

Town of Somers, New York

Financial Statements and
Supplementary Information

Year Ended December 31, 2020

Town of Somers, New York

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Independent Auditors' Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Somers, New York ("Town") as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town, as of December 31, 2020, and the respective changes in financial position and the respective budgetary comparison for the General and Highway funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 4C in the notes to financial statements, on March 11, 2020, the World Health Organization declared a global pandemic as a result of the spread of COVID-19 ("Coronavirus"). Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit for the year ended December 31, 2020 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended December 31, 2020 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended December 31, 2020.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Town as of and for the year ended December 31, 2019 (not presented herein), and have issued our report thereon dated April 17, 2020, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The combining and individual fund financial statements and schedules for the year ended December 31, 2019 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the 2019 financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the 2019 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended December 31, 2019.

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP

Harrison, New York

May 7, 2021

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Town of Somers, New York

Management's Discussion and Analysis
December 31, 2020

Introduction

This discussion and analysis of the Town of Somers, New York's financial statements provides an overview of the financial activities of the Town of Somers for the fiscal year ended December 31, 2020. Please read it in conjunction with the basic financial statements and the accompanying notes to those statements that follow this section.

Financial Highlights for Fiscal Year 2020

- The Town is in sound financial condition with a strong credit rating, sizable tax base, prudent fund balances and low debt burden. The General Fund is the primary operating fund of the Town. At the end of the current fiscal year, the total fund balance of the General Fund was \$7,853,971 which represents an increase of \$1,040,973 from fiscal year 2019. Of this amount, \$2,524,988 was unassigned and represents 32% of the total fund balance of \$7,853,971 and represents 28% of total General Fund Expenditures and Other Financing Uses. The Town assigns a portion of its fund balance for future obligations including capital costs and tax certioraris. During 2020, the Town spent \$241,349 to fund expenses for a proposed sewer district that is no longer active due to the outcome of a Referendum vote.
- On the government-wide financial statements, the assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of fiscal year 2020 by \$10,692,275 which represents an increase of \$2,718,352 from fiscal year 2019. This deficit results primarily from the accrual of certain operating liabilities pursuant to various Governmental Accounting Standards Board ("GASB") pronouncements discussed below. These obligations will be satisfied in future years.
- The Town provides postemployment benefits to certain of its employees in the form of healthcare and pensions. As a result, the Town has recorded substantial liabilities in the government-wide financial statements for these benefits. As of December 31, 2020, the Town had a liability of \$28,584,096 for other postemployment benefits recorded in accordance with provisions of Government Accounting Standards Board ("GASB") Statement No. 75, *"Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions"* ("OPEB"). This statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value and attribute that present value to the periods of employee service. Additionally, the Town had a liability of \$3,511,796 for its proportionate share of the net pension liabilities of the New York State and Local Employees' Retirement System ("ERS) and Local Police and Fire Retirement System ("PFRS") recorded in accordance with the provision of GASB Statement No. 68, *"Accounting and Financial Reporting for Pensions"*. Under the new standards, cost-sharing employers are required to report in their government-wide financial statements a net pension liability (asset), pension expense and pension-related deferred inflows and outflows of resources based on their proportionate share of the collective amounts for all of the municipalities and school districts in the plan. More detailed information about the Town's OPEB and pension reporting is presented in Note 3 in the notes to the Financial

Statements.

- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$15,128,305, an increase of \$1,737,999 from the prior year. Exclusive of the Capital Projects Fund, the combined ending fund balances were \$15,832,681. Of this latter amount, the unassigned fund balance was \$2,524,988 or 16%. This amount is available for spending at the Town's discretion.
- The Town retired \$1,055,800 of general obligation debt in 2020 and ended the year with \$4,320,604 remaining outstanding. The Town did not issue any debt in 2020. The Town's Moody's Investors Service General Obligation Bond rating is Aa1. More detailed information about the Town's Bonds Payable is presented in Note 3 in the notes to the Financial Statements.

Overview of the Financial Statements

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

Government-Wide Financial Statements

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

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

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

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

Fund Financial Statements

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

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

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

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

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

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

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

Notes to the Financial Statements

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

Other Information

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

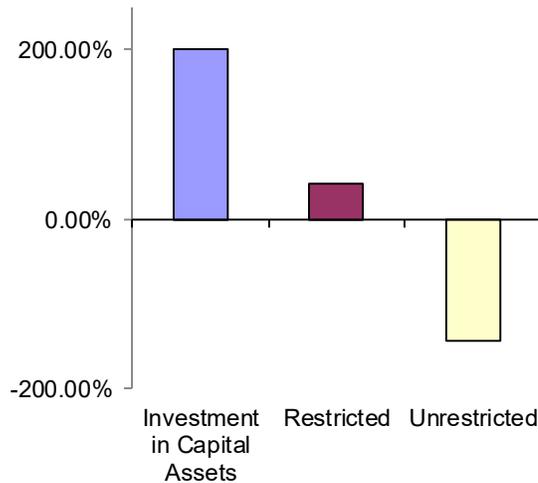
Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the Town's financial position. In the case of the Town of Somers, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$10,692,275 for fiscal year 2020.

The following table reflects the condensed Statement of Net Position:

	December 31,	
	2020	2019
Current Assets	\$ 18,627,065	\$ 17,801,940
Capital Assets, net	25,554,335	24,244,916
Total Assets	44,181,400	42,046,856
Deferred Outflows of Resources	6,969,548	2,118,941
Current Liabilities	1,728,284	2,634,877
Long-Term Liabilities	36,673,564	30,535,144
Total Liabilities	38,401,848	33,170,021
Deferred Inflows of Resources	2,056,825	3,021,853
Net Position		
Net Investment in Capital Assets	21,413,115	19,148,978
Restricted	4,501,354	4,475,117
Unrestricted	(15,222,194)	(15,650,172)
Total Net Position	\$ 10,692,275	\$ 7,973,923

2020 Net Position Distribution



The largest component of the Town’s net position is invested in capital assets (net of related debt) of \$21,413,115 which reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to its citizens and consequently, these assets are not available for future spending. Although the Town’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

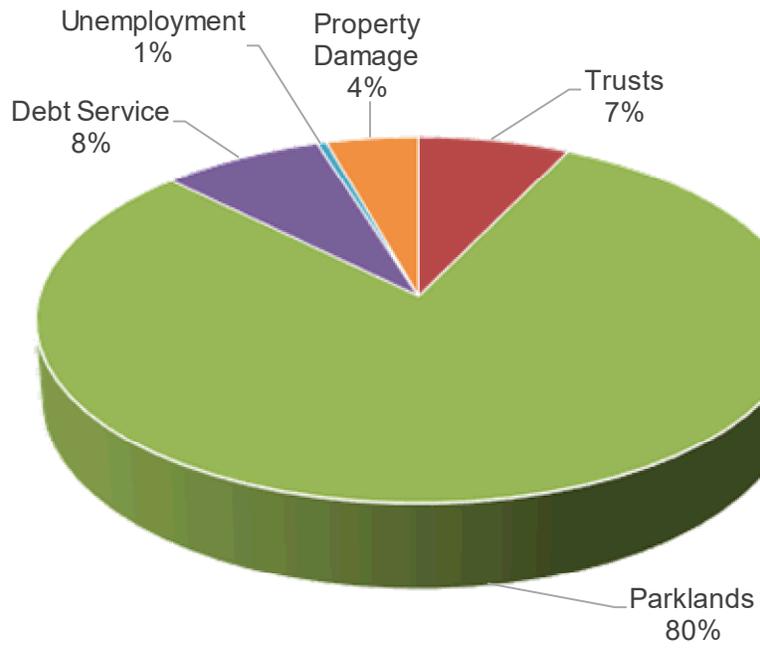
The restricted net position of \$4,501,354 represents resources that are subject to external restrictions on their use. The restrictions are:

	December 31,	
	2020	2019
Property Damage	\$ 198,210	\$ 197,101
Capital Projects		
Unemployment Benefits	20,236	20,229
Debt Service	350,067	348,189
Trusts	326,575	337,958
Parklands	3,606,266	3,571,640
	<u>\$ 4,501,354</u>	<u>\$ 4,475,117</u>

The remaining balance is an unrestricted deficit of (\$15,222,194) which must be financed from future operations. The deficit does not mean the Town does not have resources available to meet its obligations in the ensuing year. Rather, it is the result of having long-term commitments, including compensated absences (\$228,142), net pension liability (\$3,511,796) and OPEB liability (\$28,584,096) that are greater than currently available resources. Payments for these liabilities will be budgeted in the year that actual payment will be made.

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

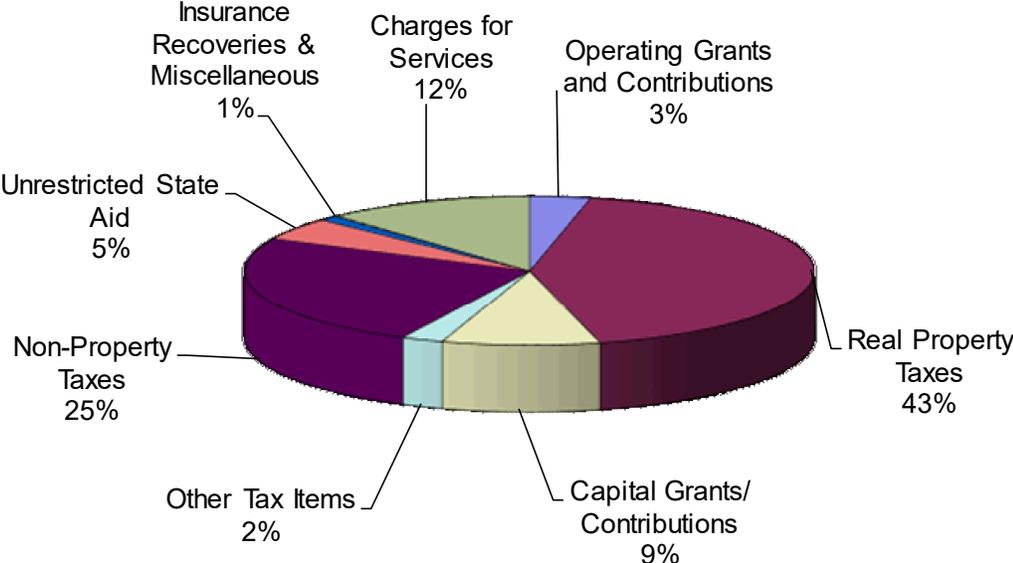
2020 Restricted Net Position



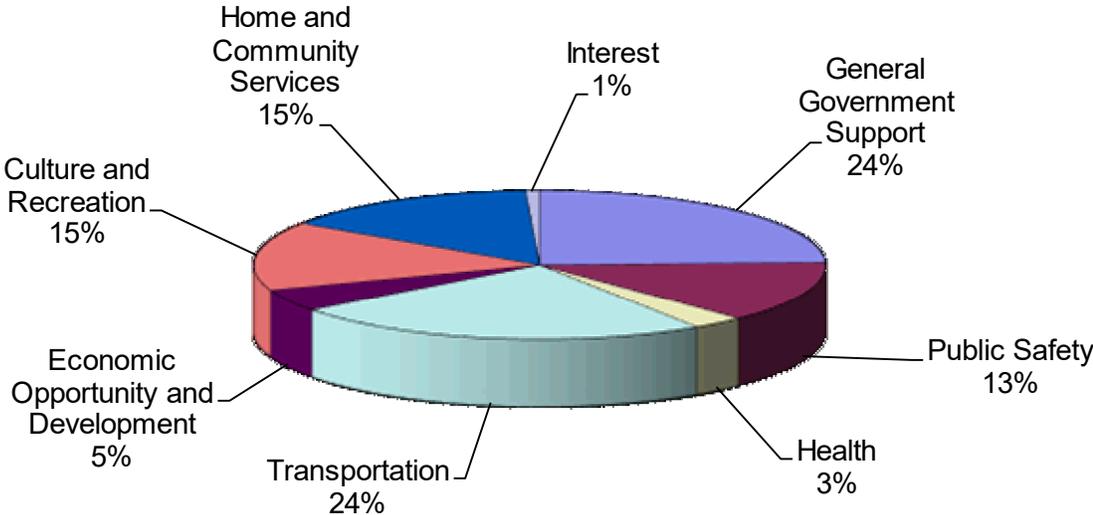
Statement of Changes in Net Position

	December 31,	
	2020	2019
REVENUES		
Program Revenues		
Charges for Services	\$ 2,232,849	\$ 2,696,914
Operating Grants and Contributions	650,216	1,001,272
Capital Grants and Contributions	1,693,939	1,869,427
General Revenues		
Real Property Taxes	8,050,261	7,924,271
Payment in lieu of taxes	9,302	9,031
Other Tax Items:		
Interest and Penalties on Real Property Taxes	448,201	276,259
Non-Property Taxes		
Non-Property Tax Distribution from County	4,235,756	3,738,935
Franchise Fees - Cable TV	459,886	484,288
Unrestricted Use of Money and Property	90,794	239,107
Sale of Property and Compensation for Loss	32	4,414
Insurance Recoveries	32,378	152
Unrestricted State Aid	916,483	697,780
Miscellaneous	108,001	140,315
	18,928,098	19,082,165
EXPENSES		
Program Expenses		
General Government Support	3,962,564	3,377,081
Public Safety	2,167,018	1,707,824
Health	479,545	400,945
Transportation	3,867,842	4,037,661
Economic Opportunity and Development	781,805	675,437
Culture and Recreation	2,426,084	2,760,723
Home and Community Services	2,396,340	2,000,470
Interest	128,548	156,592
	16,209,746	15,116,733
Change in Net Position	2,718,352	3,965,432
NET POSITION		
Beginning	7,973,923	4,008,491
Ending	\$ 10,692,275	\$ 7,973,923

**Sources of Revenue for Fiscal Year 2020
Governmental Activities**



**Expenses for Fiscal Year 2020
Governmental Activities**



Governmental Activities: For the fiscal year ended December 31, 2020, governmental activities increased the Town's net position by \$2,718,352, a decrease of \$1,247,080 from fiscal year 2019. Revenues from governmental activities totaled \$18,928,098, a decrease of \$154,067 over fiscal year 2019 primarily due to decreases in Capital Grants and Contributions offset by increases in Non-property tax distribution from the County. Tax revenues of \$13,203,406 comprised of real property taxes, payments in lieu of taxes, other tax items and non-property taxes, represented the largest revenue source at 70%. Expenses in 2020 were \$16,209,746 or \$1,093,013 more than 2019 primarily due to increases in General Government Support, Public Safety and Home and Community services. This increase was partially offset by decreases in Transportation and Culture and recreation expenses.

Financial Analysis of the Government's Funds

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

Governmental Funds

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

As of the end of the current fiscal year, the Town's governmental funds reported a combined ending fund balance of \$15,128,305, an increase of \$1,737,999 from the prior year. The non-spendable fund balance component is \$708,744, consisting of \$423,896 of amounts representing prepaid expenditures and \$284,878 of amounts representing trust principal. Fund Balance of \$4,216,476 is restricted for capital projects, debt service, property damage, unemployment benefits, parklands and trusts. The assigned fund balance of \$8,382,433 consisting partially of amounts to balance the fiscal 2021 budget (\$635,943 in the General Fund and \$12,037 in the Highway Fund) as well as \$3,122,329 for capital costs and \$1,000,000 for tax certioraris. The remaining fund balance is unassigned and represents the remaining positive fund balance in the General Fund of \$2,524,988 and after amounts that have been restricted, committed or assigned for other purposes.

The General Fund is the primary operating fund of the Town. At the end of the current fiscal year, the total fund balance of the General Fund was \$7,853,971. Of this amount, \$2,524,988 was unassigned and represents 32% of the total fund balance of \$7,853,971 and represents 28% of total General Fund Expenditures and Other Financing Uses.

General Fund Budgetary Highlights

When the fiscal 2020 budget was adopted, it anticipated the use of \$369,517 of fund balance. Actual results of operations resulted in an increase of \$1,040,973 to fund balance. Overall, General Fund expenditures and other financing uses were \$9,072,917 which was \$775,334 less than the final budget.

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

The revenue category that reflected the largest positive variance against budget was Non-property Taxes \$594,642.

The revenue category that reflected the largest negative variance against budget was Departmental income \$553,161 primarily due to cancellation of Summer Camp programs due to the Covid-19 pandemic.

Other

The Highway Fund’s total fund balance at the end of the current fiscal year was \$1,986,175 which represents an increase of \$621,359 from fiscal year 2019.

The Capital Projects Fund is used to account for capital project activity throughout the Town. The Capital Projects Fund’s ending fund balance is (\$704,376) for fiscal year 2020.

Non-major Governmental Funds consist of certain Special Revenue Funds and the Permanent Fund. The Special Revenue Funds are established to account for the proceeds of specific revenue sources (other than capital projects) that are legally restricted to expenditures for certain defined purposes. The non-major Special Revenue Funds of the Town are the Public Library Fund, which is provided to account for the activities of the Town's Public Library, Special Districts Fund, which is provided to account for the operation and maintenance of the Town’s water, sewer and street lighting districts, the Permanent Fund, which is used to account for assets held by the Town in accordance with the terms of a trust agreement where the principal amounts cannot be expended.

For fiscal year ending December 31, 2020, the combined fund balances of these funds total \$2,003,767 which represents an increase of \$530,017 from fiscal 2019.

For 2020, the Special Purpose Fund, which is used to account for assets held by the Town in accordance with terms of trust agreements is reported as a Major Government Fund. The Special Purpose Fund’s total fund balance at the end of the current fiscal year was \$3,638,701 which represents an increase of \$22,392 from fiscal year 2019.

Capital Asset and Debt Administration

Capital Assets - The Town’s investment in capital assets for its governmental activities as of December 31, 2020, amount to \$25,554,335 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, and infrastructure.

Capital Assets

	December 31,	
	2020	2019
Land	\$ 5,881,179	\$ 5,881,179
Construction Work-in-Progress	3,291,244	1,791,185
Buildings and Improvements	7,518,270	7,057,899
Machinery and Equipment	1,567,190	1,624,011
Infrastructure	7,296,452	7,890,642
	<u>\$ 25,554,335</u>	<u>\$ 24,244,916</u>
Total	<u>\$ 25,554,335</u>	<u>\$ 24,244,916</u>

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

Road resurfacing - \$988,986
Machinery & Equipment - \$334,182

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

Long-Term Debt - At the end of the current fiscal year, the Town had total bonded debt outstanding of \$4,320,604. The Town's general obligation bonded indebtedness decreased from payments of \$1,055,800 on prior indebtedness. During 2020, the Town did not borrow or issue new debt.

Although the State Constitution limits the amount of indebtedness, both long-term and short-term, which the Town may incur, the total debt of the Town is significantly below this limitation.

Through sound financial management, prudent budgeting and manageable debt levels, the Town has been successful in maintaining a high-grade rating for its general obligation bonds, currently rated Aa1 by Moody's Investor Service. The Town Tax Levy for 2021 remained flat with 2020 but continues to expect increases in health and pension costs which will impact future budgets. Contract negotiations are ongoing with both of the Town's unions and any impact to future budgets are unknown at this time.

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

Requests for Information

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

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Town of Somers, New York

Statement of Net Position
December 31, 2020

	Governmental Activities
ASSETS	
Cash and equivalents	\$ 14,234,237
Investments	358,490
Receivables	
Taxes, net	945,137
Accounts	143,839
Water and sewer rents	377,244
State and Federal aid	42,970
Due from other governments	1,207,063
Prepaid expenses	423,896
Investment in joint venture	894,189
Capital assets	
Not being depreciated	9,172,423
Being depreciated, net	16,381,912
Total Assets	<u>44,181,400</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding bonds	96,832
Pension related	2,759,216
OPEB related	4,113,500
Total Deferred Outflows of Resources	<u>6,969,548</u>
LIABILITIES	
Accounts payable	427,464
Accrued liabilities	214,040
Deposits payable	720,783
Employee payroll deductions	8,560
Unearned revenues	338,251
Accrued interest payable	19,186
Noncurrent liabilities	
Due within one year	1,111,105
Due in more than one year	35,562,459
Total Liabilities	<u>38,401,848</u>
DEFERRED INFLOWS OF RESOURCES	
Pension related	76,700
OPEB related	1,980,125
Total Deferred Inflows of Resources	<u>2,056,825</u>
NET POSITION	
Net investment in capital assets	21,413,115
Restricted for	
Property damage	198,210
Unemployment benefits	20,236
Debt service	350,067
Permanent trusts	294,140
Other trusts	32,435
Parklands	3,606,266
Unrestricted	(15,222,194)
Total Net Position	<u>\$ 10,692,275</u>

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

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Town of Somers, New York

Statement of Activities
Year Ended December 31, 2020

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					
General government support	\$ 3,962,564	\$ 163,881	\$ 1,209	\$ -	\$ (3,797,474)
Public safety	2,167,018	19,777	-	-	(2,147,241)
Health	479,545	-	-	-	(479,545)
Transportation	3,867,842	178,068	363,739	-	(3,326,035)
Economic opportunity and development	781,805	-	190,537	-	(591,268)
Culture and recreation	2,426,084	55,484	90,150	-	(2,280,450)
Home and community services	2,396,340	1,815,639	4,581	1,692,061	1,115,941
Interest	128,548	-	-	1,878	(126,670)
Total Governmental Activities	\$ 16,209,746	\$ 2,232,849	\$ 650,216	\$ 1,693,939	(11,632,742)
General revenues					
Real property taxes					8,050,261
Other tax items					
Payments in lieu of taxes					9,302
Interest and penalties on real property taxes					448,201
Non-property taxes					
Non-property tax distribution from County					4,235,756
Franchise - Cable TV					459,886
Unrestricted use of money and property					90,794
Sale of property and compensation of loss					32
Unrestricted State aid					916,483
Miscellaneous					108,001
Insurance recoveries					32,378
Total General Revenues					14,351,094
Change in Net Position					2,718,352
NET POSITION					
Beginning					7,973,923
Ending					\$ 10,692,275

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

Town of Somers, New York

Balance Sheet
 Governmental Funds
 December 31, 2020

	General	Highway	Debt Service
ASSETS			
Cash and equivalents	\$ 6,477,223	\$ 2,087,170	\$ 350,067
Investments	1,016	-	-
Taxes receivable, net	945,137	-	-
Other receivables			
Accounts	143,612	227	-
Water and sewer rents	-	-	-
State and Federal aid	42,970	-	-
Due from other governments	1,194,217	-	-
Due from other funds	704,475	-	-
	<u>2,085,274</u>	<u>227</u>	<u>-</u>
Prepaid expenditures	372,501	29,666	-
Total Assets	<u>\$ 9,881,151</u>	<u>\$ 2,117,063</u>	<u>\$ 350,067</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 234,469	\$ 85,928	\$ -
Accrued liabilities	150,281	44,960	-
Deposits payable	720,783	-	-
Employee payroll deductions	8,560	-	-
Due to other funds	17,614	-	-
Unearned revenues	-	-	-
Total Liabilities	<u>1,131,707</u>	<u>130,888</u>	<u>-</u>
Deferred inflows of resources			
Deferred tax revenues	895,473	-	-
Total Liabilities and Deferred Inflows of Resources	<u>2,027,180</u>	<u>130,888</u>	<u>-</u>
Fund balances (deficit)			
Nonspendable	372,501	29,666	-
Restricted	198,210	-	350,067
Assigned	4,758,272	1,956,509	-
Unassigned	2,524,988	-	-
Total Fund Balances (Deficit)	<u>7,853,971</u>	<u>1,986,175</u>	<u>350,067</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficit)	<u>\$ 9,881,151</u>	<u>\$ 2,117,063</u>	<u>\$ 350,067</u>

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

Special Purpose	Capital Projects	Non-Major Governmental	Total Governmental Funds
\$ 3,638,799	\$ 177,722	\$ 1,503,256	\$ 14,234,237
-	160,529	196,945	358,490
-	-	-	945,137
-	-	-	143,839
-	-	377,244	377,244
-	-	-	42,970
-	12,846	-	1,207,063
-	17,619	-	722,094
-	30,465	377,244	2,493,210
-	-	21,729	423,896
<u>\$ 3,638,799</u>	<u>\$ 368,716</u>	<u>\$ 2,099,174</u>	<u>\$ 18,454,970</u>
\$ -	\$ 30,465	\$ 76,602	\$ 427,464
-	-	18,799	214,040
-	-	-	720,783
-	-	-	8,560
98	704,376	6	722,094
-	338,251	-	338,251
98	1,073,092	95,407	2,431,192
-	-	-	895,473
98	1,073,092	95,407	3,326,665
-	-	306,607	708,774
3,638,701	-	29,498	4,216,476
-	-	1,667,662	8,382,443
-	(704,376)	-	1,820,612
3,638,701	(704,376)	2,003,767	15,128,305
<u>\$ 3,638,799</u>	<u>\$ 368,716</u>	<u>\$ 2,099,174</u>	<u>\$ 18,454,970</u>

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Town of Somers, New York

Reconciliation of Governmental Funds Balance Sheet to
the Government-Wide Statement of Net Position
December 31, 2020

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

Total Fund Balances - Governmental Funds	<u>\$ 15,128,305</u>
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Capital assets	58,033,367
Accumulated depreciation	(32,479,032)
Investment in joint venture is not reported in the funds.	<u>894,189</u>
	<u>26,448,524</u>
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for the postretirement benefits (pension and OPEB) are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position.	
Deferred outflows - pension related	2,759,216
Deferred outflows - OPEB related	4,113,500
Deferred inflows - pension related	(76,700)
Deferred inflows - OPEB related	<u>(1,980,125)</u>
	<u>4,815,891</u>
Other long-term assets that are not available to pay for current period expenditures and, therefore, are either deferred or not reported in the funds.	
Real property taxes	<u>895,473</u>
Long-term and other liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(19,186)
General obligation bonds payable	(4,320,604)
Compensated absences	(228,142)
Net pension liability	(3,511,796)
Total OPEB liability	<u>(28,584,096)</u>
	<u>(36,663,824)</u>
Governmental funds report the effect of premiums, discounts, and refundings and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	
Deferred amount on refunding	96,832
Premium on general obligation bonds	<u>(28,926)</u>
	<u>67,906</u>
Net Position of Governmental Activities	<u><u>\$ 10,692,275</u></u>

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

Town of Somers, New York

Statement of Revenues, Expenditures and Changes
in Fund Balances
Governmental Funds
Year Ended December 31, 2020

	General	Highway	Debt Service
REVENUES			
Real property taxes	\$ 2,856,285	\$ 3,511,833	\$ -
Other tax items	457,503	-	-
Non-property taxes	4,695,642	-	-
Departmental income	179,139	-	-
Intergovernmental charges	48,176	57,542	-
Use of money and property	107,117	19,331	1,878
Licenses and permits	347,456	-	-
Fines and forfeitures	75,272	-	-
Sale of property and compensation for loss	32	158,733	-
Interfund revenues	98,797	282	-
State aid	999,408	394,553	-
Federal aid	57,119	-	-
Miscellaneous	159,566	2,719	-
	<u>10,081,512</u>	<u>4,144,993</u>	<u>1,878</u>
Total Revenues			
EXPENDITURES			
Current			
General government support	2,479,786	-	1,003
Public safety	1,420,953	-	-
Health	465,715	-	-
Transportation	305,346	2,127,177	-
Economic opportunity and development	531,775	-	-
Culture and recreation	854,228	-	-
Home and community services	213,552	-	-
Employee benefits	2,319,744	899,271	-
Debt service			
Principal	-	-	1,055,800
Interest	-	-	129,038
Capital outlay	-	-	-
	<u>8,591,099</u>	<u>3,026,448</u>	<u>1,185,841</u>
Total Expenditures			
Excess (Deficiency) of Revenues Over Expenditures	<u>1,490,413</u>	<u>1,118,545</u>	<u>(1,183,963)</u>
OTHER FINANCING SOURCES (USES)			
Insurance recoveries	32,378	-	-
Transfers in	-	-	1,185,841
Transfers out	(481,818)	(497,186)	-
	<u>(449,440)</u>	<u>(497,186)</u>	<u>1,185,841</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balances	1,040,973	621,359	1,878
FUND BALANCES (DEFICITS)			
Beginning of Year	6,812,998	1,364,816	348,189
End of Year	<u>\$ 7,853,971</u>	<u>\$ 1,986,175</u>	<u>\$ 350,067</u>

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

Special Purpose	Capital Projects	Non-Major Governmental	Total Governmental Funds
\$ -	\$ -	\$ 1,573,044	\$ 7,941,162
-	-	-	457,503
-	-	-	4,695,642
11,500	-	1,389,524	1,580,163
-	-	-	105,718
31,874	-	9,496	169,696
-	-	-	347,456
-	-	-	75,272
-	-	-	158,765
-	-	130,719	229,798
-	-	18,691	1,412,652
-	-	-	57,119
9,620	1,692,061	12,590	1,876,556
<u>52,994</u>	<u>1,692,061</u>	<u>3,134,064</u>	<u>19,107,502</u>
-	-	-	2,480,789
-	-	-	1,420,953
-	-	-	465,715
-	-	15,026	2,447,549
-	-	-	531,775
8,709	-	749,762	1,612,699
-	-	1,090,022	1,303,574
-	-	314,923	3,533,938
-	-	-	1,055,800
-	-	-	129,038
-	2,420,051	-	2,420,051
<u>8,709</u>	<u>2,420,051</u>	<u>2,169,733</u>	<u>17,401,881</u>
<u>44,285</u>	<u>(727,990)</u>	<u>964,331</u>	<u>1,705,621</u>
-	-	-	32,378
-	249,370	13,872	1,449,083
(21,893)	-	(448,186)	(1,449,083)
<u>(21,893)</u>	<u>249,370</u>	<u>(434,314)</u>	<u>32,378</u>
22,392	(478,620)	530,017	1,737,999
<u>3,616,309</u>	<u>(225,756)</u>	<u>1,473,750</u>	<u>13,390,306</u>
<u>\$ 3,638,701</u>	<u>\$ (704,376)</u>	<u>\$ 2,003,767</u>	<u>\$ 15,128,305</u>

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Town of Somers, New York

Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended December 31, 2020

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

Net Change in Fund Balances - Total Governmental Funds	<u>\$ 1,737,999</u>
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.</p>	
Capital outlay expenditures	2,845,944
Depreciation expense	(1,536,525)
Equity interest in joint venture	<u>(29,168)</u>
	<u>1,280,251</u>
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	
Real property taxes	109,099
State aid	(50,157)
Charges for services	<u>(40,926)</u>
	<u>18,016</u>
<p>Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.</p>	
Principal paid on general obligation bonds	<u>1,055,800</u>
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>	
Accrued interest	4,871
Changes in pension liabilities and related deferred outflows and inflows of resources	(672,250)
Compensated absences	(55,273)
Changes in OPEB liabilities and related deferred outflows and inflows of resources	(646,681)
Amortization of loss on refunding bonds and issuance premium	<u>(4,381)</u>
	<u>(1,373,714)</u>
Change in Net Position of Governmental Activities	<u><u>\$ 2,718,352</u></u>

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

Town of Somers, New York

Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
General and Highway Funds
Year Ended December 31, 2020

	General			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 2,950,059	\$ 2,950,059	\$ 2,856,285	\$ (93,774)
Other tax items	209,302	209,302	457,503	248,201
Non-property taxes	4,101,000	4,101,000	4,695,642	594,642
Departmental income	732,300	732,300	179,139	(553,161)
Intergovernmental charges	30,000	30,000	48,176	18,176
Use of money and property	141,112	141,112	107,117	(33,995)
Licenses and permits	255,000	255,000	347,456	92,456
Fines and forfeitures	130,000	130,000	75,272	(54,728)
Sale of property and compensation for loss	-	-	32	32
Interfund revenues	81,797	81,797	98,797	17,000
State aid	752,915	699,915	999,408	299,493
Federal aid	49,641	49,641	57,119	7,478
Miscellaneous	45,608	98,608	159,566	60,958
Total Revenues	9,478,734	9,478,734	10,081,512	602,778
EXPENDITURES				
Current				
General government support	2,706,877	2,752,253	2,479,786	272,467
Public safety	1,330,508	1,445,887	1,420,953	24,934
Health	421,121	465,717	465,715	2
Transportation	334,237	335,919	305,346	30,573
Economic opportunity and development	575,265	636,403	531,775	104,628
Culture and recreation	1,336,041	1,109,550	854,228	255,322
Home and community services	229,325	230,807	213,552	17,255
Employee benefits	2,674,400	2,389,889	2,319,744	70,145
Total Expenditures	9,607,774	9,366,425	8,591,099	775,326
Excess (Deficiency) of Revenues Over Expenditures	(129,040)	112,309	1,490,413	1,378,104
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	-	-	32,378	32,378
Transfers out	(240,477)	(481,826)	(481,818)	8
Total Other Financing Uses	(240,477)	(481,826)	(449,440)	32,386
Net Change in Fund Balances	(369,517)	(369,517)	1,040,973	1,410,490
FUND BALANCES				
Beginning of Year	369,517	369,517	6,812,998	6,443,481
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,853,971</u>	<u>\$ 7,853,971</u>

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

Highway			
Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 3,511,833	\$ 3,511,833	\$ 3,511,833	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
51,302	51,302	57,542	6,240
17,500	17,500	19,331	1,831
-	-	-	-
-	-	-	-
4,900	4,900	158,733	153,833
1,000	1,000	282	(718)
219,000	219,000	394,553	175,553
-	-	-	-
-	-	2,719	2,719
<u>3,805,535</u>	<u>3,805,535</u>	<u>4,144,993</u>	<u>339,458</u>
-	-	-	-
-	-	-	-
-	-	-	-
2,276,929	2,417,601	2,127,177	290,424
-	-	-	-
-	-	-	-
-	-	-	-
1,136,407	995,735	899,271	96,464
<u>3,413,336</u>	<u>3,413,336</u>	<u>3,026,448</u>	<u>386,888</u>
392,199	392,199	1,118,545	726,346
-	-	-	-
(497,199)	(497,199)	(497,186)	13
(497,199)	(497,199)	(497,186)	13
(105,000)	(105,000)	621,359	726,359
105,000	105,000	1,364,816	1,259,816
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,986,175</u>	<u>\$ 1,986,175</u>

Town of Somers, New York

Statement of Fiduciary Net Position

Fiduciary Fund

December 31, 2020

	<u>Custodial Fund</u>
ASSETS	
Cash and equivalents	\$ 9,217,209
Real property taxes receivable for other governments	<u>28,262,629</u>
Total Assets	<u>\$ 37,479,838</u>
LIABILITIES	
Due to other governments	<u>\$ 37,479,840</u>

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

Town of Somers, New York

Statement of Changes in Fiduciary Net Position
Fiduciary Fund
December 31, 2019

	<u>Custodial Fund</u>
ADDITIONS	
Real property taxes collected for other governments	\$ 93,493,175
DEDUCTIONS	
Payments of real property taxes to other governments	<u>93,493,175</u>
Net Increase in Fiduciary Net Position	-
NET POSITION	
Beginning of Year	<u>-</u>
End of Year	<u><u>\$ -</u></u>

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

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Town of Somers, New York

Notes to Financial Statements
December 31, 2020

Note 1 - Summary of Significant Accounting Policies

The Town of Somers, New York ("Town") was established in 1788 and operates in accordance with Town Law and the various other applicable laws of the State of New York. The Town Board is the legislative body responsible for overall operation. The Town Supervisor serves as both the chief executive and chief financial officer. The Town provides the following services to its residents: public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and general and administrative support.

The financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units and the Uniform System of Accounts as prescribed by the State of New York. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The Town's significant accounting policies are described below:

A. Financial Reporting Entity

The financial reporting entity consists of a) the primary government which is the Town, b) organizations for which the Town is financially accountable and c) other organizations for which the nature and significance of their relationship with the Town are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete as set forth by GASB.

In evaluating how to define the Town, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the Town's reporting entity was made by applying the criteria set forth by GASB, including legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, there are no other entities which would be included in the Town's reporting entity.

B. Government-Wide Financial Statements

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

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 1 - Summary of Significant Accounting Policies

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

C. Fund Financial Statements

The accounts of the Town are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The Town maintains the minimum number of funds consistent with legal and managerial requirements. The focus of governmental fund financial statements is on major funds as that term is defined in professional pronouncements. Each major fund is to be presented in a separate column, with non-major funds aggregated and presented in a single column. Fiduciary funds are reported by type. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental activities column, a reconciliation is presented on the pages following, which briefly explain the adjustments necessary to transform the fund based financial statements into the governmental activities column of the government-wide presentation. The Town's resources are reflected in the fund financial statements in two broad fund categories, in accordance with generally accepted accounting principles as follows:

Fund Categories

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

General Fund - The General Fund constitutes the primary operating fund of the Town in that it includes all revenues and expenditures not required by law to be accounted for in other funds.

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

Highway Fund - The Highway Fund is used to account for road and bridge maintenance and improvements as defined in the Highway Law of the State of New York. The major revenue of this fund is real property taxes.

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

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources that are restricted, committed or assigned to

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 1 - Summary of Significant Accounting Policies

expenditures for principal and interest and for financial resources that are being accumulated for principal and interest maturing in future years.

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

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

Special Revenue Funds:

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

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

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

- b. Fiduciary Funds (Not Included in Government-Wide Financial Statements) - The Fiduciary Funds are used to account for assets held by the Town on behalf of others. The Custodial Fund is used to account for real property taxes collected for other governments.

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they have been earned and they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. If expenditures are the prime factor for determining eligibility, revenues

Note 1 - Summary of Significant Accounting Policies

from Federal and State grants are recognized as revenues when the expenditure is made and the amounts are expected to be collected within one year of the fiscal year end. A ninety day availability period is generally used for revenue recognition for most other governmental fund revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, net pension liability and other post-employment benefit liability are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

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

Cash and Equivalents, Investments and Risk Disclosure

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

The Town's deposit and investment policies are governed by State statutes. The Town has adopted its own written investment policy which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The Town is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit.

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

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

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

The Town participates in the Cooperative Liquid Assets Securities System ("CLASS"), a cooperative investment pool, established pursuant to Articles 3A and 5G of General Municipal

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 1 - Summary of Significant Accounting Policies

Law of the State of New York. CLASS has designated Public Trust Advisors, LLC as its registered investment advisor. Public Trust Advisors, LLC is registered with the Securities and Exchange Commission ("SEC"), and is subject to all of the rules and regulations of an investment advisor handling public funds. As such, the SEC provides regulatory oversight of CLASS.

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

The Town's position in the pool at December 31, 2020 of \$358,490 is equal to the value of the pool shares. The maximum maturity for any specific investment in the portfolio is 397 days. CLASS is rated AAAM by Standard & Poor's. Local government investment cooperatives in this rating category meet the highest standards for credit quality, conservative investment policies and safety of principal. The cooperative invests in a high quality portfolio of investments legally permissible for municipalities and school districts in the State.

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

Risk Disclosure

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

Custodial Credit Risk - Custodial risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. GASB Statement No. 40, "*Deposits and Investment Risk Disclosures – an amendment of GASB Statement No. 3*", directs that deposits be disclosed as exposed to custodial risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the Town's name. The Town's aggregate bank balances that were not covered by depository insurance were not exposed to custodial risk at December 31, 2020.

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

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 1 - Summary of Significant Accounting Policies

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

The Town functions in both a fiduciary and guarantor relationship with the County and the various school districts located within the Town with respect to the collection and payment of real property taxes levied by such jurisdictions. County taxes are included in the Town's levy and are payable without penalty for thirty days. The County Charter provides for the Town to collect County and school districts taxes and remit them as collected to the respective municipality. However, the Town must remit to the County sixty percent of the amount levied by May 25th and satisfy the balance of forty percent by October 15th. With respect to school districts taxes, the Charter provides that the Town satisfy the warrant of each school district by April 5th. Thus, the Town's fiduciary responsibility is from the date of the levy until the due date of the respective tax warrant at which time the Town must satisfy its obligations regardless of the amounts collected. County and school districts taxes collected prior to the satisfaction of the respective warrants are considered a fiduciary activity under the provisions of GASB Statement No. 84, "*Fiduciary Activities*", and therefore have been accounted for within the Custodial Fund.

Other Receivables - Other receivables include amounts due from other governments and individuals for services provided by the Town. Receivables are recorded and revenues recognized as earned or as specific program expenditures are incurred. Allowances are recorded when appropriate.

Due From/To Other Funds - During the course of its operations, the Town has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of December 31, 2020, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

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

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

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 1 - Summary of Significant Accounting Policies

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

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

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

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

<u>Class</u>	<u>Life in Years</u>
Buildings and improvements	20-50
Machinery and equipment	5-20
Infrastructure	20-50

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

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

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Town has reported unearned revenues of \$338,251 for grants and deposits received in advance in the Capital Projects Fund. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 1 - Summary of Significant Accounting Policies

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

The Town has reported deferred inflows of resources of \$895,473 in the General Fund for real property taxes not expected to be collected within the first sixty days of the subsequent fiscal year. Those amounts are deferred and recognized as an inflow of resources in the period that the amount becomes available.

The Town reported deferred amounts on refunding bonds resulting from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is being deferred and amortized over the shorter of the life of the refunded or refunding debt.

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

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

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

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

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

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 1 - Summary of Significant Accounting Policies

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

Restricted net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on asset use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Restricted net position for the Town includes restricted for property damage, unemployment benefits, debt service, permanent funds, other trusts and parklands.

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

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

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

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

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 1 - Summary of Significant Accounting Policies

Assigned fund balance, in the General Fund, represents amounts constrained either by policies of the Town Board for amounts assigned for balancing the subsequent year's budget or the Director of Finance 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 funds except the General Fund includes all remaining amounts, except for negative balances, that are not classified as nonspendable and are neither restricted nor committed.

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

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

F. Encumbrances

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

G. Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates, particularly given the significant social and economic disruptions and uncertainties associated with the ongoing COVID-19 ("Coronavirus") pandemic and the mitigation responses, and such differences may be material. (See Note 4C).

H. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is May 7, 2021.

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

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

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 2 - Stewardship, Compliance and Accountability

- k) Appropriations in General, Highway, Public Library, Special Districts and Debt Service funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

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

B. Property Tax Limitation

Under New York State Town Law, the Town is not limited as to the maximum amount of real property taxes which may be raised. However, Chapter 97 of the New York State Laws of 2011, as amended ("Tax Levy Limitation Law") modified previous law by imposing a limit on the amount of real property taxes a local government may levy. The following is a brief summary of certain relevant provisions of the Tax Levy Limitation Law. The summary is not complete and the full text of the Tax Levy Limitation Law should be read in order to understand the details and implementations thereof.

The Tax Levy Limitation Law imposes a limitation on increases in the real property tax levy, subject to certain exceptions. The Tax Levy Limitation Law permits the Town to increase its overall real property tax levy over the tax levy of the prior year by no more than the "Allowable Levy Growth Factor," which is the lesser of one and two-one hundredths or the sum of one plus the Inflation Factor; provided, however that in no case shall the levy growth factor be less than one. The "Inflation Factor" is the quotient of: (i) the average of the 20 National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the coming fiscal year minus the average of the National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the prior fiscal year, divided by (ii) the average of the National Consumer Price Indexes determined by the United States with the result expressed as a decimal to four places. The Town is required to calculate its tax levy limit for the upcoming year in accordance with the provision above and provide all relevant information to the New York State Comptroller prior to adopting its budget. The Tax Levy Limitation Law sets forth certain exclusions to the real property tax levy limitation of the Town, including exclusions for certain portions of the expenditures for retirement system contributions and tort judgments payable by the Town. The Town Board may adopt a budget that exceeds the tax levy limit for the coming fiscal year, only if the Town Board first enacts, by a vote of at least sixty percent of the total voting power of the Town Board, a local law to override such limit for such coming fiscal year.

C. Capital Projects Fund Project Deficits

The NYSERDA capital project has a deficit balance of \$18,860 and the Paving capital project has a deficit balance of \$685,516 at December 31, 2020. These deficits arise because of expenditures exceeding current financing on the projects. These deficits will be eliminated with the subsequent receipt or issuance of authorized financing.

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds

A. Taxes Receivable

Taxes receivable at December 31, 2020 consisted of the following:

Town and County taxes - Current	\$	139,033
Tax liens		939,787
Property acquired for taxes		<u>740,990</u>
		1,819,810
Allowance for uncollectible taxes		<u>(874,673)</u>
	\$	<u>945,137</u>

Taxes receivable in the fund financial statements are also partially offset by deferred tax revenues of \$895,473 which represents an estimate of the taxes receivable which will not be collected within the first sixty days of the subsequent year.

B. Interfund Receivables/Payables

The composition of due from/to other funds at December 31, 2020 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 704,475	\$ 17,614
Special Purpose	-	98
Capital Projects	17,619	704,376
Non-Major Governmental	<u>-</u>	<u>6</u>
	<u>\$ 722,094</u>	<u>\$ 722,094</u>

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

C. Investment in Joint Venture

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

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

Total Assets	\$ 27,367,231
Deferred Outflows of Resources	4,179,650
Total Liabilities	16,350,046
Deferred Inflows of Resources	293,687
Total Equity	14,903,148
Total Operating Revenues	13,032,943
Total Non-Operating Revenues	15,802
Total Expenses	13,534,878

D. Capital Assets

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

	Balance January 1, 2020	Additions	Deletions	Balance December 31, 2020
Capital Assets, not being depreciated:				
Land	\$ 5,881,179	\$ -	\$ -	\$ 5,881,179
Construction in progress	1,791,185	1,706,955	206,896	3,291,244
	<u>\$ 7,672,364</u>	<u>\$ 1,706,955</u>	<u>\$ 206,896</u>	<u>\$ 9,172,423</u>
Capital Assets, being depreciated:				
Buildings and improvements	\$ 12,298,044	\$ 1,011,703	\$ -	\$ 13,309,747
Machinery and equipment	5,657,273	334,182	403,004	5,588,451
Infrastructure	29,962,746	-	-	29,962,746
Total Capital Assets, being depreciated	<u>47,918,063</u>	<u>1,345,885</u>	<u>403,004</u>	<u>48,860,944</u>
Less Accumulated Depreciation for:				
Buildings and improvements	5,240,145	551,332	-	5,791,477
Machinery and equipment	4,033,262	391,003	403,004	4,021,261
Infrastructure	22,072,104	594,190	-	22,666,294
Total Accumulated Depreciation	<u>31,345,511</u>	<u>1,536,525</u>	<u>403,004</u>	<u>32,479,032</u>
Total Capital Assets, being depreciated, net	<u>\$ 16,572,552</u>	<u>\$ (190,640)</u>	<u>\$ -</u>	<u>\$ 16,381,912</u>
Capital Assets, net	<u>\$ 24,244,916</u>	<u>\$ 1,516,315</u>	<u>\$ 206,896</u>	<u>\$ 25,554,335</u>

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

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

General Government Support	\$ 40,631
Public Safety	66,584
Transportation	646,005
Economic Opportunity and Development	2,966
Culture and Recreation	182,857
Home and Community Services	<u>597,482</u>
Total Depreciation Expense	<u>\$ 1,536,525</u>

E. Accrued Liabilities

Accrued liabilities at December 31, 2020 were as follows:

	Fund			Total
	General	Highway	Non-Major Governmental	
Payroll and Employee Benefits	<u>\$ 150,281</u>	<u>\$ 44,960</u>	<u>\$ 18,799</u>	<u>\$ 214,040</u>

F. Long-Term Liabilities

The following table summarizes changes in the Town's long-term liabilities for the year ended December 31, 2020:

	Balance January 1, 2020	New Issues/ Additions	Maturities and/or Payments	Balance December 31, 2020	Due Within One Year
General Obligation Bonds Payable:					
Capital Construction	\$ 5,168,225	\$ -	\$ 959,099	\$ 4,209,126	\$ 987,510
Other	208,179	-	96,701	111,478	100,595
	5,376,404	-	1,055,800	4,320,604	1,088,105
Plus					
Unamortized premium on bonds	30,792	-	1,866	28,926	-
	5,407,196	-	1,057,666	4,349,530	1,088,105
Other Non-current Liabilities:					
Compensated Absences	172,869	72,273	17,000	228,142	23,000
Net Pension Liability	923,992	2,587,804	-	3,511,796	-
Other Post Employment Benefit Liability	24,031,087	5,520,634	967,625	28,584,096	-
Total Other Non-current Liabilities	25,127,948	8,180,711	984,625	32,324,034	23,000
Long-Term Liabilities	<u>\$ 30,535,144</u>	<u>\$ 8,180,711</u>	<u>\$ 2,042,291</u>	<u>\$ 36,673,564</u>	<u>\$ 1,111,105</u>

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

Bonds Payable

Bonds payable at December 31, 2020 are comprised of the following individual issues:

<u>Purpose</u>	<u>Year of Issue</u>	<u>Original Issue Amount</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Amount Outstanding at December 31, 2020</u>
Environmental Facilities Corporation Refunding Bonds 2011 A	2011	\$ 3,648,590	05/2022	3.989 %	\$ 394,311
Environmental Facilities Corporation Refunding Bonds 2011 C	2011	502,701	11/2021	3.165 - 3.566	94,998
Public Improvement Bonds	2011	2,000,000	05/2021	3.000	225,000
Public Improvement Bonds	2014	2,000,000	05/2024	2.000 - 2.500	850,000
Refunding Bonds	2015	3,300,000	05/2036	2.000 - 3.250	2,690,000
Public Improvement Bonds	2016	350,000	06/2021	1.950	66,295
					<u>\$ 4,320,604</u>

Interest expenditures of \$129,038, were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$128,548 was recorded in the government-wide financial statements for governmental activities.

Payments to Maturity

The annual requirements to amortize all bonded debt outstanding as of December 31, 2020, including interest payments of \$725,537 are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 1,088,105	\$ 109,586	\$ 1,197,691
2022	402,499	80,491	482,990
2023	360,000	72,225	432,225
2024	365,000	64,156	429,156
2025	150,000	58,363	208,363
2026-2030	815,000	231,391	1,046,391
2031-2035	940,000	106,075	1,046,075
2036	200,000	3,250	203,250
	<u>\$ 4,320,604</u>	<u>\$ 725,537</u>	<u>\$ 5,046,141</u>

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

Legal Debt Margin

The Town is subject to legal limitations on the amount of debt that it may issue. The Town's legal debt margin is 7% of the five year average full valuation of taxable real property. At December 31, 2020 that amount was \$276,270,477. As of December 31, 2020 the total outstanding debt applicable to the limit was \$4,320,604, which is 1.56% of the total debt limit.

Compensated Absences

Civil service employees may accumulate and carryover up to ten vacation days. Upon separation of service, employees will be compensated for unused leave. Employees may accumulate unused sick leave, however, upon separation of service, they are not compensated for this leave. The Town has determined that the potential liability for compensated absences as of December 31, 2020 was \$228,142. The value of all compensated absences has been recorded in the government-wide financial statements.

Pension Plans

New York State and Local Retirement System

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

The System is noncontributory except for employees who joined after July 27, 1976, who contribute 3% of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010, who generally contribute between 3% and 6% of their salary for their entire length of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the System's fiscal year ending March 31. The employer contribution rates for the plan's year ending in 2020 are as follows:

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	1 75I	21.4 %
	3 A14	16.0
	4 A15	16.0
	5 A15	13.3
	6 A15	9.5
PFRS	2 375I	18.6 %

At December 31, 2020, the Town reported the following for its proportionate share of the net pension liability for ERS and PFRS:

	<u>ERS</u>	<u>PFRS</u>
Measurement date	March 31, 2020	March 31, 2020
Net pension liability	\$ 3,442,172	\$ 69,624
Town's proportion of the net pension liability	0.0129989 %	0.0013026 %
Change in proportion since the prior measurement date	0.0002946 %	(0.0001200) %

The net pension liability was measured as of March 31, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Town's proportion of the net pension liability was based on a computation of the actuarially determined indexed present value of future compensation by employer relative to the total of all participating members.

For the year ended December 31, 2020, the Town recognized its proportionate share of pension expense in the government-wide financial statements of \$1,258,451 for ERS and \$33,362 for PFRS. Pension expenditures of \$599,266 for ERS and \$20,297 for PFRS were recorded in the fund financial statements and were charged to the following funds.

	<u>ERS</u>	<u>PFRS</u>
General	\$ 396,959	\$ 20,297
Highway	115,747	-
Special Districts	27,402	-
Library	<u>59,158</u>	<u>-</u>
Total	<u>\$ 599,266</u>	<u>\$ 20,297</u>

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

At December 31, 2020, the Town reported its proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	ERS		PFRS		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 202,586	\$ -	\$ 4,636	\$ 1,166	\$ 207,222	\$ 1,166
Changes of assumptions	69,309	59,847	5,951	-	75,260	59,847
Net difference between projected and actual earnings on pension plan investments	1,764,625	-	31,354	-	1,795,979	-
Changes in proportion and differences between Town contributions and proportionate share of contributions	189,393	13,246	21,215	2,441	210,608	15,687
Town contributions subsequent to the measurement date	454,855	-	15,292	-	470,147	-
	<u>\$ 2,680,768</u>	<u>\$ 73,093</u>	<u>\$ 78,448</u>	<u>\$ 3,607</u>	<u>\$ 2,759,216</u>	<u>\$ 76,700</u>

\$454,855 and \$15,292 reported as deferred outflows of resources related to ERS and PFRS, respectively, resulting from the Town's accrued contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the plan year ended March 31, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ERS and PFRS will be recognized in pension expense as follows:

Year Ended	March 31,	
	ERS	PFRS
2021	\$ 406,535	\$ 15,467
2022	546,371	14,338
2023	669,439	15,680
2024	530,475	12,354
2025	-	1,710
	<u>\$ 2,152,820</u>	<u>\$ 59,549</u>

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

	ERS	PFRS
Measurement date	March 31, 2020	March 31, 2020
Actuarial valuation date	April 1, 2019	April 1, 2019
Investment rate of return	6.8%	6.8%
Salary scale	4.2%	5.0%
Inflation rate	2.5%	2.5%
Cost of living adjustments	1.3%	1.3%

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

Annuitant mortality rates are based on the System's experience with adjustments for mortality improvements based on Society of Actuaries Scale MP-2014.

The actuarial assumptions used in the valuation are based on the results of an actuarial experience study for the period April 1, 2010 - March 31, 2015.

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

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

<u>Asset Type</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	36 %	4.05 %
International Equity	14	6.15
Private Equity	10	6.75
Real Estate	10	4.95
Absolute Return Strategies	2	3.25
Opportunistic Portfolio	3	4.65
Real Assets	3	5.95
Bonds and Mortgages	17	0.75
Cash	1	-
Inflation Indexed Bonds	4	0.50
	<u>100 %</u>	

The real rate of return is net of the long-term inflation assumption of 2.5%.

The discount rate used to calculate the total pension liability was 6.8%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based upon those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 6.8%, as well as what the Town's proportionate share of the net pension

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (5.8%) or 1 percentage point higher (7.8%) than the current rate:

	1% Decrease (5.8%)	Current Discount Rate (6.8%)	1% Increase (7.8%)
Town's proportionate share of the ERS net pension liability (asset)	<u>\$ 6,317,357</u>	<u>\$ 3,442,172</u>	<u>\$ 794,114</u>
Town's proportionate share of the PFRS net pension liability	<u>\$ 124,489</u>	<u>\$ 69,624</u>	<u>\$ 20,491</u>

The components of the collective net pension liability as of the March 31, 2020 measurement date were as follows:

	ERS	PFRS	Total
Total pension liability	\$ 194,596,261,000	\$ 35,309,017,000	\$ 229,905,278,000
Fiduciary net position	<u>168,115,682,000</u>	<u>29,964,080,000</u>	<u>198,079,762,000</u>
Employers' net pension liability	<u>\$ 26,480,579,000</u>	<u>\$ 5,344,937,000</u>	<u>\$ 31,825,516,000</u>
Fiduciary net position as a percentage of total pension liability	<u>86.39%</u>	<u>84.86%</u>	<u>86.16%</u>

Employer contributions to ERS and PFRS are paid annually and cover the period through the end of the System's fiscal year, which is March 31st. Retirement contributions as of December 31, 2020 represent the employer contribution for the period of April 1, 2020 through December 31, 2020 based on prior year ERS and PFRS wages multiplied by the employers' contribution rate, by tier. Retirement contributions to ERS and PFRS for the nine months ended December 31, 2020 were \$454,855 and \$15,292 respectively.

Voluntary Defined Contribution Plan

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

Other Post Employment Benefit Liability ("OPEB")

In addition to providing pension benefits, the Town provides certain health care benefits for retired employees through a single employer defined benefit OPEB plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Town may vary according to length of service. The cost of providing post employment health care benefits is shared between the Town and the retired employee as noted below. Substantially all of the Town's employees may become eligible for those benefits if they reach normal retirement age while working for the Town. No assets are accumulated in a trust that meets the criteria in

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

paragraph 4 of GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other than Pensions", so the net OPEB liability is equal to the total OPEB liability. Separate financial statements are not issued for the plan.

At December 31, 2020, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefit payments	72
Active employees	<u>77</u>
	<u><u>149</u></u>

The Town's total OPEB liability of \$28,584,096 was measured as of December 31, 2020, and was determined by an actuarial valuation as of January 1, 2020.

The total OPEB liability in the January 1, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary increases	3.00%
Discount rate	1.93%
Healthcare cost trend rates	8.0% for 2021, decreasing by up to .5% per year to an ultimate rate of 5.0% for 2027
Retirees' share of benefit-related costs	Varies from 0% to 100%, depending on applicable retirement year and bargaining unit

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

Mortality rates were based on the sex-distinct RP-2014 Mortality Tables for employees and healthy annuitants, adjusted backward to 2006 with scale MP-2016.

The actuarial assumptions used in the January 1, 2020 valuation for turnover and retirement for ERS and PFRS were based on the April 1, 2010 to March 31, 2015 experience study released by the Retirement Systems Actuary and published in their August 2015 report.

The Town's change in the total OPEB liability for the year ended December 31, 2020 is as follows:

Total OPEB Liability - Beginning of Year	\$ 24,031,087
Service cost	548,991
Interest	767,641
Differences between expected and actual experience	(68,066)
Changes in assumptions or other inputs	4,272,068
Benefit payments	<u>(967,625)</u>
Total OPEB Liability - End of Year	<u><u>\$ 28,584,096</u></u>

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (0.93%) or 1 percentage point higher (2.93%) than the current discount rate:

	1% Decrease (0.93%)	Current Discount Rate (1.93%)	1% Increase (2.93%)
Total OPEB Liability	<u>\$ 31,796,715</u>	<u>\$ 28,584,096</u>	<u>\$ 25,371,477</u>

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

	1% Decrease (7.0% decreasing to 4.0%)	Healthcare Cost Trend Rates (8.0% decreasing to 5.0%)	1% Increase (9.0% decreasing to 6.0%)
Total OPEB Liability	<u>\$ 23,823,121</u>	<u>\$ 28,584,096</u>	<u>\$ 34,228,146</u>

For the year ended December 31, 2020, the Town recognized OPEB expense of \$1,614,307 in the government-wide financial statements. At December 31, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions or other inputs	\$ 4,113,500	\$ -
Differences between expected and actual experience	-	1,980,125
	<u>\$ 4,113,500</u>	<u>\$ 1,980,125</u>

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

Year Ended December 31,	
2021	\$ 297,675
2022	297,675
2023	697,228
2024	<u>840,797</u>
	<u>\$ 2,133,375</u>

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

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
	Debt Service Fund	Capital Projects Fund	Non-Major Governmental Funds	
General Fund	\$ 240,469	\$ 241,349	\$ -	\$ 481,818
Highway Fund	497,186	-	-	497,186
Special Purpose Fund	-	8,021	13,872	21,893
Non-Major Governmental Funds	448,186	-	-	448,186
	<u>\$ 1,185,841</u>	<u>\$ 249,370</u>	<u>\$ 13,872</u>	<u>\$ 1,449,083</u>

Transfers are used to 1) move amounts to the Debt Service Fund from the operating funds as debt service principal and interest payments become due and 2) move amounts earmarked in the operating funds to fulfill commitments for the Capital Projects and Library funds 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 Property Damage - the component of net position that has been established to set aside funds to be used to self-insure the Town for its deductibles for annual property damage claims, pursuant to General Municipal Law.

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

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

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

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

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

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

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

I. Fund Balances

	2020						2019							
	General Fund	Highway Fund	Debt Service Fund	Special Purpose Fund	Capital Projects Fund	Non-Major Governmental Funds	Total	General Fund	Highway Fund	Debt Service Fund	Special Purpose Fund	Capital Projects Fund	Non-Major Governmental Funds	Total
Nonspendable														
Prepaid expenditures	\$ 372,501	\$ 29,666	\$ -	\$ -	\$ -	\$ 21,729	\$ 423,896	\$ 295,450	\$ 26,749	\$ -	\$ -	\$ -	\$ 21,373	\$ 343,572
Trust principal	-	-	-	-	-	284,878	284,878	-	-	-	-	-	284,878	284,878
Total Nonspendable	372,501	29,666	-	-	-	306,607	708,774	295,450	26,749	-	-	-	306,251	628,450
Restricted														
Debt service	-	-	350,067	-	-	-	350,067	-	-	348,189	-	-	-	348,189
Property damage	198,210	-	-	-	-	-	198,210	197,101	-	-	-	-	-	197,101
Unemployment benefits	-	-	-	-	-	20,236	20,236	-	-	-	-	-	20,229	20,229
Parklands	-	-	-	3,606,266	-	-	3,606,266	-	-	-	3,571,640	-	-	3,571,640
Trusts	-	-	-	32,435	-	9,262	41,697	-	-	-	53,080	-	-	53,080
Total Restricted	198,210	-	350,067	3,638,701	-	29,498	4,216,476	197,101	-	348,189	3,624,720	-	20,229	4,190,239
Assigned														
Subsequent year's expenditures	635,943	12,037	-	-	-	-	647,980	369,517	105,000	-	-	-	-	474,517
Capital costs	3,122,329	-	-	-	-	-	3,122,329	2,987,329	-	-	-	-	-	2,987,329
Tax certiorari	1,000,000	-	-	-	-	-	1,000,000	650,000	-	-	-	-	-	650,000
Highway	-	1,944,472	-	-	-	-	1,944,472	-	1,233,067	-	-	-	-	1,233,067
Library	-	-	-	-	-	737,686	737,686	-	-	-	-	-	539,992	539,992
Special Districts	-	-	-	-	-	929,976	929,976	-	-	-	-	-	598,867	598,867
Total Assigned	4,758,272	1,956,509	-	-	-	1,667,662	8,382,443	4,006,846	1,338,067	-	-	-	1,138,859	6,483,772
Unassigned	2,524,988	-	-	-	(704,376)	-	1,820,612	2,313,601	-	-	-	(225,756)	-	2,087,845
Total Fund Balances	\$ 7,853,971	\$ 1,986,175	\$ 350,067	\$ 3,638,701	\$ (704,376)	\$ 2,003,767	\$ 15,128,305	\$ 6,812,998	\$ 1,364,816	\$ 348,189	\$ 3,624,720	\$ (225,756)	\$ 1,465,339	\$ 13,390,306

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

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

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

Subsequent year's expenditures represent that at December 31, 2020, the Town Board has assigned the above amounts to be appropriated for the ensuing year's budget.

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

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

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

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

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

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

B. Risk Management

The Town purchases various conventional insurance policies to reduce its exposure to loss. The general liability, public officials liability, commercial automobile and police professional liability policies each provide for coverage with an occurrence limit of \$1 million. The Town also maintains an excess liability policy with a limit of \$20 million occurrence over general liability, automobile, police professional and public officials liability. The Town purchases conventional workers' compensation insurance with coverage at statutory levels. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past three fiscal years. The Town is self-insured for property damage as it relates to glass damage not covered by conventional insurance and deductibles for all private passenger type vehicles. The Town purchases health insurance from the New York State Health Insurance Program.

Town of Somers, New York

Notes to Financial Statements (Continued)
December 31, 2020

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

C. Contingencies

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

Coronavirus

On March 11, 2020, the World Health Organization declared a global pandemic as a result of the spread of Coronavirus. This was followed by the President of the United States declaring the outbreak of Coronavirus a national emergency on March 13, 2020.

Preceding these announcements, the Governor of the State of New York declared a state of emergency on March 7, 2020 and has since issued multiple Executive Orders regarding the pandemic. Furthermore, the Enacted 2020-21 New York State budget granted the Budget Director the authority to reduce state aid payments to local governments and school districts by any amount needed to achieve a balanced budget. The Budget Director is authorized, under Section 1(f) of Chapter 53 of the Laws of 2020, to withhold all or some of specific local aid payments during state fiscal year 2020-21, that began on April 1, 2020, if the budget is deemed unbalanced and if the Budget Director further determines that such withholding is necessary to respond to the direct and indirect economic financial and social effects of the Coronavirus pandemic ("Reduction Authority").

The ultimate size of any permanent reductions would depend on the availability of unrestricted Federal Aid. The onset of the pandemic in the spring of 2020 coincided with the start of the new fiscal year for New York State. With the uncertainties that existed at that time with respect to additional federal assistance and an expected drop in economic activity, the Governor was given authority to make amendments subsequent to the adoption of the 2020-21 New York State budget, which did not take these factors into consideration. This authority included, but was not limited to, the ability to withhold a minimum of 20% of most state aid payments to municipalities to achieve cash flow savings that New York State needed for its budget. Many of these reductions were implemented beginning with payments made by the state in the late spring of 2020 and thus negatively impacted state aid revenues reported by local municipalities that year. However, in the first quarter of 2021, based on New York State's projection of slightly better than expected revenue collections through the first nine months of its fiscal year and additional federal stimulus measures, New York State has indicated that it would restore 75% of the funds withheld from municipalities by March 31, 2021. This would serve to reduce, but not fully eliminate, the impact of the state aid reductions realized in 2020. There continues to be no assurance that state aid in the 2021-22 New York State budget will be restored to pre-pandemic levels. This potential reduction in state aid will need to be considered in managing local municipal budgets going forward.

In addition to these New York State actions, the Town's economically sensitive revenues (i.e., sales tax distributions, mortgage tax, interest earnings, charges for services) are being negatively impacted. Meanwhile, the Town's expenditures on health and safety measures (personal protective equipment, sanitizing supplies, custodial overtime, technology acquisitions to support a safe working environment) will increase significantly.

Town of Somers, New York

Notes to Financial Statements (Concluded)
December 31, 2020

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

The outbreak of the Coronavirus and the dramatic steps taken by the Federal government and New York State to address it will continue to negatively affect New York State and its local economies. The full impact of the Coronavirus on New York State's operations and financial condition is not expected to be known for some time. Similarly, the degree of the impact on the Town's future operations and finances as a result of the Coronavirus is extremely difficult to predict due to uncertainties relating to its duration and severity, as well as with regard to what actions may be taken by governmental and other health care authorities, including New York State, to contain or mitigate its effects. The spread of the outbreak or reemergence later in the year could have a material adverse financial effect on New York State and local municipalities, including the Town. The Town is continuously monitoring the situation and will take such proactive measures as may be required to maintain operations and meet its obligations. Given this level of uncertainty, management cannot reasonably estimate the actual impact on the Town's future financial position at this time.

Note 5 - Recently Issued GASB Pronouncements

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

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

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Town of Somers, New York

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

	2020	2019	2018
Total OPEB Liability:			
Service cost	\$ 548,991	\$ 526,573	\$ 569,296
Interest	767,641	867,990	922,889
Changes of benefit terms	-	-	-
Differences between expected and actual experience	(68,066)	(1,877,607)	(1,997,767)
Changes of assumptions or other inputs	4,272,068 (4)	1,159,742 (4)	- (4)
Benefit payments	(967,625)	(982,954)	(1,022,349)
Net Change in Total OPEB Liability	4,553,009	(306,256)	(1,527,931)
Total OPEB Liability – Beginning of Year	24,031,087	24,337,343	25,865,274 (3)
Total OPEB Liability – End of Year	<u>\$ 28,584,096</u>	<u>\$ 24,031,087</u>	<u>\$ 24,337,343</u>
Town's covered-employee payroll	<u>\$ 5,091,000</u>	<u>\$ 4,875,000</u>	<u>\$ 4,661,800</u>
Total OPEB liability as a percentage of covered-employee payroll	<u>561.46%</u>	<u>492.95%</u>	<u>522.06%</u>

(1) Data not available prior to fiscal year 2018 implementation of Governmental Accounting Standards Board Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions".

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

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

(4) Changes in assumptions or other inputs. The discount rate used to measure the total OPEB liability was based on the yield to maturity of the S&P Municipal Bond 20 Year High Grade Rate Index and was as follows:

December 31, 2018: 3.64%

December 31, 2019: 3.26%

December 31, 2020: 1.93%

See independent auditors' report.

Town of Somers, New York

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

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

	2020 (4)	2019	2018	2017	2016 (3)	2015
Town's proportion of the net pension liability	0.0129989%	0.0127043%	0.0131091%	0.0127720%	0.0121090%	0.0126587%
Town's proportionate share of the net pension liability	\$ 3,442,172	\$ 900,135	\$ 423,090	\$ 1,200,082	\$ 1,943,528	\$ 427,640
Town's covered payroll	\$ 4,408,754	\$ 4,172,929	\$ 4,143,362	\$ 4,035,219	\$ 3,891,006	\$ 3,883,535
Town's proportionate share of the net pension liability as a percentage of its covered payroll	78.08%	21.57%	10.21%	29.74%	49.95%	11.01%
Plan fiduciary net position as a percentage of the total pension liability	86.39%	96.27%	98.24%	94.70%	90.70%	97.90%

Schedule of Contributions

	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 606,473	\$ 577,641	\$ 593,215	\$ 589,725	\$ 598,286	\$ 615,247
Contributions in relation to the contractually required contribution	(606,473)	(577,641)	(593,215)	(589,725)	(598,286)	(615,247)
Contribution excess	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Town's covered payroll	\$ 4,606,001	\$ 4,408,320	\$ 4,124,797	\$ 4,104,413	\$ 3,969,835	\$ 4,093,334
Contributions as a percentage of covered payroll	13.17%	13.10%	14.38%	14.37%	15.07%	15.03%

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27".

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

(3) The discount rate used to calculate the total pension liability was decreased from 7.5% to 7.0% effective with the March 31, 2016 measurement date.

(4) The discount rate used to calculate the total pension liability was decreased from 7.0% to 6.8% effective with the March 31, 2020 measurement date.

Town of Somers, New York

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

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

	2020 (4)	2019	2018	2017	2016 (3)	2015
Town's proportion of the net pension liability	<u>0.0013026%</u>	<u>0.0014226%</u>	<u>0.0015378%</u>	<u>0.0013308%</u>	<u>0.0017036%</u>	<u>0.0016548%</u>
Town's proportionate share of the net pension liability	<u>\$ 69,624</u>	<u>\$ 23,857</u>	<u>\$ 15,543</u>	<u>\$ 27,582</u>	<u>\$ 50,439</u>	<u>\$ 4,555</u>
Town's covered payroll	<u>\$ 110,525</u>	<u>\$ 114,713</u>	<u>\$ 116,083</u>	<u>\$ 113,091</u>	<u>\$ 113,049</u>	<u>\$ 135,560</u>
Town's proportionate share of the net pension liability as a percentage of its covered payroll	<u>62.99%</u>	<u>20.80%</u>	<u>13.39%</u>	<u>24.39%</u>	<u>44.62%</u>	<u>3.36%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>84.86%</u>	<u>95.09%</u>	<u>96.93%</u>	<u>93.50%</u>	<u>90.20%</u>	<u>99.00%</u>

Schedule of Contributions

	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 20,389	\$ 20,019	\$ 19,798	\$ 19,848	\$ 19,392	\$ 25,407
Contributions in relation to the contractually required contribution	<u>(20,389)</u>	<u>(20,019)</u>	<u>(19,798)</u>	<u>(19,848)</u>	<u>(19,392)</u>	<u>(25,407)</u>
Contribution excess	<u>\$ -</u>					
Town's covered payroll	<u>\$ 102,359</u>	<u>\$ 116,074</u>	<u>\$ 113,671</u>	<u>\$ 115,419</u>	<u>\$ 110,340</u>	<u>\$ 127,723</u>
Contributions as a percentage of covered payroll	<u>19.92%</u>	<u>17.25%</u>	<u>17.42%</u>	<u>17.20%</u>	<u>17.57%</u>	<u>19.89%</u>

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27".

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

(3) The discount rate used to calculate the total pension liability was decreased from 7.5% to 7.0% effective with the March 31, 2016 measurement date.

(4) The discount rate used to calculate the total pension liability was decreased from 7.0% to 6.8% effective with the March 31, 2020 measurement date.

See independent auditors' report.

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Town of Somers, New York

General Fund
Comparative Balance Sheet
December 31,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	\$ 6,477,223	\$ 5,873,131
Investments	1,016	40,813
Taxes receivable, net of allowance for uncollectible taxes of \$874,673 in 2020 and \$794,575 in 2019	945,137	822,751
Other receivables		
Accounts	143,612	153,881
State and Federal aid	42,970	58,022
Due from other governments	1,194,217	1,133,677
Due from other funds	704,475	491,579
	<u>2,085,274</u>	<u>1,837,159</u>
Prepaid expenditures	372,501	295,450
Total Assets	<u>\$ 9,881,151</u>	<u>\$ 8,869,304</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 234,469	\$ 306,051
Accrued liabilities	150,281	114,556
Deposits	720,783	780,737
Employee payroll deductions	8,560	9,150
Due to other funds	17,614	59,438
Total Liabilities	<u>1,131,707</u>	<u>1,269,932</u>
Deferred inflows of resources		
Deferred tax revenues	895,473	786,374
Total Liabilities and Deferred Inflows of Resources	<u>2,027,180</u>	<u>2,056,306</u>
Fund balance		
Nonspendable	372,501	295,450
Restricted	198,210	197,101
Assigned	4,758,272	4,006,846
Unassigned	2,524,988	2,313,601
Total Fund Balance	<u>7,853,971</u>	<u>6,812,998</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 9,881,151</u>	<u>\$ 8,869,304</u>

See independent auditors' report.

Town of Somers, New York

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

	2020			Variance with Final Budget
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 2,950,059	\$ 2,950,059	\$ 2,856,285	\$ (93,774)
Other tax items	209,302	209,302	457,503	248,201
Non-property taxes	4,101,000	4,101,000	4,695,642	594,642
Departmental income	732,300	732,300	179,139	(553,161)
Intergovernmental charges	30,000	30,000	48,176	18,176
Use of money and property	141,112	141,112	107,117	(33,995)
Licenses and permits	255,000	255,000	347,456	92,456
Fines and forfeitures	130,000	130,000	75,272	(54,728)
Sale of property and compensation for loss	-	-	32	32
Interfund revenues	81,797	81,797	98,797	17,000
State aid	752,915	699,915	999,408	299,493
Federal aid	49,641	49,641	57,119	7,478
Miscellaneous	45,608	98,608	159,566	60,958
Total Revenues	9,478,734	9,478,734	10,081,512	602,778
EXPENDITURES				
Current				
General government support	2,706,877	2,752,253	2,479,786	272,467
Public safety	1,330,508	1,445,887	1,420,953	24,934
Health	421,121	465,717	465,715	2
Transportation	334,237	335,919	305,346	30,573
Economic opportunity and development	575,265	636,403	531,775	104,628
Culture and recreation	1,336,041	1,109,550	854,228	255,322
Home and community services	229,325	230,807	213,552	17,255
Employee benefits	2,674,400	2,389,889	2,319,744	70,145
Total Expenditures	9,607,774	9,366,425	8,591,099	775,326
Excess (Deficiency) of Revenues Over Expenditures	(129,040)	112,309	1,490,413	1,378,104
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	-	-	32,378	32,378
Transfers out	(240,477)	(481,826)	(481,818)	8
Total Other Financing Uses	(240,477)	(481,826)	(449,440)	32,386
Net Change in Fund Balance	(369,517)	(369,517)	1,040,973	1,410,490
FUND BALANCE				
Beginning of Year	369,517	369,517	6,812,998	6,443,481
End of Year	\$ -	\$ -	\$ 7,853,971	\$ 7,853,971

See independent auditors' report.

2019			
Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 2,882,120	\$ 2,882,120	\$ 2,702,210	\$ (179,910)
241,363	241,363	285,290	43,927
3,601,000	3,601,000	4,223,223	622,223
691,400	691,400	885,671	194,271
30,000	30,000	53,213	23,213
71,112	71,112	259,347	188,235
245,000	245,000	344,637	99,637
130,300	130,300	127,247	(3,053)
100	100	4,414	4,314
81,797	81,797	97,990	16,193
853,100	853,100	773,367	(79,733)
56,834	56,834	60,245	3,411
59,300	59,300	186,179	126,879
<u>8,943,426</u>	<u>8,943,426</u>	<u>10,003,033</u>	<u>1,059,607</u>
2,525,303	2,539,452	2,424,521	114,931
1,109,202	1,189,442	1,178,236	11,206
386,289	392,362	391,910	452
329,387	344,670	317,654	27,016
496,018	504,918	490,141	14,777
1,252,925	1,275,373	1,254,284	21,089
218,232	222,721	218,947	3,774
<u>2,653,500</u>	<u>2,430,399</u>	<u>2,358,915</u>	<u>71,484</u>
<u>8,970,856</u>	<u>8,899,337</u>	<u>8,634,608</u>	<u>264,729</u>
(27,430)	44,089	1,368,425	1,324,336
-	-	152	152
<u>(250,092)</u>	<u>(1,220,265)</u>	<u>(1,220,259)</u>	<u>6</u>
<u>(250,092)</u>	<u>(1,220,265)</u>	<u>(1,220,107)</u>	<u>158</u>
(277,522)	(1,176,176)	148,318	1,324,494
<u>277,522</u>	<u>1,176,176</u>	<u>6,664,680</u>	<u>5,488,504</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,812,998</u>	<u>\$ 6,812,998</u>

Town of Somers, New York

General Fund
 Schedule of Revenues and Other Financing Sources Compared to Budget
 Year Ended December 31, 2020
 (With Comparative Actuals for 2019)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2019 Actual
REAL PROPERTY TAXES	\$ 2,950,059	\$ 2,950,059	\$ 2,856,285	\$ (93,774)	\$ 2,702,210
OTHER TAX ITEMS					
Payments in lieu of taxes	9,302	9,302	9,302	-	9,031
Interest and penalties on real property taxes	200,000	200,000	448,201	248,201	276,259
	<u>209,302</u>	<u>209,302</u>	<u>457,503</u>	<u>248,201</u>	<u>285,290</u>
NON-PROPERTY TAXES					
Non-property tax distribution from County	3,625,000	3,625,000	4,235,756	610,756	3,738,935
Franchise fees - Cable TV	476,000	476,000	459,886	(16,114)	484,288
	<u>4,101,000</u>	<u>4,101,000</u>	<u>4,695,642</u>	<u>594,642</u>	<u>4,223,223</u>
DEPARTMENTAL INCOME					
Town Clerk fees	10,000	10,000	18,266	8,266	17,880
Engineering fees	75,000	75,000	31,591	(43,409)	167,229
Public safety fees	4,000	4,000	4,275	275	4,725
Parking lots and garages	2,100	2,100	960	(1,140)	1,740
Parks and recreation charges	548,200	548,200	53,490	(494,710)	564,785
Recreation concessions	10,000	10,000	-	(10,000)	10,000
Zoning fees	4,000	4,000	6,350	2,350	5,850
Planning Board fees	65,000	65,000	45,904	(19,096)	90,357
Vital statistics fees	9,000	9,000	12,960	3,960	13,480
Other	5,000	5,000	5,343	343	9,625
	<u>732,300</u>	<u>732,300</u>	<u>179,139</u>	<u>(553,161)</u>	<u>885,671</u>

INTERGOVERNMENTAL CHARGES

Programs for the aging	30,000	30,000	48,176	18,176	53,213
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USE OF MONEY AND PROPERTY

Earnings on investments	125,200	125,200	91,903	(33,297)	243,147
Rental of real property	15,912	15,912	15,214	(698)	16,200

	141,112	141,112	107,117	(33,995)	259,347
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LICENSES AND PERMITS

Dog licenses	20,000	20,000	19,777	(223)	21,064
Building and alteration permits	235,000	235,000	327,679	92,679	323,573

	255,000	255,000	347,456	92,456	344,637
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FINES AND FORFEITURES

Fines and forfeited bail	130,000	130,000	75,272	(54,728)	127,247
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**SALE OF PROPERTY AND
COMPENSATION FOR LOSS**

Other sales	-	-	32	32	4,414
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INTERFUND REVENUES

Services to other funds	81,797	81,797	98,797	17,000	97,990
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STATE AID

Per capita	53,000	-	-	-	-
Mortgage tax	625,000	625,000	916,483	291,483	697,780
Programs for the aging	74,915	74,915	82,825	7,910	75,587

	752,915	699,915	999,408	299,493	773,367
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FEDERAL AID

Programs for the aging	49,641	49,641	57,119	7,478	60,245
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Town of Somers, New York

General Fund

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

Year Ended December 31, 2020

(With Comparative Actuals for 2019)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2019 Actual
MISCELLANEOUS					
Gifts and donations	\$ 45,108	\$ 45,108	\$ 51,565	\$ 6,457	\$ 45,864
AIM related payments	-	53,000	53,185	185	53,185
Refund of prior year expenditures	-	-	46,992	46,992	31,909
Other	500	500	7,824	7,324	55,221
	<u>45,608</u>	<u>98,608</u>	<u>159,566</u>	<u>60,958</u>	<u>186,179</u>
TOTAL REVENUES	<u>9,478,734</u>	<u>9,478,734</u>	<u>10,081,512</u>	<u>602,778</u>	<u>10,003,033</u>
OTHER FINANCING SOURCES					
Insurance recoveries	-	-	32,378	32,378	152
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 9,478,734</u>	<u>\$ 9,478,734</u>	<u>\$ 10,113,890</u>	<u>\$ 635,156</u>	<u>\$ 10,003,185</u>

See independent auditors' report.

Town of Somers, New York

General Fund
 Schedule of Expenditures and Other Financing Uses Compared to Budget
 Year Ended December 31, 2020
 (With Comparative Actuals for 2019)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2019 Actual
GENERAL GOVERNMENT SUPPORT					
Town Board	\$ 100,448	\$ 100,448	\$ 54,909	\$ 45,539	\$ 108,952
Town Justice	263,706	263,706	259,026	4,680	282,864
Supervisor	254,716	256,725	256,724	1	245,989
Finance	288,237	288,246	240,122	48,124	262,288
Auditor	51,050	53,290	53,290	-	51,050
Tax collection	129,803	130,604	130,604	-	119,194
Assessment	177,320	177,320	172,798	4,522	153,222
Town Clerk	149,357	149,357	146,357	3,000	137,149
Town Attorney	231,377	231,377	197,119	34,258	225,693
Engineer	185,337	185,337	178,837	6,500	171,158
Elections	35,379	35,379	34,279	1,100	34,047
Records management	21,343	21,343	7,417	13,926	17,908
Central services					
Operation of plant/buildings	190,467	240,338	240,337	1	189,704
Central supply	2,000	2,000	-	2,000	350
Central storeroom	800	800	214	586	518
Central printing and mailing	31,000	31,000	29,765	1,235	28,739
Central data processing	235,334	235,334	141,300	94,034	95,464
Special items					
Unallocated insurance	285,000	285,000	278,890	6,110	257,749
Municipal association dues	4,200	4,200	2,750	1,450	4,900
Judgments and claims	5,000	5,000	-	5,000	-
Property loss	400	400	-	400	-
Easements	3	3	3	-	3
Taxes and assessments on property	26,600	41,858	41,857	1	24,621
Metropolitan commuter transportation mobility tax	13,000	13,188	13,188	-	12,959
Contingency	25,000	-	-	-	-
	<u>2,706,877</u>	<u>2,752,253</u>	<u>2,479,786</u>	<u>272,467</u>	<u>2,424,521</u>

PUBLIC SAFETY

Police	879,464	991,875	991,875	-	808,134
Traffic control	30,000	30,000	25,833	4,167	28,499
Control of dogs	21,393	21,393	15,021	6,372	13,238
Fire protection	33,888	33,888	19,493	14,395	31,393
Safety inspection	365,763	368,731	368,731	-	296,972
	<u>1,330,508</u>	<u>1,445,887</u>	<u>1,420,953</u>	<u>24,934</u>	<u>1,178,236</u>

HEALTH

Registrar of Vital Statistics	9,300	13,442	13,442	-	13,580
Drug abuse prevention	2,500	2,689	2,689	-	2,520
Northern Westchester Guidance	5,000	45,265	45,264	1	6,534
Advanced life support	404,321	404,321	404,320	1	369,276
	<u>421,121</u>	<u>465,717</u>	<u>465,715</u>	<u>2</u>	<u>391,910</u>

TRANSPORTATION

Highway administration	269,144	270,826	270,826	-	273,926
Highway garage	60,593	60,593	31,988	28,605	39,399
Street lighting	4,500	4,500	2,532	1,968	4,329
	<u>334,237</u>	<u>335,919</u>	<u>305,346</u>	<u>30,573</u>	<u>317,654</u>

ECONOMIC OPPORTUNITY AND DEVELOPMENT

Publicity	22,500	32,190	32,190	-	21,449
Veterans' services	2,968	2,968	1,095	1,873	1,911
Senior transportation	197,450	197,450	94,695	102,755	128,047
Programs for the aging					
Nutrition	98,330	113,383	113,383	-	91,398
S.N.A.P.	254,017	290,412	290,412	-	247,336
	<u>575,265</u>	<u>636,403</u>	<u>531,775</u>	<u>104,628</u>	<u>490,141</u>

(Continued)

Town of Somers, New York

General Fund

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

Year Ended December 31, 2020

(With Comparative Actuals for 2019)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2019 Actual
CULTURE AND RECREATION					
Recreation administration	\$ 300,328	\$ 300,328	\$ 264,635	\$ 35,693	\$ 310,913
Parks	554,399	554,399	516,655	37,744	554,115
Recreation centers	106,100	106,100	33,578	72,522	93,427
Youth programs	334,500	108,009	27,122	80,887	266,185
Historian	3,314	3,314	2,836	478	2,769
Historical property	25,300	25,300	9,402	15,898	26,558
Celebrations	12,100	12,100	-	12,100	317
	<u>1,336,041</u>	<u>1,109,550</u>	<u>854,228</u>	<u>255,322</u>	<u>1,254,284</u>
HOME AND COMMUNITY SERVICES					
Zoning	35,474	36,600	36,599	1	33,967
Planning	157,233	157,233	140,962	16,271	147,813
Refuse and garbage	2,500	2,500	1,809	691	2,211
Land trust	1,881	1,881	1,590	291	3,093
Architectural review board	32,237	32,593	32,592	1	31,863
	<u>229,325</u>	<u>230,807</u>	<u>213,552</u>	<u>17,255</u>	<u>218,947</u>
EMPLOYEE BENEFITS					
State retirement	395,000	396,959	396,959	-	383,426
Police and fire retirement	21,500	21,500	20,297	1,203	19,582
Social security	297,500	297,500	296,718	782	291,630
Workers' compensation benefits	115,000	115,000	106,192	8,808	116,718
Life insurance	27,500	27,500	23,890	3,610	21,939
Unemployment benefits	10,000	24,768	24,767	1	51
Health insurance	1,700,000	1,398,762	1,376,002	22,760	1,445,828
Dental insurance	97,900	97,900	70,264	27,636	75,176
Optical insurance	10,000	10,000	4,655	5,345	4,565
	<u>2,674,400</u>	<u>2,389,889</u>	<u>2,319,744</u>	<u>70,145</u>	<u>2,358,915</u>
TOTAL EXPENDITURES	<u>9,607,774</u>	<u>9,366,425</u>	<u>8,591,099</u>	<u>775,326</u>	<u>8,634,608</u>

OTHER FINANCING USES

Transfers out

Debt Service Fund

240,477

240,477

240,469

8

250,086

Capital Projects Fund

-

241,349

241,349

-

970,173

TOTAL OTHER FINANCING USES

240,477

481,826

481,818

8

1,220,259

**TOTAL EXPENDITURES AND OTHER
FINANCING USES**\$ 9,848,251\$ 9,848,251\$ 9,072,917\$ 775,334\$ 9,854,867

See independent auditors' report.

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Town of Somers, New York

Highway Fund
 Comparative Balance Sheet
 December 31,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	<u>\$ 2,087,170</u>	<u>\$ 1,447,872</u>
Investments	<u>-</u>	<u>7,069</u>
Receivables		
Accounts	227	200
State and Federal aid	<u>-</u>	<u>91,083</u>
	<u>227</u>	<u>91,283</u>
Prepaid expenditures	<u>29,666</u>	<u>26,749</u>
Total Assets	<u><u>\$ 2,117,063</u></u>	<u><u>\$ 1,572,973</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 85,928	\$ 86,455
Accrued liabilities	<u>44,960</u>	<u>30,619</u>
Total Liabilities	<u>130,888</u>	<u>117,074</u>
Deferred inflows of resources		
Unavailable revenue	<u>-</u>	<u>91,083</u>
Total Liabilities and Deferred Inflows of Resources	<u>130,888</u>	<u>208,157</u>
Fund balance		
Nonspendable	29,666	26,749
Assigned	<u>1,956,509</u>	<u>1,338,067</u>
Total Fund Balance	<u>1,986,175</u>	<u>1,364,816</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u><u>\$ 2,117,063</u></u>	<u><u>\$ 1,572,973</u></u>

See independent auditors' report.

Town of Somers, New York

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

	2020			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 3,511,833	\$ 3,511,833	\$ 3,511,833	\$ -
Intergovernmental charges	51,302	51,302	57,542	6,240
Use of money and property	17,500	17,500	19,331	1,831
Sale of property and compensation for loss	4,900	4,900	158,733	153,833
Interfund revenues	1,000	1,000	282	(718)
State aid	219,000	219,000	394,553	175,553
Miscellaneous	-	-	2,719	2,719
Total Revenues	3,805,535	3,805,535	4,144,993	339,458
EXPENDITURES				
Current				
Transportation	2,276,929	2,417,601	2,127,177	290,424
Employee benefits	1,136,407	995,735	899,271	96,464
Total Expenditures	3,413,336	3,413,336	3,026,448	386,888
Excess of Revenues Over Expenditures	392,199	392,199	1,118,545	726,346
OTHER FINANCING SOURCES (USES)				
Transfers out	(497,199)	(497,199)	(497,186)	13
Net Change in Fund Balance	(105,000)	(105,000)	621,359	726,359
FUND BALANCE				
Beginning of Year	105,000	105,000	1,364,816	1,259,816
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,986,175</u>	<u>\$ 1,986,175</u>

See independent auditors' report.

2019

Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 3,499,869	\$ 3,499,869	\$ 3,499,869	\$ -
51,302	51,302	47,205	(4,097)
2,000	2,000	37,761	35,761
4,900	4,900	16,696	11,796
1,000	1,000	460	(540)
219,000	219,000	123,414	(95,586)
-	-	3,401	3,401
<u>3,778,071</u>	<u>3,778,071</u>	<u>3,728,806</u>	<u>(49,265)</u>
1,984,243	2,221,267	2,221,263	4
<u>1,068,000</u>	<u>932,339</u>	<u>925,338</u>	<u>7,001</u>
<u>3,052,243</u>	<u>3,153,606</u>	<u>3,146,601</u>	<u>7,005</u>
<u>725,828</u>	<u>624,465</u>	<u>582,205</u>	<u>(42,260)</u>
<u>(728,828)</u>	<u>(728,816)</u>	<u>(728,815)</u>	<u>1</u>
(3,000)	(104,351)	(146,610)	(42,259)
<u>3,000</u>	<u>104,351</u>	<u>1,511,426</u>	<u>1,407,075</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,364,816</u>	<u>\$ 1,364,816</u>

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Town of Somers, New York

Debt Service Fund
Comparative Balance Sheet
December 31,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	\$ 350,067	\$ 15,763
Investments	<u>-</u>	<u>332,426</u>
Total Assets	<u>\$ 350,067</u>	<u>\$ 348,189</u>
FUND BALANCE		
Restricted	<u>\$ 350,067</u>	<u>\$ 348,189</u>

See independent auditors' report.

Town of Somers, New York

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

	2020			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Use of money and property	\$ -	\$ -	\$ 1,878	\$ 1,878
EXPENDITURES				
Current				
General government support	1,006	1,006	1,003	3
Debt service				
Serial bonds				
Principal	1,055,801	1,055,801	1,055,800	1
Interest	129,059	129,059	129,038	21
Total Expenditures	1,185,866	1,185,866	1,185,841	25
Deficiency of Revenues Over Expenditures	(1,185,866)	(1,185,866)	(1,183,963)	1,903
OTHER FINANCING SOURCES				
Transfers in	1,185,866	1,185,866	1,185,841	(25)
Net Change in Fund Balance	-	-	1,878	1,878
FUND BALANCE				
Beginning of Year	-	-	348,189	348,189
End of Year	\$ -	\$ -	\$ 350,067	\$ 350,067

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2019

Original Budget	Final Budget	Actual	Variance with Final Budget
\$ -	\$ -	\$ 6,877	\$ 6,877
1,457	1,457	1,456	1
1,263,942	1,263,942	1,263,941	1
158,694	158,694	158,673	21
1,424,093	1,424,093	1,424,070	23
(1,424,093)	(1,424,093)	(1,417,193)	6,900
1,424,093	1,424,093	1,424,071	(22)
-	-	6,878	6,878
-	-	341,311	341,311
\$ -	\$ -	\$ 348,189	\$ 348,189

Town of Somers, New York

Special Purpose Fund
Comparative Balance Sheet
December 31,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	\$ 3,638,799	\$ 3,165,091
Due from other funds	<u>-</u>	<u>451,375</u>
Total Assets	<u><u>\$ 3,638,799</u></u>	<u><u>\$ 3,616,466</u></u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Due to other funds	\$ 98	\$ 157
Fund balance		
Restricted	<u>3,638,701</u>	<u>3,616,309</u>
Total Liabilities and Fund Balance	<u><u>\$ 3,638,799</u></u>	<u><u>\$ 3,616,466</u></u>

See independent auditors' report.

Town of Somers, New York

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

	<u>2020</u>	<u>2019</u>
REVENUES		
Departmental income	\$ 11,500	\$ 497,374
Use of money and property	31,874	58,346
Miscellaneous	<u>9,620</u>	<u>15,022</u>
Total Revenues	52,994	570,742
EXPENDITURES		
Current		
Culture and recreation	<u>8,709</u>	<u>9,922</u>
Excess of Revenues Over Expenditures	44,285	560,820
OTHER FINANCING USES		
Transfers out	<u>(21,893)</u>	<u>(45,663)</u>
Net Change in Fund Balance	22,392	515,157
FUND BALANCE		
Beginning of Year	<u>3,616,309</u>	<u>3,101,152</u>
End of Year	<u><u>\$ 3,638,701</u></u>	<u><u>\$ 3,616,309</u></u>

See independent auditors' report.

Town of Somers, New York

Capital Projects Fund
Comparative Balance Sheet
December 31,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	\$ 177,722	\$ 1,519,999
Investments	160,529	-
Receivables		
State and Federal aid	-	150,767
Due from other governments	12,846	165,709
Due from other funds	17,619	59,438
	<u>30,465</u>	<u>375,914</u>
Total Assets	<u>\$ 368,716</u>	<u>\$ 1,895,913</u>
LIABILITIES AND FUND BALANCE (DEFICIT)		
Liabilities		
Accounts payable	\$ 30,465	\$ 60,929
Due to other funds	704,376	942,797
Unearned revenues	338,251	1,117,943
	<u>1,073,092</u>	<u>2,121,669</u>
Fund Balance (Deficit)		
Unassigned	<u>(704,376)</u>	<u>(225,756)</u>
Total Liabilities and Fund Balance (Deficit)	<u>\$ 368,716</u>	<u>\$ 1,895,913</u>

See independent auditors' report.

Town of Somers, New York

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

	<u>2020</u>	<u>2019</u>
REVENUES		
State aid	\$ -	\$ 440,963
Miscellaneous - developer contributions	<u>1,692,061</u>	<u>1,421,587</u>
Total Revenues	1,692,061	1,862,550
EXPENDITURES		
Capital outlay	<u>2,420,051</u>	<u>3,138,408</u>
Deficiency of Revenues Over Expenditures	<u>(727,990)</u>	<u>(1,275,858)</u>
OTHER FINANCING SOURCES		
Transfers in	<u>249,370</u>	<u>1,015,836</u>
Net Change in Fund Balance	(478,620)	(260,022)
FUND BALANCE (DEFICIT)		
Beginning of Year	<u>(225,756)</u>	<u>34,266</u>
End of Year	<u><u>\$ (704,376)</u></u>	<u><u>\$ (225,756)</u></u>

See independent auditors' report.

Town of Somers, New York

Capital Projects Fund

Project-Length Schedule

Inception of Project through December 31, 2020

<u>Project Name</u>	<u>Project Budget</u>	<u>Expenditures and Transfers</u>	<u>Unexpended Balance</u>
Reynolds House Angle Fly Preserve	\$ 100,000	\$ 74,676	\$ 25,324
NYSERDA Project	50,000	31,360	18,640
Water Loop - Somers Realty	1,329,879	1,219,677	110,202
Water Loop - Kearney	2,400,000	1,963,767	436,233
Paving	685,516	685,516	-
East of Hudson Coalition	325,000	165,401	159,599
Totals	<u>\$ 4,890,395</u>	<u>\$ 4,140,397</u>	<u>\$ 749,998</u>

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<u>Total Revenues and Transfers</u>	<u>Fund Balance (Deficit) at December 31, 2020</u>
\$ 74,676	\$ -
12,500	(18,860)
1,219,677	-
1,963,767	-
-	(685,516)
165,401	-
<u>\$ 3,436,021</u>	<u>\$ (704,376)</u>

Town of Somers, New York

Combining Balance Sheet
 Non-Major Governmental Funds
 December 31, 2020
 (With Comparative Totals for 2019)

	Public Library	Special Districts	Permanent
ASSETS			
Cash and equivalents	\$ 807,651	\$ 567,882	\$ 127,723
Investments	-	30,522	166,423
Water and sewer rents receivable	-	377,244	-
Prepaid expenditures	14,846	6,883	-
Total Assets	<u>\$ 822,497</u>	<u>\$ 982,531</u>	<u>\$ 294,146</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 34,971	\$ 41,631	\$ -
Accrued liabilities	14,758	4,041	-
Unearned revenues	-	-	-
Due to other funds	-	-	6
Total Liabilities	<u>49,729</u>	<u>45,672</u>	<u>6</u>
Fund balances			
Nonspendable	14,846	6,883	284,878
Restricted	20,236	-	9,262
Assigned	737,686	929,976	-
Total Fund Balances	<u>772,768</u>	<u>936,859</u>	<u>294,140</u>
Total Liabilities and Fund Balances	<u>\$ 822,497</u>	<u>\$ 982,531</u>	<u>\$ 294,146</u>

See independent auditors' report.

Total Non-Major
Governmental Funds

2020	2019
\$ 1,503,256	\$ 566,617
196,945	662,442
377,244	327,698
21,729	21,373
<u>\$ 2,099,174</u>	<u>\$ 1,578,130</u>
\$ 76,602	\$ 74,907
18,799	18,879
-	10,594
6	-
<u>95,407</u>	<u>104,380</u>
306,607	306,251
29,498	28,640
<u>1,667,662</u>	<u>1,138,859</u>
<u>2,003,767</u>	<u>1,473,750</u>
<u>\$ 2,099,174</u>	<u>\$ 1,578,130</u>

Town of Somers, New York

Combining Statement of Revenues, Expenditures and Changes
in Fund Balances
Non-Major Governmental Funds
Year Ended December 31, 2020
(With Comparative Totals for 2019)

	Public Library	Special Districts	Permanent
REVENUES			
Real property taxes	\$ 1,101,974	\$ 471,070	\$ -
Departmental income	1,994	1,387,530	-
Use of money and property	6,287	2,358	851
Interfund revenues	-	130,719	-
State aid	18,691	-	-
Miscellaneous	10,355	2,235	-
Total Revenues	<u>1,139,301</u>	<u>1,993,912</u>	<u>851</u>
EXPENDITURES			
Current			
Transportation	-	15,026	-
Culture and recreation	749,762	-	-
Home and community services	-	1,090,022	-
Employee benefits	205,483	109,440	-
Total Expenditures	<u>955,245</u>	<u>1,214,488</u>	<u>-</u>
Excess of Revenues Over Expenditures	184,056	779,424	851
OTHER FINANCING SOURCES (USES)			
Transfers in	13,872	-	-
Transfers out	-	(448,186)	-
Total Other Financing Sources (Uses)	<u>13,872</u>	<u>(448,186)</u>	<u>-</u>
Net Change in Fund Balances	197,928	331,238	851
FUND BALANCES			
Beginning of Year	<u>574,840</u>	<u>605,621</u>	<u>293,289</u>
End of Year	<u>\$ 772,768</u>	<u>\$ 936,859</u>	<u>\$ 294,140</u>

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Total Non-Major
Governmental Funds

2020	2019
\$ 1,573,044	\$ 1,521,101
1,389,524	1,161,718
9,496	24,683
130,719	94,104
18,691	7,893
12,590	886
3,134,064	2,810,385
15,026	22,786
749,762	788,960
1,090,022	1,076,455
314,923	329,871
2,169,733	2,218,072
964,331	592,313
13,872	-
(448,186)	(445,170)
(434,314)	(445,170)
530,017	147,143
1,473,750	1,326,607
\$ 2,003,767	\$ 1,473,750

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Town of Somers, New York

Public Library Fund
Comparative Balance Sheet
December 31,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	\$ 807,651	\$ 268,803
Investments	-	337,463
Prepaid expenditures	<u>14,846</u>	<u>14,619</u>
Total Assets	<u>\$ 822,497</u>	<u>\$ 620,885</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 34,971	\$ 31,787
Accrued liabilities	<u>14,758</u>	<u>14,258</u>
Total Liabilities	<u>49,729</u>	<u>46,045</u>
Fund balance		
Nonspendable	14,846	14,619
Restricted	20,236	20,229
Assigned	<u>737,686</u>	<u>539,992</u>
Total Fund Balance	<u>772,768</u>	<u>574,840</u>
Total Liabilities and Fund Balance	<u>\$ 822,497</u>	<u>\$ 620,885</u>

See independent auditors' report.

Town of Somers, New York

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

	2020			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 1,101,974	\$ 1,101,974	\$ 1,101,974	\$ -
Departmental income	10,750	10,750	1,994	(8,756)
Use of money and property	5,000	5,000	6,287	1,287
State aid	5,334	5,334	18,691	13,357
Miscellaneous	1,400	1,400	10,355	8,955
Total Revenues	1,124,458	1,124,458	1,139,301	14,843
EXPENDITURES				
Current				
Culture and recreation	847,908	847,908	749,762	98,146
Employee benefits	276,550	276,550	205,483	71,067
Total Expenditures	1,124,458	1,124,458	955,245	169,213
Excess of Revenues Over Expenditures	-	-	184,056	184,056
OTHER FINANCING SOURCES				
Transfers in	-	-	13,872	13,872
Net Change in Fund Balance	-	-	197,928	197,928
FUND BALANCE				
Beginning of Year	-	-	574,840	574,840
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 772,768</u>	<u>\$ 772,768</u>

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2019

Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 1,051,963	\$ 1,051,963	\$ 1,051,963	\$ -
15,400	15,400	7,784	(7,616)
350	350	11,990	11,640
5,334	5,334	7,893	2,559
1,400	1,400	886	(514)
1,074,447	1,074,447	1,080,516	6,069
796,791	796,791	788,960	7,831
277,656	277,656	213,228	64,428
1,074,447	1,074,447	1,002,188	72,259
-	-	78,328	78,328
-	-	-	-
-	-	78,328	78,328
-	-	496,512	496,512
\$ -	\$ -	\$ 574,840	\$ 574,840

Town of Somers, New York

Special Districts Fund
 Combining Balance Sheet - Sub Funds
 December 31, 2020
 (With Comparative Totals for 2019)

	Water Districts			
	No. 1 - Amawalk Heights	No. 2 - Amawalk Shenorock	No. 3 - Percy Mullen	No. 4 - Windsor Farm
ASSETS				
Cash and equivalents	\$ 2,876	\$ 303,177	\$ 4,953	\$ 34,788
Investments	-	-	-	30,522
Water and sewer rents receivable	24,989	283,766	-	16,620
Prepaid expenditures	-	6,883	-	-
Total Assets	<u>\$ 27,865</u>	<u>\$ 593,826</u>	<u>\$ 4,953</u>	<u>\$ 81,930</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 35	\$ 25,431	\$ -	\$ 9,806
Accrued liabilities	-	4,041	-	-
Unearned revenues	-	-	-	-
Total Liabilities	<u>35</u>	<u>29,472</u>	<u>-</u>	<u>9,806</u>
Fund balances				
Nonspendable	-	6,883	-	-
Assigned	27,830	557,471	4,953	72,124
Total Fund Balances	<u>27,830</u>	<u>564,354</u>	<u>4,953</u>	<u>72,124</u>
Total Liabilities and Fund Balances	<u>\$ 27,865</u>	<u>\$ 593,826</u>	<u>\$ 4,953</u>	<u>\$ 81,930</u>

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Sewer District	Street Lighting Districts		Totals	
	No. 1	No. 1 - Croton Falls	No. 2 - Shenorock	2020
\$ 179,275	\$ 6,217	\$ 36,596	\$ 567,882	\$ 297,814
-	-	-	30,522	31,690
51,869	-	-	377,244	327,698
-	-	-	6,883	6,754
<u>\$ 231,144</u>	<u>\$ 6,217</u>	<u>\$ 36,596</u>	<u>\$ 982,531</u>	<u>\$ 663,956</u>
\$ 5,259	\$ 82	\$ 1,018	\$ 41,631	\$ 43,120
-	-	-	4,041	4,621
-	-	-	-	10,594
5,259	82	1,018	45,672	58,335
-	-	-	6,883	6,754
225,885	6,135	35,578	929,976	598,867
225,885	6,135	35,578	936,859	605,621
<u>\$ 231,144</u>	<u>\$ 6,217</u>	<u>\$ 36,596</u>	<u>\$ 982,531</u>	<u>\$ 663,956</u>

Town of Somers, New York

Special Districts Fund
 Combining Schedule of Revenues, Expenditures and Changes
 in Fund Balances - Sub Funds
 Year Ended December 31, 2020
 (With Comparative Totals for 2019)

	Water Districts			
	No. 1 - Amawalk Heights	No. 2 - Amawalk Shenorock	No. 3 - Percy Mullen	No. 4 - Windsor Farm
REVENUES				
Real property taxes	\$ -	\$ 448,190	\$ -	\$ -
Departmental income	75,374	1,074,049	-	49,831
Use of money and property	4	2,066	2	171
Interfund revenues	-	130,719	-	-
Miscellaneous	-	2,235	-	-
Total Revenues	75,378	1,657,259	2	50,002
EXPENDITURES				
Current				
Transportation	-	-	-	-
Home and community services	69,509	790,360	-	54,116
Employee benefits	-	109,440	-	-
Total Expenditures	69,509	899,800	-	54,116
Excess (Deficiency) of Revenues Over Expenditures	5,869	757,459	2	(4,114)
OTHER FINANCING USES				
Transfers out	-	(448,186)	-	-
Net Change in Fund Balances	5,869	309,273	2	(4,114)
FUND BALANCES				
Beginning of Year	21,961	255,081	4,951	76,238
End of Year	\$ 27,830	\$ 564,354	\$ 4,953	\$ 72,124

See independent auditors' report.

Sewer District	Street Lighting Districts		Totals	
	No. 1	No. 1 - Croton Falls	No. 2 - Shenorock	2020
\$ -	\$ 1,895	\$ 20,985	\$ 471,070	\$ 469,138
188,276	-	-	1,387,530	1,153,934
103	2	10	2,358	6,681
-	-	-	130,719	94,104
-	-	-	2,235	-
<u>188,379</u>	<u>1,897</u>	<u>20,995</u>	<u>1,993,912</u>	<u>1,723,857</u>
-	1,119	13,907	15,026	22,786
176,037	-	-	1,090,022	1,076,455
-	-	-	109,440	116,643
<u>176,037</u>	<u>1,119</u>	<u>13,907</u>	<u>1,214,488</u>	<u>1,215,884</u>
12,342	778	7,088	779,424	507,973
-	-	-	(448,186)	(445,170)
12,342	778	7,088	331,238	62,803
213,543	5,357	28,490	605,621	542,818
<u>\$ 225,885</u>	<u>\$ 6,135</u>	<u>\$ 35,578</u>	<u>\$ 936,859</u>	<u>\$ 605,621</u>

Town of Somers, New York

Permanent Fund
Comparative Balance Sheet
December 31,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	\$ 127,723	\$ -
Investments	<u>166,423</u>	<u>293,289</u>
Total Assets	<u>\$ 294,146</u>	<u>\$ 293,289</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Due to other funds	<u>\$ 6</u>	<u>\$ -</u>
FUND BALANCE		
Nonspendable	284,878	284,878
Restricted	<u>9,262</u>	<u>8,411</u>
Total Fund Balance	<u>294,140</u>	<u>293,289</u>
Total Liabilities and Fund Balance	<u>\$ 294,146</u>	<u>\$ 293,289</u>

See independent auditors' report.

Town of Somers, New York

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

	<u>2020</u>	<u>2019</u>
REVENUES		
Use of money and property	\$ 851	\$ 6,012
EXPENDITURES		
	<u>-</u>	<u>-</u>
Net Change in Fund Balance	851	6,012
FUND BALANCE		
Beginning of Year	<u>293,289</u>	<u>287,277</u>
End of Year	<u>\$ 294,140</u>	<u>\$ 293,289</u>

See independent auditors' report.