

Village of Rye Brook, New York

Financial Statements and
Supplementary Information

Year Ended May 31, 2022

Village of Rye Brook, New York

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Independent Auditors' Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Village of Rye Brook, New York ("Village"), as of and for the year ended May 31, 2022, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Village, as of May 31, 2022, and the respective changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit for the year ended May 31, 2022 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and schedules for the year ended May 31, 2022 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended May 31, 2022 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended May 31, 2022.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Village as of and for the year ended May 31, 2021 (not presented herein), and have issued our report thereon dated October 19, 2021 which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The combining and individual fund financial statements and schedules for the year ended May 31, 2021 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2021 financial statements. The information was subjected to the audit procedures applied in the audit of the 2021 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended May 31, 2021.

PKF O'Connor Davies, LLP
PKF O'Connor Davies, LLP
Harrison, New York
September 28, 2022

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Village of Rye Brook, New York

Management's Discussion and Analysis (MD&A)
May 31, 2022

Introduction

The management of the Village of Rye Brook, New York ("Village"), offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended May 31, 2022. It should be read in conjunction with the basic financial statements, which immediately follow this section, to enhance understanding of the Village's financial performance.

Financial Highlights

- ❖ On the government-wide financial statements, the liabilities and deferred inflows of resources of the Village exceeded its assets and deferred outflows of resources at the close of fiscal year 2022 by \$24,654,309. Of this amount, a net unrestricted deficit of \$59,507,758 exists.
- ❖ As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$12,695,033 of which \$6,595,828 is unassigned, which is available for spending at the Village's discretion. The fund balance of all governmental funds increased by \$2,573,456 primarily attributable to revenue and other financing sources exceeding expenditures and other financing uses and, in particular, an insurance recovery of \$1,129,333, of which \$1,018,477 was for a damaged fire truck.
- ❖ At the end of the fiscal years 2022 and 2021, the unassigned fund balance for the General Fund was \$6,595,828, or 27%, and \$6,225,454, or 28%, respectively, of total General Fund expenditures and other financing uses.
- ❖ During the current fiscal year, the Village did not issue new long-term obligations. General obligation bonds payable were reduced by \$620,000 in scheduled payments. The Village's bond rating is Aa1.
- ❖ As of May 31, 2022, the Village had outstanding bond anticipation notes ("BAN's") payable of \$1,597,077 issued to finance prior year's authorized capital projects after retiring \$446,200 of outstanding BAN's in the current year.
- ❖ The Village is committed to provide postemployment benefits to its employees in the form of pensions and healthcare. As a result, the Village has recognized substantial liabilities in the government-wide financial statements for these benefits. As of May 31, 2022, the Village had liabilities of \$61,971,170 for other postemployment benefits recorded in accordance with the provisions of GASB Statement No. 75, "*Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*" ("OPEB"). The Village also reported \$664,406 for its proportionate share of the net pension liability of the New York State Police and Fire Retirement System ("PFRS") while also reporting \$943,243 for its proportionate share of the net pension asset of the New York State and Local Employees' Retirement System ("ERS") recorded in accordance with the provisions of GASB Statement No. 68,

“*Accounting and Financial Reporting for Pensions*”. More detailed information about the Village’s OPEB and pension reporting is presented in Note 3F in the notes to financial statements.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements, which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to financial statements. This report also contains combining and individual fund financial statements and schedules in addition to the basic financial statements.

Government-Wide Financial Statements

- The *government-wide financial statements* are designed to provide readers with a broad overview of the Village’s finances, in a manner similar to a private-sector business.
 - The *statement of net position* presents information on all of the Village’s assets, 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 Village is improving or deteriorating.
 - The *statement of activities* presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (for example, uncollected taxes, earned but unused vacation leave and other post-employment benefit liabilities (“OPEB”)).
 - The *governmental* activities of the Village include general government support, public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and interest.

The government-wide financial statements can be found on the pages immediately following this section, as the first two pages of the basic financial statements.

Fund Financial Statements

- A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the Village’s funds can be divided into two categories: governmental funds and fiduciary funds.
- *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows* of spendable resources, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government’s near-term financing requirements.

- Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.
- The Village maintains two major governmental funds; General Fund and Capital Projects Fund. This information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances. The Friends of Rye Brook and the Recreation Trust Fund are grouped together as a Special Purpose non-major governmental fund.
- A budgetary comparison statement has been provided for the General Fund within the basic financial statements to demonstrate compliance with the budget. The Capital Projects Fund is budgeted on a project basis.
- *Fiduciary funds* are used to account for assets held by the Village on behalf of others. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support Village programs. In accordance with the provisions of GASB Statement No. 84, "Fiduciary Activities", the Village had no such activity to report in this fund category.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements 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 financial statements. These include the required supplementary information for the Village's other postemployment and pension benefit liabilities, the combining statements for the non-major governmental fund 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 Village's financial position. In the case of the Village of Rye Brook, New York at the close of the current fiscal year, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$24,654,309.

	May 31,	
	<u>2022</u>	<u>2021</u>
Current Assets	\$ 17,764,563	\$ 14,771,708
Capital Assets, net	<u>44,425,735</u>	<u>46,442,186</u>
Total Assets	<u>62,190,298</u>	<u>61,213,894</u>
Deferred outflows of resources	<u>20,202,294</u>	<u>17,451,764</u>
Current Liabilities	4,212,207	4,724,044
Long-term Liabilities	<u>78,471,389</u>	<u>84,291,469</u>
Total Liabilities	<u>82,683,596</u>	<u>89,015,513</u>
Deferred inflows of resources	<u>24,363,305</u>	<u>13,610,036</u>
Net Position		
Net Investment in Capital Assets	33,026,218	30,445,504
Restricted	1,827,231	1,794,465
Unrestricted	<u>(59,507,758)</u>	<u>(56,199,860)</u>
Total Net Position	<u>\$ (24,654,309)</u>	<u>\$ (23,959,891)</u>

The largest portion of the Village's net position is its investment in capital assets (land, land improvements, buildings and improvements, infrastructure, machinery and equipment and construction-in-progress), less any related debt outstanding that was used to acquire those assets. The Village uses these capital assets to provide services to citizens and , consequently, these assets are not available for future spending. Although the Village's investments 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 the debt.

Those assets subject to external restrictions listed above constitute \$1,827,231 of net position and is comprised of amounts restricted for specific purposes, i.e., debt service, capital projects, special purposes, etc. There is a negative balance of unrestricted net position of \$59,507,758 primarily a result of the recognition of the OPEB liability. Overall, net position decreased by \$694,418 mostly as a result of the change in OPEB and pension assets and liabilities and an impairment loss.

Changes in Net Position

	2022	2021
Revenues:		
Program Revenues:		
Charges for Services	\$ 2,251,941	\$ 2,184,221
Operating Grants and Contributions	603,024	95,985
Capital Grants and Contributions	198,204	106,398
Total Program Revenues	3,053,169	2,386,604
General Revenues:		
Real Property Taxes	17,742,162	17,289,205
Other Tax Items - Interest and penalties on real property taxes	23,539	31,934
Non-Property Taxes	2,907,906	2,785,908
Unrestricted Use of Money and Property	18,111	32,695
Sale of property and compensation for loss	1,200	3,535
Unrestricted State Aid	446,591	391,688
Insurance Recoveries	110,856	119,526
Miscellaneous	50,219	128,853
Total General Revenues	21,300,584	20,783,344
Total Revenues	24,353,753	23,169,948
Program Expenses:		
General Government Support	4,550,011	4,724,855
Public Safety	11,667,384	12,527,601
Health	263,290	246,966
Transportation	3,045,362	2,721,434
Economic Opportunity and Development	553,559	941,084
Culture and Recreation	2,747,759	1,915,078
Home and Community Services	1,718,501	1,537,475
Interest	502,305	539,246
Total Expenses	25,048,171	25,153,739
Change in Net Position	(694,418)	(1,983,791)
Net Position - Beginning	(23,959,891)	(21,976,100)
Net Position - Ending	\$ (24,654,309)	\$ (23,959,891)

Governmental activities decreased the Village's net position by \$694,418 from the prior year.

For the fiscal year ended May 31, 2022, revenues from governmental activities totaled \$24,353,753, an increase of \$1,183,305. Tax revenues comprised of real property taxes, other tax items and non-property taxes, represent the largest revenue source (\$20,673,607 or 85%). Real property taxes increased by \$452,957 as a result of a higher tax levy while operating grants and contributions increased by \$507,039 due to the receipt of federal disaster relief and pandemic stimulus funds.

The largest components of governmental activities expenses are public safety (\$11,667,384), general government support (\$4,550,011), transportation (\$3,045,362), culture and recreation (\$2,747,759) and home and community services (\$1,718,501). Culture and recreation expenses increased by \$832,681 as the Village emerged from pandemic era shutdowns while public safety expenses decreased by \$860,217 primarily due to OPEB and pension related adjustments.

Financial Analysis of the Village's Funds

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

Governmental Funds

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

As of the end of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$12,695,033, an increase of \$2,573,456. Of this amount \$18,767 has been classified as non-spendable, \$3,557,714 has been classified as restricted, \$2,407,605 has been classified as committed; \$115,119 has been classified as assigned and \$6,595,828 has been classified as unassigned.

The General Fund is the primary fund of the Village. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$6,595,828 representing 62% of the total General Fund balance of \$10,627,659. Revenues and other financing sources were \$25,075,766, which was \$1,188,601 greater than the final budget. The major areas where revenues exceeded the budget were non-property taxes, state aid, federal aid and insurance recoveries. Expenditures and other financing uses were \$24,577,734, which was \$941,939 less than the final budget.

General Fund Budgetary Highlights

The net change in total fund balance of the General Fund was an increase of \$498,032 inclusive of other financing sources (uses). Actual revenues were \$1,134,474 greater than the final budget. Revenues that exceeded projections were from the following revenue categories: Non-property taxes which was \$662,906 greater than budget due primarily to the increase in sales tax revenue, State and Federal aid which was \$201,835 and 295,588 higher, respectively, than anticipated primarily due to an increase in mortgage tax and State and Federal aid from FEMA disaster recovery monies received for Tropical Storm Isaias (August 2020) and Hurricane Ida (September 2021).

Actual expenditures were \$941,939 less than the final budget, with savings primarily in General Government Support (\$253,826), Public Safety (\$202,339), Culture and Recreation (\$172,916), Employee Benefits (\$172,709), Home and Community Services (\$84,924) and Transportation (\$36,351).

Capital Assets

The Village's investment in capital assets for governmental activities at May 31, 2022, net of \$32,278,999 of accumulated depreciation, was \$44,425,735. This investment in capital assets includes land, land improvements, buildings and improvements, machinery and equipment and construction-in-progress.

Class	May 31,	
	2022	2021
Land	\$ 13,660,376	\$ 13,660,376
Land Improvements	7,465,536	7,398,836
Building and Improvements	22,178,830	22,128,830
Machinery and Equipment	6,939,717	7,856,119
Infrastructure	26,460,275	25,781,047
Construction-in-Progress	-	18,216
Less - accumulated depreciation	(32,278,999)	(30,401,238)
Total (net of depreciation)	\$ 44,425,735	\$ 46,442,186

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

Long-Term Debt /Short-Term Debt

The Village had general obligation and other long-term debt outstanding as follows:

	May 31,	
	2022	2021
Bonds Payable	\$ 14,110,000	\$ 14,730,000
Compensated Absences	1,725,813	1,696,500
Net Pension Liability - ERS	-	10,831
Net Pension Liability - PFRS	664,406	1,877,646
Other Post Employment Benefit Liability	61,971,170	65,976,492
Total	\$ 78,471,389	\$ 84,291,469

At the end of the current fiscal year, the Village had total general obligation bonded debt outstanding of \$14,110,000. As required by New York State Law, all bonds issued by the Village are general obligation bonds, backed by the full faith and credit of the Village.

Pursuant to Article VIII of the State Constitution and Title 9 of Article 2 of the Local Finance Law, the Village is subject to a "constitutional debt limit". This debt limit is calculated by taking 7% of the latest five-year average of the full valuation of all taxable real property within the Village. At May 31, 2022, the Village has the authority to issue \$204,515,451 of general obligation long-term debt.

During the current fiscal year, the Village issued no new short-term debt (bond anticipation notes/BAN's), and paid down \$446,200 (all from General Fund appropriations) on existing BAN's for capital projects.

Additional information on the Village's long-term and short-term debt can be found in Notes 3E, F in the notes to the financial statements.

Requests for Information

This financial report is designed to provide a general overview of the Village of Rye Brook, New York's finances. Questions and comments concerning any of the information provided in this report should be addressed to:

Patricia Lepre, Treasurer
Village of Rye Brook
938 King Street, Rye Brook
New York 10573

Village of Rye Brook, New York

Statement of Net Position
May 31, 2022

	<u>Governmental Activities</u>
ASSETS	
Cash and equivalents	\$ 14,998,640
Investments	359,452
Receivables	
Taxes	115,884
Accounts	233,348
State and Federal aid	252,794
Due from other governments	842,435
Prepaid expenses	18,767
Net pension asset - ERS	943,243
Capital assets	
Not being depreciated	13,660,376
Being depreciated, net	<u>30,765,359</u>
Total Assets	<u>62,190,298</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension related	6,814,396
OPEB related	<u>13,387,898</u>
Total Deferred Outflows of Resources	<u>20,202,294</u>
LIABILITIES	
Accounts payable	1,206,015
Accrued liabilities	180,404
Deposits and other liabilities	281,289
Due to retirement systems	273,567
Unearned revenues	569,834
Bond anticipation notes payable	1,597,077
Accrued interest payable	104,021
Non-current liabilities	
Due within one year	802,600
Due in more than one year	<u>77,668,789</u>
Total Liabilities	<u>82,683,596</u>
DEFERRED INFLOWS OF RESOURCES	
Pension related	8,893,385
OPEB related	<u>15,469,920</u>
Total Deferred Inflows of Resources	<u>24,363,305</u>
NET POSITION	
Net investment in capital assets	33,026,218
Restricted	
Debt service	1,336,882
Capital Projects - Playing field facility	153,458
Special purposes	336,891
Unrestricted	<u>(59,507,758)</u>
Total Net Position	<u>\$ (24,654,309)</u>

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

Village of Rye Brook, New York

Statement of Activities
Year Ended May 31, 2022

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
Governmental activities					
General government support	\$ 4,550,011	\$ 144,027	\$ -	\$ -	\$ (4,405,984)
Public safety	11,667,384	1,362,902	79,803	-	(10,224,679)
Health	263,290	-	-	-	(263,290)
Transportation	3,045,362	40,000	145,469	97,051	(2,762,842)
Economic opportunity and development	553,559	-	-	-	(553,559)
Culture and recreation	2,747,759	541,492	56,184	-	(2,150,083)
Home and community services	1,718,501	163,520	321,568	100,000	(1,133,413)
Interest	502,305	-	-	1,153	(501,152)
Total Governmental Activities	\$ 25,048,171	\$ 2,251,941	\$ 603,024	\$ 198,204	(21,995,002)
General revenues					
Real property taxes					17,742,162
Other tax items					
Interest and penalties on real property taxes					23,539
Non-property taxes					
Non-property tax distribution from County					2,422,964
Utilities gross receipts taxes					240,959
Franchise fees					243,983
Unrestricted use of money and property					18,111
Sale of property and compensation for loss					1,200
Unrestricted State aid					446,591
Miscellaneous					50,219
Insurance recoveries					110,856
Total General Revenues					21,300,584
Change in Net Position					(694,418)
Net Position - Beginning					(23,959,891)
Net Position - Ending					\$ (24,654,309)

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

Village of Rye Brook, New York

Balance Sheet
 Governmental Funds
 May 31, 2022

	General	Capital Projects	Non-Major Governmental	Total Governmental Funds
ASSETS				
Cash and equivalents	\$ 11,110,942	\$ 3,549,293	\$ 338,405	\$ 14,998,640
Investments	-	359,452	-	359,452
Taxes receivable	115,884	-	-	115,884
Other receivables				
Accounts	233,348	-	-	233,348
State and Federal aid	252,794	-	-	252,794
Due from other governments	842,435	-	-	842,435
Due from other funds	2,405	-	-	2,405
Prepaid expenditures	18,767	-	-	18,767
	<u>18,767</u>	<u>-</u>	<u>-</u>	<u>18,767</u>
Total Assets	<u>\$ 12,576,575</u>	<u>\$ 3,908,745</u>	<u>\$ 338,405</u>	<u>\$ 16,823,725</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 625,721	\$ 579,095	\$ 1,199	\$ 1,206,015
Accrued liabilities	180,404	-	-	180,404
Deposits and other liabilities	281,289	-	-	281,289
Due to retirement systems	273,567	-	-	273,567
Due to other funds	-	2,090	315	2,405
Unearned revenues	569,834	-	-	569,834
Bond anticipation notes payable	-	1,597,077	-	1,597,077
	<u>-</u>	<u>1,597,077</u>	<u>-</u>	<u>1,597,077</u>
Total Liabilities	1,930,815	2,178,262	1,514	4,110,591
Deferred inflows of resources				
Deferred revenues	18,101	-	-	18,101
	<u>18,101</u>	<u>-</u>	<u>-</u>	<u>18,101</u>
Total Liabilities and Deferred Inflows of Resources	<u>1,948,916</u>	<u>2,178,262</u>	<u>1,514</u>	<u>4,128,692</u>
Fund balances				
Nonspendable	18,767	-	-	18,767
Restricted	1,490,340	1,730,483	336,891	3,557,714
Committed	2,407,605	-	-	2,407,605
Assigned	115,119	-	-	115,119
Unassigned	6,595,828	-	-	6,595,828
	<u>6,595,828</u>	<u>-</u>	<u>-</u>	<u>6,595,828</u>
Total Fund Balances	<u>10,627,659</u>	<u>1,730,483</u>	<u>336,891</u>	<u>12,695,033</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 12,576,575</u>	<u>\$ 3,908,745</u>	<u>\$ 338,405</u>	<u>\$ 16,823,725</u>

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

Village of Rye Brook, New York

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

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

Total Fund Balances - Governmental Funds	\$ 12,695,033
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Capital assets - non-depreciable	13,660,376
Capital assets - depreciable	63,044,358
Accumulated depreciation	<u>(32,278,999)</u>
	<u>44,425,735</u>
Governmental funds do not report the effect of assets or liabilities related to net pension liabilities and other postemployment benefit obligations whereas these amounts are deferred and amortized in the statement of activities.	
Deferred outflows - pension related	6,814,396
Deferred outflows - OPEB related	13,387,898
Deferred inflows - pension related	(8,893,385)
Deferred inflows - OPEB related	<u>(15,469,920)</u>
	<u>(4,161,011)</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.	
Net pension asset - ERS	943,243
Deferred revenues	<u>18,101</u>
	<u>961,344</u>
Long-term liabilities that are not due and payable in the current period and, therefore, are not reported in the funds.	
Accrued interest payable	(104,021)
General obligation bonds payable	(14,110,000)
Compensated absences	(1,725,813)
Net pension liability - PFRS	(664,406)
Total OPEB liability	<u>(61,971,170)</u>
	<u>(78,575,410)</u>
Net Position of Governmental Activities	<u>\$ (24,654,309)</u>

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

Village of Rye Brook, New York

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

	General	Capital Projects	Non-Major Governmental	Total Governmental Funds
REVENUES				
Real property taxes	\$ 17,742,162	\$ -	\$ -	\$ 17,742,162
Other tax items	23,539	-	-	23,539
Non-property taxes	2,907,906	-	-	2,907,906
Departmental income	1,993,710	-	-	1,993,710
Intergovernmental charges	98,845	-	-	98,845
Use of money and property	155,316	-	168	155,484
Fines and forfeitures	41,435	-	-	41,435
Sale of property and compensation for loss	1,200	-	-	1,200
State aid	566,835	197,051	-	763,886
Federal aid	355,910	-	-	355,910
Miscellaneous	50,219	-	53,954	104,173
Total Revenues	23,937,077	197,051	54,122	24,188,250
EXPENDITURES				
Current				
General government support	2,987,568	-	-	2,987,568
Public safety	6,952,890	-	-	6,952,890
Health	263,290	-	-	263,290
Transportation	1,343,149	-	-	1,343,149
Economic opportunity and development	323,183	-	-	323,183
Culture and recreation	1,652,470	-	12,586	1,665,056
Home and community services	1,598,362	-	-	1,598,362
Employee benefits	5,560,223	-	-	5,560,223
Debt service				
Principal	620,000	-	-	620,000
Interest	508,399	-	-	508,399
Capital outlay	-	922,007	-	922,007
Total Expenditures	21,809,534	922,007	12,586	22,744,127
Excess (Deficiency) of Revenues Over Expenditures	2,127,543	(724,956)	41,536	1,444,123
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	1,129,333	-	-	1,129,333
Transfers in	9,356	2,808,200	-	2,817,556
Transfers out	(2,768,200)	(9,356)	(40,000)	(2,817,556)
Total Other Financing Sources (Uses)	(1,629,511)	2,798,844	(40,000)	1,129,333
Net Change in Fund Balances	498,032	2,073,888	1,536	2,573,456
FUND BALANCES (DEFICITS)				
Beginning of Year	10,129,627	(343,405)	335,355	10,121,577
End of Year	<u>\$ 10,627,659</u>	<u>\$ 1,730,483</u>	<u>\$ 336,891</u>	<u>\$ 12,695,033</u>

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

Village of Rye Brook, New York

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

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

Net Change in Fund Balances - Total Governmental Funds	<u>\$ 2,573,456</u>
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital outlay expenditures	900,882
Depreciation expense	<u>(1,971,604)</u>
	<u>(1,070,722)</u>
The net effect of various miscellaneous transactions involving capital assets is to decrease net position	
Loss on impairment of capital assets	<u>(945,729)</u>
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Deferred revenues	<u>(18,101)</u>
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Principal paid on general obligation bonds	<u>620,000</u>
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Accrued interest	6,094
Compensated absences	(29,313)
Changes in pension liabilities and related deferred outflows and inflows of resources	1,164,840
Changes in OPEB liabilities and related deferred outflows and inflows of resources	<u>(2,994,943)</u>
	<u>(1,853,322)</u>
Change in Net Position of Governmental Activities	<u><u>\$ (694,418)</u></u>

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

Village of Rye Brook, New York

Statement of Revenues, Expenditures And Changes

In Fund Balance - Budget And Actual

General Fund

Year Ended May 31, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 17,751,678	\$ 17,751,678	\$ 17,742,162	\$ (9,516)
Other tax items	10,000	10,000	23,539	13,539
Non-property taxes	2,245,000	2,245,000	2,907,906	662,906
Departmental income	1,735,999	2,035,999	1,993,710	(42,289)
Intergovernmental charges	68,000	73,000	98,845	25,845
Use of money and property	181,837	181,837	155,316	(26,521)
Fines and forfeitures	32,000	32,000	41,435	9,435
Sale of property and compensation for loss	2,500	2,500	1,200	(1,300)
State aid	365,000	365,000	566,835	201,835
Federal aid	-	60,322	355,910	295,588
Miscellaneous	45,267	45,267	50,219	4,952
Total Revenues	22,437,281	22,802,603	23,937,077	1,134,474
EXPENDITURES				
Current				
General government support	3,352,463	3,241,394	2,987,568	253,826
Public safety	6,820,229	7,155,229	6,952,890	202,339
Health	270,348	270,348	263,290	7,058
Transportation	1,211,559	1,379,500	1,343,149	36,351
Economic opportunity and development	333,129	335,629	323,183	12,446
Culture and recreation	1,786,553	1,825,386	1,652,470	172,916
Home and community services	1,596,401	1,682,656	1,598,362	84,294
Employee benefits	5,835,985	5,732,932	5,560,223	172,709
Debt service				
Principal	620,000	620,000	620,000	-
Interest	508,399	508,399	508,399	-
Total Expenditures	22,335,066	22,751,473	21,809,534	941,939
Excess of Revenues Over Expenditures	102,215	51,130	2,127,543	2,076,413
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	15,000	1,084,562	1,129,333	44,771
Transfers in	-	-	9,356	9,356
Transfers out	(1,543,200)	(2,768,200)	(2,768,200)	-
Total Other Financing Uses	(1,528,200)	(1,683,638)	(1,629,511)	54,127
Net Change in Fund Balance	(1,425,985)	(1,632,508)	498,032	2,130,540
FUND BALANCE				
Beginning of Year	1,425,985	1,632,508	10,129,627	8,497,119
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,627,659</u>	<u>\$ 10,627,659</u>

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

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Note 1 - Summary of Significant Accounting Policies

The Village of Rye Brook, New York ("Village") was incorporated in 1982 and operates in accordance with Village Law and the various other applicable laws of the State of New York. The Village Board of Trustees is the legislative body responsible for overall operation. The Village Administrator serves as the chief administrative officer and the Village Treasurer serves as the chief financial officer. The Village provides the following services to its residents: public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and general and administrative support.

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

A. Financial Reporting Entity

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

In evaluating how to define the Village, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the Village's reporting entity was made by applying the criteria set forth by GASB, including legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, the following entity is included in the financial statements as a blended component unit. Blended component units are, in substance, part of the Village's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the Village.

The Friends of Rye Brook, Inc. ("Friends") was incorporated in 1995 under Section 102 of the Not-for-Profit Corporation Law of the State of New York. Although the Friends is a separate legal entity, members of the Village Board of Trustees are the governing body of the Friends and, therefore, can impose their will on its activities. Since a financial benefit/burden relationship exists between the Friends and the Village, Friends has been reflected as a blended component unit and reported within the Village's Special Purpose Fund.

B. Government-Wide Financial Statements

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

The Statement of Net Position presents the financial position of the Village at the end of its fiscal year. The Statement of Activities demonstrates the degree to which direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods or services, or privileges provided by a given function or segment, (2) grants and contributions that are restricted to meeting the

Note 1 - Summary of Significant Accounting Policies (Continued)

operational or capital requirements of a particular function or segment and (3) interest earned on grants that is required to be used to support a particular program. Taxes and other items not identified as program revenues are reported as general revenues. The Village does not allocate indirect expenses to functions in the Statement of Activities.

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

C. Fund Financial Statements

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

Fund Categories

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

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

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

The Village also reports the following non-major governmental fund -

Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted, committed or assigned

Note 1 - Summary of Significant Accounting Policies (Continued)

to expenditures for specified purposes other than debt service or capital projects. The non-major Special Revenue Fund of the Village is as follows:

Special Purpose Fund - The Special Purpose Fund is used to account for assets held by the Village in accordance with grantor or contributor stipulations. Among the activities included in the Special Purpose Fund are the activities of the Friends.

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

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as is the Fiduciary Fund. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they have been earned and they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are recognized as revenues when the expenditure is made and the amounts are expected to be collected within one year of the fiscal year end. A ninety day availability period is generally used for revenue recognition for most other governmental fund revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, net pension liability and other postemployment benefit liability are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Note 1 - Summary of Significant Accounting Policies (Continued)

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

Cash and Equivalents, Investments and Risk Disclosure

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

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

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

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

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

The Village's position in the pool of \$359,452 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 Rating Service. Local government investment cooperatives in this rating category meet the highest standards for credit quality, conservative investment policies and safety of principal. The cooperative invests in a high quality portfolio of investments legally permissible for municipalities and school districts in the State.

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

Risk Disclosure

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

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. GASB Statement No. 40, "*Deposit and Investment Risk Disclosures – an amendment of GASB Statement No. 3*", directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the Village's name. The Village's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at May 31, 2022.

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

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

Taxes Receivable - Real property taxes attach as an enforceable lien on real property as of June 1st and are levied and payable in two installments due in June and February. The Town of Rye, New York is responsible for the billing and collection of the Village's real property taxes.

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

Due From/To Other Funds - During the course of its operations, the Village has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of May 31, 2022,

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

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

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

<u>Class</u>	<u>Life in Years</u>
Land improvements	20
Buildings and improvements	15 - 45
Machinery and equipment	5 - 20
Infrastructure	15 - 50

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

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

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Village has reported unearned revenues of \$141,901 for summer recreation programs and \$427,933 for American Rescue Plan monies received in advance in the General Fund. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

The Village reported deferred inflows of resources of \$18,101 for permit revenue from a Sanitary Sewer Agreement that does not meet the availability period in the General Fund. This amount is deferred and recognized as inflows of resources in the period that the amounts become available.

The Village has also reported deferred outflows of resources and deferred inflows of resources in relation to its pension and other postemployment benefit liabilities in the government-wide financial statements. These amounts are detailed in the discussion of the Village'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 obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

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

Compensated Absences - The various collective bargaining agreements provide for the payment of accumulated vacation and sick 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 Pension Liability (Asset) - The net pension liability (asset) represents the Village's proportionate share of the net pension liability (asset) of the New York State and Local Employees' Retirement System and the New York State and Local Police and Fire Retirement System. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 68, "*Accounting and Financial Reporting for Pensions*" and GASB Statement No. 71, "*Pension Transition for Contributions Made Subsequent to the Measurement Date – An Amendment of GASB Statement No.68*".

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

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

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

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

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

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

F. Encumbrances

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

G. Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

H. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is September 28, 2022.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

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

- a) On or before March 20th, the budget officer submits to the Board of Trustees a tentative operating budget for the fiscal year commencing the following June 1st. The tentative budget includes proposed expenditures and the means of financing for all funds.
- b) The Board of Trustees, on or before March 31st, meets to discuss and review the tentative budget.
- c) The Board of Trustees conducts a public hearing on the tentative budget to obtain taxpayer comments on or before April 15th.
- d) After the public hearing and on or before May 1st, the Trustees meet to consider and adopt the budget.
- e) Formal budgetary integration is employed during the year as a management control device for the General Fund.
- f) The budget for the General Fund is legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. An annual budget is not legally adopted by the Board for the Special Purpose Fund since other means control the use of these resources (e.g., grant awards) and sometimes span a period of more than one fiscal year.
- g) The Village Board of Trustees has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Village Administrator. However, any modification to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations require a majority vote by the Board.
- h) Appropriations in the General Fund lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

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

B. Property Tax Limitations

The Village is permitted by the Constitution of the State of New York to levy taxes up to 2% of the five year average full valuation of taxable real estate located within the Village, exclusive of the amount raised for the payment of interest on and redemption of long-term debt. In accordance with this definition, the maximum amount of the tax levy for the 2021-2022 fiscal year was \$58,432,986, which exceeded the actual levy by \$43,102,907.

Note 2 - Stewardship, Compliance and Accountability (Continued)

In addition to this constitutional tax limitation, Chapter 97 of the Laws of 2011, as amended (“Tax Levy Limitation Law”), modified previous law by imposing a limit on the amount of real property taxes a local government may levy. The following is a brief summary of certain relevant provisions of the Tax Levy Limitation Law. The summary is not complete and the full text of the Tax Levy Limitation Law should be read in order to understand the details and implementations thereof.

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

C. Capital Projects Fund Project Deficits

Deficits in certain capital projects arise because of the application of generally accepted accounting principles. The proceeds of bond anticipation notes issued to finance construction of capital projects are not recognized as an “other financing source.” Liabilities for bond anticipation notes payable are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed. Deficits in these projects will be reduced and eliminated as the bond anticipation notes are redeemed from interfund transfers from other governmental funds or converted to permanent financing.

D. Reclassification of Prior Year Presentation

Certain prior year General Fund balance sheet amounts have been reclassified to reflect a more appropriate categorization.

Note 3 - Detailed Notes on All Funds

A. Taxes Receivable

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

Current Year	<u>\$ 115,884</u>
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Village of Rye Brook, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

B. Interfund Receivables/Payables

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

Fund	Due From	Due To
General	\$ 2,405	\$ -
Capital Projects	-	2,090
Non-Major Governmental	-	315
	\$ 2,405	\$ 2,405

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

C. Capital Assets

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

Class	Balance June 1, 2021	Additions	Deletions	Balance May 31, 2022
Capital Assets, not being depreciated:				
Land	\$ 13,660,376	\$ -	\$ -	\$ 13,660,376
Construction-in-Progress	18,216	-	18,216	-
Total Capital Assets, not being depreciated	\$ 13,678,592	\$ -	\$ 18,216	\$ 13,660,376
Capital Assets, being depreciated:				
Land Improvements	\$ 7,398,836	\$ 66,700	\$ -	\$ 7,465,536
Buildings and Improvements	22,128,830	50,000	-	22,178,830
Machinery and Equipment	7,856,119	123,170	1,039,572	6,939,717
Infrastructure	25,781,047	679,228	-	26,460,275
Total Capital Assets, being depreciated	63,164,832	919,098	1,039,572	63,044,358
Less Accumulated Depreciation for:				
Land Improvements	4,623,882	396,530	-	5,020,412
Buildings and Improvements	3,750,244	473,461	-	4,223,705
Machinery and Equipment	4,625,014	463,743	93,843	4,994,914
Infrastructure	17,402,098	637,870	-	18,039,968
Total Accumulated Depreciation	30,401,238	1,971,604	93,843	32,278,999
Total Capital Assets, being depreciated, net	\$ 32,763,594	\$ (1,052,506)	\$ 945,729	\$ 30,765,359
Capital Assets, net	\$ 46,442,186	\$ (1,052,506)	\$ 963,945	\$ 44,425,735

Village of Rye Brook, New York

Notes to Financial Statements (Continued)
 May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

A capital asset is considered impaired when its service utility has declined significantly and unexpectedly. The Village has evaluated events or changes in circumstances that may have affected the Village's assets and has determined that impairment of a capital asset did occur in one circumstance. In 2021, one of the Village's fire trucks was damaged in a hurricane. The net book value of the vehicle was \$1,018,477 and the impairment loss on the vehicle was \$945,729. The impairment loss has been reported on the Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities in the public safety function.

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

General Government Support	\$ 429,140
Public Safety	194,654
Transportation	800,736
Economic Opportunity and Development	12,363
Culture and Recreation	418,355
Home and Community Services	<u>116,356</u>
Total Depreciation Expense	<u>\$ 1,971,604</u>

D. Accrued Liabilities

The Village has reported accrued liabilities for payroll and employee benefits of \$180,404 in the General Fund and government-wide financial statements.

E. Short-Term Capital Borrowings - Bond Anticipation Notes Payable

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

<u>Purpose</u>	<u>Year of Original Issue</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Balance June 1, 2021</u>	<u>New Issues</u>	<u>Redemptions</u>	<u>Balance May 31, 2022</u>
Sanitary Sewer Improvement	2018	09/22	0.65 %	\$ 1,189,800	\$ -	\$ 231,200	\$ 958,600
Aerial Fire Truck	2020	02/23	0.95	<u>853,477</u>	<u>-</u>	<u>215,000</u>	<u>638,477</u>
				<u>\$ 2,043,277</u>	<u>\$ -</u>	<u>\$ 446,200</u>	<u>\$ 1,597,077</u>

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

Interest expenditures of \$14,305 were recorded in the fund financial statements in the General Fund. Interest expense of \$12,067 was recorded in the government-wide financial statements.

Village of Rye Brook, New York

Notes to Financial Statements (Continued)
 May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

F. Long-Term Liabilities

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

	Balance June 1, 2021	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2022	Due Within One-Year
General Obligation Bonds Payable					
Capital Construction	\$ 13,610,000	\$ -	\$ 480,000	\$ 13,130,000	\$ 480,000
Judgement and Claims	1,120,000	-	140,000	980,000	150,000
	<u>14,730,000</u>	<u>-</u>	<u>620,000</u>	<u>14,110,000</u>	<u>630,000</u>
Other Non-current Liabilities					
Compensated Absences	1,696,500	199,013	169,700	1,725,813	172,600
Net Pension Liability - ERS	10,831	-	10,831	-	-
Net Pension Liability - PFRS	1,877,646	-	1,213,240	664,406	-
Other Postemployment Benefit Liability	65,976,492	-	4,005,322	61,971,170	-
Total Non-current Liabilities	<u>69,561,469</u>	<u>199,013</u>	<u>5,399,093</u>	<u>64,361,389</u>	<u>172,600</u>
Total Long-Term Liabilities	<u>\$ 84,291,469</u>	<u>\$ 199,013</u>	<u>\$ 6,019,093</u>	<u>\$ 78,471,389</u>	<u>\$ 802,600</u>

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

General Obligation Bonds Payable

General obligation bonds payable at May 31, 2022 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at May 31, 2022
Various Village Purposes	2003	\$ 3,100,000	April, 2023	4.250 %	\$ 165,000
Various Village Purposes - 2018A	2018	14,250,000	March, 2048	3.000-3.750	12,965,000
Tax Certiorari - 2018B	2018	1,533,000	March, 2028	3.500	980,000
					<u>\$ 14,110,000</u>

Interest expenditures of \$494,094 were recorded in the fund financial statements in the General Fund. Interest expense of \$490,238 was recorded in the government-wide financial statements.

Village of Rye Brook, New York

Notes to Financial Statements (Continued)
May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

Payments to Maturity

The annual requirements to amortize all bonded debt outstanding as of May 31, 2022 including interest payments of \$7,007,714 are as follows:

Year Ending May 31,	General Obligation Bonds	
	Principal	Interest
2023	\$ 630,000	\$ 472,607
2024	480,000	450,894
2025	495,000	435,719
2026	515,000	420,069
2027	530,000	403,794
2028-2032	2,175,000	1,794,520
2033-2037	2,375,000	1,459,542
2038-2042	2,825,000	1,036,032
2043-2047	3,345,000	506,786
2048	740,000	27,751
	<u>\$ 14,110,000</u>	<u>\$ 7,007,714</u>

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

Legal Debt Margin

The Village is subject to legal limitations on the amount of debt that it may issue. The Village's legal debt margin is 7% of the five year average full valuation of taxable real property. At May 31, 2022, that amount was \$204,515,451. As of May 31, 2022, the total outstanding debt applicable to the limit was \$15,330,079, which is 26.24% of the total debt limit.

Compensated Absences

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

Pension Plans

New York State and Local Retirement System

The Village participates in the New York State and Local Employees' Retirement System ("ERS") and the New York State and Local Police and Fire Retirement System ("PFRS") which are collectively referred to as the New York State and Local Retirement System ("System"). These

Village of Rye Brook, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

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

The System is noncontributory except for employees who joined after July 27, 1976, who contribute 3% of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010, who generally contribute between 3% and 6% of their salary for their entire length of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers’ contributions based on salaries paid during the System’s fiscal year ending March 31. The employer contribution rates for the plan’s year ending in 2022 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	4 A15/41J	18.2 %
	5 A15/41J	15.2
	6 A15/41J1	10.6
PFRS	2 384D	30.4 %
	5 384D	25.5
	6 384D	19.8

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

	<u>ERS</u>	<u>PFRS</u>
Net pension liability (asset)	\$ (943,243)	\$ 664,406
Villages' proportion of the net pension liability (asset)	0.0115387 %	0.1169637 %
Change in proportion since the prior measurement date	0.0006616 %	0.0088216 %

Village of Rye Brook, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

The net pension liability (asset) was measured as of March 31, 2022, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The Village's proportion of the net pension liability (asset) was based on a computation of the actuarially determined indexed present value of future compensation by employer relative to the total of all participating members.

For the year ended May 31, 2022, the Village recognized its proportionate share of pension expense in the government-wide financial statements of \$42,043 for ERS and \$744,393 for PFRS. Pension expenditures of \$533,514 for ERS and \$1,417,762 for PFRS were recorded in the General Fund.

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

	ERS		PFRS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 71,433	\$ 92,653	\$ 358,186	\$ -
Changes of assumptions	1,574,167	26,562	3,976,615	-
Net difference between projected and actual earnings on pension plan investments	-	3,088,727	-	5,582,747
Changes in proportion and differences between Village contributions and proportionate share of contributions	99,284	55,642	461,144	47,054
Village contributions subsequent to the measurement date	61,486	-	212,081	-
	<u>\$ 1,806,370</u>	<u>\$ 3,263,584</u>	<u>\$ 5,008,026</u>	<u>\$ 5,629,801</u>
	Total			
	Deferred Outflows of Resources	Deferred Inflows of Resources		
Differences between expected and actual experience	\$ 429,619	\$ 92,653		
Changes of assumptions	5,550,782	26,562		
Net difference between projected and actual earnings on pension plan investments	-	8,671,474		
Changes in proportion and differences between Village contributions and proportionate share of contributions	560,428	102,696		
Village contributions subsequent to the measurement date	273,567	-		
	<u>\$ 6,814,396</u>	<u>\$ 8,893,385</u>		

\$61,486 and \$212,081 reported as deferred outflows of resources related to ERS and PFRS, respectively, resulting from the Village's accrued contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for PFRS and an increase in the net pension asset for ERS in the year ended March 31, 2023. Other amounts reported as deferred

Village of Rye Brook, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

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
2023	\$ (228,427)	\$ (155,558)
2024	(347,062)	(347,586)
2025	(793,799)	(1,227,218)
2026	(149,412)	823,306
2027	-	73,200
	<u>\$ (1,518,700)</u>	<u>\$ (833,856)</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, 2022	March 31, 2022
Actuarial valuation date	April 1, 2021	April 1, 2021
Investment rate of return	5.9% *	5.9% *
Salary scale	4.4%	6.2%
Inflation rate	2.7%	2.7%
Cost of living adjustments	1.4%	1.4%

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

Annuitant mortality rates are based on the April 1, 2015 - March 31, 2020 System's experience with adjustments for mortality improvements based on Society of Actuaries' Scale MP-2020.

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

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

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.

Village of Rye Brook, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

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

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

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

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

	<u>1% Decrease (4.9%)</u>	<u>Current Discount Rate (5.9%)</u>	<u>1% Increase (6.9%)</u>
Village's proportionate share of the ERS net pension liability (asset)	<u>\$ 2,427,898</u>	<u>\$ (943,243)</u>	<u>\$ (3,763,041)</u>
Village's proportionate share of the PFRS net pension liability (asset)	<u>\$ 7,390,494</u>	<u>\$ 664,406</u>	<u>\$ (4,903,008)</u>

Village of Rye Brook, New York

Notes to Financial Statements (Continued)
 May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

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

	ERS	PFRS	Total
Total pension liability	\$ 223,874,888,000	\$ 42,237,292,000	\$ 266,112,180,000
Fiduciary net position	<u>232,049,473,000</u>	<u>41,669,250,000</u>	<u>273,718,723,000</u>
Employers' net pension liability (asset)	<u>\$ (8,174,585,000)</u>	<u>\$ 568,042,000</u>	<u>\$ (7,606,543,000)</u>
Fiduciary net position as a percentage of total pension liability	<u>103.65%</u>	<u>98.66%</u>	<u>102.86%</u>

Employer contributions to ERS and PFRS are paid annually and cover the period through the end of the System's fiscal year, which is March 31st. Retirement contributions as of May 31, 2022 represent the employer contribution for the period of April 1, 2022 through May 31, 2022 based on prior year ERS and PFRS wages multiplied by the employers' contribution rate, by tier. Employee contributions are remitted monthly. Retirement contributions to ERS and PFRS for the two months ended May 31, 2022 were \$61,486 and \$212,081, respectively.

Voluntary Defined Contribution Plan

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

Other Postemployment Benefit Liability ("OPEB")

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

At May 31, 2022, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefit payments	55
Active employees	<u>72</u>
	<u>127</u>

Village of Rye Brook, New York

Notes to Financial Statements (Continued)

May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

The Village's total OPEB liability of \$61,971,170 was measured as of May 31, 2022, and was determined by an actuarial valuation as of June 1, 2021.

The total OPEB liability in the June 1, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Salary increases	3.50%, average, including inflation
Discount rate	3.16%
Healthcare cost trend rates	6.50% for 2022, decreasing 0.5% per year to an ultimate rate of 5.0% for 2025 and later years
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 Bond Buyer's 20 Bond Index.

Mortality rates were based on the experience of the unisex pre-retirement mortality rates and postretirement mortality rates for healthy participants using the MP-2021 projection scale.

For the following demographic (mortality, retirement, disability, and other termination of employment) assumptions, the rates utilized were developed in the report, "Development of Recommended Actuarial Assumptions" for New York/SUNY GASB 75 Valuation prepared by the AON dated June 2020.

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

Total OPEB Liability - Beginning of Year	\$ 65,976,492
Service cost	2,869,289
Interest	1,600,314
Changes of benefit terms	68,025
Differences between expected and actual experience	6,716,173
Changes in assumptions or other inputs	(14,016,975)
Benefit payments	<u>(1,242,148)</u>
Total OPEB Liability - End of Year	<u>\$ 61,971,170</u>

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.16%) or 1 percentage point higher (4.16%) than the current discount rate:

	1% Decrease (2.16%)	Current Discount Rate (3.16%)	1% Increase (4.16%)
Total OPEB Liability	<u>\$ 74,273,290</u>	<u>\$ 61,971,170</u>	<u>\$ 52,405,471</u>

Village of Rye Brook, New York

Notes to Financial Statements (Continued)
 May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (5.5% decreasing to 4.0%) or 1 percentage point higher (7.5% decreasing to 6.0%) than the current healthcare cost trend rates:

	1% Decrease (5.5% decreasing to 4.0%)	Current Healthcare Cost Trend Rates (6.5% decreasing to 5.0%)	1% Increase (7.5% decreasing to 6.0%)
Total OPEB Liability	<u>\$ 51,047,840</u>	<u>\$ 61,971,170</u>	<u>\$ 76,357,476</u>

For the year ended May 31, 2022, the Village recognized OPEB expense of \$4,237,091 in the government-wide financial statements. At May 31, 2022, the Village 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	\$ 7,692,420	\$ 14,533,154
Differences between expected and actual experience	<u>5,695,478</u>	<u>936,766</u>
	<u>\$ 13,387,898</u>	<u>\$ 15,469,920</u>

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

Year Ended May 31,	
2023	\$ (300,537)
2024	(300,537)
2025	(154,089)
2026	484,549
2027	(1,167,882)
Thereafter	<u>(643,526)</u>
	<u>\$ (2,082,022)</u>

Village of Rye Brook, New York

Notes to Financial Statements (Continued)
May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

G. Revenues and Expenditures

Interfund Transfers

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

Transfers Out	Transfers In		Total
	General Fund	Capital Projects Fund	
General Fund	\$ -	\$ 2,768,200	\$ 2,768,200
Capital Projects Fund	9,356	-	9,356
Non-Major Governmental Funds	-	40,000	40,000
	<u>\$ 9,356</u>	<u>\$ 2,808,200</u>	<u>\$ 2,817,556</u>

Transfers are used to 1) move amounts earmarked in the General Fund to fulfill commitments for Capital Projects Fund expenditures and 2) move funds for closed capital projects from the Capital Projects Fund to the General Fund.

H. Net Position

The components of net position are detailed below:

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

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

Restricted for Capital Project - Playing Field Facility - the component of net position that reports the amounts restricted for the construction or reconstruction of the playing field facility.

Restricted for Special Purposes - the component of net position that reports the difference between assets and liabilities of certain programs that consist of assets with constraints placed on their use by either external parties and/or statute.

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

Village of Rye Brook, New York

Notes to Financial Statements (Continued)
 May 31, 2022

Note 3 - Detailed Notes on All Funds (Continued)

I. Fund Balances

	2022				2021			
	General Fund	Capital Projects Fund	Non-Major Governmental Funds	Total	General Fund	Capital Projects Fund	Non-Major Governmental Funds	Total
Nonspendable - Prepaid expenditures	\$ 18,767	\$ -	\$ -	\$ 18,767	\$ 13,125	\$ -	\$ -	\$ 13,125
Restricted:								
Debt service	1,086,882	-	-	1,086,882	1,085,729	-	-	1,085,729
Debt service - for subsequent year's expenditures	250,000	-	-	250,000	250,000	-	-	250,000
Capital Project - Playing field facility	153,458	-	-	153,458	123,381	-	-	123,381
Capital Projects	-	1,730,483	-	1,730,483	-	-	-	-
Parklands	-	-	277,612	277,612	-	-	301,444	301,444
Trusts	-	-	59,279	59,279	-	-	33,911	33,911
Total Restricted	1,490,340	1,730,483	336,891	3,557,714	1,459,110	-	335,355	1,794,465
Committed:								
Capital projects	1,292,405	-	-	1,292,405	1,255,953	-	-	1,255,953
Capital projects - for subsequent year's expenditures	1,115,200	-	-	1,115,200	1,097,000	-	-	1,097,000
Total Committed	2,407,605	-	-	2,407,605	2,352,953	-	-	2,352,953
Assigned -								
Purchases on order:								
General government support	3,198	-	-	3,198	6,538	-	-	6,538
Public safety	19,527	-	-	19,527	17,746	-	-	17,746
Transportation	-	-	-	-	6,599	-	-	6,599
Culture and recreation	25,527	-	-	25,527	20,341	-	-	20,341
Home and community	66,867	-	-	66,867	27,761	-	-	27,761
Total Assigned	115,119	-	-	115,119	78,985	-	-	78,985
Unassigned	6,595,828	-	-	6,595,828	6,225,454	(343,405)	-	5,882,049
Total Fund Balances (Deficits)	\$ 10,627,659	\$ 1,730,483	\$ 336,891	\$ 12,695,033	\$ 10,129,627	\$ (343,405)	\$ 335,355	\$ 10,121,577

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 established to account for certain payments made in advance. The amount is classified as nonspendable to indicate that these funds are not "available" for appropriation or expenditure even though they are a component of current assets.

The Village has committed \$2,407,605 from the General Fund to be used for future capital projects.

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

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

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

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

The Village, in common with other municipalities, receives numerous notices of claims for money damages arising from false arrest, property damages, personal injury or breach of contract. Of the claims currently pending, none are expected to have a material effect on the financial position of the Village, if adversely settled, except for a matter involving a breach of contract claim for the construction of a new DPW and Parks Department garage. The plaintiff seeks damages for the balance of the contract amount of \$934,000 plus unspecified amounts for compensatory damages, consequential damages and attorney's fees. The Village has filed counter claims on this matter for defective work and liquidated damages. The matter is still in the discovery stage. Counsel can not express an opinion on the outcome.

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

B. Contingencies

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

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

C. Risk Management

The Village purchases various conventional insurance coverages to reduce its exposure to loss. The Village maintains a general liability policy, public official's liability and law enforcement liability with coverage up to \$1 million per occurrence and \$2 million in the aggregate. In addition, the Village also maintains an umbrella policy with coverage up to \$10 million policy aggregate and maintains a cyber liability policy with coverage up to \$1 million for each claim on a claims made basis and \$1 million in the aggregate. The Village purchases conventional workers' compensation insurance with coverage at statutory limits. The Village also purchases conventional health insurance from one provider. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past three fiscal years.

Note 5 - Subsequent Events

The Village, on September 23, 2022, issued a \$1,343,950 bond anticipation note, of which \$718,950 was a renewal of a previously issued bond anticipation note which was used to finance the Sanitary Sewer Facility capital project. The balance of \$625,000 provided new monies for various vehicles for the Police Department and for construction and maintenance purposes. The note matures on September 22, 2023 and bears interest at 3.67% per annum.

Note 6 - Recently Issued GASB Pronouncements

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

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

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

Village of Rye Brook, New York

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total OPEB Liability:				
Service cost	\$ 2,869,289	\$ 2,643,975	\$ 1,760,339	\$ 2,014,886
Interest	1,600,314	1,417,310	1,706,228	1,659,691
Changes of benefit terms	68,025	-	-	-
Differences between expected and actual experience	6,716,173 (4)	-	-	(2,242,362)
Changes of assumptions or other inputs	(14,016,975)	(495,880)	13,717,821	(5,496,928)
Benefit payments	<u>(1,242,148)</u>	<u>(1,116,293)</u>	<u>(1,005,694)</u>	<u>(908,752)</u>
Net Change in Total OPEB Liability	(4,005,322)	2,449,112	16,178,694	(4,973,465)
Total OPEB Liability – Beginning of Year	<u>65,976,492</u>	<u>63,527,380</u>	<u>47,348,686</u>	<u>52,322,151 (2)</u>
Total OPEB Liability – End of Year	<u>\$ 61,971,170</u>	<u>\$ 65,976,492</u>	<u>\$ 63,527,380</u>	<u>\$ 47,348,686</u>
Village's covered-employee payroll	<u>\$ 7,553,522</u>	<u>\$ 6,876,874</u>	<u>\$ 6,709,145</u>	<u>\$ 6,773,253</u>
Total OPEB liability as a percentage of covered-employee payroll	<u>820%</u>	<u>959%</u>	<u>947%</u>	<u>699%</u>
Discount Rate	<u>3.16%</u>	<u>2.20%</u>	<u>2.16%</u>	<u>3.51%</u>

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

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

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

(4) Difference due to Village now paying 100% of the retiree dental premiums for Highway and Office retirees.

Village of Rye Brook, New York

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

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

	2022 (5)	2021 (4)	2020 (3)	2019	2018	2017	2016
Village's proportion of the net pension liability (asset)	0.0115387%	0.0108771%	0.0114397%	0.0120649%	0.0114718%	0.0123733%	0.0131940%
Village's proportionate share of the net pension liability (asset)	\$ (943,243)	\$ 10,831	\$ 3,029,307	\$ 854,836	\$ 370,245	\$ 1,162,624	\$ 2,117,674
Village's covered payroll	\$ 3,253,305	\$ 3,235,018	\$ 3,154,079	\$ 3,005,776	\$ 2,802,117	\$ 2,919,670	\$ 2,948,292
Village's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-28.99%	0.33%	96.04%	28.44%	13.21%	39.82%	71.83%
Plan fiduciary net position as a percentage of the total pension liability	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%	90.70%
Discount Rate	5.90%	5.90%	6.80%	7.00%	7.00%	7.00%	7.00%

Schedule of Contributions

	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 552,509	\$ 468,201	\$ 443,128	\$ 482,180	\$ 442,325	\$ 461,117	\$ 550,949
Contributions in relation to the contractually required contribution	(552,509)	(468,201)	(443,128)	(482,180)	(442,325)	(461,117)	(550,949)
Contribution excess	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Village's covered payroll	\$ 3,289,372	\$ 3,141,591	\$ 3,155,396	\$ 2,949,754	\$ 2,973,848	\$ 2,927,244	\$ 2,925,051
Contributions as a percentage of covered payroll	16.80%	14.90%	14.04%	16.35%	14.87%	15.75%	18.84%

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

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

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

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

See independent auditors' report.

Village of Rye Brook, New York

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

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

	2022 (5)	2021 (4)	2020 (3)	2019	2018	2017	2016
Village's proportion of the net pension liability	<u>0.1169637%</u>	<u>0.1081421%</u>	<u>0.1086153%</u>	<u>0.1154339%</u>	<u>0.1085772%</u>	<u>0.1063724%</u>	<u>0.1104717%</u>
Village's proportionate share of the net pension liability	<u>\$ 664,406</u>	<u>\$ 1,877,646</u>	<u>\$ 5,805,420</u>	<u>\$ 1,935,899</u>	<u>\$ 1,097,452</u>	<u>\$ 2,204,729</u>	<u>\$ 3,270,831</u>
Village's covered payroll	<u>\$ 5,307,018</u>	<u>\$ 5,130,833</u>	<u>\$ 4,842,255</u>	<u>\$ 4,606,970</u>	<u>\$ 4,307,617</u>	<u>\$ 4,018,503</u>	<u>\$ 3,798,173</u>
Village's proportionate share of the net pension liability as a percentage of its covered payroll	<u>12.52%</u>	<u>36.60%</u>	<u>119.89%</u>	<u>42.02%</u>	<u>25.48%</u>	<u>54.86%</u>	<u>86.12%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>98.66%</u>	<u>95.79%</u>	<u>84.86%</u>	<u>95.09%</u>	<u>96.93%</u>	<u>93.50%</u>	<u>90.20%</u>
Discount Rate	<u>5.90%</u>	<u>5.90%</u>	<u>6.80%</u>	<u>7.00%</u>	<u>7.00%</u>	<u>7.00%</u>	<u>7.00%</u>

Schedule of Contributions

	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 1,419,972	\$ 1,146,207	\$ 1,044,061	\$ 1,057,150	\$ 1,020,500	\$ 944,674	\$ 884,771
Contributions in relation to the contractually required contribution	<u>(1,419,972)</u>	<u>(1,146,207)</u>	<u>(1,044,061)</u>	<u>(1,057,150)</u>	<u>(1,020,500)</u>	<u>(944,674)</u>	<u>(884,771)</u>
Contribution excess	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Village's covered payroll	<u>\$ 5,334,666</u>	<u>\$ 4,996,904</u>	<u>\$ 4,864,535</u>	<u>\$ 4,568,855</u>	<u>\$ 4,640,138</u>	<u>\$ 4,720,743</u>	<u>\$ 4,043,564</u>
Contributions as a percentage of covered payroll	<u>26.62%</u>	<u>22.94%</u>	<u>21.46%</u>	<u>23.14%</u>	<u>21.99%</u>	<u>20.01%</u>	<u>21.88%</u>

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

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

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

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

See independent auditors' report.

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Village of Rye Brook, New York

General Fund
 Comparative Balance Sheet
 May 31,

	<u>2022</u>	<u>2021</u>
ASSETS		
Cash and equivalents	\$ 11,110,942	\$ 10,241,982
Taxes receivable	115,884	181,244
Other receivables		
Accounts	233,348	236,416
State and Federal aid	252,794	634,084
Due from other governments	842,435	777,539
Due from other funds	2,405	3,166
	<u>1,330,982</u>	<u>1,651,205</u>
Prepaid expenditures	18,767	13,125
Total Assets	<u>\$ 12,576,575</u>	<u>\$ 12,087,556</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 625,721	\$ 429,730
Accrued liabilities	180,404	132,588
Deposits and other liabilities	281,289	284,562
Due to retirement systems	273,567	294,771
Unearned revenues	569,834	780,076
Total Liabilities	1,930,815	1,921,727
Deferred inflows of resources		
Deferred revenues	18,101	36,202
Total Liabilities and Deferred Inflows of Resources	<u>1,948,916</u>	<u>1,957,929</u>
Fund balance		
Nonspendable	18,767	13,125
Restricted	1,490,340	1,459,110
Committed	2,407,605	2,352,953
Assigned	115,119	78,985
Unassigned	6,595,828	6,225,454
Total Fund Balance	<u>10,627,659</u>	<u>10,129,627</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 12,576,575</u>	<u>\$ 12,087,556</u>

See independent auditors' report.

Village of Rye Brook, New York

General Fund

Comparative Schedule of Revenues, Expenditures and

Changes in Fund Balance - Budget and Actual

Years Ended May 31,

	2022			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 17,751,678	\$ 17,751,678	\$ 17,742,162	\$ (9,516)
Other tax items	10,000	10,000	23,539	13,539
Non-property taxes	2,245,000	2,245,000	2,907,906	662,906
Departmental income	1,735,999	2,035,999	1,993,710	(42,289)
Intergovernmental charges	68,000	73,000	98,845	25,845
Use of money and property	181,837	181,837	155,316	(26,521)
Fines and forfeitures	32,000	32,000	41,435	9,435
Sale of property and compensation for loss	2,500	2,500	1,200	(1,300)
State aid	365,000	365,000	566,835	201,835
Federal aid	-	60,322	355,910	295,588
Miscellaneous	45,267	45,267	50,219	4,952
Total Revenues	22,437,281	22,802,603	23,937,077	1,134,474
EXPENDITURES				
Current				
General government support	3,352,463	3,241,394	2,987,568	253,826
Public safety	6,820,229	7,155,229	6,952,890	202,339
Health	270,348	270,348	263,290	7,058
Transportation	1,211,559	1,379,500	1,343,149	36,351
Economic opportunity and development	333,129	335,629	323,183	12,446
Culture and recreation	1,786,553	1,825,386	1,652,470	172,916
Home and community services	1,596,401	1,682,656	1,598,362	84,294
Employee benefits	5,835,985	5,732,932	5,560,223	172,709
Debt service				
Principal	620,000	620,000	620,000	-
Interest	508,399	508,399	508,399	-
Total Expenditures	22,335,066	22,751,473	21,809,534	941,939
Excess of Revenues Over Expenditures	102,215	51,130	2,127,543	2,076,413
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	15,000	1,084,562	1,129,333	44,771
Transfers in	-	-	9,356	9,356
Transfers out	(1,543,200)	(2,768,200)	(2,768,200)	-
Total Other Financing Uses	(1,528,200)	(1,683,638)	(1,629,511)	54,127
Net Change in Fund Balance	(1,425,985)	(1,632,508)	498,032	2,130,540
FUND BALANCE				
Beginning of Year	1,425,985	1,632,508	10,129,627	8,497,119
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,627,659</u>	<u>\$ 10,627,659</u>

See independent auditors' report.

2021			
Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 17,305,961	\$ 17,305,961	\$ 17,289,205	\$ (16,756)
10,000	10,000	31,934	21,934
2,250,000	2,250,000	2,785,908	535,908
1,672,410	1,556,610	1,969,708	413,098
40,000	40,000	41,424	1,424
211,660	211,660	169,033	(42,627)
32,000	32,000	60,396	28,396
20,000	20,000	3,535	(16,465)
372,000	372,000	427,195	55,195
-	-	-	-
45,334	45,334	82,603	37,269
<u>21,959,365</u>	<u>21,843,565</u>	<u>22,860,941</u>	<u>1,017,376</u>
3,333,650	3,247,910	2,938,309	309,601
6,591,273	6,631,307	6,603,390	27,917
221,510	246,966	246,966	-
1,132,112	1,136,911	1,117,638	19,273
358,205	358,205	306,419	51,786
1,795,195	1,772,545	1,360,274	412,271
1,434,050	1,433,743	1,365,378	68,365
5,347,121	5,332,340	5,062,426	269,914
610,000	610,000	610,000	-
563,085	563,085	563,085	-
<u>21,386,201</u>	<u>21,333,012</u>	<u>20,173,885</u>	<u>1,159,127</u>
<u>573,164</u>	<u>510,553</u>	<u>2,687,056</u>	<u>2,176,503</u>
15,000	31,811	119,526	87,715
-	29,929	68,136	38,207
<u>(1,992,625)</u>	<u>(1,946,825)</u>	<u>(1,946,825)</u>	<u>-</u>
<u>(1,977,625)</u>	<u>(1,885,085)</u>	<u>(1,759,163)</u>	<u>125,922</u>
<u>(1,404,461)</u>	<u>(1,374,532)</u>	<u>927,893</u>	<u>2,302,425</u>
<u>1,404,461</u>	<u>1,374,532</u>	<u>9,201,734</u>	<u>7,827,202</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,129,627</u>	<u>\$ 10,129,627</u>

Village of Rye Brook, New York

General Fund
 Schedule of Revenues and Other Financing Sources Compared to Budget
 Year Ended May 31, 2022
 (With Comparative Actuals for 2021)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2021 Actual
REAL PROPERTY TAXES	\$ 17,751,678	\$ 17,751,678	\$ 17,742,162	\$ (9,516)	\$ 17,289,205
OTHER TAX ITEMS					
Interest and penalties on real property taxes	10,000	10,000	23,539	13,539	31,934
NON-PROPERTY TAXES					
Non-property tax distribution from County	1,760,000	1,760,000	2,422,964	662,964	2,222,399
Utilities gross receipts taxes	235,000	235,000	240,959	5,959	248,740
Hotel occupancy tax	-	-	-	-	73,234
Franchise fees	250,000	250,000	243,983	(6,017)	241,535
	<u>2,245,000</u>	<u>2,245,000</u>	<u>2,907,906</u>	<u>662,906</u>	<u>2,785,908</u>
DEPARTMENTAL INCOME					
Clerk fees	4,000	4,000	26,251	22,251	16,889
Police fees	31,500	331,500	440,486	108,986	121,265
Safety inspection fees	879,600	879,600	760,167	(119,433)	1,380,150
Alarm permits	90,000	90,000	80,720	(9,280)	105,365
Parks and recreation charges	410,000	410,000	430,819	20,819	212,705
After school program	180,000	180,000	100,287	(79,713)	-
Home and community service fees	129,500	129,500	144,769	15,269	131,834
Concessions	3,000	3,000	1,719	(1,281)	-
Community events	1,700	1,700	-	(1,700)	-
Senior programs	6,699	6,699	8,492	1,793	1,500
	<u>1,735,999</u>	<u>2,035,999</u>	<u>1,993,710</u>	<u>(42,289)</u>	<u>1,969,708</u>
INTERGOVERNMENTAL CHARGES					
Airport revenue	40,000	40,000	40,000	-	40,000
Other governmental services					
Home and community services	28,000	33,000	58,845	25,845	1,424
	<u>68,000</u>	<u>73,000</u>	<u>98,845</u>	<u>25,845</u>	<u>41,424</u>

USE OF MONEY AND PROPERTY

Rental of real property	135,837	135,837	135,877	40	130,794
Senior center rental	8,000	8,000	175	(7,825)	-
Interest earnings	38,000	38,000	19,264	(18,736)	38,239
	<u>181,837</u>	<u>181,837</u>	<u>155,316</u>	<u>(26,521)</u>	<u>169,033</u>

FINES AND FORFEITURES

Fines and forfeited bail	<u>32,000</u>	<u>32,000</u>	<u>41,435</u>	<u>9,435</u>	<u>60,396</u>
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SALE OF PROPERTY AND COMPENSATION FOR LOSS

Sale of equipment	<u>2,500</u>	<u>2,500</u>	<u>1,200</u>	<u>(1,300)</u>	<u>3,535</u>
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STATE AID

Mortgage tax	330,000	330,000	446,591	116,591	391,688
Youth funding	2,000	2,000	2,062	62	2,062
Snow removal	30,000	30,000	85,147	55,147	32,606
Speed and alcohol enforcement	3,000	3,000	4,658	1,658	839
Emergency disaster	-	-	25,980	25,980	-
Other - public safety	-	-	2,397	2,397	-
	<u>365,000</u>	<u>365,000</u>	<u>566,835</u>	<u>201,835</u>	<u>427,195</u>

FEDERAL AID

American Rescue Plan	-	60,322	60,322	-	-
Emergency management assistance	-	-	295,588	295,588	-
	-	60,322	355,910	295,588	-

MISCELLANEOUS

Refund of prior year's expenditures	-	-	2,872	2,872	36,720
AIM related payments	45,267	45,267	45,334	67	45,334
Unclassified	-	-	2,013	2,013	549
	<u>45,267</u>	<u>45,267</u>	<u>50,219</u>	<u>4,952</u>	<u>82,603</u>

TOTAL REVENUES

	<u>22,437,281</u>	<u>22,802,603</u>	<u>23,937,077</u>	<u>1,134,474</u>	<u>22,860,941</u>
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OTHER FINANCING SOURCES

Insurance recoveries	15,000	1,084,562	1,129,333	44,771	119,526
Transfers in					
Capital Projects Fund	-	-	9,356	9,356	68,136

TOTAL OTHER FINANCING SOURCES

	<u>15,000</u>	<u>1,084,562</u>	<u>1,138,689</u>	<u>54,127</u>	<u>187,662</u>
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TOTAL REVENUES AND OTHER FINANCING SOURCES

	<u>\$ 22,452,281</u>	<u>\$ 23,887,165</u>	<u>\$ 25,075,766</u>	<u>\$ 1,188,601</u>	<u>\$ 23,048,603</u>
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See independent auditors' report.

Village of Rye Brook, New York

General Fund
 Schedule of Expenditures and Other Financing Uses Compared to Budget
 Year Ended May 31, 2022
 (With Comparative Actuals for 2021)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2021 Actual
GENERAL GOVERNMENT SUPPORT					
Board of Trustees	\$ 27,065	\$ 32,065	\$ 29,436	\$ 2,629	\$ 10,922
Administrator	320,299	329,380	329,380	-	314,769
Treasurer	599,673	593,739	582,709	11,030	563,827
Village office	113,475	118,475	106,567	11,908	113,904
Clerk	111,912	112,511	111,405	1,106	111,003
Village attorney	205,000	207,500	202,695	4,805	254,254
Engineering	177,308	180,276	180,276	-	157,416
Management information systems	315,278	325,551	325,325	226	294,411
Central communications	80,000	83,039	83,039	-	77,240
Central garage	641,910	641,910	587,961	53,949	530,993
Central supplies	20,000	29,000	26,656	2,344	27,384
Central printing and mailing	15,000	13,570	8,373	5,197	10,466
Unallocated insurance	304,000	304,000	230,316	73,684	292,988
Consulting fees	79,813	94,813	62,715	32,098	73,895
Bonding fees	10,000	20,435	20,435	-	-
Judgments and claims	79,000	79,000	52,095	26,905	60,710
Tax on property	20,500	20,500	16,953	3,547	15,086
Contingency account	200,000	23,400	-	23,400	-
Metropolitan commuter transportation mobility tax	32,230	32,230	31,232	998	29,041
	<u>3,352,463</u>	<u>3,241,394</u>	<u>2,987,568</u>	<u>253,826</u>	<u>2,938,309</u>
PUBLIC SAFETY					
Police Department	4,157,362	4,458,363	4,276,308	182,055	4,025,070
Control of animals	14,980	14,980	14,976	4	14,736
Fire protection	2,267,482	2,297,482	2,288,839	8,643	2,196,327
Safety inspection	380,405	384,404	372,767	11,637	367,257
	<u>6,820,229</u>	<u>7,155,229</u>	<u>6,952,890</u>	<u>202,339</u>	<u>6,603,390</u>

HEALTH

Ambulance services	270,348	270,348	263,290	7,058	246,966
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TRANSPORTATION

Highway maintenance	966,559	1,043,318	1,026,550	16,768	863,382
Snow removal	145,000	155,681	141,126	14,555	137,472
Street lighting	100,000	180,501	175,473	5,028	116,784
	<u>1,211,559</u>	<u>1,379,500</u>	<u>1,343,149</u>	<u>36,351</u>	<u>1,117,638</u>

ECONOMIC OPPORTUNITY AND DEVELOPMENT

Community services - Programs for the aging	333,129	335,629	323,183	12,446	306,419
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CULTURE AND RECREATION

Recreation	1,154,672	1,193,505	1,020,839	172,666	743,643
Public library	624,500	624,500	624,250	250	609,250
Handicapped	7,381	7,381	7,381	-	7,381
	<u>1,786,553</u>	<u>1,825,386</u>	<u>1,652,470</u>	<u>172,916</u>	<u>1,360,274</u>

HOME AND COMMUNITY SERVICES

Part-time videotaping	3,200	5,594	5,594	-	3,873
Planning board	270	295	295	-	270
Disposal fees	98,000	113,785	113,785	-	107,997
Recycling and refuse collection	1,077,170	1,105,220	1,104,829	391	1,027,478
Shade trees	95,000	95,000	93,627	1,373	115,801
Sewer district	322,761	362,762	280,232	82,530	109,959
	<u>1,596,401</u>	<u>1,682,656</u>	<u>1,598,362</u>	<u>84,294</u>	<u>1,365,378</u>

EMPLOYEE BENEFITS

State retirement	556,415	557,438	533,514	23,924	463,037
State retirement - Police	1,429,067	1,428,044	1,417,762	10,282	1,146,880
Social security	696,684	696,684	652,450	44,234	610,739
Workers' compensation benefits	310,000	264,745	236,861	27,884	267,757
Unemployment insurance	20,000	20,000	1,156	18,844	-
Disability insurance	2,000	2,000	1,607	393	1,540
Health and dental insurance	2,820,319	2,762,521	2,716,373	46,148	2,572,473
Other benefits	1,500	1,500	500	1,000	-
	<u>5,835,985</u>	<u>5,732,932</u>	<u>5,560,223</u>	<u>172,709</u>	<u>5,062,426</u>

(Continued)

Village of Rye Brook, New York

General Fund

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

Year Ended May 31, 2022

(With Comparative Actuals for 2021)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2021 Actual
DEBT SERVICE					
Principal					
Serial bonds	\$ 620,000	\$ 620,000	\$ 620,000	\$ -	\$ 610,000
Interest					
Serial bonds	494,094	494,094	494,094	-	515,063
Bond anticipation notes	14,305	14,305	14,305	-	48,022
	<u>508,399</u>	<u>508,399</u>	<u>508,399</u>	<u>-</u>	<u>563,085</u>
	<u>1,128,399</u>	<u>1,128,399</u>	<u>1,128,399</u>	<u>-</u>	<u>1,173,085</u>
TOTAL EXPENDITURES	22,335,066	22,751,473	21,809,534	941,939	20,173,885
OTHER FINANCING USES					
Transfers out					
Capital Projects Fund	1,543,200	2,768,200	2,768,200	-	1,946,825
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 23,878,266</u>	<u>\$ 25,519,673</u>	<u>\$ 24,577,734</u>	<u>\$ 941,939</u>	<u>\$ 22,120,710</u>

See independent auditor's report.

Village of Rye Brook, New York

Capital Projects Fund
Comparative Balance Sheet
May 31,

	<u>2022</u>	<u>2021</u>
ASSETS		
Cash and equivalents	\$ 3,549,293	\$ 1,342,949
Investments	359,452	909,014
State and Federal Aid	<u>-</u>	<u>100,000</u>
Total Assets	<u>\$ 3,908,745</u>	<u>\$ 2,351,963</u>
LIABILITIES AND FUND BALANCE (DEFICIT)		
Liabilities		
Accounts payable	\$ 579,095	\$ 548,925
Unearned revenue	-	100,000
Due to other funds	2,090	3,166
Bond anticipation notes payable	<u>1,597,077</u>	<u>2,043,277</u>
Total Liabilities	<u>2,178,262</u>	<u>2,695,368</u>
Fund balance (deficit)		
Restricted	1,730,483	-
Unrestricted	<u>-</u>	<u>(343,405)</u>
Total Fund Balance (Deficit)	<u>1,730,483</u>	<u>(343,405)</u>
Total Liabilities and Fund Balance (Deficit)	<u>\$ 3,908,745</u>	<u>\$ 2,351,963</u>

See independent auditors' report.

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Village of Rye Brook, New York

Capital Projects Fund

Comparative Statement of Revenues, Expenditures and Changes

in Fund Balance

Years Ended May 31,

	<u>2022</u>	<u>2021</u>
REVENUES		
State aid	\$ 197,051	\$ 100,854
Miscellaneous	<u>-</u>	<u>46,250</u>
	197,051	147,104
EXPENDITURES		
Capital outlay	<u>922,007</u>	<u>3,752,102</u>
Deficiency of Revenues Over Expenditures	<u>(724,956)</u>	<u>(3,604,998)</u>
OTHER FINANCING SOURCES (USES)		
Transfers in	2,808,200	1,946,825
Transfers out	<u>(9,356)</u>	<u>(68,136)</u>
Total Other Financing Sources	<u>2,798,844</u>	<u>1,878,689</u>
Net Change in Fund Balance	2,073,888	(1,726,309)
FUND BALANCE (DEFICIT)		
Beginning of Year	<u>(343,405)</u>	<u>1,382,904</u>
End of Year	<u><u>\$ 1,730,483</u></u>	<u><u>\$ (343,405)</u></u>

See independent auditors' report.

Village of Rye Brook, New York

Capital Projects Fund
 Project Length Schedule
 Inception of Project Through May 31, 2022

Project	Authorization	Expenditures and Transfers to Date	Unexpended Balance
Laser Fiche Project	\$ 359,365	\$ 350,273	\$ 9,092
Equipment - PEG Grant	167,073	126,661	40,412
Sanitary Sewer Improvement - 2018	2,101,100	1,855,986	245,114
Public Works/Parks Facility Building Construction	14,985,000	14,357,823	627,177
AJP Community Center - Walkway Repairs	42,000	3,500	38,500
Aerial Fire Truck	1,028,477	1,023,627	4,850
IT Server Upgrade, PC's	69,204	66,516	2,688
Village Hall Renovations	22,000	22,000	-
Road Resurfacing - 2021	609,263	609,263	-
Replace Large Plow Truck - 2021	227,031	227,031	-
Replace (2) Police Vehicles - 2021	94,000	32,740	61,260
Resurface Basketball/Pickleball Court - Rye Hills Park	20,000	20,000	-
Repair AJP Retaining Wall	22,000	-	22,000
AJP Landscaping	12,000	-	12,000
Bio-Retention Village/Fire Parking Lot	50,000	39,778	10,222
Replace Fencing - King Street Athletic Field	30,000	-	30,000
Road Resurfacing - 2022	644,010	-	644,010
Sewer Jet Truck	263,000	-	263,000
Police Vehicles - 2022	134,000	-	134,000
Resurfacing Tennis Court 1 and 2 - Pine Ridge Park	70,000	70,000	-
Stationary License Plate Reader	38,235	-	38,235
Aerial Ladder Fire Truck	1,225,000	-	1,225,000
TOTALS	\$ 22,212,758	\$ 18,805,198	\$ 3,407,560

See independent auditors' report.

Total Revenues	Fund Balance (Deficit) at May 31, 2022	Bond Anticipation Notes Out- standing at May 31, 2022
\$ 359,365	\$ 9,092	\$ -
167,073	40,412	-
1,142,500	(713,486)	958,600
14,985,000	627,177	-
42,000	38,500	-
390,000	(633,627)	638,477
69,204	2,688	-
22,000	-	-
609,263	-	-
227,031	-	-
94,000	61,260	-
20,000	-	-
22,000	22,000	-
12,000	12,000	-
50,000	10,222	-
30,000	30,000	-
564,010	564,010	-
263,000	263,000	-
134,000	134,000	-
70,000	-	-
38,235	38,235	-
1,225,000	1,225,000	-
<u>\$ 20,535,681</u>	<u>\$ 1,730,483</u>	<u>\$ 1,597,077</u>

Village of Rye Brook, New York

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

	Recreation Trust	Friends of Rye Brook	Totals	
			2022	2021
ASSETS				
Cash and equivalents	\$ 277,612	\$ 60,793	\$ 338,405	\$ 335,355
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	\$ 1,199	\$ 1,199	\$ -
Due to other funds	-	315	315	-
Total Liabilities	-	1,514	1,514	-
Fund balances				
Restricted	277,612	59,279	336,891	335,355
Total Liabilities and Fund Balances	\$ 277,612	\$ 60,793	\$ 338,405	\$ 335,355

See independent auditors' report.

Village of Rye Brook, New York

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

	Recreation Trust	Friends of Rye Brook	Totals	
			2022	2021
REVENUES				
Use of money and property	\$ 168	\$ -	\$ 168	\$ 271
Miscellaneous	16,000	37,954	53,954	60,207
Total Revenues	16,168	37,954	54,122	60,478
EXPENDITURES				
Current				
Culture and recreation	-	12,586	12,586	967
Excess of Revenues Over Expenditures	16,168	25,368	41,536	59,511
OTHER FINANCING USES				
Transfers out	(40,000)	-	(40,000)	-
Net Change in Fund Balances	(23,832)	25,368	1,536	59,511
FUND BALANCES				
Beginning of Year	301,444	33,911	335,355	275,844
End of Year	\$ 277,612	\$ 59,279	\$ 336,891	\$ 335,355

See independent auditors' report.