

**Village of Sleepy Hollow, New York**

Financial Statements and  
Supplementary Information

Year Ended May 31, 2015



# Village of Sleepy Hollow, New York

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## **Independent Auditors' Report**

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

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Village of Sleepy Hollow, New York ("Village") as of and for the year ended May 31, 2015, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditors' Responsibility***

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

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

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

## ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village, as of May 31, 2015, and the respective changes in financial position, thereof, and the budgetary comparison for the General and Water Funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Other Matters***

### *Required Supplementary Information*

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

### *Supplementary and Other Information*

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

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

*PKF O'Connor Davies, LLP*

**PKF O'Connor Davies, LLP**

Harrison, New York

February 25, 2016

## Village of Sleepy Hollow, New York

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

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### Introduction

The management of the Village of Sleepy Hollow offers this narrative overview and analysis of the financial activities of the Village for the fiscal year ended May 31, 2015 to readers of the Village's financial statements. It should be read in conjunction with the basic financial statements and the notes to the Village's financial statements which immediately follow this section, to enhance the understanding of the Village's financial performance.

### Financial Highlights

Key financial highlights for fiscal year 2015 are as follows:

- Net position may serve over time as a useful indicator of the Village's financial position. On the government-wide financial statements, the assets of the Village exceeded its liabilities at the close of the fiscal year 2015 by \$8,481,709. Of this amount, the unrestricted portion is (\$7,712,133) and net invested in capital assets is \$13,887,105. The restricted amount of \$2,306,737 is for use for the Water, Sewer, Parking and Special Purpose (Parks & Recreation Developer's Fund) funds and for future snow removal and debt service expenses.
- As of the close of the fiscal year, the Village's governmental funds (exclusive of the Capital Projects Fund) reported combined ending fund balances of \$4,440,875; an increase of \$852,602 from the prior year's fund balance of \$3,588,273.
  - Of this balance \$1,110,972 or 25%, is unassigned for fiscal year 2015. 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.
  - The remainder of fund balance is either classified as Nonspendable, Restricted or Assigned to indicate that it is not available for new spending.
- The General fund balance increased by \$52,486 to \$1,759,776 from \$1,707,290. At the end of the fiscal years 2015 and 2014, unassigned fund balance for the General Fund was \$1,124,441 or 6.43% and \$1,122,194 or 7.69% respectively, of total General Fund expenditures and other financing uses. This indicates growth in the unassigned fund balance for general activities of the Village.
- The Village retired \$1,480,000 of long-term debt. During the current fiscal year, the Village issued bond anticipation notes for Capital Projects of \$8,464,208.

## **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements, which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the 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 are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the Village's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator as to whether the financial position of the Village is improving or deteriorating.

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

The government-wide financial statements distinguish the functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities). 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 grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The Village, like other state and local 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 evaluating a government's near-term financing requirements.

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

The Village maintains seven individual governmental funds: the General Fund, Water Fund, Parking Fund, Sewer Fund, Sanitation Fund, Special Purpose Fund and the Capital Projects Fund. The General, Water and Capital Projects funds are considered major funds and information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for these funds. The remaining funds are non-major and their information is aggregated and presented in a single column as other governmental funds.

Budgetary comparison statements are provided for the General Fund and Water Fund. Budgetary comparison statements have been provided for these funds within the basic financial statements to demonstrate compliance with the respective budgets.

### **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's fiduciary fund consists of an Agency Fund. Resources in the Agency Fund are held 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.

## **Notes to the Financial Statements**

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

## **Other Information**

Additional statements and schedules can be found immediately following the notes to the financial statements and include individual fund financial statements and schedules of "budget to actual" comparisons.

## **Government-wide Financial Analysis**

As noted previously, over a period of time net position may serve as a useful indicator of a government's financial position. At fiscal year end, May 31, 2015, the assets of the Village exceeded the liabilities.

Although the Village's total net position decreased by \$902,293 for the year ended May 31, 2015, this was primarily due to the recognition of the other post employment benefit ("OPEB") obligations as required under the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 45. The GASB is charged with developing the accounting rules that apply to governments. These obligations include any benefits provided to retirees, other than a pension, including health insurance, life insurance, vision, dental, etc. GASB Statement No. 45 establishes standards for accrual based measurement and recognition of OPEB expenses over periods that approximate employees' years of active service, as well as the required note disclosures. For the year ending May 31, 2015, the Village's OPEB obligations of \$8,140,000 are reflected as a liability on the entity-wide financial statements, and accordingly were the prime factor in the decrease in total net position.

**Net Position  
May 31, ,**

	2015	2014
Current Assets	\$ 15,435,658	\$ 13,169,983
Capital Assets, net	28,171,503	29,391,223
Total Assets	<u>43,607,161</u>	<u>42,561,206</u>
Deferred Outflows of Resources	58,320	64,459
Current Liabilities	11,007,539	8,702,668
Non-Current Liabilities	24,176,233	24,538,995
Total Liabilities	<u>35,183,772</u>	<u>33,241,663</u>
Net Position		
Net Investment in Capital Assets	13,887,105	14,677,896
Restricted	2,306,737	1,608,152
Unrestricted	<u>(7,712,133)</u>	<u>(6,902,046)</u>
Total Net Position	<u>\$ 8,481,709</u>	<u>\$ 9,384,002</u>

**Change in Net Position  
Fiscal Year Ended May 31,**

	2015	2014
<b>REVENUES</b>		
Program Revenues		
Charges for Services	\$ 6,160,721	\$ 6,350,423
Operating Grants and Contributions	135,016	142,342
Capital Grants and Contributions	158,465	286,305
Total Program Revenues	6,454,202	6,779,070
General Revenues		
Real Property Taxes	10,697,660	9,835,646
Other Tax Items	755,833	926,010
Non-Property Taxes	1,689,835	1,690,811
Unrestricted Use of Money and Property	25,142	16,628
Sale of Property and Compensation for Loss	83,033	82,327
Unrestricted State Aid	156,636	158,851
Miscellaneous	74,436	67,093
Total General Revenues	13,482,575	12,777,366
Total Revenues	19,936,777	19,556,436
<b>PROGRAM EXPENSES</b>		
General Government Support	3,291,391	3,320,335
Public Safety	8,499,162	9,200,730
Health	200,159	206,935
Transportation	2,356,049	2,538,889
Economic Opportunity and Development	126,616	73,783
Culture and Recreation	2,345,387	2,443,750
Home and Community Services	3,471,989	3,996,911
Interest	548,317	593,021
Total Expenses	20,839,070	22,374,354
Change in Net Position	(902,293)	(2,817,918)
<b>NET POSITION</b>		
Beginning	9,384,002	12,201,920
Ending	\$ 8,481,709	\$ 9,384,002

**Governmental Activities**

For the fiscal years ended May 31, 2015 and 2014, revenues from governmental activities totaled \$19,936,777 and \$19,556,436, respectively. Tax revenues \$13,143,328 in 2015 and \$12,452,467 in 2014, comprised of real property taxes, other tax items and non-property taxes; represent the largest revenue source (65.7% in 2015 and 63.7% in 2014).

The largest components of governmental activities' expenditures are public safety (40.8% in 2015 and 41.1% in 2014), home and community services (16.7% in 2015 and 17.9% in 2014),

general government support (15.8% in 2015 and 14.8% in 2014) and transportation (11.3% in both 2015 and 2014). Public safety includes police, fire and safety inspections. Home and community services include planning, refuse and garbage and shade tree costs. General government support reflects various administrative services including clerk, engineer, law, treasurer, justices and the Board of Trustees. Transportation includes street administration and maintenance, snow removal and street lighting.

### **Financial Analysis of the Village's Funds**

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

#### **Fund Balance Reporting**

It is noteworthy to report that the 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 are effective for financial statements for periods ending May 31, 2011 and moving forward. GASB Statement No. 54 abandons the reserved and unreserved classifications of fund balance and replaces them with five new classifications: nonspendable, restricted, committed, assigned and unassigned. An explanation of these classifications follows below.

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

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

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

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

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

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

### **Governmental Funds**

The focus of the 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.

The Village's governmental funds reported ending fund balances of May 31, as follows:

<u>Fund</u>	<u>2015</u>	<u>2014</u>
General	\$ 1,759,776	\$ 1,707,290
Water	1,316,290	642,250
Parking	87,542	28,056
Sewer	625,661	567,659
Sanitation	(5,139)	(3,390)
Special Purpose	656,745	646,408
Capital Projects	(485,764)	599,688
	<u>\$ 3,955,111</u>	<u>\$ 4,187,961</u>

Exclusive of the Capital Projects Fund, the combined ending fund balance is \$4,440,875 of which \$1,110,972 is unassigned.

The General Fund is the primary operating fund of the Village. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$1,124,441, representing 63.9% of the total General Fund balance of \$1,759,776. When the fiscal year 2014-2015 General Fund budget was adopted, it anticipated that revenues would equal expenditures. Actual results of operations resulted in an increase in the fund balance of \$52,486. Revenues and other financing sources were \$15,392,023 which was \$340,438 more than the final budget. This increase was primarily due to unbudgeted revenue received from a Tax Lien Sale, planning fees from one large project, and an increase in enrollment to the Afterschool program. Expenditures and other financing uses were \$15,339,537, which was \$287,952 more than the final budget. This was primarily due to unbudgeted expenditures in debt service (from a bond refunding), increases in judgment claims and tax certioraris, and expenses related to the newly created Sleepy Hollow Local Development Corporation.

The Capital Projects Fund has a restricted fund balance of \$(485,764). A majority of the capital projects have been financed by long term debt and grants as of May 31, 2015.

### **Capital Assets and Debt Administration**

#### **Capital Assets**

The Village's investment in capital assets for governmental activities at May 31, 2015, net of accumulated depreciation, was \$28,171,503. This investment in capital assets includes land, construction-in-progress, buildings, land improvements, infrastructure (not all inclusive) and machinery and equipment.

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

**Capital Assets  
May 31,**

<u>Asset</u>	<u>2015</u>	<u>2014</u>
Land	\$ 2,938,414	\$ 2,938,414
Construction-in-Progress	334,286	155,832
Buildings	5,733,409	5,915,078
Land Improvements	2,981,502	3,159,936
Infrastructure	12,325,967	13,788,442
Machinery and Equipment	3,857,925	3,433,521
Total (net of depreciation)	<u>\$ 28,171,503</u>	<u>\$ 29,391,223</u>

**Long-Term Debt /Short-Term Debt**

At the end of the current fiscal year, the Village had total bonded debt outstanding of \$13,900,000. As required by New York State Law, all bonds issued by the Village are general obligation bonds, backed by the full faith and credit of the Village.

**Economic Factors and Next Year's Budgets and Rates**

We have seen continued increases in the cost of providing health insurance and retirement benefits to our employees over the last 3 years. Although retirement benefits should be decreasing slightly over the next several years, these costs continue to put a strain on available Village resources and caused us to amortize our pension payment this year. Luckily we were able to continue to contribute to our fund balance due to revenues from an annual Tax Lien Sale held this year and building permits from several large development projects; as well as spending slightly under budget.

The ongoing economic decline has also had an impact on our local economy. Housing prices remain low, new construction slow, and unemployment continues to reduce disposable incomes; all affecting our revenues. The Village continually attempts to eliminate or reduce non-essential spending, while closely monitoring the costs of the programs that our residents rely on.

**Requests for Information**

This financial report is designed to provide a general overview of the Village of Sleepy Hollow's finances. Questions and comments concerning any of the information provided in this report should be addressed to Sara A. DiGiacomo, Village Treasurer, Village of Sleepy Hollow, 28 Beekman Avenue, Sleepy Hollow, New York 10591.

**Village of Sleepy Hollow, New York**

Statement of Net Position  
May 31, 2015

	Primary Government	Component Unit
	Governmental Activities	Local Development Corporation
<b>ASSETS</b>		
Cash and equivalents	\$ 12,406,387	\$ -
Receivables		
Taxes, net	980,419	-
Accounts	352,591	-
Water rents	932,914	-
Sewer rents	155,944	-
Due from other governments	288,997	113,464
Due from primary government	-	34,103
Inventories	56,241	-
Prepaid expenses	262,165	101,348
Capital assets		
Not being depreciated	3,272,700	3,000,000
Being depreciated, net	24,898,803	-
Total Assets	<u>43,607,161</u>	<u>3,248,915</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred amounts on refunding bonds	58,320	-
<b>LIABILITIES</b>		
Accounts payable	880,445	34,103
Accrued liabilities	794,292	-
Due to component unit	34,103	-
Unearned revenues	652,400	-
Bond anticipation notes payable	8,464,208	-
Accrued interest payable	182,091	-
Non-current liabilities		
Due within one year	1,924,889	-
Due in more than one year	22,251,344	-
Total Liabilities	<u>35,183,772</u>	<u>34,103</u>
<b>NET POSITION</b>		
Net investment in capital assets	13,887,105	3,000,000
Restricted		
Snow removal	106,027	-
Debt service	258,990	-
Special Revenue Funds		
Water	849,665	-
Sewer	358,142	-
Parking	77,168	-
Special purpose	656,745	-
Unrestricted	(7,712,133)	214,812
Total Net Position	<u>\$ 8,481,709</u>	<u>\$ 3,214,812</u>

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

Village of Sleepy Hollow, New York

Statement of Activities  
Year Ended May 31, 2015

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government				
Governmental activities				
General government support	\$ 3,291,391	\$ 177,095	\$ 8,755	\$ 86,893
Public safety	8,499,162	521,324	5,007	30,611
Health	200,159	175,620	-	-
Transportation	2,356,049	392,990	110,917	-
Economic opportunity and development	126,616	-	-	-
Culture and recreation	2,345,387	216,238	10,337	40,716
Home and community services	3,471,989	4,677,454	-	-
Interest	548,317	-	-	245
Total Governmental Activities	<u>\$ 20,839,070</u>	<u>\$ 6,160,721</u>	<u>\$ 135,016</u>	<u>\$ 158,465</u>
Component unit				
Local Development Corporation	<u>\$ 64,289</u>	<u>\$ 279,101</u>	<u>\$ -</u>	<u>\$ -</u>

General Revenues

Real property taxes  
Other tax items  
  Payments in lieu of taxes  
  Interest and penalties on real property taxes  
Non-property taxes  
  Franchise fees  
  Utilities gross receipts taxes  
  Non-property tax distribution from County  
Unrestricted use of money and property  
Unrestricted State aid  
Miscellaneous  
Insurance recoveries  
Donation of land

Total General Revenues

Change in Net Position

**NET POSITION**

Beginning

Ending

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

Primary Government	Component Unit
Net (Expense) Revenue and Changes in Net Position	Local Development Corporation
\$ (3,018,648)	-
(7,942,220)	-
(24,539)	-
(1,852,142)	-
(126,616)	-
(2,078,096)	-
1,205,465	-
(548,072)	-
(14,384,868)	-
-	214,812
10,697,660	-
667,632	-
88,201	-
166,154	-
108,578	-
1,415,103	-
25,142	-
156,636	-
83,033	-
74,436	-
-	3,000,000
13,482,575	3,000,000
(902,293)	3,214,812
9,384,002	-
\$ 8,481,709	\$ 3,214,812

Village of Sleepy Hollow, New York

Balance Sheet  
 Governmental Funds  
 May 31, 2015

	General	Water	Capital Projects
<b>ASSETS</b>			
Cash and equivalents	\$ 4,146,882	\$ 2,117,459	\$ 4,387,934
Taxes Receivable, net of allowance for uncollectible taxes	980,419	-	-
Other receivables			
Accounts	161,872	-	-
Water rents	-	932,914	-
Sewer rents	-	-	-
Due from other governments	288,997	-	-
Advances to other funds	13,469	-	-
Due from other funds	2,241,396	2,040	4,445,741
	<u>2,705,734</u>	<u>934,954</u>	<u>4,445,741</u>
Other assets			
Inventories	-	56,241	-
Prepaid expenditures	226,638	22,139	-
	<u>226,638</u>	<u>78,380</u>	<u>-</u>
<b>Total Assets</b>	<b><u>\$ 8,059,673</u></b>	<b><u>\$ 3,130,793</u></b>	<b><u>\$ 8,833,675</u></b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)</b>			
Liabilities			
Accounts payable	\$ 258,201	\$ 135,022	\$ 218,448
Accrued liabilities	738,927	27,004	-
Advances from other funds	-	-	-
Due to other funds	4,581,750	1,652,477	16,200
Due to component unit	34,103	-	-
Unearned revenues	2,400	-	650,000
Bond anticipation notes payable	29,417	-	8,434,791
<b>Total Liabilities</b>	<b>5,644,798</b>	<b>1,814,503</b>	<b>9,319,439</b>
Deferred inflows of resources			
Deferred tax revenues	655,099	-	-
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b><u>6,299,897</u></b>	<b><u>1,814,503</u></b>	<b><u>9,319,439</u></b>
Fund balances (deficits)			
Nonspendable	240,107	78,380	-
Restricted	365,017	-	-
Assigned	30,211	1,237,910	-
Unassigned	1,124,441	-	(485,764)
<b>Total Fund Balances (Deficits)</b>	<b><u>1,759,776</u></b>	<b><u>1,316,290</u></b>	<b><u>(485,764)</u></b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)</b>	<b><u>\$ 8,059,673</u></b>	<b><u>\$ 3,130,793</u></b>	<b><u>\$ 8,833,675</u></b>

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

Non-Major Governmental	Total Governmental Funds
\$ 1,754,112	\$ 12,406,387
-	980,419
190,719	352,591
-	932,914
155,944	155,944
-	288,997
-	13,469
136,009	6,825,186
482,672	8,569,101
-	56,241
13,388	262,165
13,388	318,406
\$ 2,250,172	\$ 22,274,313
\$ 268,774	\$ 880,445
28,361	794,292
13,469	13,469
574,759	6,825,186
-	34,103
-	652,400
-	8,464,208
885,363	17,664,103
-	655,099
885,363	18,319,202
13,388	331,875
656,745	1,021,762
708,145	1,976,266
(13,469)	625,208
1,364,809	3,955,111
\$ 2,250,172	\$ 22,274,313

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## Village of Sleepy Hollow, New York

### Reconciliation of Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position Year Ended May 31, 2015

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Fund Balances - Total Governmental Funds	<u>\$ 3,955,111</u>
Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>28,171,503</u>
The loss on refunding bonds is reported on the statement of net position. Deferred amounts on refunding bonds	<u>58,320</u>
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Real property taxes	<u>655,099</u>
Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(182,091)
Bonds payable	(13,960,881)
Bond anticipation notes payable	(582,356)
Retirement incentives and other pension obligations	(690,269)
Compensated absences	(802,727)
Other post employment benefit obligations payable	<u>(8,140,000)</u>
	<u>(24,358,324)</u>
Net Position of Governmental Activities	<u>\$ 8,481,709</u>

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

Village of Sleepy Hollow, New York

Statement of Revenues, Expenditures and Changes in Fund Balances  
 Governmental Funds  
 Year Ended May 31, 2015

	General	Water	Capital Projects
<b>REVENUES</b>			
Real property taxes	\$ 10,514,016	\$ -	\$ -
Other tax items	755,833	-	-
Non-property taxes	1,689,835	-	-
Departmental income	565,049	3,527,972	-
Intergovernmental charges	13,768	-	-
Use of money and property	101,264	-	-
Licenses and permits	450,352	-	-
Fines and forfeitures	53,856	-	-
State aid	267,033	-	43,915
Federal aid	5,007	-	30,611
Miscellaneous	91,788	-	83,694
<b>Total Revenues</b>	<b>14,507,801</b>	<b>3,527,972</b>	<b>158,220</b>
<b>EXPENDITURES</b>			
Current			
General government support	2,189,556	86,355	-
Public safety	4,064,909	-	-
Health	181,159	-	-
Transportation	1,232,866	-	-
Economic opportunity and development	119,913	-	-
Culture and recreation	1,583,797	-	-
Home and community services	27,251	1,462,702	-
Employee benefits	3,925,832	360,032	-
Debt service			
Principal	1,313,206	188,253	-
Interest	451,647	64,493	-
Capital outlay	-	-	1,357,064
<b>Total Expenditures</b>	<b>15,090,136</b>	<b>2,161,835</b>	<b>1,357,064</b>
Excess (Deficiency) of Revenues Over Expenditures	(582,335)	1,366,137	(1,198,844)
<b>OTHER FINANCING SOURCES (USES)</b>			
Insurance recoveries	74,436	-	-
Transfers in	809,786	-	113,392
Transfers out	(249,401)	(692,097)	-
<b>Total Other Financing Sources (Uses)</b>	<b>634,821</b>	<b>(692,097)</b>	<b>113,392</b>
<b>Net Change in Fund Balances</b>	<b>52,486</b>	<b>674,040</b>	<b>(1,085,452)</b>
<b>FUND BALANCES</b>			
Beginning of Year	1,707,290	642,250	599,688
End of Year	\$ 1,759,776	\$ 1,316,290	\$ (485,764)

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

Non - Major Governmental	Total Governmental Funds
\$ -	\$ 10,514,016
-	755,833
-	1,689,835
1,483,068	5,576,089
-	13,768
1,636	102,900
-	450,352
-	53,856
-	310,948
-	35,618
-	175,482
<u>1,484,704</u>	<u>19,678,697</u>
48,063	2,323,974
-	4,064,909
-	181,159
139,218	1,372,084
-	119,913
-	1,583,797
710,599	2,200,552
322,490	4,608,354
114,121	1,615,580
42,457	558,597
-	1,357,064
<u>1,376,948</u>	<u>19,985,983</u>
<u>107,756</u>	<u>(307,286)</u>
-	74,436
136,009	1,059,187
<u>(117,689)</u>	<u>(1,059,187)</u>
<u>18,320</u>	<u>74,436</u>
126,076	(232,850)
<u>1,238,733</u>	<u>4,187,961</u>
<u>\$ 1,364,809</u>	<u>\$ 3,955,111</u>

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**Village of Sleepy Hollow, 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, 2015

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

Net Change in Fund Balances - Total Governmental Funds \$ (232,850)

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This amount may be less than the total capital outlay since capital outlay includes amounts that are under the capitalization threshold. This is the amount by which depreciation expense exceeded capital outlay in the current period.

Capital outlay expenditures	1,207,270
Depreciation expense	<u>(2,426,990)</u>
	<u>(1,219,720)</u>

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Real property taxes	<u>183,644</u>
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Bond and certain bond anticipation notes issued provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond and certain bond anticipation note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Principal paid on bond anticipation notes	135,580
Principal paid on bonds	1,480,000
Retirement incentives and other pension obligations	142,778
Amortization of loss on refunding bonds and issuance premium	<u>270</u>
	<u>1,758,628</u>

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

Compensated absences	(62,005)
Accrued interest	10,010
Other post employment benefit obligations payable	<u>(1,340,000)</u>
	<u>(1,391,995)</u>

Change in Net Position of Governmental Activities \$ (902,293)

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

**Village of Sleepy Hollow, New York**

Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Budget and Actual  
 General and Water Funds  
 Year Ended May 31, 2015

	General Fund			Variance with Final Budget (Positive) Negative
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Real property taxes	\$ 10,330,428	\$ 10,330,428	\$ 10,514,016	\$ 183,588
Other tax items	753,568	753,568	755,833	2,265
Non-property taxes	1,655,000	1,655,000	1,689,835	34,835
Departmental income	444,540	444,540	565,049	120,509
Intergovernmental charges	14,123	14,123	13,768	(355)
Use of money and property	71,000	71,000	101,264	30,264
Licenses and permits	404,500	404,500	450,352	45,852
Fines and forfeitures	140,000	140,000	53,856	(86,144)
Sale of property and compensation for loss	5,000	5,000	-	(5,000)
State aid	239,684	239,684	267,033	27,349
Federal aid	-	-	5,007	5,007
Miscellaneous	12,500	12,500	91,788	79,288
<b>Total Revenues</b>	<b>14,070,343</b>	<b>14,070,343</b>	<b>14,507,801</b>	<b>437,458</b>
<b>EXPENDITURES</b>				
Current				
General government support	2,092,778	2,159,478	2,189,556	(30,078)
Public safety	4,047,493	4,076,286	4,064,909	11,377
Health	178,539	184,286	181,159	3,127
Transportation	1,084,001	1,235,067	1,232,866	2,201
Economic opportunity and development	64,200	60,030	119,913	(59,883)
Culture and recreation	1,517,052	1,625,298	1,583,797	41,501
Home and community services	30,740	27,921	27,251	670
Employee benefits	4,304,300	3,950,737	3,925,832	24,905
Debt service				
Principal	1,226,546	1,226,546	1,313,206	(86,660)
Interest	369,927	369,927	451,647	(81,720)
<b>Total Expenditures</b>	<b>14,915,576</b>	<b>14,915,576</b>	<b>15,090,136</b>	<b>(174,560)</b>
Excess (Deficiency) of Revenues Over Expenditures	(845,233)	(845,233)	(582,335)	262,898
<b>OTHER FINANCING SOURCES (USES)</b>				
Insurance recoveries	70,000	70,000	74,436	4,436
Transfers in	911,242	911,242	809,786	(101,456)
Transfers out	(136,009)	(136,009)	(249,401)	(113,392)
<b>Total Other Financing Sources (Uses)</b>	<b>845,233</b>	<b>845,233</b>	<b>634,821</b>	<b>(210,412)</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>52,486</b>	<b>52,486</b>
<b>FUND BALANCES (DEFICITS)</b>				
Beginning of Year	-	-	1,707,290	1,707,290
End of Year	\$ -	\$ -	\$ 1,759,776	\$ 1,759,776

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

Water Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget (Positive) Negative
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
3,498,000	3,498,000	3,527,972	29,972
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>3,498,000</u>	<u>3,498,000</u>	<u>3,527,972</u>	<u>29,972</u>
85,000	80,748	86,355	(5,607)
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
1,828,564	1,832,816	1,462,702	370,114
354,000	354,000	360,032	(6,032)
339,926	339,926	188,253	151,673
96,957	96,957	64,493	32,464
<u>2,704,447</u>	<u>2,704,447</u>	<u>2,161,835</u>	<u>542,612</u>
793,553	793,553	1,366,137	572,584
-	-	-	-
-	-	-	-
<u>(793,553)</u>	<u>(793,553)</u>	<u>(692,097)</u>	<u>101,456</u>
<u>(793,553)</u>	<u>(793,553)</u>	<u>(692,097)</u>	<u>101,456</u>
-	-	674,040	674,040
-	-	642,250	642,250
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,316,290</u>	<u>\$ 1,316,290</u>

**Village of Sleepy Hollow, New York**

Statement of Assets and Liabilities

Fiduciary Fund

May 31, 2015

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	<u>Agency</u>
<b>ASSETS</b>	
Cash and equivalents	\$ 349,889
Accounts receivable	<u>33,620</u>
 Total Assets	 <u>\$ 383,509</u>
 <b>LIABILITIES</b>	
Payroll taxes	\$ 6,137
Deposits	<u>377,372</u>
 Total Liabilities	 <u>\$ 383,509</u>

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

## Village of Sleepy Hollow, New York

Notes to Financial Statements  
May 31, 2015

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### **Note 1 - Summary of Significant Accounting Policies**

The Village of Sleepy Hollow, New York ("Village") was established in 1874 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 Mayor serves as the chief executive officer and the Village Treasurer serves as the chief financial officer. The Village provides the following services to its residents: public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and general and administrative support.

The accounting policies of the Village conform to generally accepted accounting principles as applicable to governmental units and the Uniform System of Accounts as prescribed by the State of New York. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the Village's more significant accounting policies:

#### **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 organizations are related to the Village:

The Sleepy Hollow Local Development Corporation ("LDC") was created on September 18, 2014 as a local development corporation by the Village under Sections 102 and 1411 of the Not-For-Profit Corporation Law in order to relieve and reduce unemployment, promote and provide for additional and maximum employment, improve and maintain job opportunities, lessen the burdens of government and act in the public interest. The LDC is subject to the Public Authorities Accountability Act of 2005, as amended by Chapter 506 of the Laws of 2009 (collectively, the "PAAA") and shall comply with the PAAA, as set forth within the New York State Public Authorities Law. The LDC is managed by a Board of Directors that serves at the pleasure of the Village and therefore, the Village is considered able to impose its will on the LDC. The financial statements of the LDC have been reflected as a discretely presented component unit. Complete financial information can be obtained from:

Sleepy Hollow Local Development Corporation  
28 Beekman Avenue  
Sleepy Hollow, New York 10591

#### **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.

## Village of Sleepy Hollow, New York

Notes to Financial Statements (Continued)

May 31, 2015

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### **Note 1 - Summary of Significant Accounting Policies (Continued)**

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

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 explains the adjustments necessary to transform the fund based financial statements into the governmental activities column of the government-wide presentation. The Village's resources are reflected in the fund financial statements in two broad fund categories, in accordance with generally accepted accounting principles as follows:

#### **Fund Categories**

- a. Governmental Funds - Governmental Funds are those through which most general government functions are financed. The acquisition, use and balances of expendable financial resources and the related liabilities are accounted for through governmental funds. The following are the Village's major governmental funds.

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

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

## Village of Sleepy Hollow, New York

Notes to Financial Statements (Continued)  
May 31, 2015

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### Note 1 - Summary of Significant Accounting Policies (Continued)

Water Fund - used to record the water utility operations of the Village, which renders services on a user charge basis to the general public.

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 following are the Village's non-major governmental funds:

#### Special Revenue Funds:

Parking Fund - used to account for the operation and maintenance of the public parking spaces and lots in the Village.

Sewer Fund - used to record the sewer operations of the Village, which renders services on a user charge basis to the general public.

Sanitation Fund - used to record the sanitary operations of the Village, which renders services on a user charge basis to the general public.

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

- b. Fiduciary Funds (not included in Government-wide Financial Statements) - Fiduciary Funds are used to account for assets held by the Village in an agency capacity on behalf of others. The Agency Fund is used to account for employer payroll tax withholdings and various other deposits that are payable to other jurisdictions or individuals.

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

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when

## Village of Sleepy Hollow, New York

Notes to Financial Statements (Continued)  
May 31, 2015

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### **Note 1 - Summary of Significant Accounting Policies (Continued)**

they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. A ninety day availability period is generally used for revenue recognition for most other governmental fund revenues. Property taxes associated with the current fiscal period as well as charges for services and intergovernmental revenues are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Fees and other similar revenues are not susceptible to accrual because generally they are not measurable until received in cash. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are accrued when the expenditure is made.

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

#### **Component Unit**

The LDC is accounted for on the flow of economic resources measurement focus. This measurement focus emphasizes the determination of net income. With this measurement focus, all assets and liabilities (whether current or non-current) associated with the operation of these activities are included on the statement of net position. Operating statements present increases (revenues) and decreases (expenses) in net total position. The LDC is accounted for on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded at the time liabilities are incurred.

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

##### **Deposits and Risk Disclosure**

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

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

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit at 100% of all deposits not covered by Federal deposit insurance. The 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.

## Village of Sleepy Hollow, New York

Notes to Financial Statements (Continued)  
May 31, 2015

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### **Note 1 - Summary of Significant Accounting Policies (Continued)**

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 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, 2015.

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

**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. The Village also has the responsibility for holding and collecting tax liens.

**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 are incurred. Allowances are recorded when appropriate.

**Advances To/From Other Funds** - Advances to/from other funds represent loans to other funds which are not expected to be repaid within the subsequent annual operating cycle. The advances are offset by nonspendable fund balance in the fund financial statements, which indicates that the funds are not "available" for appropriation and are not expendable available financial resources.

**Due From/To Other Funds** - During the course of its operations, the Village has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of May 31, 2015, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

**Inventories** - The inventories reflected in the financial statements of the Water Fund represent materials and supplies for general use and are valued at cost on a first-in, first-out basis. These inventories consist primarily of items held for consumption. The cost is recorded as inventory at the time individual inventory items are purchased. The Village uses the consumption method to relieve inventory. Reported inventories are equally offset by nonspendable fund balance in the fund financial statements, which indicates that they do not constitute "available spendable resources" even though they are a component of current assets.

**Prepaid Expenses/Expenditures** - Certain payments to vendors reflect costs applicable to future accounting periods, and are reported as prepaid items using the consumption method in both the government wide and fund financial statements. Prepaid expenses/expenditures consist of insurance and other 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.

## Village of Sleepy Hollow, New York

Notes to Financial Statements (Continued)

May 31, 2015

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### Note 1 - Summary of Significant Accounting Policies (Continued)

**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 estimated fair market value at the date of donation.

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	25-50
Land improvements	20
Infrastructure	20-65
Machinery and equipment	5-15

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

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

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Village has reported unearned revenues in the General Fund of \$2,400 for miscellaneous items and \$650,000 in the Capital Projects Fund for contributions from a local developer that is not considered earned until certain project milestones have been met. These amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

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

## Village of Sleepy Hollow, New York

Notes to Financial Statements (Continued)

May 31, 2015

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### **Note 1 - Summary of Significant Accounting Policies (Continued)**

The Village reported deferred outflows of resources of \$58,320 for a deferred loss on refunding bonds in the government-wide Statement of Net Position. This amount results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

The Village reported deferred inflows of resources of \$655,099 for real property taxes in the General Fund. This amount is deferred and recognized as revenue in the period that the amounts become available.

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

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

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

**Net Position** - Net position represent the difference between assets and liabilities. Net position is reported as restricted when there are limitations imposed on its 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. Net position on the Statement of Net Position includes, net investment in capital assets, restricted for snow removal, debt service and special revenue funds. The balance is classified as unrestricted.

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

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

Restricted fund balance is reported when constraints placed on the use of the resources are imposed by grantors, contributors, laws or regulations of other governments or

## Village of Sleepy Hollow, New York

Notes to Financial Statements (Continued)  
May 31, 2015

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### **Note 1 - Summary of Significant Accounting Policies (Continued)**

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 Village Board of Trustees removes or changes the purpose by taking the same action that was used to establish the commitment. This classification includes certain amounts established and approved by the Village Board of Trustees.

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

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

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

#### **F. 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.

## Village of Sleepy Hollow, New York

Notes to Financial Statements (Continued)

May 31, 2015

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### **Note 1 - Summary of Significant Accounting Policies (Continued)**

#### **G. 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 February 25, 2016.

### **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 Board of Trustees a tentative operating budget for the fiscal year commencing the following June 1st. The tentative budget includes the proposed expenditures and the means of financing.
- b) The Board of Trustees, on or before March 31st, meets to discuss and review the tentative budget.
- c) The Board of Trustees conducts a public hearing on the tentative budget to obtain taxpayer comments on or before April 15th.
- d) After the public hearing and on or before May 1st, the Trustees meet to consider and adopt the budget.
- e) Formal budgetary integration is employed during the year as a management control device for General, Water, Parking, Sewer and Sanitation funds.
- f) Budgets for General, Water, Parking, Sewer and Sanitation 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 legally adopted by the Board for the Special Purpose Fund.
- g) The Village Board has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Board of Trustees. Any modifications to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.
- h) Appropriations in General, Water, Parking, Sewer and Sanitation funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

Budgeted amounts are as originally adopted, or as amended by the Board of Trustees.

## Village of Sleepy Hollow, New York

Notes to Financial Statements (Continued)  
May 31, 2015

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### **Note 2 - Stewardship, Compliance and Accountability (Continued)**

#### **B. Property Tax Limitation**

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 the 2015 fiscal year was \$20,369,054 which exceeded the actual levy by \$10,038,626.

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

The Tax Levy Limitation Law restricts the amount of real property taxes that may be levied by a Village in a particular year. The original legislation that established the Tax Levy Limitation Law was set to expire on June 16, 2016. Chapter 20 of the Laws of 2015 extends the Tax Levy Limitation Law through June 2020.

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

The Tax Levy Limitation Law imposes a limitation on increases in the real property tax levy, subject to certain exceptions. The Tax Levy Limitation Law permits the 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 may adopt a budget that exceeds the tax levy limit for the coming fiscal year, only if the Village Board first enacts, by a vote of at least sixty percent of the total voting power of the Village Board, a local law to override such limit for such coming fiscal year.

**Village of Sleepy Hollow, New York**

Notes to Financial Statements (Continued)

May 31, 2015

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**Note 2 - Stewardship, Compliance and Accountability (Continued)**

**C. Expenditures in Excess of Budget**

The following functional expenditure categories exceeded their budgetary provisions by the amounts indicated:

	<u>Amount</u>
General Fund	
Central garage	\$ 75,086
Sleepy Hollow Local Development Corporation	59,883
Debt service	
Principal - Serial bonds	207,406
Interest - Serial bonds	22,343
Interest - Bond anticipation notes	59,377
Transfers out	
Capital Projects Fund	113,392
Water Fund	
General government support	5,607
Employee benefits	6,032
Sanitation Fund	
Home and community services	5,918

The following funds exceeded their budgetary provision in total by the amount indicated.

	<u>Amount</u>
General	\$ 287,952
Sanitation	5,918

**D. Fund Deficits**

The Sanitation Fund has an unassigned deficit in the amount of \$13,469 at May 31, 2015. The deficit will be addressed in a subsequent year.

**E. Capital Projects Fund Deficit**

The deficit of \$485,764 in the Capital Projects Fund arises because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance construction of capital projects are not recognized as an "other financing source". Liabilities for bond anticipation notes payable are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed. The deficit will be reduced and eliminated as bond anticipation notes are redeemed from interfund transfers from other governmental funds or converted to permanent financing.

**Village of Sleepy Hollow, New York**

Notes to Financial Statements (Continued)  
 May 31, 2015

**Note 3 - Detailed Notes on All Funds**

**A. Taxes Receivable**

Taxes receivable at May 31, 2015 consisted of the following:

Taxes Receivable - Current	\$ 565,696
Taxes Receivable - Overdue	585,844
	<u>1,151,540</u>
Allowance for uncollectible taxes	<u>(171,121)</u>
	<u>\$ 980,419</u>

Taxes receivable are also partially offset by deferred tax revenues of \$655,099, which represents an estimate of the receivable which will not be collected within the first sixty days of the subsequent year.

**B. Due From/To Other Funds, Advances From/To Other Funds**

The balances reflected as due from/to other funds at May 31, 2015 were as follows:

Fund	Due From	Due To	Advances To/(From)
General	\$ 2,241,396	\$ 4,615,853	\$ 13,469
Water	2,040	1,652,477	-
Capital Projects	4,445,741	16,200	-
Component Unit - Local Development Corporation	34,103	-	-
Non-Major Governmental	136,009	574,759	(13,469)
	<u>\$ 6,859,289</u>	<u>\$ 6,859,289</u>	<u>\$ -</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.

**C. Capital Assets**

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

	Balance June 1, 2014	Additions	Deletions	Balance May 31, 2015
Capital Assets, not being depreciated				
Land	\$ 2,938,414	\$ -	\$ -	\$ 2,938,414
Construction-in-progress	155,832	178,454	-	334,286
Total Capital Assets, not being depreciated	<u>\$ 3,094,246</u>	<u>\$ 178,454</u>	<u>\$ -</u>	<u>\$ 3,272,700</u>

**Village of Sleepy Hollow, New York**

Notes to Financial Statements (Continued)

May 31, 2015

**Note 3 - Detailed Notes on All Funds (Continued)**

	Balance June 1, 2014	Additions	Deletions	Balance May 31, 2015
Capital Assets, being depreciated				
Buildings	\$ 8,701,552	\$ -	\$ -	\$ 8,701,552
Land improvements	4,958,175	52,854	-	5,011,029
Infrastructure	82,757,729	59,786	-	82,817,515
Machinery and equipment	11,395,158	916,176	755,551	11,555,783
Total Capital Assets, being depreciated	<u>107,812,614</u>	<u>1,028,816</u>	<u>755,551</u>	<u>108,085,879</u>
Less Accumulated Depreciation for				
Buildings	2,786,474	181,669	-	2,968,143
Land improvements	1,798,239	231,288	-	2,029,527
Infrastructure	68,969,287	1,522,261	-	70,491,548
Machinery and equipment	7,961,637	491,772	755,551	7,697,858
Total Accumulated Depreciation	<u>81,515,637</u>	<u>2,426,990</u>	<u>755,551</u>	<u>83,187,076</u>
Total Capital Assets, being depreciated, net	<u>\$ 26,296,977</u>	<u>\$ (1,398,174)</u>	<u>\$ -</u>	<u>\$ 24,898,803</u>
Capital Assets, net	<u>\$ 29,391,223</u>	<u>\$ (1,219,720)</u>	<u>\$ -</u>	<u>\$ 28,171,503</u>

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

General Government Support	\$ 266,969
Public Safety	1,286,305
Transportation	291,239
Culture and Recreation	218,429
Home and Community Services	<u>364,048</u>
Total Depreciation Expense	<u>\$ 2,426,990</u>

**D. Pension Plans**

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

**Village of Sleepy Hollow, New York**

Notes to Financial Statements (Continued)  
 May 31, 2015

**Note 3 - Detailed Notes on All Funds (Continued)**

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

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	3 A14	20.3%
	4 A15	20.3
	5 A15	16.6
	6 A15	11.0
PFRS	2 375I	19.9
	2 384D	27.3

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

	<u>ERS</u>	<u>PFRS</u>
2015	\$ 750,432	\$ 873,092
2014	552,065	778,995
2013	611,378	814,945

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

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

<u>Fund</u>	<u>Amount</u>
General	\$ 491,932
Water	140,000
Parking	25,000
Sanitation	65,000
Sewer	28,500
	<u>750,432</u>
	<u>\$ 750,432</u>

# Village of Sleepy Hollow, New York

Notes to Financial Statements (Continued)  
May 31, 2015

## Note 3 - Detailed Notes on All Funds (Continued)

### E. Short-Term Capital and Non-Capital Borrowings

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

Purpose	Original Issue Date	Maturity Date	Interest Rate	Balance June 1, 2014	New Issues	Redemptions	Balance at May 31, 2015
<b>Capital Borrowings</b>							
Purchase of fire truck	11/30/2012	11/24/2015	1.00 %	\$ 630,000	\$ -	\$ 20,000	\$ 610,000
Machinery	11/26/2013	11/24/2015	1.00	276,726	-	44,455	232,271
Roads and sidewalks	11/26/2013	11/24/2015	1.00	330,795	-	10,795	320,000
Vehicles	11/26/2013	11/24/2015	1.00	137,418	-	24,484	112,934
Parking meters	11/26/2013	11/24/2015	1.00	21,013	-	2,101	18,912
Ambulance	11/26/2013	11/24/2015	1.00	26,265	-	5,253	21,012
Dell street improvements	11/26/2013	11/24/2015	1.00	31,518	-	6,304	25,214
Emergency medical services study	11/26/2013	11/24/2015	1.00	21,012	-	-	21,012
Fire-fighting apparatus	11/26/2013	11/24/2015	1.00	56,732	-	-	56,732
Traffic signals	11/26/2013	11/24/2015	1.00	231,132	-	-	231,132
Computer improvements	11/26/2013	11/24/2015	1.00	21,012	-	-	21,012
Parking improvements	11/26/2013	11/24/2015	1.00	7,880	-	-	7,880
Park improvements	11/26/2013	11/24/2015	1.00	29,679	-	-	29,679
Water improvements	11/26/2013	11/24/2015	1.00	5,359,111	-	-	5,359,111
Water Meter readers	11/24/2014	11/24/2015	1.00	-	525,300	-	525,300
Sanitation vehicle	11/24/2014	11/24/2015	1.00	-	220,626	-	220,626
Plow and spreader	11/24/2014	11/24/2015	1.00	-	210,120	-	210,120
Police vehicles & truck	11/24/2014	11/24/2015	1.00	-	168,096	-	168,096
Ambulance chief vehicle	11/24/2014	11/24/2015	1.00	-	54,212	-	54,212
Fire hose	11/24/2014	11/24/2015	1.00	-	31,518	-	31,518
Downtown zoning study	11/24/2014	11/24/2015	1.00	-	29,417	-	29,417
ESO solutions E-PCR program	11/24/2014	11/24/2015	1.00	-	16,988	-	16,988
Chest compression system	11/24/2014	11/24/2015	1.00	-	16,711	-	16,711
HVAC replacement	11/24/2014	11/24/2015	1.00	-	15,759	-	15,759
Fire air bottles	11/24/2014	11/24/2015	1.00	-	15,759	-	15,759
Energy audit	11/24/2014	11/24/2015	1.00	-	12,859	-	12,859
Fingerprint scanner	11/24/2014	11/24/2015	1.00	-	12,035	-	12,035
Picnic tables - parks	11/24/2014	11/24/2015	1.00	-	10,506	-	10,506
barbeque - parks	11/24/2014	11/24/2015	1.00	-	10,506	-	10,506
HVAC - justice court	11/24/2014	11/24/2015	1.00	-	10,454	-	10,454
Motorola pagers	11/24/2014	11/24/2015	1.00	-	3,662	-	3,662
Overhead door motor & sensor	11/24/2014	11/24/2015	1.00	-	3,362	-	3,362
				<u>\$ 7,180,293</u>	<u>\$ 1,367,890</u>	<u>\$ 113,392</u>	<u>\$ 8,434,791</u>
<b>Non-Capital Borrowings</b>							
Judgments and claims	11/26/2013	11/24/2015	1.00	\$ 36,771	\$ -	\$ 7,354	\$ 29,417

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

Interest expenditures of \$90,213 were recorded in the fund financial statements in the General Fund. Interest expense of \$86,209 was recorded in the government-wide financial statements.

**Village of Sleepy Hollow, New York**

Notes to Financial Statements (Continued)  
 May 31, 2015

**Note 3 - Detailed Notes on All Funds (Continued)**

**F. Long-Term Liabilities**

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

	Balance June 1, 2014	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2015	Due Within One Year
Bonds Payable					
Judgements and claims	\$ 554,650	\$ -	\$ 23,800	\$ 530,850	\$ 24,500
Capital construction	14,825,350	-	1,456,200	13,369,150	1,125,500
	15,380,000	-	1,480,000	13,900,000	1,150,000
Plus - Unamortized premium on bonds	67,290	-	6,409	60,881	-
	15,447,290	-	1,486,409	13,960,881	1,150,000
Bond Anticipation Note Payable					
Judgements and claims	233,102	-	77,669	155,433	155,433
Capital construction	484,834	-	57,911	426,923	426,923
	717,936	-	135,580	582,356	582,356
Retirement Incentives and Other Pension Obligations	833,047	-	142,778	690,269	112,533
Compensated Absences	740,722	136,005	74,000	802,727	80,000
Other Post Employment Benefit Obligations Payable	6,800,000	2,070,000	730,000	8,140,000	-
Total Long-Term Liabilities	<u>\$ 24,538,995</u>	<u>\$ 2,206,005</u>	<u>\$ 2,568,767</u>	<u>\$ 24,176,233</u>	<u>\$ 1,924,889</u>

Each governmental fund's liability for bonds, bond anticipation notes, retirement incentives and other pension obligations, compensated absences and other post employment benefit obligations is liquidated by the respective fund.

**Bonds Payable**

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

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at May 31, 2015
Various Purposes	2007	5,326,070	August, 2024	4.00 - 5.00	\$ 3,600,000
Various Purposes	2012	7,875,000	May, 2031	2.25 - 4.00	7,030,000
Refunding	2014	3,325,000	August, 2024	2.00 - 2.50	3,270,000
					<u>\$ 13,900,000</u>

## Village of Sleepy Hollow, New York

Notes to Financial Statements (Continued)  
May 31, 2015

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### **Note 3 - Detailed Notes on All Funds (Continued)**

Interest expenditures of \$459,410 were recorded in the fund financial statements in the funds indicated below. Interest expense of \$453,134 was recorded in the government-wide financial statements.

<u>Fund</u>	<u>Amount</u>
General	\$ 352,460
Water	64,493
Parking	17,568
Sewer	<u>24,889</u>
	<u>\$ 459,410</u>

### **Bond Anticipation Notes Payable**

The Village issued a bond anticipation note for \$900,000 on November 30, 2011 for various improvements and judgments and claims. The Village, pursuant to FASB guidance, has not recorded these liabilities in the fund financial statements since it has demonstrated ability to consummate refinancing. The ability to consummate refinancing was evidenced by obtaining permanent financing or a renewal of the notes prior to the issuance of the financial statements. The remaining balance of \$582,356 is due on November 24, 2015, with interest at 1.0%.

Interest expenditures/expenses of \$8,974 were recorded in the fund financial statements in the General Fund and in the government-wide financial statements.

### **Retirement Incentives and Other Pension Obligations**

The State Legislature enacted Chapter 260 of the Laws of 2004. This chapter authorized local governments to amortize the portion of their respective 2005 contribution which exceeded 9.5% of covered payroll, over a ten year period, commencing in 2006. The amortization payment would include interest at 5% per annum. The Village elected to amortize the maximum allowable ERS and PFRS contributions which aggregated \$26,677 for ERS and \$100,920 for PFRS. The ERS amount required to be amortized for the Village during 2015 was \$3,455 including interest and was charged to expenditures in the General Fund. The PFRS amount required to be amortized during 2015 was \$13,069, including interest. This amount was charged to expenditures in the General Fund. The balance due at May 31, 2015 was \$3,290 for ERS and \$12,447 for PFRS.

The 2010 State-wide Retirement Incentive Program enacted under Chapter 105 of the Laws of 2010 authorized local municipalities to offer employees a retirement incentive. Under Part A of the plan, eligible employees would be granted one month of additional service credit for each year of service up to 36 years. The estimated cost of the program will be approximately 60% of the employee's final average salary. The Village elected to pay this obligation over a five year period with interest. The ERS amount required to be amortized for the Village during 2015 was \$38,279 including interest and was charged to expenditures in the General Fund. The balance due at May 31, 2015 was \$35,608.

**Village of Sleepy Hollow, New York**

Notes to Financial Statements (Continued)  
 May 31, 2015

**Note 3 - Detailed Notes on All Funds (Continued)**

The State Legislature enacted Chapter 57 of the Laws of 2010. This chapter authorized local governments, at their option, to amortize a portion of their ERS and PFRS contributions beginning in 2010. The maximum amortization amount each year going forward will be determined by the difference between each employer's effective contribution rate as compared to the System's overall graded rate. The amortized amounts are to be paid in equal annual installments over a ten year period, although amounts may be prepaid at any time. Interest will be charged at rates which approximate a market rate of return on taxable fixed rate securities of a comparable duration and will be adjusted annually. The Village elected to amortize the maximum allowable ERS and PFRS contributions in the amount of \$715,756, requiring annual installments of \$88,741. Balances due at May 31, 2015 totaled \$638,924.

**Payments to Maturity**

The annual requirements to amortize all outstanding bonded debt as of May 31, 2015, including interest payments of \$3,341,163 are as follows:

Year Ending May 31,	Bonds Payable		Bond Anticipation notes		Retirement Incentives and Other Pension Obligations		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 1,150,000	\$ 426,775	\$ 582,356	\$ 5,824	\$ 112,533	\$ 30,981	\$ 1,844,889	\$ 463,580
2017	1,180,000	392,375	-	-	63,825	24,886	1,243,825	417,261
2018	950,000	359,413	-	-	66,585	22,126	1,016,585	381,539
2019	985,000	330,500	-	-	69,481	19,230	1,054,481	349,730
2020	1,010,000	301,775	-	-	72,514	16,197	1,082,514	317,972
2021-2025	5,570,000	1,020,028	-	-	305,331	31,362	5,875,331	1,051,390
2026-2030	2,495,000	348,491	-	-	-	-	2,495,000	348,491
2031	560,000	11,200	-	-	-	-	560,000	11,200
	<u>\$ 13,900,000</u>	<u>\$ 3,190,557</u>	<u>\$ 582,356</u>	<u>\$ 5,824</u>	<u>\$ 690,269</u>	<u>\$ 144,782</u>	<u>\$ 15,172,625</u>	<u>\$ 3,341,163</u>

The above general obligation bonds, bond anticipation notes and retirement incentives and other pension obligations are direct obligations 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.

**Compensated Absences**

Pursuant to the terms of existing collective bargaining agreements, certain employees are permitted to accumulate unused sick and personal leave. The maximum accumulation varies with each agreement. Upon termination, employees will be compensated for such accumulated leave at varying amounts according to the terms of each agreement. The value of the compensated absences has been reflected in the government-wide financial statements.

**Other Post Employment Benefit Obligations**

The Village provides certain health care benefits for retired employees. 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 post employment health care benefits is shared between the Village and the retired employee. Substantially all of the Village's employees may become eligible for these benefits if they reach normal retirement age while working for the Village. The cost of retiree health care benefits is recognized as an expenditure as claims are paid within the governmental funds.

**Village of Sleepy Hollow, New York**

Notes to Financial Statements (Continued)  
May 31, 2015

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**Note 3 - Detailed Notes on All Funds (Continued)**

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

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

The Village is required to accrue on the government-wide financial statements the amounts necessary to finance the plan as actuarially determined, which is equal to the balance not paid by plan members. Funding for the Plan has been established on a pay-as-you-go basis.

The assumed rate of increase in postretirement benefits is as follows:

<u>Year</u>	<u>Assumed Increase</u>
1	9.50%
2	9.00%
3	8.50%
4	8.00%
5	7.50%
6	7.00%
7	6.50%
8	6.00%
9	5.50%
10+	5.00%

The amortization basis is the level percentage of payroll method with an open amortization approach. The actuarial assumptions included a 4.5% discount rate. The Village currently has no assets set aside for the purpose of paying postemployment benefits. The actuarial cost method utilized was the projected unit credit method.

**Village of Sleepy Hollow, New York**

Notes to Financial Statements (Continued)  
 May 31, 2015

**Note 3 - Detailed Notes on All Funds (Continued)**

The number of participants as of May 31, 2015 was as follows:

Active Employees	62
Retired Employees	<u>52</u>
Total	<u>114</u>

Amortization Component:	
Actuarial Accrued Liability as of June 1, 2014	\$ 24,870,000
Assets at Market Value	<u>-</u>
Unfunded Actuarial Accrued Liability ("UAAL")	<u>\$ 24,870,000</u>
Funded Ratio	<u>0.00%</u>
Covered Payroll (active plan members)	<u>\$ 7,040,000</u>
UAAL as a Percentage of Covered Payroll	<u>353.27%</u>
Annual Required Contribution	\$ 2,160,000
Interest on OPEB Obligation	310,000
Adjustment to Annual Required Contribution	<u>(400,000)</u>
Annual OPEB Cost	2,070,000
Contributions Made	<u>(730,000)</u>
Increase in Net OPEB Obligation	1,340,000
Net OPEB Obligation - Beginning of Year	<u>6,800,000</u>
Net OPEB Obligation - End of Year	<u>\$ 8,140,000</u>

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

Fiscal Year Ended May 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contribution	Net OPEB Obligation
2013	\$ 2,020,000	32.18 %	\$ 5,290,000
2014	2,120,000	28.77	6,800,000
2015	2,070,000	35.26	8,140,000

The schedule of funding progress for the OPEB plan immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of the plan assets is increasing or decreasing relative to the actuarial liability for the benefits overtime.

## Village of Sleepy Hollow, New York

Notes to Financial Statements (Continued)  
May 31, 2015

### Note 3 - Detailed Notes on All Funds (Continued)

#### 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.

Transfers Out	Transfers In			Total
	General	Capital Projects	Non-Major Governmental	
General	\$ -	\$ 113,392	\$ 136,009	\$ 249,401
Water	692,097	-	-	692,097
Non-Major Governmental	117,689	-	-	117,689
	<u>\$ 809,786</u>	<u>\$ 113,392</u>	<u>\$ 136,009</u>	<u>\$ 1,059,187</u>

Transfers are used to 1) move funds from the Water, Parking and Sewer Funds to fulfill commitments for General Fund expenditures and 2) move funds earmarked in the General fund to fulfill commitments for Sanitation Fund and Capital Projects Fund expenditures.

#### 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 Snow Removal* - the component of net position that reflects funds restricted for snow removal pursuant to General Municipal Law.

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

*Restricted for Special Revenue Funds* - 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 Sleepy Hollow, New York

Notes to Financial Statements (Continued)  
 May 31, 2015

**Note 3 - Detailed Notes on All Funds (Continued)**

**I. Fund Balances**

	2015					2014				
	General Fund	Water Fund	Capital Projects Fund	Non-Major Governmental Funds	Total	General Fund	Water Fund	Capital Projects Fund	Non-Major Governmental Funds	Total
<b>Nonspendable</b>										
Inventories	\$ -	\$ 56,241	\$ -	\$ -	\$ 56,241	\$ -	\$ 56,241	\$ -	\$ -	\$ 56,241
Advances to other funds	13,469	-	-	-	13,469	11,342	-	-	-	11,342
Prepaid expenditures	226,638	22,139	-	13,388	262,165	193,037	21,105	-	13,243	227,385
<b>Total Nonspendable</b>	<b>240,107</b>	<b>78,380</b>	<b>-</b>	<b>13,388</b>	<b>331,875</b>	<b>204,379</b>	<b>77,346</b>	<b>-</b>	<b>13,243</b>	<b>294,968</b>
<b>Restricted</b>										
Snow removal	106,027	-	-	-	106,027	105,921	-	-	-	105,921
Debt service	258,990	-	-	-	258,990	244,585	-	-	-	244,585
Capital projects	-	-	-	-	-	-	-	599,688	-	599,688
Special purposes	-	-	-	856,745	656,745	-	-	-	646,408	646,408
<b>Total Restricted</b>	<b>365,017</b>	<b>-</b>	<b>-</b>	<b>656,745</b>	<b>1,021,762</b>	<b>350,506</b>	<b>-</b>	<b>599,688</b>	<b>646,408</b>	<b>1,596,602</b>
<b>Assigned</b>										
Major funds	-	1,237,910	-	-	1,237,910	-	564,904	-	-	564,904
Parking	-	-	-	85,919	85,919	-	-	-	26,269	26,269
Sewer	-	-	-	622,226	622,226	-	-	-	564,155	564,155
Tax certiorari	30,211	-	-	-	30,211	30,211	-	-	-	30,211
<b>Total Assigned</b>	<b>30,211</b>	<b>1,237,910</b>	<b>-</b>	<b>708,145</b>	<b>1,976,266</b>	<b>30,211</b>	<b>564,904</b>	<b>-</b>	<b>590,424</b>	<b>1,185,539</b>
<b>Unassigned</b>	<b>1,124,441</b>	<b>-</b>	<b>(485,764)</b>	<b>(13,469)</b>	<b>625,208</b>	<b>1,122,194</b>	<b>-</b>	<b>-</b>	<b>(11,342)</b>	<b>1,110,852</b>
<b>Total Fund Balances (Deficits)</b>	<b>\$ 1,759,776</b>	<b>\$ 1,316,290</b>	<b>\$ (485,764)</b>	<b>\$ 1,364,809</b>	<b>\$ 3,955,111</b>	<b>\$ 1,707,290</b>	<b>\$ 642,250</b>	<b>\$ 599,688</b>	<b>\$ 1,238,733</b>	<b>\$ 4,187,961</b>

## **Village of Sleepy Hollow, New York**

Notes to Financial Statements (Continued)

May 31, 2015

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### **Note 3 - Detailed Notes on All Funds (Continued)**

Certain elements of fund balance are described below. 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.

Inventories in the Special Revenue - Water Fund have been classified as nonspendable to indicate that a portion of fund balance is not "available" for expenditure because the asset is in the form of commodities. The Village anticipates utilizing them in the normal course of operations.

Advances to Other Funds has been classified as nonspendable to indicate the long-term nature of funds advanced to the Sanitation Fund. These funds do not represent "available spendable resources: even though they are a component of current assets.

Prepaid Expenditures has been established to account for employee retirement and other costs paid in advance. The amount is classified as nonspendable to indicate that these funds are not "available" for appropriation or expenditure even though they are a component of current assets.

Assignments of fund balance are not legally required segregations but represent intended use for a specific purpose. At May 31, 2015, the Village Board has assigned amounts to be appropriated for future court awarded property tax refunds.

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

### **Note 4 - Summary Disclosure of Significant Contingencies**

#### **A. Litigation**

There are currently pending tax 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 these 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.

Various legal actions are pending and are in process against the Village in the ordinary course of business. It is not possible to state the ultimate liability, if any, in these matters. In management's opinion, the ultimate resolution of these actions if the plaintiffs were to prevail in the litigations would not have a material adverse effect on the financial position of the Village.

#### **Contingencies**

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

**Village of Sleepy Hollow, New York**

Notes to Financial Statements (Concluded)

May 31, 2015

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**Note 4 - Summary Disclosure of Significant Contingencies (Continued)**

**Risk Management**

The Village maintains various liability insurance policies to provide against potential losses. The general liability policy provides coverage up to \$2 million and the Village has an umbrella policy with \$10 million of coverage. In addition, there is a law enforcement liability policy providing coverage of \$2 million. Settled claims resulting from these risks have not exceeded commercial insurance coverage for any of the past three fiscal years. The Village purchases conventional medical and workers' compensation coverage.

**Subsequent Events**

The Village, on November 23, 2015, issued two Bond anticipation notes in the amounts of \$4,387,903 and \$5,315,000 bearing interest at .84% and 1.25%. The notes mature on November 23, 2016 and were issued to refinance \$9,046,564 of currently outstanding notes and provide \$988,277 of new money after payment of \$331,938.

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**Village of Sleepy Hollow, New York**

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

Valuation Date	Actuarial		Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
	Value of Assets	Accrued Liability				
June 1, 2012	\$ -	\$ 22,780,000	\$ 22,780,000	- %	\$ 7,000,000	325.43 %
June 1, 2013	-	23,910,000	23,910,000	-	6,870,000	348.03
June 1, 2014	-	24,870,000	24,870,000	-	7,040,000	353.27

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**Village of Sleepy Hollow, New York**

General Fund  
 Comparative Balance Sheet  
 May 31,

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ 4,146,882	\$ 3,982,002
Taxes receivable, net of allowance for uncollectible taxes of \$171,121 in 2015 and \$159,951 in 2014	<u>980,419</u>	<u>472,583</u>
Other receivables		
Accounts	161,872	112,628
Due from other governments	288,997	288,718
Advances to other funds	13,469	11,342
Due from other funds	<u>2,241,396</u>	<u>1,133,466</u>
	<u>2,705,734</u>	<u>1,546,154</u>
Prepaid expenditures	<u>226,638</u>	<u>193,037</u>
Total Assets	<u>\$ 8,059,673</u>	<u>\$ 6,193,776</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>		
Liabilities		
Accounts payable	\$ 258,201	\$ 281,042
Accrued liabilities	738,927	693,870
Due to other funds	4,581,750	2,998,253
Due to component unit	34,103	-
Unearned revenues	2,400	5,095
Bond anticipation notes payable	<u>29,417</u>	<u>36,771</u>
Total Liabilities	5,644,798	4,015,031
Deferred inflows of resources		
Deferred tax revenues	<u>655,099</u>	<u>471,455</u>
Total Liabilities and Deferred Inflows of Resources	<u>6,299,897</u>	<u>4,486,486</u>
Fund balance		
Nonspendable	240,107	204,379
Restricted	365,017	350,506
Assigned	30,211	30,211
Unassigned	<u>1,124,441</u>	<u>1,122,194</u>
Total Fund Balance	<u>1,759,776</u>	<u>1,707,290</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 8,059,673</u>	<u>\$ 6,193,776</u>

Village of Sleepy Hollow, New York

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

	2015			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Real property taxes	\$ 10,330,428	\$ 10,330,428	\$ 10,514,016	\$ 183,588
Other tax items	753,568	753,568	755,833	2,265
Non-property taxes	1,655,000	1,655,000	1,689,835	34,835
Departmental income	444,540	444,540	565,049	120,509
Intergovernmental charges	14,123	14,123	13,768	(355)
Use of money and property	71,000	71,000	101,264	30,264
Licenses and permits	404,500	404,500	450,352	45,852
Fines and forfeitures	140,000	140,000	53,856	(86,144)
Sale of property and compensation for loss	5,000	5,000	-	(5,000)
State aid	239,684	239,684	267,033	27,349
Federal aid	-	-	5,007	5,007
Miscellaneous	12,500	12,500	91,788	79,288
Total Revenues	14,070,343	14,070,343	14,507,801	437,458
<b>EXPENDITURES</b>				
Current				
General government support	2,092,778	2,159,478	2,189,556	(30,078)
Public safety	4,047,493	4,076,286	4,064,909	11,377
Health	178,539	184,286	181,159	3,127
Transportation	1,084,001	1,235,067	1,232,866	2,201
Economic opportunity and development	64,200	60,030	119,913	(59,883)
Culture and recreation	1,517,052	1,625,298	1,583,797	41,501
Home and community services	30,740	27,921	27,251	670
Employee benefits	4,304,300	3,950,737	3,925,832	24,905
Debt service				
Principal	1,226,546	1,226,546	1,313,206	(86,660)
Interest	369,927	369,927	451,647	(81,720)
Refunding bond issuance costs	-	-	-	-
Total Expenditures	14,915,576	14,915,576	15,090,136	(174,560)
Deficiency of Revenues Over Expenditures	(845,233)	(845,233)	(582,335)	262,898
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance premium	-	-	-	-
Refunding bonds issued	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Insurance recoveries	70,000	70,000	74,436	4,436
Transfers in	911,242	911,242	809,786	(101,456)
Transfers out	(136,009)	(136,009)	(249,401)	(113,392)
Total Other Financing Sources	845,233	845,233	634,821	(210,412)
Net Change in Fund Balance	-	-	52,486	52,486
<b>FUND BALANCE</b>				
Beginning of Year	-	-	1,707,290	1,707,290
End of Year	\$ -	\$ -	\$ 1,759,776	\$ 1,759,776

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 9,804,637	\$ 9,804,637	\$ 10,039,274	\$ 234,637
695,000	695,000	926,010	231,010
1,670,000	1,670,000	1,690,811	20,811
448,040	448,040	537,219	89,179
14,123	14,123	13,768	(355)
71,000	71,000	88,055	17,055
356,000	356,000	622,336	266,336
185,000	185,000	92,426	(92,574)
5,000	5,000	-	(5,000)
239,684	239,684	294,029	54,345
-	-	1,084	1,084
12,500	12,500	71,293	58,793
<u>13,500,984</u>	<u>13,500,984</u>	<u>14,376,305</u>	<u>875,321</u>
2,148,668	2,117,556	2,104,102	13,454
3,980,452	3,940,859	4,050,719	(109,860)
161,400	167,998	167,998	-
1,081,668	1,214,250	1,209,900	4,350
56,500	67,477	67,477	-
1,457,666	1,509,600	1,497,712	11,888
28,240	27,315	24,535	2,780
3,751,900	3,621,439	3,577,087	44,352
1,213,239	1,193,239	1,156,185	37,054
490,174	490,174	490,065	109
-	77,966	77,966	-
<u>14,369,907</u>	<u>14,427,873</u>	<u>14,423,746</u>	<u>4,127</u>
<u>(868,923)</u>	<u>(926,889)</u>	<u>(47,441)</u>	<u>879,448</u>
-	70,494	70,494	-
-	3,325,000	3,325,000	-
-	(3,317,528)	(3,317,528)	-
70,000	70,000	82,327	12,327
940,405	940,405	940,404	(1)
(141,482)	(161,482)	(161,482)	-
<u>868,923</u>	<u>926,889</u>	<u>939,215</u>	<u>12,326</u>
-	-	891,774	891,774
-	-	815,516	815,516
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,707,290</u>	<u>\$ 1,707,290</u>

**Village of Sleepy Hollow, New York**

General Fund

Schedule of Revenues and Other Financing Sources Compared to Budget

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>REAL PROPERTY TAXES</b>	<b>\$ 10,330,428</b>	<b>\$ 10,330,428</b>	<b>\$ 10,514,016</b>	<b>\$ 183,588</b>	<b>\$ 10,039,274</b>
<b>OTHER TAX ITEMS</b>					
Payments in lieu of taxes	653,568	653,568	667,632	14,064	658,700
Interest and penalties on real property taxes	100,000	100,000	88,201	(11,799)	267,310
	<u>753,568</u>	<u>753,568</u>	<u>755,833</u>	<u>2,265</u>	<u>926,010</u>
<b>NON-PROPERTY TAXES</b>					
Franchise fees	125,000	125,000	166,154	41,154	151,472
Utilities gross receipts taxes	105,000	105,000	108,578	3,578	130,241
Non-property tax distribution from County	1,425,000	1,425,000	1,415,103	(9,897)	1,409,098
	<u>1,655,000</u>	<u>1,655,000</u>	<u>1,689,835</u>	<u>34,835</u>	<u>1,690,811</u>
<b>DEPARTMENTAL INCOME</b>					
Tax redemption fees	-	-	237	237	3,193
Clerk - Treasurer fees	46,500	46,500	59,130	12,630	46,722
Police fees	64,300	64,300	60,547	(3,753)	61,499
Ambulance charges	132,500	132,500	175,620	43,120	165,767
Parks and recreation charges	175,500	175,500	224,364	48,864	224,430
Zoning Board fees	3,000	3,000	5,100	2,100	6,500
Planning Board fees	17,740	17,740	38,726	20,986	22,682
Public works fees	5,000	5,000	1,325	(3,675)	6,426
	<u>444,540</u>	<u>444,540</u>	<u>565,049</u>	<u>120,509</u>	<u>537,219</u>

**INTERGOVERNMENTAL CHARGES**

Snow removal fees	14,123	14,123	13,768	(355)	13,768
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**USE OF MONEY AND PROPERTY**

Earnings on investments	5,000	5,000	25,493	20,493	16,978
Rental of real property	66,000	66,000	75,771	9,771	71,077
	<u>71,000</u>	<u>71,000</u>	<u>101,264</u>	<u>30,264</u>	<u>88,055</u>

**LICENSES AND PERMITS**

Business and occupational licenses	20,000	20,000	39,250	19,250	28,875
Permit fees	384,500	384,500	411,102	26,602	593,461
	<u>404,500</u>	<u>404,500</u>	<u>450,352</u>	<u>45,852</u>	<u>622,336</u>

**FINES AND FORFEITURES**

Fines and forfeited bail	140,000	140,000	53,856	(86,144)	92,426
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**SALE OF PROPERTY AND COMPENSATION FOR LOSS**

Sale of equipment	5,000	5,000	-	(5,000)	-
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**STATE AID**

Per capita	64,000	64,000	62,105	(1,895)	62,105
Mortgage tax	85,000	85,000	72,168	(12,832)	88,879
Consolidated Highway Improvement Program	88,684	88,684	110,397	21,713	135,178
Other	2,000	2,000	22,363	20,363	7,867
	<u>239,684</u>	<u>239,684</u>	<u>267,033</u>	<u>27,349</u>	<u>294,029</u>

**FEDERAL AID**

Emergency Management Agency	-	-	5,007	5,007	1,084
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**MISCELLANEOUS**

Gifts and donations	1,000	1,000	8,755	7,755	4,200
Refund of prior year expenditures	10,000	10,000	28,763	18,763	951
Other	1,500	1,500	54,270	52,770	66,142
	<u>12,500</u>	<u>12,500</u>	<u>91,788</u>	<u>79,288</u>	<u>71,293</u>

**TOTAL REVENUES**

	<u>14,070,343</u>	<u>14,070,343</u>	<u>14,507,801</u>	<u>437,458</u>	<u>14,376,305</u>
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Village of Sleepy Hollow, New York

General Fund

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

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>OTHER FINANCING SOURCES</b>					
Issuance premium	\$ -	\$ -	\$ -	\$ -	\$ 70,494
Refunding bonds issued	-	-	-	-	3,325,000
Insurance recoveries	70,000	70,000	74,436	4,436	82,327
	<u>70,000</u>	<u>70,000</u>	<u>74,436</u>	<u>4,436</u>	<u>3,477,821</u>
Transfers in					
Parking Fund	63,289	63,289	63,289	-	98,932
Sewer Fund	54,400	54,400	54,400	-	216,021
Water Fund	793,553	793,553	692,097	(101,456)	625,451
	<u>911,242</u>	<u>911,242</u>	<u>809,786</u>	<u>(101,456)</u>	<u>940,404</u>
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>981,242</u>	<u>981,242</u>	<u>884,222</u>	<u>(97,020)</u>	<u>4,418,225</u>
<b>TOTAL REVENUES AND OTHER FINANCING SOURCES</b>	<u>\$ 15,051,585</u>	<u>\$ 15,051,585</u>	<u>\$ 15,392,023</u>	<u>\$ 340,438</u>	<u>\$ 18,794,530</u>

**Village of Sleepy Hollow, New York**

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>GENERAL GOVERNMENT SUPPORT</b>					
Board of Trustees	\$ 28,500	\$ 28,500	\$ 28,500	\$ -	\$ 28,479
Justice	176,367	171,312	169,530	1,782	176,519
Mayor	18,900	18,899	18,877	22	21,047
Administrator	108,408	120,139	120,139	-	130,630
Auditor	36,000	34,700	34,700	-	33,650
Treasurer	213,516	198,079	193,747	4,332	196,797
Tax collector	6,000	3,531	3,531	-	4,043
Assessor	36,000	36,237	36,237	-	36,000
Village clerk	108,829	110,904	109,326	1,578	112,601
Law	201,000	333,232	295,938	37,294	187,719
Engineer	10,000	11,933	11,933	-	28,462
Buildings	226,000	240,375	240,375	-	219,852
Central garage	501,258	522,178	597,264	(75,086)	622,445
Unallocated insurance	185,000	207,547	207,547	-	207,783
Municipal association dues	5,000	5,136	5,136	-	5,324
Judgments and claims	20,000	37,295	37,295	-	24,260
Taxes and assessments	27,000	41,435	41,435	-	30,686
Miscellaneous	15,000	15,000	15,000	-	15,000
Metropolitan commuter transportation mobility tax	20,000	23,046	23,046	-	22,805
Contingent account	150,000	-	-	-	-
	<u>2,092,778</u>	<u>2,159,478</u>	<u>2,189,556</u>	<u>(30,078)</u>	<u>2,104,102</u>
<b>PUBLIC SAFETY</b>					
Police	3,467,342	3,516,817	3,510,451	6,366	3,510,413
Jail	3,500	220	220	-	315
Fire Department	190,150	189,338	188,304	1,034	204,916
Control of animals	3,360	3,360	3,360	-	3,360
Safety inspection	383,141	366,551	362,574	3,977	331,715
	<u>4,047,493</u>	<u>4,076,286</u>	<u>4,064,909</u>	<u>11,377</u>	<u>4,050,719</u>

**HEALTH**

Ambulance	150,539	154,402	151,275	3,127	143,752
Registrar of Vital Statistics	28,000	29,884	29,884	-	24,246
	<u>178,539</u>	<u>184,286</u>	<u>181,159</u>	<u>3,127</u>	<u>167,998</u>

**TRANSPORTATION**

Street administration	27,636	28,183	28,183	-	27,636
Street maintenance	809,865	891,754	889,553	2,201	857,388
Snow removal	114,000	193,003	193,003	-	195,727
Street lighting	130,000	121,484	121,484	-	128,376
Off-street parking	2,500	643	643	-	773
	<u>1,084,001</u>	<u>1,235,067</u>	<u>1,232,866</u>	<u>2,201</u>	<u>1,209,900</u>

**ECONOMIC OPPORTUNITY AND DEVELOPMENT**

Sleepy Hollow Local Development Corporation	-	-	59,883	(59,883)	-
Programs for the aging	64,200	60,030	60,030	-	67,477
	<u>64,200</u>	<u>60,030</u>	<u>119,913</u>	<u>(59,883)</u>	<u>67,477</u>

**CULTURE AND RECREATION**

Parks, playgrounds and recreation	622,387	737,401	696,582	40,819	667,794
Youth programs	75,500	92,173	92,173	-	72,822
Library	659,265	668,018	668,018	-	659,071
Celebrations	30,900	39,332	39,222	110	27,702
Adult recreation	129,000	88,374	87,802	572	70,323
	<u>1,517,052</u>	<u>1,625,298</u>	<u>1,583,797</u>	<u>41,501</u>	<u>1,497,712</u>

**HOME AND COMMUNITY SERVICES**

Emergency tenant protection act	4,740	4,740	4,070	670	5,810
Planning	18,500	6,050	6,050	-	7,275
Shade trees	7,500	17,131	17,131	-	11,450
	<u>30,740</u>	<u>27,921</u>	<u>27,251</u>	<u>670</u>	<u>24,535</u>

**EMPLOYEE BENEFITS**

State retirement	1,517,500	1,387,000	1,365,024	21,976	1,069,438
Local police welfare fund	67,500	62,516	61,807	709	61,967
Social security	430,000	396,934	396,934	-	394,402
Workers' compensation benefits	535,000	539,079	539,079	-	526,729
Life insurance	3,500	9,268	8,904	364	6,241
Unemployment benefits	15,000	7,214	7,214	-	13,862
Hospital and medical benefits	1,735,800	1,548,726	1,546,870	1,856	1,504,448
	<u>4,304,300</u>	<u>3,950,737</u>	<u>3,925,832</u>	<u>24,905</u>	<u>3,577,087</u>

(Continued)

Village of Sleepy Hollow, New York

General Fund

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

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>DEBT SERVICE</b>					
Principal					
Serial bonds	\$ 970,220	\$ 970,220	\$ 1,177,626	\$ (207,406)	\$ 1,025,739
Bond anticipation notes	256,326	256,326	135,580	120,746	130,446
	<u>1,226,546</u>	<u>1,226,546</u>	<u>1,313,206</u>	<u>(86,660)</u>	<u>1,156,185</u>
Interest					
Serial bonds	330,117	330,117	352,460	(22,343)	461,974
Bond anticipation notes	39,810	39,810	99,187	(59,377)	28,091
	<u>369,927</u>	<u>369,927</u>	<u>451,647</u>	<u>(81,720)</u>	<u>490,065</u>
Refunding bond issuance costs	-	-	-	-	77,966
	<u>1,596,473</u>	<u>1,596,473</u>	<u>1,764,853</u>	<u>(168,380)</u>	<u>1,724,216</u>
<b>TOTAL EXPENDITURES</b>	<u>14,915,576</u>	<u>14,915,576</u>	<u>15,090,136</u>	<u>(174,560)</u>	<u>14,423,746</u>
<b>OTHER FINANCING USES</b>					
Payment to refunded bond escrow agent	-	-	-	-	3,317,528
Transfers out					
Capital Projects Fund	-	-	113,392	(113,392)	20,000
Sanitation Fund	136,009	136,009	136,009	-	141,482
	<u>136,009</u>	<u>136,009</u>	<u>249,401</u>	<u>(113,392)</u>	<u>3,479,010</u>
<b>TOTAL OTHER FINANCING USES</b>	<u>136,009</u>	<u>136,009</u>	<u>249,401</u>	<u>(113,392)</u>	<u>3,479,010</u>
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>	<u>\$ 15,051,585</u>	<u>\$ 15,051,585</u>	<u>\$ 15,339,537</u>	<u>\$ (287,952)</u>	<u>\$ 17,902,756</u>

**Village of Sleepy Hollow, New York**

Water Fund  
Comparative Balance Sheet  
May 31,

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ 2,117,459	\$ 674,481
Receivables		
Water rents	932,914	956,105
Due from other funds	<u>2,040</u>	<u>2,082</u>
	<u>934,954</u>	<u>958,187</u>
Other assets		
Inventories	56,241	56,241
Prepaid expenditures	<u>22,139</u>	<u>21,105</u>
	<u>78,380</u>	<u>77,346</u>
<b>Total Assets</b>	<u><u>\$ 3,130,793</u></u>	<u><u>\$ 1,710,014</u></u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities		
Accounts payable	\$ 135,022	\$ 113,369
Accrued liabilities	27,004	26,665
Due to other funds	<u>1,652,477</u>	<u>927,730</u>
<b>Total Liabilities</b>	<u>1,814,503</u>	<u>1,067,764</u>
Fund balance		
Nonspendable	78,380	77,346
Assigned	<u>1,237,910</u>	<u>564,904</u>
<b>Total Fund Balance</b>	<u>1,316,290</u>	<u>642,250</u>
<b>Total Liabilities and Fund Balance</b>	<u><u>\$ 3,130,793</u></u>	<u><u>\$ 1,710,014</u></u>

**Village of Sleepy Hollow, New York**

Water Fund

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

	2015			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Departmental income	\$ 3,498,000	\$ 3,498,000	\$ 3,527,972	\$ 29,972
<b>EXPENDITURES</b>				
Current				
General government support	85,000	80,748	86,355	(5,607)
Home and community services	1,828,564	1,832,816	1,462,702	370,114
Employee benefits	354,000	354,000	360,032	(6,032)
Debt service				
Principal	339,926	339,926	188,253	151,673
Interest	96,957	96,957	64,493	32,464
Total Expenditures	2,704,447	2,704,447	2,161,835	542,612
Excess of Revenues Over Expenditures	793,553	793,553	1,366,137	572,584
<b>OTHER FINANCING USES</b>				
Transfers out	(793,553)	(793,553)	(692,097)	101,456
Net Change in Fund Balance	-	-	674,040	674,040
<b>FUND BALANCE</b>				
Beginning of Year	-	-	642,250	642,250
End of Year	\$ -	\$ -	\$ 1,316,290	\$ 1,316,290

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 3,498,000	\$ 3,498,000	\$ 3,466,750	\$ (31,250)
130,000	110,439	90,677	19,762
1,955,955	1,975,516	1,586,931	388,585
367,250	367,250	363,521	3,729
313,926	313,926	265,544	48,382
105,418	105,418	96,988	8,430
<u>2,872,549</u>	<u>2,872,549</u>	<u>2,403,661</u>	<u>468,888</u>
625,451	625,451	1,063,089	437,638
<u>(625,451)</u>	<u>(625,451)</u>	<u>(625,451)</u>	<u>-</u>
-	-	437,638	437,638
-	-	204,612	204,612
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 642,250</u>	<u>\$ 642,250</u>

**Village of Sleepy Hollow, New York**

Capital Projects Fund  
Comparative Balance Sheet  
May 31,

---

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ 4,387,934	\$ 4,783,920
Due from other funds	<u>4,445,741</u>	<u>2,998,190</u>
 Total Assets	 <u>\$ 8,833,675</u>	 <u>\$ 7,782,110</u>
 <b>LIABILITIES AND FUND BALANCE (DEFICIT)</b>		
Liabilities		
Accounts payable	\$ 218,448	\$ 89
Due to other funds	16,200	2,040
Unearned revenues	650,000	-
Bond anticipation notes payable	<u>8,434,791</u>	<u>7,180,293</u>
 Total Liabilities	 <u>9,319,439</u>	 <u>7,182,422</u>
 Fund balance (deficit)		
Restricted	-	599,688
Unassigned	<u>(485,764)</u>	<u>-</u>
 Total Fund Balance (Deficit)	 <u>(485,764)</u>	 <u>599,688</u>
 Total Liabilities and Fund Balance (Deficit)	 <u>\$ 8,833,675</u>	 <u>\$ 7,782,110</u>

**Village of Sleepy Hollow, New York**

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

---

	<u>2015</u>	<u>2014</u>
<b>REVENUES</b>		
State aid	\$ 43,915	\$ 238,433
Federal aid	30,611	31,688
Miscellaneous	<u>83,694</u>	<u>15,940</u>
Total Revenues	158,220	286,061
<b>EXPENDITURES</b>		
Capital outlay	<u>1,357,064</u>	<u>557,443</u>
Deficiency of Revenues Over Expenditures	(1,198,844)	(271,382)
<b>OTHER FINANCING SOURCES</b>		
Transfers in	<u>113,392</u>	<u>20,000</u>
Net Change in Fund Balance	(1,085,452)	(251,382)
<b>FUND BALANCE (DEFICIT)</b>		
Beginning of Year	<u>599,688</u>	<u>851,070</u>
End of Year	<u>\$ (485,764)</u>	<u>\$ 599,688</u>

**Village of Sleepy Hollow, New York**

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

	Parking Fund	Sewer Fund	Sanitation Fund
<b>ASSETS</b>			
Cash and equivalents	\$ 435,291	\$ 661,693	\$ -
Receivables			
Accounts	14,115	-	176,604
Sewer rents	-	155,944	-
Due from other funds	-	-	136,009
	<u>14,115</u>	<u>155,944</u>	<u>312,613</u>
Prepaid expenditures	<u>1,623</u>	<u>3,435</u>	<u>8,330</u>
Total Assets	<u>\$ 451,029</u>	<u>\$ 821,072</u>	<u>\$ 320,943</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities			
Accounts payable	\$ 1,964	\$ 52	\$ 266,375
Accrued liabilities	5,136	10,136	13,089
Advances from other funds	-	-	13,469
Due to other funds	<u>356,387</u>	<u>185,223</u>	<u>33,149</u>
Total Liabilities	<u>363,487</u>	<u>195,411</u>	<u>326,082</u>
Fund balances (deficits)			
Nonspendable	1,623	3,435	8,330
Restricted	-	-	-
Assigned	85,919	622,226	-
Unassigned	<u>-</u>	<u>-</u>	<u>(13,469)</u>
Total Fund Balances	<u>87,542</u>	<u>625,661</u>	<u>(5,139)</u>
Total Liabilities and Fund Balances	<u>\$ 451,029</u>	<u>\$ 821,072</u>	<u>\$ 320,943</u>

Special Purpose Fund	Total Non-Major Governmental Funds	
	2015	2014
\$ 657,128	\$ 1,754,112	\$ 1,237,117
-	190,719	220,418
-	155,944	158,385
-	136,009	21
-	482,672	378,824
-	13,388	13,243
<u>\$ 657,128</u>	<u>\$ 2,250,172</u>	<u>\$ 1,629,184</u>
\$ 383	\$ 268,774	\$ 145,543
-	28,361	27,830
-	13,469	11,342
-	574,759	205,736
383	885,363	390,451
-	13,388	13,243
656,745	656,745	646,408
-	708,145	590,424
-	(13,469)	(11,342)
656,745	1,364,809	1,238,733
<u>\$ 657,128</u>	<u>\$ 2,250,172</u>	<u>\$ 1,629,184</u>

**Village of Sleepy Hollow, New York**

Combining Statement of Revenues, Expenditures and Changes  
in Fund Balances

Non-Major Governmental Funds

Year Ended May 31, 2015

(With Comparative Totals for 2014)

	Parking Fund	Sewer Fund	Sanitation Fund
<b>REVENUES</b>			
Departmental income	\$ 377,897	\$ 577,887	\$ 518,169
Use of money and property	414	-	-
Total Revenues	<u>378,311</u>	<u>577,887</u>	<u>518,169</u>
<b>EXPENDITURES</b>			
Current			
General government support	16,021	16,021	16,021
Transportation	139,218	-	-
Home and community services	-	256,314	454,285
Employee benefits	51,712	85,157	185,621
Debt service			
Principal	31,017	83,104	-
Interest	17,568	24,889	-
Total Expenditures	<u>255,536</u>	<u>465,485</u>	<u>655,927</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>122,775</u>	<u>112,402</u>	<u>(137,758)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	136,009
Transfers out	(63,289)	(54,400)	-
Total Other Financing Sources (Uses)	<u>(63,289)</u>	<u>(54,400)</u>	<u>136,009</u>
Net Change in Fund Balances	59,486	58,002	(1,749)
<b>FUND BALANCES (DEFICITS)</b>			
Beginning of Year	<u>28,056</u>	<u>567,659</u>	<u>(3,390)</u>
End of Year	<u>\$ 87,542</u>	<u>\$ 625,661</u>	<u>\$ (5,139)</u>

Special Purpose Fund	Total Non-Major Governmental Funds	
	2015	2014
\$ 9,115	\$ 1,483,068	\$ 1,546,847
1,222	1,636	1,774
<u>10,337</u>	<u>1,484,704</u>	<u>1,548,621</u>
-	48,063	45,668
-	139,218	137,412
-	710,599	721,592
-	322,490	334,340
-	114,121	70,335
-	42,457	46,719
<u>-</u>	<u>1,376,948</u>	<u>1,356,066</u>
<u>10,337</u>	<u>107,756</u>	<u>192,555</u>
-	136,009	141,482
<u>-</u>	<u>(117,689)</u>	<u>(314,953)</u>
<u>-</u>	<u>18,320</u>	<u>(173,471)</u>
10,337	126,076	19,084
<u>646,408</u>	<u>1,238,733</u>	<u>1,219,649</u>
<u>\$ 656,745</u>	<u>\$ 1,364,809</u>	<u>\$ 1,238,733</u>

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Village of Sleepy Hollow, New York

Parking Fund  
Comparative Balance Sheet  
May 31,

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ 435,291	\$ 114,826
Accounts receivable	14,115	18,730
Prepaid expenditures	<u>1,623</u>	<u>1,787</u>
Total Assets	<u>\$ 451,029</u>	<u>\$ 135,343</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities		
Accounts payable	\$ 1,964	\$ 2,779
Accrued liabilities	5,136	5,576
Due to other funds	<u>356,387</u>	<u>98,932</u>
Total Liabilities	<u>363,487</u>	<u>107,287</u>
Fund balance		
Nonspendable	1,623	1,787
Assigned	<u>85,919</u>	<u>26,269</u>
Total Fund Balance	<u>87,542</u>	<u>28,056</u>
Total Liabilities and Fund Balance	<u>\$ 451,029</u>	<u>\$ 135,343</u>

**Village of Sleepy Hollow, New York**

Parking Fund

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

2015

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Departmental income	\$ 345,000	\$ 345,000	\$ 377,897	\$ 32,897
Use of money and property	-	-	414	414
<b>Total Revenues</b>	<b>345,000</b>	<b>345,000</b>	<b>378,311</b>	<b>33,311</b>
<b>EXPENDITURES</b>				
Current				
General government support	20,000	20,000	16,021	3,979
Transportation	156,126	156,126	139,218	16,908
Employee benefits	57,000	57,000	51,712	5,288
Debt service				
Principal	31,017	31,017	31,017	-
Interest	17,568	17,568	17,568	-
<b>Total Expenditures</b>	<b>281,711</b>	<b>281,711</b>	<b>255,536</b>	<b>26,175</b>
<b>Excess of Revenues Over Expenditures</b>	<b>63,289</b>	<b>63,289</b>	<b>122,775</b>	<b>59,486</b>
<b>OTHER FINANCING USES</b>				
Transfers out	(63,289)	(63,289)	(63,289)	-
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>-</b>	<b>59,486</b>	<b>59,486</b>
<b>FUND BALANCE</b>				
Beginning of Year	-	-	28,056	28,056
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 87,542</u>	<u>\$ 87,542</u>

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 415,000	\$ 415,000	\$ 418,976	\$ 3,976
-	-	275	275
415,000	415,000	419,251	4,251
20,000	20,000	16,885	3,115
151,010	151,010	137,412	13,598
57,000	57,000	53,666	3,334
54,000	54,000	54,000	-
34,058	34,058	34,058	-
316,068	316,068	296,021	20,047
98,932	98,932	123,230	24,298
(98,932)	(98,932)	(98,932)	-
-	-	24,298	24,298
-	-	3,758	3,758
\$ -	\$ -	\$ 28,056	\$ 28,056

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**Village of Sleepy Hollow, New York**

Sewer Fund  
Comparative Balance Sheet  
May 31,

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	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ 661,693	\$ 475,883
Receivables		
Sewer rents	155,944	158,385
Due from other funds	-	7
	<u>155,944</u>	<u>158,392</u>
Prepaid expenditures	<u>3,435</u>	<u>3,504</u>
Total Assets	<u>\$ 821,072</u>	<u>\$ 637,779</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities		
Accounts payable	\$ 52	\$ 9,715
Accrued liabilities	10,136	10,067
Due to other funds	<u>185,223</u>	<u>50,338</u>
Total Liabilities	<u>195,411</u>	<u>70,120</u>
Fund balance		
Nonspendable	3,435	3,504
Assigned	<u>622,226</u>	<u>564,155</u>
Total Fund Balance	<u>625,661</u>	<u>567,659</u>
Total Liabilities and Fund Balance	<u>\$ 821,072</u>	<u>\$ 637,779</u>

Village of Sleepy Hollow, New York

Sewer Fund

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

	2015			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Departmental income	\$ 592,000	\$ 592,000	\$ 577,887	\$ (14,113)
<b>EXPENDITURES</b>				
Current				
General government support	20,000	20,000	16,021	3,979
Home and community services	249,104	268,493	256,314	12,179
Employee benefits	81,500	88,814	85,157	3,657
Debt service				
Principal	154,335	129,446	83,104	46,342
Interest	32,661	30,847	24,889	5,958
Total Expenditures	537,600	537,600	465,485	72,115
Excess of Revenues Over Expenditures	54,400	54,400	112,402	58,002
<b>OTHER FINANCING USES</b>				
Transfers out	(54,400)	(54,400)	(54,400)	-
Net Change in Fund Balance	-	-	58,002	58,002
<b>FUND BALANCE</b>				
Beginning of Year	-	-	567,659	567,659
End of Year	\$ -	\$ -	\$ 625,661	\$ 625,661

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 618,288	\$ 618,288	\$ 574,842	\$ (43,446)
32,000	12,211	11,898	313
262,767	262,767	261,646	1,121
107,500	98,293	97,527	766
-	16,335	16,335	-
-	12,661	12,661	-
402,267	402,267	400,067	2,200
216,021	216,021	174,775	(41,246)
(216,021)	(216,021)	(216,021)	-
-	-	(41,246)	(41,246)
-	-	608,905	608,905
\$ -	\$ -	\$ 567,659	\$ 567,659

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**Village of Sleepy Hollow, New York**

Sanitation Fund  
Comparative Balance Sheet  
May 31,

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Receivables		
Accounts	\$ 176,604	\$ 201,688
Due from other funds	136,009	14
	<u>312,613</u>	<u>201,702</u>
Prepaid expenditures	<u>8,330</u>	<u>7,952</u>
Total Assets	<u>\$ 320,943</u>	<u>\$ 209,654</u>
<b>LIABILITIES AND FUND BALANCE (DEFICIT)</b>		
Liabilities		
Accounts payable	\$ 266,375	\$ 133,049
Accrued liabilities	13,089	12,187
Advances from other funds	13,469	11,342
Due to other funds	33,149	56,466
Total Liabilities	<u>326,082</u>	<u>213,044</u>
Fund balance (deficit)		
Nonspendable	8,330	7,952
Unassigned	<u>(13,469)</u>	<u>(11,342)</u>
Total Fund (Balance) Deficit	<u>(5,139)</u>	<u>(3,390)</u>
Total Liabilities and Fund (Balance) Deficit	<u>\$ 320,943</u>	<u>\$ 209,654</u>

**Village of Sleepy Hollow, New York**

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

	2015			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Departmental income	\$ 514,000	\$ 514,000	\$ 518,169	\$ 4,169
<b>EXPENDITURES</b>				
Current				
General government support	16,000	16,021	16,021	-
Home and community services	444,009	448,367	454,285	(5,918)
Employee benefits	190,000	185,621	185,621	-
Total Expenditures	650,009	650,009	655,927	(5,918)
Deficiency of Revenues Over Expenditures	(136,009)	(136,009)	(137,758)	(1,749)
<b>OTHER FINANCING SOURCES</b>				
Transfers in	136,009	136,009	136,009	-
Net Change in Fund Balance	-	-	(1,749)	(1,749)
<b>FUND BALANCE (DEFICIT)</b>				
Beginning of Year	-	-	(3,390)	(3,390)
End of Year	\$ -	\$ -	\$ (5,139)	\$ (5,139)

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 514,000	\$ 514,000	\$ 553,029	\$ 39,029
16,000	16,885	16,885	-
449,482	455,450	459,946	(4,496)
190,000	183,147	183,147	-
<u>655,482</u>	<u>655,482</u>	<u>659,978</u>	<u>(4,496)</u>
(141,482)	(141,482)	(106,949)	34,533
<u>141,482</u>	<u>141,482</u>	<u>141,482</u>	<u>-</u>
-	-	34,533	34,533
-	-	(37,923)	(37,923)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,390)</u>	<u>\$ (3,390)</u>

**Village of Sleepy Hollow, New York**

Special Purpose Fund  
Comparative Balance Sheet  
May 31,

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	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	<u>\$ 657,128</u>	<u>\$ 646,408</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities		
Accounts payable	\$ 383	\$ -
Fund balance		
Restricted	<u>656,745</u>	<u>646,408</u>
Total Liabilities and Fund Balance	<u>\$ 657,128</u>	<u>\$ 646,408</u>

**Village of Sleepy Hollow, New York**

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

---

	<u>2015</u>	<u>2014</u>
<b>REVENUES</b>		
Departmental income	\$ 9,115	\$ -
Use of money and property	<u>1,222</u>	<u>1,499</u>
Total Revenues	10,337	1,499
<b>EXPENDITURES</b>	<u>-</u>	<u>-</u>
Excess of Revenues Over Expenditures	10,337	1,499
<b>FUND BALANCE</b>		
Beginning of Year	<u>646,408</u>	<u>644,909</u>
End of Year	<u>\$ 656,745</u>	<u>\$ 646,408</u>