
29,580	461
<u>\$ 18,565,895</u>	<u>\$ 14,037,055</u>

Village of Ardsley, New York

Non-Major Governmental Funds
Combining Balance Sheet
May 31, 2022
(With Comparative Totals for 2021)

	Public Library Fund	Special Purpose Fund	Sewer Fund	Total Non-Major Governmental Funds	
				2022	2021
ASSETS					
Cash and equivalents	\$ 174,665	\$ 96,988	\$ 391,434	\$ 663,087	\$ 387,284
Sewer rents receivable	-	-	101,485	101,485	141,101
Due from other funds	-	31,448	55,271	86,719	728
Total Assets	<u>\$ 174,665</u>	<u>\$ 128,436</u>	<u>\$ 548,190</u>	<u>\$ 851,291</u>	<u>\$ 529,113</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 3,524	\$ -	\$ 20,234	\$ 23,758	\$ 5,712
Accrued liabilities	9,012	-	-	9,012	7,696
Due to other funds	31,448	-	118,490	149,938	43,706
Total Liabilities	<u>43,984</u>	<u>-</u>	<u>138,724</u>	<u>182,708</u>	<u>57,114</u>
Fund balances					
Restricted	-	128,436	-	128,436	87,910
Assigned	130,681	-	409,466	540,147	384,089
Total Fund Balances	<u>130,681</u>	<u>128,436</u>	<u>409,466</u>	<u>668,583</u>	<u>471,999</u>
Total Liabilities and Fund Balances	<u>\$ 174,665</u>	<u>\$ 128,436</u>	<u>\$ 548,190</u>	<u>\$ 851,291</u>	<u>\$ 529,113</u>

See independent auditors' report.

Village of Ardsley, New York

Non-Major Governmental Funds
Combining Statement of Revenues, Expenditures and Changes
in Fund Balances
Year Ended May 31, 2022
(With Comparative Totals for 2021)

	Public Library Fund	Special Purpose Fund	Sewer Fund	Total Non-Major Governmental Funds	
				2022	2021
REVENUES					
Departmental income	\$ 285,458	\$ -	\$ 328,237	\$ 613,695	\$ 631,430
Use of money and property	21	22	-	43	46
State aid	1,244	-	-	1,244	-
Miscellaneous	-	59,859	-	59,859	16,184
Total Revenues	<u>286,723</u>	<u>59,881</u>	<u>328,237</u>	<u>674,841</u>	<u>647,660</u>
EXPENDITURES					
Current					
Culture and recreation	426,106	19,355	-	445,461	386,595
Home and community services	-	-	194,193	194,193	47,287
Employee benefits	<u>135,114</u>	<u>-</u>	<u>30,720</u>	<u>165,834</u>	<u>139,771</u>
Total Expenditures	<u>561,220</u>	<u>19,355</u>	<u>224,913</u>	<u>805,488</u>	<u>573,653</u>
Excess (Deficiency) of Revenues Over Expenditures	(274,497)	40,526	103,324	(130,647)	74,007
OTHER FINANCING SOURCES					
Transfers in	<u>327,231</u>	<u>-</u>	<u>-</u>	<u>327,231</u>	<u>295,421</u>
Net Change in Fund Balances	52,734	40,526	103,324	196,584	369,428
FUND BALANCES					
Beginning of Year	<u>77,947</u>	<u>87,910</u>	<u>306,142</u>	<u>471,999</u>	<u>102,571</u>
End of Year	<u>\$ 130,681</u>	<u>\$ 128,436</u>	<u>\$ 409,466</u>	<u>\$ 668,583</u>	<u>\$ 471,999</u>

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Village of Ardsley, New York

Public Library Fund
Comparative Balance Sheet
May 31,

	<u>2022</u>	<u>2021</u>
ASSETS		
Cash and equivalents	\$ 174,665	\$ 101,519
Due from other funds	<u>-</u>	<u>728</u>
Total Assets	<u><u>\$ 174,665</u></u>	<u><u>\$ 102,247</u></u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 3,524	\$ 3,922
Accrued liabilities	9,012	7,696
Due to other funds	<u>31,448</u>	<u>12,682</u>
Total Liabilities	43,984	24,300
Fund balance		
Assigned	<u>130,681</u>	<u>77,947</u>
Total Liabilities and Fund Balance	<u><u>\$ 174,665</u></u>	<u><u>\$ 102,247</u></u>

See independent auditors' report.

Village of Ardsley, New York

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

	2022			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Departmental income	\$ 286,061	\$ 286,061	\$ 285,458	\$ (603)
Use of money and property	50	50	21	(29)
State aid	1,276	1,276	1,244	(32)
Total Revenues	287,387	287,387	286,723	(664)
EXPENDITURES				
Current				
Culture and recreation	480,196	479,363	426,106	53,257
Employee benefits	134,422	135,255	135,114	141
Total Expenditures	614,618	614,618	561,220	53,398
Deficiency of Revenues Over Expenditures	(327,231)	(327,231)	(274,497)	52,734
OTHER FINANCING SOURCES				
Transfers in	327,231	327,231	327,231	-
Net Change in Fund Balance	-	-	52,734	52,734
FUND BALANCE				
Beginning of Year	-	-	77,947	77,947
End of Year	\$ -	\$ -	\$ 130,681	\$ 130,681

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2021			
Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 283,501	\$ 283,501	\$ 278,001	\$ (5,500)
100	100	28	(72)
1,276	1,276	-	(1,276)
284,877	284,877	278,029	(6,848)
438,861	438,861	382,196	56,665
141,437	141,437	139,771	1,666
580,298	580,298	521,967	58,331
(295,421)	(295,421)	(243,938)	51,483
295,421	295,421	295,421	-
-	-	51,483	51,483
-	-	26,464	26,464
\$ -	\$ -	\$ 77,947	\$ 77,947

Village of Ardsley, New York

Special Purpose Fund
Comparative Balance Sheet
May 31,

	<u>2022</u>	<u>2021</u>
ASSETS		
Cash and equivalents	\$ 96,988	\$ 87,910
Due from other funds	<u>31,448</u>	<u>-</u>
Total Assets	<u><u>\$ 128,436</u></u>	<u><u>\$ 87,910</u></u>
FUND BALANCE		
Restricted	<u><u>\$ 128,436</u></u>	<u><u>\$ 87,910</u></u>

See independent auditors' report.

Village of Ardsley, New York

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

	<u>2022</u>	<u>2021</u>
REVENUES		
Use of money and property	\$ 22	\$ 18
Miscellaneous	<u>59,859</u>	<u>16,184</u>
Total Revenues	<u>59,881</u>	<u>16,202</u>
EXPENDITURES		
Current		
Culture and recreation	<u>19,355</u>	<u>4,399</u>
Excess of Revenues Over Expenditures	40,526	11,803
FUND BALANCE		
Beginning of Year	<u>87,910</u>	<u>76,107</u>
End of Year	<u><u>\$ 128,436</u></u>	<u><u>\$ 87,910</u></u>

See independent auditors' report.

Village of Ardsley, New YorkSewer Fund
Comparative Balance Sheet
May 31,

	<u>2022</u>	<u>2021</u>
ASSETS		
Cash and equivalents	\$ 391,434	\$ 197,855
Sewer rents receivable	101,485	141,101
Due from other funds	<u>55,271</u>	<u>-</u>
Total Assets	<u>\$ 548,190</u>	<u>\$ 338,956</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 20,234	\$ 1,790
Due to other funds	<u>118,490</u>	<u>31,024</u>
Total Liabilities	138,724	32,814
Fund balance		
Assigned	<u>409,466</u>	<u>306,142</u>
Total Liabilities and Fund Balance	<u>\$ 548,190</u>	<u>\$ 338,956</u>

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Village of Ardsley, New York

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

	<u>2022</u>	<u>2021</u>
REVENUES		
Departmental income	<u>\$ 328,237</u>	<u>\$ 353,429</u>
EXPENDITURES		
Current		
Home and community services	194,193	47,287
Employee benefits	<u>30,720</u>	<u>-</u>
Total Expenditures	<u>224,913</u>	<u>47,287</u>
Excess of Revenues Over Expenditures	103,324	306,142
FUND BALANCE		
Beginning of Year	<u>306,142</u>	<u>-</u>
End of Year	<u><u>\$ 409,466</u></u>	<u><u>\$ 306,142</u></u>

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