

TOWN OF LEWISBORO, NEW YORK
FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2010
WITH INDEPENDENT AUDITORS' REPORT

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditors' Report	1
Management's Discussion and Analysis	3
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Assets	13
Statement of Activities	14
Fund Financial Statements:	
Balance Sheet - Governmental Funds	16
Reconciliation of Governmental Funds Balance Sheet to the Government- Wide Statement of Net Assets	17
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	19
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General and Highway Funds	20
Statement of Assets and Liabilities - Fiduciary Fund	22
Notes to Financial Statements	23
Required Supplementary Information -	
Other Post Employment Benefits -	
Schedule of Funding Progress - Last Three Fiscal Years	45
Combining and Individual Fund Financial Statements and Schedules:	
Major Governmental Funds:	
General Fund:	
Comparative Balance Sheet	46
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	47
Schedule of Revenues Compared to Budget	49
Schedule of Expenditures and Other Financing Uses Compared to Budget	52
Highway Fund:	
Comparative Balance Sheet	56
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	57
Capital Projects Fund:	
Comparative Balance Sheet	59
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	60
Non-Major Governmental Funds:	
Combining Balance Sheet	61
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	62

TABLE OF CONTENTS (Concluded)

	<u>Page</u>
Special Districts Fund:	
Combining Balance Sheet - Sub-Funds	63
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Sub-Funds	65
Wild Oaks Sewer District:	
Comparative Balance Sheet	67
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	68
Oak Ridge Sewer District:	
Comparative Balance Sheet	70
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	71
Water District:	
Comparative Balance Sheet	73
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	74
Lighting District:	
Comparative Balance Sheet	76
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	77
Debt Service Fund:	
Comparative Balance Sheet	79
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	80



O'Connor Davies Munns & Dobbins, LLP
ACCOUNTANTS AND CONSULTANTS

7/18/11

INDEPENDENT AUDITORS' REPORT

To the Honorable Supervisor and Town Board of
the Town of Lewisboro, New York:

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Lewisboro, New York as of and for the year ended December 31, 2010, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Lewisboro, New York as of December 31, 2010 and the respective changes in financial position, thereof, and the respective budgetary comparison for the General and Highway funds for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

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

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

O'Connor Davies Munns & Dobbins, LLP

O'Connor Davies Munns & Dobbins, LLP
Harrison, New York
June 19, 2011

**Town of Lewisboro, New York
Management's Discussion and Analysis (MD&A)
December 31, 2010**

Introduction

The following discussion and analysis of the Town of Lewisboro, New York's financial statements provides an overview of the financial activities of the Town for the fiscal year ending December 31, 2010. Please read it in conjunction with the basic financial statements and the accompanying notes to those statements that follow this section.

Financial Highlights

Key financial highlights for fiscal year 2010 are as follows:

- On the government-wide financial statements, the Town's liabilities exceeded its assets at the close of fiscal year 2010 by \$3,351,634. Of this amount, the unrestricted portion is a deficit of \$5,527,971. This deficit results primarily from the accrual of certain operating liabilities pursuant to GASB Statement No. 34, inclusive of other post employment benefit obligations ("OPEB"), coupled with the deficits reported in the governmental funds.
- As of the close of fiscal year 2010, the Town's governmental funds reported a combined ending deficit fund balance of \$1,079,209, an overall decrease in the deficit of \$6,884,263. The decrease in the deficit is attributed to a surplus generated by all of the funds of the Town, specifically \$317,212 from the General Fund, \$30,615 from the Highway Fund, \$455,540 from the Debt Service Fund and \$5,921,821 from the Capital Projects Fund. The surplus generated by the Capital Projects Fund is attributed to the conversion of short-term financing to permanent funding with the issuance of bonds.
- At the end of the current fiscal year, the unreserved fund balance for the General Fund was a deficit balance of \$666,182. The General Fund reported a total ending fund deficit of \$338,100, a decrease of \$317,212 as compared to the prior year, as a result of a current year operating surplus.
- The Town issued \$5,925,822 of Environmental Facilities Corporation bonds and retired \$603,000 of general obligation debt during 2010.

Overview of the Financial Statements

The following is intended to serve as an introduction to the Town's financial statements, which includes three basic components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to financial statements.

Government-wide Financial Statements

The *government-wide financial statements* are designed to provide the readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

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

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

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

The government-wide financial statements can be found immediately following this discussion and analysis.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related and legal requirements. All of the funds of the Town can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements

focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Government-wide financial statements cover a broad spectrum of financial reporting. It is, therefore, also useful to examine the information presented in each separate governmental fund since it more closely represents the cost of individual governmental activities. This will also help readers understand both the long and short-term impacts of financial decisions. The governmental fund balance sheets and statement of revenues, expenditures and changes in the year-end fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The Town maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Highway Fund, and Capital Projects Fund, which are considered to be major funds. Individual fund data for the non-major governmental funds, the Special Districts and Debt Service funds, is provided elsewhere in this report.

The Town adopts an annual appropriated budget for its General Fund, Highway Fund, Special Districts and Debt Service Funds. A budgetary comparison statement/schedule has been provided for these funds to demonstrate compliance with the respective budgets.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the Town programs. The Town maintains only one type of fiduciary fund, an Agency Fund. The Town holds resources in this fund purely in a custodial capacity. The activity in this fund is limited to the receipt, temporary investment, and remittance of resources to the appropriate individual, organization or government.

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

Notes to the Financial Statements

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

Other Information

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

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of the Town's financial position. In the case of the Town, liabilities exceeded assets by \$3,351,634 at the close of the current fiscal year.

Statement of Net Assets

	2010	2009
Current Assets	\$ 31,229,488	\$ 28,863,349
Capital Assets, net	15,549,493	15,908,912
Total Assets	46,778,981	44,772,261
Current Liabilities	32,140,579	36,688,520
Long-term Liabilities	17,990,036	10,882,980
Total Liabilities	50,130,615	47,571,500
Net Assets:		
Invested in capital assets, net of related debt	1,683,163	1,443,583
Restricted	493,174	37,634
Unrestricted	(5,527,971)	(4,280,456)
Total Net Assets	\$ (3,351,634)	\$ (2,799,239)

The largest component of the Town's net assets reflects its investment in capital assets, net of related debt, amounting to \$1,683,163. The Town uses these capital assets to provide services to its citizens and consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

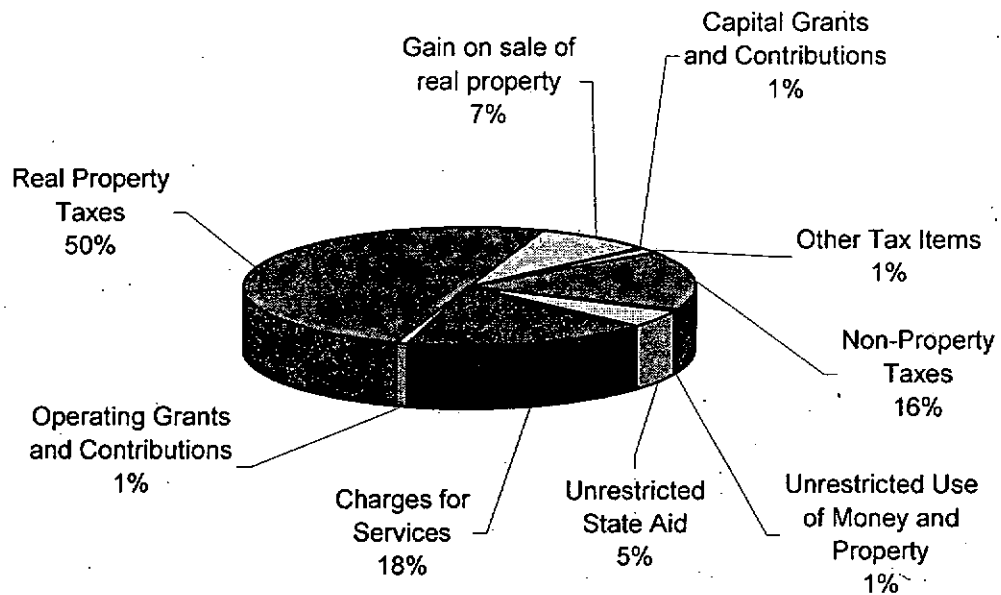
Restricted net assets of \$493,174 represent resources that are subject to external restrictions on how they may be used.

The remaining balance is unrestricted net assets and aggregates a negative \$5,527,971, which must be financed from future operations. This deficit results from a combination of both the deficits in the operating funds, plus the Town's long-term commitments, including repayment of general obligation bonds (\$12,868,822), compensated absences (\$546,401), state loan for retirement (\$235,294), claims payable (\$156,293), and other post employment benefit obligations (\$4,183,226). These obligations are greater than currently available resources. Payments for these liabilities will be budgeted in the year the actual payment will be made. An additional portion of the deficit results from bond anticipation notes issued to fund capital projects (\$1,305,000). These short term obligations will be recognized as revenues when they are converted to permanent financing.

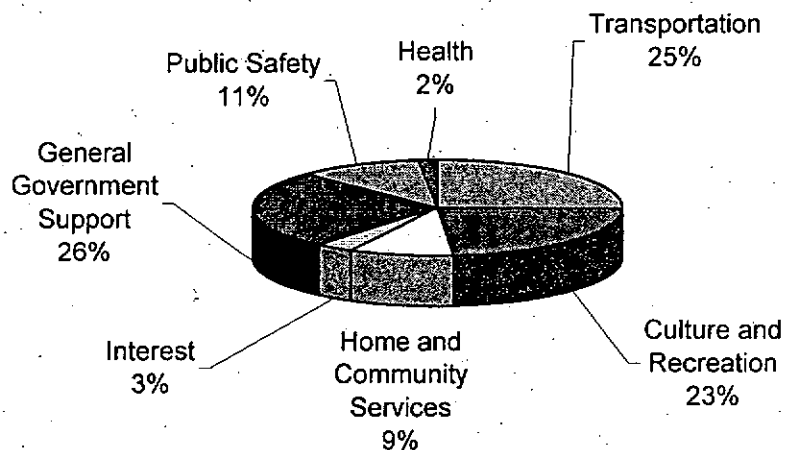
Changes in Net Assets
December 31,

	<u>2010</u>	<u>2009</u>
Program Revenues:		
Charges for Services	\$ 2,103,538	\$ 1,841,610
Operating Grants and Contributions	87,588	227,628
Capital Grants and Contributions	48,375	185,727
General Revenues:		
Real Property Taxes	5,970,088	4,480,573
Other Tax items	160,151	423,304
Non-Property Taxes	1,907,271	1,714,793
Unrestricted Use of Money and Property	66,093	95,912
Sale of Property and Compensation for Loss	12,870	24,436
Gain on Sale of Real Property	961,717	-
Unrestricted State Aid	581,202	512,675
Other	28,906	131,683
Total Revenues	<u>11,927,799</u>	<u>9,638,341</u>
Program Expenses:		
General Government Support	3,279,376	3,429,174
Public Safety	1,378,508	1,543,303
Health	195,646	214,558
Transportation	3,147,921	3,620,685
Culture and Recreation	2,916,574	2,950,607
Home and Community Services	1,136,983	1,130,312
Interest	425,186	582,542
Total Expenses	<u>12,480,194</u>	<u>13,471,181</u>
Change in Net Assets	<u>(552,395)</u>	<u>(3,832,840)</u>
Deficit - Beginning, as reported	(2,799,239)	(6,082,193)
Prior Period Adjustment	-	7,115,794
Net Assets (Deficit) - Beginning, as restated	<u>(2,799,239)</u>	<u>1,033,601</u>
Deficit - Ending	<u><u>\$ (3,351,634)</u></u>	<u><u>\$ (2,799,239)</u></u>

Sources of Revenue for Fiscal Year 2010 Governmental Activities



Expenses for Fiscal Year 2010 Governmental Activities



Governmental Activities: Governmental activities increased the Town's deficit by \$552,395 for the fiscal year ended December 31, 2010. The total Town governmental activities revenues were \$11,927,799. Real property taxes provide 50% of total revenues and non-property tax items provide 16%. Charges for services, operating grants and contributions and capital grants and contributions provided 20%. Total revenues increased by \$2,289,458 from the prior year. Governmental activities expenses of the Town for the year ended December 31, 2010 totaled \$12,480,194. The

largest components of these expenses are in the areas of Transportation (26%), General Government Support (26%) and Culture and Recreation (23%). Total expenses decreased by \$990,987 from the prior year.

The major changes compared to 2009 are as follows:

Revenues:

- Real Property Taxes increased by \$1,489,515 due to the increase in tax rate from 2009.
- Charges for services increased by \$261,928, primarily as a result of an increase in park and recreation fees and inspection fees as compared to 2009.
- Other tax items decreased by \$263,153, primarily due to the gain on sale of tax acquired property in the amount of \$200,000 recognized in the prior year.
- Gain on sale of real property of \$961,717 represents a one time revenue source generated from a sale of land in the current year.

Expenses:

- Transportation, culture and recreation, general government support and public safety decreased across the board primarily as a result of cutting costs in all the departments of the Town, as well as a decrease in employee benefits which are allocated to respective functional categories.

Financial Analysis of the Town's Funds

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

Governmental Funds

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

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund deficits of \$1,079,209, a decrease of \$6,884,263, from the prior year. Of the total combined fund deficits, \$1,502,994 constitutes unreserved fund deficit.

The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, the total fund balance of the General Fund reflected a deficit of \$338,100, a decrease in the fund deficit of \$317,212 from the prior year which resulted from the surplus in current year's operations. Overall, General Fund expenditures and other financing uses were \$6,993,257, which generated \$386,873 in budgetary savings. Savings occurred throughout the budget, with the employee benefits (\$195,633), culture and recreation (\$134,487) and general government support (\$80,788) accounting for the majority of the savings. General Fund revenues and other financing sources were \$7,310,469, which was in line with the budgeted amounts.

The Highway Fund reflected a fund balance of \$36,921 at the end of the current fiscal year, an increase to the fund balance of \$30,615, which resulted from an operating surplus in the current year. Overall, actual Highway Fund expenditures and other financing uses were \$58,380 under the final budget and actual revenues were \$13,130 short of the final budget, resulting in the total budgetary savings of \$46,192.

The Capital Projects Fund reflected a deficit of \$997,508 at December 31, 2010. This represents a decrease from prior year's deficit of \$6,919,329. The decrease is primarily attributed to the issuance of permanent financing to redeem short-term debt. The remaining deficit arises because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance capital projects are recognized as revenue only to the extent that they are redeemed. The deficit will be reduced and eliminated as bond anticipation notes are redeemed from interfund transfers from other governmental funds or converted to permanent financing.

The Non-Major Governmental Funds consist of the Special Districts and Debt Service funds. The total combined fund balances of these funds as of December 31, 2010 total \$395,137. The Special Districts Fund carry a deficit balance of \$273,696, offset by fund balance in Debt Service Fund of \$493,174.

General Fund Budgetary Highlights

Actual revenues did not meet budgetary expectations by \$54,684. Actual expenditures and other financing uses resulted in budgetary savings of \$386,873.

Capital Assets

The Town's investment in capital assets for its governmental activities as of December 31, 2010, amounted to \$15,549,493 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements, machinery and equipment and infrastructure.

Capital Assets
(Net of Accumulated Depreciation)

	2010	2009
Land	\$ 725,000	\$ 725,000
Land Improvements	429,561	424,725
Buildings and Improvements	1,050,695	1,095,717
Machinery and Equipment	79,663	88,418
Infrastructure	13,264,574	13,575,052
Total	\$ 15,549,493	\$ 15,908,912

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

Long-term Debt

At the end of the current fiscal year, the Town had total gross bonded debt outstanding of \$12,868,822. As required by New York State Law, all bonds issued by the Town are general obligation bonds, backed by the full faith and credit of the Town.

The Town issued \$5,925,822 of new bonds and paid \$603,000 in principal on outstanding obligations.

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

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Town Supervisor, Town of Lewisboro, 11 Main Street, South Salem, NY 10590.

TOWN OF LEWISBORO, NEW YORK

STATEMENT OF NET ASSETS

DECEMBER 31, 2010

	Governmental Activities
ASSETS	
Cash and equivalents	\$ 7,620,345
Receivables:	
Taxes, net	22,356,800
Accounts	677,449
Due from other governments	409,700
Prepaid expenses	138,339
Restricted assets	26,855
Capital assets (net of accumulated depreciation):	
Land	725,000
Land improvements	429,561
Buildings and improvements	1,050,695
Machinery and equipment	79,663
Infrastructure	13,264,574
Total Assets	46,778,981
LIABILITIES	
Accounts payable	585,110
Accrued liabilities	168,471
Due to school districts	29,561,127
Retainages payable	202,234
Unearned revenues	132,712
Deposits payable	102,500
Overpayments	19,552
Bond anticipation notes payable	1,305,000
Accrued interest payable	63,873
Non-current liabilities:	
Due within one year:	
Bonds payable	623,822
Compensated absences	55,000
State loan payable - retirement	40,163
Claims payable	156,293
Due in more than one year:	
Bonds payable	12,245,000
Compensated absences	491,401
State loan payable - retirement	195,131
Other post employment benefit obligations payable	4,183,226
Total Liabilities	50,130,615
NET ASSETS	
Invested in capital assets, net of related debt	1,683,163
Restricted for debt service	493,174
Unrestricted	(5,527,971)
Total Net Assets	\$ (3,351,634)

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

TOWN OF LEWISBORO, NEW YORK

STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2010

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government support	\$ 3,279,376	\$ 32,535	\$ 35,300	\$ -
Public safety	1,378,508	538,113	-	-
Health	195,646	1,230	-	-
Transportation	3,147,921	100	30	-
Culture and recreation	2,916,574	1,317,781	13,939	1,000
Home and community services	1,136,983	213,779	38,319	47,375
Interest	425,186	-	-	-
Total Governmental Activities	\$ 12,480,194	\$ 2,103,538	\$ 87,588	\$ 48,375

General Revenues:

Real property taxes

Other tax items -

Interest and penalties on real property taxes

Non-property taxes:

Franchise fees

Non-property tax distribution from County

Unrestricted use of money and property

Sale of property and compensation for loss

Gain on sale of real property

Unrestricted State aid

Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets - Beginning of Year

Net Assets - Ending

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

Net (Expense)
Revenue and
Changes in
Net Assets

\$ (3,211,541)
(840,395)
(194,416)
(3,147,791)
(1,583,854)

(837,510)
(425,186)

(10,240,693)

5,970,088

160,151

284,146
1,623,125
66,093
12,870
961,717
581,202
28,906

9,688,298

(552,395)

(2,799,239)

\$ (3,351,634)

TOWN OF LEWISBORO, NEW YORK

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2010

	General	Highway	Capital Projects	Other Governmental	Total Governmental Funds
ASSETS					
Cash and Equivalents	\$ 7,145,825	\$ 170,033	\$ 241,898	\$ 62,589	\$ 7,620,345
Taxes Receivable, net	22,356,800	-	-	-	22,356,800
Other Receivables:					
Accounts	634,392	-	-	43,057	677,449
Due from other governments	409,700	-	-	-	409,700
Due from other funds	-	5,610	373,685	552,088	931,383
	1,044,092	5,610	373,685	595,145	2,018,532
Prepaid Expenditures	93,310	45,029	-	-	138,339
Restricted Assets	-	-	26,855	-	26,855
Total Assets	\$ 30,640,027	\$ 220,672	\$ 642,438	\$ 657,734	\$ 32,160,871
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts payable	\$ 414,843	\$ 127,201	\$ -	\$ 43,066	\$ 585,110
Accrued liabilities	111,652	56,550	-	269	168,471
Due to school districts	29,561,127	-	-	-	29,561,127
Due to other funds	536,462	-	-	394,921	931,383
Retainages payable	-	-	202,234	-	202,234
Deferred tax revenues	231,991	-	-	-	231,991
Deferred revenues - Other	-	-	132,712	-	132,712
Deposits payable	102,500	-	-	-	102,500
Overpayments	19,552	-	-	-	19,552
Bond anticipation notes payable	-	-	1,305,000	-	1,305,000
Total Liabilities	30,978,127	183,751	1,639,946	438,256	33,240,080
Fund Balances (Deficits):					
Reserved for:					
Prepaid expenditures	93,310	45,029	-	-	138,339
Debt service	-	-	-	50,674	50,674
Long-term receivables	234,772	-	-	-	234,772
Unreserved, reported in:					
General Fund	(666,182)	-	-	-	(666,182)
Special Revenue Funds	-	(8,108)	-	(273,696)	(281,804)
Capital Projects Fund	-	-	(997,508)	-	(997,508)
Debt Service Fund	-	-	-	442,500	442,500
Total Fund Balances (Deficits)	(338,100)	36,921	(997,508)	219,478	(1,079,209)
Total Liabilities and Fund Balances (Deficits)	\$ 30,640,027	\$ 220,672	\$ 642,438	\$ 657,734	\$ 32,160,871

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

TOWN OF LEWISBORO, NEW YORK

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO
THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS
DECEMBER 31, 2010

Fund Balances - Total Governmental Funds	\$ (1,079,209)
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Amounts Reported for Governmental Activities in the Statement of Net
Assets are Different Because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	15,549,493
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Real property taxes	231,991
--	---------

Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(63,873)
Bonds payable	(12,868,822)
Compensated absences	(546,401)
State loan - retirement	(235,294)
Claims payable	(156,293)
Other post employment benefit obligations payable	(4,183,226)
	(18,053,909)

Net Assets of Governmental Activities	\$ (3,351,634)
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The notes to the financial statements are an integral part of this statement.

TOWN OF LEWISBORO, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED DECEMBER 31, 2010

	General	Highway	Capital Projects	Other Governmental	Total Governmental Funds
REVENUES					
Real property taxes	\$ 2,347,700	\$ 2,852,368	\$ -	\$ 694,471	\$ 5,894,539
Other tax items	160,151	-	-	-	160,151
Non-property taxes	1,907,271	-	-	-	1,907,271
Departmental income	1,768,876	-	-	181,695	1,950,571
Use of money and property	87,882	20	-	73	87,975
Licences and permits	13,301	-	-	-	13,301
Fines and forfeitures	139,752	-	-	-	139,752
Sale of property and compensation for loss	12,870	100	-	-	12,970
State aid	606,202	-	47,375	38,256	691,833
Miscellaneous	31,170	-	1,000	-	32,170
Total Revenues	7,075,175	2,852,488	48,375	914,495	10,890,533
EXPENDITURES					
Current:					
General government support	2,084,182	59,633	-	43,376	2,187,191
Public safety	784,455	-	-	-	784,455
Health	193,624	-	-	-	193,624
Transportation	13,503	1,974,416	-	12,779	2,000,698
Culture and recreation	1,935,611	-	-	-	1,935,611
Home and community services	243,281	-	-	425,342	668,623
Employee benefits	1,629,787	635,284	-	-	2,265,071
Debt service:					
Principal	-	-	-	603,000	603,000
Interest	5,089	4,690	-	369,675	379,454
Capital outlay	-	-	111,376	-	111,376
Total Expenditures	6,889,532	2,674,023	111,376	1,454,172	11,129,103
Excess (Deficiency) of Revenues Over Expenditures	185,643	178,465	(63,001)	(539,677)	(238,570)
OTHER FINANCING SOURCES (USES)					
Bonds issued	-	-	5,925,822	-	5,925,822
State loan - retirement	235,294	-	-	-	235,294
Sale of real property	-	-	-	961,717	961,717
Transfers in	-	-	59,000	439,631	498,631
Transfers out	(103,725)	(147,850)	-	(247,056)	(498,631)
Total Other Financing Sources (Uses)	131,569	(147,850)	5,984,822	1,154,292	7,122,833
Net Change in Fund Balances	317,212	30,615	5,921,821	614,615	6,884,263
Fund Balances (Deficits) - Beginning of Year	(655,312)	6,306	(6,919,329)	(395,137)	(7,963,472)
Fund Balances (Deficits) - End of Year	<u>\$ (338,100)</u>	<u>\$ 36,921</u>	<u>\$ (997,508)</u>	<u>\$ 219,478</u>	<u>\$ (1,079,209)</u>

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

TOWN OF LEWISBORO, NEW YORK

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2010

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

Net Change in Fund Balances - Total Governmental Funds	\$ 6,884,263
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This amount may be less than total capital outlay since capital outlay includes amounts that are under the capitalization threshold and, therefore, were not capitalized. This is the amount by which depreciation expense exceeded capital outlay in the current period.

Capital outlay expenditures	69,097
Depreciation expense	(428,516)
	<u>(359,419)</u>

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

Real property taxes	<u>75,549</u>
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Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Bonds issued	(5,925,822)
Principal paid on bonds	603,000
	<u>(5,322,822)</u>

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

Accrued interest	(45,732)
Compensated absences	(2,371)
State loan - retirement	(235,294)
Claims payable	38,712
Other post employment benefit obligations	(1,585,281)
	<u>(1,829,966)</u>

Change in Net Assets of Governmental Activities	<u>\$ (552,395)</u>
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The notes to the financial statements are an integral part of this statement.

TOWN OF LEWISBORO, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL AND HIGHWAY FUNDS
 YEAR ENDED DECEMBER 31, 2010

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 2,423,249	\$ 2,423,249	\$ 2,347,700	\$ (75,549)
Other tax items	210,000	210,000	160,151	(49,849)
Non-property taxes	1,810,000	1,810,000	1,907,271	97,271
Departmental income	1,828,570	1,828,570	1,768,876	(59,694)
Use of money and property	125,940	125,940	87,882	(38,058)
Licences and permits	11,900	11,900	13,301	1,401
Fines and forfeitures	95,000	95,000	139,752	44,752
Sale of property and compensation for loss	54,500	54,500	12,870	(41,630)
State aid	545,000	545,000	606,202	61,202
Miscellaneous	25,700	25,700	31,170	5,470
Total Revenues	7,129,859	7,129,859	7,075,175	(54,684)
EXPENDITURES				
Current:				
General government support	2,172,845	2,164,970	2,084,182	80,788
Public safety	846,812	845,356	784,455	60,901
Health	201,345	201,345	193,624	7,721
Transportation	12,040	12,000	13,503	(1,503)
Culture and recreation	2,072,957	2,070,098	1,935,611	134,487
Home and community services	269,070	260,941	243,281	17,660
Employee benefits	1,591,895	1,825,420	1,629,787	195,633
Debt service -				
Interest	-	-	5,089	(5,089)
Total Expenditures	7,166,964	7,380,130	6,889,532	490,598
Excess (Deficiency) of Revenues Over Expenditures	(37,105)	(250,271)	185,643	435,914
OTHER FINANCING SOURCES (USES)				
State loan - retirement	-	235,294	235,294	-
Transfers out	-	-	(103,725)	(103,725)
Total Other Financing Sources (Uses)	-	235,294	131,569	(103,725)
Net Change in Fund Balances	(37,105)	(14,977)	317,212	332,189
Fund Balances (Deficits) - Beginning of Year	37,105	14,977	(655,312)	(670,289)
Fund Balances (Deficits) - End of Year	\$ -	\$ -	\$ (338,100)	\$ (338,100)

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

Highway Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,852,368	\$ 2,852,368	\$ 2,852,368	\$ -
-	-	-	-
-	-	-	-
10,000	10,000	20	(9,980)
-	-	-	-
3,250	3,250	100	(3,150)
-	-	-	-
-	-	-	-
<u>2,865,618</u>	<u>2,865,618</u>	<u>2,852,488</u>	<u>(13,130)</u>
64,000	64,000	59,633	4,367
-	-	-	-
1,995,719	1,995,719	1,974,416	21,303
-	-	-	-
718,876	718,876	635,284	83,592
-	-	4,690	(4,690)
<u>2,778,595</u>	<u>2,778,595</u>	<u>2,674,023</u>	<u>104,572</u>
87,023	87,023	178,465	91,442
-	-	-	-
<u>(102,600)</u>	<u>(102,600)</u>	<u>(147,850)</u>	<u>(45,250)</u>
<u>(102,600)</u>	<u>(102,600)</u>	<u>(147,850)</u>	<u>(45,250)</u>
(15,577)	(15,577)	30,615	46,192
15,577	15,577	6,306	(9,271)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,921</u>	<u>\$ 36,921</u>

TOWN OF LEWISBORO, NEW YORK

STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUND
DECEMBER 31, 2010

	<u>Agency</u>
ASSETS	
Cash - Demand deposits	<u>\$ 703,983</u>
LIABILITIES	
Accounts Payable	\$ 561,842
Deposits	<u>142,141</u>
 Total Liabilities	 <u>\$ 703,983</u>

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

Note 1 - Summary of Significant Accounting Policies

The Town of Lewisboro, New York ("Town") was established in 1731 and operates in accordance with Town Law and the various other applicable laws of the State of New York. The Town Board is the legislative body responsible for overall operation. The Town Supervisor serves as the chief executive officer and the Director of Finance serves as the chief financial officer. The Town provides the following services to its residents: public safety, health, transportation, culture and recreation, home and community services and general and administrative support.

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

A. Financial Reporting Entity

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

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

B. Government-Wide Financial Statements

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

C. Fund Financial Statements

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

Fund Categories

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

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

Special Revenue Funds - Special revenue funds are established to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain defined purposes. The major special revenue fund of the Town is as follows:

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

Capital Projects Fund - The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

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

Special Revenue Fund:

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

Note 1 - Summary of Significant Accounting Policies (Continued)

Debt Service Fund - The Debt Service Fund is provided to account for the accumulation of resources to be used for the redemption of principal and interest on long-term debt of the Town.

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

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

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. A ninety day availability period is used for revenue recognition for all other governmental fund revenues. Property taxes associated with the current fiscal period as well as charges for services and intergovernmental revenues are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Fees and other similar revenues are not susceptible to accrual because generally they are not measurable until received in cash. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are accrued when the expenditure is made. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, retirement incentives and other pension obligations, certain claims and other post employment benefit obligations are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed.

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

E. Assets, Liabilities and Net Assets or Fund Balances

Deposit and Risk Disclosure

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

The Town's investment policies are governed by State statutes. The Town has adopted its own written investment policy which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The Town is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions, and accordingly, the Town's policy provides for no credit risk on investments.

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

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. GASB Statement No. 40 directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the Town's name. The Town's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at December 31, 2010.

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

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

The Town functions in both a fiduciary and guarantor relationship with the County of Westchester and the various school districts located within the Town with respect to the collection and payment of real property taxes levied by such jurisdictions. County taxes are included in the Town's levy and are payable without penalty for thirty days. The County Charter provides for the Town to collect County and school districts taxes and remit them as collected to the respective municipality. However, the Town must remit to the County sixty percent of the amount levied by May 25th and the balance of forty percent on October 15th. With respect to school districts taxes,

Note 1 - Summary of Significant Accounting Policies (Continued)

the Charter provides that the Town satisfy the warrant of each school district by April 5th. Thus, the Town's fiduciary responsibility is from the date of the levy until the due date of the respective tax warrant at which time the Town must satisfy its obligation to the municipalities regardless of the amounts collected. The County tax warrant is due in October and uncollected County taxes have been accounted for in a manner similar to Town taxes. The collection of school districts taxes is deemed a financing transaction until the warrants are satisfied.

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

Due From/To Other Funds - During the course of its operations, the Town has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of December 31, 2010, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

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

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

Restricted Assets - Restricted assets of the Capital Projects Fund consist of bond proceeds held by a State Agency. These funds are to be used for the Town's sewer improvement projects.

Capital Assets - Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items) are reported in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

Land is not depreciated. Property, plant, equipment and infrastructure of the Town are depreciated using the straight line method over the following estimated useful lives.

<u>Class</u>	<u>Life in Years</u>
Land Improvements	20
Buildings and Improvements	20-50
Machinery and Equipment	5-20
Infrastructure	10-50

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

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

Deferred revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Town has reported deferred revenues of \$231,991 for real property taxes in the General Fund and \$132,712 for grants received in advance in the Capital Projects Fund. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

Net Assets - Net assets represent the difference between assets and liabilities. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net assets on the Statement of Net Assets include, invested in capital assets, net of related debt and restricted for debt service. The balance is classified as unrestricted.

Fund Balances - Reserves and Designations - Portions of fund balance are segregated for future use and are therefore not available for future appropriation or expenditure. Amounts reserved for prepaid expenditures, debt service and long-term receivables represent portions of fund balance which are required to be segregated in accordance with State law or generally accepted accounting principles. Designations of unreserved fund balance in governmental funds indicate the utilization of these resources in the ensuing year's budget or tentative plans for future use.

F. Encumbrances

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

G. Use of Estimates

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

H. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is June 19, 2011.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

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

- a) Prior to October 20th, the head of each administrative unit shall submit to the budget officer an estimate of revenues and expenditures for such administrative unit for the ensuing year.
- b) The budget officer, upon completion of the review of the estimates, shall prepare a tentative budget and file such budget in the office of the Town Clerk on or before October 30th.

Note 2 - Stewardship, Compliance and Accountability (Continued)

- c) On or before November 10th, the Town Clerk shall present the tentative budget to the Town Board.
- d) The Town Board shall review the tentative budget and may make such changes, alterations and revisions as it shall consider advisable and which are consistent with law. Upon completion of such review, the tentative budget and any modifications as approved by the Town Board shall become the preliminary budget.
- e) On or before December 10th, the Town Board shall hold a public hearing on the preliminary budget.
- f) After the public hearing, the Town Board may further change, alter and revise the preliminary budget subject to provisions of the law.
- g) The preliminary budget as submitted or amended shall be adopted by resolution no later than December 20th.
- h) Formal budgetary integration is employed during the year as a management control device for General, Highway, Special Districts and Debt Service funds.
- i) Budgets for General, Highway, Special Districts and Debt Service funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis.
- j) The Town Board has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Board. Any modification to appropriations resulting from an increase in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.
- k) Appropriations in the General, Highway, Special Districts and Debt Service funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

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

B. Property Tax Limitation

The Town is not limited as to the maximum amount of real property taxes which may be raised.

C. Capital Projects Fund Deficit

The undesignated deficit in the Capital Projects Fund of \$997,508 arises because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes and loans issued to finance construction of capital projects are not recognized as an "other financing source". Liabilities for bond anticipation notes and loans payable are accounted for in the Capital Projects Fund. Bond anticipation notes and loans are recognized as revenue only to the extent that they are redeemed. The deficit will be reduced and eliminated as bond anticipation notes and loans are redeemed from interfund transfers from other governmental funds or converted to permanent financing.

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2010

Note 2 - Stewardship, Compliance and Accountability (Continued)**D. Expenditures in Excess of Budget**

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

General Fund:	
General Government Support:	
Town Justice	\$ 658
Finance	2,011
Law	18,249
Records management	1,646
Public Safety – Control of Dogs	2,233
Health – Registrar of Vital Statistics	63
Transportation – Street Lighting	1,503
Culture and Recreation:	
Tennis facility	4,469
Adult and family activities	1,484
Home and Community Services:	
Zoning	160
Planning board	273
Storm water	3,223
Architectural	41
Employee Benefits:	
Disability	3,627
Unemployment benefits	10,819
Debt Service – Bond Anticipation Notes – Interest	5,089
Other Financing Uses – Transfers Out	
Capital Projects Fund	20,000
Debt Service Fund	83,725
Highway Fund:	
Debt Service - Interest	4,690
Transfers Out	45,250
Special Districts Fund:	
Wild Oaks Sewer:	
General Government Support	15,978
Transfers Out	89
Water:	
Debt Service - Interest	1,223
Transfers Out	15,500

E. Fund Deficits

The following funds reflect deficits at December 31, 2010:

General Fund	\$ 338,100
Special District Funds:	
Oak Ridge Sewer	302,335
Water	35,392

The Town plans to address these deficits in future periods.

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2010

Note 3 - Detailed Notes on All Funds**A. Taxes Receivable**

Taxes receivable at December 31, 2010 consisted of the following:

Town and County taxes - Current	\$ 192,108
School districts taxes - Current	21,693,382
Tax liens	471,310
Property acquired for taxes	<u>166,280</u>
	22,523,080
Allowance for uncollectible taxes	<u>(166,280)</u>
	<u>\$ 22,356,800</u>

School districts taxes are offset by liabilities to the school districts which will be paid no later than April 5, 2011. Taxes receivable in the fund financial statements are also partially offset by deferred tax revenues of \$231,991, which represents an estimate of the taxes receivable which will not be collected within the first sixty days of the subsequent year. School taxes receivable are also reserved in the fund financial statements by a reserve for long-term receivables of \$234,772, which represents an estimate of school taxes receivable which will not be collected within the subsequent year.

B. Due From/To Other Funds

The balances reflected as due from/to other funds at December 31, 2010 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ -	\$ 536,462
Highway	5,610	-
Capital Projects	373,685	-
Non-Major Governmental	<u>552,088</u>	<u>394,921</u>
	<u>\$ 931,383</u>	<u>\$ 931,383</u>

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

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2010**Note 3 - Detailed Notes on All Funds (Continued)****C. Capital Assets**

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

Class	Balance January 1, 2010	Additions	Balance December 31, 2010
Capital Assets, not being depreciated - Land	\$ 725,000	\$ -	\$ 725,000
Capital Assets, being depreciated:			
Land improvements	\$ 1,084,534	\$ 58,715	\$ 1,143,249
Buildings and improvements	2,374,580	-	2,374,580
Machinery and equipment	1,975,482	-	1,975,482
Infrastructure	43,510,975	10,382	43,521,357
Total Capital Assets, being Depreciated	48,945,571	69,097	49,014,668
Less Accumulated Depreciation for:			
Land improvements	659,809	53,879	713,688
Buildings and improvements	1,278,863	45,022	1,323,885
Machinery and equipment	1,887,064	8,755	1,895,819
Infrastructure	29,935,923	320,860	30,256,783
Total Accumulated Depreciation	33,761,659	428,516	34,190,175
Total Capital Assets, being Depreciated, net	\$ 15,183,912	\$ (359,419)	\$ 14,824,493
Governmental Activities Capital Assets, net	\$ 15,908,912	\$ (359,419)	\$ 15,549,493

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

Governmental Activities:	
General Government Support	\$ 49,233
Public Safety	750
Transportation	4,118
Culture and Recreation	46,411
Home and Community Services	328,004
Total Depreciation Expense	\$ 428,516

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2010**Note 3 - Detailed Notes on All Funds (Continued)****D. Accrued Liabilities**

Accrued liabilities at December 31, 2010 were as follows:

	Fund			Total
	General	Highway	Non-Major Governmental	
Payroll and Employee Benefits	<u>\$ 111,652</u>	<u>\$ 56,550</u>	<u>\$ 269</u>	<u>\$ 168,471</u>

E. Pension Plans

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

Funding Policy - The Systems are non-contributory except for employees in tiers 3 and 4 that have less than ten years of service, who contribute 3% of their salary and employees in tier 5 who also contribute 3% of their salary without regard to their years of service. Contributions are certified by the State Comptroller and expressed as a percentage of members' salary. Contribution rates are actuarially determined and based upon membership tier and plan. Contributions consist of a life insurance portion and regular pension contributions. Contribution rates for the plan year ended March 31, 2011 are as follows:

	<u>Tier/Plan/Option</u>	<u>Rate</u>
ERS	1 75I	15.2%
	2 75I	13.9
	3 A14	11.2
	4 A15	11.2
	5 A15	9.0
PFRS	2 375E	11.1%
	2 384D	16.8

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

	<u>ERS</u>	<u>PFRS</u>
2010	\$ 569,959	\$ 82,629
2009	263,672	95,413
2008	230,814	70,132

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

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

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

<u>Fund</u>	<u>Amount</u>
General	\$ 454,383
Highway	115,576
	<u>\$ 569,959</u>

F. Short-Term Capital Borrowings

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

<u>Purpose</u>	<u>Year of Original Issue</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Balance January 1, 2010</u>	<u>New Issues</u>	<u>Redemptions</u>	<u>Balance December 31, 2010</u>
Bond Anticipation Notes:							
Water District Capital Improvements	2003	7/11	0.9 %	\$ 714,000	\$ -	\$ 24,000	\$ 690,000
Various Capital Improvements	2008	7/11	0.9	650,000	-	35,000	615,000
				<u>1,364,000</u>	<u>-</u>	<u>59,000</u>	<u>1,305,000</u>
Loan Payable:							
Sewer Reconstruction	2009	-	-	3,006,000	-	3,006,000	-
Sewer Reconstruction	2009	-	-	2,816,784	-	2,816,784	-
				<u>5,822,784</u>	<u>-</u>	<u>5,822,784</u>	<u>-</u>
				<u>\$ 7,186,784</u>	<u>\$ -</u>	<u>\$ 5,881,784</u>	<u>\$ 1,305,000</u>

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

TOWN OF LEWISBORO, NEW YORK

NOTES TO FINANCIAL STATEMENTS (Continued)

DECEMBER 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

Interest expenditures/expense of \$15,489 were recorded in the fund financial statements in the funds identified below and in the government-wide financial statements for governmental activities.

<u>Fund</u>	<u>Amount</u>
General	\$ 5,089
Highway	4,690
Special Districts - Water District	5,710
	<u>\$ 15,489</u>

The State of New York has authorized the establishment of the New York State Environmental Facilities Corporation. The Corporation was created in-part to administer a water pollution control revolving fund for purposes of complying with the Clean Water Act. The Town originally received two loans from the Corporation, one in the amount of \$3,006,000 without interest, and another in the amount of \$2,816,784, with interest at 1.02%. In June 2010, the loan was redeemed with the issuance of long-term bonds from the Corporation. Interest expenditure/expense of \$21,157 was recorded in the fund financial statements in the Oak Ridge Sewer Special Districts Fund and in the government-wide financial statements for governmental activities.

G. Long-Term Liabilities

The following table summarizes changes in the Town's long-term indebtedness for the year ended December 31, 2010:

	<u>Balance January 1, 2010</u>	<u>New Issues/ Additions</u>	<u>Maturities and/or Payments</u>	<u>Balance December 31, 2010</u>	<u>Due Within One Year</u>
Bonds Payable	\$ 7,546,000	\$ 5,925,822	\$ 603,000	\$ 12,868,822	\$ 623,822
State Loan Payable - Retirement	-	235,294	-	235,294	40,163
Compensated Absences	544,030	56,774	54,403	546,401	55,000
Claims Payable	195,005	711,497	750,209	156,293	156,293
Other Post Employment Benefit Obligations	2,597,945	1,910,698	325,417	4,183,226	-
Total Long-Term Liabilities	<u>\$ 10,882,980</u>	<u>\$ 8,840,085</u>	<u>\$ 1,733,029</u>	<u>\$ 17,990,036</u>	<u>\$ 875,278</u>

Each governmental fund's liability for bonds is liquidated by the Debt Service Fund. The liability for state loan payable - retirement, compensated absences, claims and other post employment benefit obligations is liquidated by the General, Highway and Special Districts funds.

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2010

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

Bonds payable at December 31, 2010 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at December 31, 2010
Public Improvements - Sewer District	1992	\$ 450,000	January, 2012	6.750 %	\$ 28,000
Public Improvements - Open Space and Pool	2006	2,758,000	June, 2021	4.000 - 4.500	2,210,000
Public Improvements - Road Resurfacing	2008	3,085,000	June, 2022	4.000 - 5.000	2,780,000
Land Acquisition - Bell Property	2009	2,160,000	June, 2029	1.500 - 4.000	2,085,000
EFC - Oakridge Sewer District	2010	5,925,822	October, 2039	0.383 - 4.603	5,765,822
					<u>\$ 12,868,822</u>

Interest expenditures of \$342,808 were recorded in the Debt Service Fund. Interest expense of \$388,540 was recorded in the government-wide financial statements for governmental activities.

State Loan Payable - Retirement

Chapter 105 of the Laws of 2010 created a temporary retirement incentive applicable to governments who participate in the New York State Employee Retirement System. Any government that elects to participate in the Incentive Program can choose between either a Targeted Incentive (Part A) or a 55/25 Retirement Benefit (Part B). The retirement incentive is only available in 2010, and employees who elect to take advantage of the incentive cannot be replaced. Part A of the Incentive Program allows governments to target certain positions as eligible for the retirement incentive. Employees must be at least 50 years of age and have at least 10 years of service on the effective date of their retirement to qualify. An additional 1 month of service credit for each year of service credit the employee has as of the date of their retirement will be given to participating employees. Governments must make additional contributions to the retirement system based on each retiring employee's annual salary. This contribution can either be paid in one lump sum or over five years, with payments beginning in the fiscal year ending March 31, 2012 (for municipalities that annually select the early payment option, the first payment would be due December 15, 2011). The Town has elected to participate in Part A of the incentive program. This has resulted in a liability to the Town of \$235,294. Payments are to be made over a 5 year period with interest at 8%. The balance due at December 31, 2010 was \$235,294.

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2010**Note 3 - Detailed Notes on All Funds (Continued)****Payments to Maturity**

The annual requirements to amortize all bonded debt outstanding as of December 31, 2010 including interest payments of \$4,362,031 are as follows:

Year Ending December 31,	Bonds Payable		State Loan Payable - Retirement		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 623,822	\$ 403,881	\$ 40,163	\$ 18,661	\$ 663,985	\$ 422,542
2012	615,000	383,593	43,348	15,476	658,348	399,069
2013	630,000	362,251	46,786	12,038	676,786	374,289
2014	645,000	340,440	50,496	8,327	695,496	348,767
2015	665,000	317,558	54,501	4,322	719,501	321,880
2016-2020	3,680,000	1,210,243	-	-	3,680,000	1,210,243
2021-2025	2,365,000	642,798	-	-	2,365,000	642,798
2026-2030	1,610,000	378,971	-	-	1,610,000	378,971
2031-2035	1,100,000	203,388	-	-	1,100,000	203,388
2036-2039	935,000	60,084	-	-	935,000	60,084
	<u>\$ 12,868,822</u>	<u>\$ 4,303,207</u>	<u>\$ 235,294</u>	<u>\$ 58,824</u>	<u>\$ 13,104,116</u>	<u>\$ 4,362,031</u>

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

Claims Payable

Health benefit liabilities are based upon estimates of the ultimate cost of claims (including future claim adjustment expenses) that have been reported, but not settled, and of claims that have been incurred but not reported (IBNR's). The length of time for which such costs must be estimated varies depending on the coverage involved. Because actual claim costs depend on such complex factors as inflation and changes in doctrines of legal liability, the process used in computing claim liabilities does not necessarily result in an exact amount. Claim liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency and other economic and social factors. A provision for inflation in the calculation of estimated future claim costs is implicit in the calculation because reliance is placed both on actual historical data that reflects past inflation and other factors that are considered to be appropriate modifiers of past experience.

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2010**Note 3 - Detailed Notes on All Funds (Continued)**

An analysis of the activity of unpaid claim liabilities is as follows:

	Year Ended	
	December 31, 2010	December 31, 2009
Balance - Beginning of Year	\$ 195,005	\$ 142,997
Provision for Claims and Claims Adjustment Expenses	711,497	988,027
Claims and Claims Adjustment Expenses Paid	(750,209)	(936,019)
Balance - End of Year	<u>\$ 156,293</u>	<u>\$ 195,005</u>

Compensated Absences

Pursuant to the Town's collective bargaining agreements, when an employee separates from service in good standing and has given at least two weeks notice, the employee or beneficiary will be compensated for their accumulated sick leave. The employee shall be paid for up to 45 days at the current salary rate. For each day in excess of 45 days, the employee shall be paid one half the current salary rate. Fulltime employees who are not members of collective bargaining agreements hired after January 1, 2009, who separate from service in good standing and provided at least two weeks notice, will receive accumulated sick leave for up to, but not to exceed 45 days at the current salary rate.

Employees are allowed to carry a maximum of five vacation days from a given calendar year into the following calendar year except for those employees who are members of the Municipal Workers Association. Upon separation from service in good standing the employee shall be paid at the current salary rate.

Other Post Employment Benefit Obligations

In addition to providing pension benefits, the Town provides certain health care benefits for retired employees through a single employer defined benefit plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Town may vary according to length of service. The cost of providing post employment health care benefits is shared between the Town and the retired employee. Substantially all of the Town's employee's may become eligible for those benefits if they reach normal retirement age while working for the Town. The cost of retiree health care benefits is recognized as an expenditure/expense as claims are paid. The Town has recognized revenues and expenditures of \$20,320 for Medicare Part D payments made directly to its health insurance carrier on behalf of its retirees.

The Town's annual other post employment benefit ("OPEB") cost (expense) is calculated based on the annual required contribution ("ARC"), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. GASB Statement No. 45 establishes standards for the measurement, recognition and display of the expenses and liabilities for retirees' medical insurance. As a result, reporting of expenses and liabilities will no longer be done under the "pay-

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

as-you-go" approach. Instead of expensing the current year premiums paid, a per capita claims cost will be determined, which will be used to determine a "normal cost", an "actuarial accrued liability", and ultimately the ARC. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years.

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

The Town is required to accrue on the government-wide financial statements the amounts necessary to finance the plan as actuarially determined, which is equal to the balance not paid by plan members. Funding for the Plan has been established on a pay-as-you-go basis. The assumed rates of increase in post-retirement benefits are as follows:

<u>Year Ended December 31,</u>	<u>Pre-65 Medical</u>	<u>Post-65 Medical</u>	<u>Prescription Drug</u>
2011	8.50 %	6.75 %	10.00 %
2012	8.00	6.25	9.00
2013	7.50	6.00	8.00
2014	7.00	5.75	7.00
2015	6.00	5.25	6.00
2016+	5.00	5.00	5.00

The amortization basis is the level dollar method with an open amortization approach with 27 years remaining in the amortization period. The actuarial assumptions include a 4% investment rate of return and a 4% payroll growth rate. The Town currently has no assets set aside for the purpose of paying post employment benefits. The actuarial cost method utilized was the projected unit credit method.

The number of participants as of December 31, 2010 was as follows:

Active Employees	58
Retired Employees	43
	<u>101</u>

TOWN OF LEWISBORO, NEW YORK

NOTES TO FINANCIAL STATEMENTS (Continued)

DECEMBER 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

Amortization Component:	
Actuarial Accrued Liability as of January 1, 2010	\$ 18,083,836
Assets at Market Value	-
Unfunded Actuarial Accrued Liability ("UAAL")	\$ 18,083,836
Funded Ratio	0.00%
Covered Payroll (Active plan members)	\$ 2,510,000
UAAL as a Percentage of Covered Payroll	720%
Annual Required Contribution	\$ 1,957,020
Interest on Net OPEB Obligation	103,918
Adjustments to Annual Required Contribution	(150,240)
Annual OPEB Cost	1,910,698
Contributions Made	(325,417)
Increase in Net OPEB Obligation	1,585,281
Net OPEB Obligation - Beginning of Year	2,597,945
Net OPEB Obligation - End of Year	\$ 4,183,226

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

Fiscal Year Ended December 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2010	\$ 1,910,698	17.0 %	\$ 4,183,226
2009	1,517,070	19.2	2,597,945
2008	1,648,999	16.8	1,372,455

H. Revenues and Expenditures

Interfund Transfers

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

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2010**Note 3 - Detailed Notes on All Funds (Continued)**

Transfers Out	Transfers In		Total
	Capital Projects Fund	Non-Major Governmental Funds	
General Fund	\$ 20,000	\$ 83,725	\$ 103,725
Highway Fund	15,000	132,850	147,850
Non-Major Governmental Funds	24,000	223,056	247,056
	<u>\$ 59,000</u>	<u>\$ 439,631</u>	<u>\$ 498,631</u>

Transfers are used to 1) move amounts earmarked in the operating funds to fulfill commitments for Capital Projects Fund expenditures and 2) move amounts to the Debt Service Fund from the operating funds as debt service principal and interest payments become due.

I. Net Assets

The components of net assets are detailed below:

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

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

Unrestricted - all other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

J. Fund Balances

Certain elements of reserved fund balance are described above. Those additional elements which are not reflected in the statement of net assets but are reported in the governmental funds balance sheet are described below. The unreserved components of fund balance are also detailed below:

Reserved

The Reserve for Prepaid Expenditures has been provided to account for employee retirement, health insurance and other payments made in advance. This reserve indicates that the funds are not "available" for appropriation or expenditure even though they are a component of current assets.

The Reserve for Long-Term Receivables represents funds set aside to indicate the long-term nature of taxes receivable collected for other governments. These funds are not "available" for appropriation or expenditure even though they are a component of current assets.

Note 3 - Detailed Notes on All Funds (Continued)

Unreserved - Designated for Subsequent Year's Expenditures

Designations of fund balance are not legally required segregations but represent intended use for a specific purpose. At December 31, 2010, the Town has designated \$442,500 of the fund balance of the Debt Service Fund be appropriated for the ensuing year's budget.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

There are two pending matters against the Town, filed by one plaintiff, one related to an Article 78 proceeding in New York State Supreme Court and another, related to a Notice of Claim and subsequently a lawsuit in Federal Court, seeking retroactive pay and retirement benefits. The town is awaiting final judgment in the Article 78 matter. The federal suit is still pending. There is no insurance coverage afforded to the Town in those matters, and the Town intends to adamantly defend the federal suit if a settlement cannot be reached with regard to same.

One of Town's contractors has filed a Notice of Claim against the Town for alleged monetary damages resulting from the construction of a municipal pool. The contractor claims that payment is still due and owing to them for work performed on the pool. The Town asserts that the Town has a claim for damages against the contractor for failure to complete the work in a proper manner. This matter has been submitted to arbitration. The Town has filed a counterclaim in the arbitration. There is no insurance coverage afforded to the Town in this matter.

The Town, in common with other municipalities, receives numerous notices of claims for money damages arising from false arrest, property damage or personal injury. Of the claims currently pending, none are expected to have a material effect on the financial position of the Town if adversely settled, except as disclosed above.

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

B. Risk Management

The Town purchases various conventional insurance policies to reduce its exposure to loss. The general liability, law enforcement and public official's liability policies maintained provide coverage up to \$1 million per occurrence. The Town also maintains an umbrella liability policy which provides coverage up to \$10 million per occurrence.

The Town provides long term disability coverage through an insurance company that insures the wages of each employee covered in this agreement. Disability benefits usually commence on the first day after the 45th calendar day of the employee's disability. Until that point the employee has to use accumulated sick leave days.

NOTES TO FINANCIAL STATEMENTS (Concluded)
DECEMBER 31, 2010

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

Workers' compensation coverage is secured at statutory levels. However, the Town will pay two-thirds of employee salary for the first week and supplement workers compensation up to two-thirds of salary for each week thereafter.

The Town, along with other municipal entities, participates in the Municipal Employee Benefits Consortium ("MEBCO"). MEBCO is a public entity risk pool currently operating as a common risk management and health insurance program for its members. MEBCO was formed in April 1988 pursuant to an act of the Board of Legislators of the County of Westchester. This act provided cities, towns and villages throughout Westchester County with an opportunity to participate in a cooperative program for providing health benefits to municipal employees by entering into an intermunicipal agreement pursuant to Article 5-G of the General Municipal Law. The purpose of the pool is to stabilize the cost of medical benefits provided to employees (see unpaid claim liabilities). MEBCO functions primarily as a claims service whereby each participating municipality retains its own risk. MEBCO does not transfer risk since charges to each municipality are ultimately determined by their individual claims/loss experience.

C. Contingencies

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

Note 5 - Subsequent Event

The Town, in April 2011, issued bond anticipation notes for various improvements in the amount of \$402,500. The notes are due April 26, 2012 with interest at 1.1%.

TOWN OF LEWISBORO, NEW YORK

REQUIRED SUPPLEMENTARY INFORMATION - SCHEDULE OF FUNDING PROGRESS
OTHER POST EMPLOYMENT BENEFITS
LAST THREE FISCAL YEARS

Valuation Date	Actuarial		Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
	Value of Assets	Accrued Liability				
January 1, 2010	\$ -	\$ 18,083,836	\$ 18,083,836	- %	\$ 2,510,000	720.47 %
January 1, 2009	-	15,118,016	15,118,016	-	2,919,000	517.92
January 1, 2008	-	14,963,957	14,963,957	-	3,575,000	418.57

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TOWN OF LEWISBORO, NEW YORK

GENERAL FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2010 AND 2009

	<u>ASSETS</u>		2010	2009
Cash:				
Demand deposits		\$	7,144,655	\$ 9,934,248
Petty cash			1,170	981
			<u>7,145,825</u>	<u>9,935,229</u>
Taxes Receivable:				
Town and County taxes			192,108	123,617
School districts taxes			21,693,382	17,368,556
Tax liens			471,310	339,396
Property acquired for taxes			<u>166,280</u>	<u>166,280</u>
			22,523,080	17,997,849
Allowance for uncollectible taxes			<u>(166,280)</u>	<u>(166,280)</u>
			<u>22,356,800</u>	<u>17,831,569</u>
Other Receivables:				
Accounts			634,392	82,150
Due from other governments			409,700	403,849
Due from other funds			-	314,435
			<u>1,044,092</u>	<u>800,434</u>
Prepaid Expenditures			<u>93,310</u>	<u>63,842</u>
Total Assets		\$	<u>30,640,027</u>	<u>\$ 28,631,074</u>
<u>LIABILITIES AND FUND DEFICIT</u>				
Liabilities:				
Accounts payable		\$	414,843	\$ 148,561
Accrued liabilities			111,652	121,605
Due to school districts			29,561,127	28,433,670
Due to other governments			-	21,252
Due to other funds			536,462	283,393
Deferred tax revenues			231,991	156,442
Deposits payable			102,500	105,247
Overpayments			<u>19,552</u>	<u>16,216</u>
Total Liabilities			<u>30,978,127</u>	<u>29,286,386</u>
Fund Balance (Deficit):				
Reserved for prepaid expenditures			93,310	63,842
Reserved for encumbrances			-	37,105
Reserved for long-term receivables			234,772	105,890
Unreserved and undesignated			<u>(666,182)</u>	<u>(862,149)</u>
Total Fund Deficit			<u>(338,100)</u>	<u>(655,312)</u>
Total Liabilities and Fund Deficit		\$	<u>30,640,027</u>	<u>\$ 28,631,074</u>

TOWN OF LEWISBORO, NEW YORK

GENERAL FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
YEARS ENDED DECEMBER 31, 2010 AND 2009

	2010			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 2,423,249	\$ 2,423,249	\$ 2,347,700	\$ (75,549)
Other tax items	210,000	210,000	160,151	(49,849)
Non property taxes	1,810,000	1,810,000	1,907,271	97,271
Departmental income	1,828,570	1,828,570	1,768,876	(59,694)
Use of money and property	125,940	125,940	87,882	(38,058)
Licenses and permits	11,900	11,900	13,301	1,401
Fines and forfeitures	95,000	95,000	139,752	44,752
Sale of property and compensation for loss	54,500	54,500	12,870	(41,630)
State aid	545,000	545,000	606,202	61,202
Miscellaneous	25,700	25,700	31,170	5,470
Total Revenues	7,129,859	7,129,859	7,075,175	(54,684)
Expenditures:				
Current:				
General government support	2,172,845	2,164,970	2,084,182	80,788
Public safety	846,812	845,356	784,455	60,901
Health	201,345	201,345	193,624	7,721
Transportation	12,040	12,000	13,503	(1,503)
Culture and recreation	2,072,957	2,070,098	1,935,611	134,487
Home and community services	269,070	260,941	243,281	17,660
Employee benefits	1,591,895	1,825,420	1,629,787	195,633
Debt service:				
Principal	-	-	-	-
Interest	-	-	5,089	(5,089)
Total Expenditures	7,166,964	7,380,130	6,889,532	490,598
Excess (Deficiency) of Revenues Over Expenditures	(37,105)	(250,271)	185,643	435,914
Other Financing Sources (Uses):				
State loan - retirement	-	235,294	235,294	-
Transfers out	-	-	(103,725)	(103,725)
Total Other Financing Sources (Uses)	-	235,294	131,569	(103,725)
Net Change in Fund Balance	(37,105)	(14,977)	317,212	332,189
Fund Balance (Deficit) - Beginning of Year, as reported	37,105	14,977	(655,312)	(670,289)
Prior Period Adjustment	-	-	-	-
Fund Balance (Deficit) - Beginning of Year, as Restated	37,105	14,977	(655,312)	(670,289)
Fund Deficit - End of Year	\$ -	\$ -	\$ (338,100)	\$ (338,100)

2009

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,383,938	\$ 1,383,938	\$ 1,481,380	\$ 97,442
395,000	395,000	423,304	28,304
2,045,000	2,045,000	1,714,793	(330,207)
1,670,150	1,720,150	1,514,881	(205,269)
338,440	338,440	133,018	(205,422)
13,900	13,900	13,773	(127)
80,000	80,000	105,322	25,322
62,000	62,260	39,936	(22,324)
1,257,000	1,261,105	517,689	(743,416)
43,200	46,700	131,683	84,983
<u>7,288,628</u>	<u>7,346,493</u>	<u>6,075,779</u>	<u>(1,270,714)</u>
2,480,397	2,200,148	2,242,334	(42,186)
1,102,748	1,021,463	1,000,605	20,858
202,700	204,988	204,928	60
153,963	153,767	150,773	2,994
2,190,406	2,126,322	2,124,791	1,531
292,395	312,061	290,139	21,922
1,393,695	1,413,379	1,528,157	(114,778)
155,000	-	-	-
146,839	57,122	57,122	-
<u>8,118,143</u>	<u>7,489,250</u>	<u>7,598,849</u>	<u>(109,599)</u>
<u>(829,515)</u>	<u>(142,757)</u>	<u>(1,523,070)</u>	<u>(1,380,313)</u>
(70,000)	(68,232)	(351,625)	(283,393)
(70,000)	(68,232)	(351,625)	(283,393)
<u>(899,515)</u>	<u>(210,989)</u>	<u>(1,874,695)</u>	<u>(1,663,706)</u>
899,515	210,989	738,268	527,279
-	-	481,115	481,115
<u>899,515</u>	<u>210,989</u>	<u>1,219,383</u>	<u>1,008,394</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (655,312)</u>	<u>\$ (655,312)</u>

TOWN OF LEWISBORO, NEW YORK

GENERAL FUND

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET

YEAR ENDED DECEMBER 31, 2010

(With Comparative Actuals for 2009)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2009 Actual
REAL PROPERTY TAXES	\$ 2,423,249	\$ 2,423,249	\$ 2,347,700	\$ (75,549)	\$ 1,481,380
OTHER TAX ITEMS					
Gain on sale of tax acquired property	-	-	-	-	200,000
Interest and penalties on real property taxes	210,000	210,000	160,151	(49,849)	223,304
NON-PROPERTY TAXES	210,000	210,000	160,151	(49,849)	423,304
Franchise fees	200,000	200,000	284,146	84,146	206,081
Non-property tax distribution from County	1,610,000	1,610,000	1,623,125	13,125	1,508,712
	1,810,000	1,810,000	1,907,271	97,271	1,714,793
DEPARTMENTAL INCOME					
Tax collector fees	4,500	4,500	3,228	(1,272)	5,107
Town Clerk fees	5,000	5,000	2,987	(2,013)	7,988
Police fees	100	100	99	(1)	105
Dog shelter redemptions	1,200	1,200	5,580	4,380	1,565
Inspection fees	381,500	381,500	381,692	192	213,744
Parking lot fees and on-street parking	3,000	3,000	3,450	450	610
Parks and recreation charges	1,362,980	1,362,980	1,327,416	(35,564)	1,262,857
Planning board fees	42,500	42,500	26,004	(16,496)	6,655
Bulk refuse	2,750	2,750	1,030	(1,720)	3,130
Library fees	2,040	2,040	2,040	-	2,040
Cemetery fees	23,000	23,000	15,350	(7,650)	24,450
	1,828,570	1,828,570	1,768,876	(59,694)	1,528,251

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TOWN OF LEWISBORO, NEW YORK

GENERAL FUND

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET

YEAR ENDED DECEMBER 31, 2010

(With Comparative Actuals for 2009)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2009 Actual
STATE AID					
Mortgage tax	\$ 500,000	\$ 500,000	\$ 543,101	\$ 43,101	\$ 472,122
Per capita	42,000	42,000	38,101	(3,899)	40,553
STAR Program	3,000	3,000	-	(3,000)	-
Traffic safety	-	-	-	-	909
Watershed grant	-	-	25,000	25,000	-
Court facilities	-	-	-	-	4,105
	<u>545,000</u>	<u>545,000</u>	<u>606,202</u>	<u>61,202</u>	<u>517,689</u>
MISCELLANEOUS					
Refund of prior year's expenditures	3,000	3,000	48	(2,952)	7,880
Gifts and donations	-	-	2,264	2,264	103,510
Medicare Part D reimbursement	12,500	12,500	20,320	7,820	14,989
Unclassified	10,200	10,200	8,538	(1,662)	5,304
	<u>25,700</u>	<u>25,700</u>	<u>31,170</u>	<u>5,470</u>	<u>131,683</u>
TOTAL REVENUES	7,129,859	7,129,859	7,075,175	(54,684)	6,075,779
OTHER FINANCING SOURCES					
State Loan - Retirement	-	235,294	235,294	-	-
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 7,129,859</u>	<u>\$ 7,365,153</u>	<u>\$ 7,310,469</u>	<u>\$ (54,684)</u>	<u>\$ 6,075,779</u>

TOWN OF LEWISBORO, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET
YEAR ENDED DECEMBER 31, 2010
(With Comparative Actuals for 2009)

GENERAL GOVERNMENT SUPPORT

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2009 Actual
Town Board	\$ 56,228	\$ 56,228	\$ 52,754	\$ 3,474	\$ 55,685
Town Justice	158,069	158,049	158,707	(658)	166,749
Supervisor	143,114	143,115	140,406	2,709	142,843
Finance	123,428	123,428	125,439	(2,011)	91,230
Independent auditing	35,715	35,715	33,253	2,462	18,839
Receiver of Taxes	144,366	144,330	139,091	5,239	152,914
Assessor	112,171	112,137	91,220	20,917	120,109
Town Clerk	150,039	148,838	144,448	4,390	153,630
Law	119,979	119,428	137,677	(18,249)	219,309
Engineer	70,000	70,000	63,969	6,031	73,448
Elections	7,897	7,897	7,089	808	7,108
Records management	5,421	5,216	6,862	(1,646)	8,897
Shared services	707,646	705,838	691,620	14,218	723,093
Central printing and mailing	41,609	40,000	32,551	7,449	36,567
Technical services	70,813	68,401	44,422	23,979	73,511
Insurance	161,600	161,600	157,477	4,123	159,155
Municipal association dues	2,250	2,250	2,250	-	2,250
Judgement and claims	47,500	47,500	39,977	7,523	23,450
Metropolitan commuter transportation mobility tax	15,000	15,000	14,970	30	13,547
	<u>2,172,845</u>	<u>2,164,970</u>	<u>2,084,182</u>	<u>80,788</u>	<u>2,242,334</u>

PUBLIC SAFETY

Police	603,920	602,408	546,517	55,891	747,493
Control of dogs	3,869	4,700	6,933	(2,233)	3,505
Safety inspections	239,023	238,248	231,005	7,243	249,607

HEALTH

Registrar of vital statistics	2,345	2,345	2,408	(63)	2,140
Advanced life support services	192,500	192,500	184,716	7,784	189,788
Drug abuse prevention council	6,500	6,500	6,500	-	13,000

TRANSPORTATION

Superintendent of highways	40	-	-	-	140,622
Street lighting	12,000	12,000	13,503	(1,503)	10,151
	12,040	12,000	13,503	(1,503)	150,773

CULTURE AND RECREATION

Recreational administration	252,073	251,852	196,622	55,230	247,319
Parks	186,025	185,226	178,987	6,239	213,765
Playgrounds and day camp	555,100	534,349	517,846	16,503	551,086
Beach and pool	202,899	216,847	207,811	9,036	236,577
Tennis facility	28,200	28,200	32,669	(4,469)	33,703
Youth programs	260,681	259,554	216,362	43,192	235,255
Library	336,771	336,771	336,771	-	376,771
Historian	1,500	1,500	1,188	312	1,000
Celebrations	34,212	36,955	35,708	1,247	33,320
Program for the aging	76,260	76,260	69,493	6,767	68,429
Adult and family activities	23,385	23,385	24,869	(1,484)	23,688
Transportation	115,851	119,199	117,285	1,914	103,878
	2,072,957	2,070,098	1,935,611	134,487	2,124,791

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TOWN OF LEWISBORO, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET (Continued)
YEAR ENDED DECEMBER 31, 2010
(With Comparative Actuals for 2009)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2009 Actual
HOME AND COMMUNITY SERVICES					
Zoning	\$ 29,292	\$ 28,770	\$ 28,930	\$ (160)	\$ 28,874
Planning board	73,677	73,177	73,450	(273)	74,507
Planning consultant	68,950	67,500	57,500	10,000	59,645
Environmental control	54,607	52,500	48,188	4,312	51,871
Storm water	12,500	12,500	15,723	(3,223)	20,710
Sanitation	8,400	6,922	3,072	3,850	3,050
Recycling	2,250	2,250	1,038	1,212	36,063
Community beautification	2,000	2,000	976	1,024	1,410
Cemeteries	8,522	6,450	5,491	959	5,600
Architectural	8,872	8,872	8,913	(41)	8,409
	<u>269,070</u>	<u>260,941</u>	<u>243,281</u>	<u>17,660</u>	<u>290,139</u>
EMPLOYEE BENEFITS					
State retirement	289,022	524,316	454,383	69,933	169,520
Police retirement	117,118	117,118	82,629	34,489	95,413
Social security	254,000	254,000	240,575	13,425	289,507
Hospitalization, medical and dental insurance	734,586	734,586	656,246	78,340	804,172
Workers' compensation benefits	75,000	75,000	74,925	75	70,520
Disability	10,969	9,200	12,827	(3,627)	9,966
Dental	41,000	41,000	38,444	2,556	19,893
Medicare	26,500	26,500	25,101	1,399	23,522
Wellcare benefit	33,700	33,700	23,838	9,862	28,742
Unemployment benefits	10,000	10,000	20,819	(10,819)	16,902
	<u>1,591,895</u>	<u>1,825,420</u>	<u>1,629,787</u>	<u>195,633</u>	<u>1,528,157</u>

DEBT SERVICE

Interest -					
Bond anticipation notes	-	5,089	(5,089)	57,122	
TOTAL EXPENDITURES	7,166,964	6,889,532	490,598	7,598,849	
OTHER FINANCING USES					
Transfers out:					
Capital Projects Fund	-	20,000	(20,000)	-	
Debt Service Fund	-	83,725	(83,725)	351,625	
	-	103,725	(103,725)	351,625	
TOTAL EXPENDITURES AND OTHER FINANCING USES	\$ 7,166,964	\$ 6,993,257	\$ 386,873	\$ 7,950,474	

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TOWN OF LEWISBORO, NEW YORK

HIGHWAY FUND
 COMPARATIVE BALANCE SHEET
 DECEMBER 31, 2010 AND 2009

	<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash - Demand deposits		\$ 170,033	\$ 149,760
Due from Other Funds		5,610	-
Prepaid Expenditures		<u>45,029</u>	<u>22,405</u>
Total Assets		<u>\$ 220,672</u>	<u>\$ 172,165</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Accounts payable		\$ 127,201	\$ 92,168
Accrued liabilities		<u>56,550</u>	<u>73,691</u>
Total liabilities		<u>183,751</u>	<u>165,859</u>
Fund Balance (Deficit):			
Reserved for prepaid expenditures		45,029	22,405
Reserved for encumbrances		-	5,577
Unreserved and undesignated		<u>(8,108)</u>	<u>(21,676)</u>
Total Fund Balance		<u>36,921</u>	<u>6,306</u>
Total Liabilities and Fund Balance		<u>\$ 220,672</u>	<u>\$ 172,165</u>

TOWN OF LEWISBORO, NEW YORK

HIGHWAY FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
YEARS ENDED DECEMBER 31, 2010 AND 2009

	2010			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 2,852,368	\$ 2,852,368	\$ 2,852,368	\$ -
Use of money and property	10,000	10,000	20	(9,980)
Sale of property and compensation for loss	3,250	3,250	100	(3,150)
State aid	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>2,865,618</u>	<u>2,865,618</u>	<u>2,852,488</u>	<u>(13,130)</u>
Expenditures:				
Current:				
General government support	64,000	64,000	59,633	4,367
Transportation	1,995,719	1,995,719	1,974,416	21,303
Employee benefits	718,876	718,876	635,284	83,592
Debt service - Interest	-	-	4,690	(4,690)
Total Expenditures	<u>2,778,595</u>	<u>2,778,595</u>	<u>2,674,023</u>	<u>104,572</u>
Excess of Revenues Over Expenditures	87,023	87,023	178,465	91,442
Other Financing Uses - Transfers out	<u>(102,600)</u>	<u>(102,600)</u>	<u>(147,850)</u>	<u>(45,250)</u>
Net Change in Fund Balance	<u>(15,577)</u>	<u>(15,577)</u>	<u>30,615</u>	<u>46,192</u>
Fund Balance - Beginning of Year, as Reported	15,577	15,577	6,306	(9,271)
Prior Period Adjustment	-	-	-	-
Fund Balance - Beginning of Year, as Restated	<u>15,577</u>	<u>15,577</u>	<u>6,306</u>	<u>(9,271)</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,921</u>	<u>\$ 36,921</u>

2009			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,927,269	\$ 2,927,269	\$ 2,927,269	\$ -
30,000	30,000	8,256	(21,744)
3,250	3,250	3,460	210
110,000	110,000	-	(110,000)
-	3,648	7,325	3,677
3,070,519	3,074,167	2,946,310	(127,857)
10,000	61,358	61,771	(413)
2,141,268	2,116,300	2,161,438	(45,138)
588,400	599,658	679,859	(80,201)
5,542	5,542	5,500	42
2,745,210	2,782,858	2,908,568	(125,710)
325,309	291,309	37,742	(253,567)
(325,309)	(325,309)	(324,511)	798
-	(34,000)	(286,769)	(252,769)
-	34,000	249,276	215,276
-	-	43,799	43,799
-	34,000	293,075	259,075
\$ -	\$ -	\$ 6,306	\$ 6,306

TOWN OF LEWISBORO, NEW YORK

CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2010 AND 2009

	<u>ASSETS</u>		2010	2009
Cash - Demand deposits			\$ 241,898	\$ 242,227
Due from Other Funds			373,685	593,636
Restricted Assets			26,855	-
Total Assets			<u>\$ 642,438</u>	<u>\$ 835,863</u>
<u>LIABILITIES AND FUND DEFICIT</u>				
Liabilities:				
Accounts payable			\$ -	\$ 57,440
Due to other funds			-	123,709
Retainages payable			202,234	207,172
Deferred revenues - Other			132,712	180,087
Bond anticipation notes payable			1,305,000	1,364,000
Loan payable			-	5,822,784
Total Liabilities			1,639,946	7,755,192
Fund Deficit -				
Unreserved and undesignated			(997,508)	(6,919,329)
Total Liabilities and Fund Deficit			<u>\$ 642,438</u>	<u>\$ 835,863</u>

TOWN OF LEWISBORO, NEW YORK

CAPITAL PROJECTS FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE

YEARS ENDED DECEMBER 31, 2010 AND 2009

	2010	2009
Revenues:		
State aid	\$ 47,375	\$ 147,734
Miscellaneous	1,000	6,000
Total Revenues	48,375	153,734
Expenditures - Capital outlay	111,376	565,986
Deficiency of Revenues Over Expenditures	(63,001)	(412,252)
Other Financing Sources:		
Bonds issued	5,925,822	2,160,000
Transfers in	59,000	443,600
Total Other Financing Sources	5,984,822	2,603,600
Net Change in Fund Balance	5,921,821	2,191,348
Fund Deficit - Beginning of Year, as reported	(6,919,329)	(8,784,424)
Prior Period Adjustment	-	(326,253)
Fund Deficit - Beginning of Year, as restated	(6,919,329)	(9,110,677)
Fund Deficit - End of Year	\$ (997,508)	\$ (6,919,329)

TOWN OF LEWISBORO, NEW YORK

COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2010
 (With Comparative Totals for 2009)

	Special Districts	Debt Service	Totals	
			2010	2009
<u>ASSETS</u>				
Cash and Equivalents	\$ 47,895	\$ 14,694	\$ 62,589	\$ 46,109
Receivables:				
Water rents	43,057	-	43,057	52,072
State and Federal aid	-	-	-	34,137
Due from other funds	73,608	478,480	552,088	110,989
	116,665	478,480	595,145	197,198
Total Assets	\$ 164,560	\$ 493,174	\$ 657,734	\$ 243,307
<u>LIABILITIES AND FUND BALANCES (DEFICITS)</u>				
Liabilities:				
Accounts payable	\$ 43,066	\$ -	\$ 43,066	\$ 26,486
Accrued liabilities	269	-	269	-
Due to other funds	394,921	-	394,921	611,958
Total Liabilities	438,256	-	438,256	638,444
Fund Balances (Deficits):				
Reserved for encumbrances	-	-	-	6,194
Reserved for debt service	-	50,674	50,674	37,634
Unreserved:				
Designated for subsequent years expenditures	-	442,500	442,500	-
Undesignated	(273,696)	-	(273,696)	(438,965)
Total Fund Balances (Deficits)	(273,696)	493,174	219,478	(395,137)
Total Liabilities and Fund Balances (Deficits)	\$ 164,560	\$ 493,174	\$ 657,734	\$ 243,307

TOWN OF LEWISBORO, NEW YORK

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 YEAR ENDED DECEMBER 31, 2010
 (With Comparative Totals for 2009)

	Special Districts	Debt Service	Totals	
			2010	2009
Revenues:				
Real property taxes	\$ 694,471	\$ -	\$ 694,471	\$ 378,875
Departmental income	181,695	-	181,695	186,723
Use of money and property	73	-	73	32,158
State aid	38,256	-	38,256	171,713
Total Revenues	914,495	-	914,495	769,469
Expenditures:				
Current:				
General government support	43,376	-	43,376	187,894
Transportation	12,779	-	12,779	12,063
Home and community services	425,342	-	425,342	404,109
Debt service:				
Principal	-	603,000	603,000	307,000
Interest	26,867	342,808	369,675	498,357
Total Expenditures	508,364	945,808	1,454,172	1,409,423
Excess (Deficiency) of Revenues Over Expenditures	406,131	(945,808)	(539,677)	(639,954)
Other Financing Sources (Uses):				
Sale of real property	-	961,717	961,717	-
Transfers in	-	439,631	439,631	468,739
Transfers out	(247,056)	-	(247,056)	(236,203)
Total Other Financing Sources (Uses)	(247,056)	1,401,348	1,154,292	232,536
Net Change in Fund Balances	159,075	455,540	614,615	(407,418)
Fund Balances (Deficits) - Beginning of Year, as Reported	(432,771)	37,634	(395,137)	(217,368)
Prior Period Adjustment	-	-	-	229,649
Fund Balances (Deficits) - Beginning of Year, as Restated	(432,771)	37,634	(395,137)	12,281
Fund Balances (Deficits) - End of Year	\$ (273,696)	\$ 493,174	\$ 219,478	\$ (395,137)

TOWN OF LEWISBORO, NEW YORK

SPECIAL DISTRICTS FUND
 COMBINING BALANCE SHEET - SUB-FUNDS
 DECEMBER 31, 2010
 (With Comparative Totals for 2009)

	Wild Oaks Sewer District	Oak Ridge Sewer District	Water District
<u>ASSETS</u>			
Cash - Demand deposits	\$ 8,754	\$ -	\$ 37,552
Receivables:			
Water rents	-	-	43,057
State and Federal aid	-	-	-
Due from other funds	59,756	-	-
	59,756	-	43,057
Total Assets	\$ 68,510	\$ -	\$ 80,609
<u>LIABILITIES AND FUND BALANCES (DEFICITS)</u>			
Liabilities:			
Accounts payable	\$ 16,293	\$ 12,568	\$ 12,794
Accrued liabilities	269	-	-
Due to other funds	-	289,767	103,207
Total Liabilities	16,562	302,335	116,001
Fund Balances (Deficits):			
Reserved for encumbrances	-	-	-
Unreserved and undesignated	51,948	(302,335)	(35,392)
Total Fund Balances (Deficits)	51,948	(302,335)	(35,392)
Total Liabilities and Fund Balances (Deficits)	\$ 68,510	\$ -	\$ 80,609

Lighting District	Totals	
	2010	2009
<u>\$ 1,589</u>	<u>\$ 47,895</u>	<u>\$ 31,415</u>
-	43,057	52,072
-	-	34,137
<u>13,852</u>	<u>73,608</u>	<u>88,049</u>
<u>13,852</u>	<u>116,665</u>	<u>174,258</u>
<u>\$ 15,441</u>	<u>\$ 164,560</u>	<u>\$ 205,673</u>
<u>\$ 1,411</u>	<u>\$ 43,066</u>	<u>\$ 26,486</u>
-	269	-
<u>1,947</u>	<u>394,921</u>	<u>611,958</u>
<u>3,358</u>	<u>438,256</u>	<u>638,444</u>
-	-	6,194
<u>12,083</u>	<u>(273,696)</u>	<u>(438,965)</u>
<u>12,083</u>	<u>(273,696)</u>	<u>(432,771)</u>
<u>\$ 15,441</u>	<u>\$ 164,560</u>	<u>\$ 205,673</u>

TOWN OF LEWISBORO, NEW YORK

SPECIAL DISTRICTS FUND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCES - SUB-FUNDS

YEAR ENDED DECEMBER 31, 2010

(With Comparative Totals for 2009)

	Wild Oaks Sewer District	Oak Ridge Sewer District	Water District
Revenues:			
Real property taxes	\$ 180,556	\$ 501,040	\$ -
Departmental income	-	-	181,695
Use of money and property	27	-	36
State aid	38,256	-	-
Total Revenues	218,839	501,040	181,731
Expenditures:			
Current:			
General government support	33,828	9,548	-
Transportation	-	-	-
Home and community services	128,109	152,715	144,518
Debt service -			
Interest	-	21,157	5,710
Total Expenditures	161,937	183,420	150,228
Excess (Deficiency) of Revenues Over Expenditures	56,902	317,620	31,503
Other Financing Uses - Transfers out	(31,780)	(191,276)	(24,000)
Net Change in Fund Balances	25,122	126,344	7,503
Fund Balances (Deficits) - Beginning of Year, as Reported	26,826	(428,679)	(42,895)
Prior Period Adjustment	-	-	-
Fund Balances (Deficits) - Beginning of Year, as Restated	26,826	(428,679)	(42,895)
Fund Balances (Deficits) - End of Year	\$ 51,948	\$ (302,335)	\$ (35,392)

Lighting District	Totals	
	2010	2009
\$ 12,875	\$ 694,471	\$ 378,875
-	181,695	186,723
10	73	165
-	38,256	171,713
<u>12,885</u>	<u>914,495</u>	<u>737,476</u>
-	43,376	187,894
12,779	12,779	12,063
-	425,342	404,109
-	26,867	186,618
<u>12,779</u>	<u>508,364</u>	<u>790,684</u>
106	406,131	(53,208)
-	(247,056)	(236,203)
<u>106</u>	<u>159,075</u>	<u>(289,411)</u>
11,977	(432,771)	(217,368)
-	-	74,008
<u>11,977</u>	<u>(432,771)</u>	<u>(143,360)</u>
<u>\$ 12,083</u>	<u>\$ (273,696)</u>	<u>\$ (432,771)</u>

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TOWN OF LEWISBORO, NEW YORK

SPECIAL DISTRICTS FUND - WILD OAKS SEWER DISTRICT
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2010 AND 2009

	<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash - Demand deposits		\$ 8,754	\$ 13,270
Receivables:			
State and Federal aid		-	34,137
Due from other funds		59,756	-
		<u>59,756</u>	<u>34,137</u>
Total Assets		<u>\$ 68,510</u>	<u>\$ 47,407</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Accounts payable		\$ 16,293	\$ 20,581
Accrued liabilities		269	-
Total Liabilities		16,562	20,581
Fund Balance -			
Unreserved and undesignated		51,948	26,826
Total Liabilities and Fund Balance		<u>\$ 68,510</u>	<u>\$ 47,407</u>

TOWN OF LEWISBORO, NEW YORK

SPECIAL DISTRICTS FUND - WILD OAKS SEWER DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2010 AND 2009

	2010			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 180,556	\$ 180,556	\$ 180,556	\$ -
Departmental income	6,500	6,500	-	(6,500)
Use of money and property	100	100	27	(73)
State aid	-	-	38,256	38,256
Total Revenues	187,156	187,156	218,839	31,683
Expenditures -				
Current:				
General government support	17,850	17,850	33,828	(15,978)
Home and community services	137,615	137,615	128,109	9,506
Total Expenditures	155,465	155,465	161,937	(6,472)
Excess of Revenues Over Expenditures	31,691	31,691	56,902	25,211
Other Financing Uses - Transfers out	(31,691)	(31,691)	(31,780)	(89)
Net Change in Fund Balance	-	-	25,122	25,122
Fund Balance - Beginning of Year	-	-	26,826	26,826
Fund Balance - End of Year	\$ -	\$ -	\$ 51,948	\$ 51,948

2009

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 186,410	\$ 186,410	\$ 186,410	\$ -
6,500	6,500	-	(6,500)
1,000	1,000	49	(951)
-	137,576	171,713	34,137
193,910	331,486	358,172	26,686
21,621	159,197	182,109	(22,912)
138,775	138,775	117,755	21,020
160,396	297,972	299,864	(1,892)
33,514	33,514	58,308	24,794
(33,514)	(33,514)	(32,603)	911
-	-	25,705	25,705
-	-	1,121	1,121
\$ -	\$ -	\$ 26,826	\$ 26,826

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TOWN OF LEWISBORO, NEW YORK

SPECIAL DISTRICTS FUND - OAK RIDGE SEWER DISTRICT
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2010 AND 2009

	<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Due from Other Funds		<u>\$ -</u>	<u>\$ 88,049</u>
<u>LIABILITIES AND FUND DEFICIT</u>			
Liabilities:			
Accounts payable		\$ 12,568	\$ 5,397
Due to other funds		<u>289,767</u>	<u>511,331</u>
Total Liabilities		302,335	516,728
Fund Deficit -			
Unreserved and undesignated		<u>(302,335)</u>	<u>(428,679)</u>
Total Liabilities and Fund Deficit		<u>\$ -</u>	<u>\$ 88,049</u>

TOWN OF LEWISBORO, NEW YORK

SPECIAL DISTRICTS FUND - OAK RIDGE SEWER DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2010 AND 2009

	2010			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 501,050	\$ 501,050	\$ 501,040	\$ (10)
Departmental income	-	-	-	-
Use of money and property	40	40	-	(40)
Total Revenues	501,090	501,090	501,040	(50)
Expenditures:				
Current:				
General government support	12,500	12,500	9,548	2,952
Home and community services	172,392	172,392	152,715	19,677
Debt service - Interest	21,157	21,157	21,157	-
Total Expenditures	206,049	206,049	183,420	22,629
Excess (Deficiency) of Revenues Over Expenditures	295,041	295,041	317,620	22,579
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	(295,041)	(295,041)	(191,276)	103,765
Total Other Financing Uses	(295,041)	(295,041)	(191,276)	103,765
Net Change in Fund Balance	-	-	126,344	126,344
Fund Deficit - Beginning of Year	-	-	(428,679)	(428,679)
Fund Deficit - End of Year	\$ -	\$ -	\$ (302,335)	\$ (302,335)

2009

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 180,279	\$ 180,279	\$ 179,965	\$ (314)
176,000	176,000	-	(176,000)
-	-	24	24
<u>356,279</u>	<u>356,279</u>	<u>179,989</u>	<u>(176,290)</u>
58,978	58,978	5,785	53,193
163,550	163,550	153,213	10,337
<u>93,751</u>	<u>93,751</u>	<u>170,571</u>	<u>(76,820)</u>
<u>316,279</u>	<u>316,279</u>	<u>329,569</u>	<u>(13,290)</u>
40,000	40,000	(149,580)	(189,580)
776,100	-	-	-
<u>(816,100)</u>	<u>(40,000)</u>	<u>(164,100)</u>	<u>(124,100)</u>
<u>(40,000)</u>	<u>(40,000)</u>	<u>(164,100)</u>	<u>(124,100)</u>
-	-	(313,680)	(313,680)
-	-	(114,999)	(114,999)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (428,679)</u>	<u>\$ (428,679)</u>

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TOWN OF LEWISBORO, NEW YORK

SPECIAL DISTRICTS FUND - WATER DISTRICT
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2010 AND 2009

	<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash - Demand deposits		\$ 37,552	\$ 6,168
Water Rents Receivable		<u>43,057</u>	<u>52,072</u>
Total Assets		<u>\$ 80,609</u>	<u>\$ 58,240</u>
<u>LIABILITIES AND FUND DEFICIT</u>			
Liabilities:			
Accounts payable		\$ 12,794	\$ 508
Due to other funds		<u>103,207</u>	<u>100,627</u>
Total Liabilities		<u>116,001</u>	<u>101,135</u>
Fund Balance (Deficit):			
Reserved for encumbrances		-	6,194
Unreserved and undesignated		<u>(35,392)</u>	<u>(49,089)</u>
Total Fund Deficit		<u>(35,392)</u>	<u>(42,895)</u>
Total Liabilities and Fund Deficit		<u>\$ 80,609</u>	<u>\$ 58,240</u>

TOWN OF LEWISBORO, NEW YORK

SPECIAL DISTRICTS FUND - WATER DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2010 AND 2009

	2010			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Departmental income	\$ 199,169	\$ 199,169	\$ 181,695	\$ (17,474)
Use of money and property	100	100	36	(64)
Total Revenues	199,269	199,269	181,731	(17,538)
Expenditures:				
Current -				
Home and community services	161,476	161,476	144,518	16,958
Debt service -				
Interest	4,487	4,487	5,710	(1,223)
Total Expenditures	165,963	165,963	150,228	15,735
Excess of Revenues Over Expenditures	33,306	33,306	31,503	(1,803)
Other Financing Uses -				
Transfers out	(39,500)	(39,500)	(24,000)	(15,500)
Net Change in Fund Balance	(6,194)	(6,194)	7,503	13,697
Fund Balance (Deficit) - Beginning of Year, as reported	6,194	6,194	(42,895)	(49,089)
Prior Period Adjustment	-	-	-	-
Fund Balance (Deficit) - Beginning of Year, as restated	6,194	6,194	(42,895)	(49,089)
Fund Deficit - End of Year	\$ -	\$ -	\$ (35,392)	\$ (35,392)

2009			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 224,000 1,000	\$ 224,000 1,000	\$ 186,723 59	\$ (37,277) (941)
225,000	225,000	186,782	(38,218)
175,102	175,102	133,141	41,961
9,898	9,898	16,047	(6,149)
185,000	185,000	149,188	35,812
40,000	40,000	37,594	(2,406)
(40,000)	(40,000)	(39,500)	(500)
-	-	(1,906)	(1,906)
-	-	(114,997)	(114,997)
-	-	74,008	74,008
-	-	(40,989)	(40,989)
\$ -	\$ -	\$ (42,895)	\$ (42,895)

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TOWN OF LEWISBORO, NEW YORK

SPECIAL DISTRICTS FUND - LIGHTING DISTRICT
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 1,589	\$ 11,977
Due from Other Funds	<u>13,852</u>	<u>-</u>
Total Assets	<u>\$ 15,441</u>	<u>\$ 11,977</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Current Liabilities:		
Accounts payable	\$ 1,411	\$ -
Due to other funds	<u>1,947</u>	<u>-</u>
Total Liabilities	3,358	-
Fund Balance - Unreserved and undesignated	<u>12,083</u>	<u>11,977</u>
Total Liabilities and Fund Balance	<u>\$ 15,441</u>	<u>\$ 11,977</u>

TOWN OF LEWISBORO, NEW YORK

SPECIAL DISTRICTS FUND - LIGHTING DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2010 AND 2009

	2010			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 12,875	\$ 12,875	\$ 12,875	\$ -
Use of money and property	-	-	10	10
Total Revenues	12,875	12,875	12,885	10
Expenditures - Current - Transportation	12,875	12,875	12,779	96
Excess (Deficiency) of Revenues Over Expenditures	-	-	106	106
Fund Balance - Beginning of Year	-	-	11,977	11,977
Fund Balance - End of Year	\$ -	\$ -	\$ 12,083	\$ 12,083

2009

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 12,500 -	\$ 12,500 -	\$ 12,500 33	\$ - 33
12,500	12,500	12,533	33
18,500	18,500	12,063	6,437
(6,000)	(6,000)	470	6,470
6,000	6,000	11,507	5,507
\$ -	\$ -	\$ 11,977	\$ 11,977

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TOWN OF LEWISBORO, NEW YORK

DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2010 AND 2009

	<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash - Demand deposits		\$ 14,694	\$ 14,694
Due from Other Funds		478,480	22,940
Total Assets		<u>\$ 493,174</u>	<u>\$ 37,634</u>
	<u>FUND BALANCE</u>		
Reserved for Debt Service		\$ 50,674	\$ 37,634
Unreserved - Designated for subsequent year's expenditures		442,500	-
Total Fund Balance		<u>\$ 493,174</u>	<u>\$ 37,634</u>

TOWN OF LEWISBORO, NEW YORK

DEBT SERVICE FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
YEARS ENDED DECEMBER 31, 2010 AND 2009

	2010			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues -				
Use of money and property	\$ -	\$ -	\$ -	\$ -
Expenditures - Debt service -				
Principal:				
Serial bonds	717,000	717,000	603,000	114,000
Bond anticipation notes	35,000	35,000	-	35,000
	752,000	752,000	603,000	149,000
Interest:				
Serial bonds	353,641	353,641	342,808	10,833
Bond anticipation notes	13,459	13,459	-	13,459
	367,100	367,100	342,808	24,292
Total Expenditures	1,119,100	1,119,100	945,808	173,292
Excess (Deficiency) of Revenues Over Expenditures	(1,119,100)	(1,119,100)	(945,808)	173,292
Other Financing Sources (Uses):				
Sale of real property	668,611	668,611	961,717	293,106
Transfers in	450,489	450,489	439,631	(10,858)
Transfers out	-	-	-	-
Total Other Financing Sources	1,119,100	1,119,100	1,401,348	282,248
Net Change in Fund Balance	-	-	455,540	455,540
Fund Balance -				
Beginning of Year, as reported	-	-	37,634	37,634
Prior Period Adjustment	-	-	-	-
Fund Balance -				
Beginning of Year, as restated	-	-	37,634	37,634
Fund Balance - End of Year	\$ -	\$ -	\$ 493,174	\$ 493,174

2009			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ 31,993	\$ 31,993
-	307,000	307,000	-
-	-	-	-
-	307,000	307,000	-
-	313,448	311,739	1,709
-	-	-	-
-	313,448	311,739	1,709
-	620,448	618,739	1,709
-	(620,448)	(586,746)	33,702
-	-	-	-
776,100 (776,100)	470,448	468,739	(1,709)
-	470,448	468,739	(1,709)
-	(150,000)	(118,007)	31,993
-	150,000	-	(150,000)
-	-	155,641	155,641
-	150,000	155,641	5,641
\$ -	\$ -	\$ 37,634	\$ 37,634

