

TOWN OF SHAWANGUNK, NEW YORK

FINANCIAL STATEMENTS

DECEMBER 31, 2024

TOWN OF SHAWANGUNK, NEW YORK
DECEMBER 31, 2024
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INDEPENDENT AUDITORS' REPORT

To the Supervisor and Board Members of
The Town of Shawangunk
PO Box 247
Wallkill, New York 12589

Qualified and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Shawangunk, New York, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Qualified Opinion on the Governmental Activities

In our opinion, except for the effects of the matter described in the Basis for Qualified and Unmodified Opinions section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the Town of Shawangunk, New York, as of December 31, 2024, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions on Each Major Fund and Aggregate Remaining Fund Information

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the Town of Shawangunk, New York, as of December 31, 2024, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Qualified and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Shawangunk, New York, 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 qualified and unmodified opinions.

Matter Giving Rise to the Qualified Opinion on the Governmental Activities

The statement of net position does not include a liability for the Town's post-employment health insurance benefits and the statement of activities does not include an expense related to post-employment health insurance benefits earned and expensed for the year ended December 31, 2024. Accounting principles generally accepted in the United States of America require that the liability for post-employment health insurance benefits be calculated and disclosed in accordance with Government Accounting Standards Board Statement No. 75. The amount by which this departure would affect the statement of net position and statement of activities has not been determined.

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibility 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 auditor's 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 generally accepted auditing standards and *Government Auditing Standards* 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 generally accepted auditing standards and *Government Auditing Standards*, 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 Town of Shawangunk, New York'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 Town of Shawangunk, New York'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 the management's discussion and analysis and other required supplementary information on pages 5 through 11 and 52 through 58 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any

assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Matters

The prior year summarized comparative information has been derived from the Town's December 31, 2023 financial statements and, in our report dated April 1, 2024, we expressed qualified and unmodified opinions on those financial statements.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2025 on our consideration of the Town of Shawangunk, New York's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Shawangunk, New York's internal control over financial reporting and compliance.

Cooper Arias, LLP

Mongaup Valley, New York
March 28, 2025

MANAGEMENT DISCUSSION AND ANALYSIS

Town of Shawangunk

Year Ended December 31, 2024

Town of Shawangunk

The following is a discussion and analysis of the Town's financial performance for the fiscal year ended December 31, 2024. This section is a summary of the Town's financial activity based on currently known facts, decisions or conditions. It is also based on both the government-wide and fund-based financial statements. The results of the current year are discussed in comparison with the prior year, with emphasis placed on the current year. This section is only an introduction and should be read in conjunction with the Town's financial statements, which immediately follow this section.

Financial Highlights

Key financial highlights for 2024 are as follows:

Town – Wide Statements

- The Town's main revenue sources were as follows:

	<u>Amount</u>	<u>%</u>	<u>Prior Year %</u>
Property Tax Revenues	\$ 4,733,854	58%	47%
State And Federal Aid	945,055	11%	12%
Water And Sewer Charges	702,381	9%	8%
Local Contribution	-	0%	14%

- The Town's main expenditures were as follows:

	<u>Amount</u>	<u>%</u>	<u>Prior Year %</u>
General Government Support	\$ 1,018,975	12%	11%
Transportation	3,169,464	36%	48%
Public Safety	2,336,082	27%	25%
Home And Community Services	1,691,023	19%	13%

- Total Net Position was \$14,649,620 at December 31, 2024, down \$519,161 from the prior year.

Fund Financial Statements

- The highlights of the activity in the major funds are as follows:

<u>General Fund</u>	<u>Amount</u>	<u>%</u>	<u>Prior Year %</u>
Property Tax Revenues	\$ 1,468,095	44%	48%
Non-Property Tax Items	512,594	15%	15%
State Aid	339,296	10%	9%
General Government Support	701,711	22%	23%
Public Safety	1,275,757	39%	39%
Employee Benefits	692,478	21%	21%
Debt Service	193,142	6%	5%

- The General Fund’s fund balance increased from \$1,931,114 at December 31, 2023 to \$1,981,419 at December 31, 2024. Of the total fund balance, \$600,000 was appropriated towards the subsequent year’s budget, \$115,000 was restricted for future expenditures and \$26,658 was in non-spendable form, leaving \$1,239,761 as unassigned.
- The Highway Fund had tax revenues (\$2,379,786/78%) and CHIPS revenues (\$430,445/14%).
- The Sewer Fund revenues consisted of sewer charges (\$475,856/72%) and interest income (\$184,392/28%).

Using this Comprehensive Annual Report

This comprehensive annual financial report consists of a series of financial statements and notes to those statements. The statements are organized so that the reader can understand the Town as a whole, and then proceed to provide an increasingly detailed look at specific financial activities.

Reporting the Town as a Whole

The Statement of Net Position and Statement of Activities

One of the most important questions asked about the Town’s finances is “Is the Town better off or worse off as a result of the year’s activities?” The Statement of Net Position and the Statement of Activities report information about the Town as a whole and about its activities in a manner that helps to answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by private sector corporations. All of the current year’s revenues and expenses are taken into consideration regardless of when the cash is received or paid.

These two statements report the Town’s net position and changes in them. The change in net assets provides the reader a tool to assist in determining whether the Town’s financial health is improving or deteriorating. The reader will need to consider other non-financial factors such as property tax base, current property tax laws and facility conditions in arriving at their conclusion regarding the overall health of the Town.

Reporting the Town’s Most Significant Funds

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds – not the Town as a whole.

Some funds are required to be established by State statute, while many other funds are established by the Town to help manage money for particular purposes and compliance

with various grant provisions. The Town’s two types of funds, governmental and fiduciary, use different accounting approaches.

Governmental Funds

Most of the Town’s activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Town’s general government operations and the basic services it provides.

Governmental fund information helps you determine whether there are more or less financial resources available to spend in the near future to finance the Town’s programs. The relationship (or difference) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Reporting the Town’s Fiduciary Responsibilities

The Town is the trustee or fiduciary for assets that belong to others such as payroll withholdings. It is the Town’s responsibility to ensure that assets reported in these funds are being used for their intended purposes. The Town’s fiduciary activities are reported in a separate “Statement of Fiduciary Net Position and Changes in Fiduciary Net Position” schedule, as the Town may not use these assets to finance its operations.

The Town as a Whole

	<u>2024</u>	<u>2023</u>
NET POSITION		
Current Assets	\$ 9,532,697	\$ 9,698,630
Right to Use Asset, net	91,348	52,486
Capital Assets, net	<u>12,078,233</u>	<u>12,074,223</u>
Total Assets	<u>21,702,278</u>	<u>21,825,339</u>
Pensions	1,026,472	1,438,767
LOSAP	<u>655,377</u>	<u>643,281</u>
Total Deferred Outflows Of Resources	<u>1,681,849</u>	<u>2,082,048</u>

	<u>2024</u>	<u>2023</u>
Current Liabilities	\$ 1,986,812	\$ 1,952,264
Long-Term Liabilities	<u>5,404,318</u>	<u>5,806,585</u>
Total Liabilities	<u>7,391,130</u>	<u>7,758,849</u>
Pensions	756,082	329,120
LOSAP	<u>587,295</u>	<u>650,637</u>
Total Deferred Inflow Of Resources	<u>1,343,377</u>	<u>979,757</u>
Net Investment in Capital Assets	9,259,367	9,349,245
Restricted	1,943,731	1,861,402
Unrestricted	<u>3,446,522</u>	<u>3,958,134</u>
Total Net Position	<u>\$ 14,649,620</u>	<u>\$ 15,168,781</u>
REVENUES		
Real Property Taxes	\$ 4,733,854	\$ 4,391,668
Other Tax Items	55,139	51,390
Non-Property Tax Items	512,594	501,041
Charges For Services	1,473,156	1,393,080
Grants and Contributions	653,964	2,108,779
Investment Earnings	445,833	449,606
Change in value of LOSAP Assets	14,967	12,741
Sale Of Property And Compensation For Loss	42,512	79,976
Miscellaneous Local Sources	892	3,094
State Sources	<u>296,154</u>	<u>275,988</u>
Total Revenues	<u>8,229,065</u>	<u>9,267,363</u>
EXPENDITURES		
General Government Support	1,018,975	1,101,709
Public Safety	2,336,082	2,321,993
Health	303,500	87,968
Transportation	3,169,464	4,666,037
Economic Assistance and Opportunity	99	-
Culture And Recreation	157,777	164,887
Home And Community Service	1,691,023	1,240,004
Debt Service	<u>71,306</u>	<u>64,989</u>
Total Expenditures	<u>8,748,226</u>	<u>9,647,587</u>
CHANGE IN NET POSITION	<u>\$ (519,161)</u>	<u>\$ (380,224)</u>

Governmental Activities

The Town's Funds

Information about the Town's major funds starts on page 15. These funds are accounted for using the modified accrual basis of accounting. Governmental funds had total revenues of \$8,577,747 and expenditures of \$8,769,289, exclusive of \$5,710 of transfers between governmental funds. This resulted in a decrease in fund balance of \$191,542.

	<u>2024 Fund Balance</u>	<u>2023 Fund Balance</u>	<u>Increase/(Decrease)</u>
General Fund	\$ 1,981,419	\$ 1,931,114	\$ 50,305
Highway Fund	673,474	519,712	153,762
Sewer Fund	3,721,396	3,941,699	(220,303)
Capital Fund	(290,180)	(284,750)	(5,430)
Non-Major Funds	<u>1,482,860</u>	<u>1,652,736</u>	<u>(169,876)</u>
Total Governmental	<u>\$ 7,568,969</u>	<u>\$ 7,760,511</u>	<u>\$ (191,542)</u>

BUDGET INFORMATION

The Town's budget is prepared in accordance with New York State law and is based on the modified accrual basis of accounting, utilizing cash receipts, disbursements and encumbrances. Budget to actual statements for all major governmental funds are required under Governmental Accounting Standards Board Statement No. 34 and are presented in the financial statements as "Required Supplementary Information" beginning on page 52. Budget to actual statements for non-major governmental funds are *not* required under Governmental Accounting Standards Board Statement No. 34 but have been presented for analytical purposes in the "Supplemental Schedules" beginning on page 59 of the financial statements.

Capital Assets

The Town has \$12,078,233 invested in capital assets, net of \$14,029,981 in accumulated depreciation, as of December 31, 2024. Depreciation for the year ended December 31, 2024 was \$706,407.

Debt

As of December 31, 2024, the Town had \$2,406,283 in bonds payable and \$290,180 in bond anticipation notes. The Town paid \$77,629 in interest throughout the year.

Contacting the Town's Financial Management

It is the intent of this report to provide the Town's citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to demonstrate the Town's accountability for the funds it receives. If you have any questions about this report or need additional information, contact the Business Office at Town of Shawangunk, PO Box 247, Wallkill, NY 12589.

TOWN OF SHAWANGUNK, NEW YORK
STATEMENT OF NET POSITION
DECEMBER 31,

	<u>2024</u>	<u>2023</u>
ASSETS		
Current Assets:		
Cash	\$ 5,813,230	\$ 6,552,891
Cash - Restricted	1,943,731	1,861,402
Service Award Program Assets - Restricted	867,696	823,239
Accounts Receivable	65,891	73,207
Rents Receivable	137,224	141,002
Loans Receivable	-	5,922
Due From State and Federal	463,187	-
Due From Other Governments	190,016	142,515
Prepaid Expenditures	<u>51,722</u>	<u>98,452</u>
 Total Current Assets	 <u>9,532,697</u>	 <u>9,698,630</u>
 Non-Current Assets:		
Right to Use Asset, net	91,348	52,486
Capital Assets, net	<u>12,078,233</u>	<u>12,074,223</u>
 Total Non-Current Assets	 <u>12,169,581</u>	 <u>12,126,709</u>
 TOTAL ASSETS	 <u>21,702,278</u>	 <u>21,825,339</u>
 DEFERRED OUTFLOWS OF RESOURCES		
Pensions	1,026,472	1,438,767
LOSAP	<u>655,377</u>	<u>643,281</u>
 TOTAL DEFERRED OUTFLOWS OF RESOURCES	 <u>1,681,849</u>	 <u>2,082,048</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
STATEMENT OF NET POSITION
DECEMBER 31,

	<u>2024</u>	<u>2023</u>
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ 309,002	\$ 247,139
Accrued Liabilities	126,058	218,099
Bond Anticipation Notes Payable	290,180	290,180
Escrow Liabilities	228,903	109,179
Other Liabilities	885,228	1,060,542
Unearned Revenues	<u>147,441</u>	<u>27,125</u>
Total Current Liabilities	<u>1,986,812</u>	<u>1,952,264</u>
Non-Current Liabilities		
Due Within One Year:		
Serial Bonds	305,356	236,318
Unamortized Bond Premium	12,554	12,554
Leases Payable	29,925	12,821
Total Pension Liability	65,000	69,000
Due Beyond One Year:		
Serial Bonds	2,100,927	2,063,523
Unamortized Bond Premium	109,849	122,403
Leases Payable	61,423	39,665
Total Pension Liability	1,429,248	1,314,194
Judgments and Claims	91,019	(5,933)
Compensated Absences	108,635	130,831
Net Pension Liability	<u>1,090,382</u>	<u>1,811,209</u>
Total Non-Current Liabilities	<u>5,404,318</u>	<u>5,806,585</u>
TOTAL LIABILITIES	<u>7,391,130</u>	<u>7,758,849</u>
DEFERRED INFLOWS OF RESOURCES		
Pensions	756,082	329,120
LOSAP	<u>587,295</u>	<u>650,637</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>1,343,377</u>	<u>979,757</u>
NET POSITION		
Net Investment in Capital Assets	9,259,367	9,349,245
Restricted	1,943,731	1,861,402
Unrestricted	<u>3,446,522</u>	<u>3,958,134</u>
TOTAL NET POSITION	<u>\$ 14,649,620</u>	<u>\$ 15,168,781</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2023)

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION	
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	2024	2023
General Government Support	\$ 1,018,975	\$ 94,114	\$ 6,596	\$ -	\$ (918,265)	\$ (1,017,279)
Public Safety	2,336,082	531,779	1,750	-	(1,802,553)	(1,853,434)
Health	303,500	-	-	-	(303,500)	(87,968)
Transportation	3,169,464	1,650	605,759	-	(2,562,055)	(2,573,770)
Economic Assistance and Opportunity	99	-	-	-	(99)	-
Culture and Recreation	157,777	30,461	39,859	-	(87,457)	(111,908)
Home and Community Services	1,691,023	815,152	-	-	(875,871)	(436,380)
Debt Service	71,306	-	-	-	(71,306)	(64,989)
TOTAL FUNCTIONS/PROGRAMS	8,748,226	1,473,156	653,964	-	(6,621,106)	(6,145,728)
 GENERAL REVENUES						
Real Property Tax					4,733,854	4,391,668
Other Tax Items					55,139	51,390
Non-Property Tax Items					512,594	501,041
Investment Earnings					445,833	449,606
Change in Value of LOSAP Assets					14,967	12,741
Sale Of Property and Compensation For Loss					42,512	79,976
Miscellaneous Local Sources					892	3,094
State Aid					296,154	275,988
TOTAL GENERAL REVENUES					6,101,945	5,765,504
CHANGE IN NET POSITION					(519,161)	(380,224)
TOTAL NET POSITION- Beginning of Year					15,168,781	15,549,005
TOTAL NET POSITION- End of Year					\$ 14,649,620	\$ 15,168,781

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2024
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2023)

	GENERAL FUND	HIGHWAY FUND	SEWER FUND	CAPITAL FUND	NON-MAJOR FUNDS	TOTAL GOVERNMENTAL FUNDS	2023 TOTALS
ASSETS							
Cash	\$ 2,815,030	\$ 453,300	\$ 1,887,944	\$ 5,710	\$ 651,246	\$ 5,813,230	\$ 6,552,891
Cash - Restricted	115,000	-	1,828,731	-	-	1,943,731	1,861,402
Service Award Program Assets - Restricted	-	-	-	-	867,696	867,696	823,239
Accounts Receivable	65,042	849	-	-	-	65,891	73,207
Rents Receivable	-	-	32,353	-	104,871	137,224	141,002
Loans Receivable	-	-	-	-	-	-	5,922
Due From Other Funds	5,710	1,923	-	-	-	7,633	29,985
Due From State and Federal	-	430,445	32,742	-	-	463,187	-
Due From Other Governments	190,016	-	-	-	-	190,016	142,515
Prepaid Expenditures	26,658	25,064	-	-	-	51,722	98,452
TOTAL ASSETS	<u>\$ 3,217,456</u>	<u>\$ 911,581</u>	<u>\$ 3,781,770</u>	<u>\$ 5,710</u>	<u>\$ 1,623,813</u>	<u>\$ 9,540,330</u>	<u>\$ 9,728,615</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts Payable	\$ 65,667	\$ 42,604	\$ 60,058	\$ -	\$ 140,673	\$ 309,002	\$ 247,139
Accrued Liabilities	63,565	38,851	278	-	280	102,974	198,032
Bond Anticipation Notes Payable	-	-	-	290,180	-	290,180	290,180
Due To Other Funds	1,885	-	38	5,710	-	7,633	29,985
Escrow Liabilities	72,251	156,652	-	-	-	228,903	109,179
Other Liabilities	885,228	-	-	-	-	885,228	1,060,542
Unearned Revenues	147,441	-	-	-	-	147,441	27,125
TOTAL LIABILITIES	<u>1,236,037</u>	<u>238,107</u>	<u>60,374</u>	<u>295,890</u>	<u>140,953</u>	<u>1,971,361</u>	<u>1,962,182</u>
DEFERRED INFLOWS OF RESOURCES							
Deferred Loans Receivable	-	-	-	-	-	-	5,922
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,922</u>
FUND BALANCES							
Non-spendable:							
Prepaid Items	26,658	25,064	-	-	-	51,722	98,452
Restricted:							
Capital	115,000	-	1,828,731	-	-	1,943,731	1,861,402
Service Award Program	-	-	-	-	867,696	867,696	823,239
Assigned:							
Appropriated	600,000	250,000	7,721	-	-	857,721	1,072,000
Unappropriated	-	398,410	1,884,944	-	615,164	2,898,518	3,219,974
Unassigned	1,239,761	-	-	(290,180)	-	949,581	685,444
TOTAL FUND BALANCES	<u>1,981,419</u>	<u>673,474</u>	<u>3,721,396</u>	<u>(290,180)</u>	<u>1,482,860</u>	<u>7,568,969</u>	<u>7,760,511</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 3,217,456</u>	<u>\$ 911,581</u>	<u>\$ 3,781,770</u>	<u>\$ 5,710</u>	<u>\$ 1,623,813</u>	<u>\$ 9,540,330</u>	<u>\$ 9,728,615</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE
SHEET WITH THE STATEMENT OF NET POSITION
DECEMBER 31, 2024
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2023)

	<u>2024</u>	<u>2023</u>
Total Fund Balance – Governmental Funds	\$ 7,568,969	\$ 7,760,511
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. The cost of capital assets and accumulated depreciation at December 31, 2024 are \$26,108,214 and \$14,029,981, respectively.</p>	12,078,233	12,074,223
<p>Leased assets used in governmental activities are expensed in the initial year of the lease term in the governmental funds. In the full accrual financials, the assets are capitalized and amortized over the term of the lease. The cost of leased assets and accumulated amortization at December 31, 2024 are \$203,715 and \$112,367, respectively.</p>	91,348	52,486
<p>Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.</p>		
Serial Bonds	(2,406,283)	
Unamortized Bond Premium	(122,403)	
Compensated Absences	(108,635)	
Judgments And Claims	(91,019)	
Leases Payable	<u>(91,348)</u>	(2,612,182)
<p>Proportionate share of long-term asset and liability associated with participation in State Retirement Systems are not current financial resources or obligations and are not reported in the governmental funds.</p>		
Deferred Outflows of Resources	1,026,472	
Deferred Inflows of Resources	(756,082)	
Net Pension Liability	<u>(1,090,382)</u>	(819,992)
<p>The long-term assets and liabilities associated with participation in the Length of Service Award Program are not current financial resources or obligations and are not reported in the governmental funds.</p>		
Deferred Outflows of Resources	655,377	
Deferred Inflows of Resources	(587,295)	
Total Pension Liability	<u>(1,494,248)</u>	(1,426,166)
<p>In the governmental funds, loans receivable in the Community Development Fund are offset by deferred revenue. In the statement of net position, the loans are reported at face value.</p>	-	5,922
<p>Accrued interest on debt is reported in the statement of net position, regardless of when due. In the governmental funds, interest is not reported until it is due.</p>	<u>(23,084)</u>	<u>(20,067)</u>
Net Position of Governmental Activities	<u>\$ 14,649,620</u>	<u>\$ 15,168,781</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2023)

	GENERAL FUND	HIGHWAY FUND	SEWER FUND	CAPITAL FUND	NON-MAJOR FUNDS	TOTAL GOVERNMENTAL FUNDS	2023 TOTALS
REVENUES							
Real Property Taxes	\$ 1,468,095	\$ 2,379,786	\$ -	\$ -	\$ 885,973	\$ 4,733,854	\$ 4,391,668
Other Tax Items	55,139	-	-	-	-	55,139	51,390
Non-Property Tax Items	512,594	-	-	-	-	512,594	501,041
Departmental Income	147,849	-	73,616	-	234,447	455,912	457,971
Intergovernmental Charges	300,002	-	402,240	-	-	702,242	708,109
Use of Money and Property	146,445	49,362	184,392	280	75,904	456,383	460,681
Licenses and Permits	232,856	1,650	-	-	-	234,506	187,235
Fines and Forfeitures	75,868	-	-	-	-	75,868	50,025
Sale of Property and Compensation For Loss	23,168	19,344	-	-	-	42,512	79,976
Miscellaneous Local Sources	5,955	-	-	-	-	5,955	1,313,102
State Aid	339,296	430,445	-	-	-	769,741	716,126
Federal Aid	-	175,314	-	-	-	175,314	358,633
TOTAL REVENUES	3,307,267	3,055,901	660,248	280	1,196,324	8,220,020	9,275,957
EXPENDITURES							
General Government Support	701,711	-	-	-	-	701,711	773,019
Public Safety	1,275,757	-	-	-	431,986	1,707,743	1,708,081
Health	-	-	-	-	303,500	303,500	87,968
Transportation	125,273	2,250,175	-	-	59,075	2,434,523	4,340,192
Economic Assistance and Opportunity	99	-	-	-	-	99	-
Culture and Recreation	113,772	-	-	-	-	113,772	139,396
Home and Community Services	160,440	-	879,954	-	475,829	1,516,223	1,062,169
Employee Benefits	692,478	533,341	597	-	76,339	1,302,755	1,328,179
Debt Service:							
Principal	141,569	99,139	-	-	24,652	265,360	232,409
Interest	51,573	19,484	-	-	9,786	80,843	74,508
Capital Outlay	-	-	-	342,760	-	342,760	290,180
TOTAL EXPENDITURES	3,262,672	2,902,139	880,551	342,760	1,381,167	8,769,289	10,036,101
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	44,595	153,762	(220,303)	(342,480)	(184,843)	(549,269)	(760,144)
OTHER FINANCING SOURCES							
Operating Transfers In	5,710	-	-	-	-	5,710	6,145
Operating Transfers Out	-	-	-	(5,710)	-	(5,710)	(6,145)
Change in Value of LOSAP Assets	-	-	-	-	14,967	14,967	12,741
Proceeds of Long-Term Debt	-	-	-	342,760	-	342,760	-
TOTAL OTHER FINANCING SOURCES AND (USES)	5,710	-	-	337,050	14,967	357,727	12,741
NET CHANGES IN FUND BALANCES	50,305	153,762	(220,303)	(5,430)	(169,876)	(191,542)	(747,403)
FUND BALANCE - Beginning of Year	1,931,114	519,712	3,941,699	(284,750)	1,652,736	7,760,511	8,507,914
FUND BALANCE - End of Year	\$ 1,981,419	\$ 673,474	\$ 3,721,396	\$ (290,180)	\$ 1,482,860	\$ 7,568,969	\$ 7,760,511

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2023)

	<u>2024</u>	<u>2023</u>
Total Net Change in Fund Balances – Governmental Funds	\$ (191,542)	\$ (747,403)

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current fiscal year.

Depreciation Expenses	(706,407)		
Capital Outlay	710,417		
Book Value of Disposed Assets	-	4,010	450,309

Repayment of principal on long-term debt is an expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.

Serial Bonds	236,318		
Leases Payable	29,042	265,360	232,409

In the governmental funds, loans receivable in the Community Development Fund are offset by deferred revenue, and repayments of the loans are reported as revenue. In the statement of net position, the loans receivable are an asset and repayments simply reduce the value of the asset.

	(5,922)	(21,335)
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In the statement of activities, interest on debt is accrued, regardless of when due. In the governmental funds, interest is reported when due.

Current Year Accrued Interest	(23,084)		
Prior Year Accrued Interest	20,067	(3,017)	(3,035)

Proceeds of long-term debt are reported as revenues in the governmental funds. In the statement of net position, the proceeds increase the liability.

Serial Bond		(342,760)	-
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SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2023)

	<u>2024</u>	<u>2023</u>
<p>Bond premiums are reported in the governmental funds as revenues in the year received. However, in the statement of activities, the premium is added to the outstanding debt and amortized as a reduction of interest expense over the life of the bond.</p>		
Amortization Expense	\$ 12,554	\$ 12,554
<p>In the governmental funds, leased assets are expensed in the initial year of the lease. In the full accrual financials, the asset is capitalized as a “right to use” asset and amortized over the term of the lease.</p>		
Amortization Expense	(29,042)	(12,442)
<p>(Increases) decreases in proportionate share of net pension asset/liability reported in the statement of activities do not provide for, or require the use of, current financial resources and, therefore, are not reported as revenues or expenditures in the governmental funds.</p>		
Police and Fire Retirement System	(98,025)	
Employees’ Retirement System	<u>(20,405)</u>	(261,446)
<p>(Increase) decreases in the total pension liability reported in the statement of activities do not provide for, or require the use of, current financial resources and, therefore, are not reported as revenues or expenditures in the governmental funds.</p>		
Length of Service Award Program	(35,616)	(38,320)
<p>In the statement of activities, long-term liabilities are reported when the liability is incurred regardless of when the payments are due. In the governmental funds, expenditures for these items are reported by the amount of financial resources used (paid).</p>		
Compensated Absences	22,196	
Judgments and Claims	<u>(96,952)</u>	<u>8,485</u>
Change in Net Position of Governmental Activities	<u>\$ (519,161)</u>	<u>\$ (380,224)</u>

SEE ACCOMPANYING NOTES AND AUDITORS’ OPINION

TOWN OF SHAWANGUNK, NEW YORK
 STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 DECEMBER 31,

CUSTODIAL FUND

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash	\$ -	\$ -
	<hr/>	<hr/>
TOTAL ASSETS	-	-
	<hr/>	<hr/>
LIABILITIES		
Due To Other Funds	-	-
	<hr/>	<hr/>
TOTAL LIABILITIES	-	-
	<hr/>	<hr/>
TOTAL NET POSITION	\$ -	\$ -
	<hr/> <hr/>	<hr/> <hr/>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEARS ENDED DECEMBER 31,

	<u>CUSTODIAL FUND</u>	
	<u>2024</u>	<u>2023</u>
ADDITIONS		
Fines Collected For Other Governments	\$ 28,527	\$ 25,881
Taxes Collected For Other Governments	<u>1,597,830</u>	<u>1,486,746</u>
TOTAL ADDITIONS	<u>1,626,357</u>	<u>1,512,627</u>
DEDUCTIONS		
Fines Paid To Other Governments	28,527	25,881
Taxes Paid To Other Governments	<u>1,597,830</u>	<u>1,486,746</u>
TOTAL DEDUCTIONS	<u>1,626,357</u>	<u>1,512,627</u>
Change In Net Position	-	-
NET POSITION - Beginning Of Year	<u>-</u>	<u>-</u>
NET POSITION - End Of Year	<u>\$ -</u>	<u>\$ -</u>

SEE ACCOMPANYING NOTES AND AUDITOR'S OPINION

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Shawangunk, New York, was established in 1788 and operates in accordance with Town Law and various other applicable laws of the State of New York. The Town Board is the legislative body responsible for overall operation, and the Town Supervisor serves as chief executive and chief financial officer.

The Town provides the following basic services: general government support, public safety, health, transportation, economic assistance and opportunity, culture and recreation, and home and community services.

The accounting policies for the Town conform to accounting principles generally accepted in the United States of America as applicable to governments. The following is a summary of the Town's more significant accounting policies:

A. Reporting Entity

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in accounting principles generally accepted in the United States of America. The basic - but not the only - criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in the evaluation of potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. There are no other entities that should be included in the financial report.

B. Basis of Presentation

1. Town-wide statements:

The Statement of Net Position and the Statement of Activities present financial information about the Town as a whole.

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

These statements include the financial activities of the overall Town, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. Governmental activities generally are financed through taxes, state aid, intergovernmental revenues, and other exchange and nonexchange transactions. Operating grants include operating-specific and discretionary (either operating or capital) grants. Business types activities are financed by fees charged to external parties.

The Statement of Activities presents a comparison between direct expenses and program revenues for the business-type activity and for each function of the Town's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Program revenues include charges paid by the recipients of goods or services offered by the programs, and grants and contributions that are restricted to meeting the operation or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

2. Fund financial statements:

The fund statements provide information about the Town's funds, including fiduciary funds. Separate statements for each fund category (governmental, proprietary and fiduciary) are presented. The emphasis of fund financial statements is on major governmental funds each displayed in a separate column.

The Town reports the following major Governmental Funds:

- a. General Fund - the principal operating fund of the Town and is used to account for all financial resources except those required to be accounted for in another fund.
- b. Special Revenue Funds – used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The major Special Revenue Funds of the Town are as follows:

Highway Fund- used to account for road and bridge maintenance and improvements as defined in the Highway Law of the State of New York.

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Special Districts Fund – used to account for the operating and maintenance of the Town’s sewer district.

- c. Capital Projects Fund – These funds are used to account for financial resources to be used for acquisition or construction of major capital facilities.

The Town reports the following non-major Governmental Funds:

- a. Special Revenue Funds

Special Districts Fund – used to account for taxes or other revenues which are raised or received to provide special services to areas that encompass less than the whole Town. The Town reports the following non-major Special District funds:

- i. Lighting
- ii. Water
- iii. Drainage
- iv. Fire
- v. Sidewalk
- vi. Ambulance

Miscellaneous Special Revenue Fund – used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes.

Community Development Fund – used to account for projects financed by entitlements from the US Department of Housing and Urban Development.

Additionally, the Town reports the following fund type:

- a. Fiduciary Fund

Custodial Fund -used to account for fiduciary activities in which the Town acts as trustee or agent for resources that belong to others. These activities are not included in the Town-wide financial statements because their resources do not belong to the Town and are not available to be used.

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting/Measurement Focus

The Town-wide and Fiduciary Fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Non-exchange transactions, in which the Town gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Town considers all revenues reported in the governmental funds to be available if the revenues are collected within one year after the end of the fiscal year.

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

D. Property Taxes

Town real property taxes are levied annually no later than December 31, and become a lien on January 1. Taxes are collected during the period January 1 to May 31. Taxes for County purposes are levied together with taxes for Town and special district purposes as a single bill. The Town and special districts receive the full amount of their levies annually out of the first amounts collected on the combined bills. The County assumes enforcement responsibility for all taxes levied in the Towns.

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budget Policies

The Town follows the procedures enumerated below in establishing the budgetary data reflected in the financial statement.

- a) The head of each administrative unit shall submit to the budget office an estimate of revenues and expenditures for such administrative unit for the ensuing year.
- b) The budget officer, upon completion of the review of the estimates, shall prepare a tentative budget and file such budget in the Office of the Town Clerk on or before September 30th.
- c) On or before October 5th, the Town Clerk shall present the tentative budget to the Town Board.
- d) The Town Board shall review the tentative budget and may make such changes, alterations and revisions as it shall consider advisable and which are consistent with the law. Upon completion of such review, the tentative budget and any modifications as approved by the Town Board shall become the preliminary budget.
- e) On or before the Thursday following the general election, the Town Board shall hold a public hearing on the preliminary budget.
- f) After the public hearing, the Town Board may further change, alter and revise the preliminary budget subject to provisions of the law.
- g) The preliminary budget as submitted or amended shall be adopted by resolution no later than November 20th.
- h) Formal budgetary integration is employed during the year as a management control device for the governmental funds.
- i) Budgets for General and Special Revenue Funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The Capital Projects and Community Development Funds are budgeted on a project basis.

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- j) The Town Board maintains control of the budget at the function level of expenditure.
- k) Appropriations in the General and Special Revenue Funds lapse at the end of the fiscal year except that outstanding encumbrances are re-appropriated in the succeeding year.

F. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve applicable appropriations, is employed as an extension of formal budgetary integration in the governmental funds. Open encumbrances do not constitute expenditures or liabilities and will be honored through budget appropriations in the subsequent year.

G. Budget Basis Of Accounting

Budgets are adopted annually on a basis consistent with accounting principles generally accepted in the United States of America. Appropriations authorized for the current year are increased by the amount of encumbrances carried forward from the prior year.

Budgetary controls for the Community Development Fund are established in accordance with the applicable grant agreement that covers a period other than the Town's fiscal year.

H. Compensated Absences

Consistent with GASB Statement 16, Accounting for Compensated Absences, an accrual for accumulated sick leave is included in the compensated absences liability at year-end. The compensated absences liability is calculated on the pay rates in effect at year-end.

For the Town-wide Statements, the current portion is the amount estimated to be used in the following year, in accordance with GAAP. For the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and, therefore, are not a fund liability and represent a reconciling item between the fund level and Town-wide presentations.

I. Insurance

The Town of Shawangunk participates in a risk sharing pool to insure workers' compensation claims. This is a public entity risk pool created under Article 5 of the Workers' Compensation Law, to finance liability and risks related to workers' compensation claims. The Town's estimated share of the net liability for unbilled and open claims at December 31, 2024 was \$91,019.

TOWN OF SHAWANGUNK, NEW YORK
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Post Employment Benefits

In addition to providing pension benefits, the Town provides health insurance coverage and survivor benefits for retired employees and their families. Substantially all of the Town's employees may become eligible for these benefits if they reach normal retirement age while working for the Town. Health care benefits and survivors benefits are provided through an insurance company whose premiums are based on the benefits paid during the year. The Town recognizes the cost of providing benefits by recording its share of insurance premiums as an expenditure in the year paid.

K. Cash and Cash Equivalents

For financial statement purposes, the Town considers all highly liquid investments of three months or less as cash equivalents.

L. Accounts Receivable

Accounts receivable are shown gross, with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since it is believed that such allowance would be immaterial.

M. Capital Assets

The Town has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The capitalization threshold used by the Town is \$5,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method over the following estimated useful lives:

<u>ASSET CLASS</u>	<u>ESTIMATED USEFUL LIVES</u>
Buildings	50
Site Improvements	15-20
Machinery & Equipment	5-15
Furniture	5
Infrastructure	15-40

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets are not capitalized and related depreciation is not reported in the governmental fund financial statements.

N. Interfund Activity

The amounts reported on the Statement of Net Position for due to and due from other funds represents amounts due between different fund types (governmental activities/business type activities and fiduciary funds). Eliminations have been made for amounts due to and due from within the same fund type. A detailed description of the individual fund balances at year-end is provided subsequently in these Notes.

O. Equity Classifications

In the Town-wide statements there are three classes of net position:

Net investment in capital assets – consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, construction or improvement of those assets.

Restricted – reports net position when constraints placed on the assets are either externally imposed by creditors (such as through debt covenants), grantors, contributors, laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

Unrestricted – reports all other net position that does not meet the definition of the above two classifications and is deemed to be available for general use by the Town.

Order of Use of Net Position:

When an expense is incurred for which both restricted and unrestricted resources are available, the Board will assess the current financial condition of the Town and determine which classification of net position will be charged.

In the fund basis statements there are five classifications of fund balance:

Non-spendable – includes amounts that cannot be spent because they are either not spendable form or legally or contractually required to be maintained intact. Non-spendable fund balances include prepaid expenditures of \$51,722 in the General and Highway Funds as of December 31, 2024.

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Restricted – includes amounts with constraints placed on the use of resources either externally imposed by creditors, grantors, contributors or laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation. The Town has established the following restricted fund balances:

Capital

Used to finance all or part of the cost of construction, reconstruction or acquisition of capital improvements and/or equipment. Permissive referendum is required for either establishment of or payments from the reserve, depending on which type of capital reserve is set up. This reserve is accounted for in the General Fund and Sewer Fund.

Service Award Program

Used to pay benefits related to the Town's Length of Service Award Program (LOSAP). This reserve is accounted for in the Fire District.

Committed – includes amounts that can only be used for a specific purpose pursuant to constraints imposed by formal action of the Town's highest level of decision making authority before the end of the fiscal year, and requires the same level of formal action to remove the constraint. The Town Board is the decision making authority that can, by resolution prior to the end of the fiscal year, commit fund balance. The Town had no committed fund balances as of December 31, 2024

Assigned – includes amounts that are subject to a purpose constraint that represents an intended use established by the government's highest level of decision making authority, or by their designated official. The purpose of the assignment must be narrower than the purpose of the General Fund, and in funds other than the General Fund, assigned fund balance represents the residual amount of fund balance. Assigned fund balance generally includes encumbrances and appropriated fund balance. The Town Board is the decision making authority that can, by resolution, assign fund balance.

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

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Order of Use of Fund Balance:

When resources are available from multiple fund balance classifications, the Board will assess the current financial condition of the Town and then determine the order of application of expenditures to which fund balance classification will be charged.

P. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Q. New Accounting Standards

The Town has adopted all current Statements of the Governmental Accounting Standards Board (GASB) that are applicable. At December 31, 2024, the Town implemented the following new standards:

GASB 99 – *Omnibus 2022*, effective for the year ending December 31, 2023 except for the portion related to financial guarantees and the classification and reporting of derivative instruments within the scope of GASB Statement No. 53, which is effective for the year ending December 31, 2024.

GASB 100 – *Accounting Changes and Error Corrections – an amendment of GASB No. 62*

GASB 101 – *Compensated Absences*

R. Future Accounting Standards

The Governmental Accounting Standards Board (GASB) has issued the following standards that will become effective in future fiscal years:

GASB 102 – *Certain Risk Disclosures*, effective for the year ending December 31, 2025

GASB 103 – *Financial Reporting Model Improvements*, effective for the year ending December 31, 2026.

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GASB 104 – *Disclosure of Certain Capital Assets*, effective for the year ending December 31, 2026

The Town will evaluate the impact each of these pronouncements may have on its financial statements and will implement them as applicable and when material.

S. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town has two items that qualify for reporting in this category. The first item is related to pensions reported in the government-wide statement of net position. This represents the effect of the net change in the Town's proportion of the collective net pension asset or liability and difference during the measurement period between the Town's contributions and its proportion share of total contributions to the pension systems not included in pension expense. The second item is the benefit payments and expenses related to the Town's LOSAP and the Town contributions to the pension systems subsequent to the measurement date. The Town reports \$1,681,849 in deferred outflows of resources as of December 31, 2024.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Town has two items that qualify for reporting in this category. The first arises only under a modified accrual basis of accounting and is reported as unavailable revenues. The Town did not recognize any deferred inflows of resources related to revolving loans in the Community Development Fund in the governmental fund statements as of December 31, 2024. The second item is related to pensions reported in the government-wide statement of net position. This represents the effect of the net change in the Town's total pension liability and proportion of the collective net pension liability and difference during the measurement periods between the benefit payments and expenses related to the Town's LOSAP and the Town's contributions and its proportion share of total contributions to the pension system not included in pension expense. The Town reports \$1,343,377 in deferred inflows of resources as of December 31, 2024.

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The reporting of deferred outflows of resources and deferred inflows of resources resulted in a net increase of \$338,472 to unrestricted net position as of December 31, 2024.

NOTE 2 – EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND TOWN-WIDE STATEMENT

Due to the differences in the measurement focus and basis of accounting used in the governmental fund statements and the Town-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items. The differences result primarily from the economic focus of the Statement of Activities, compared with the current financial resources focus of the governmental funds.

A. Total fund balances of governmental funds vs. net position of governmental activities

The total fund balance of the Town’s governmental funds differs from “net position” of governmental activities reported in the Statement of Net Position. The difference primarily results from the additional long-term economic focus of the Statement of Net Position versus the solely current financial resources focus of the governmental fund balance sheet.

B. Statement of Revenues, Expenditures and Changes in Fund Balance vs. Statement of Activities

Differences between the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balance and the Statement of Activities fall into one of three broad categories:

1. Long-term revenue and expenditure differences:

Long-term revenue differences arise because governmental funds report revenues only when they are considered “available”, whereas the statement of activities report revenues when earned. Differences in long-term expenses arise because governmental funds report on a modified accrual basis, whereas the accrual basis of accounting is used on the statement of activities.

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 – EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND TOWN-WIDE STATEMENT (Continued)

2. Capital related differences:

Capital related differences include the differences between proceeds from the sale of capital assets reported on governmental fund statements and the gain or loss on the sale of assets as reported on the statement of activities, and the difference between recording an expenditure for the purchase of capital items in the governmental fund statements and depreciation expense on those items as recorded in the statement of activities.

3. Long-term debt transaction differences:

Long-term debt transaction differences occur because both interest and principal payments are recorded as expenditures in the governmental fund statements, whereas interest payments are recorded in the Statement of Activities as incurred, and principal payments are recorded as a reduction of liabilities in the Statement of Net Position.

NOTE 3 – CASH AND INVESTMENTS

The Town of Shawangunk investment policies are governed by State statutes. Town monies must be deposited in FDIC-Insured commercial banks or trust companies located within the State. The Supervisor is authorized to use demand accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury and U.S. Agencies, repurchase agreements, and obligations of New York State or its localities.

Collateral is required for time deposits and certificates of deposit not covered by federal deposit insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of New York State and their municipalities and schools.

The Town’s aggregate cash balances include balances not covered by depository insurance at year-end, collateralized as follows:

Collateralized with securities held by the pledging financial institution, or its trust department, but not in the Town’s name.	<u>\$ 7,409,541</u>
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TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 4 – CAPITAL ASSETS

Capital asset balances and activity for the year ended December 31, 2024 were as follows:

	<u>BEGINNING BALANCE</u>	<u>ADDITIONS</u>	<u>RETIREMENTS/ RECLASSIFICATIONS</u>	<u>ENDING BALANCE</u>
Governmental Activities:				
Capital assets that are not depreciated:				
Land	\$ 747,780	\$ -	\$ -	\$ 747,780
Total non-depreciable historical cost	<u>747,780</u>	<u>-</u>	<u>-</u>	<u>747,780</u>
Capital assets that are depreciated:				
Building and Improvements	6,064,971	-	-	6,064,971
Machinery and Equipment	4,541,678	710,417	616,885	4,635,210
Infrastructure	<u>14,660,253</u>	<u>-</u>	<u>-</u>	<u>14,660,253</u>
Total depreciable historical cost	<u>25,266,902</u>	<u>710,417</u>	<u>616,885</u>	<u>25,360,434</u>
Less accumulated depreciation:				
Building and Improvements	1,966,974	131,941	-	2,098,915
Machinery and Equipment	2,766,917	311,252	616,885	2,461,584
Infrastructure	<u>9,206,568</u>	<u>263,214</u>	<u>-</u>	<u>9,469,782</u>
Total Accumulated Depreciation	<u>13,940,459</u>	<u>706,407</u>	<u>616,885</u>	<u>14,029,981</u>
Total historical cost, net	<u>\$ 12,074,223</u>	<u>\$ 4,010</u>	<u>\$ -</u>	<u>\$ 12,078,233</u>

Depreciation was charged to governmental functions as follows:

General Governmental Support	\$ 103,424
Public Safety	58,524
Transportation	378,724
Culture and Recreation	21,224
Home and Community Services	<u>144,511</u>
	<u>\$ 706,407</u>

NOTE 5 – INTERFUND TRANSACTIONS

Interfund balances at December 31, 2024 are as follows:

	<u>INTERFUND RECEIVABLE</u>	<u>INTERFUND PAYABLE</u>	<u>INTERFUND REVENUES</u>	<u>INTERFUND EXPENDITURES</u>
General Fund	\$ 5,710	\$ 1,885	\$ 5,710	\$ -
Highway Fund	1,923	-	-	-
Capital Projects Fund	-	5,710	-	5,710
Sewer Fund	<u>-</u>	<u>38</u>	<u>-</u>	<u>-</u>
Total Governmental Funds	<u>7,633</u>	<u>7,633</u>	<u>5,710</u>	<u>5,710</u>
TOTALS	<u>\$ 7,633</u>	<u>\$ 7,633</u>	<u>\$ 5,710</u>	<u>\$ 5,710</u>

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 5 – INTERFUND TRANSACTIONS (Continued)

Interfund receivables and payables, other than between governmental activities and fiduciary funds, are eliminated on the statement of net position.

The Town normally loans money between funds to relieve cash flow issues and transfers money to and from the Capital Projects Fund to finance specific projects.

NOTE 6 – LIABILITIES

1. **Long-Term Debt**

Serial Bonds

The Town of Shawangunk, New York borrows money in order to acquire land or equipment or construct buildings and improvements. This enables the cost of these capital assets to be borne by the present and future taxpayers receiving the benefit of the capital assets. The provision to be made in future budgets for capital indebtedness represents the amount exclusive of interest, authorized to be collected in future years from taxpayers and others for liquidation of the long-term liabilities.

Other Long-Term Debt

In addition to the above long-term debt the local government had the following non-current liabilities:

Compensated Absences – Represents the value of the earned and unused portion of the liability for compensated absences.

Judgments and Claims – Represents the Town’s outstanding net liability related to the workers’ compensation risk sharing pool. (See Note 1-I)

Total Pension Liability – Represents the Town’s liability related to its Length of Service Award Program. (LOSAP)

Leases Payable – The net present value of future operating lease payments in accordance with GASB 87.

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 6 – LIABILITIES (Continued)

Long-Term Debt Interest

Interest expense on long-term debt consisted of the following:

Interest Paid	\$ 64,629
Less: Interest Accrued in Prior Year	(14,650)
Amortization of Bond Premium	(12,554)
Plus: Interest Accrued In Current Year	<u>17,897</u>
 TOTAL EXPENSE	 <u>\$ 55,322</u>

Changes

The following is a summary of changes in long-term liabilities for the period ended December 31, 2024.

	<u>BALANCE</u> <u>01/01/24</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>12/31/24</u>	<u>AMOUNTS</u> <u>DUE WITHIN</u> <u>ONE YEAR</u>
Serial Bonds –					
Direct Borrowing	\$ 319,841	\$ 342,760	\$ 86,318	\$ 576,283	\$ 150,356
Serial Bonds –					
General Obligation	1,980,000	-	150,000	1,830,000	155,000
Unamortized Bond Premium	134,957	-	12,554	122,403	12,554
Leases Payable	120,390	-	29,042	91,348	29,925
Compensated Absences	130,831	-	22,196	108,635	-
Judgments and Claims	(5,933)	96,952	-	91,019	-
Total Pension Liability	<u>1,383,194</u>	<u>172,614</u>	<u>61,560</u>	<u>1,494,248</u>	<u>65,000</u>
 TOTAL - Restated	 <u>\$ 4,063,280</u>	 <u>\$ 612,326</u>	 <u>\$ 361,670</u>	 <u>\$ 4,313,936</u>	 <u>\$ 412,835</u>

Additions and deletions to compensated absences and judgments and claims are shown net since it is impractical to determine these amounts separately. Long-term debt at December 31, 2024 is comprised of the following individual issues:

<u>Purpose</u>	<u>Interest Rate</u>	<u>Final Maturity</u>	<u>Balance 12/31/24</u>
Walkkill Water	2.00%-5.00%	2034	\$ 300,751
Town Hall	2.00%-5.00%	2034	1,529,249
Highway Equipment	1.59%	2026	65,928
Highway Equipment	1.59%	2027	167,595
Highway Equipment	4.49%	2029	<u>342,760</u>
 Total Bonds Payable			 <u>\$ 2,406,283</u>

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 6 – LIABILITIES (Continued)

The following totals summarize the Town’s future debt service requirements as of December 31, 2024:

<u>YEAR ENDED DECEMBER 31,</u>	<u>GENERAL OBLIGATION</u>		<u>DIRECT BORROWING AND AND DIRECT PLACEMENTS</u>	
	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
2025	\$ 155,000	\$ 52,044	\$ 150,356	\$ 19,103
2026	165,000	44,294	154,564	14,894
2027	170,000	36,044	125,169	10,538
2028	180,000	27,544	71,492	6,564
2029	185,000	23,944	74,702	3,355
2030-2034	<u>975,000</u>	<u>62,079</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,830,000</u>	<u>\$ 245,949</u>	<u>\$ 576,283</u>	<u>\$ 54,454</u>

2. Pension Plan

Plan Description

The Town of Shawangunk, New York participates in the New York State and Local Employees’ Retirement System (ERS), the New York State and Local Police and Fire Retirement System (PFRS) and the Public Employees’ Group Life Insurance Plan (Systems). These are cost-sharing multiple-employer retirement systems. The Systems provide retirement benefits as well as death and disability benefits. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law (NYSRSSL). As set forth in the NYSRSSL, the Comptroller of the State of New York (Comptroller) serves as sole trustee and administrative head of the Systems.

The Comptroller shall adopt and may amend rules and regulations for the administration and transaction of the business of the Systems and for the custody and control of their funds. The Systems issue a publicly available financial report that includes Financial Statements and required supplementary information. That report may be obtained by writing to the New York State and Local Retirement Systems, Gov. Alfred E. Smith State Office Building, Albany, NY 12244.

Funding Policy

Plan members who joined the Systems before July 27, 1976 are not required to make contributions. For those joining after July 27, 1976 and prior to January 1, 2010, employees contribute 3% of their salary, except that employees in the Systems more than ten years are no longer required to contribute. Employees who joined on or after

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 6 – LIABILITIES (Continued)

January 1, 2010 (ERS) or January 9, 2010 (PFRS), contribute 3% of their salary throughout their active membership.

Employees who joined the systems on or after April 1, 2012 contribute 3% of their salary through March 31, 2013, and beginning April 1, 2013, contribute at rates ranging from 3% to 6%, based on the employees’ gross salary. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressed used in computing the employers’ contributions based on salaries paid during the Systems’ fiscal year ending March 31. Contributions for the current year and two preceding years were equal to 100 percent of the contributions required, and were as follows:

		<u>ERS</u>	<u>PFRS</u>
2024	\$	151,680	\$ 76,105
2023		119,932	166,144
2022		120,854	156,555

3. Short Term Debt

Bond Anticipation Notes

The following is a summary of the Bond Anticipation Notes outstanding at December 31, 2024:

<u>PURPOSE</u>	<u>INTEREST RATE</u>	<u>BEGINNING BALANCE</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>ENDING BALANCE</u>
Highway Truck	4.29%	\$ <u>290,180</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>290,180</u>

Short-Term Debt Interest

Interest expense on short-term debt consisted of the following:

Interest Paid	\$ 13,000
Less: Interest Accrued In Prior Year	(5,417)
Plus: Interest Accrued In Current Year	<u>5,187</u>
 TOTAL EXPENSE	 \$ <u>12,770</u>

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 7 - CONTINGENCIES

FEDERAL AND NEW YORK STATE GRANTS

The Town has received grants which are subject to audit by agencies of the State and Federal governments. Such audits may result in disallowances and a request for a return of funds to the federal and state governments. Based on past audits, the local government administration believes disallowances, if any, will be immaterial.

LITIGATION

The Town in common with other municipalities, receives numerous notices of tort claims for money damages. Of the claims currently pending, none are expected to have a material effect on the financial position of the Town if adversely settled.

The Town is also a defendant in various claims by taxpayers for re-determination of assessed valuation and tax exempt status. The settlement of such claims could result in the payment of refunds by the Town. However, the amount of the possible refunds cannot be determined at the present time and will be funded in the year in which the judgment is made.

NOTE 8 – NET INVESTMENT IN CAPITAL ASSETS

Capital Assets, net	\$ 12,078,233
Less: Bonds Payable	(2,406,283)
Unamortized Bond Premium	(122,403)
BAN Payable	<u>(290,180)</u>
Net Investment in Capital Assets	<u>\$ 9,259,367</u>

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 9 – LENGTH OF SERVICE AWARDS PROGRAM (LOSAP)

GENERAL INFORMATION ABOUT THE PENSION PLAN

Plan Description

The Town of Shawangunk, New York established a defined benefit LOSAP for the active volunteer firefighters of the Walker Valley Fire Protection District. The program took effect on January 1, 2004. The program was established pursuant to Article 11-A of the General Municipal Law. The program provides municipally-funded pension-like benefits to facilitate the recruitment and retention of active volunteer firefighters. The Town of Shawangunk, New York is the sponsor of the program.

Participation, vesting and service credit

Active volunteer firefighters who have reached the age of 16 and who have completed 1 year of firefighting service are eligible to participate in the program. Participants acquire a non-forfeitable right to a service award after being credited with 1 year of firefighting service or upon attaining the program's entitlement age. The program's entitlement age is 60. In general, an active volunteer firefighter is credited with a year of firefighting service for each calendar year after the establishment of the program in which he or she accumulates fifty points. Points are granted for the performance of certain activities in accordance with a system established by the sponsor on the basis of a statutory list of activities and point values. A participant may also receive credit for 5 years of firefighting service rendered prior to the establishment of the program.

Benefits

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

Fiduciary Investment and Control

Service credit is determined by the governing board of the sponsor, based on information certified to the governing board by each fire company having members who participate in the program. Each fire company must maintain all required records on forms prescribed by the governing board. The governing board of the sponsor has retained and designated Penflex, Inc. to assist in the administration of the program. Disbursements of program assets for the payment of benefits or administrative expenses must be approved by the Town of Shawangunk, New York.

TOWN OF SHAWANGUNK, NEW YORK
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE 9 – LENGTH OF SERVICE AWARDS PROGRAM (LOSAP) (Continued)

Program assets are required to be held in trust by LOSAP legislation, for the exclusive purpose of providing benefits to participants and their beneficiaries or for the purpose of defraying the reasonable expenses of the operation and administration of the program. The trust agreement is dated January 1, 2004, and the trustee is the Town Board of the Town of Shawangunk, New York. Authority to invest program assets is vested in the trustees. Subject to restrictions in the program document, program assets are invested in accordance with a statutory “prudent person” rule.

The sponsor is required to retain an actuary to determine the amount of the sponsor’s contributions to the plan. The actuary retained by the sponsor for this purpose is Penflex, Inc.

Participants Covered

At the December 31, 2023 measurement date, the following participants were covered by the benefit terms:

Active	43
Inactive entitled but not yet receiving benefits	13
Inactive receiving benefits	<u>17</u>
 Total	 <u><u>73</u></u>

Contributions

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

The Town’s total pension liability was measured as of December 31, 2023 using an actuarial valuation date of December 31, 2023.

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of December 31, 2023 using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Not Applicable
Discount Rate	4.00%, S&P Municipal Bond 20 Year High Grade Rate Index as of December 31, 2023
Mortality	RP-2014 Male Mortality Table without projection for mortality improvement

TOWN OF SHAWANGUNK, NEW YORK
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE 9 – LENGTH OF SERVICE AWARDS PROGRAM (LOSAP) (Continued)
MEASUREMENT OF TOTAL PENSION LIABILITY

Trust Assets

Although assets have been accumulated in an irrevocable trust such that the assets are dedicated to providing pensions to plan members in accordance with benefit terms, the trust assets are not legally protected from creditors of the Town. As such, the trust assets do not meet the criteria in paragraph 4 of GASB Statement No. 73.

CHANGES IN THE TOTAL PENSION LIABILITY

Balance at 12/31/22 measurement date		\$ 1,383,194
Service Cost	27,264	
Interest	59,465	
Changes of Assumptions or Other Inputs	67,842	
Differences between expected and actual experience	18,043	
Benefit payments	<u>(61,560)</u>	
Net Changes		<u>111,054</u>
Balance at 12/31/23 measurement date		<u>\$ 1,494,248</u>

Sensitivity of the Total Pension Liability to Changes in the Discount Rate

The following presents the Town’s total pension liability calculated using the current discount rate of 4.00%, as well as what the Town’s total pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease <u>(3.00%)</u>	Current Assumption <u>(4.00%)</u>	1% Increase <u>(5.00%)</u>
Total Pension Liability	<u>\$ 1,752,214</u>	<u>\$ 1,494,248</u>	<u>\$ 1,292,215</u>

PENSION EXPENSE AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

For the year ended December 31, 2024, the Town recognized pension expense of \$111,002. At December 31, 2024, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

TOWN OF SHAWANGUNK, NEW YORK
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE 9 – LENGTH OF SERVICE AWARDS PROGRAM (LOSAP) (Continued)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 186,687	\$ -
Changes of assumptions or other inputs	393,303	587,295
Benefit payments and administrative expenses subsequent to the measurement date	<u>75,387</u>	<u>-</u>
Total	<u>\$ 655,377</u>	<u>\$ 587,295</u>

Deferred outflows of resources related to pensions resulting from Town transactions subsequent to the measurement date of \$75,387 will be recognized as a reduction of the total pension liability in the year ended December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

2025	\$	17,246
2026		17,246
2027		17,246
2028		17,246
2029		17,246
Thereafter		<u>(93,535)</u>
TOTAL	<u>\$</u>	<u>(7,305)</u>

PROGRAM NET ASSETS

Receipts and Disbursements

Plan Net Assets, Beginning of Year		\$ 823,239
Changes during the year:		
Plan Contributions	63,799	
Net Investment income	56,485	
Plan Benefit Withdrawals	(67,880)	
Administrative and Other Fees/Charges	<u>(7,947)</u>	
Plan Net Assets, End of Year		<u>\$ 867,696</u>

TOWN OF SHAWANGUNK, NEW YORK
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE 10 – PENSION REPORTING FOR ASSETS/LIABILITIES AND DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

Pension Plan Descriptions and Benefits Provided

Detailed descriptions of the New York State and Local Employees’ Retirement System (ERS) and the New York State and Local Police and Fire Retirement System (PFRS) are included in Note 6-2 to the financial statements.

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

At December 31, 2024, the Town reported the following asset/(liability) for its proportionate share of the net pension asset/(liability) for each of the Systems. The net pension asset/(liability) was measured as of March 31, 2024 for ERS and PFRS. The total pension asset/(liability) used to calculate the net pension asset/(liability) was determined by an actuarial valuation.

The Town’s proportion of the net pension asset/(liability) was based on a projection of the Town’s long-term share of contributions to the Systems relative to the projected contributions of all participating members, actuarially determined. This information was provided by the ERS and PFRS Systems in reports provided to the Town.

	<u>ERS</u>	<u>PFRS</u>
Actuarial valuation date	April 1, 2023	April 1, 2023
Net pension asset/(liability)	\$ (399,491)	\$ (690,891)
Town’s portion of the Plan’s total net pension asset/(liability)	0.0027132%	0.0145671%

For the year ended December 31, 2024, the Town recognized pension expense of \$171,998 for ERS and \$173,839 for PFRS. At December 31, 2024, the Town reported deferred outflows/inflows of resources related to pensions from the following sources:

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 10 – PENSION REPORTING FOR ASSETS/LIABILITIES AND DEFERRED
OUTFLOWS/INFLOWS OF RESOURCES (Continued)

	<u>Deferred Outflows of Resources</u>		<u>Deferred Inflows of Resources</u>	
	<u>ERS</u>	<u>PFRS</u>	<u>ERS</u>	<u>PFRS</u>
Differences between expected and actual experience	\$ 128,676	\$ 212,854	\$ 10,893	\$ -
Changes of assumptions	151,038	260,605	-	-
Net difference between projected and actual earnings on pension plan investments	-	-	195,149	187,543
Changes in proportion and differences between the Town’s contributions and proportionate share of contributions	29,523	88,602	28,702	333,795
Town’s contributions subsequent to the measurement date	<u>120,968</u>	<u>34,206</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 430,205</u>	<u>\$ 596,267</u>	<u>\$ 234,744</u>	<u>\$ 521,338</u>

Town contributions subsequent to the measurement date of \$120,968 for ERS and \$34,206 for PFRS will be recognized as a reduction of the net pension liability in the year ending December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	<u>ERS</u>	<u>PFRS</u>
2025	\$ (75,562)	\$ (116,319)
2026	78,016	129,233
2027	115,144	64,268
2028	(43,105)	(40,369)
2029	-	3,910
Thereafter	<u>-</u>	<u>-</u>
TOTAL	<u>\$ 74,493</u>	<u>\$ 40,723</u>

Actuarial Assumptions

The total pension liability as of the measurement date was measured by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total pension liability to the measurement date. The valuations used the following significant actuarial assumptions:

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 10 – PENSION REPORTING FOR ASSETS/LIABILITIES AND DEFERRED
OUTFLOWS/INFLOWS OF RESOURCES (Continued)

	<u>ERS</u>		<u>PFRS</u>	
	<u>Current Year</u>	<u>Prior Year</u>	<u>Current Year</u>	<u>Prior Year</u>
Measurement date	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Actuarial valuation date	April 1, 2023	April 1, 2022	April 1, 2023	April 1, 2022
Interest rate	5.9%	5.9%	5.9%	5.9%
Salary Increases	4.4%	4.4%	6.2%	6.2%
Cost of Living Adjustments	1.5%	1.5%	1.5%	1.5%
Inflation rate	2.9%	2.9%	2.9%	2.9%

For ERS and PFRS, annuitant mortality rates are based on April 1, 2015-March 31, 2020 Systems’ experience with adjustments for mortality improvements based on the Society of Actuaries Scale MP-2021. The actuarial assumptions used in the April 1, 2023 valuation are based on the results of an actuarial experience study for the period April 1, 2015-March 31, 2020.

The long term 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 returns net of investment expense 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 each the target asset allocation percentage and by adding expected inflation. Best estimates of the arithmetic real rates of return for each major asset class included in the target asset allocation are summarized below:

	<u>ERS/PFRS</u>
Measurement date	March 31, 2024
Asset Type:	
Domestic Equity	4.00%
International Equity	6.65
Real Estate	4.60
Real Assets	5.79
Opportunistic/ARS Portfolio	5.25
Credit	5.40
Private Equities	7.25
Fixed Income	1.50
Cash Equivalents	0.25

Discount Rate

The discount rate used to calculate the total pension liability was 5.90% for ERS and PFRS. 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 employees will be made at statutorily required rates, actuarially. Based upon the assumptions, the Systems’

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 10 – PENSION REPORTING FOR ASSETS/LIABILITIES AND DEFERRED OUTFLOWS/INFLOWS OF RESOURCES (Continued)

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.

Sensitivity of the Proportionate Share for the Net Pension Liability to the Discount Rate Assumption

The following presents the Town’s proportionate share of the net pension liability calculated using the discount rate of 5.90% for ERS and PFRS, as well as what the Town’s proportionate share of the net pension asset/(liability) would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

<u>ERS</u>	1% Decrease <u>(4.9%)</u>	Current Assumption <u>(5.9%)</u>	1% Increase <u>(6.9%)</u>
Employer’s proportionate share of the net pension asset (liability)	\$ <u>(1,256,039)</u>	\$ <u>(399,491)</u>	\$ <u>315,905</u>
<u>PFRS</u>			
Employer’s proportionate share of the net pension asset (liability)	\$ <u>(1,614,773)</u>	\$ <u>(690,891)</u>	\$ <u>72,372</u>

Pension Plan Fiduciary Net Position

The components of the current-year net pension asset/(liability) of the employers as of the respective valuation dates, were as follows:

Valuation date	<u>ERS (in thousands)</u> April 1, 2023	<u>PFRS (in thousands)</u> April 1, 2023
Employers’ total pension liability	\$ (240,696,851)	\$ (46,137,717)
Plan Net Position	<u>225,972,801</u>	<u>41,394,895</u>
Employer’s net pension asset/(liability)	<u>\$ (14,724,050)</u>	<u>\$ (4,742,822)</u>
Ration of plan net position to the Employer’s total pension liability	93.88%	89.72%

TOWN OF SHAWANGUNK, NEW YORK
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE 10 – PENSION REPORTING FOR ASSETS/LIABILITIES AND DEFERRED
 OUTFLOWS/INFLOWS OF RESOURCES (Continued)

Payables to the Pension Plan

For ERS and PFRS, employer contributions are paid annually based on the Systems’ fiscal year which ends on March 31st. Accrued retirement contributions as of December 31 represent the projected employer contribution for the period of April 1 through December 31 based on paid ERS and PFRS wages multiplied by the employer’s contribution rate, by tier. The Town prepaid its retirement contributions and, therefore, had no accrued retirement contributions as of December 31, 2024.

NOTE 11 – LEASES

Liabilities

The Town has entered into lease agreements that do not qualify as a short term lease or an installment purchase under GASB 87 and, therefore, have been reported as a liability equal to the present value of future minimum lease payments. The Town’s current leases reported as long term liabilities are as follows:

<u>PURPOSE</u>	<u>START DATE</u>	<u>END DATE</u>	<u>INTEREST RATE</u>	<u>PAYMENT</u>	<u>OUTSTANDING 12/31/24</u>
Highway Equipment	2020	2027	3.00%	\$ 1,185/month	\$ 39,665
Police Equipment	2021	2027	3.00%	1,053/month	<u>51,683</u>
					<u>\$ 91,348</u>

The following is a summary of future minimum lease payments:

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
2025	\$ 29,925	\$ 2,331
2026	30,835	1,421
2027	<u>30,588</u>	<u>483</u>
TOTAL	<u>\$ 91,348</u>	<u>\$ 4,235</u>

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 11 – LEASES (Continued)

Interest expense on leases consisted of the following:

Interest Paid	\$ 3,214
Less: Interest Accrued In Prior Year	-
Plus: Interest Accrued In Current Year	<u>-</u>
 TOTAL EXPENSE	 <u>\$ 3,214</u>

Assets

The Town has reported right to use assets as a result of implementing GASB 87. Right to use assets are initially reported at an amount equal to the initial lease liability, and amortized over the life of the related lease.

Right to use asset balances and activity for the year ended December 31, 2024 were as follows:

	<u>BEGINNING BALANCE</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>ENDING BALANCE</u>
Right to use assets:				
Highway Equipment	\$ 89,682	\$ -	\$ -	\$ 89,682
Police Equipment	<u>114,033</u>	<u>-</u>	<u>-</u>	<u>114,033</u>
Total right to use assets	<u>203,715</u>	<u>-</u>	<u>-</u>	<u>203,715</u>
Less accumulated amortization:				
Highway Equipment	37,196	12,821	-	50,017
Police Equipment	<u>46,129</u>	<u>16,221</u>	<u>-</u>	<u>62,350</u>
Total Accumulated Amortization	<u>83,325</u>	<u>29,042</u>	<u>-</u>	<u>112,367</u>
Right to use assets, net (Restated)	<u>\$ 120,390</u>	<u>\$ (29,042)</u>	<u>\$ -</u>	<u>\$ 91,348</u>

Amortization expense was charged to
Governmental functions as follows:

Public Safety	\$ 16,221
Transportation	<u>12,821</u>
	<u>\$ 29,042</u>

NOTE 12 – EVENTS OCCURRING AFTER REPORTING DATE

The Town has evaluated events and transactions that occurred between December 31, 2024 and March 28, 2025, which is the date the financial statements were available to be issued, for possible disclosure and recognition in the financial statements.

TOWN OF SHAWANGUNK, NEW YORK
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE 13 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Overspent Appropriations

Expenditures for the year ended December 31, 2024 materially exceeded appropriations in the funds and/or functions identified below:

<u>FUND/FUNCTION</u>	<u>APPROPRIATIONS AS MODIFIED</u>	<u>EXPENDITURES</u>	<u>UNFAVORABLE VARIANCE</u>
Sewer/Home and Community Services	\$ 864,696	\$ 879,954	\$ (15,258)
Water/Home and Community Services	293,384	475,078	(181,694)

The overspent appropriations in the Sewer Fund were caused by operating expenses in excess of budgeted amounts and were funded with available fund balance.

The overspent appropriations in the Water Fund were caused by operating expenses in excess of budgeted amounts and were funded with available fund balance.

NOTE 14 – RESTATED BALANCES

The beginning balance of net Right To Use Assets and Leases Payable have been increased by \$67,904 to account for an operating lease that meets the criteria of GASB 87 that was omitted from previous years' financial statements. The restated balances have no effect on the change in net position or ending net position for the year ended December 31, 2023.

The changes have no effect on the governmental fund financial statements.

TOWN OF SHAWANGUNK, NEW YORK
REQUIRED SUPPLEMENTARY INFORMATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE COMPARED TO BUDGET
GENERAL FUND
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE ACTUALS FOR THE YEAR ENDED DECEMBER 31, 2023)

	<u>ORIGINAL</u>	<u>REVISED</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2023</u>
	<u>BUDGET</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>(UNFAVORABLE)</u>	<u>ACTUAL</u>
REVENUES					
Real Property Taxes	\$ 1,468,095	\$ 1,468,095	\$ 1,468,095	\$ -	\$ 1,574,767
Other Tax Items	49,000	49,000	55,139	6,139	51,390
Non-Property Tax Items	417,000	417,000	512,594	95,594	501,041
Departmental Income	129,760	136,443	147,849	11,406	144,048
Intergovernmental Charges	292,000	292,000	300,002	8,002	281,361
Use of Money and Property	87,700	96,124	146,445	50,321	160,239
Licenses and Permits	153,225	153,225	232,856	79,631	185,435
Fines and Forfeitures	32,000	32,000	75,868	43,868	50,025
Sale of Property and Compensation For Loss	6,000	6,000	23,168	17,168	21,003
Miscellaneous Local Sources	920	920	5,955	5,035	10,874
State Aid	300,400	300,400	339,296	38,896	286,250
Federal Aid	50,000	50,000	-	(50,000)	-
TOTAL REVENUES	<u>2,986,100</u>	<u>3,001,207</u>	<u>3,307,267</u>	<u>306,060</u>	<u>3,266,433</u>
EXPENDITURES					
General Government Support	783,175	790,049	701,711	88,338	773,019
Public Safety	1,307,690	1,283,654	1,275,757	7,897	1,323,895
Transportation	143,490	143,490	125,273	18,217	134,135
Economic Assistance and Opportunity	500	500	99	401	-
Culture and Recreation	377,329	377,329	113,772	263,557	139,396
Home and Community Services	168,313	176,546	160,440	16,106	148,413
Employee Benefits	798,642	804,642	692,478	112,164	732,269
Debt Service:					
Principal	125,348	141,569	141,569	-	112,813
Interest	49,758	51,573	51,573	-	55,399
TOTAL EXPENDITURES	<u>3,754,245</u>	<u>3,769,352</u>	<u>3,262,672</u>	<u>506,680</u>	<u>3,419,339</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(768,145)	(768,145)	44,595	812,740	(152,906)
OTHER FINANCING SOURCES (USES)					
Operating Transfers Out	(100,000)	(100,000)	-	(100,000)	-
Operating Transfers In	106,145	106,145	5,710	(100,435)	6,145
NET CHANGE IN FUND BALANCE	(762,000)	(762,000)	50,305	612,305	(146,761)
FUND BALANCE - Beginning of Year	<u>762,000</u>	<u>762,000</u>	<u>1,931,114</u>	<u>1,169,114</u>	<u>2,077,875</u>
FUND BALANCE - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,981,419</u>	<u>\$ 1,781,419</u>	<u>\$ 1,931,114</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
REQUIRED SUPPLEMENTARY INFORMATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE COMPARED TO BUDGET
HIGHWAY FUND
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE ACTUALS FOR THE YEAR ENDED DECEMBER 31, 2023)

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	2023 ACTUAL
REVENUES					
Real Property Taxes	\$ 2,379,786	\$ 2,379,786	\$ 2,379,786	\$ -	\$ 2,200,687
Use of Money and Property	80,000	80,000	49,362	(30,638)	60,000
Licenses and Permits	1,500	1,500	1,650	150	1,800
Sale of Property and Compensation For Loss	50,700	50,700	19,344	(31,356)	58,973
Miscellaneous Local Sources	-	-	-	-	1,301,958
State Aid	440,000	440,000	430,445	(9,555)	429,876
Federal Aid	-	175,314	175,314	-	358,633
	<u>2,951,986</u>	<u>3,127,300</u>	<u>3,055,901</u>	<u>(71,399)</u>	<u>4,411,927</u>
TOTAL REVENUES					
EXPENDITURES					
Transportation	2,450,685	2,614,779	2,250,175	364,604	3,964,260
Employee Benefits	648,862	645,862	533,341	112,521	525,753
Debt Service:					
Principal	376,498	389,319	99,139	290,180	97,409
Interest	18,085	19,484	19,484	-	8,214
	<u>3,494,130</u>	<u>3,669,444</u>	<u>2,902,139</u>	<u>767,305</u>	<u>4,595,636</u>
TOTAL EXPENDITURES					
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(542,144)	(542,144)	153,762	695,906	(183,709)
OTHER FINANCING SOURCES (USES)					
Proceeds of Long Term Debt	232,144	232,144	-	(232,144)	-
	<u>310,000</u>	<u>310,000</u>	<u>519,712</u>	<u>209,712</u>	<u>703,421</u>
NET CHANGE IN FUND BALANCE					
FUND BALANCE - Beginning of Year	310,000	310,000	519,712	209,712	703,421
FUND BALANCE - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 673,474</u>	<u>\$ 673,474</u>	<u>\$ 519,712</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
REQUIRED SUPPLEMENTARY INFORMATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE COMPARED TO BUDGET
SEWER FUND
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE ACTUALS FOR THE YEAR ENDED DECEMBER 31, 2023)

	<u>ORIGINAL</u> <u>BUDGET</u>	<u>REVISED</u> <u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)	2023 <u>ACTUAL</u>
REVENUES					
Departmental Income	\$ 70,000	\$ 70,000	\$ 73,616	\$ 3,616	\$ 70,071
Intergovernmental Charges	352,300	352,300	402,240	49,940	426,748
Use of Money and Property	100,000	100,000	184,392	84,392	162,826
Miscellaneous Local Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7</u>
TOTAL REVENUES	<u>522,300</u>	<u>522,300</u>	<u>660,248</u>	<u>137,948</u>	<u>659,652</u>
EXPENDITURES					
Home and Community Services	521,711	864,696	879,954	(15,258)	534,783
Employee Benefits	<u>589</u>	<u>604</u>	<u>597</u>	<u>7</u>	<u>571</u>
TOTAL EXPENDITURES	<u>522,300</u>	<u>865,300</u>	<u>880,551</u>	<u>(15,251)</u>	<u>535,354</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(343,000)	(220,303)	122,697	124,298
FUND BALANCE - Beginning of Year	<u>-</u>	<u>343,000</u>	<u>3,941,699</u>	<u>3,598,699</u>	<u>3,817,401</u>
FUND BALANCE - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,721,396</u>	<u>\$ 3,721,396</u>	<u>\$ 3,941,699</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION ASSET/LIABILITY
YEAR ENDED DECEMBER 31, 2024

ERS System – Liability

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
The Town’s proportion of the net pension liability	0.0027132%	0.0028895%	0.0031875%	0.0031226%	0.0033701%	0.0032556%	0.0033906%	0.0031135%	0.0035430%	0.0035139%
The Town’s proportionate share of the net pension asset (liability)	(399,491)	\$ (619,634)	\$ 260,568	\$ (3,109)	\$ (892,417)	\$ (230,669)	\$ (109,430)	\$ (292,556)	\$ (568,657)	\$ (118,708)
The Town’s covered employee payroll	1,084,843	962,227	963,094	943,834	943,310	908,976	870,475	856,132	915,712	959,915
The Town’s proportionate share of the net pension asset (liability) as a percentage of covered employee payroll	36.82%	64.40%	27.06%	0.33%	94.60%	25.38%	12.57%	34.17%	62.10%	12.37%
Plan Fiduciary net position as a percentage of the total pension liability	93.88%	90.78%	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%	90.7%	97.9%

PFRS System – Liability

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
The Town’s proportion of the net pension liability	0.145671%	0.0216238%	0.0157735%	0.0218575%	0.0257550%	0.0130770%	0.0136123%	0.01088170%	0.0158840%	0.0185167%
The Town’s proportionate share of the net pension liability	\$ 690,891	\$1,191,575	\$ 89,600	\$ 379,506	\$ 1,376,588	\$ 219,309	\$ 137,587	\$ 225,540	\$ 470,290	\$ 50,969
The Town’s covered employee payroll	178,650	634,733	629,164	537,317	644,956	476,452	463,558	430,732	486,121	500,762
The Town’s proportionate share of the net pension liability as a percentage of covered employee payroll	386.73%	187.73%	14.24%	70.63%	213.44%	46.03%	29.68%	52.36%	96.74%	10.18%
Plan Fiduciary net position as a percentage of the total pension liability	89.72%	87.43%	98.66%	95.79%	84.86%	95.09%	96.93%	93.46%	90.2%	99.0%

SEE ACCOMPANYING NOTES AND AUDITORS’ OPINION

TOWN OF SHAWANGUNK, NEW YORK
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF EMPLOYER'S PENSION CONTRIBUTIONS
 YEAR ENDED DECEMBER 31, 2024

ERS System

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 151,680	\$ 119,932	\$ 120,854	\$ 146,517	\$ 134,643	\$ 131,668	\$ 129,574	\$ 122,528	\$ 136,125	\$ 166,793
Contribution in relation to the contractually required contribution	<u>151,680</u>	<u>119,932</u>	<u>120,854</u>	<u>146,517</u>	<u>134,643</u>	<u>131,668</u>	<u>129,574</u>	<u>122,528</u>	<u>136,125</u>	<u>166,793</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Contribution as a percentage of covered employee payroll	13.98%	12.46%	12.55%	15.52%	14.03%	13.96%	14.26%	14.08%	15.90%	18.21%

PFRS System

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 76,105	\$ 166,144	\$ 156,555	\$ 140,186	\$ 137,446	\$ 126,759	\$ 103,130	\$ 104,265	\$ 93,598	\$ 102,516
Contribution in relation to the contractually required contribution	<u>76,105</u>	<u>166,144</u>	<u>156,555</u>	<u>140,186</u>	<u>137,446</u>	<u>126,759</u>	<u>103,130</u>	<u>104,265</u>	<u>93,598</u>	<u>102,516</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Contribution as a percentage of covered employee payroll	25.53%	26.18%	24.88%	26.09%	21.14%	19.65%	21.65%	22.49%	21.73%	21.09%

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES IN THE TOTAL PENSION LIABILITY
 YEAR ENDED DECEMBER 31, 2024

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service Cost	\$ 27,264	\$ 50,691	\$ 48,094	\$ 30,489	\$ 45,400	\$ 51,413	\$ 45,582
Interest	59,465	41,408	36,334	46,840	46,447	40,374	40,426
Changes of assumptions or other inputs	67,842	(553,981)	(102,854)	372,373	84,273	(96,182)	102,686
Differences between expected and actual experience	18,043	74,032	33,060	24,775	43,265	51,018	33,323
Benefit payments	<u>(61,560)</u>	<u>(53,700)</u>	<u>(48,740)</u>	<u>(43,920)</u>	<u>(43,440)</u>	<u>(41,040)</u>	<u>(38,640)</u>
Net Changes	111,054	(441,550)	(34,106)	430,557	175,945	5,583	187,377
Beginning Total Pension Liability	<u>1,383,194</u>	<u>1,824,744</u>	<u>1,858,850</u>	<u>1,428,293</u>	<u>1,252,348</u>	<u>1,246,765</u>	<u>1,063,388</u>
Ending Total Pension Liability	<u>\$ 1,494,248</u>	<u>\$ 1,383,194</u>	<u>\$ 1,824,744</u>	<u>\$ 1,858,850</u>	<u>\$ 1,428,293</u>	<u>\$ 1,252,348</u>	<u>\$ 1,246,765</u>
Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Pension Liability as a Percentage of Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

TOWN OF SHAWANGUNK, NEW YORK
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2024

Trust Assets

There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 73 to pay related benefits.

Changes of Assumptions or Other Inputs

Discount Rate

The discount rate changed from 4.31% at the December 31, 2022 measurement date to 4.00% at the December 31, 2023 measurement date.

TOWN OF SHAWANGUNK, NEW YORK
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 DECEMBER 31 2024

	COMMUNITY DEVELOPMENT FUND	LIGHTING	WATER	DRAINAGE	SIDEWALK	FIRE	AMBULANCE	RECREATION	TOTAL NON-MAJOR GOVERNMENTAL FUNDS
ASSETS									
Cash	\$ 337,198	\$ 30,005	\$ 56,013	\$ 35,934	\$ 6,764	\$ 897	\$ -	\$ 184,435	\$ 651,246
Service Award Program Assets - Restricted	-	-	-	-	-	867,696	-	-	867,696
Rents Receivable	-	-	104,871	-	-	-	-	-	104,871
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 337,198</u>	<u>\$ 30,005</u>	<u>\$ 160,884</u>	<u>\$ 35,934</u>	<u>\$ 6,764</u>	<u>\$ 868,593</u>	<u>\$ -</u>	<u>\$ 184,435</u>	<u>\$ 1,623,813</u>
LIABILITIES AND FUND BALANCES									
LIABILITIES									
Accounts Payable	\$ -	\$ 2,016	\$ 138,657	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 140,673
Accrued Liabilities	-	-	280	-	-	-	-	-	280
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	<u>-</u>	<u>2,016</u>	<u>138,937</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>140,953</u>
FUND BALANCES									
Restricted:									
Service Award Program	-	-	-	-	-	867,696	-	-	867,696
Assigned:									
Unappropriated	337,198	27,989	21,947	35,934	6,764	897	-	184,435	615,164
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUND BALANCES	<u>337,198</u>	<u>27,989</u>	<u>21,947</u>	<u>35,934</u>	<u>6,764</u>	<u>868,593</u>	<u>-</u>	<u>184,435</u>	<u>1,482,860</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 337,198</u>	<u>\$ 30,005</u>	<u>\$ 160,884</u>	<u>\$ 35,934</u>	<u>\$ 6,764</u>	<u>\$ 868,593</u>	<u>\$ -</u>	<u>\$ 184,435</u>	<u>\$ 1,623,813</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 YEAR ENDED DECEMBER 31, 2024

	COMMUNITY DEVELOPMENT FUND	LIGHTING	WATER	DRAINAGE	SIDEWALK	FIRE	AMBULANCE	RECREATION	TOTAL NON-MAJOR GOVERNMENTAL FUNDS
REVENUES									
Real Property Taxes	\$ -	\$ 21,200	\$ 34,438	\$ 4,550	\$ 26,500	\$ 495,785	\$ 303,500	\$ -	\$ 885,973
Departmental Income	5,922	-	226,525	-	-	-	-	2,000	234,447
Use of Money and Property	16,377	1,733	7,083	-	375	41,518	-	8,818	75,904
TOTAL REVENUES	22,299	22,933	268,046	4,550	26,875	537,303	303,500	10,818	1,196,324
EXPENDITURES									
Public Safety	-	-	-	-	-	431,986	-	-	431,986
Health	-	-	-	-	-	-	303,500	-	303,500
Transportation	-	22,447	-	-	36,628	-	-	-	59,075
Home and Community Services	150	-	475,078	601	-	-	-	-	475,829
Employee Benefits	-	-	512	-	-	75,827	-	-	76,339
Debt Service:									
Principal	-	-	24,652	-	-	-	-	-	24,652
Interest	-	-	9,786	-	-	-	-	-	9,786
TOTAL EXPENDITURES	150	22,447	510,028	601	36,628	507,813	303,500	-	1,381,167
EXCESS (DEFICIENCY) OF REVENUES OVER EXPNDITURES	22,149	486	(241,982)	3,949	(9,753)	29,490	-	10,818	(184,843)
OTHER FINANCING SOURCES (USES)									
Change in Value of LOSAP Assets	-	-	-	-	-	14,967	-	-	14,967
NET CHANGE IN FUND BALANCE	22,149	486	(241,982)	3,949	(9,753)	44,457	-	10,818	(169,876)
FUND BALANCE - Beginning of Year	315,049	27,503	263,929	31,985	16,517	824,136	-	173,617	1,652,736
FUND BALANCE - End of Year	\$ 337,198	\$ 27,989	\$ 21,947	\$ 35,934	\$ 6,764	\$ 868,593	\$ -	\$ 184,435	\$ 1,482,860

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
GENERAL FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31,

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash	\$ 2,815,030	\$ 2,868,732
Cash - Restricted	115,000	115,000
Accounts Receivable	65,042	72,616
Due From Other Funds	5,710	25,835
Due From Other Governments	190,016	142,515
Prepaid Expenditures	<u>26,658</u>	<u>52,655</u>
TOTAL ASSETS	<u><u>\$ 3,217,456</u></u>	<u><u>\$ 3,277,353</u></u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts Payable	\$ 65,667	\$ 49,271
Accrued Liabilities	63,565	169,350
Due To Other Funds	1,885	4,099
Escrow Liabilities	72,251	62,977
Other Liabilities	885,228	1,060,542
Unearned Revenues	<u>147,441</u>	<u>-</u>
TOTAL LIABILITIES	<u>1,236,037</u>	<u>1,346,239</u>
FUND BALANCE		
Non-Spendable:		
Prepaid Items	26,658	52,655
Restricted:		
Capital Reserve	115,000	115,000
Assigned:		
Appropriated	600,000	762,000
Unassigned	<u>1,239,761</u>	<u>1,001,459</u>
TOTAL FUND BALANCE	<u>1,981,419</u>	<u>1,931,114</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 3,217,456</u></u>	<u><u>\$ 3,277,353</u></u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
COMMUNITY DEVELOPMENT FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31,

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash	\$ 337,198	\$ 315,049
Loans Receivable	<u>-</u>	<u>5,922</u>
 TOTAL ASSETS	 <u>\$ 337,198</u>	 <u>\$ 320,971</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
DEFERRED INFLOWS OF RESOURCES		
Deferred Loans Receivable	<u>\$ -</u>	<u>\$ 5,922</u>
 TOTAL DEFERRED INFLOWS OF RESOURCES	 <u>-</u>	 <u>5,922</u>
 FUND BALANCE		
Assigned:		
Unappropriated	<u>337,198</u>	<u>315,049</u>
 TOTAL FUND BALANCE	 <u>337,198</u>	 <u>315,049</u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u>\$ 337,198</u>	 <u>\$ 320,971</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
 COMMUNITY DEVELOPMENT FUND
 COMPARATIVE STATEMENT OF REVENUE, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31,

	<u>2024</u>	<u>2023</u>
REVENUES		
Departmental Income	\$ 5,922	\$ 21,335
Use of Money and Property	<u>16,377</u>	<u>14,058</u>
 TOTAL REVENUES	 <u>22,299</u>	 <u>35,393</u>
 EXPENDITURES		
Home and Community Services	<u>150</u>	<u>195</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 22,149	 35,198
 FUND BALANCE - Beginning of Year	 <u>315,049</u>	 <u>279,851</u>
 FUND BALANCE - End of Year	 <u>\$ 337,198</u>	 <u>\$ 315,049</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
HIGHWAY FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31,

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash	\$ 453,300	\$ 593,875
Accounts Receivable	849	591
Due From Other Funds	1,923	4,150
Due From State and Federal	430,445	-
Prepaid Expenditures	<u>25,064</u>	<u>19,962</u>
TOTAL ASSETS	<u><u>\$ 911,581</u></u>	<u><u>\$ 618,578</u></u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts Payable	\$ 42,604	\$ 24,399
Accrued Liabilities	38,851	28,265
Escrow Liabilities	<u>156,652</u>	<u>46,202</u>
TOTAL LIABILITIES	<u>238,107</u>	<u>98,866</u>
FUND BALANCE		
Non-Spendable:		
Prepaid Items	25,064	19,962
Assigned:		
Appropriated	250,000	310,000
Unappropriated	<u>398,410</u>	<u>189,750</u>
TOTAL FUND BALANCE	<u>673,474</u>	<u>519,712</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 911,581</u></u>	<u><u>\$ 618,578</u></u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
 LIGHTING FUND
 COMPARATIVE BALANCE SHEET
 DECEMBER 31,

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash	\$ 30,005	\$ 29,246
 TOTAL ASSETS	 <u>\$ 30,005</u>	 <u>\$ 29,246</u>
 LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts Payable	\$ 2,016	\$ 1,743
 TOTAL LIABILITIES	 <u>2,016</u>	 <u>1,743</u>
 FUND BALANCE		
Assigned:		
Unappropriated	<u>27,989</u>	<u>27,503</u>
 TOTAL FUND BALANCE	 <u>27,989</u>	 <u>27,503</u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u>\$ 30,005</u>	 <u>\$ 29,246</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE COMPARED TO BUDGET
 LIGHTING FUND
 YEAR ENDED DECEMBER 31, 2024
 (WITH COMPARATIVE ACTUALS FOR THE YEAR ENDED DECEMBER 31, 2023)

	<u>REVISED</u> <u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u> <u>FAVORABLE</u> <u>(UNFAVORABLE)</u>	<u>2023</u> <u>ACTUAL</u>
REVENUES				
Real Property Taxes	\$ 21,200	\$ 21,200	\$ -	\$ 21,200
Use of Money and Property	<u> -</u>	<u> 1,733</u>	<u> 1,733</u>	<u> 1,862</u>
TOTAL REVENUES	<u> 21,200</u>	<u> 22,933</u>	<u> 1,733</u>	<u> 23,062</u>
EXPENDITURES				
Transportation	<u> 21,200</u>	<u> 22,447</u>	<u> (1,247)</u>	<u> 22,908</u>
TOTAL EXPENDITURES	<u> 21,200</u>	<u> 22,447</u>	<u> (1,247)</u>	<u> 22,908</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	486	486	154
FUND BALANCE - Beginning of Year	<u> -</u>	<u> 27,503</u>	<u> 27,503</u>	<u> 27,349</u>
FUND BALANCE - End of Year	<u>\$ -</u>	<u>\$ 27,989</u>	<u>\$ 27,989</u>	<u>\$ 27,503</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
WATER FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31,

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash	\$ 56,013	\$ 258,766
Water Rents Receivable	<u>104,871</u>	<u>105,983</u>
 TOTAL ASSETS	 <u>\$ 160,884</u>	 <u>\$ 364,749</u>
 LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts Payable	\$ 138,657	\$ 100,611
Accrued Liabilities	<u>280</u>	<u>209</u>
 TOTAL LIABILITIES	 <u>138,937</u>	 <u>100,820</u>
 FUND BALANCE		
Assigned:		
Unappropriated	<u>21,947</u>	<u>263,929</u>
 TOTAL FUND BALANCE	 <u>21,947</u>	 <u>263,929</u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u>\$ 160,884</u>	 <u>\$ 364,749</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE COMPARED TO BUDGET
WATER FUND
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE ACTUALS FOR THE YEAR ENDED DECEMBER 31, 2023)

	REVISED <u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE <u>(UNFAVORABLE)</u>	2023 <u>ACTUAL</u>
REVENUES				
Real Property Taxes	\$ 34,438	\$ 34,438	\$ -	\$ 33,082
Departmental Income	205,897	226,525	20,628	204,517
Use of Money and Property	8,000	7,083	(917)	13,786
Miscellaneous Local Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>263</u>
TOTAL REVENUES	<u>248,335</u>	<u>268,046</u>	<u>19,711</u>	<u>251,648</u>
EXPENDITURES				
Home and Community Services	293,384	475,078	(181,694)	372,927
Employee Benefits	513	512	1	478
Debt Service:				
Principal	24,652	24,652	-	22,187
Interest	<u>9,786</u>	<u>9,786</u>	<u>-</u>	<u>10,895</u>
TOTAL EXPENDITURES	<u>328,335</u>	<u>510,028</u>	<u>(181,693)</u>	<u>406,487</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(80,000)</u>	<u>(241,982)</u>	<u>(161,982)</u>	<u>(154,839)</u>
FUND BALANCE - Beginning of Year	<u>80,000</u>	<u>263,929</u>	<u>183,929</u>	<u>418,768</u>
FUND BALANCE - End of Year	<u>\$ -</u>	<u>\$ 21,947</u>	<u>\$ 21,947</u>	<u>\$ 263,929</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
SEWER FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31,

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash	\$ 1,887,944	\$ 2,258,777
Cash - Restricted	1,828,731	1,746,402
Sewer Rents Receivable	32,353	35,019
Due From State and Federal	<u>32,742</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 3,781,770</u>	<u>\$ 4,040,198</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts Payable	\$ 60,058	\$ 71,115
Accrued Liabilities	278	208
Due To Other Funds	38	51
Unearned Revenues	<u>-</u>	<u>27,125</u>
TOTAL LIABILITIES	<u>60,374</u>	<u>98,499</u>
FUND BALANCE		
Restricted:		
Capital	1,828,731	1,746,402
Assigned:		
Appropriated	7,721	-
Unappropriated	<u>1,884,944</u>	<u>2,195,297</u>
TOTAL FUND BALANCE	<u>3,721,396</u>	<u>3,941,699</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 3,781,770</u>	<u>\$ 4,040,198</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
DRAINAGE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31,

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash	\$ <u>35,934</u>	\$ <u>31,985</u>
 TOTAL ASSETS	 <u>\$ 35,934</u>	 <u>\$ 31,985</u>
 FUND BALANCE		
Assigned:		
Unappropriated	\$ <u>35,934</u>	\$ <u>31,985</u>
 TOTAL FUND BALANCE	 <u>35,934</u>	 <u>31,985</u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u>\$ 35,934</u>	 <u>\$ 31,985</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
COMPARED TO BUDGET
DRAINAGE FUND
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE ACTUALS FOR THE YEAR ENDED DECEMBER 31, 2023)

	<u>REVISED</u> <u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u> <u>FAVORABLE</u> <u>(UNFAVORABLE)</u>	<u>2023</u> <u>ACTUAL</u>
REVENUES				
Real Property Taxes	\$ 4,550	\$ 4,550	\$ -	\$ 4,550
TOTAL REVENUES	<u>4,550</u>	<u>4,550</u>	<u>-</u>	<u>4,550</u>
EXPENDITURES				
Home And Community Services	<u>4,550</u>	<u>601</u>	<u>3,949</u>	<u>5,851</u>
TOTAL EXPENDITURES	<u>4,550</u>	<u>601</u>	<u>3,949</u>	<u>5,851</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	3,949	3,949	(1,301)
FUND BALANCE - Beginning of Year	<u>-</u>	<u>31,985</u>	<u>31,985</u>	<u>33,286</u>
FUND BALANCE - End of Year	<u>\$ -</u>	<u>\$ 35,934</u>	<u>\$ 35,934</u>	<u>\$ 31,985</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
 SIDEWALK FUND
 COMPARATIVE BALANCE SHEET
 DECEMBER 31,

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash	\$ <u>6,764</u>	\$ <u>16,517</u>
 TOTAL ASSETS	 <u>\$ 6,764</u>	 <u>\$ 16,517</u>
 LIABILITIES AND FUND BALANCE		
FUND BALANCE		
Assigned:		
Unappropriated	\$ <u>6,764</u>	\$ <u>16,517</u>
 TOTAL FUND BALANCE	 <u>6,764</u>	 <u>16,517</u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u>\$ 6,764</u>	 <u>\$ 16,517</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
COMPARED TO BUDGET
SIDEWALK FUND
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE ACTUALS FOR THE YEAR ENDED DECEMBER 31, 2023)

	REVISED <u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)	2023 <u>ACTUAL</u>
REVENUES				
Real Property Taxes	\$ 26,500	\$ 26,500	\$ -	\$ 24,970
Use of Money and Property	<u>1,000</u>	<u>375</u>	<u>(625)</u>	<u>8,106</u>
TOTAL REVENUES	<u>27,500</u>	<u>26,875</u>	<u>(625)</u>	<u>33,076</u>
EXPENDITURES				
Transportation	<u>36,628</u>	<u>36,628</u>	<u>-</u>	<u>218,889</u>
TOTAL EXPENDITURES	<u>36,628</u>	<u>36,628</u>	<u>-</u>	<u>218,889</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(9,128)	(9,753)	(625)	(185,813)
FUND BALANCE - Beginning of Year	<u>9,128</u>	<u>16,517</u>	<u>7,389</u>	<u>202,330</u>
FUND BALANCE - End of Year	<u>\$ -</u>	<u>\$ 6,764</u>	<u>\$ 6,764</u>	<u>\$ 16,517</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
 FIRE DISTRICT
 COMPARATIVE BALANCE SHEET
 DECEMBER 31,

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash	\$ 897	\$ 897
Service Program Award Assets - Restricted	<u>867,696</u>	<u>823,239</u>
 TOTAL ASSETS	 <u>\$ 868,593</u>	 <u>\$ 824,136</u>
 FUND BALANCE		
Restricted:		
Service Award Program Assets	\$ 867,696	\$ 823,239
Assigned:		
Unappropriated	<u>897</u>	<u>897</u>
 TOTAL FUND BALANCE	 <u>868,593</u>	 <u>824,136</u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u>\$ 868,593</u>	 <u>\$ 824,136</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
COMPARED TO BUDGET
BUDGETARY BASIS OF ACCOUNTING
FIRE DISTRICT
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE ACTUALS FOR THE YEAR ENDED DECEMBER 31, 2023)

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>2023 ACTUAL</u>
REVENUES				
Real Property Taxes	\$ 495,785	\$ 495,785	\$ -	\$ 444,444
 TOTAL REVENUES	 <u>495,785</u>	 <u>495,785</u>	 <u>-</u>	 <u>444,444</u>
 EXPENDITURES				
Public Safety	431,986	431,986	-	384,186
Employee Benefits	<u>63,799</u>	<u>63,799</u>	<u>-</u>	<u>60,258</u>
 TOTAL EXPENDITURES	 <u>495,785</u>	 <u>495,785</u>	 <u>-</u>	 <u>444,444</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 -	 -	 -	 -
 FUND BALANCE - Beginning of Year - Budget Basis	 <u>-</u>	 <u>897</u>	 <u>897</u>	 <u>897</u>
 FUND BALANCE - End of Year - Budget Basis	 <u>\$ -</u>	 <u>897</u>	 <u>\$ 897</u>	 <u>897</u>
 LOSAP not included in Budget		 <u>867,696</u>		 <u>823,239</u>
 FUND BALANCE - Modified Accrual Basis		 <u>\$ 868,593</u>		 <u>\$ 824,136</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
COMPARED TO BUDGET
AMBULANCE DISTRICT
YEAR ENDED DECEMBER 31, 2024
(WITH COMPARATIVE ACTUALS FOR THE YEAR ENDED DECEMBER 31, 2023)

	REVISED <u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)	2023 <u>ACTUAL</u>
REVENUES				
Real Property Taxes	\$ 303,500	\$ 303,500	\$ -	\$ 87,968
TOTAL REVENUES	<u>303,500</u>	<u>303,500</u>	<u>-</u>	<u>87,968</u>
EXPENDITURES				
Health	<u>303,500</u>	<u>303,500</u>	<u>-</u>	<u>87,968</u>
TOTAL EXPENDITURES	<u>303,500</u>	<u>303,500</u>	<u>-</u>	<u>87,968</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-
FUND BALANCE - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
 CAPITAL PROJECTS FUND
 COMBINING BALANCE SHEET
 DECEMBER 31, 2024
 (WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2023)

	<u>LANDFILL</u>	<u>HIGHWAY EQUIPMENT</u>	<u>2024 TOTALS</u>	<u>2023 TOTALS</u>
ASSETS				
Cash	\$ 5,710	-	\$ 5,710	\$ 5,430
TOTAL ASSETS	<u>\$ 5,710</u>	<u>-</u>	<u>\$ 5,710</u>	<u>\$ 5,430</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Due To Other Funds	5,710	-	5,710	-
Bond Anticipation Note Payable	\$ -	\$ 290,180	\$ 290,180	\$ 290,180
TOTAL LIABILITIES	<u>5,710</u>	<u>290,180</u>	<u>295,890</u>	<u>290,180</u>
FUND BALANCES				
Assigned:				
Unappropriated	-	-	-	5,430
Unassigned	-	(290,180)	(290,180)	(290,180)
TOTAL FUND BALANCES	<u>-</u>	<u>(290,180)</u>	<u>(290,180)</u>	<u>(284,750)</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 5,710</u>	<u>\$ -</u>	<u>\$ 5,710</u>	<u>\$ 5,430</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

TOWN OF SHAWANGUNK, NEW YORK
 CAPITAL PROJECTS FUND
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 YEAR ENDED DECEMBER 31, 2024
 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2023)

	<u>LANDFILL</u>	<u>HIGHWAY EQUIPMENT</u>	<u>2024 TOTALS</u>	<u>2023 TOTALS</u>
REVENUES				
Use of Money and Property	\$ 280	\$ -	\$ 280	\$ 450
TOTAL REVENUES	<u>280</u>	<u>-</u>	<u>280</u>	<u>450</u>
EXPENDITURES				
Capital Outlay	<u>-</u>	<u>342,760</u>	<u>342,760</u>	<u>290,180</u>
TOTAL EXPENDITURES	<u>-</u>	<u>342,760</u>	<u>342,760</u>	<u>290,180</u>
EXCESS (DEFICIENCY OF REVENUES OVER EXPENDITURES	280	(342,760)	(342,480)	(289,730)
OTHER FINANCIAL SOURCES (USES)				
Operating Transfers Out	(5,710)	-	(5,710)	(6,145)
Proceeds of Long-Term Debt	<u>-</u>	<u>342,760</u>	<u>342,760</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(5,430)	-	(5,430)	(295,875)
FUND BALANCE - Beginning of Year	<u>5,430</u>	<u>(290,180)</u>	<u>(284,750)</u>	<u>11,125</u>
FUND BALANCE - End of Year	<u>\$ -</u>	<u>\$ (290,180)</u>	<u>\$ (290,180)</u>	<u>\$ (284,750)</u>

SEE ACCOMPANYING NOTES AND AUDITORS' OPINION

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Independent Auditor's Report

To The Supervisor and Town Board
Of The Town Of Shawangunk, New York
Wallkill, New York 12589

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Shawangunk, New York as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Town of Shawangunk, New York's basic financial statements and have issued our report thereon dated March 28, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Shawangunk, New York's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Shawangunk, New York's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Shawangunk, New York's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Shawangunk, New York's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Cooper Arias, LLP

Mongaup Valley, New York
March 28, 2025