

FINANCIAL REPORT
AUDITED

TOWN OF EAST FISHKILL, NEW YORK

For the Year Ended December 31, 2024

Audited for:

Town Board

TOWN OF EAST FISHKILL, NEW YORK



Audited By:

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TOWN OF EAST FISHKILL, NEW YORK

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LIMITED LIABILITY PARTNERSHIP
CERTIFIED PUBLIC ACCOUNTANTS BUSINESS DEVELOPMENT CONSULTANTS

INDEPENDENT AUDITOR’S REPORT

Town Board
Town of East Fishkill
330 Route 376
Hopewell Junction, New York 12533

Report on the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Town of East Fishkill, New York (the “Town”), 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.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Town of East Fishkill as of December 31, 2024 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (“GAAS”) and the standards applicable to financial audits contained in *Government Auditing Standards* (“*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, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town’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

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 GAAS 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 GAAS 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'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'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, budgetary comparison information, and schedules of changes in the net OPEB liability and related ratios, proportionate share of the net pension liability and related ratios, and employer contributions on pages 4 through 7 and 41 through 45 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of East Fishkill's basic financial statements. The combining statements and schedule of indebtedness on pages 46 through 48 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements and schedule of indebtedness are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Report on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards*, we have also issued our report dated March 31, 2026 on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 the 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's internal control over financial reporting and compliance.

RBT CPAs, LLP

Hudson, New York
March 31, 2026

**TOWN OF EAST FISHKILL, NEW YORK
REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS**

1. Overview of the Financial Statements

These audited financial statements consist of five parts. Management's Discussion and Analysis (this section), the Independent Auditors Report on our Financial Statements, Government-Wide Financial Statements, Fund Financial Statements and Notes to the Financial Statements.

Government-Wide Financial Statements provide both long-term and short-term information about the Town's overall financial status. They report information about the Town as a whole using accounting methods similar to private sector companies.

Fund Financial Statements focus on the individual parts of Town government, reporting the Town's operations in more detail than the Government –Wide Financial Statements. They focus on the most significant or "major" funds – not the Town as a whole. See Note 1 in the Notes to the Financial Statements for information regarding individual types of funds.

Notes to the Financial Statements provide further explanation and support for the information contained in the Financial Statements.

2. Financial Analysis of the Town as a Whole

GOVERNMENT-WIDE FINANCIAL ANALYSIS

TOWN OF EAST FISHKILL'S NET POSITION

	2024	RESTATED 2023	\$ Change	% Change
Current and Other Assets	\$ 29,463,957	\$ 16,192,139	\$ 13,271,818	81.96%
Capital Assets	43,093,401	39,587,052	3,506,349	8.86%
Total Assets	72,557,358	55,779,191	16,778,167	30.08%
Deferred Outflows of Resources	13,223,074	16,108,594	(2,885,520)	-17.91%
Other Liabilities	20,647,591	9,227,160	11,420,431	123.77%
Long-Term Liabilities	76,689,985	75,931,253	758,732	1.00%
Total Liabilities	97,337,576	85,158,413	12,179,163	14.30%
Deferred Inflows of Resources	16,832,989	19,241,003	(2,408,014)	-12.52%
Net Position:				
Net Investment in Capital Assets	9,824,889	16,868,052	(7,043,163)	-41.75%
Restricted	2,025,497	2,000,000	25,497	100.00%
Unrestricted	(40,240,519)	(51,379,683)	11,139,164	21.68%
Total Net Position	\$ (28,390,133)	\$ (32,511,631)	\$ 4,121,498	12.68%

Current and Other Assets increased by \$13,271,818 primarily due to proceeds from debt issuances that remained unspent at year-end and are expected to be used for future capital project expenditures.

Capital Assets increased by \$3,506,349 mainly due to ongoing highway capital project representing \$1,105,942 of the total change and ongoing water project representing \$1,303,877 of that change.

Deferred Outflows of Resources decreased by \$2,885,520 mainly due to a change in the assumptions for OPEB and Pensions.

Other Liabilities increased by \$11,420,431 primarily due to the issuance of Bond Anticipation Notes ("BANs").

Long-Term Liabilities increased by \$758,732 mainly due to an increase in OPEB liabilities of \$1,249,041.

Deferred Inflows of Resources decreased by \$2,408,014 mainly due to a change in the assumptions for OPEB and Pensions.

The negative unrestricted net position balance of (\$40,240,519) continues to be the result of recognizing the liability for Other Post – Employment Benefits ("OPEB"), without any legal mechanism to set-aside funds for this liability.

**TOWN OF EAST FISHKILL, NEW YORK
REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

TOWN OF EAST FISHKILL'S CHANGES IN NET POSITION

	2024	%	RESTATED 2023	%	\$ Change	% Change
Revenues:						
Program Revenues:						
Charges for Services	\$ 6,925,933	20.85%	\$ 6,778,371	21.85%	\$ 147,562	2.18%
Operating and Capital Grants	3,679,415	11.08%	2,320,629	7.48%	1,358,786	58.55%
General Revenues:						
Real Property Taxes	14,827,995	44.64%	14,444,810	46.57%	383,185	2.65%
Real Property Taxes-Water Utilities	520,659	1.57%	483,529	1.56%	37,130	7.68%
Real Property Taxes-Sewer Utilities	1,191,291	3.59%	1,185,976	3.82%	5,315	0.45%
Real Property Tax Items	112,130	0.34%	157,867	0.51%	(45,737)	-28.97%
Non Property Taxes	493,682	1.49%	481,603	1.55%	12,079	2.51%
Tax Revenue Sharing	3,932,100	11.84%	3,651,115	11.77%	280,985	7.70%
Use of Money and Property	429,209	1.29%	572,267	1.84%	(143,058)	-25.00%
Intergovernmental Charges	559,214	1.68%	522,723	1.69%	36,491	6.98%
Sale of Property and Compensation for Loss	99,949	0.30%	191,943	0.62%	(91,994)	-47.93%
Miscellaneous	447,110	1.35%	230,242	0.74%	216,868	94.19%
Total Revenues	33,218,687	100.02%	31,021,075	100.00%	2,197,612	7.08%
Expenses:						
General Government	5,346,886	18.38%	4,615,980	17.73%	730,906	15.83%
Public Safety	8,413,305	28.91%	7,661,435	29.44%	751,870	9.81%
Public Health	4,987	0.02%	3,998	0.02%	989	100.00%
Transportation	7,704,481	26.48%	5,164,281	19.84%	2,540,200	49.19%
Economic Assistance and Opportunity	273,757	0.94%	230,961	0.89%	42,796	18.53%
Culture and Recreation	1,606,848	5.52%	2,251,470	8.65%	(644,622)	-28.63%
Home and Community Services	5,041,031	17.32%	5,321,338	20.44%	(280,307)	-5.27%
Interest on Debt	705,894	2.43%	778,118	2.99%	(72,224)	-9.28%
Total Expenses	29,097,189	100.00%	26,027,581	100.00%	3,069,608	11.79%
Increase/(Decrease) in Net Position	\$ 4,121,498		\$ 4,993,494			

Revenues:

- Operating and Capital Grants increased by \$1,358,786 mainly due to an increase in grant revenue, including funding received from an EFC grant.
- Charges for Services increased by \$147,562 mainly due to an increase in water usage and rate adjustments.
- Taxes Revenue Sharing increased by \$280,985 due to an increase in county aid for mortgage tax.

Expenses:

- Public Safety increased by \$751,870 due to increase in overtime and employee benefits such as retirement contributions and health insurance for the police department.
- Transportation increased by \$2,540,200 due to an increase in employee benefits such as retirement contributions and an increase in health insurance rate of 10%.
- Culture and Recreation decreased by \$644,622 due to a decrease in salaries and contractual expenses.

Governmental Funds:

General Fund -

The majority of activity for the Town is located in the General Fund. Fund Equity for this fund decreased by \$472,410 in 2024. Overall expenditure increased by 6% and revenues decreased by 2% as compared to previous year.

**TOWN OF EAST FISHKILL, NEW YORK
REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS**

General Fund (continued) -

Major expenditures include payroll and payroll related items. These items comprise over 75% of total General Fund expenditure. The Town spent \$7.4 million on General Fund payroll, \$1.4 million on related retirement systems, \$3.1 million on health insurance, approximately \$550 thousand on payroll taxes and \$119 thousand on workers' compensation insurance. The majority of these expenditures are stipulated by union contracts. These figures are generally the same as in 2023.

Highway Fund -

The Highway Fund ended 2024 with a fund balance of \$3,896,320 an increase of \$935,560 from 2023.

Highway Fund payroll and payroll related expenditures comprise 28% of total Highway Fund expenditures and are mostly stipulated by union contract. Total street maintenance payroll cost increased by approximately \$1.7 million in 2024.

Snow removal expenditures increased about \$82,989 in 2024 due to a more active winter weather than the previous year.

Budgetary Highlights -

The Town Budget is adopted in November for the following year and is modified throughout the year as necessary. The Town has a purchasing policy and a purchasing agent who enforces the Town policy.

3. Activities Regarding Capital Projects, Long Term and Short Term Debt -

Long-Term Debt -

The Town's most recent Moody's rating was A1. Obligations with the A rating are judged to be of upper-medium-grade and are subject to low credit risk.

Total Serial Bonds payable at the end of 2024 were \$23,779,000. A significant portion of this balance relates to Special District Capital Projects which are water/sewer projects.

The amounts recorded for Compensated Absences, Landfill Remediation, and Other Post-Employment Benefits total \$48,061,827.

Short-Term Debt -

Total Short-Term Debt at the end of 2024 was \$11,515,009. Balances relate to bond anticipation notes for town renovations.

4. Maintaining the Condition of the Town's Infrastructure

The Town of East Fishkill maintains over 204 miles of roads. All new roads are required to meet certain standards prior to being accepted as Town roads. The Town standard includes a twelve-inch sub-base consisting of bank run gravel and item four; four inches of compact binder and one-and one-half inches of compacted topcoat.

The Town has a fifteen-year road resurfacing program. Regular road assessments are conducted. These assessments are compared to the road resurfacing program for annual paving priority. The Town needs to resurface ten to fourteen miles of roads annually to meet the fifteen-year plan. That goal was not met in 2024, but efforts are being made to increase the Highway paving budget so that targeted paving mileage can routinely be achieved. The Town is committed to a strong road resurfacing and maintenance program.

**TOWN OF EAST FISHKILL, NEW YORK
REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS**

5. Currently Known Facts Bearing on the Future

On the former IBM East campus, a 158,000 sq. ft. distribution center for Pepsi-Frito Lay was completed in 2025. Also on the East Campus, iPark has approved a 250,000 sq. ft. semi-conductor building which is to be submitted to the Planning Board.

On the site of the former IBM West Campus, the 631,000 sq. ft Amazon distribution center is fully operational. Additionally, Mopar (a division of Stellatis), completed their 531,000 sq. ft. distribution center in 2025 and has created 130 full-time union positions.

In residential housing, an 88 unit apartment building was completed in 2025. There are also three projects before the Planning Board; a 468 unit development in Hopewell Hamlet and two adjacent developments in Stormville Hamlet totaling 300 units.

Finally, NYS DOT is preparing for traffic improvement in the Hopewell Hamlet, fully funded by NYS for \$9.2M. Additionally, the Town of East Fishkill has requested for NYSDOT to expand traffic improvement in the hamlet with an additional \$7.5M in projects which are also fully funded by NYS CMAC grant and local sources.

TOWN OF EAST FISHKILL, NEW YORK
STATEMENT OF NET POSITION
DECEMBER 31, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 21,146,016	\$ 827,518	\$ 21,973,534
Restricted Cash	2,025,497	-	2,025,497
Accounts Receivable	2,250,332	-	2,250,332
Due from State and Federal Government	257,032	-	257,032
Internal Balances (Note IV)	(11,827)	9,619	(2,208)
Due from Other Governments	1,663,124	-	1,663,124
Other Assets	415,462	-	415,462
Prepaid Expenses	18,307	-	18,307
Inventories	338,660	-	338,660
Water Transmission Rights	524,217	-	524,217
	<u>28,626,820</u>	<u>837,137</u>	<u>29,463,957</u>
Capital Assets, not being depreciated	15,754,344	-	15,754,344
Capital Assets, being depreciated - net	24,102,003	3,237,054	27,339,057
Total Capital Assets, net (Note V)	<u>39,856,347</u>	<u>3,237,054</u>	<u>43,093,401</u>
Total Assets	<u>68,483,167</u>	<u>4,074,191</u>	<u>72,557,358</u>
Deferred Outflows of Resources (Notes VI and VII)	<u>13,223,074</u>	<u>-</u>	<u>13,223,074</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>81,706,241</u>	<u>4,074,191</u>	<u>85,780,432</u>
LIABILITIES			
Accounts Payable	2,120,518	29,926	2,150,444
Unearned Revenue	939,466	-	939,466
Accrued Expenses	3,327,010	22,075	3,349,085
Bond Anticipation Notes (Note VIII)	11,515,009	-	11,515,009
Current Portion of Compensated Absence Liability (IX)	50,247	-	50,247
Current Portion of Other Postemployment Benefit Liability (VII)	1,330,612	-	1,330,612
Due to Employees Retirement System	1,312,728	-	1,312,728
Noncurrent Liabilities:			
Due and Payable Within One Year:			
Bonds Payable (Note IX)	1,102,850	72,150	1,175,000
Landfill Remediation Liability (Note IX)	37,000	-	37,000
Due and Payable More Than One Year:			
Bonds Payable (Note IX)	21,031,679	1,572,321	22,604,000
Landfill Remediation Liability (Note IX)	1,695,424	-	1,695,424
Compensated Absences Liability, Net of Current Portion (Note IX)	452,223	-	452,223
ERS Net Pension Liability-Proportionate Share (Note VI)	2,401,598	-	2,401,598
PFRS Net Pension Liability-Proportionate Share (Note VI)	3,828,419	-	3,828,419
Other Postemployment Benefits Liability, Net of Current Portion (Note VII)	44,496,321	-	44,496,321
Total Liabilities	<u>95,641,104</u>	<u>1,696,472</u>	<u>97,337,576</u>
Deferred Inflows of Resources (Notes VI and VII)	<u>16,832,989</u>	<u>-</u>	<u>16,832,989</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>112,474,093</u>	<u>1,696,472</u>	<u>114,170,565</u>
NET POSITION			
Net Investment in Capital Assets	8,232,306	1,592,583	9,824,889
Restricted	2,025,497	-	2,025,497
Unrestricted	(41,025,655)	785,136	(40,240,519)
Total Net Position	<u>\$ (30,767,852)</u>	<u>\$ 2,377,719</u>	<u>\$ (28,390,133)</u>

See accompanying notes to basic financial statements.

TOWN OF EAST FISHKILL, NEW YORK
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<u>FUNCTIONS/PROGRAMS</u>							
Primary Government:							
Governmental Activities:							
General Government	\$ (5,346,886)	\$ 191,945	\$ 71,936	\$ -	\$ (5,083,005)	\$ -	\$ (5,083,005)
Public Safety	(8,413,305)	683,581	143,257	-	(7,586,467)	-	(7,586,467)
Public Health	(4,987)	-	-	-	(4,987)	-	(4,987)
Transportation	(7,704,481)	-	728,736	944,255	(6,031,490)	-	(6,031,490)
Economic Assistance and Opportunity	(273,757)	-	-	-	(273,757)	-	(273,757)
Culture and Recreation	(1,606,848)	665,903	-	-	(940,945)	-	(940,945)
Home and Community Services	(4,913,820)	5,319,319	-	1,785,534	2,191,033	-	2,191,033
Interest on Debt	(660,327)	-	-	-	(660,327)	-	(660,327)
Total Governmental Activities	\$ (28,924,411)	\$ 6,860,748	\$ 943,929	\$ 2,729,789	(18,389,945)	-	(18,389,945)
Business-Type Activities:							
Home and Community Services	\$ (127,211)	\$ 65,185	\$ -	\$ 5,697	-	(56,329)	(56,329)
Interest on Debt	(45,567)	-	-	-	-	(45,567)	(45,567)
Total Business Type Activities	\$ (172,778)	\$ 65,185	\$ -	\$ 5,697	-	(101,896)	(101,896)
General Revenues:							
Real Property Taxes					14,827,995	-	14,827,995
Real Property Taxes-Water Utilities					520,659	-	520,659
Real Property Taxes-Sewer Utilities					1,191,291	-	1,191,291
Real Property Tax Items					112,130	-	112,130
Non Property Taxes					493,682	-	493,682
Tax Revenue Sharing					3,932,100	-	3,932,100
Use of Money and Property					419,685	-	419,685
Intergovernmental Charges					559,214	-	559,214
Sale of Property and Compensation for Loss					99,949	-	99,949
Miscellaneous					447,110	-	447,110
Total General Revenues					22,603,815	-	22,603,815
Business-Type Activities:							
Use of Money and Property					-	9,524	9,524
Total Business-Type Activities					-	9,524	9,524
Change in Net Position					4,213,870	(92,372)	4,121,498
Net Position - Beginning					(34,963,294)	2,470,091	(32,493,203)
Cumulative Effect Adjustment (Note XVII)					(18,428)	-	(18,428)
Net Position - Beginning, restated					(34,981,722)	2,470,091	(32,511,631)
Net Position - Ending					\$ (30,767,852)	\$ 2,377,719	\$ (28,390,133)

See accompanying notes to basic financial statements.

TOWN OF EAST FISHKILL, NEW YORK
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2024

	General	Highway	Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 7,072,095	\$ 2,122,885	\$ 9,203,354	\$ 2,747,682	\$ 21,146,016
Restricted Cash	-	2,025,497	-	-	2,025,497
Receivables	811,662	27,499	-	1,411,171	2,250,332
Due From State and Federal Government	257,032	-	-	-	257,032
Due from Other Funds (Note IV)	4,625,152	1,232,138	135,595	332,054	6,324,939
Due From Other Governments	1,282,800	-	-	380,324	1,663,124
Other Assets	415,462	-	-	-	415,462
Prepaid Expenses	17,300	-	-	1,007	18,307
Total Assets	<u>\$ 14,481,503</u>	<u>\$ 5,408,019</u>	<u>\$ 9,338,949</u>	<u>\$ 4,872,238</u>	<u>\$ 34,100,709</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 706,404	\$ 501,442	\$ 539,095	\$ 373,577	\$ 2,120,518
Deferred Revenue	400	735,623	172,241	31,202	939,466
Accrued Expenditures	3,026,105	63,398	-	-	3,089,503
Due to Other Funds (Note IV)	82,559	-	5,594,412	659,795	6,336,766
Due to NYS Retirement Systems (Note VI)	1,101,492	211,236	-	-	1,312,728
Bond Anticipation Notes Payable (Note VIII)	-	-	11,515,009	-	11,515,009
Total Liabilities	<u>4,916,960</u>	<u>1,511,699</u>	<u>17,820,757</u>	<u>1,064,574</u>	<u>25,313,990</u>
Fund Balances:					
Nonspendable	17,300	-	-	1,007	18,307
Fund Balance - Restricted	-	2,025,497	-	-	2,025,497
Fund Balance - Assigned	-	-	-	-	-
Assigned for Subsequent Year's Budget	370,000	-	-	690,520	1,060,520
Assigned for Fund Purposes	-	1,870,823	-	3,116,137	4,986,960
Fund Balance - Unassigned	9,177,243	-	(8,481,808)	-	695,435
Total Fund Balances	<u>9,564,543</u>	<u>3,896,320</u>	<u>(8,481,808)</u>	<u>3,807,664</u>	<u>8,786,719</u>
Total Liabilities and Fund Balances	<u>\$ 14,481,503</u>	<u>\$ 5,408,019</u>	<u>\$ 9,338,949</u>	<u>\$ 4,872,238</u>	<u>\$ 34,100,709</u>

See accompanying notes to basic financial statements.

TOWN OF EAST FISHKILL, NEW YORK
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2024

	Total Governmental Funds	Long-Term Assets and Liabilities	Reclassifications and Eliminations	Statement of Net Position Totals
ASSETS				
Cash and Cash Equivalents	\$ 21,146,016	\$ -	\$ -	\$ 21,146,016
Restricted Cash	2,025,497	-	-	2,025,497
Receivables	2,250,332	-	-	2,250,332
Due from State and Federal Government	257,032	-	-	257,032
Due from Other Funds	6,324,939	-	(6,336,766)	(11,827)
Due from Other Governments	1,663,124	-	-	1,663,124
Other Assets	415,462	-	-	415,462
Prepaid Expenses	18,307	-	-	18,307
Inventories	-	338,660	-	338,660
Water Transmission Rights	-	524,217	-	524,217
Capital Assets, Net	-	39,856,347	-	39,856,347
Deferred Outflows of Resources - Pension	-	5,899,575	-	5,899,575
Deferred Outflows of Resources - OPEB	-	7,323,499	-	7,323,499
Total Assets and Deferred Outflows	<u>\$ 34,100,709</u>	<u>\$ 53,942,298</u>	<u>\$ (6,336,766)</u>	<u>\$ 81,706,241</u>
LIABILITIES				
Accounts Payable	\$ 2,120,518	\$ -	\$ -	\$ 2,120,518
Unearned Revenue	939,466	-	-	939,466
Accrued Expenditures	3,089,503	237,507	-	3,327,010
Bond Anticipation Notes Payable	11,515,009	-	-	11,515,009
Bond, and Installment Obligations	-	22,134,529	-	22,134,529
Due to Other Funds	6,336,766	-	(6,336,766)	-
Due to New York State Retirement Systems	1,312,728	-	-	1,312,728
Landfill Remediation Liability	-	1,732,424	-	1,732,424
Compensated Absences	-	502,470	-	502,470
ERS Net Pension Liability-Proportionate Share	-	2,401,598	-	2,401,598
PFRS Net Pension Liability-Proportionate Share	-	3,828,419	-	3,828,419
Other Postemployment Benefits	-	45,826,933	-	45,826,933
Deferred Inflows of Resources - Pension	-	2,530,669	-	2,530,669
Deferred Inflows of Resources - OPEB	-	14,302,320	-	14,302,320
Total Liabilities and Deferred Inflows	<u>25,313,990</u>	<u>93,496,869</u>	<u>(6,336,766)</u>	<u>112,474,093</u>
Total Fund Balances	<u>8,786,719</u>	<u>(39,554,571)</u>	<u>-</u>	<u>(30,767,852)</u>
Total Liabilities, Deferred Inflows and Fund Balances/Net Position	<u>\$ 34,100,709</u>	<u>\$ 53,942,298</u>	<u>\$ (6,336,766)</u>	<u>\$ 81,706,241</u>

See accompanying notes to basic financial statements.

TOWN OF EAST FISHKILL, NEW YORK
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024

	General	Highway	Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
Revenues:					
Real Property Taxes	\$ 7,866,820	\$ 6,754,115	\$ -	\$ 1,919,010	\$ 16,539,945
Real Property Tax Items	110,697	-	-	-	110,697
Non Property Tax Items	3,463,703	-	-	1,433	3,465,136
Departmental Income	1,141,877	-	-	3,831,808	4,973,685
Intergovernmental Revenue	559,214	-	-	-	559,214
Use of Money and Property	307,439	43,270	964	68,012	419,685
Licenses and Permits	1,212,906	-	-	-	1,212,906
Fines and Forfeitures	674,157	-	-	-	674,157
Sale of Property and Compensation for Loss	75,232	66,468	-	-	141,700
Miscellaneous	269,024	29,476	223,938	29,916	552,354
State and Federal Aid	1,177,272	1,424,161	1,787,433	141,687	4,530,553
Total Revenues	16,858,341	8,317,490	2,012,335	5,991,866	33,180,032
Expenditures:					
General Government	3,920,983	7,603	6,216	-	3,934,802
Public Safety	4,719,790	-	-	-	4,719,790
Public Health	4,987	-	-	-	4,987
Transportation	320,202	5,020,659	864,432	172,621	6,377,914
Economic Assistance and Opportunity	217,044	-	-	-	217,044
Culture and Recreation	918,592	-	-	64,173	982,765
Home and Community Services	710,498	-	-	3,398,232	4,108,730
Employee Benefits	5,155,125	1,668,053	-	48,084	6,871,262
Capital Outlay	1,266,677	416,302	2,563,738	73,553	4,320,270
Debt Service	96,853	269,313	-	1,428,581	1,794,747
Total Expenditures	17,330,751	7,381,930	3,434,386	5,185,244	33,332,311
Excess/(Deficiency) of Revenues Over Expenditures	(472,410)	935,560	(1,422,051)	806,622	(152,279)
Other Financing Sources/(Uses):					
Proceeds from Obligations	-	-	1,940,850	329,150	2,270,000
Total Other Financing Sources/(Uses)	-	-	1,940,850	329,150	2,270,000
Change in Fund Balances	(472,410)	935,560	518,799	1,135,772	2,117,721
Fund Balances - Beginning	10,036,953	2,960,760	(9,000,607)	2,671,892	6,668,998
Fund Balances - Ending	\$ 9,564,543	\$ 3,896,320	\$ (8,481,808)	\$ 3,807,664	\$ 8,786,719

See accompanying notes to basic financial statements.

TOWN OF EAST FISHKILL, NEW YORK
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Total Governmental Funds	Revenue, Expenses	Capital Asset Related Items	Long-Term Debt Transactions	Reclassifications and Eliminations	Statement of Activities
Revenues:						
Real Property Taxes	\$ 16,539,945	\$ -	\$ -	\$ -	\$ -	\$ 16,539,945
Real Property Tax Items	110,697	-	-	-	-	110,697
Non Property Tax Items	3,465,136	-	-	-	-	3,465,136
Departmental Income	4,973,685	-	-	-	-	4,973,685
Intergovernmental Revenue	559,214	-	-	-	-	559,214
Use of Money and Property	419,685	-	-	-	-	419,685
Licenses and Permits	1,212,906	-	-	-	-	1,212,906
Fines and Forfeitures	674,157	-	-	-	-	674,157
Sale of Property and Compensation for Loss	141,700	(41,751)	-	-	-	99,949
Miscellaneous	552,354	-	-	-	-	552,354
State and Federal Aid	4,530,553	-	-	-	-	4,530,553
Total Revenues	33,180,032	(41,751)	-	-	-	33,138,281
Expenditures:						
General Government	3,934,802	-	114,482	-	1,297,602	5,346,886
Public Safety	4,719,790	-	399,252	-	3,294,263	8,413,305
Public Health	4,987	-	-	-	-	4,987
Transportation	6,377,914	(26,028)	17,116	-	1,335,479	7,704,481
Economic Assistance and Opportunity	217,044	-	-	-	56,713	273,757
Culture and Recreation	982,765	-	16,433	-	607,650	1,606,848
Home and Community Services	4,108,730	-	207,138	(45,989)	643,941	4,913,820
Employee Benefits	6,871,262	364,386	-	-	(7,235,648)	-
Capital Outlay	4,320,270	-	(4,320,270)	-	-	-
Debt Service	1,794,747	7,060	-	(1,141,480)	-	660,327
Total Expenditures	33,332,311	345,418	(3,565,849)	(1,187,469)	-	28,924,411
Excess/(Deficiency) of Revenues Over Expenditures	(152,279)	(387,169)	3,565,849	1,187,469	-	4,213,870
Other Financing Sources/(Uses)						
Proceeds from Obligations	2,270,000	-	-	(2,270,000)	-	-
Total Other Financing Sources/(Uses)	2,270,000	-	-	(2,270,000)	-	-
Change in Fund Balances	\$ 2,117,721	\$ (387,169)	\$ 3,565,849	\$ (1,082,531)	\$ -	\$ 4,213,870

See accompanying notes to basic financial statements.

TOWN OF EAST FISHKILL, NEW YORK
STATEMENT OF NET POSITION
PROPRIETARY FUND
DECEMBER 31, 2024

	Water Enterprise Fund
ASSETS	
Cash and Cash Equivalents	\$ 827,518
Due from Other Funds (Note IV)	9,619
Capital Assets, Net (Note V)	<u>3,237,054</u>
Total Assets	<u>4,074,191</u>
LIABILITIES	
Accounts Payable	29,926
Accrued Liabilities	22,075
Bonds Payable (Note IX)	<u>1,644,471</u>
Total Liabilities	<u>1,696,472</u>
NET POSITION	
Net Investment in Capital Assets	1,592,583
Unrestricted	<u>785,136</u>
Total Net Position	<u><u>\$ 2,377,719</u></u>

See accompanying notes to basic financial statements.

TOWN OF EAST FISHKILL, NEW YORK
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2024

	Water Enterprise Fund
OPERATING REVENUES	
Charges for Services	\$ 65,185
State and Federal Aid	<u>5,697</u>
Total Operating Revenues	<u>70,882</u>
OPERATING EXPENSES	
Depreciation	121,002
Administration-Contractual Expense	<u>6,209</u>
Total Operating Expenses	<u>127,211</u>
Operating Income	<u>(56,329)</u>
Non-Operating Income/(Expenses)	
Interest Income	9,524
Debt Interest	<u>(45,567)</u>
Total Non-Operating Income/(Expenses)	<u>(36,043)</u>
Change in Net Position	(92,372)
Total Net Position - Beginning of Year	<u>2,470,091</u>
Total Net Position - End of Year	<u><u>\$ 2,377,719</u></u>

See accompanying notes to basic financial statements.

TOWN OF EAST FISHKILL, NEW YORK
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2024

	Water Enterprise Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Revenues from Operating	\$ 70,882
Administration-Contractual	19,519
Net Cash Provided by Operating Activities	<u>90,401</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Construction of Capital Assets	(103,260)
Interfund Loan	54,511
Principal Payments on Debt	(68,520)
Interest Paid on Debt for Capital Purposes	(45,567)
Net Cash Used for Capital and Related Financing Activities	<u>(162,836)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest Received	9,524
Net Cash Provided by Investing Activities	<u>9,524</u>
Net Decrease in Cash and Cash Equivalents	(62,911)
Cash and Cash Equivalents - Beginning of Year	890,429
Cash and Cash Equivalents - End of Year	<u><u>\$ 827,518</u></u>
Reconciliation of Operating Income to Net Cash from Operating Activities	
Operating Income	\$ (56,329)
Adjustments to Reconcile Operating Income to Net Cash	
Provided by/(Used for) Operating Activities:	
Depreciation	121,002
Increase in Accounts Payable	27,097
Decrease in Accrued Liabilities	(1,369)
Net Cash Provided by Operating Activities	<u><u>\$ 90,401</u></u>

See accompanying notes to basic financial statements.

TOWN OF EAST FISHKILL, NEW YORK
STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2024

	Custodial Fund
ASSETS	
Cash	\$ 113,050
Due from Other Funds	<u>2,208</u>
Total Assets	<u>115,258</u>
NET POSITION	
Net Position - Restricted For Other Purposes	<u><u>\$ 115,258</u></u>

See accompanying notes to basic financial statements.

TOWN OF EAST FISHKILL, NEW YORK
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2024

	Custodial Fund
REVENUES	
Use of Money and Property	\$ 1,016
Gifts and Donations	<u>200</u>
	<u>1,216</u>
EXPENDITURES	
Home and Community Services	<u>14,532</u>
	<u>14,532</u>
Change in Net Position	(13,316)
Net Position Held in Trust - Beginning	<u>128,574</u>
Net Position Held in Trust - Ending	<u><u>\$ 115,258</u></u>

See accompanying notes to basic financial statements.

TOWN OF EAST FISHKILL, NEW YORK

NOTES TO BASIC FINANCIAL STATEMENTS

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Town of East Fishkill, New York (the Town) was incorporated in November 1849, under the provisions of the State of New York. The Town operates under a Town Board form of government, consisting of a Supervisor and four Councilmen/women. The Supervisor serves as the Chief Executive Officer and as the Chief Fiscal Officer of the Town. Board members have authority to make decisions, power to appoint management, and primary accountability for all fiscal matters.

The Town provides the following services: highway maintenance, police protection, water, planning, zoning, building and safety inspection, lighting, and culture and recreation.

The financial statements of the Town have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to governmental units. Those principles are prescribed by the Governmental Accounting Standards Board (GASB), which is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The accompanying financial statements present the activities of the Town. No other organizational entities were determined to be includable in the Town's financial reporting entity. The Town is not a component unit of another reporting entity.

The Town exercises no oversight over the operations of the East Fishkill Fire District and Town of East Fishkill Library District. The Town levies and collects real property taxes and turns them over to the Districts.

B. Government-wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities present financial information about both the Town's government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type activities.

The Town's police and fire protection, parks and recreation, public works, and general administrative services are classified as governmental activities. The Town's water and sewer services are also classified as governmental activities since user fees are not intended to cover all costs including depreciation. The Town commenced work on a water supply service in 2013 which is classified as a business-type activity. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions.

Governmental activities generally are financed through property, sales or mortgage taxes, intergovernmental revenues, interest income, etc. Operating grants include operating-specific and discretionary (either operating or capital) grants, while the capital grants column reflects capital-specific grants.

TOWN OF EAST FISHKILL, NEW YORK

NOTES TO BASIC FINANCIAL STATEMENTS

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Town's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. The Town first utilizes restricted resources to finance qualifying activities.

The Statement of Activities presents a comparison between direct expenses and program revenues 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 operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

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 funds. All remaining funds are aggregated and reported as non-major funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 90 days of the end of the current fiscal period. With the exceptions of mortgage and sales tax revenues. The Town records receivables for mortgage tax covering October through December, and for sales tax covering the end of the calendar year. These payments are typically received at some point from April through June of the following year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

The Town reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Highway Fund* is used to account for financial resources to be used for upkeep of the roads within the Town's jurisdiction.

The *Capital Projects Fund* is used to account for financial resources to be used for the acquisition or construction of major capital facilities. The principal source of financing is from the sale of bonds or bond anticipation notes.

Additionally, the Town reports the following non-major funds:

- The *Water Fund* is used to account for financial resources to be used for operation and upkeep of the water districts within the Town.
- The *Sewer Fund* is used to account for financial resources to be used for operation and upkeep of the sewer facility within the Town.
- The *Lighting Fund* is used to record operation and maintenance transactions related to the Town's lighting district. Revenues are derived from special district assessments.
- The *Park Fund* is used to record operation and maintenance transactions related to Town Parks. Revenues are derived from real property taxes.
- The *Drainage Fund* is used to account for drainage operations not required to be accounted for on an enterprise basis.
- The *Miscellaneous Fund* is used to account for miscellaneous operations not required to be accounted for on an enterprise basis.
- The *Recreation Fund* is used to record operation and maintenance transactions related to various Town recreation facilities and their operations. Revenue is derived from recreation fees and charges.

TOWN OF EAST FISHKILL, NEW YORK

NOTES TO BASIC FINANCIAL STATEMENTS

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation - Continued

The Proprietary Funds measurement is based upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles that are applicable are those similar to businesses in the private sector. The Town reports the following proprietary fund type:

- The Water Enterprise Fund operates the Town's water distribution system which primarily serves commercial entities.

Custodial Fund - Fiduciary Funds are used to report assets that are held in a custodial capacity for others and are, therefore, not available to support Town programs.

D. Pervasiveness 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 assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates. Estimates and assumptions are made in a variety of areas, including computation of encumbrances, compensated absences, potential contingent liabilities, and useful lives of long-lived assets.

E. Budgetary Data

The Town administration prepares a proposed budget for approval by the Town Board for the following governmental funds for which legal (appropriated) budgets are adopted: General Fund, Highway Fund, Water Fund and Sewer Fund.

Appropriations are adopted at the program line-item level. Appropriations established by the adoption of the budget constitute a limitation on expenditures (and encumbrances) that may be incurred. Appropriations lapse at the end of the fiscal year unless expended or encumbered. Encumbrances will lapse if not expended in the subsequent year. Supplemental appropriations may occur subject to legal restrictions, if the Board approves them because of a need that was not known at the time the budget was adopted.

Budgets are adopted annually on a basis consistent with GAAP. Appropriations authorized for the year are increased by the amount of encumbrances carried forward from the prior year.

Budgets are established and used for individual Capital Project Fund expenditures as approved by a special referendum of the Town's voters. The maximum project amount authorized is based primarily upon the cost of the project, plus any requirements for external borrowings, not annual appropriations. These budgets do not lapse and are carried over to subsequent fiscal years until the completion of the project.

F. Property Taxes

The Town submits an approved budget to the Dutchess County Commissioner of Finance no later than December 5th. The County then establishes the warrant for the year which is due and payable on or about January 1st of each year. The Town collects the taxes on behalf of the Town and County without penalty through February 28th and with penalties and interest through May 31st. The Town's portion of the taxes is recognized and transferred prior to the County's portion. Therefore, the Town receives its entire tax, leaving unpaid taxes to be collected by the County Commissioner of Finance.

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

G. Cash and Investments

The Town of East Fishkill’s investment policies are governed by State statutes. In addition, the Town of East Fishkill has its own written investment policy. The Town’s 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 New York State and the U.S. government.

Collateral is required for demand 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 the State and its municipalities.

H. Accounts Receivable

An allowance for uncollectible accounts has been provided in the past for certain amounts that may not be collectible within 60 days, but was not considered necessary at December 31, 2024.

I. Due To/From Other Funds

Amounts due to and due from within the same fund type have been eliminated in the Government-wide statements. See Note IV for a schedule detailing the interfund balances.

J. Inventories and Prepaid Items

Inventories consist of significant expendable supplies, primarily sand and road salt, and are carried at cost in the government-wide financial statements.

Prepaid items represent payments made by the Town for which benefits extend beyond year-end. These payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. These items are reported as assets on the Statements of Net Assets or balance sheet using the consumption method. A current asset for the prepaid amounts is recorded at the time of purchase, and an expense/expenditure is reported in the year the goods or services are consumed.

K. Leases

The Town implemented GASB 87 effective January 1, 2022, and has elected not to capitalize lease assets or liabilities for immaterial leases. The Town will continue to account for immaterial lease arrangements under extant standards.

L. Capital Assets

Capital assets are depreciated using the straight-line method over their estimated useful lives.

Capitalization thresholds (the dollar value above which asset acquisitions are added to the capital asset accounts), and estimated useful lives of capital assets reported in the government-wide statements are as follows:

	Capitalization Threshold	Estimated Useful Life
Buildings	\$ 2,500	30 years
Improvements and Infrastructure	2,500	15 years
Machinery and Equipment	2,500	3-15 years
Town Roads	2,500	15 years

TOWN OF EAST FISHKILL, NEW YORK

NOTES TO BASIC FINANCIAL STATEMENTS

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

M. Vested Employee Benefits

The Town employees are granted vacation in varying amounts, based primarily on length of service and service position. Some earned benefits may be forfeited if not taken within varying time periods.

Sick leave eligibility and accumulation are specified in negotiated labor contracts, and in individual employment contracts. Sick leave use is based on a last-in first-out (LIFO) basis.

Upon retirement, resignation, or death, employees may receive a payment based upon unused accumulated sick leave, as per contractual provisions.

Consistent with GASB Statement 101, *Compensated Absences*, an accrual for accumulated sick leave is included in the compensated absences liability at year-end. The compensated absences liability is calculated based on the pay rates in effect at year end.

In the governmental funds statements only the amount of matured liabilities is accrued within the General Fund. These amounts are expensed on a pay-as-you-go basis.

N. Unemployment Insurance

Town employees are covered by unemployment insurance. The Town has chosen to discharge its liability to the New York State Unemployment Insurance Fund by means of the benefit reimbursement method. This is a dollar-for-dollar reimbursement to the Unemployment Insurance Fund for the benefits paid to former employees and charged to the Town's account. The Town is exempt from federal unemployment insurance tax.

O. Deferred Compensation

The Town, through the New York State Retirement Systems, offers their employees a Deferred Compensation Plan (the "Plan") created in accordance with Internal Revenue Code Section 457. The Plan, which is available to all eligible participants, permits participants to defer a portion of their salary (up to the IRS limits) until future years. Amounts deferred under the Plan are not available to the employee until termination, retirement, death or unforeseeable emergency. The Town does not contribute to or administer the Plan.

P. Risk Retention

The Town is exposed to various risks of loss related to torts, theft, damage, injuries, errors and omissions, natural disasters, and other risks. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past two years.

Q. Equity Classification

1. Government-wide Statements

Equity is classified as net position and displayed in three components:

- **Net Investment in Capital Assets**

Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

- **Restricted Net Position**

Consists of net position with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors or laws or regulations of other governments; or 2) law through constitutional provisions or enabling legislation.

TOWN OF EAST FISHKILL, NEW YORK

NOTES TO BASIC FINANCIAL STATEMENTS

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Q. Equity Classification – Continued

- **Unrestricted Net Position**

The remaining portion of net position that does not meet the definition of “restricted” or “net investment in capital assets.”

2. Fund Financial Statements

Equity is defined as fund balance and displayed in five fund balance classifications, which are based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds:

Nonspendable:

Amounts that cannot be spent in the current period either because of their form or because they must be maintained intact. Prepaid expenses are nonspendable assets because, by definition, the money has already been spent.

Restricted:

Amounts that are subject to externally enforceable legal purpose restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or through constitutional provisions or enabling legislation. Various New York State statutes allow local governments to establish reserve funds for various purposes. Since the State regulates the establishment, funding and use of these reserves, they are classified as restricted.

Committed:

Amounts that are subject to a purpose constraint imposed by a formal action of the government’s highest level of decision-making authority (the Town Board) before the end of the fiscal year. The same level of formal action is required to remove the constraint.

Assigned:

Amounts that are subject to a purpose constraint that represents an intended use established by the government’s highest level of decision-making authority or by their designated body or official. The purpose of the assignment must be narrower than the purpose of the General Fund and, in funds other than the General Fund, assigned fund balance represents the residual amount of fund balance. Included in the Assigned fund balances are amounts appropriated for the 2025 budget, representing, \$370,000 from General Fund, \$100,000 from the Water Fund, \$585,000 from the Sewer Fund, and \$5,520 from the Park Fund.

Unassigned:

Represents the residual amount of fund balance in the General Fund. In funds other than the General Fund, this classification should only be used to report a deficit balance.

3. Restricted Resources

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, it is the Town’s policy to apply restricted funds before unrestricted funds, unless otherwise prohibited by legal requirements. Similarly, when an expenditure is incurred for which multiple classifications of fund balance are available, the Town’s policy is to apply fund balance in the following order: restricted, committed, assigned, unassigned.

R. Interfund Transfers

The operations of the Town give rise to certain transactions between funds, including transfers to provide services and construct assets. Interfund transfers within fund categories are eliminated for the Statement of Activities. A description of the individual fund transfers that occurred during the year, if any, is provided in Note IV.

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

S. Subsequent Events

Management has evaluated subsequent events from December 31, 2024, through March 31, 2026, the date on which the financial statements were available to be issued.

II. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND GOVERNMENT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used in the governmental fund statements and the government-wide statements, certain financial transactions are treated differently. The differences result primarily from the economic focus of the government-wide statements, compared with the current financial resources focus of the governmental funds.

A. Total Fund Balances of Governmental Funds vs. Net Position of Governmental Activities:

Total fund balances of the Town's governmental funds differ from "net position" of governmental activities reported in the Statement of Net Position. This 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.

The basic financial statements contain a detailed reconciliation of the items creating the differences between fund balance reported in the Governmental Fund Statements and Net Position reported on the Statement of Net Position. In the description below, positive numbers represent increases to the balance sheet line items and negative numbers represent decreases.

- (1) Other long-term assets are reported in the Statement of Net Position, but not in the governmental funds, because they are recorded as expenditures in the year paid.

Inventories	\$ 338,660
Water Transmission Rights	524,217
	<u>\$ 862,877</u>

- (2) The costs of building and acquiring capital assets (land, infrastructure, buildings and equipment) financed from the governmental funds are reported as expenditures in the year they are incurred, and the assets do not appear on the Balance Sheet. However, the Statement of Net Position includes those capital assets among the assets of the Town as a whole, with their original costs capitalized and depreciation expensed annually.

Original Cost of Capital Assets	\$ 80,382,029
Accumulated Depreciation	(40,525,682)
Capital Assets, Net	<u>\$ 39,856,347</u>

- (3) Interest payable is recognized in the entity wide statements under full accrual accounting. No accrual is recognized in the governmental fund statements for interest that was not paid from current financial resources.

Interest Payable at December 31, 2024	<u>\$ 237,507</u>
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TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

II. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND GOVERNMENT-WIDE STATEMENTS - CONTINUED

A. Total Fund Balances of Governmental Funds vs. Net Position of Governmental Activities - Continued:

- (4) Long-term liabilities are reported in the Statement of Net Position, but not in the governmental funds, because they are not due and payable in the current period. Balances at year-end were:

Bonds Payable	\$ 22,134,529
Landfill Remediation Liability	1,732,424
Compensated Absences Payable	502,470
PFRS Net Pension Liability	3,828,419
ERS Net Pension Liability	2,401,598
Other Postemployment Benefits	45,826,933
	<u>\$ 76,426,373</u>

- (5) Deferred Outflows and Inflows are reported in the Statement of Net Position, but not in the governmental funds, because they are not due and payable in the current period. Balances at year-end were:

Deferred Outflows of Resources - Pension and OPEB	<u>\$ 13,223,074</u>
Deferred Inflows of Resources - Pension and OPEB	<u>\$ 16,832,989</u>

B. Explanation of Differences between Governmental Funds Operating Statement and the 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.

- Long-term revenue differences arise because governmental funds report revenues only when they are considered "available", whereas the Statement of Activities reports revenues when earned. Differences in long-term expenses arise because governmental funds use a current financial resource measurement focus, whereas the Statement of Activities uses an economic resource measurement focus.
- Capital asset transaction differences include the difference between recording an expenditure for the purchase of capital assets in the governmental fund statements and depreciation expense on those items as recorded in the Statement of Activities.
- Long-term debt transaction differences occur because both interest and principal payments are recorded as expenditures in the governmental fund statements when paid, 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.

The basic financial statements contain a detailed reconciliation of the items creating the differences between the change in fund balance reported in the governmental fund statements and the change in net position reported in the Statement of Activities.

Total Revenues Reported in Governmental Funds	\$ 33,180,032
Loss on Disposal of Capital Assets	<u>(41,757)</u>
Total Revenues Reported in the Statement of Activities	<u>\$ 33,138,281</u>

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

II. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND GOVERNMENT-WIDE STATEMENTS - CONTINUED

B. Explanation of Differences between Governmental Funds Operating Statement and the Statement of Activities – Continued:

Total Expenditures/Expenses

Total Expenditures Reported in Governmental Funds	\$ 33,332,311
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In the Statement of Activities, certain operating expenses (compensated absences) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid.) This is the amount by which the liability for compensated absences increased during the year.	60,736
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In the Statement of Activities, the expenses for other postemployment benefits are measured based on the change in actuarially determined OPEB liability and related deferred inflows/outflows of resources of the Town. In the governmental funds, however, these expenditures are measured by the amount of financial resources used (essentially the amounts paid). This is the amount by which the amount of financial resources used during the year exceeded the OPEB expense.	(411,681)
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In the Statement of Activities, pension expense related to ERS and PFRS defined benefit plans is measured as the change in the Town's proportionate shares of the net pension assets and liabilities as of the measurement dates for each plan. In the governmental funds however, these expenditures are recognized equal to the total of (1) amounts paid by the employer to the pension plan and (2) the change between beginning and ending balances of amounts normally expected to be liquidated with expendable available financial resources. This is the amount by which the amount of financial resources expended during the year was less than the pension expense.	715,331
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Long-term liabilities are only recorded on the Statement of Net Position. This is the amount by which the landfill remediation liability decreased during the current year.	(45,989)
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Interest payable is recognized in the government-wide statements under full accrual accounting whereas it is recognized when paid in the governmental fund statements. This is the amount by which interest payable for the prior year was less than the interest payable for the current year.	7,060
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When the purchase or construction of capital assets is financed through governmental funds, the resources expended for those assets are reported as expenditures in the year they are incurred. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital expenditures of \$4,320,270 exceeded the depreciation expense of \$754,421 in the current year.	(3,565,849)
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Purchase of inventories are recorded as current period expenditures in the governmental funds. This is the amount by which inventories increased during the current year.	(26,028)
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Repayment of debt is an expenditure in the governmental funds, but reduces long-term liabilities in the Statement of Net Position, and does not affect the Statement of Activities.	(1,141,480)
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Total expenses reported in the Statement of Net Position	\$ 28,924,411
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TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

III. CASH

At December 31, 2024, the carrying amount of the Town's deposits (cash, certificates of deposit and interest-bearing savings accounts) was \$24,110,826 and the bank balance was \$24,768,225. In addition, the Town maintained petty cash of \$1,255. The Town's deposits at December 31, 2024, and during the year then ended, were entirely covered by FDIC Insurance or by pledged collateral held by the Town's agent bank

IV. INTERFUND ACTIVITY

Interfund receivables and payables at December 31, 2024 were as follows:

<u>Funds</u>	Interfund <u>Receivables</u>	Interfund <u>Payables</u>
General	\$ 4,625,152	\$ 82,559
Highway	1,232,138	-
Water	332,053	658,253
Capital Projects	135,595	5,594,412
Miscellaneous	-	1,542
Park	1	-
Proprietary	9,619	-
Custodial	2,208	-
TOTAL	<u><u>\$ 6,336,766</u></u>	<u><u>\$ 6,336,766</u></u>

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

V. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Reclassifications	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 4,212,678	\$ 132,879	\$ -	\$ -	\$ 4,345,557
Construction in Progress	8,945,345	2,563,738	-	(100,296)	11,408,787
Total capital assets, not being depreciated	13,158,023	2,696,617	-	(100,296)	15,754,344
Capital assets, being depreciated:					
Buildings	24,516,767	239,103	-	-	24,755,870
Improvements and Infrastructure	6,281,763	368,142	-	-	6,649,905
Machinery and Equipment	12,746,495	1,016,407	(857,638)	100,296	13,005,560
Town Roads	20,216,350	-	-	-	20,216,350
Total capital assets being depreciated	63,761,375	1,623,652	(857,638)	100,296	64,627,685
Accumulated depreciation for:					
Buildings	(6,223,306)	(62,479)	-	-	(6,285,785)
Improvements and Infrastructure	(4,756,599)	(67,768)	-	-	(4,824,367)
Machinery and Equipment	(9,390,887)	(624,174)	815,881	-	(9,199,180)
Town Roads	(20,216,350)	-	-	-	(20,216,350)
Total accumulated depreciation	(40,587,142)	(754,421)	815,881	-	(40,525,682)
Total capital assets, being depreciated, net	23,174,233	869,231	(41,757)	100,296	24,102,003
Governmental activities capital assets, net	<u>\$ 36,332,256</u>	<u>\$ 3,565,848</u>	<u>\$ (41,757)</u>	<u>\$ -</u>	<u>\$ 39,856,347</u>
Business-type activities:					
Capital assets, not being depreciated:					
Enterprise Infrastructure	\$ 3,630,071	\$ -	\$ -	\$ -	\$ 3,630,071
Enterprise Infrastructure CIP	-	103,260	-	-	103,260
Accumulated depreciation for:					
Enterprise Infrastructure	(375,275)	(121,002)	-	-	(496,277)
Business-type activities capital assets, net	<u>\$ 3,254,796</u>	<u>\$ (17,742)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,237,054</u>

Depreciation expense was charged to functions/programs of the Town as follows:

Governmental Activities:	
General Government	\$ 114,482
Public Safety	399,252
Transportation	17,116
Culture and Recreation	16,433
Home and Community Services	207,138
Total Depreciation Expense	<u>\$ 754,421</u>
Business-type Activities:	
Home and Community Services	<u>\$ 121,002</u>

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

VI. PENSION PLANS

Plan Description

The Town of East Fishkill participates in the New York State and Local Employees' Retirement System ("ERS") and the New York State and Local Police and Fire Retirement System ("PFRS"). 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, New York 12244.

Funding Policy

The Systems are noncontributory except for Tier III, IV, V and VI employees who joined the New York State and Local Employees' Retirement System after July 27, 1976, who contribute 3% to 6% of their salary. Under the authority of the NYSRSSL, the Comptroller shall certify annually the rates, expressed as proportions of member payroll and employer contributions, used in computing the contributions required to be made by employers to the pension accumulation fund. An Eligible Tier III or IV member with ten or more years of membership, or ten years credited service, will not be required to contribute to the Retirement System. Tier V and VI members must continue to contribute throughout their employment.

The Town is required to contribute at an actuarially determined rate plus current maturities of prior unpaid amounts. The total required contributions, net of debt payments, for the current year and two preceding years were:

Plan Year Ending March 31	ERS	PFRS
2024	\$ 624,629	\$ 846,490
2023	\$ 512,612	\$ 832,393
2022	\$ 695,630	\$ 811,287

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

At December 31, 2024, the Town reported liabilities of \$2,401,598 and \$3,828,419 for its proportionate share of the net pension liability of the ERS and PFRS, respectively. The net pension liability was measured as of March 31, 2024 for ERS and PFRS. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation. The Town's proportion of the net pension 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, as actuarially determined. This information was provided by the ERS and PFRS Systems in reports provided to the Town.

At March 31, 2024, the Town's proportion of the ERS net pension liability was 0.0163107%. At March 31, 2023, the Town's proportion of the ERS net pension liability was 0.0156768%.

At March 31, 2024, the Town's proportion of the PFRS net pension liability was 0.0807202%. At March 31, 2023, the Town's proportion of the PFRS net pension liability was 0.0778731%.

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

VI. PENSION PLANS – CONTINUED

For the year ended December 31, 2024, the Town recognized pension expense of \$1,093,425 for ERS and \$1,292,345 for PFRS. At December 31, 2024, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		
	<u>ERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between expected and actual experience	\$ 773,553	\$ 1,179,485	\$ 1,953,038
Changes of assumptions	907,990	1,444,083	2,352,073
Changes in proportion and difference between the Town's contributions and proportionate share of contributions	116,792	164,944	281,736
Town's contributions subsequent to the measurement date	566,317	746,411	1,312,728
Total	<u>\$ 2,364,652</u>	<u>\$ 3,534,923</u>	<u>\$ 5,899,575</u>

	Deferred Inflows of Resources		
	<u>ERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between expected and actual experience	\$ 65,485	\$ -	\$ 65,485
Net difference between projected and actual earnings on pension plan investments	1,173,168	1,039,231	2,212,399
Changes in proportion and difference between the Town's contributions and proportionate share of contributions	28,961	223,824	252,785
Total	<u>\$ 1,267,614</u>	<u>\$ 1,263,055</u>	<u>\$ 2,530,669</u>

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

VI. PENSION PLANS – CONTINUED

Town contributions subsequent to the measurement date will be recognized as a reduction of the net 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:

Year Ended:	<u>ERS</u>	<u>PFRS</u>
2025	\$ (414,484)	\$ (311,406)
2026	488,356	1,113,908
2027	706,310	655,674
2028	(249,461)	(99,869)
2029	-	167,150
	<u>\$ 530,721</u>	<u>\$ 1,525,457</u>

Actuarial Assumptions

The total pension liability as of the measurement date was determined 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 actuarial valuation used the following actuarial assumptions.

Significant actuarial assumptions used in the valuations were as follows:

	<u>ERS</u>	<u>PFRS</u>
Measurement Date	March 31, 2024	March 31, 2024
Valuation Date	April 1, 2023	April 1, 2023
Investment Rate of Return	5.90% compounded annually net of investment expense	5.90% compounded annually net of investment expense
Projected Salary Increases	4.40%	6.20%
Cost of Living Adjustments	1.5% annually	1.5% annually
Decrement Tables	April 1, 2015 - March 31, 2020 System's Experience Study	April 1, 2015 - March 31, 2020 System's Experience Study
Inflation Rate	2.90%	2.90%
Mortality Improvement	Society of Actuaries Scale MP - 2021	Society of Actuaries Scale MP - 2021

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

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

VI. PENSION PLANS – CONTINUED

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation are summarized below:

Measurement Date	ERS and PFRS	
	March 31, 2024	
	Target	Long-term
	allocation	expected
Asset Class:		real rate of return
Domestic Equity	32%	4.00%
International Equity	15%	6.65%
Private Equity	10%	7.25%
Real Estate	9%	4.60%
Opportunistic/ARS Portfolio	3%	5.25%
Credit	4%	5.40%
Real Assets	3%	5.79%
Fixed Income	23%	1.50%
Cash	1%	0.25%
Total	100%	

Discount Rate

The discount rate used to calculate the total pension liability was 5.90% for ERS and 5.90% for 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 employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The following presents the Town's proportionate share of the ERS and PFRS net pension liability calculated using the discount rates referred to above, 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 referred to above:

	1% Decrease	Current Assumption	1% Increase
ERS	4.90%	5.90%	6.90%
Employer's Proportionate Share of the Net Pension (Asset)/Liability	\$ 7,550,869	\$ 2,401,598	\$ (1,899,112)
	1% Decrease	Current Assumption	1% Increase
PFRS	4.90%	5.90%	6.90%
Employer's Proportionate Share of the Net Pension (Asset)/Liability	\$ 8,947,913	\$ 3,828,419	\$ (401,031)

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

VI. PENSION PLANS – CONTINUED

Pension Plan Fiduciary Net Position

The components of the current-year net pension liability of the employers as of March 31, 2024, were as follows:

Measurement Date	(Dollars in Thousands)	
	ERS	PFRS
	March 31, 2024	March 31, 2024
Employers' total pension liability	\$ 240,696,851	\$ 46,137,717
Plan net position	225,972,801	41,394,895
Employers' net pension (asset)/liability	<u>\$ 14,724,050</u>	<u>\$ 4,742,822</u>
Ratio of plan net position to the employers' total pension asset/(liability)	93.88%	89.72%

Contributions Payable to the Pension Plan

For ERS, employer contributions for the plan year ended March 31, 2025, were paid to the System in January 2025. Retirement contributions payable as of December 31, 2024, amounted to \$566,317.

For PFRS, employer contributions for the plan year ended March 31, 2025, were paid to the System in January 2025. Retirement contributions payable as of December 31, 2024, amounted to \$746,411.

VII. OTHER POSTEMPLOYMENT BENEFITS

Plan Description

The Town's defined benefit OPEB plan, provides OPEB for all permanent full-time general and public safety employees of the Town. The plan is a single employer defined benefit OPEB plan administered by the Town. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Town Board. No assets are accumulated in a trust that meets the criteria in Paragraph 4 of Statement 75.

Benefits Provided

The Town provides healthcare and life insurance benefits for retirees and their dependents. The benefit terms are dependent on which contract each employee falls under. The specifics of each contract are on file at the Town offices and are available upon request.

Active Employees	90
Retired Employees	61
Total Employees Covered by Benefit Terms	<u>151</u>

Total OPEB Liability

The Town obtained an actuarial valuation report as of December 31, 2024. The liability for other postemployment benefits was measured as of December 31, 2024, and totaled \$45,826,933.

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

VII. OTHER POSTEMPLOYMENT BENEFITS – CONTINUED

Changes in the Current OPEB Liability

	Year Ended December 31, 2024
Service Cost	\$ 1,309,049
Interest	1,704,856
Changes in Assumptions or Other Inputs	(434,252)
Benefit Payments	(1,330,612)
Net Change in Total OPEB Liability	1,249,041
Total OPEB Liability - beginning	44,577,892
Total OPEB Liability - ending	45,826,933
Current Portion	(1,330,612)
Long-term Portion	\$ 44,496,321

Actuarial Assumptions and Other Inputs

The total OPEB liability in the December 31, 2024, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation Rate	2.50%
Projected Salary Increases, Including Wage Inflation	3.00%
Discount Rate	4.16%
Healthcare Cost Trend Rates	7.750% decreasing to 4.037%
Current Retiree's Share of Benefit Related Costs	Retirees pay based on specific cost sharing agreement
Future Retiree's Share of Benefit Related Costs	Retirees pay based on specific cost sharing agreement

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

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

	1% Decrease	Discount Rate	1% Increase
Total OPEB Liability	\$ 53,905,552	\$ 45,826,933	\$ 39,441,123

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

VII. OTHER POSTEMPLOYMENT BENEFITS – CONTINUED

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following table presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point lower or higher than the healthcare cost trend rate.

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability	\$ 38,217,448	\$ 45,826,933	\$ 55,723,019

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2024, the Town recognized OPEB expense of \$918,931. At December 31, 2024, the Town reported the following deferred inflows/outflows of resources related to OPEB.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 383,936	\$ (3,447,214)
Changes of assumptions or other inputs	6,939,563	(10,855,106)
Total	<u>\$ 7,323,499</u>	<u>\$ (14,302,320)</u>

Town contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended December 31, 2025. Other amounts recognized in the deferred inflows/outflows of resources related to OPEB will be recognized in the OPEB expense as follows:

Year Ending December 31,	Amount
2025	\$ (1,796,118)
2026	(1,253,818)
2027	(1,408,551)
2028	(2,239,839)
2029	(269,777)
Thereafter	(10,718)
	<u>\$ (6,978,821)</u>

VIII. SHORT-TERM DEBT

State law requires that Bond Anticipation Notes ("BANs") issued for capital purposes be converted to long-term obligations within five-years after the original issue date. However, BANs issued for assessable improvement projects may be renewed for periods equivalent to the maximum life of the permanent financing, provided that stipulated annual reductions of principal are made.

The following is a summary of the Town's outstanding bond anticipation notes for the year ended December 31, 2024:

Description	Date of Issue	Original Borrowing	Interest Rate	Date of Final Maturity	Outstanding Principal 2024
Town-Wide Renovations and Improvements	12/19/2024	\$ 10,800,000	3.50%	12/19/2025	\$ 10,800,000
EFC	9/26/2024	715,009	0.00%	9/26/2025	715,009
		<u>\$ 11,515,009</u>			<u>\$ 11,515,009</u>

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

IX. LONG-TERM DEBT

The Town of East Fishkill borrows money for various purposes, including acquiring land or equipment, or constructing buildings and improvements. This borrowing enables the cost of these capital assets to be borne by the present and future taxpayers who benefit from the capital assets. The debt is backed by the full faith and credit of the Town.

At December 31, 2024, the total principal indebtedness outstanding of the Town of East Fishkill aggregated \$23,779,000.

Interest expense on debt for the year was:	Governmental Activities	Business-Type Activities
Interest Paid	\$ 653,267	\$ 45,567
Less: Interest accrued - prior year	(230,447)	(22,075)
Plus: Interest accrued - current year	237,507	22,075
	<u>\$ 660,327</u>	<u>\$ 45,567</u>

Long-term liability balances and activity for the year are summarized below:

	Beginning Balance	Issued/Earned	Redeemed/Paid	Ending Balance	Current Portion
Governmental Activities					
Bonds and Notes Payable:					
General Obligation Debt:					
Serial Bonds	\$ 21,006,009	\$ 2,270,000	\$ 1,141,480	\$ 22,134,529	\$ 1,102,850
Total Bonds Payable	<u>21,006,009</u>	<u>2,270,000</u>	<u>1,141,480</u>	<u>22,134,529</u>	<u>1,102,850</u>
Other Liabilities:					
Compensated Absences, Restated	441,734	60,736	-	502,470	50,247
Landfill Remediation Liability	1,778,413	-	45,989	1,732,424	37,000
Net Pension Liability	7,652,914	-	1,422,897	6,230,017	-
Other Post Employment Benefits	44,577,892	1,249,041	-	45,826,933	1,330,612
Total Other Liabilities	<u>54,450,953</u>	<u>1,309,777</u>	<u>1,468,886</u>	<u>54,291,844</u>	<u>1,417,859</u>
Total Long-Term Liabilities	<u>\$ 75,456,962</u>	<u>\$ 3,579,777</u>	<u>\$ 2,610,366</u>	<u>\$ 76,426,373</u>	<u>\$ 2,520,709</u>
Business-Type Activities					
General Obligation Debt:					
Serial Bonds	\$ 1,712,991	\$ -	\$ 68,520	\$ 1,644,471	\$ 72,150

Activity for compensated absences is shown at net due to the impracticality of determining these amounts separately. Payments of compensated absences are dependent upon future factors and, therefore, the timing of such payments cannot be determined. Compensated absences are reflected as a long-term liability in the Statement of Net Position.

The following is a summary of the maturity of bonded indebtedness:

	Principal	Interest	Total
2025	\$ 1,175,000	\$ 756,106	\$ 1,931,106
2026	1,215,001	716,395	1,931,396
2027	1,250,001	672,237	1,922,238
2028	1,290,001	626,725	1,916,726
2029	1,345,000	579,567	1,924,567
2030-2034	7,207,003	2,173,757	9,380,760
2035-2039	7,463,002	1,042,017	8,505,019
2040-2044	2,649,983	198,161	2,848,144
2045-2046	184,009	10,960	194,969
Total	<u>\$ 23,779,000</u>	<u>\$ 6,775,925</u>	<u>\$ 30,554,925</u>

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

X. LEASES – LESSOR

The Town is a lessor under two leases of land occupied by cell towers. For short-term and non-material leases, the Town recognizes rental income based on the provisions of the lease agreement in the Statement of Revenue, Expenses, and Changes in Net Position. For the year ended December 31, 2024, rent payments received under these leases totaled \$172,413.

XI. DEFICIT FUND BALANCES

The Capital Projects Fund had a deficit fund balance totaling (\$8,481,808) on December 31, 2024. This deficit will be relieved when the bond anticipation notes are converted to permanent financing.

XII. UNRESTRICTED BALANCES

As of December 31, 2024, the Town's governmental activities unrestricted net position totaled a deficit of (\$41,025,655). A primary cause of the deficit is the future liability in the amount of \$45,826,933 that has been recorded in conformity with GASB 75 to reflect postemployment retiree benefits for healthcare.

XIII. JOINT VENTURE

The following activity is undertaken by the Town jointly with another municipality. This activity is excluded from the financial statements of the Town, although it is considered a related party. Separate financial statements are issued for joint ventures.

The Town of East Fishkill entered into an agreement with the Town of Fishkill dated May 27, 1980, to operate the Fishkill/East Fishkill Joint Landfill for a period of twenty years. All costs of operations and maintenance were borne equally by each municipality.

The joint landfill was ordered closed under a consent order signed with the NYS Department of Environmental Conservation, the latest modification date being April 1993. The landfill has not accepted waste since 1986 and was completely closed and capped by July 1997.

The following is a summary of unaudited financial information at December 31, 2024, which is included in the separate financial statements available from the Fishkill/East Fishkill Joint Landfill, c/o the Town of Fishkill, Town Hall, Fishkill, New York 12524 issued for this joint venture:

Total Assets (Excluding Fixed Assets)	\$ 1,157
Total Venture Equity	\$ 1,328,417
Total Revenues	\$ 74,000
Total Expenditures	\$ 78,082
Total Fixed Assets	\$ 1,327,260

During 2024, the Town paid \$37,000 to the joint venture which is included in the Revenues described above. The Town's liability for the future share of closure and post-closure monitoring costs are recorded in the government-wide financial statements (see Note XIV).

XIV. LANDFILL CLOSURE AND POST CLOSURE CARE COSTS

As described in Note XIII, the Fishkill/East Fishkill Joint Landfill was required to be closed and capped, i.e., place a final cover on the landfill site, and then perform certain maintenance and monitoring functions at the site for thirty years after closure.

In January 2004, the Town was notified by the New York State Department of Conservation that the landfill is subject to additional cleanup activities. These additional activities include installing a passive venting system, repairing erosion of the cap, constructing an impervious membrane, hydro seeding and post closure monitoring and maintenance costs.

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

XIV. LANDFILL CLOSURE AND POST CLOSURE CARE COSTS – CONTINUED

The Joint Landfill currently estimates future post-closure care costs to be \$3,736,922. This amount is based on what it would cost to perform post-closure care, through 2025 as required, as of December 31, 2024, assuming a 3% rate of inflation. The Town recorded its share of the Joint Landfill post-closure costs, amounting to \$1,732,424, in the government-wide financial statements.

XV. TAX ABATEMENTS

The Town enters into real property tax abatement agreements with local businesses under Title I of Article 18-A of the General Municipal Law, Chapter 24 of the Consolidated Laws of New York, as amended (the “Act”). Under the Act, localities may grant property tax abatements for a business’ property tax bill for the purpose of attracting or retaining business within their jurisdictions. The abatement may be granted to any business located within or promising to relocate within the Town’s property limits.

For the fiscal year ended December 31, 2024, the Town abated property taxes totaling \$17,623 under this program. The District participates in two tax abatements through the Power Authority of the State of New York and Amazon. The PILOTs received by the Town amounted to \$11,741.

AGREEMENT	Start	Total Assessment	Tax Rate	Tax Value	PILOT Received	Taxes Abated
Power Authority of the State of New York	2/17/1987	\$ 317,500	2.73000	\$ 867	\$ 917	\$ (50)
Amazon	2/24/2024	396,500	2.73000	28,497	10,824	17,673
				<u>\$ 29,364</u>	<u>\$ 11,741</u>	<u>\$ 17,623</u>

XVI. CONTINGENCIES

Grant Funding

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 Town administration believes disallowances, if any, will be immaterial.

Certiorari Proceedings

Open tax certiorari cases, which claim excessive assessed values, exist with several taxpayers. Claims allowed, if any, will result in a refund of Town taxes previously collected by the Town. Any such refunds resulting from adverse settlements will be provided for when determinable. Management does not expect that any of the tax certiorari cases will significantly impact the Town’s fiscal condition.

Judgments and Claims

A few claims against the Town are presently pending for miscellaneous matters. Although final outcome of these matters is not known at this time, management of the Town does not believe that the final settlement of these matters will have a materially adverse effect on the financial condition of the Town.

XVII. CUMULATIVE EFFECT ADJUSTMENTS

During 2024, the Town adopted GASB 101, *Compensated Absences*, which resulted in a cumulative effect adjustment. The governmental activities net position decreased as of January 1, 2024, by \$18,428.

Governmental Activities Net Position as of January 1, 2024 was adjusted as follows:

Governmental Activities Net Position as of January 1, 2024	(34,963,294)
Cumulative Effect of GASB 101 Implementation	<u>(18,428)</u>
Governmental Activities Net Position as of January 1, 2024 - Restated	<u><u>(34,981,722)</u></u>

XVIII. NEW ACCOUNTING PRINCIPLES

In June 2022, GASB issued Statement No. 101, *Compensated Absences*. This statement amends the recognition, measurement, and disclosure requirements for compensated absences. The requirements of this statement have been adopted for the year ended December 31, 2024, as required.

TOWN OF EAST FISHKILL, NEW YORK
NOTES TO BASIC FINANCIAL STATEMENTS

XVIII. NEW ACCOUNTING PRINCIPLES – CONTINUED

In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. This statement requires the government to assess whether a concentration or constraint makes the government vulnerable to the risk of substantial impact. Additionally, this statement requires a government to assess whether an event or events associated with a concentration or constraint could cause the substantial impact have occurred, have begun to occur, or are more than likely not to begin to occur within 12 months of the date the financial statements are issued. If these criteria are met, the government is required to disclose information regarding these risks. The requirements of this statement are effective for fiscal years beginning after June 15, 2024.

In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements*. This statement makes targeted improvements to the governmental financial reporting model in order to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. Areas impacted by the changes include the MD&A, budgetary comparison information, and major component unit information. The requirements of this statement are effective for fiscal years beginning after June 15, 2025.

In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*. This statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures. The requirements of this statement are effective for fiscal years beginning after June 15, 2025.

In December 2025, GASB issued Statement No. 105, *Subsequent Events*. This statement defines subsequent events as transactions or other events that occur after the date of the financial statements but before the date the financial statements are available to be issued and requires the reporting entity to disclose the date through which subsequent events have been evaluated. The requirements of this statement are effective for fiscal years beginning after June 15, 2025.

Management has not estimated the potential impact of GASB 101, 102, 103, 104, and 105, if any, on the Town's financial statements.

**Required
Supplementary
Information**

TOWN OF EAST FISHKILL, NEW YORK
SCHEDULE OF CHANGES IN THE TOWN'S NET OPEB LIABILITY AND RELATED RATIOS

<u>Total OPEB Liability</u>	12/31/24	12/31/23	12/31/22	12/31/21	12/31/20	12/31/19	12/31/18
Service Cost	\$ 1,309,049	\$ 1,130,950	\$ 2,152,873	\$ 1,966,243	\$ 1,635,622	\$ 1,398,367	\$ 2,175,364
Interest	1,704,856	1,631,461	1,099,609	1,100,812	1,233,324	1,500,350	1,816,681
Change of Benefit Terms	-	(979,797)	-	-	-	-	-
Differences Between Expected and Actual Experience	-	(932,548)	-	866,872	-	(14,647,822)	-
Changes in Assumptions or Other Inputs	(434,252)	2,686,573	(18,002,540)	2,561,178	7,132,199	7,959,402	(7,864,790)
Benefit Payments	(1,330,612)	(1,248,608)	(1,137,146)	(1,051,088)	(961,277)	(906,172)	(894,973)
Net Change in Total OPEB Liability	1,249,041	2,288,031	(15,887,204)	5,444,017	9,039,868	(4,695,875)	(4,767,718)
Total OPEB liability - beginning	44,577,892	42,289,861	58,177,065	52,733,048	43,693,180	48,389,055	53,156,773
Total OPEB liability - ending (a)	<u>\$ 45,826,933</u>	<u>\$ 44,577,892</u>	<u>\$ 42,289,861</u>	<u>\$ 58,177,065</u>	<u>\$ 52,733,048</u>	<u>\$ 43,693,180</u>	<u>\$ 48,389,055</u>
<u>Plan Fiduciary Net Position</u>							
Contributions - Employer	\$ 1,330,612	\$ 1,248,608	\$ 1,137,146	\$ 1,051,088	\$ 961,277	\$ 906,172	\$ 894,973
Benefit Payments	(1,330,612)	(1,248,608)	(1,137,146)	(1,051,088)	(961,277)	(906,172)	(894,973)
Net Change in Plan Fiduciary Net Position	-	-	-	-	-	-	-
Plan Fiduciary net position - beginning	-	-	-	-	-	-	-
Plan Fiduciary net position - ending (b)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's net OPEB liability - ending (a) - (b)	<u>\$ 45,826,933</u>	<u>\$ 44,577,892</u>	<u>\$ 42,289,861</u>	<u>\$ 58,177,065</u>	<u>\$ 52,733,048</u>	<u>\$ 43,693,180</u>	<u>\$ 48,389,055</u>
Plan Fiduciary Net position as a percentage of the total OPEB liability	0%	0%	0%	0%	0%	0%	0%
Covered Payroll	\$ 9,270,475	\$ 8,644,986	\$ 8,024,535	\$ 7,855,527	\$ 7,322,833	\$ 7,853,173	\$ 7,403,617
Total OPEB Liability as a percentage of covered payroll	494.33%	515.65%	527.01%	740.59%	720.12%	556.38%	653.59%

Notes to Schedule:

Changes of Benefit Terms:

None

Changes in Assumptions:

Changes in Assumptions and other inputs reflect the effects of changes in the discount rate each period.

The following are the discount rates used in each period:

12/31/24	4.16%
12/31/23	3.77%
12/31/22	4.05%
12/31/21	1.84%
12/31/20	2.00%
12/31/19	2.75%
12/31/18	3.71%

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

GASB 75 requires that the past 10 years of information be presented. Due to the fact that 2018 was the year of implementation, prior year information is not available for 10 years. The data will be accumulated over time and presented according to GASB 75.

TOWN OF EAST FISHKILL, NEW YORK

SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY AND RELATED RATIOS

Plan Year Ended	Proportion of the Net Pension (Asset) Liability	Proportionate Share of the Net Pension (Asset) Liability	Actual Covered Member Payroll	Net Pension (Asset) Liability as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
ERS					
3/31/2024	0.0163107%	\$ 2,401,598	\$ 5,386,206	44.59%	93.88%
3/31/2023	0.0156768%	\$ 3,361,737	\$ 5,223,241	64.36%	90.78%
3/31/2022	0.0151955%	\$ (1,242,172)	\$ 5,687,409	-21.84%	103.65%
3/31/2021	0.0143057%	\$ 14,245	\$ 4,603,161	0.31%	99.95%
3/31/2020	0.0150162%	\$ 3,976,366	\$ 4,688,743	84.81%	86.39%
3/31/2019	0.0138014%	\$ 977,870	\$ 4,738,401	20.64%	96.27%
3/31/2018	0.0139202%	\$ 449,268	\$ 4,248,020	10.58%	98.24%
3/31/2017	0.0130027%	\$ 1,221,760	\$ 4,309,763	28.35%	94.70%
3/31/2016	0.0141737%	\$ 2,274,924	\$ 4,044,594	56.25%	90.70%
3/31/2015	0.0150162%	\$ 478,530	\$ 4,006,152	11.94%	97.95%

Plan Year Ended	Proportion of the Net Pension (Asset) Liability	Proportionate Share of the Net Pension (Asset) Liability	Actual Covered Member Payroll	Net Pension (Asset) Liability as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
PFRS					
3/31/2024	0.0807202%	\$ 3,828,419	\$ 3,210,315	119.25%	89.72%
3/31/2023	0.0778731%	\$ 4,291,177	\$ 3,054,252	140.50%	87.43%
3/31/2022	0.0771503%	\$ 438,248	\$ 3,134,958	13.98%	98.66%
3/31/2021	0.0694914%	\$ 1,206,562	\$ 2,830,546	42.63%	95.79%
3/31/2020	0.0854010%	\$ 4,564,611	\$ 2,929,627	155.81%	84.86%
3/31/2019	0.0864600%	\$ 1,449,990	\$ 2,967,712	48.86%	95.09%
3/31/2018	0.0971700%	\$ 982,153	\$ 3,080,161	31.89%	96.93%
3/31/2017	0.0949180%	\$ 1,967,313	\$ 3,298,886	59.64%	93.50%
3/31/2016	0.0974550%	\$ 2,885,424	\$ 3,116,297	92.59%	90.20%
3/31/2015	0.1013410%	\$ 278,949	\$ 2,947,612	9.46%	99.00%

TOWN OF EAST FISHKILL, NEW YORK
SCHEDULE OF EMPLOYER CONTRIBUTIONS

Fiscal Year Ended	Contractually Required Contribution	Actual Employer Contribution	Contribution (deficiency) excess	Covered Employee Payroll	Required Contributions as a Percentage of Covered Payroll
ERS					
12/31/2024	\$ 624,629	\$ 624,629	\$ -	\$ 5,745,420	10.87%
12/31/2023	\$ 512,612	\$ 512,612	\$ -	\$ 5,216,295	9.83%
12/31/2022	\$ 695,630	\$ 695,630	\$ -	\$ 5,687,409	12.23%
12/31/2021	\$ 649,017	\$ 649,017	\$ -	\$ 4,603,161	14.10%
12/31/2020	\$ 649,860	\$ 649,860	\$ -	\$ 4,668,743	13.92%
12/31/2019	\$ 593,631	\$ 593,631	\$ -	\$ 4,738,401	12.53%
12/31/2018	\$ 612,821	\$ 614,821	\$ -	\$ 4,248,020	14.43%
12/31/2017	\$ 747,404	\$ 747,404	\$ -	\$ 4,309,763	17.34%
12/31/2016	\$ 698,012	\$ 698,012	\$ -	\$ 4,044,594	17.26%
12/31/2015	\$ 775,771	\$ 775,771	\$ -	\$ 4,006,152	19.36%

Fiscal Year Ended	Contractually Required Contribution	Actual Employer Contribution	Contribution (deficiency) excess	Covered Employee Payroll	Required Contributions as a Percentage of Covered Payroll
PFRS					
12/31/2024	\$ 846,490	\$ 846,490	\$ -	\$ 3,161,391	26.78%
12/31/2023	\$ 832,393	\$ 832,393	\$ -	\$ 3,268,244	25.47%
12/31/2022	\$ 811,287	\$ 811,287	\$ -	\$ 3,134,958	25.88%
12/31/2021	\$ 729,788	\$ 729,788	\$ -	\$ 2,830,546	25.78%
12/31/2020	\$ 706,786	\$ 706,786	\$ -	\$ 2,929,627	24.13%
12/31/2019	\$ 728,837	\$ 728,837	\$ -	\$ 2,967,712	24.56%
12/31/2018	\$ 804,899	\$ 804,899	\$ -	\$ 3,080,161	26.13%
12/31/2017	\$ 747,404	\$ 747,404	\$ -	\$ 3,298,886	22.66%
12/31/2016	\$ 637,130	\$ 637,130	\$ -	\$ 3,116,297	20.45%
12/31/2015	\$ 935,642	\$ 935,642	\$ -	\$ 2,947,612	31.74%

TOWN OF EAST FISHKILL, NEW YORK
SCHEDULE OF REVENUES AND EXPENDITURES COMPARED TO BUDGET
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final
	Original	Final	GAAP Basis	Budget
Revenues:				
Real Property Taxes	\$ 7,866,820	\$ 7,866,820	\$ 7,866,820	\$ -
Real Property Tax Items	163,000	163,000	110,697	(52,303)
Non Property Tax Items	3,360,000	3,360,000	3,463,703	103,703
Departmental Income	979,000	986,500	1,141,877	155,377
Intergovernmental/Grant Income	533,000	605,000	559,214	(45,786)
Use of Money and Property	373,975	373,975	307,439	(66,536)
Licenses and Permits	1,115,100	1,115,100	1,212,906	97,806
Fines and Forfeitures	910,000	910,000	674,157	(235,843)
Sale of Property and Compensation for Loss	80,000	80,000	75,232	(4,768)
Miscellaneous	15,000	15,000	269,024	254,024
State and Federal Aid	978,890	1,138,254	1,177,272	39,018
Total Revenues	16,374,785	16,613,649	16,858,341	244,692
Expenditures:				
General Government	3,266,185	3,673,136	3,920,983	(247,847)
Public Safety	4,761,820	4,942,504	4,719,790	222,714
Health	5,000	5,000	4,987	13
Transportation	320,650	349,260	320,202	29,058
Economic Assistance and Opportunity	217,320	237,870	217,044	20,826
Culture and Recreation	1,551,590	1,515,983	918,592	597,391
Home and Community Services	612,970	684,154	710,498	(26,344)
Employee Benefits	5,252,890	5,246,705	5,155,125	91,580
Capital Outlay	659,500	1,266,677	1,266,677	-
Debt Service	96,860	96,860	96,853	7
Total Expenditures	16,744,785	18,018,149	17,330,751	687,398
Excess/(Deficiency) of Revenues Over Expenditures	(370,000)	(1,404,500)	(472,410)	932,090
Net Change in Fund Balance	(370,000)	(1,404,500)	(472,410)	932,090
Appropriated Fund Balance	370,000	1,404,500	472,410	(932,090)
Total Change in Fund Balance	\$ -	\$ -	\$ -	\$ -

TOWN OF EAST FISHKILL, NEW YORK
SCHEDULE OF REVENUES AND EXPENDITURES COMPARED TO BUDGET
HIGHWAY FUND
FOR THE YEAR ENDED DECEMBER 31, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final
	Original	Final	GAAP Basis	Budget
Revenues:				
Real Property Taxes	\$ 6,754,115	\$ 6,754,115	\$ 6,754,115	\$ -
Departmental Income	-	150,000	-	(150,000)
Use of Money and Property	5,000	5,000	43,270	38,270
Sale of Property and Compensation for Loss	17,000	17,000	66,468	49,468
Miscellaneous	-	-	29,476	29,476
State and Federal Aid	600,000	895,100	1,424,161	529,061
Total Revenues	7,376,115	7,821,215	8,317,490	496,275
Expenditures:				
General Government	8,100	8,100	7,603	497
Transportation	4,960,800	5,389,598	5,020,659	368,939
Employee Benefits	1,737,900	1,737,900	1,668,053	69,847
Capital Outlay	400,000	416,302	416,302	-
Debt Service	269,315	269,315	269,313	2
Total Expenditures	7,376,115	7,821,215	7,381,930	439,285
Excess/(Deficiency) of Revenues Over Expenditures	-	-	935,560	935,560
Total Change in Fund Balance	\$ -	\$ -	\$ 935,560	\$ 935,560

Other Information

TOWN OF EAST FISHKILL, NEW YORK
COMBINING BALANCE SHEETS
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2024

	Water	Sewer	Miscellaneous	Drainage	Recreation	Park	Lighting	Total Non-Major Governmental Funds
ASSETS								
Cash and Cash Equivalents	\$ 252,349	\$ 2,118,358	\$ 10,307	\$ 13,441	\$ 301,763	\$ 15,329	\$ 36,135	\$ 2,747,682
Receivables	727,181	682,740	-	-	-	1,250	-	1,411,171
Due From Other Funds	332,053	-	-	-	-	1	-	332,054
Due From Other Governments	228,764	151,560	-	-	-	-	-	380,324
Prepaid Expenses	1,007	-	-	-	-	-	-	1,007
Total Assets	<u>\$ 1,541,354</u>	<u>\$ 2,952,658</u>	<u>\$ 10,307</u>	<u>\$ 13,441</u>	<u>\$ 301,763</u>	<u>\$ 16,580</u>	<u>\$ 36,135</u>	<u>\$ 4,872,238</u>
LIABILITIES								
Accounts Payable	\$ 233,719	\$ 94,035	\$ -	\$ -	\$ 15,685	\$ 359	\$ 29,779	\$ 373,577
Deferred Revenue	31,202	-	-	-	-	-	-	31,202
Due to Other Funds	658,253	-	1,542	-	-	-	-	659,795
Total Liabilities	<u>923,174</u>	<u>94,035</u>	<u>1,542</u>	<u>-</u>	<u>15,685</u>	<u>359</u>	<u>29,779</u>	<u>1,064,574</u>
FUND BALANCES								
Nonspendable	1,007	-	-	-	-	-	-	1,007
Fund Balance - Assigned								
Assigned for Subsequent Year's Budget	100,000	585,000	-	-	-	5,520	-	690,520
Assigned for Fund Purposes	517,173	2,273,623	8,765	13,441	286,078	10,701	6,356	3,116,137
Total Fund Balances	<u>618,180</u>	<u>2,858,623</u>	<u>8,765</u>	<u>13,441</u>	<u>286,078</u>	<u>16,221</u>	<u>6,356</u>	<u>3,807,664</u>
Total Liabilities and Fund Balances	<u>\$ 1,541,354</u>	<u>\$ 2,952,658</u>	<u>\$ 10,307</u>	<u>\$ 13,441</u>	<u>\$ 301,763</u>	<u>\$ 16,580</u>	<u>\$ 36,135</u>	<u>\$ 4,872,238</u>

TOWN OF EAST FISHKILL, NEW YORK
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Water	Sewer	Miscellaneous	Drainage	Recreation	Park	Lighting	Total Non-Major Governmental Funds
Revenues:								
Real Property Taxes	\$ 520,659	\$ 1,191,291	\$ 14,000	\$ 2,000	\$ -	\$ 7,110	\$ 183,950	\$ 1,919,010
Non Property Taxes	-	-	-	-	-	1,433	-	1,433
Departmental Income	2,003,739	1,687,819	-	-	140,250	-	-	3,831,808
Use of Money and Property	23,668	34,265	129	169	3,798	5,100	883	68,012
Miscellaneous	18,666	-	-	-	11,250	-	-	29,916
State and Federal Aid	130,739	10,948	-	-	-	-	-	141,687
Total Revenues	2,697,471	2,924,323	14,129	2,169	155,298	13,643	184,833	5,991,866
Expenditures:								
Transportation	-	-	9,315	-	-	-	163,306	172,621
Culture and Recreation	-	-	-	-	53,843	10,330	-	64,173
Home and Community Services	2,261,878	1,136,354	-	-	-	-	-	3,398,232
Employee Benefits	29,646	18,438	-	-	-	-	-	48,084
Capital Outlay	19,000	54,553	-	-	-	-	-	73,553
Debt Service	249,061	1,179,520	-	-	-	-	-	1,428,581
Total Expenditures	2,559,585	2,388,865	9,315	-	53,843	10,330	163,306	5,185,244
Excess/(Deficiency) of Revenues Over Expenditures	137,886	535,458	4,814	2,169	101,455	3,313	21,527	806,622
Other Financing Sources/(Uses):								
Proceeds from Obligations	329,150	-	-	-	-	-	-	329,150
Total Other Financing Sources/(Uses)	329,150	-	-	-	-	-	-	329,150
Change in Fund Balances	467,036	535,458	4,814	2,169	101,455	3,313	21,527	1,135,772
Fund Balances - Beginning	151,144	2,323,165	3,951	11,272	184,623	12,908	(15,171)	2,671,892
Fund Balances - Ending	\$ 618,180	\$ 2,858,623	\$ 8,765	\$ 13,441	\$ 286,078	\$ 16,221	\$ 6,356	\$ 3,807,664

TOWN OF EAST FISHKILL, NEW YORK
SCHEDULE OF INDEBTEDNESS
DECEMBER 31, 2024

	Date of Issue	Date of Final Maturity	Interest Rate	Outstanding Beginning of Fiscal Year	Issued During Fiscal Year	Paid During Fiscal Year	Outstanding End of Fiscal Year	Amount of Interest Paid During Fiscal Year	Amount of Interest Accrued at 12/31/2024	Due Within the Next Year
<u>BOND ANTICIPATION NOTES</u>										
Various Town Purposes	12/19/24	12/19/25	3.50%	\$ -	\$ 10,800,000	\$ -	\$ 10,800,000	\$ -	\$ 15,750	\$ 10,800,000
EFC	09/26/24	09/26/25	0.00%	-	715,009	-	715,009	-	-	715,009
Total Bond Anticipation Notes				-	11,515,009	-	11,515,009	-	15,750	11,515,009
<u>SERIAL BONDS</u>										
<i>Governmental Activities:</i>										
Four Corner's Water	9/29/11	9/1/41	2.0-5.0%	\$ 638,082	\$ -	\$ 24,659	\$ 613,423	\$ 25,180	\$ 7,995	\$ 24,659
Four Corner's Sewer	9/29/11	9/1/41	2.0-5.0%	396,918	-	15,341	381,577	15,664	4,973	15,341
Wildflower Sewer	12/18/13	12/15/43	5.30%	475,000	-	15,000	460,000	25,300	1,023	15,000
Beekman Water District	6/30/16	6/30/46	4.00%	769,000	-	33,000	736,000	30,760	19,627	33,000
Beekman Sewer District	6/30/16	6/30/46	4.00%	1,325,000	-	57,000	1,268,000	53,000	33,813	57,000
Cannon Land	6/1/17	6/1/32	2.50%	655,000	-	65,000	590,000	24,385	1,475	65,000
Refinance Bond	6/8/17	3/15/41	2.0-3.25%	13,835,000	-	815,000	13,020,000	451,894	111,360	685,000
Capital Bond	07/20/21	07/20/41	1.4-5%	2,912,009	-	116,480	2,795,529	27,084	37,588	122,850
Highway/Taconic Estates	12/19/24	12/15/42	3.25-5%	-	2,270,000	-	2,270,000	-	3,903	85,000
				21,006,009	2,270,000	1,141,480	22,134,529	653,267	221,757	1,102,850
<i>Business-Type Activities:</i>										
Capital Bond	07/20/21	07/20/41	1.4-5%	1,712,991	-	68,520	1,644,471	45,567	22,075	72,150
Total Serial Bonds				22,719,000	2,270,000	1,210,000	23,779,000	698,834	243,832	1,175,000
TOTAL DEBT				\$ 22,719,000	\$ 13,785,009	\$ 1,210,000	\$ 35,294,009	\$ 698,834	\$ 259,582	\$ 12,690,009

Other Reporting Required By Government Auditing Standards



LIMITED LIABILITY PARTNERSHIP
CERTIFIED PUBLIC ACCOUNTANTS BUSINESS DEVELOPMENT CONSULTANTS

**INDEPENDENT AUDITOR'S 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**

The Town Board
Town of East Fishkill
330 Route 376
Hopewell Junction, New York 12533

We have audited, in accordance with the 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, business-type activities, each major fund, and the aggregate remaining fund information of the Town of East Fishkill (the "Town"), 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, and have issued our report thereon dated March 31, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town's internal control over financial reporting (internal control) to determine the 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's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town'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 a 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 a 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 was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a deficiency in internal control identified on the schedule of findings and questioned costs as item 2024-001 that we consider to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town's financial statements are free from 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 results 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.

RBT CPAs, LLP

Hudson, NY
March 31, 2026

TOWN OF EAST FISHKILL, NEW YORK
SCHEDULE OF FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2024

SCHEDULE OF AUDIT FINDINGS

A. Financial Statement Findings

Finding 2024-001 – Untimely Preparation of Bank Reconciliations Resulting in Increased Risk of Fraud

Condition:	During the audit, RBT noted that bank reconciliations for accounts maintained by the Town Clerk’s Office were not prepared in a timely manner.
Criteria:	Sound internal control practices require that bank reconciliations be prepared on a timely basis, typically monthly, and reviewed by an individual independent of the cash receipt and disbursement process. Timely reconciliations are essential to ensure that discrepancies are promptly identified and resolved and to safeguard public funds.
Cause:	The Town did not have adequate procedures in place to ensure that bank reconciliations were prepared in a timely manner.
Effect:	The lack of timely bank reconciliations weakened internal controls over cash and contributed to conditions that allowed fraudulent activity within the Town Clerk’s Office to occur and remain undetected for an extended period. After it was detected, the situation was remediated, and the Town was able to recover all lost funds.
Recommendation:	RBT recommends that the Town implement procedures requiring all bank accounts to be reconciled on a monthly basis and that the reconciliations be reviewed by a responsible official independent of the cash handling function. Establishing these procedures will strengthen internal controls and help ensure that discrepancies or irregularities are identified and addressed in a timely manner.
Management’s Response:	The Town agrees with this finding and will work to ensure that all bank accounts are being done and reviewed timely.

B. Compliance Findings

None noted.