

Incorporated Village of Garden City, New York

Financial Statements and
Supplementary Information

Year Ended May 31, 2020

Incorporated Village of Garden City, New York

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Independent Auditors' Report

**The Honorable Mayor and Board of Trustees
of the Incorporated Village of Garden City, New York**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Incorporated Village of Garden City, New York ("Village") as of and for the year ended May 31, 2020, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above, present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village, as of May 31, 2020, and the respective changes in financial position and, where applicable, cash flows, thereof, and the respective budgetary comparison for the General and Library funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

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

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

We previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Village as of and for the year ended May 31, 2019, (not presented herein) and have issued our report thereon dated December 19, 2019, which contained unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information. The combining and individual fund financial statements and schedules for the year ended May 31, 2019 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the 2019 financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied on the audit of the 2019 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in the relation to the basic financial statements as a whole for the year ended May 31, 2019.

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP

Harrison, New York

December 11, 2020

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Incorporated Village of Garden City, New York

Management's Discussion and Analysis (MD&A) May 31, 2020

As management of the Incorporated Village of Garden City, New York ("Village"), we offer readers of the financial statements this narrative overview and analysis of the financial activities for the year ended May 31, 2020. We encourage readers to consider the information presented here in conjunction with the Village's financial statements.

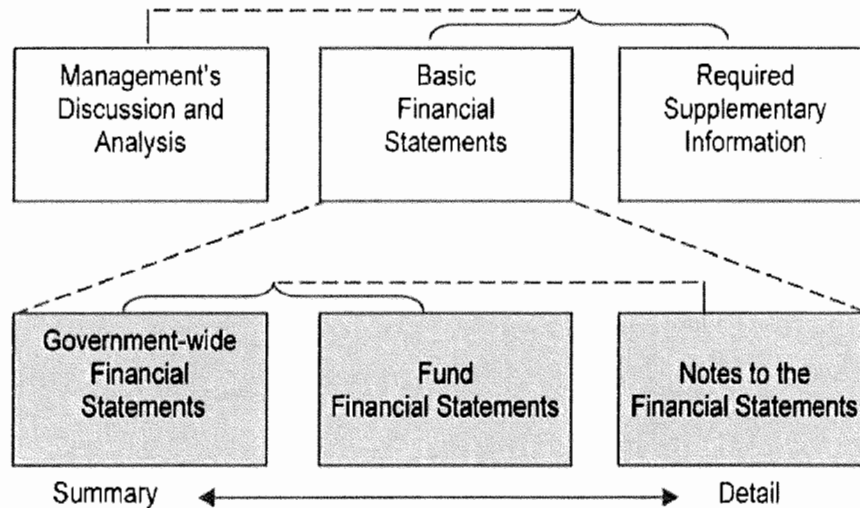
FINANCIAL HIGHLIGHTS

- The combined liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$86,304,935 (net position) at May 31, 2020. The Village's combined net position continues to be greatly impacted due to the implementation of GASB Statement No. 75, "*Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)*". This statement addresses accounting and financial reporting for OPEB by establishing standards for recognizing and measuring liabilities, deferred outflows/inflows of resources and expenses/expenditures. This statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value and attribute that present value to the periods of employee service. Since there are no mechanisms that exists under current New York State Law for New York municipalities to pre-fund these obligations in an irrevocable trust, entities must report their *total* OPEB liability (as opposed to the *net* OPEB liability that had been reported under a prior standard). For the year ending May 31, 2020, the Village's OPEB liability of \$176,646,644 and \$11,320,163 for governmental and business-type activities, respectively, are reflected as a liability on the government-wide Statement of Net Position and thus, negatively impacts the total net position calculation. More detail information about the Village's OPEB liabilities is presented in Note 3.E in the notes to the financial statements.
- The Village's total combined net position decreased by \$10,759,108 of which \$11,058,571 was related to a decrease in the governmental activities net position and \$299,463 was related to an increase in the business-type activities net position.
- As of May 31, 2020, the Village's governmental funds reported combined ending fund balances of \$31,422,308. Of this amount, \$968,007 is not in spendable form or is required to remain intact. The remaining \$30,454,301 or approximately 97% of total fund balances is in spendable form with various levels of spending constraint: restricted, assigned, or unassigned making them available for spending at the Village's discretion (see Note 3.H).
- At year end, the Village's total fund balance for the General Fund was \$15,533,678, an increase of \$202,872 from the prior year. The assigned and unassigned fund balance for the General Fund was \$12,156,613.
- The Village's total bonded debt was \$43,650,000 (exclusive of premiums), of which \$29,972,938 relates to governmental activities and \$13,677,062 relates to business-type activities. There was an increase in bonded debt in the amount of \$1,520,000, a result of new debt issued during the fiscal year ended May 31, 2020, net of principal payments made.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements comprise of the following components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to basic financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

COMPONENTS OF THE ANNUAL FINANCIAL REPORT



Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business. The intent of the government-wide financial statements is to give the reader a long-term view of the Village's financial condition.

The Statement of Net Position presents financial information on all of the Village's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. This combines and consolidates the Village's current financial resources with capital assets and long-term obligations. The purpose of this statement is to give the reader an understanding of the Village's total net worth. Over time, increases or decreases in the Village's net position is one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the Village's property tax base and the condition of the Village's buildings, roads, drainage and other assets to assess the overall health of the Village.

The Statement of Activities presents information showing how the Village's net position changed during the most recent year. Revenues and expenses are reported by activity to give the reader an understanding of how each of the Village's activities is being supported. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods. This method is known as the accrual basis of accounting and is different from the modified accrual basis of accounting used in the Village's fund financial statements.

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

The Village's government-wide financial statements include both the governmental and business-type activities of the Village itself (known as the primary government) and of its legally separate nonmajor component unit for which the Village is financially accountable. Financial information for the component unit has been blended with that of the primary government.

Governmental Activities - The Village's basic services are reported here, including: general government support; public safety; transportation; economic assistance and opportunity; culture and recreation and home and community services. Property taxes, mortgage taxes, franchise fees, fines, and state and federal grants finance these activities. The Village also charges fees to customers to help it cover the cost of certain services it provides. In addition, the activities of the Garden City Public Library, although a legally separate entity, are included in the governmental activities since the Library functions for all practical purposes as a department of the Village.

Business-Type Activities – The Village charges a fee to customers to help it cover all or most of the cost of certain services it provides. The Village's water, pool and indoor tennis facilities are reported here.

Fund Financial Statements

The fund financial statements focus on current available resources and are organized and operated on the basis of funds, each of which is defined as an accounting entity with a self-balancing set of accounts established for the purpose of carrying on specific or attaining certain objectives in accordance with special regulations, restrictions or limitations. The Village, like other governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds

The Village's activities are reported in 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 on balances of spendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term effect of the Village's near term financial decisions. Both the governmental fund Balance Sheet and governmental fund Statement of Revenues, Expenditures, and Change in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains three individual major 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, Capital Project and Library funds.

The Village adopts an annual appropriated budget for its General and Library funds. A budgetary comparison schedule for the General and Library funds can be found in the section labeled "Required Supplementary Information Other Than Management's Discussion and Analysis."

The governmental fund financial statements can be found in the "Basic Financial Statements" section of this report.

Proprietary Funds

The Village maintains two types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its Water, Pool and Tennis Funds. The Internal Service Fund is used to accumulate and allocate costs internally among the Village's various functions. The Village uses its Internal Service Fund to account for risk management activities. Because these services predominantly benefit governmental rather than business-type activities, they have been included within governmental activities in the government-wide financial statements, but are included in a single column in the proprietary fund financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water, Pool, Tennis and Internal Service Funds since all are considered to be major funds of the Village. The proprietary fund financial statements can be found in the "Basic Financial Statements" section of this report.

Fiduciary Funds

All of the Village's fiduciary activities are reported in a separate Statement of Fiduciary Assets and Liabilities. We exclude these activities from the Village's other financial statements because the Village cannot use these assets to finance its operations. The Village is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The fiduciary fund financial statement 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 to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found following the basic financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the Village following the notes to the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$86,304,935 at the close of the most recent year.

Our analysis below focuses on the net position and changes in net position of the Village as a whole.

**Condensed Statement of Net Position
as of May 31, 2020 and 2019**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
Assets						
Current and other assets	\$ 44,522,972	\$ 36,077,112	\$ 53,158,022	\$ 22,582,541	\$ 97,680,994	\$ 58,659,653
Capital assets	62,608,203	63,206,800	30,511,341	23,573,327	93,119,544	86,780,127
Total Assets	107,131,175	99,283,912	83,669,363	46,155,868	190,800,538	145,439,780
Deferred Outflows or Resources	37,830,035	16,117,030	2,463,692	908,269	40,293,727	17,025,299
Liabilities						
Current and other liabilities	6,313,191	5,861,626	41,562,470	4,422,432	47,875,661	10,284,058
Long-term liabilities	241,777,833	199,918,960	27,052,609	25,297,819	268,830,442	225,216,779
Total Liabilities	248,091,024	205,780,586	68,615,079	29,720,251	316,706,103	235,500,837
Deferred Inflows of Resources	648,386	2,339,985	44,711	170,084	693,097	2,510,069
Net Position						
Net investment in capital assets	37,489,285	36,469,500	11,772,621	12,957,123	49,261,906	49,426,623
Restricted	475,762	748,353	-	-	475,762	748,353
Unrestricted	(141,743,247)	(129,937,482)	5,700,644	4,216,679	(136,042,603)	(125,720,803)
Total Net Position	\$ (103,778,200)	\$ (92,719,629)	\$ 17,473,265	\$ 17,173,802	\$ (86,304,935)	\$ (75,545,827)

Total assets and deferred outflows of resources of the Village's governmental activities, as of May 31, 2020 were \$144,961,210, an increase of \$29,560,268. Total liabilities and deferred inflows of resources as of May 31, 2020 were \$248,739,410, an increase of \$40,618,839. This resulted in a net position deficit balance of \$103,778,200 for 2020, an increase of \$11,058,571.

The deficit balance of unrestricted net position does not necessarily indicate fiscal stress. The deficit balance in unrestricted net position arose primarily due to long-term liabilities which include other postemployment benefits, compensated absences, claims and judgments, tax certiorari costs and the proportionate share of the net pension liability that will be funded through future budgetary appropriations or charges for services when they become payable in future periods.

The Village's decrease in net position is primarily attributed to changes in long-term retirement system obligations under GASB Statement No. 68, *"Accounting and Financial Reporting for Pensions"* and OPEB Liability requirements of GASB Statement No. 75, *"Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions ("OPEB")"*.

Of the Village's governmental activities net position balance, \$37,489,285 was the net investment in capital assets, while \$71,614 was restricted by grantors for a specific purpose, \$335,195 was restricted for debt service payments and \$68,953 was restricted for public safety, leaving a deficit of \$141,743,247 in the unrestricted net position category.

The largest portion of the governmental activities net position, \$37,489,285, reflects its investment in capital assets (e.g., land, buildings, improvements other than buildings, machinery and equipment, and infrastructure); less any related debt used to acquire those assets that are still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village'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 will not be used to liquidate these liabilities.

Total assets and deferred outflows of resources of the Village's business-type activities, as of May 31, 2020, were \$86,133,055, an increase of \$39,068,918. Total liabilities and deferred inflows of resources as of May 31, 2020 were \$68,659,790, an increase of \$38,769,455. This resulted in a net position balance of \$17,473,265 for 2020, an increase of \$299,463.

Of the Village's business-type activities net position balance, \$11,772,621 was the net investment in capital assets, leaving a balance of \$5,700,644 as the unrestricted net position category. The Pool Fund reported a negative net investment in capital assets. This is a result of the Village's assets depreciating at a faster rate than the corresponding debt is being amortized (i.e. paid down), which is a result of the Village's debt being issued at a later date compared to the date the asset is placed into service.

Our analysis below separately considers the operations of governmental and business-type activities.

Changes in Net Position

For the years ended May 31, 2020 and 2019

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
REVENUES						
Program Revenues						
Charges for services	\$ 4,899,726	\$ 5,666,191	\$ 7,826,471	\$ 7,887,391	\$ 12,726,197	\$ 13,553,582
Operating grants and contributions	47,856	17,995	-	-	47,856	17,995
Capital grants and contributions	1,325,113	716,270	-	-	1,325,113	716,270
General Revenues						
Real property taxes	51,345,536	50,571,832	-	-	51,345,536	50,571,832
Other real property taxes	874,095	865,418	-	-	874,095	865,418
Non-property taxes	998,689	1,039,824	-	-	998,689	1,039,824
Unrestricted use of money and	552,930	420,599	290,749	207,404	843,679	628,003
Sale of property and						
compensation for loss	226,220	128,438	-	-	226,220	128,438
Unrestricted state aid	921,285	1,055,227	-	-	921,285	1,055,227
Miscellaneous	355,553	116,973	-	-	355,553	116,973
Total Revenues	61,547,003	60,598,767	8,117,220	8,094,795	69,664,223	68,693,562
PROGRAM EXPENSES						
General government support	20,231,518	21,042,134	-	-	20,231,518	21,042,134
Public safety	24,929,721	21,864,283	-	-	24,929,721	21,864,283
Transportation	5,334,061	5,017,029	-	-	5,334,061	5,017,029
Economic opportunity and						
development	40,600	44,150	-	-	40,600	44,150
Culture and recreation	11,913,973	12,030,351	-	-	11,913,973	12,030,351
Home and community services	8,867,509	7,611,722	-	-	8,867,509	7,611,722
Interest on debt	948,192	699,631	-	-	948,192	699,631
Pool	-	-	1,511,672	1,399,480	1,511,672	1,399,480
Tennis	-	-	471,803	417,448	471,803	417,448
Water	-	-	6,174,282	5,757,920	6,174,282	5,757,920
Total Expenses	72,265,574	68,309,300	8,157,757	7,574,848	80,423,331	75,884,148
Change in Net Position Before Transfers	(10,718,571)	(7,710,533)	(40,537)	519,947	(10,759,108)	(7,190,586)
Transfers in (out)	(340,000)	(143,990)	340,000	143,990	-	-
Change in Net Position	(11,058,571)	(7,854,523)	299,463	663,937	(10,759,108)	(7,190,586)
NET POSITION						
Beginning of Year, as Reported	(92,719,629)	(3,516,781)	17,173,802	21,678,877	(75,545,827)	18,162,096
Cumulative Effect of Change in Accounting Principle	-	(81,348,325)	-	(5,169,012)	-	(86,517,337)
Beginning, as Restated	(92,719,629)	(84,865,106)	17,173,802	16,509,865	(75,545,827)	(68,355,241)
End of Year	\$ (103,778,200)	\$ (92,719,629)	\$ 17,473,265	\$ 17,173,802	\$ (86,304,935)	\$ (75,545,827)

During the year ended May 31, 2020, government-wide revenues increased from the prior year by \$1,431,499 while government-wide expenses increased from the prior year by \$5,000,021.

The key elements of the change in government-wide revenues as compared to the prior year are as follows:

- Decrease in the charges for services related to governmental activities of \$766,465, primarily due to lower amounts recognized in the building department for application fees and plumbing and mechanical fees (\$541,206), lower fines & fees collected (\$212,424), and less recreational program fees and rentals (\$249,974) collected in the current year compared to the prior year as a result of the closure of the village facilities in March due to COVID-19. These decreases were partially offset by increases in the business type activities from hydrant rentals (\$175,364) and premium on securities in the water fund (\$460,838).
- Increase in the general revenues of \$1,075,997 of the governmental activities primarily due to an increase in real property taxes assessed in the amount of \$773,704 and the increase in unrestricted use of money from earnings on investments in the amount of \$132,331.

The key elements of the change in government-wide expenses as compared to the prior year are as follows:

- Increase in public safety expenses of \$3,065,438 primarily due to increases in OPEB (\$1,918,730) and retirement plan costs (\$1,829,868) due to a decrease in the discount rate which resulted in overall increases in the liability, and other employee benefits (\$559,709). These increases were partially offset by decrease in salaries (\$1,497,442) mostly due to the prior year payouts to the paid firefighters.
- Increase in home and community services of \$1,255,787 due to increases in OPEB (\$581,653), retirement plan (\$204,574), other employee benefits (\$145,840) and increases to rubbish removal expenses (\$178,446).
- Increase in the Water Fund expenses of \$582,909, a result of an increase in OPEB and compensated absences (\$271,951), increase in state retirement (\$177,616), and an increase in BAN interest expense (\$445,634) offset by amortization of premium of (\$460,838) as a result of BANs issued to remediate emerging contaminants from the Village's well sites.

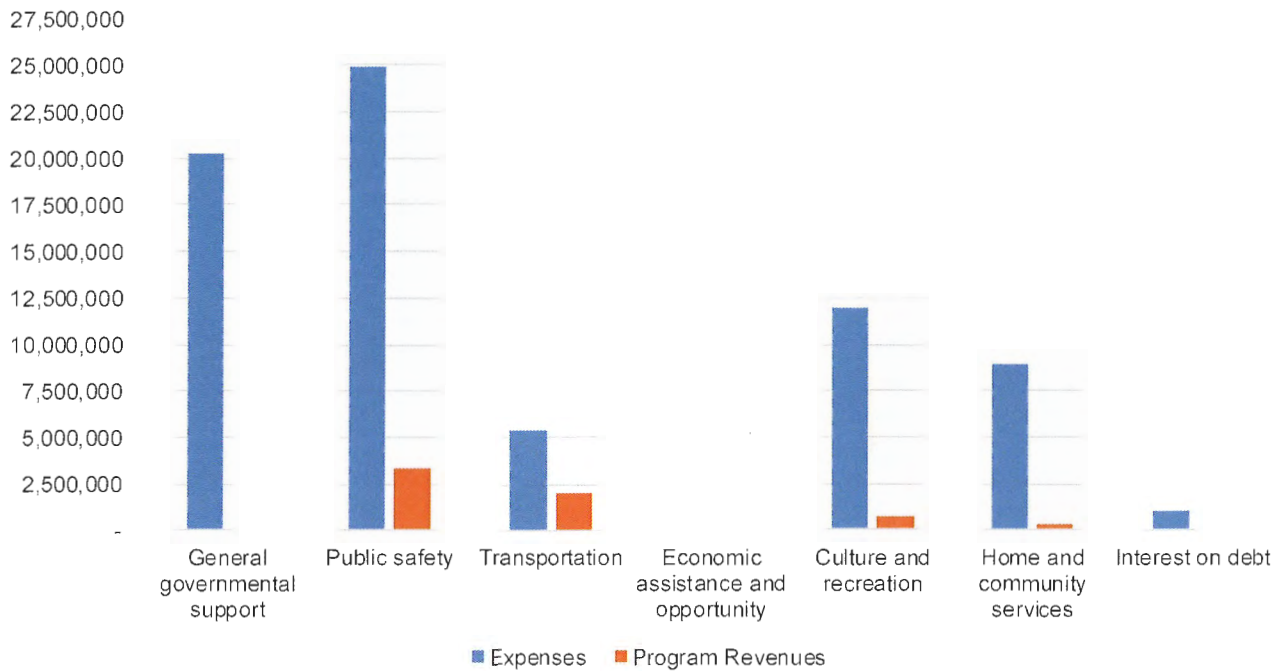
The following illustrates the total cost of services, program revenues by function and the net cost of services for the Village's governmental activities.

**Net Expense of Services
Governmental Activities
For the years ended May 31, 2020 and 2019**

	Total Expense of Services		Program Revenues		Net Expense of Services	
	2020	2019	2020	2019	2020	2019
General governmental support	\$ 20,231,518	\$ 21,042,134	\$ 14,675	\$ 23,855	\$ (20,216,843)	\$ (21,018,279)
Public safety	24,929,721	21,864,283	3,334,390	3,822,227	(21,595,331)	(18,042,056)
Transportation	5,334,061	5,017,029	1,995,450	1,342,465	(3,338,611)	(3,674,564)
Economic assistance and opportunity	40,600	44,150	-	-	(40,600)	(44,150)
Culture and recreation	11,913,973	12,030,351	679,770	904,741	(11,234,203)	(11,125,610)
Home and community services	8,867,509	7,611,722	248,410	307,168	(8,619,099)	(7,304,554)
Interest on debt	948,192	699,631	-	-	(948,192)	(699,631)
	<u>\$ 72,265,574</u>	<u>\$ 68,309,300</u>	<u>\$ 6,272,695</u>	<u>\$ 6,400,456</u>	<u>\$ (65,992,879)</u>	<u>\$ (61,908,844)</u>

The cost of the governmental activities in the current fiscal year was \$72,265,574. The net cost of these services after being subsidized by program revenues of \$6,272,695 was \$65,992,879.

Expenses and Program Revenues Governmental Activities



The following illustrates the total cost of services, program revenues by fund and the net cost of services for the Village's business-type activities.

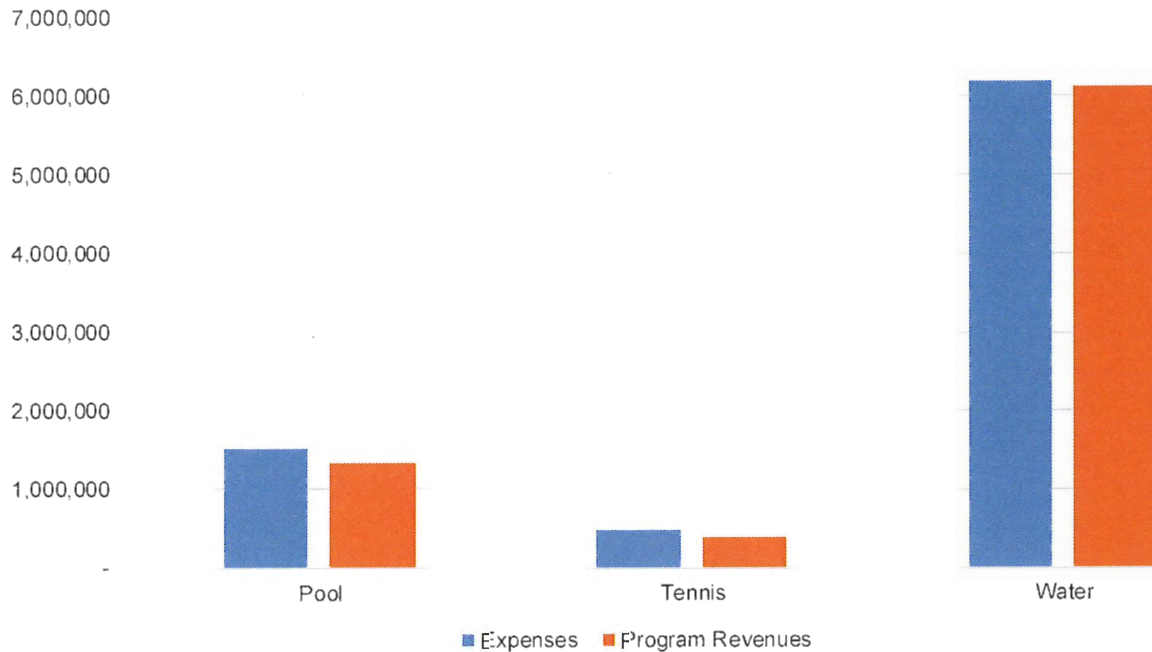
Net Expense of Services * Business-Type Activities For the years ended May 31, 2020 and 2019

	Total Expense of Services		Program Revenues		Net Expense of Services	
	2020	2019	2020	2019	2020	2019
Pool	\$ 1,511,672	\$ 1,399,480	\$ 1,322,217	\$ 1,454,832	\$ (189,455)	\$ 55,352
Tennis	471,803	417,448	390,895	482,604	(80,908)	65,156
Water	6,174,282	5,757,920	6,113,359	5,949,955	(60,923)	192,035
	<u>\$ 8,157,757</u>	<u>\$ 7,574,848</u>	<u>\$ 7,826,471</u>	<u>\$ 7,887,391</u>	<u>\$ (331,286)</u>	<u>\$ 312,543</u>

* Presented net of the portion of the Internal Service Fund change in net position that was allocated back to the business-type activities for years ended May 31, 2020 and 2019 in the amounts of (\$31,359) and (\$1,348), respectively. The cumulative amount of the Internal Service Fund's net position that is allocated to the business-type activities as of May 31, 2020 is \$157,532.

The cost of the business-type activities in the current fiscal year was \$8,618,595. The net cost of these services after being subsidized by program revenues of \$8,287,309 was (\$331,286).

Expenses and Program Revenues Business-Type Activities



Revenue by Source

Governmental Activities

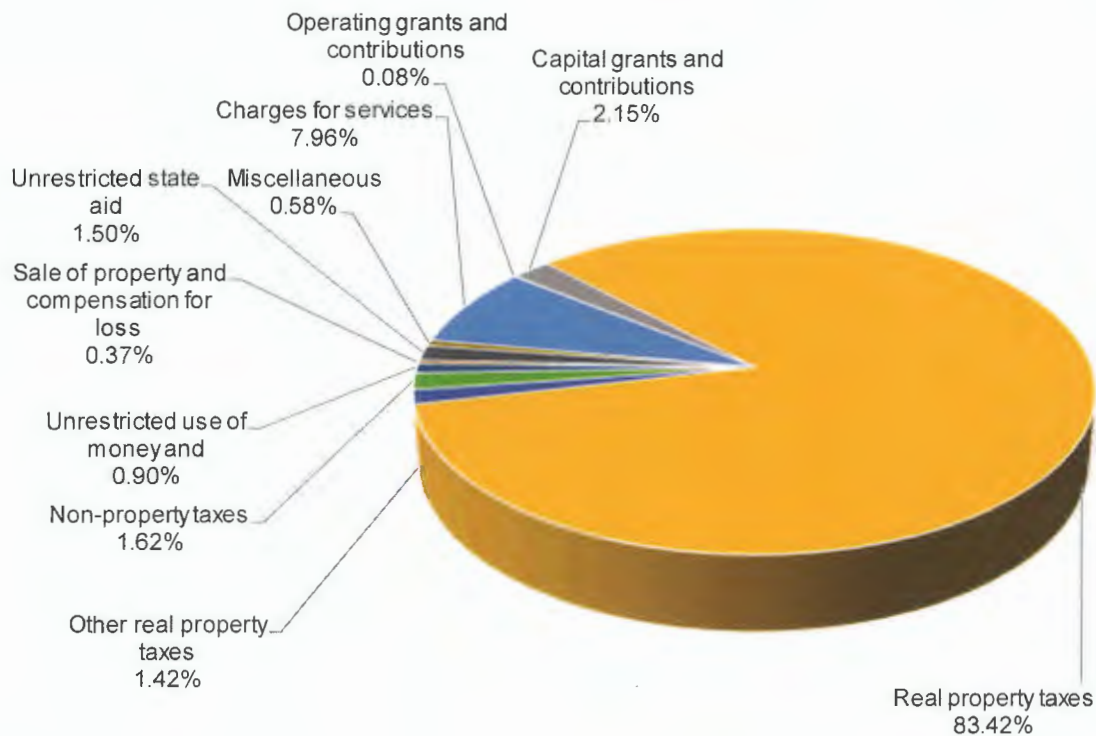
For years ended May 31, 2020 and 2019

	2020	2019
Program Revenues		
Charges for services	\$ 4,899,726	\$ 5,666,191
Operating grants and contributions	47,856	17,995
Capital grants and contributions	1,325,113	716,270
General Revenues		
Real property taxes	51,345,536	50,571,832
Other real property taxes	874,095	865,418
Non-property taxes	998,689	1,039,824
Unrestricted use of money and	552,930	420,599
Sale of property and		
compensation for loss	226,220	128,438
Unrestricted state aid	921,285	1,055,227
Miscellaneous	355,553	116,973
	<u>\$ 61,547,003</u>	<u>\$ 60,598,767</u>

Revenue by Source

Governmental Activities

For the year ended May 31, 2020



FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

Governmental Funds

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

At May 31, 2020, the Village's governmental funds reported total ending fund balance of \$31,422,308, an increase of \$7,592,660 in comparison to the prior year. The category breakdown is as follows:

- Nonspendable fund balance - \$968,007 (inherently nonspendable) includes the portion of net resources that cannot be spent because they are not in spendable form, cannot be converted to cash in the current period or are legally or contractually required to remain intact.
- Restricted fund balance - \$8,401,079 (externally enforceable limitations on use) includes amounts subject to limitations imposed by creditors, grantors, contributors, or laws and regulations of other governments.

- Assigned fund balance - \$11,381,144 (limitation resulting from intended use) consists of amounts where the intended specific purpose is established by the Village Board of Trustees, but do not meet the criteria to be classified as restricted or committed.
- Unassigned fund balance - \$10,672,078 (residual net resources) is the remaining fund balance in the General Fund in excess of nonspendable, restricted and assigned fund balance.

General Fund

The General Fund is the chief operating fund of the Village. At the end of the current year, the total fund balance of the General Fund was \$15,533,678, an increase of \$202,872 from the prior year. Of this amount, \$968,007 is not in spendable form (inventory of material and supplies) and the remaining \$14,565,671 is in spendable form as follows: \$335,195 is restricted for debt service payments, \$2,004,910 is restricted for future employee benefit accrued liability payments, \$68,953 has been restricted for public safety, \$1,059,000 has been assigned by the Village Board for the subsequent year's budget, \$425,535 has been assigned for purchase orders by the Treasurer, and the remaining \$10,672,078 represents spendable, unassigned fund balance.

The key elements of the fund balance increase of \$202,870 are as follows:

- Actual revenues and other financing sources were less than the final budget by (\$3,242,964). This is primarily due to deferred revenues from capital projects that were budgeted to be reimbursed: Nassau Blvd Train Station (\$765,000) to be reimbursed from the MTA Community Benefit Fund and the Business District Paving project (\$2,700,000) to be reimbursed from the business district. These projects were deferred to the 2020-21 fiscal year. In addition, the 555 Stewart Avenue project was delayed by the developers due to a change in plans. Therefore, the budgeted building fees in the amount of \$400,000 was deferred to the 2020-21 fiscal year. There were COVID-19 related revenue losses in recreation fees (\$283,886) due to the closure of Village facilities resulting in the cancellation of programs, and field and facility rentals. These losses were partially offset by an increase in state aid (\$412,672), receipt of AIM related payments (\$207,449), and unanticipated premium on securities from issuing bonds (\$282,103).
- Actual expenditures and other financing uses were less than the final budget by \$6,533,776, of which \$425,535 is reserved for encumbrances to be spent in the next fiscal year. General government support expenditures were under budget by \$3,179,239, primarily a result of lower than anticipated judgments and claims (\$2,094,608), legal fees (\$396,115), and lower personal services expenses (\$200,443) as a result of open positions throughout the year. Public safety expenditures were under budget by \$1,453,679, due to lower than expected personal services expenses (\$879,831) as a result of open positions and unexpected retirements in the safety inspection and police departments. Culture and recreation expenditures were under budget by \$959,813 primarily due to less salary costs (\$465,714) as a result of key positions remaining open for most of the year, as well as lower than anticipated other costs (\$482,877) such as maintenance costs, material and supplies and contractual services. These reductions in expenditures are attributed to the closure of Village facilities as a result of COVID-19 and the subsequent cancellation of recreational programs and special events. In addition, there were lower than anticipated employee benefits (\$639,594) resulting from the open positions as well as the increase in health insurance benefit costs not as high as anticipated.
- Overall, there was a decrease of actual revenues and other financing sources from the prior year in the amount \$2,827,942. Actual revenues increased due to the increase in overall real property taxes assessed in the amount of \$448,529. There was a decrease in department income in the amount of (\$939,107) due to lower safety inspection fees, recreational fees, and public works service fees impacted by the closure of Village facilities as a result of COVID-19. Other financing

sources decreased by \$2,732,029 compared to prior year mainly as a result of a reduction in the transfer from the Capital Projects Fund.

- Overall, actual expenditures and other financing uses decreased from the prior year by \$5,281,132, primarily a result of decreases in general government support in the amount of \$7,699,781, mostly due to the judgments and claims in the prior year from the settlement of the MHANY litigation case. In addition, public safety expenditures decreased (\$1,653,326) mostly due to reduction in the salaries for the fire department (\$1,775,966) as a result of the elimination of the paid firefighters. These decreases were partially offset by increases in the debt service (\$1,003,591) and in other financing uses (\$3,125,366) mostly due to increased investments in capital projects.

Capital Projects Fund

At the end of the current year, the Capital Projects Fund had a total fund balance of \$15,578,888, an increase of \$7,204,633 from the prior year. The fund balance increase in the Capital Projects Fund from the prior year is mainly the result of timing differences between project expenditures and the recognition of the corresponding financing sources.

Library Fund

At the end of the current year, the total fund balance of the Library Fund, a blended component unit of the Village, was \$309,742, an increase of \$185,155 from the prior year. Of this amount, \$71,614 is restricted for specific purposes defined by grantors and donors, \$50,929 has been assigned for the subsequent year's budget, and \$179,166 is available for other Library purposes.

The Library Fund recognized more revenues and other financing sources in the amount of \$147,703 compared to prior year and a reduction of expenditures of \$55,032. The overall decrease in Library expenditures was primarily a result of lower salary and benefit costs (\$37,740).

Proprietary Funds

The Village's proprietary funds statements provide the same type of information found in the government-wide financial statements but in more detail.

The Pool Fund's deficit net position at year end was \$712,534. This deficit net position decreased from the prior year by \$163,433, mostly a result of a transfer in from the General Fund to reduce the negative net position over time (\$340,000). In the current year, the Pool Fund generated less membership and guest fees (\$141,312) compared to the prior year. The Pool Fund's total operating expenses increased by \$111,085, this includes depreciation expense, which increased by \$39,585.

The Tennis Fund's net position at year end was \$77,906, a decrease of \$77,705 from the prior year, the result of a reduction of income from operations in the amount of \$91,709. In the current year, the Tennis Fund generated less membership and guest fees (\$116,604) as a result of COVID-19. The closure of Village facilities, in mid-March impacted the Tennis revenues for the last quarter of the year. Compared to the prior year, there was an increase in operating expenses (\$51,824) primarily due to an increase in depreciation and maintenance of plant.

The Water Fund's net position at year end was \$17,950,361, an increase of \$245,094 from the prior year. The Water Fund recognized an increase in operating revenues in the current year in the amount of \$624,242 primarily due to premium on securities (\$460,837). Overall operating expenses increased by \$393,261, due to an increase in administrative and general costs (\$397,989), due to higher pension and other employee benefit costs.

The Internal Service Fund's net position at year end was \$3,338,097. The Internal Service Fund's net position increased from the prior year by \$474,331. Operating revenues increased by \$679,466 primarily a result of the increase in the amount recognized related to the over accrual of estimated claims related to workers' compensation and liability cases and insurance recoveries. Various third-party insurance premiums remained constant, while workers' compensation costs decreased by \$213,966 and claims increased by \$374,108 compared to the prior year.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Village appropriated expenditures in the original General Fund budget in excess of estimated revenues in the amount of \$2,039,691, by designating unreserved fund balance from the prior year in the amount of \$1,598,886 and reappropriating prior year encumbrances in the amount of \$440,805. Over the course of the year, the Board of Trustees revised the budget as needed so that expenditures do not exceed appropriations. In the General Fund, various transfers between appropriations, as well as additional expenditures appropriated from fund balance, were approved for this purpose. The amount of appropriated fund balance was increased by \$1,048,249 from the original budget. The increase in appropriated fund balance was primarily to provide funding for, termination payouts from the reserve for accrued time for employees who left Village service (\$1,019,626).

Please see the "General Fund" section for more details on the comparison of final budgets to actual expenditures.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The Village's investment in capital assets (net of accumulated depreciation) for its governmental and business-type activities as of May 31, 2020 amounts to \$62,608,203 and \$30,511,341, respectively. This investment in capital assets includes land, buildings, improvements, machinery and equipment, roads, curbs, sidewalks, drainage, sewer and water systems, and construction in progress.

During the fiscal year ended May 31, 2020, the Village's major capital expenditures were as follows:

Village Wide Equipment Purchases	\$	1,558,701
Road Repairs		1,304,503
Recreation Facility Improvements		752,356
Technology		864,766
Sidewalk Repairs and Curb Replacements		264,887
Sewer Repairs		278,984

Capital Assets - Net of Accumulated Depreciation

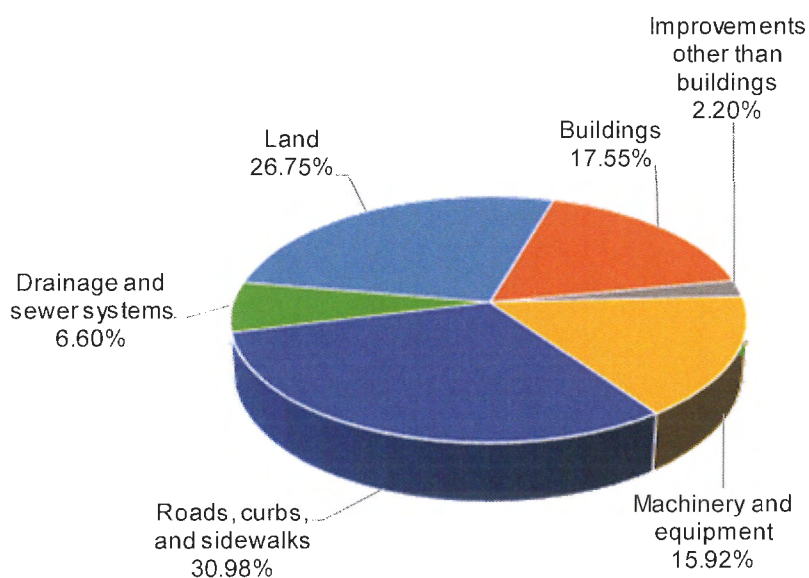
As of May 31, 2020 and 2019

	Governmental Activities		Business-Type Activities	
	2020	2019	2020	2019
Land	\$ 16,748,023	\$ 16,748,023	\$ 69,212	\$ 69,212
Construction in progress	-	-	9,571,844	6,110,074
Buildings	10,988,093	11,964,295	3,890,562	3,328,476
Improvements other than buildings	1,378,972	1,333,934	14,049,709	10,748,271
Machinery and equipment	9,967,247	9,361,042	2,930,014	3,317,294
Infrastructure:				
Roads, curbs, and sidewalks	19,393,980	19,760,619	-	-
Drainage and sewer systems	4,131,888	4,038,887	-	-
Total net capital assets	<u>\$ 62,608,203</u>	<u>\$ 63,206,800</u>	<u>\$ 30,511,341</u>	<u>\$ 23,573,327</u>

Capital Assets - Net of Accumulated Depreciation

Governmental Activities

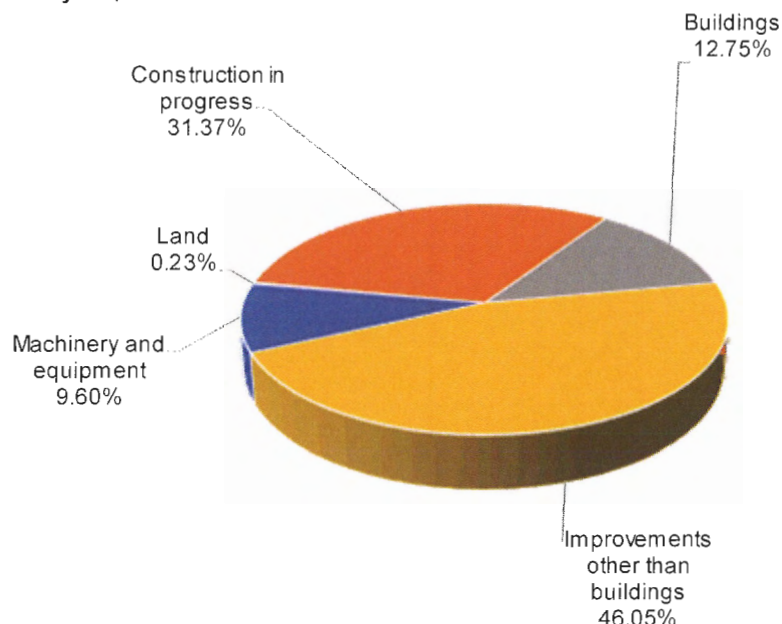
As of May 31, 2020



Capital Assets - Net of Accumulated Depreciation

Business-Type Activities

As of May 31, 2020



The Village has five-year capital improvement plans for the governmental and business-type activities. The five-year plans allow for the continued improvements to infrastructure, buildings and equipment while remaining consistent with the Village's debt service requirements. Annually, the Village Board of Trustees reviews, updates, and amends the capital plan.

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

Debt Administration

At the end of the current year, the Village had total long-term bonded debt outstanding of \$29,972,938 and \$13,677,062 for its governmental and business-type activities, respectively. In addition, the Village issued Bond Anticipation Notes (BANs) for the Water Fund in the amount of \$35,750,000. The entire debt is backed by the full faith and credit of the Village. For the year ended May 31, 2019, the Village had total long-term bonded debt outstanding of \$27,408,746 and \$14,721,254 for its governmental and business-type activities, respectively.

The above does not include premiums related to general obligation bonds in the amount of \$1,066,387 and \$160,064 for the governmental activities and business-type activities, respectively, as of May 31, 2020 and \$862,049 and \$182,667 respectively, as of May 31, 2019.

During the current fiscal year, the Village's bonded debt increased by \$1,520,000 or 4%, a result of the issuance of \$5,100,000 in general obligation bonds offset by \$3,580,000 in principal payments made during the current year.

Moody's Investment Services maintained the Village's credit rating at "Aaa" during the year ended May 31, 2020.

Debt Limit

The Village has the power to contract indebtedness for any Village purpose so long as the principal amount thereof, subject to certain limited exceptions, shall not exceed 7.00% of the average full valuation of taxable

real estate of the Village, and is subject to certain enumerated exclusions and deductions such as water and certain sewer facilities and cash or appropriations for current debt service.

The constitutional method for determining full valuation is calculated by taking the assessed valuation of taxable real estate as shown upon the latest completed assessment roll and dividing the same by the equalization rate as determined by the State Board of Equalization and Assessment. The State Legislature is required to prescribe the manner by which such ratio shall be determined. Average full valuation is determined by taking the sum of the full valuation of the last completed assessment roll and the four preceding assessment rolls and dividing such sum by five. The percentage of debt contracting power exhausted as of May 31, 2020 was 7.29%.

Additional information on the Village's debt activity can be found in Note 3.D to the financial statements.

Property Tax

The Village has adopted a budget for the 2020-2021 fiscal year, which factors in inflation and other adjustments to revenues and expenditures as well as prior year positive fund balances. The 2020-2021 budget includes an increase in real property tax revenues of \$914,738. The tax levy increase was 1.78% which is under the limit imposed under the tax cap law.

New York State enacted Chapter 97, Laws of 2011 Real Property Tax Levy Cap and Mandate Relief Provisions, which includes a property tax cap for municipalities. Beginning in 2012 no local government is authorized to increase its property tax levy by more than the sum of 2% or the rate of inflation (whichever is less), and the Tax Base Growth Factor. Local governments can exceed the tax levy limit by a 60% vote of the governing body and annually adopting a local law. There are permitted exceptions and adjustments. The Village did not exceed the allowable tax levy cap, inclusive of allowable exclusion in the 2020-2021 budget.

Tax Assessment Trends

Assessment reductions resulting from tax certiorari actions continue to erode the Village tax base, however, settlements have decreased in the last couple of years. The Village anticipates that this trend will continue for the year ending May 31, 2021.

LEGAL CONTINGENCY

The Village had been the defendant in an action filed in federal district court in 2005 entitled *MHANY Management et al. v. Incorporated Village of Garden City, et al.* The plaintiffs alleged, among other things, that the Village engaged in discrimination in connection with the 2004 rezoning of certain parcels of property owned by Nassau County and used principally as the headquarters for the Nassau County Department of Social Services. The case was tried in June 2013 and on December 6, 2013 the U.S. District Court ruled that the Village had violated the Fair Housing Act as well as 42 U.S. Code 1981 and 1983 and the Equal Protection Clause of the Fourteenth Amendment. The plaintiffs were not awarded monetary damages. However, among other things, the Court directed the Village: (1) not to engage in discriminatory conduct in connection with residential real property-related matters, (2) to enact a fair housing resolution and (3) to retain a fair housing compliance officer to, among other things, oversee the Village's compliance with the terms of the judgment. As the prevailing party, plaintiffs filed a motion in April 2014 seeking to recover approximately \$5.6 million in attorneys' fees and costs, which amount was subject to increase as the case continued. The Village disputed the amount sought by plaintiffs. On September 11, 2014, the court granted the Village's motion to defer ruling on the plaintiffs' attorneys' fees and costs request pending the outcome of an appeal that the Village has filed of the trial court decision with the Second Circuit U.S. Court of Appeals. The appeal was orally argued on May 29, 2015. The Second Circuit in a March 26, 2016

decision remanded the issue of “disparate impact” to the District Court and affirmed the District Court’s findings on the remaining causes of action. On September 19, 2017, the district court issued a ruling with regard to the remanded disparate impact issue and held that the zoning ultimately enacted by the Village had a disparate impact on minorities under the revised standard set forth by the Second Circuit. On March 23, 2018, plaintiffs, at the District Court’s direction, filed a supplemental motion for attorneys’ fees and costs, seeking an additional \$1.2 million in attorneys’ fees and costs for fees and costs incurred since May 2014, bringing the total requested attorneys’ fees and costs to approximately \$6.3 million. The Village disputed the amount being sought by plaintiffs in their supplemental fee motion. On December 20, 2018 the Court issued a Judgment against the Village in the amount of \$5,255,109 for attorneys’ fees and costs. The Village determined not to take an appeal of the Judgment. Thereafter, the Village and Plaintiff agreed to pay the Judgment amount in three installments, the last of which was paid on or about June 30, 2019. Plaintiffs moved in September 2020 to extend/reinstate certain provisions of the Judgment related to the Village’s affordable housing requirements and its compliance with certain terms of the Judgment. The Village opposed this motion. The motion is expected to be fully briefed in February 2021, at which time the Court will either decide the motion on the papers or order a hearing on the Village’s compliance with the Judgment.

CONTACTING THE VILLAGE’S FINANCIAL MANAGEMENT

This financial report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the finances of the Village, and to demonstrate our accountability with the money we receive. If you have any questions about this report or need additional financial information, contact the Incorporated Village of Garden City, Village Treasurer, Finance Department, Garden City, New York.

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Incorporated Village of Garden City, New York

Statement of Net Position
May 31, 2020

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and equivalents	\$ 41,009,555	\$ 52,011,755	\$ 93,021,310
Restricted cash	1,326,524	-	1,326,524
Receivables			
Taxes	818,688	-	818,688
Accounts	101,939	965,392	1,067,331
State and Federal aid	298,259	-	298,259
Inventories	968,007	180,875	1,148,882
Capital assets			
Not being depreciated	16,748,023	9,641,056	26,389,079
Being depreciated, net	45,860,180	20,870,285	66,730,465
Total Assets	107,131,175	83,669,363	190,800,538
DEFERRED OUTFLOWS OF RESOURCES			
Deferred amounts on pensions	15,532,962	1,034,814	16,567,776
Deferred amounts on other post employment benefit obligations	22,297,073	1,428,878	23,725,951
Total Deferred Outflows of Resources	37,830,035	2,463,692	40,293,727
LIABILITIES			
Accounts payable	4,386,150	4,261,198	8,647,348
Accrued interest payable	377,013	574,280	951,293
Accrued liabilities	447,089	35,087	482,176
Bond anticipation notes payable	-	36,747,594	36,747,594
Due to retirement system	706,796	42,639	749,435
Unearned revenues	238,611	59,204	297,815
Internal balances	157,532	(157,532)	-
Non-current liabilities			
Due within one year	4,736,077	1,249,923	5,986,000
Due in more than one year	237,041,756	25,802,686	262,844,442
Total Liabilities	248,091,024	68,615,079	316,706,103
DEFERRED INFLOWS OF RESOURCES			
Deferred amounts on pensions	648,386	44,711	693,097
NET POSITION			
Net investment in capital assets	37,489,285	11,772,621	49,261,906
Restricted			
Debt service	335,195	-	335,195
Civil practice law and rules	68,953	-	68,953
Grantors and donors	71,614	-	71,614
Unrestricted	(141,743,247)	5,700,644	(136,042,603)
Total Net Position	\$ (103,778,200)	\$ 17,473,265	\$ (86,304,935)

The accompanying notes are an integral part of the financial statements.

Incorporated Village of Garden City, New York

Statement of Activities
Year Ended May 31, 2020

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government support	\$ 20,231,518	\$ 14,675	\$ -	\$ -
Public safety	24,929,721	3,318,094	16,296	-
Transportation	5,334,061	670,337	-	1,325,113
Economic opportunity and development	40,600	-	-	-
Culture and recreation	11,913,973	648,210	31,560	-
Home and community services	8,867,509	248,410	-	-
Interest	948,192	-	-	-
Total Governmental Activities	72,265,574	4,899,726	47,856	1,325,113
Business-type activities				
Pool	1,511,672	1,322,217	-	-
Tennis	471,803	390,895	-	-
Water	6,174,282	6,113,359	-	-
Total Business-Type Activities	8,157,757	7,826,471	-	-
Total	\$ 80,423,331	\$ 12,726,197	\$ 47,856	\$ 1,325,113

General revenues

Real property taxes

Other tax items

Interest and penalties on real property taxes

Payments in lieu of taxes

Non-property taxes

Franchise fees

County sales tax

Utilities gross receipts tax

Unrestricted use of money and property

Sale of property and compensation for loss

Unrestricted State aid

Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Position

NET POSITION

Beginning of Year

End of Year

The accompanying notes are an integral part of the financial statements.

Net (Expense) Revenue and Changes in Net Position

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
\$ (20,216,843)	\$ -	\$ (20,216,843)
(21,595,331)	-	(21,595,331)
(3,338,611)	-	(3,338,611)
(40,600)	-	(40,600)
(11,234,203)	-	(11,234,203)
(8,619,099)	-	(8,619,099)
(948,192)	-	(948,192)
<u>(65,992,879)</u>	<u>-</u>	<u>(65,992,879)</u>
-	(189,455)	(189,455)
-	(80,908)	(80,908)
-	(60,923)	(60,923)
<u>-</u>	<u>(331,286)</u>	<u>(331,286)</u>
<u>(65,992,879)</u>	<u>(331,286)</u>	<u>(66,324,165)</u>
51,345,536	-	51,345,536
88,434	-	88,434
785,661	-	785,661
348,351	-	348,351
62,159	-	62,159
588,179	-	588,179
552,930	290,749	843,679
226,220	-	226,220
921,285	-	921,285
355,553	-	355,553
(340,000)	340,000	-
<u>54,934,308</u>	<u>630,749</u>	<u>55,565,057</u>
(11,058,571)	299,463	(10,759,108)
<u>(92,719,629)</u>	<u>17,173,802</u>	<u>(75,545,827)</u>
<u>\$ (103,778,200)</u>	<u>\$ 17,473,265</u>	<u>\$ (86,304,935)</u>

Incorporated Village of Garden City, New York

Balance Sheet
Governmental Funds
May 31, 2020

	General	Capital Projects	Library	Total Governmental Funds
ASSETS				
Cash and equivalents	\$ 15,912,708	\$ 18,098,520	\$ 494,997	\$ 34,506,225
Restricted cash	1,254,910	-	71,614	1,326,524
Taxes receivable	818,688	-	-	818,688
Receivables				
Accounts	101,939	-	-	101,939
State and Federal aid	298,259	-	-	298,259
	400,198	-	-	400,198
Inventories	968,007	-	-	968,007
Total Assets	<u>\$ 19,354,511</u>	<u>\$ 18,098,520</u>	<u>\$ 566,611</u>	<u>\$ 38,019,642</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 1,806,404	\$ 2,519,632	\$ 60,114	\$ 4,386,150
Accrued liabilities	421,694	-	25,395	447,089
Due to retirement systems	665,436	-	41,360	706,796
Unearned revenues	108,611	-	130,000	238,611
Total Liabilities	3,002,145	2,519,632	256,869	5,778,646
Deferred inflows of resources				
Deferred tax revenues	818,688	-	-	818,688
Total Liabilities and Deferred Inflows of Resources	<u>3,820,833</u>	<u>2,519,632</u>	<u>256,869</u>	<u>6,597,334</u>
Fund balances				
Nonspendable	968,007	-	-	968,007
Restricted	2,409,058	5,920,407	71,614	8,401,079
Assigned	1,484,535	9,658,481	238,128	11,381,144
Unassigned	10,672,078	-	-	10,672,078
Total Fund Balances	<u>15,533,678</u>	<u>15,578,888</u>	<u>309,742</u>	<u>31,422,308</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 19,354,511</u>	<u>\$ 18,098,520</u>	<u>\$ 566,611</u>	<u>\$ 38,019,642</u>

The accompanying notes are an integral part of the financial statements.

Incorporated Village of Garden City, New York

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

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

Fund Balances - Total Governmental Funds	\$ 31,422,308
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>62,608,203</u>
Other long-term assets that are not available to pay for current-period expenditures are reported as unearned in the funds.	
Real property taxes	<u>818,688</u>
Governmental funds do not report the effect of liabilities relating to net pension and post employment benefit obligations whereas these amounts are deferred and amortized in the statement of activities.	
Deferred amounts on pensions	14,884,576
Deferred amounts on other post employment benefit obligations	<u>22,297,073</u>
	<u>37,181,649</u>
Long-term liabilities that are not due and payable in the current period and, therefore, are not reported in the funds.	
Accrued interest payable	(377,013)
General obligation bonds payable	(31,039,325)
Compensated absences	(8,336,679)
Tax certiorari payable	(500,000)
Net pension liability	(22,089,952)
Other post employment benefit obligations payable	<u>(176,646,644)</u>
	<u>(238,989,613)</u>
The Internal Service Fund is used to account for risk retention activities and the charges to individual funds. The assets and liabilities of the Internal Service Fund are included in governmental activities in the Statement of Net Position.	
	<u>3,180,565</u>
Net Position of Governmental Activities	<u>\$ (103,778,200)</u>

The accompanying notes are an integral part of the financial statements.

Incorporated Village of Garden City, New York
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended May 31, 2020

	General	Capital Projects	Library	Total Governmental Funds
REVENUES				
Real property taxes	\$ 51,019,857	\$ -	\$ -	\$ 51,019,857
Other tax items	874,095	-	-	874,095
Non-property taxes	998,689	-	-	998,689
Departmental income	2,226,995	-	-	2,226,995
Intergovernmental revenues	435	-	27,870	28,305
Use of money and property	509,126	-	15,543	524,669
Licenses and permits	383,610	-	-	383,610
Fines and forfeitures	1,684,250	-	22,128	1,706,378
Sale of property and compensation for loss	526,219	-	-	526,219
State aid	1,525,772	-	31,560	1,557,332
Federal aid	16,296	-	-	16,296
Miscellaneous	496,903	-	19,139	516,042
Total Revenues	60,262,247	-	116,240	60,378,487
EXPENDITURES				
Current				
General government support	9,659,969	-	-	9,659,969
Public safety	12,028,843	-	-	12,028,843
Transportation	2,192,237	-	-	2,192,237
Economic opportunity and development	40,600	-	-	40,600
Culture and recreation	4,033,767	-	2,358,502	6,392,269
Home and community services	5,033,565	-	-	5,033,565
Employee benefits	12,485,527	-	805,067	13,290,594
Capital outlay	-	6,373,057	-	6,373,057
Debt service				
Principal	2,375,457	-	-	2,375,457
Interest	1,040,291	-	-	1,040,291
Total Expenditures	48,890,256	6,373,057	3,163,569	58,426,882
Excess (Deficiency) of Revenues Over Expenditures	11,371,991	(6,373,057)	(3,047,329)	1,951,605
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	4,939,649	-	4,939,649
Issuance premium	282,103	759,303	-	1,041,406
Transfers in	240,241	8,118,979	3,232,484	11,591,704
Transfers out	(11,691,463)	(240,241)	-	(11,931,704)
Total Other Financing Sources (Uses)	(11,169,119)	13,577,690	3,232,484	5,641,055
Net Change in Fund Balances	202,872	7,204,633	185,155	7,592,660
FUND BALANCES				
Beginning of Year	15,330,806	8,374,255	124,587	23,829,648
End of Year	\$ 15,533,678	\$ 15,578,888	\$ 309,742	\$ 31,422,308

The accompanying notes are an integral part of the financial statements.

Incorporated Village of Garden City, New York

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

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

Net Change in Fund Balances - Total Governmental Funds	\$ 7,592,660
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital outlay expenditures	6,190,959
Depreciation expense	(6,789,556)
	(598,597)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Real property taxes	325,679
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	
General obligation bonds issued	(4,939,649)
Principal paid on general obligation bonds	2,375,457
Issuance premium	(1,041,406)
Amortization of issuance premium	837,068
	(2,768,530)
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	14,334
Compensated absences	25,420
Net pension liability	(4,212,791)
Other post employment benefit obligations payable	(11,942,436)
	(16,115,473)
The Internal Service Fund is used by management to charge the costs of insurance activities to the individual funds. The net revenue of this fund is reported with governmental activities.	505,690
Change in Net Position of Governmental Activities	\$ (11,058,571)

The accompanying notes are an integral part of the financial statements.

Incorporated Village of Garden City, New York

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

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 51,359,772	\$ 51,359,772	\$ 51,019,857	\$ (339,915)
Other tax items	866,803	866,803	874,095	7,292
Non-property taxes	1,029,559	1,029,559	998,689	(30,870)
Departmental income	6,640,425	6,640,425	2,226,995	(4,413,430)
Intergovernmental revenues	2,400	2,400	435	(1,965)
Use of money and property	522,969	522,969	509,126	(13,843)
Licenses and permits	440,750	440,750	383,610	(57,140)
Fines and forfeitures	1,601,627	1,631,625	1,684,250	52,625
Sale of property and compensation for loss	276,000	348,184	526,219	178,035
State aid	1,113,100	1,113,100	1,525,772	412,672
Federal aid	4,000	4,000	16,296	12,296
Miscellaneous	52,500	67,968	496,903	428,935
Total Revenues	63,909,905	64,027,555	60,262,247	(3,765,308)
EXPENDITURES				
Current				
General government support	12,592,531	12,839,208	9,659,969	3,179,239
Public safety	13,349,677	13,482,522	12,028,843	1,453,679
Transportation	2,503,583	2,334,612	2,192,237	142,375
Economic opportunity and development	44,000	44,000	40,600	3,400
Culture and recreation	4,993,580	4,993,580	4,033,767	959,813
Home and community services	5,044,772	5,189,241	5,033,565	155,676
Employee benefits	13,125,121	13,125,121	12,485,527	639,594
Debt service				
Principal	2,375,457	2,375,457	2,375,457	-
Interest	1,040,291	1,040,291	1,040,291	-
Total Expenditures	55,069,012	55,424,032	48,890,256	6,533,776
Excess (Deficiency) of Revenues Over Expenditures	8,840,893	8,603,523	11,371,991	2,768,468
OTHER FINANCING SOURCES (USES)				
Issuance premium	-	-	282,103	282,103
Transfers in	-	-	240,241	240,241
Transfers out	(10,880,584)	(11,691,463)	(11,691,463)	-
Total Other Financing Uses	(10,880,584)	(11,691,463)	(11,169,119)	522,344
Net Change in Fund Balances	(2,039,691)	(3,087,940)	202,872	3,290,812
FUND BALANCES				
Beginning of Year	2,039,691	3,087,940	15,330,806	12,242,866
End of Year	\$ -	\$ -	\$ 15,533,678	\$ 15,533,678

The accompanying notes are an integral part of the financial statements.

Library Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
27,870	27,870	27,870	-
9,900	9,900	15,543	5,643
-	-	-	-
35,500	35,500	22,128	(13,372)
200	200	-	(200)
5,000	30,000	31,560	1,560
-	-	-	-
16,200	16,200	19,139	2,939
94,670	119,670	116,240	(3,430)
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
2,464,226	2,534,993	2,358,502	176,491
-	-	-	-
860,094	860,094	805,067	55,027
-	-	-	-
-	-	-	-
3,324,320	3,395,087	3,163,569	231,518
(3,229,650)	(3,275,417)	(3,047,329)	228,088
-	-	-	-
3,186,717	3,232,484	3,232,484	-
-	-	-	-
3,186,717	3,232,484	3,232,484	-
(42,933)	(42,933)	185,155	228,088
42,933	42,933	124,587	81,654
\$ -	\$ -	\$ 309,742	\$ 309,742

Incorporated Village of Garden City, New York

Statement of Net Position
 Proprietary Funds
 May 31, 2020

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Pool	Tennis	Water	Total	
ASSETS					
Current assets					
Cash and equivalents	\$ 705,975	\$ 568,844	\$ 50,736,936	\$ 52,011,755	\$ 6,503,330
Accounts receivable	80	180	965,132	965,392	-
Inventories	-	-	180,875	180,875	-
Total Current Assets	<u>706,055</u>	<u>569,024</u>	<u>51,882,943</u>	<u>53,158,022</u>	<u>6,503,330</u>
Noncurrent assets					
Capital assets					
Not being depreciated	-	-	9,641,056	9,641,056	-
Being depreciated, net	<u>2,474,277</u>	<u>252,743</u>	<u>18,143,265</u>	<u>20,870,285</u>	<u>-</u>
Total Noncurrent Assets	<u>2,474,277</u>	<u>252,743</u>	<u>27,784,321</u>	<u>30,511,341</u>	<u>-</u>
Total Assets	<u>3,180,332</u>	<u>821,767</u>	<u>79,667,264</u>	<u>83,669,363</u>	<u>6,503,330</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred amounts on pensions	129,000	80,273	825,541	1,034,814	-
Deferred amounts on other post employment benefit obligations	<u>130,952</u>	<u>60,040</u>	<u>1,237,886</u>	<u>1,428,878</u>	<u>-</u>
Total Deferred Outflows of Resources	<u>259,952</u>	<u>140,313</u>	<u>2,063,427</u>	<u>2,463,692</u>	<u>-</u>
LIABILITIES					
Current liabilities					
Accounts payable	40,415	24,604	4,196,179	4,261,198	-
Accrued interest payable	27,206	2,531	544,543	574,280	-
Accrued liabilities	2,699	2,308	30,080	35,087	-
Bond anticipation notes	-	-	36,747,594	36,747,594	-
Due to retirement systems	3,408	3,454	35,777	42,639	-
Unearned revenues	<u>100</u>	<u>59,104</u>	<u>-</u>	<u>59,204</u>	<u>-</u>
Total Current Liabilities	<u>73,828</u>	<u>92,001</u>	<u>41,554,173</u>	<u>41,720,002</u>	<u>-</u>
Noncurrent liabilities					
Due within one year					
General obligation bonds payable	214,701	14,935	995,287	1,224,923	-
Compensated absences	2,000	2,000	21,000	25,000	-
Claims and judgments payable	-	-	-	-	317,000
Due in more than one year					
General obligation bonds payable	2,595,265	154,192	9,862,746	12,612,203	-
Compensated absences	14,012	13,544	184,600	212,156	-
Claims and judgments payable	-	-	-	-	2,848,233
Net pension liability	209,897	128,381	1,319,886	1,658,164	-
Other post employment benefit obligations	<u>1,037,456</u>	<u>475,659</u>	<u>9,807,048</u>	<u>11,320,163</u>	<u>-</u>
Total Noncurrent Liabilities	<u>4,073,331</u>	<u>788,711</u>	<u>22,190,567</u>	<u>27,052,609</u>	<u>3,165,233</u>
Total Liabilities	<u>4,147,159</u>	<u>880,712</u>	<u>63,744,740</u>	<u>68,772,611</u>	<u>3,165,233</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred amounts on pensions	<u>5,659</u>	<u>3,462</u>	<u>35,590</u>	<u>44,711</u>	<u>-</u>
NET POSITION					
Net investment in capital assets	(244,417)	74,840	11,942,198	11,772,621	-
Unrestricted	<u>(468,117)</u>	<u>3,066</u>	<u>6,008,163</u>	<u>5,543,112</u>	<u>3,338,097</u>
Total Net Position	<u>\$ (712,534)</u>	<u>\$ 77,906</u>	<u>\$ 17,950,361</u>	<u>17,315,733</u>	<u>\$ 3,338,097</u>
Adjustment to reflect the consolidation of internal service fund activity related to enterprise funds				<u>157,532</u>	
Net position of business-type activities				<u>\$ 17,473,265</u>	

The accompanying notes are an integral part of the financial statements.

Incorporated Village of Garden City, New York
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
Year Ended May 31, 2020

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Pool	Tennis	Water	Total	
OPERATING REVENUES					
Charges for services					
Water sales	\$ -	\$ -	\$ 5,047,367	\$ 5,047,367	\$ -
Public fire protection	-	-	852,241	852,241	-
Water services for other governments	-	-	134,544	134,544	-
Intergovernmental sales	-	-	70,452	70,452	-
Membership and guest fees	1,169,209	365,427	-	1,534,636	-
Other	153,008	25,468	8,755	187,231	850,107
Premiums charged for risk retention					
General Fund	-	-	-	-	3,547,000
Library Fund	-	-	-	-	154,000
Enterprise funds	-	-	-	-	262,000
Total Operating Revenues	1,322,217	390,895	6,113,359	7,826,471	4,813,107
OPERATING EXPENSES					
Pumping	-	-	969,613	969,613	-
Transmission and distribution services	-	-	477,916	477,916	-
Purification	-	-	586,652	586,652	-
Other	832,216	305,252	976,706	2,114,174	-
Administrative and general	324,317	145,892	1,817,734	2,287,943	15,501
Depreciation	271,287	18,128	956,337	1,245,752	-
Excess insurance	-	-	-	-	1,288,991
Claims and judgments	-	-	-	-	1,290,855
Workers' compensation	-	-	-	-	1,826,963
Total Operating Expenses	1,427,820	469,272	5,784,958	7,682,050	4,422,310
Income (Loss) from Operations	(105,603)	(78,377)	328,401	144,421	390,797
NON-OPERATING REVENUES (EXPENSES)					
Interest income	12,888	3,203	274,658	290,749	83,534
Interest expense	(83,852)	(2,531)	(357,965)	(444,348)	-
Total Non-Operating Revenues (Expenses)	(70,964)	672	(83,307)	(153,599)	83,534
Income (Loss) Before Transfers	(176,567)	(77,705)	245,094	(9,178)	474,331
Transfers In	340,000	-	-	340,000	-
Change in Net Position	163,433	(77,705)	245,094	330,822	474,331
NET POSITION					
Beginning of Year	(875,967)	155,611	17,705,267	16,984,911	2,863,766
End of Year	<u>\$ (712,534)</u>	<u>\$ 77,906</u>	<u>\$ 17,950,361</u>	<u>\$ 17,315,733</u>	<u>\$ 3,338,097</u>
Change in Net Position				\$ 330,822	
Adjustment to reflect the consolidation of internal service fund activity related to enterprise funds				(31,359)	
Change in Net Position of Business-type Activities				<u>\$ 299,463</u>	

The accompanying notes are an integral part of the financial statements.

Incorporated Village of Garden City, New York

Statement of Cash Flows
Proprietary Funds
Year Ended May 31, 2020

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Pool	Tennis	Water	Total	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from charges for services	\$ 722,140	\$ 402,749	\$ 6,014,225	\$ 7,139,114	\$ 4,813,107
Cash payments for goods or services	(620,848)	(133,563)	(2,959,559)	(3,713,970)	-
Cash payments to employees and for benefits	(794,469)	(248,636)	(1,877,027)	(2,920,132)	-
Cash payments for claims and related services	-	-	-	-	(4,866,378)
Net Cash From Operating Activities	(693,177)	20,550	1,177,639	505,012	(53,271)
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES					
Transfers in	340,000	-	-	340,000	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Bond anticipation notes issued	-	-	35,750,000	35,750,000	-
General obligation bonds issued	-	160,351	-	160,351	-
Premium issued	-	9,158	1,458,432	1,467,590	-
Principal paid on general obligation bonds	(196,964)	-	(1,007,579)	(1,204,543)	-
Interest paid on indebtedness	(113,420)	-	(941,401)	(1,054,821)	-
Acquisition and construction of capital assets	(3,756)	(4,121)	(5,803,820)	(5,811,697)	-
Net Cash From Capital and Related Financing Activities	(314,140)	165,388	29,455,632	29,306,880	-
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest income	12,888	3,203	274,658	290,749	83,534
Net Change in Cash and Equivalents	(654,429)	189,141	30,907,929	30,442,641	30,263
CASH AND EQUIVALENTS					
Beginning of Year	1,360,404	379,703	19,829,007	21,569,114	6,473,067
End of Year	\$ 705,975	\$ 568,844	\$ 50,736,936	\$ 52,011,755	\$ 6,503,330
RECONCILIATION OF INCOME (LOSS) FROM OPERATIONS TO NET CASH FROM OPERATING ACTIVITIES					
Income (loss) from operations	\$ (105,603)	\$ (78,377)	\$ 328,401	\$ 144,421	\$ 390,797
Adjustments to reconcile income (loss) from operations to net cash from operating activities					
Depreciation	271,287	18,128	956,337	1,245,752	-
Changes in operating assets and liabilities					
Accounts receivable	2,885	(20)	(99,134)	(96,269)	-
Inventories	-	-	(36,571)	(36,571)	-
Deferred outflows of resources	(179,834)	(91,269)	(1,284,320)	(1,555,423)	-
Accounts payable	(387,420)	(7,881)	(1,350,757)	(1,746,058)	-
Accrued liabilities	(6,500)	(942)	453,157	445,715	-
Due to retirement systems	(923)	(1,079)	323	(1,679)	-
Unearned revenues	(602,962)	11,874	-	(591,088)	-
Compensated absences	(4,881)	1,495	34,627	31,241	-
Claims and judgments payable	-	-	-	-	(444,068)
Net pension liabilities	174,263	87,753	941,125	1,203,141	-
Other post employment benefit obligations payable	154,172	92,592	1,340,439	1,587,203	-
Deferred inflows of resources	(7,661)	(11,724)	(105,988)	(125,373)	-
Net Cash from Operating Activities	\$ (693,177)	\$ 20,550	\$ 1,177,639	\$ 505,012	\$ (53,271)
NON-CASH CAPITAL AND RELATED FINANCING ACTIVITIES					
Amortization of bond premiums	\$ (13,235)	\$ (382)	\$ (18,144)	\$ (31,761)	\$ -

The accompanying notes are an integral part of the financial statements.

Incorporated Village of Garden City, New York

Statement of Assets and Liabilities

Fiduciary Fund

May 31, 2020

	<u>Agency</u>
ASSETS	
Cash and equivalents	\$ 2,494,760
Accounts receivable	<u>8,879</u>
 Total Assets	 <u><u>\$ 2,503,639</u></u>
 LIABILITIES	
Building fees and other deposits	\$ 1,521,937
Unclaimed funds	187,283
Justice court fund	66,595
Other	<u>727,824</u>
 Total Liabilities	 <u><u>\$ 2,503,639</u></u>

The accompanying notes are an integral part of the financial statements.

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Note 1 - Summary of Significant Accounting Policies

The Incorporated Village of Garden City, New York ("Village") was established in 1919, and is governed by New York State Village Law and other general municipal laws of the State of New York and various local laws. The Village Board of Trustees is the legislative body responsible for overall operations and consists of the Mayor and seven trustees elected for two-year terms. The Mayor serves as the Chief Executive Officer and the Treasurer serves as the Chief Financial Officer. The Village provides a full range of municipal services including police, fire, sewer, water, sanitation, street maintenance, building, zoning, parks, recreation, library and general and administrative services.

The accounting policies of the Village 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 Village's more significant accounting policies:

A. Financial Reporting Entity

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

In evaluating how to define the Village, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the Village's reporting entity was made by applying the criteria set forth by GASB, including legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, the following blended component unit is included in the Village's reporting entity because of its operational or financial relationship with the Village. Blended component units, though legally separate entities, are in substance, part of the Village's operations. The blended component unit serves or benefits the Village almost exclusively. Financial information from this component unit is combined with that of the Village. The following represents the Village's blended component unit.

The Garden City Public Library ("Library") was established by the Village for the benefit of its residents and granted a charter by the State Board of Regents as provided in Article 5 of the Education Law of the State of New York. Although the Library is a separate legal entity, the Village appoints Library trustees, raises taxes and finances the Library's operations through the transfer of funds to the Library, has title to real property used by the Library and issues all Library indebtedness which is supported by the full faith and credit of the Village.

B. Government-Wide Financial Statements

The government-wide financial statements (i.e. the Statement of Net Position and the Statement of Activities) report information on all non-fiduciary activities of the primary government as a whole, except for interfund services provided and used. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

Note 1 - Summary of Significant Accounting Policies (Continued)

The Statement of Net Position presents the financial position of the Village at the end of its fiscal year. The Statement of Activities demonstrates the degree to which direct expenses of a given function or segment 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 Village does not allocate indirect expenses to functions in the Statement of Activities.

Separate financial statements are provided for governmental funds, proprietary 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.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the Enterprise Funds (Pool Fund, Tennis Fund and Water Fund) and Internal Service Fund are charges to customers for services. Operating expenses for the Enterprise Funds and the Internal Service Fund include the cost of services, administrative expenses and benefit costs. All revenues and expenses not meeting the definition are reported as non-operating revenues and expenses.

C. Fund Financial Statements

The accounts of the Village are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts, which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances/net position, revenues and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The Village maintains the minimum number of funds consistent with legal and managerial requirements. The focus of governmental fund financial statements is on major funds as that term is defined in professional pronouncements. Each major fund is to be presented in a separate column, with non-major funds, if any, aggregated and presented in a single column. Proprietary and fiduciary funds are reported by type. The Village has elected to treat each governmental and proprietary fund as a major fund as provided by the provisions of GASB Statement No. 34, "*Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*". Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental activities column, a reconciliation is presented on the pages following, which briefly explain the adjustments necessary to transform the fund based financial statements into the governmental activities column of the government-wide presentation. The Village's resources are reflected in the fund financial statements in three broad fund categories, in accordance with generally accepted accounting principles as follows:

Note 1 - Summary of Significant Accounting Policies (Continued)

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 represents the Village's major governmental funds:

General Fund - The General Fund constitutes the primary operating fund of the Village and is used to account for and report all financial resources not accounted for and reported in another fund.

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

Special Revenue Fund - Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The major special revenue fund of the Village is the Library Fund. The Library Fund is used to account for and report all activity of the Garden City Public Library, serving as a center of information and providing community programming for the area.

- b. Proprietary Funds - Proprietary funds include enterprise and internal service funds. Enterprise funds are used to account for operations that are financed and operated in a manner similar to private enterprises or where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is necessary for management accountability. Enterprise funds are used to account for those operations that provide services to the public. Internal service funds account for operations that provide services to other departments or agencies of the government, or to other governments, on a cost reimbursement basis.

The Village reports the following major proprietary funds:

Pool Fund - The Pool Fund is used to account for operations at the Village's swimming pool.

Tennis Fund - The Tennis Fund is used to account for operations at the Village's tennis bubble.

Water Fund - The Water Fund is used to account for operations related to water billings.

Internal Service Fund - The Internal Service Fund is used to account for the Village's workers' compensation benefits and general liability claims.

- c. Fiduciary Funds (Not Included in Government-Wide Statements) - Fiduciary Funds are used to account for assets held by the Village in an agency capacity on behalf of

Note 1 - Summary of Significant Accounting Policies (Continued)

others. The Agency Fund is used to account for money received and held in the capacity of trustee, custodian or agent. The Village uses this fund to account for Justice Court monies held and various deposits such as building fees.

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary funds. The Agency Fund has no measurement focus but 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. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are recognized as revenue when the expenditure is made. A sixty day availability period is generally used for revenue recognition for most other governmental fund revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, certain claims and judgments, tax certiorari, net pension liabilities 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.

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

Cash and Equivalents, Investments and Risk Disclosure

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

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

Restricted Cash - Restricted cash in the General Fund of \$1,254,910 is for the Employee Benefit Accrued Liability reserve. The restricted cash in the Library Fund of \$71,614 consists of donations and grants which are restricted for library programs.

Risk Disclosure

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

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

Taxes Receivable - Real property taxes attach as an enforceable lien on real property and are levied on June 1st. Village taxes are payable in two equal installments without penalty, on July 1st and December 31st. Current year delinquent property taxes not collected by March 31st are placed on tax sale.

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

Inventories - Inventories in the General and Water funds are recorded at cost on average cost basis and consist of materials and supplies. The cost is recorded as inventory at the time individual inventory items are purchased. The Village uses the consumption method to relieve inventory. In the fund financial statements, reported amounts are equally offset by nonspendable fund balance, which indicates that these amounts do not constitute "available spendable resources" even though they are a component of current assets.

Capital Assets - Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$500 through March 27, 2018 and \$2,500 subsequent to March 27, 2018 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

<u>Class</u>	<u>Life in Years</u>
Buildings	20-50
Improvements Other Than Buildings	10-30
Machinery and Equipment	3-25
Infrastructure:	
Roads, curbs and sidewalks	20
Drainage systems	20
Sewer systems	50
Water mains	100

Note 1 - Summary of Significant Accounting Policies (Continued)

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

Unearned Revenues - Unearned revenues arise when assets are recognized before revenue recognition criteria have 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.

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Village has reported \$108,611 for monies received in advance for the Village's recreation programs in the General Fund and \$130,000 for grant funds received in advance in the Library Fund. In addition, the Village has reported \$100 and \$59,104 in the Pool and Tennis funds, respectively, for advance collections. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

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

The Village has reported deferred inflows of resources of \$818,688 for real property taxes not expected to be collected within the first sixty days of the subsequent fiscal year in the General Fund. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

Deferred outflows and inflows of resources have been reported on the government-wide Statement of Net Position for the following:

	Deferred Outflows of Resources		Deferred Inflows of Resources	
	Governmental Activities	Business-Type Activities	Governmental Activities	Business-Type Activities
New York State and Local Employees' Retirement System	\$ 7,110,501	\$ 1,034,814	\$ 306,211	\$ 44,711
New York State and Local Police and Fire Retirement System	8,422,461	-	342,175	-
Other Post Employment Benefit Obligations	22,297,073	1,428,878	-	-
	<u>\$ 37,830,035</u>	<u>\$ 2,463,692</u>	<u>\$ 648,386</u>	<u>\$ 44,711</u>

The Village's deferred outflows of resources and deferred inflows of resources in relation to its pension and other postemployment benefit obligations are detailed in Note 3E.

Note 1 - Summary of Significant Accounting Policies (Continued)

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

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of 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.

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 and proprietary fund 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.

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

Net Position - Net position represents the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position on the Statement of Net Position includes, net investment in capital assets, restricted for debt service, civil practice law and rules and grantor and donor restrictions. The balance is classified as unrestricted.

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

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

Restricted fund balance is reported when constraints placed on the use of the resources are imposed by grantors, contributors, laws or regulations of other governments or imposed by law through enabling legislation. Enabling legislation includes a legally enforceable requirement that these resources be used only for the specific purposes as provided in the legislation. This fund balance classification is used to report funds that

Note 1 - Summary of Significant Accounting Policies (Continued)

are restricted for debt service obligations and for other items contained in the General Municipal Law of the State of New York.

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

Assigned fund balance, in the General Fund, represents amounts constrained either by policies of the Board of Trustees for amounts assigned for balancing the subsequent year's budget or delegated to the Village Treasurer for amounts assigned for encumbrances. Unlike commitments, assignments generally only exist temporarily, in that additional action does not normally have to be taken for the removal of an assignment. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all funds except the General Fund includes all remaining amounts, except for negative balances, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned fund balance, in the General Fund, represents amounts not classified as nonspendable, restricted, committed or assigned. The General Fund is the only fund that would report a positive amount in unassigned fund balance. For all governmental funds other than the General Fund, unassigned fund balance would necessarily be negative, since the fund's liabilities and deferred inflows of resources, together with amounts already classified as nonspendable, restricted and committed would exceed the fund's assets and deferred outflows of resources.

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

F. Encumbrances

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

Note 1 - Summary of Significant Accounting Policies (Continued)

G. Use of Estimates

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

H. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is December 11, 2020.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

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

- a) Approximately four months prior to May 31st, the Village Treasurer will submit a proposed operating budget for the General Fund for the fiscal year commencing June 1st. The operating budget includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted to obtain the public's comments on the proposed budget. On or before May 1st, the proposed budget is officially adopted by the Board of Trustees and tax rates are established.
- c) Revenues are budgeted by source. Expenditures are budgeted by department and character (personal services, equipment and capital outlay, contractual expenditures, etc.) which constitutes the legal level of control. Expenditures and encumbrances may not exceed appropriations at this level. All budget revisions at this level are subject to final approval of the Board of Trustees. Within these control levels, the Village Treasurer is authorized to make transfer appropriations without Board approval.
- d) Appropriations lapse at the close of the year to the extent that they have not been expended or encumbered. Activities of all funds, except the Capital Projects Fund, are appropriated through this annual budget process and controlled through the purchase requisition system. The Capital Projects Fund is approved through resolutions authorizing individual projects which remain in effect for the life of the project.
- e) The budget for the General and Public Library funds are legally adopted each year. Budgets are adopted on a basis of accounting consistent with generally accepted accounting principles. In the event that actual revenues received exceed budgeted amounts, additional budgetary appropriations may be made. The Capital Projects Fund is budgeted on a project or grant basis.

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

Note 2 - Stewardship, Compliance and Accountability (Continued)

B. Property Tax Limitations

The Village is permitted by the Constitution of the State of New York to levy taxes up to 2% of the five year average full valuation of taxable real estate located within the Village and the Tax Base Growth Factor, exclusive of the amount raised for the payment of interest on and redemption of long-term debt. In accordance with this definition, the maximum amount of the levy for the 2020 fiscal year was \$124,174,293 which exceeded the actual levy, after exclusions of \$8,790,775 by \$64,023,746.

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

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

Note 3 - Detailed Notes on All Funds

A. Taxes Receivable

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

Tax Sale Certificates	<u>\$ 818,688</u>
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Taxes receivable in the fund financial statements are offset by deferred tax revenues of \$818,688 which represents an estimate of the taxes receivable which will not be collected within the first sixty days of the subsequent year.

Note 3 - Detailed Notes on All Funds (Continued)

B. Capital Assets

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

Class	Balance June 1, 2019	Additions	Deletions	Balance May 31, 2020
Governmental Activities:				
Capital Assets, not being depreciated -				
Land	\$ 16,748,023	\$ -	\$ -	\$ 16,748,023
Capital Assets, being depreciated:				
Buildings	\$ 38,375,395	\$ 969,948	\$ -	\$ 39,345,343
Improvements other than buildings	8,615,613	292,843	1,305	8,907,151
Machinery and equipment	27,527,401	3,009,830	1,272,088	29,265,143
Infrastructure:				
Roads, curbs and sidewalks	51,071,346	1,566,972	-	52,638,318
Drainage and sewer systems	11,939,116	351,366	-	12,290,482
Total Capital Assets, being depreciated	137,528,871	6,190,959	1,273,393	142,446,437
Less Accumulated Depreciation for:				
Buildings	\$ 26,411,100	\$ 1,946,150	\$ -	\$ 28,357,250
Improvements other than buildings	7,281,679	247,805	1,305	7,528,179
Machinery and equipment	18,166,359	2,403,625	1,272,088	19,297,896
Infrastructure:				
Roads, curbs and sidewalks	31,310,727	1,933,611	-	33,244,338
Drainage and sewer systems	7,900,229	258,365	-	8,158,594
Total Accumulated Depreciation	91,070,094	6,789,556	1,273,393	96,586,257
Total Capital Assets, being depreciated, net	\$ 46,458,777	\$ (598,597)	\$ -	\$ 45,860,180
Governmental Activities Capital Assets, net	\$ 63,206,800	\$ (598,597)	\$ -	\$ 62,608,203

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

General Government Support	\$ 1,048,726
Public Safety	1,364,757
Transportation	1,775,342
Culture and Recreation	1,827,755
Home and Community services	772,976
Total Depreciation Expense - Governmental Activities	<u>\$ 6,789,556</u>

Incorporated Village of Garden City, New York

Notes to Financial Statements (Continued)

May 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

Class	Balance June 1, 2019	Additions	Deletions	Balance May 31, 2020
Business-Type Activities:				
Capital Assets, not being depreciated:				
Land	\$ 69,212	\$ -	\$ -	\$ 69,212
Construction-in-progress	6,110,074	8,351,712	4,889,942	9,571,844
Total Capital Assets, not being depreciated	<u>\$ 6,179,286</u>	<u>\$ 8,351,712</u>	<u>\$ 4,889,942</u>	<u>\$ 9,641,056</u>
Capital Assets, being depreciated:				
Buildings	\$ 11,530,632	\$ 878,995	\$ -	\$ 12,409,627
Improvements other than buildings	18,038,917	3,788,549	-	21,827,466
Machinery and equipment	15,935,659	54,452	-	15,990,111
Total Capital Assets, being depreciated	<u>45,505,208</u>	<u>4,721,996</u>	<u>-</u>	<u>50,227,204</u>
Less Accumulated Depreciation for:				
Buildings	8,202,156	316,909	-	8,519,065
Improvements other than buildings	7,290,646	487,111	-	7,777,757
Machinery and equipment	12,618,365	441,732	-	13,060,097
Total Accumulated Depreciation	<u>28,111,167</u>	<u>1,245,752</u>	<u>-</u>	<u>29,356,919</u>
Total Capital Assets, being depreciated, net	<u>\$ 17,394,041</u>	<u>\$ 3,476,244</u>	<u>\$ -</u>	<u>\$ 20,870,285</u>
Business-Type Activities Capital Assets, net	<u>\$ 23,573,327</u>	<u>\$ 11,827,956</u>	<u>\$ 4,889,942</u>	<u>\$ 30,511,341</u>

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

Culture and recreation - pool and tennis activities	\$ 289,415
Home and community services - water services	956,337
Total depreciation expense - governmental activities	<u>\$ 1,245,752</u>

C. Accrued Liabilities

Accrued liabilities at May 31, 2020 were as follows:

	Fund					Total
	Governmental Activities		Business-Type Activities			
	General	Library	Pool	Tennis	Water	
Payroll and Employee Benefits	\$ 421,694	\$ 25,395	\$ 2,699	\$ 2,308	\$ 30,080	\$ 482,176

Note 3 - Detailed Notes on All Funds (Continued)

D. Short-Term Capital Borrowings

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

Purpose	Original Issue Date	Maturity Date	Interest Rate	Balance June 1, 2019	Issued	Redemptions	Balance May 31, 2020
<u>Business-type Activities -</u>							
<u>Water Fund</u>							
Improvements to Wells	2/20/2020	2/19/2021	5.000 %	\$ -	\$ 35,750,000	\$ -	\$ 35,750,000
Unamortized premium	n/a	n/a	n/a	-	1,458,432	460,838	997,594
				<u>\$ -</u>	<u>\$ 37,208,432</u>	<u>\$ 460,838</u>	<u>\$ 36,747,594</u>

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 seven years after the original issue date. However, bond anticipation notes issued for assessable improvement projects may be renewed for periods equivalent to the maximum life of the permanent financing, provided that stipulated annual reductions of principal are made.

Interest expense of \$(15,204) was recorded in the Water Fund and in the government-wide financial statements for business-type activities.

E. Long-Term Liabilities

The following table summarizes changes in the Village's long-term indebtedness for the year ended May 31, 2020:

	Balance June 1, 2019	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2020	Due Within One-Year
<u>Governmental Activities:</u>					
General obligation bonds payable	\$ 27,408,746	\$ 4,939,649	\$ 2,375,457	\$ 29,972,938	\$ 3,085,077
Unamortized premium on bonds	862,049	1,041,406	837,068	1,066,387	-
	<u>28,270,795</u>	<u>5,981,055</u>	<u>3,212,525</u>	<u>31,039,325</u>	<u>3,085,077</u>
<u>Other Non-current Liabilities:</u>					
Compensated absences	8,362,099	810,580	836,000	8,336,679	834,000
Claims and judgments payable	3,609,301	231,775	675,843	3,165,233	317,000
Tax certiorari payable	500,000	-	-	500,000	500,000
Net pension liability	6,519,569	15,570,383	-	22,089,952	-
Other post employment benefit obligations payable	152,657,196	27,351,469	3,362,021	176,646,644	-
Total Other Non-Current Liabilities	<u>171,648,165</u>	<u>43,964,207</u>	<u>4,873,864</u>	<u>210,738,508</u>	<u>1,651,000</u>
Governmental Activities Long-Term Liabilities	<u>\$ 199,918,960</u>	<u>\$ 49,945,262</u>	<u>\$ 8,086,389</u>	<u>\$ 241,777,833</u>	<u>\$ 4,736,077</u>

Note 3 - Detailed Notes on All Funds (Continued)

	Balance June 1, 2019	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2020	Due Within One-Year
Business-Type Activities:					
General obligation bonds payable	\$ 14,721,254	\$ 160,351	\$ 1,204,543	\$ 13,677,062	\$ 1,224,923
Unamortized premium on bonds	182,667	9,158	31,761	160,064	-
	<u>14,903,921</u>	<u>169,509</u>	<u>1,236,304</u>	<u>13,837,126</u>	<u>1,224,923</u>
Other Non-current Liabilities:					
Compensated absences	205,915	51,241	20,000	237,156	25,000
Net pension liability	455,023	1,203,141	-	1,658,164	-
Other post employment benefit obligations payable	9,732,960	1,802,445	215,242	11,320,163	-
Total Other Non-Current Liabilities	<u>10,393,898</u>	<u>3,056,827</u>	<u>235,242</u>	<u>13,215,483</u>	<u>25,000</u>
Business - Type Activities					
Long-Term Liabilities	<u>\$ 25,297,819</u>	<u>\$ 3,226,336</u>	<u>\$ 1,471,546</u>	<u>\$ 27,052,609</u>	<u>\$ 1,249,923</u>

Each governmental fund's liability for general obligation bonds payable, compensated absences, net pension liability and other post employment benefit obligations payable will be liquidated through future budgetary appropriation in the fund that gave rise to the liability. The liability for claims and judgments payable will be liquidated through the Internal Service Fund or General Fund, depending on the nature of the case and tax certiorari payable will be liquidated through the General Fund.

General Obligation Bonds Payable

General obligation bonds payable at May 31, 2020 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Governmental Activities	Business-Type Activities			Total
						Pool Fund	Tennis Fund	Water Fund	
2006 Public Improvement Serial Bonds	2006	\$ 4,785,000	2021	4.200 %	\$ 90,000	\$ -	\$ -	\$ 135,000	\$ 225,000
2008 Public Improvement Serial Bonds	2008	7,770,000	2022	3.500-3.600	350,000	-	-	635,000	985,000
2010 Public Improvement Serial Bonds	2010	6,765,500	2025	3.000-3.500	730,000	-	-	825,000	1,555,000
2012 Public Improvement Serial Bonds	2012	6,010,000	2027	2.125-2.625	1,055,000	1,225,000	-	-	2,280,000
2014 Public Improvement Serial Bonds, Series A	2014	2,189,500	2024	2.000	1,050,000	-	-	-	1,050,000
2015 Public Improvement Serial Bonds, Series A	2015	3,090,000	2025	2.000-2.375	1,950,000	-	-	-	1,950,000
2015 Public Improvement Serial Bonds, Series B	2015	3,500,000	2025	2.000	2,540,000	-	-	-	2,540,000
2015 Water System Improvement Serial Bonds, Series C	2015	2,365,535	2031	2.000-2.750	-	-	-	1,830,000	1,830,000
2016 Public Improvement Serial Bonds	2016	9,235,000	2033	3.000	5,699,731	704,084	-	1,411,185	7,815,000
2018 Public Improvement Serial Bonds, Series A	2018	12,735,000	2034	2.250-5.000	11,568,558	811,442	-	-	12,380,000
2018 Public Improvement Serial Bonds, Series B	2018	6,000,000	2049	2.250-5.000	-	-	-	5,940,000	5,940,000
2020 Public Improvement Serial Bonds, Series A	2020	5,100,000	2029	5.000	4,939,649	-	160,351	-	5,100,000
					<u>\$ 29,972,938</u>	<u>\$ 2,740,526</u>	<u>\$ 160,351</u>	<u>\$ 10,776,185</u>	<u>\$ 43,650,000</u>

Interest expenditures/expense of \$1,499,843 was recorded in the fund financial statements, as detailed below. Interest expense of \$948,192 and \$459,552 was recorded in the government-wide financial statements for governmental activities and business-type activities, respectively.

Note 3 - Detailed Notes on All Funds (Continued)

Fund	Amount
Governmental Funds -	
General	\$ 1,040,291
Proprietary Funds:	
Pool	83,852
Tennis	2,531
Water	373,169
	<u>\$ 1,499,843</u>

Payments to Maturity

The annual requirements to amortize all bonded debt outstanding as of May 31, 2020, including interest payments of \$10,704,502 are as follows:

Year Ending May 31,	Governmental Activities		Business-Type Activities			
	General Obligation		Pool Fund		Tennis Fund	
	Bonds Payable		General Obligation		Bonds Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 3,085,077	\$ 994,385	\$ 214,701	\$ 80,194	\$ 14,935	\$ 7,594
2022	3,133,737	904,338	228,019	73,995	15,249	7,271
2023	2,851,923	797,582	286,337	67,202	16,035	6,508
2024	2,914,784	700,389	284,982	58,902	16,821	5,707
2025	2,731,290	599,120	289,078	50,565	17,607	4,866
2026-2030	9,202,330	1,740,058	931,797	137,476	79,704	10,203
2031-2035	6,053,797	440,573	505,612	35,804	-	-
2036-2040	-	-	-	-	-	-
2041-2045	-	-	-	-	-	-
2046-2049	-	-	-	-	-	-
	<u>\$ 29,972,938</u>	<u>\$ 6,176,445</u>	<u>\$ 2,740,526</u>	<u>\$ 504,138</u>	<u>\$ 160,351</u>	<u>\$ 42,149</u>
Year Ending May 31,	Business-Type Activities		Business-Type Activities			
	Water Fund		General Obligation		Total	
	Bonds Payable		Total		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 995,287	\$ 343,613	\$ 1,224,923	\$ 431,401	\$ 4,310,000	\$ 1,425,786
2022	877,995	309,084	1,121,263	390,350	4,255,000	1,294,688
2023	560,705	279,268	863,077	352,978	3,715,000	1,150,560
2024	568,413	260,560	870,216	325,169	3,785,000	1,025,558
2025	577,025	241,494	883,710	296,925	3,615,000	896,045
2026-2030	2,246,169	973,953	3,257,670	1,121,632	12,460,000	2,861,690
2031-2035	1,485,591	680,669	1,991,203	716,473	8,045,000	1,157,046
2036-2040	1,080,000	501,895	1,080,000	501,895	1,080,000	501,895
2041-2045	1,245,000	309,684	1,245,000	309,684	1,245,000	309,684
2046-2049	1,140,000	81,550	1,140,000	81,550	1,140,000	81,550
	<u>\$ 10,776,185</u>	<u>\$ 3,981,770</u>	<u>\$ 13,677,062</u>	<u>\$ 4,528,057</u>	<u>\$ 43,650,000</u>	<u>\$ 10,704,502</u>

Note 3 - Detailed Notes on All Funds (Continued)

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

Compensated Absences

Village employees are granted vacation and sick leave and earn compensatory absences in varying amounts, the terms of which must comply with the current collective bargaining agreements. In the event of termination or upon retirement, an employee is entitled to payment for accumulated vacation, personal leave and sick leave at various rates subject to certain maximum limitations.

Estimated vacation, sick leave and compensatory absences accumulated by governmental fund type employees have been recorded in the Statement of Net Position. Vested vacation, personal leave and sick leave accumulated by business-type employees have been recorded in proprietary funds as a liability and expense. Payment of vacation time and sick leave is dependent upon many factors, therefore, timing of future payments is not readily determinable. However, management believes that sufficient resources will be made available for the payments of vacation, sick leave and compensatory absences when such payments become due. As of May 31, 2020, the value of the Village's accumulated vacation time and sick leave for governmental and business-type activities was \$8,336,679 and \$237,156, respectively, of which \$2,004,910, including \$750,000 appropriated for use in the May 31, 2021 adopted budget, was included in the restricted fund balance of the General Fund.

Claims and Judgments Payable

The Internal Service Funds reflect workers' compensation and general liability claim liabilities. These 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. 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, changes in doctrines of legal liability and damage awards, 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 claims 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.

An analysis of the activity of unpaid claim liabilities in the Internal Service Fund is as follows:

	Workers' Compensation		General Liability	
	2020	2019	2020	2019
Balance - Beginning of Year	\$ 801,642	\$ 1,117,584	\$ 2,807,659	\$ 2,273,118
Provision for Claims and Claims Adjustment Expenses	51,653	941,342	180,122	1,356,744
Claims and Claims Adjustment Expenses Paid	(237,550)	(1,257,284)	(438,293)	(822,203)
Balance - End of Year	<u>\$ 615,745</u>	<u>\$ 801,642</u>	<u>\$ 2,549,488</u>	<u>\$ 2,807,659</u>
Due Within One Year	<u>\$ 60,000</u>	<u>\$ 162,427</u>	<u>\$ 257,000</u>	<u>\$ 568,884</u>

Note 3 - Detailed Notes on All Funds (Continued)

The Village began purchasing workers' compensation insurance policies during the fiscal year ended May 31, 2012 in order to minimize costs (the insurance policies will provide coverage for workers' compensation claims occurring after August 1, 2011) and, therefore, there is no provision for insured workers' compensation events in the current or prior fiscal year.

Tax Certiorari Payable

Tax certiorari payable includes an estimated liability of \$500,000 for tax certiorari refunds, which are not due and payable at year end. These amounts have been recorded as an expense in the government-wide financial statements.

Pension Plans

New York State and Local Retirement System

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

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

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	3 A14	15.7 %
	4 A15	15.7
	5 A15	13.1
	6 A15	9.2

Note 3 - Detailed Notes on All Funds (Continued)

	<u>Tier/Plan</u>	<u>Rate</u>
PFRS	2 384D	24.6/24.3 %
	5 384D	20.2
	6 384D	14.9

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

	<u>ERS</u>	<u>PFRS</u>
Measurement date	March 31, 2020	March 31, 2020
Net pension liability	\$ 13,014,182	\$ 10,733,934
Village's proportion of the net pension liability	0.0491461 %	0.2008243 %
Change in proportion since the prior measurement date	(0.000306) %	(0.0061304) %

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

For the year ended May 31, 2020, the Village recognized pension expense in the government-wide financial statements of \$3,840,486 and \$551,800 for ERS in the governmental activities and business-type activities, respectively, and \$4,520,049 for PFRS in governmental activities. Pension expenditures of \$2,328,004 for ERS and \$2,371,540 for PFRS were recorded in the fund financial statements and were charged to the following funds:

<u>Fund</u>	<u>ERS</u>	<u>PFRS</u>
General	\$ 1,545,239	\$ 2,371,540
Library	230,965	-
Enterprise Fund - Pool	89,867	-
Enterprise Fund - Tennis	37,802	-
Enterprise Fund - Water	424,131	-
	<u>\$ 2,328,004</u>	<u>\$ 2,371,540</u>

Note 3 - Detailed Notes on All Funds (Continued)

At May 31, 2020, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	ERS - Governmental Activities		ERS - Business-Type Activities	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 668,347	\$ -	\$ 97,590	\$ -
Changes of assumptions	228,657	197,442	33,387	28,829
Net difference between projected and actual earnings on pension plan investments	5,821,647	-	850,056	-
Changes in proportion and differences between Village contributions and proportionate share of contributions	76,306	108,769	11,142	15,882
Village contributions subsequent to the measurement date	315,544	-	42,639	-
	<u>\$ 7,110,501</u>	<u>\$ 306,211</u>	<u>\$ 1,034,814</u>	<u>\$ 44,711</u>

	PFRS - Governmental Activities		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 714,767	\$ 179,792	\$ 1,480,704	\$ 179,792
Changes of assumptions	917,492	-	1,179,536	226,271
Net difference between projected and actual earnings on pension plan investments	4,833,828	-	11,505,531	-
Changes in proportion and differences between Village contributions and proportionate share of contributions	1,565,121	162,383	1,652,569	287,034
Village contributions subsequent to the measurement date	391,253	-	749,436	-
	<u>\$ 8,422,461</u>	<u>\$ 342,175</u>	<u>\$ 16,567,776</u>	<u>\$ 693,097</u>

\$315,544 and \$391,253 reported as deferred outflows of resources related to ERS and PFRS governmental activities, and \$42,639 reported as deferred outflows of resources related to ERS business-type activities, resulting from the Village's accrued contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the plan's year ended March 31, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ERS and PFRS will be recognized in pension expense as follows:

Note 3 - Detailed Notes on All Funds (Continued)

Year Ended March 31,	Governmental Activities		Business-Type Activities
	ERS	PFRS	ERS
2021	\$ 1,065,226	\$ 1,911,260	\$ 155,540
2022	1,617,671	1,816,927	236,206
2023	2,101,919	2,095,792	306,915
2024	1,703,930	1,700,805	248,803
2025	-	164,249	-

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

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

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

Annuitant mortality rates are based on the April 1, 2010 – March 31, 2015 System's experience with adjustments for mortality improvements based on Society of Actuaries Scale MP-2018.

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

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

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

Note 3 - Detailed Notes on All Funds (Continued)

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

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

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

The following presents the Village's proportionate share of the net pension liability calculated using the discount rate of 6.8%, as well as what the Village's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (5.8%) or 1 percentage point higher (7.8%) than the current rate:

	<u>1% Decrease (5.8%)</u>	<u>Current Assumption (6.8%)</u>	<u>1% Increase (7.8%)</u>
Governmental Activities proportionate share of the ERS net pension liability	<u>\$ 20,841,500</u>	<u>\$ 11,356,018</u>	<u>\$ 2,619,850</u>
Business-Type Activities proportionate share of the ERS net pension liability	<u>\$ 3,043,199</u>	<u>\$ 1,658,164</u>	<u>\$ 382,541</u>
Governmental Activities proportionate share of the PFRS net pension liability	<u>\$ 19,192,493</u>	<u>\$ 10,733,934</u>	<u>\$ 3,159,103</u>

Note 3 - Detailed Notes on All Funds (Continued)

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

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

Employer contributions to ERS and PFRS are paid annually and cover the period through the end of the System's fiscal year, which is March 31st. Retirement contributions as of May 31, 2020 represent the employer contribution for the period of April 1, 2020 through May 31, 2020 based on paid ERS and PFRS wages multiplied by the employers' contribution rate, by tier. Employee contributions are remitted monthly. Accrued retirement contributions to ERS and PFRS governmental activities were \$315,544 and \$391,253, respectively and ERS business-type activities was \$42,639 as of May 31, 2020.

Voluntary Defined Contribution Plan

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

Other Post Employment Benefit Obligations ("OPEB")

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

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

Inactive employees currently receiving benefit payments	224
Inactive employees entitled to but not yet receiving benefit payments	16
Active employees	<u>227</u>
	<u>467</u>

Note 3 - Detailed Notes on All Funds (Continued)

The Village's total OPEB liability of \$187,966,807 (\$176,646,644 governmental activities and \$11,320,163 business-type activities) was measured as of May 31, 2020, and was determined by an actuarial valuation as of June 1, 2018.

The total OPEB liability in the June 1, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Salary increases	2.5%, average, including inflation
Discount rate	2.5%
Healthcare cost trend rates	5.75% for Pre-65 and 5.1% for Post-65 for 2020, decreasing at various rates to an ultimate rate of 5.0% for 2025 and later years
Retirees' share of benefit-related costs	Varies from 0% to 50%, depending on applicable retirement year and bargaining unit

The discount rate was based on a review of the yield derived from the 20 Year AA Municipal GO Bond Rate Index.

Mortality rates were in accordance with the SOA RP-2014 Total Dataset. Mortality improvements are projected using SOA Scale MP-2014.

The actuarial assumptions used in the June 1, 2018 valuation were based on the experience of the ERS and PFRS as outlined in AON's *New York State/SUNY – Development of Recommended Actuarial Assumptions for Other Post Employment Benefit Plans Actuarial Valuations – Participating District Version – December 2017* report.

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

	Governmental Activities	Business-Type Activities			Total
		Pool Fund	Tennis Fund	Water Fund	
Total OPEB Liability - Beginning of Year	\$ 152,657,196	\$ 883,284	\$ 383,067	\$ 8,466,609	\$ 9,732,960
Service cost	4,447,967	26,144	19,252	246,566	291,962
Interest	4,680,261	27,136	11,866	259,384	298,386
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	-	-	-	-	-
Changes in assumptions or other inputs	18,223,241	116,759	62,091	1,033,247	1,212,097
Benefit payments	(3,362,021)	(15,867)	(617)	(198,758)	(215,242)
Total OPEB Liability - End of Year	\$ 176,646,644	\$ 1,037,456	\$ 475,659	\$ 9,807,048	\$ 11,320,163

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.5%) or 1 percentage point higher (3.5%) than the current discount rate:

Incorporated Village of Garden City, New York

Notes to Financial Statements (Continued)

May 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

	1% Decrease (1.5%)	Current Assumption (2.5%)	1% Increase (3.5%)
Total OPEB Liability	<u>\$ 228,327,791</u>	<u>\$ 187,966,807</u>	<u>\$ 157,177,631</u>

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

	1% Decrease (decreasing in various amounts to a trend rate of 4.0%)	Healthcare Cost Trend Rates (decreasing in various amounts to a trend rate of 5.0%)	1% Increase (decreasing in various amounts to a trend rate of 6.0%)
Total OPEB Liability	<u>\$ 151,731,858</u>	<u>\$ 187,966,807</u>	<u>\$ 236,910,550</u>

For the year ended May 31, 2020, the Village recognized OPEB expense of \$16,331,537 in the government-wide financial statements (\$15,291,998 governmental activities and \$1,039,539 business-type activities). At May 31, 2020, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Governmental Activities		Business-Type Activities	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions or other inputs	\$ 22,297,073	\$ -	\$ 1,428,878	\$ -
Differences between expected and actual experience	-	-	-	-
	<u>\$ 22,297,073</u>	<u>\$ -</u>	<u>\$ 1,428,878</u>	<u>\$ -</u>
	Total			
	Deferred Outflows of Resources	Deferred Inflows of Resources		
Changes of assumptions or other inputs	\$ 23,725,951	\$ -		
Differences between expected and actual experience	-	-		
	<u>\$ 23,725,951</u>	<u>\$ -</u>		

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

Note 3 - Detailed Notes on All Funds (Continued)

Year Ended May 31,	Governmental Activities	Business-Type Activities
2021	\$ 6,214,700	\$ 398,261
2022	6,214,700	398,261
2023	6,214,700	398,261
2024	3,652,973	234,095

F. Revenues and Expenditures

Interfund Transfers

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

Transfers Out	Transfers In				Total
	General Fund	Capital Projects Fund	Library Fund	Enterprise Fund Pool Fund	
General Fund	\$ -	\$ 8,118,979	\$ 3,232,484	\$ 340,000	\$ 11,691,463
Capital Projects Fund	240,241	-	-	-	240,241
	<u>\$ 240,241</u>	<u>\$ 8,118,979</u>	<u>\$ 3,232,484</u>	<u>\$ 340,000</u>	<u>\$ 11,931,704</u>

Transfers are used to 1) move funds earmarked in the operating funds to fulfill commitments for Capital Projects and Enterprise funds expenditures and 2) move amounts in the Capital Projects Fund to the General Fund as projects with remaining balances are completed.

G. Net Position

The components of net position are detailed below:

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

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

Restricted for Civil Practice Law and Rules - the component of net position that reports the funds set aside pursuant to Chapter 8 of the Consolidated Laws of New York.

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

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

Incorporated Village of Garden City, New York

Notes to Financial Statements (Continued)
May 31, 2020

Note 3 - Detailed Notes on All Funds (Continued)

H. Fund Balances

	2020				2019			
	General Fund	Capital Projects Fund	Library Fund	Total	General Fund	Capital Projects Fund	Library Fund	Total
Nonspendable:								
Inventories	\$ 968,007	\$ -	\$ -	\$ 968,007	\$ 947,805	\$ -	\$ -	\$ 947,805
Restricted:								
Grantors and donor restrictions	-	-	71,614	71,614	-	-	70,979	70,979
Debt service	335,195	-	-	335,195	617,863	-	-	617,863
Employee benefit accrued liabilities	1,254,910	-	-	1,254,910	1,502,779	-	-	1,502,779
Employee benefit accrued liabilities - for subsequent year's expenditures	750,000	-	-	750,000	750,000	-	-	750,000
Civil practice law and rules	68,953	-	-	68,953	59,511	-	-	59,511
Capital projects	-	5,920,407	-	5,920,407	-	3,040,602	-	3,040,602
Total Restricted	2,409,058	5,920,407	71,614	8,401,079	2,930,153	3,040,602	70,979	6,041,734
Assigned:								
Purchases on order:								
General government support	213,273	-	-	213,273	138,331	-	-	138,331
Public safety	128,085	-	-	128,085	201,292	-	-	201,292
Transportation	26,127	-	-	26,127	6,670	-	-	6,670
Culture and recreation	15,250	-	-	15,250	65,321	-	-	65,321
Home and community services	42,800	-	-	42,800	29,191	-	-	29,191
	425,535	-	-	425,535	440,805	-	-	440,805
Subsequent year's expenditures	1,059,000	-	50,929	1,109,929	1,598,886	-	42,933	1,641,819
Capital projects	-	9,658,481	-	9,658,481	-	5,333,653	-	5,333,653
Library purposes	-	-	187,199	187,199	-	-	10,675	10,675
Total Assigned	1,484,535	9,658,481	238,128	11,381,144	2,039,691	5,333,653	53,608	7,426,952
Unassigned	10,672,078	-	-	10,672,078	9,413,157	-	-	9,413,157
Total Fund Balances	\$ 15,533,678	\$ 15,578,888	\$ 309,742	\$ 31,422,308	\$ 15,330,806	\$ 8,374,255	\$ 124,587	\$ 23,829,648

Note 3 - Detailed Notes on All Funds (Continued)

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

Inventories in the General Fund have been classified as nonspendable to indicate that a portion of fund balance is not "available" for expenditure because the asset is in the form commodities and the Village anticipates utilizing them in the normal course of operations.

Employee Benefit Accrued Liabilities – the component of fund balance that has been restricted pursuant to Section 6-p of the General Municipal Law of the State of New York to provide funds for the payment of unused sick time and other forms of payment for accrued leave granted upon termination or separation from service.

Restricted for Capital Projects represents amounts restricted for capital projects, exclusive of unexpended bond proceeds and unrestricted interest earnings.

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

Subsequent year's expenditures are amounts that at May 31, 2020, the Village Board has utilized to be appropriated to the ensuing year's budget.

Unassigned fund balance in the General Fund represents amounts not classified as restricted or assigned.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

The Village is involved in various claims and lawsuits, arising in the normal course of operations. Management believes that any financial responsibility that may be incurred in settlement of such claims and lawsuits would not be material to the Village's financial position.

The Village is also defendant in numerous tax certiorari proceedings, the results of which cannot be determined at this time. Any future refunds resulting from adverse settlements will be funded in the year the payments are made.

B. Risk Management

In common with other municipalities, the Village receives numerous notices of claims. The Village established a self-insurance risk management program for general liability and workers' compensation claims which is accounted for in the Internal Service Fund. With respect to those insurance needs which are being self-insured, the Village has umbrella policies which provide for (1) \$31,000,000 of coverage per year for general liability claims which on a case by case basis are more than \$200,000 (\$1,100,000 in the aggregate) and (2) \$2,000,000 of coverage per year for workers' compensation claims filed prior to August 1, 2011 which, on a case by case basis, are more than \$400,000 with the exception of policemen and firemen claims which are \$500,000.

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

The Village purchases an insurance policy which covers all workers' compensation claims incurred after August 1, 2011. There have been no significant reductions in insurance coverage as compared to the prior year, and there were no settlements in excess of insurance coverage over the last three years.

C. Contingencies

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

Coronavirus

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

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

The ultimate size of any permanent reductions would depend in part on the availability of unrestricted Federal aid. The Federal government has not reached a consensus on additional recovery legislation at this time. Therefore, in the interim, without assurance of Federal aid, New York State has begun withholding a minimum of 20% of most municipal and school district aid payments to achieve the cash flow savings anticipated in the Executive Budget Financial Plan as updated for the Governor's amendments and forecast revisions pursuant to the Reduction Authority.

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

The outbreak of the Coronavirus and the dramatic steps taken by the Federal government and New York State to address it will continue to negatively affect New York State and its local economies. The full impact of the Coronavirus on New York State's operations and financial condition is not expected to be known for some time. Similarly, the degree of the impact on the Village's future operations and finances as a result of the Coronavirus is extremely difficult to

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

predict due to uncertainties relating to its duration and severity, as well as with regard to what actions may be taken by governmental and other health care authorities, including New York State, to contain or mitigate its effects. The spread of the outbreak or reemergence later in the year could have a material adverse financial effect on New York State and local municipalities, including the Village. The Village is continuously monitoring the situation and will take such proactive measures as may be required to maintain operations and meet its obligations. Given this level of uncertainty, management cannot reasonably estimate the actual impact on the Village's future financial position at this time.

Note 5 - Tax Abatements

The Village has real property tax abatement agreements organized pursuant to Title I, Article 18-A of the General Municipal Law of the State of New York.

Copies of the agreements may be obtained from the Village. Information relevant to disclosure of these agreements for the fiscal year ended May 31, 2020 is as follows:

Agreement	Taxable Assessed Value	Tax Rate	Tax Value	PILOT Received	Taxes Abated
Town of Hempstead 301 N. Franklin Street (Hempstead Lincoln Mercury)	\$ 14,000	\$ 48.77	\$ 6,827	\$ 10,223	\$ (3,396)
Town of Hempstead 390 Old Country Road	30,000	48.77	14,630	14,111	519
County of Nassau - Hempstead	1,553,897	48.77	757,758	726,048	31,710
County of Nassau - North Hempstead	29,655	48.77	14,461	1,313	13,148
County of Nassau - 700 Garden City Plaza - Palmetto	63,434	48.77	30,934	33,966	(3,032)
	<u>\$ 1,690,986</u>		<u>\$ 824,610</u>	<u>\$ 785,661</u>	<u>\$ 38,949</u>

Incorporated Village of Garden City, New York

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

	2020	2019
<u>Governmental Activities:</u>		
Total OPEB Liability:		
Service cost	\$ 4,447,967	\$ 3,613,356
Interest	4,680,261	4,799,036
Changes of benefit terms	-	-
Differences between expected and actual experience	-	-
Changes of assumptions or other inputs	18,223,241	12,779,456
Benefit payments	(3,362,021)	(3,682,351)
Net Change in Total OPEB Liability	23,989,448	17,509,497
Total OPEB Liability – Beginning of Year	152,657,196	135,147,699 (3)
Total OPEB Liability – End of Year	<u>\$ 176,646,644</u>	<u>\$ 152,657,196</u>
<u>Business-Type Activities:</u>		
Total OPEB Liability:		
Service cost	\$ 291,962	\$ 237,178
Interest	298,386	304,529
Changes of benefit terms	-	-
Differences between expected and actual experience	-	-
Changes of assumptions or other inputs	1,212,097	850,011
Benefit payments	(215,242)	(235,751)
Net Change in Total OPEB Liability	1,587,203	1,155,967
Total OPEB Liability – Beginning of Year	9,732,960	8,576,993 (3)
Total OPEB Liability – End of Year	<u>\$ 11,320,163</u>	<u>\$ 9,732,960</u>
<u>Primary Government:</u>		
Total OPEB Liability:		
Service cost	\$ 4,739,929	\$ 3,850,534
Interest	4,978,647	5,103,565
Changes of benefit terms	-	-
Differences between expected and actual experience	-	-
Changes of assumptions or other inputs	19,435,338 (4)	13,629,467
Benefit payments	(3,577,263)	(3,918,102)
Net Change in Total OPEB Liability	25,576,651	18,665,464
Total OPEB Liability – Beginning of Year	162,390,156	143,724,692 (3)
Total OPEB Liability – End of Year	<u>\$ 187,966,807</u>	<u>\$ 162,390,156</u>
Village's covered-employee payroll	<u>\$ 18,763,219</u>	<u>\$ 18,763,219</u>
Total OPEB liability as a percentage of covered-employee payroll	<u>1002%</u>	<u>865%</u>

(1) Data not available prior to fiscal year 2019 implementation of Governmental Accounting Standards Board

("GASB") Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than

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

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

(4) The discount rate used to calculate total OPEB liability was decreased from 3.1% to 2.5% effective with the May 31, 2020 measurement date.

See independent auditors' report.

Incorporated Village of Garden City, New York

Required Supplementary Information - Schedule of the Village's Proportionate Share of the Net Pension Liability New York State and Local Employees' Retirement System Last Ten Fiscal Years (1)

	<u>2020 (3)</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Village's proportion of the net pension liability	<u>0.0491461%</u>	<u>0.0494521%</u>	<u>0.0507633%</u>	<u>0.0524775%</u>
Village's proportionate share of the net pension liability	<u>\$ 13,014,182</u>	<u>\$ 3,503,832</u>	<u>\$ 1,638,357</u>	<u>\$ 4,930,894</u>
Village's covered payroll	<u>\$ 14,029,391</u>	<u>\$ 13,787,614</u>	<u>\$ 13,247,399</u>	<u>\$ 13,708,672</u>
Village's proportionate share of the net pension liability as a percentage of its covered payroll	<u>92.76%</u>	<u>25.41%</u>	<u>12.37%</u>	<u>35.97%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>86.39%</u>	<u>96.27%</u>	<u>98.24%</u>	<u>94.70%</u>

Note - The amounts presented for each fiscal year were determined as of the March 31st measurement date within the current fiscal year.

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

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

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

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required contribution	<u>\$ 2,007,585</u>	<u>\$ 1,942,319</u>	<u>\$ 2,034,344</u>	<u>\$ 2,053,554</u>
Contributions in relation to the contractually required contribution	<u>(2,007,585)</u>	<u>(1,942,319)</u>	<u>(2,034,344)</u>	<u>(2,053,554)</u>
Contribution excess	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Village's covered payroll	<u>\$ 14,181,898</u>	<u>\$ 13,829,237</u>	<u>\$ 13,607,798</u>	<u>\$ 13,563,955</u>
Contributions as a percentage of covered payroll	<u>14.16%</u>	<u>14.05%</u>	<u>14.95%</u>	<u>15.14%</u>

(1) Covered payroll for the fiscal years ended May 31, 2011 and May 31, 2012 was not available.

See independent auditors' report.

<u>2016 (2)</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>0.0554353%</u>	<u>0.0565780%</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<u>\$ 8,897,521</u>	<u>\$ 1,911,344</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<u>\$ 13,341,738</u>	<u>\$ 13,844,965</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<u>66.69%</u>	<u>13.81%</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<u>90.68%</u>	<u>97.95%</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>\$ 2,463,618</u>	<u>\$ 2,736,701</u>	<u>\$ 2,940,224</u>	<u>\$ 2,695,215</u>	<u>\$ 2,275,745</u>	<u>\$ 1,793,315</u>
<u>(2,463,618)</u>	<u>(2,736,701)</u>	<u>(2,940,224)</u>	<u>(2,695,215)</u>	<u>(2,275,745)</u>	<u>(1,793,315)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ 13,124,194</u>	<u>\$ 13,832,182</u>	<u>\$ 13,927,676</u>	<u>\$ 14,367,336</u>	<u>N/A</u>	<u>N/A</u>
<u>18.77%</u>	<u>19.79%</u>	<u>21.11%</u>	<u>18.76%</u>	<u>N/A</u>	<u>N/A</u>

Incorporated Village of Garden City, New York

Required Supplementary Information - Schedule of the Village's Proportionate Share of the Net Pension Liability New York State and Local Police and Fire Retirement System Last Ten Fiscal Years (1)

	2020 (3)	2019	2018	2017
Village's proportion of the net pension liability	<u>0.2008243%</u>	<u>0.2069547%</u>	<u>0.2191354%</u>	<u>0.2164597%</u>
Village's proportionate share of the net pension liability	<u>\$ 10,733,934</u>	<u>\$ 3,470,760</u>	<u>\$ 2,214,926</u>	<u>\$ 4,486,457</u>
Village's covered payroll	<u>\$ 8,666,456</u>	<u>\$ 10,125,923</u>	<u>\$ 9,740,443</u>	<u>\$ 11,195,926</u>
Village's proportionate share of the net pension liability as a percentage of its covered payroll	<u>123.86%</u>	<u>34.28%</u>	<u>22.74%</u>	<u>40.07%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>84.86%</u>	<u>95.09%</u>	<u>96.93%</u>	<u>93.46%</u>

Note - The amounts presented for each fiscal year were determined as of the March 31st measurement date within the current fiscal year.

- (1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".
- (2) The discount rate used to calculate the total pension liability was decreased from 7.5% to 7.0% effective with the March 31, 2016 measurement date.
- (3) The discount rate used to calculate the total pension liability was decreased from 7.0% to 6.8% effective with the March 31, 2020 measurement date.

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

	2020	2019	2018	2017
Contractually required contribution	\$ 2,344,071	\$ 2,269,417	\$ 2,810,565	\$ 2,349,748
Contributions in relation to the contractually required contribution	<u>(2,344,071)</u>	<u>(2,269,417)</u>	<u>(2,810,565)</u>	<u>(2,349,748)</u>
Contribution excess	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Village's covered payroll	<u>\$ 8,729,085</u>	<u>\$ 9,882,408</u>	<u>\$ 11,331,876</u>	<u>\$ 10,921,231</u>
Contributions as a percentage of covered payroll	<u>26.85%</u>	<u>22.96%</u>	<u>24.80%</u>	<u>21.52%</u>

- (1) Covered payroll for the fiscal years ended May 31, 2011 and May 31, 2012 was not available.

See independent auditors' report.

2016 (2)	2015	2014	2013	2012	2011
0.2346579%	0.2310009%	N/A	N/A	N/A	N/A
\$ 6,947,722	\$ 635,852	N/A	N/A	N/A	N/A
\$ 10,120,871	\$ 10,032,068	N/A	N/A	N/A	N/A
68.65%	6.34%	N/A	N/A	N/A	N/A
90.24%	99.03%	N/A	N/A	N/A	N/A

2016	2015	2014	2013	2012	2011
\$ 3,312,410	\$ 2,627,421	\$ 3,006,540	\$ 2,639,070	\$ 2,197,288	\$ 1,761,929
(3,312,410)	(2,627,421)	(3,006,540)	(2,639,070)	(2,197,288)	(1,761,929)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 10,816,474	\$ 10,109,878	\$ 11,226,524	\$ 11,399,194	N/A	N/A
30.62%	25.99%	26.78%	23.15%	N/A	N/A

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Incorporated Village of Garden City, New YorkGeneral Fund
Comparative Balance Sheet
May 31, 2020

	2020	2019
ASSETS		
Cash and equivalents	\$ 15,912,708	\$ 15,947,108
Restricted cash	1,254,910	1,502,779
Taxes receivable	818,688	493,009
Other receivables		
Accounts	101,939	341,365
State and Federal aid	298,259	312,076
	400,198	653,441
Inventories	968,007	947,805
Total Assets	<u>\$ 19,354,511</u>	<u>\$ 19,544,142</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 1,806,404	\$ 1,276,078
Accrued liabilities	421,694	1,757,128
Due to retirement systems	665,436	611,074
Unearned revenues	108,611	76,047
Total Liabilities	3,002,145	3,720,327
Deferred inflows of resources		
Deferred tax revenues	818,688	493,009
Total Liabilities and Deferred Inflows of Resources	<u>3,820,833</u>	<u>4,213,336</u>
Fund balance		
Nonspendable	968,007	947,805
Restricted	2,409,058	2,930,153
Assigned	1,484,535	2,039,691
Unassigned	10,672,078	9,413,157
Total Fund Balance	<u>15,533,678</u>	<u>15,330,806</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 19,354,511</u>	<u>\$ 19,544,142</u>

See independent auditors' report.

Incorporated Village of Garden City, New York

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

	2020			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 51,359,772	\$ 51,359,772	\$ 51,019,857	\$ (339,915)
Other tax items	866,803	866,803	874,095	7,292
Non-property taxes	1,029,559	1,029,559	998,689	(30,870)
Departmental income	6,640,425	6,640,425	2,226,995	(4,413,430)
Intergovernmental revenues	2,400	2,400	435	(1,965)
Use of money and property	522,969	522,969	509,126	(13,843)
Licenses and permits	440,750	440,750	383,610	(57,140)
Fines and forfeitures	1,601,627	1,631,625	1,684,250	52,625
Sale of property and compensation for loss	276,000	348,184	526,219	178,035
State aid	1,113,100	1,113,100	1,525,772	412,672
Federal aid	4,000	4,000	16,296	12,296
Miscellaneous	52,500	67,968	496,903	428,935
Total Revenues	63,909,905	64,027,555	60,262,247	(3,765,308)
EXPENDITURES				
Current				
General government support	12,592,531	12,839,208	9,659,969	3,179,239
Public safety	13,349,677	13,482,522	12,028,843	1,453,679
Transportation	2,503,583	2,334,612	2,192,237	142,375
Economic opportunity and development	44,000	44,000	40,600	3,400
Culture and recreation	4,993,580	4,993,580	4,033,767	959,813
Home and community services	5,044,772	5,189,241	5,033,565	155,676
Employee benefits	13,125,121	13,125,121	12,485,527	639,594
Debt service				
Principal	2,375,457	2,375,457	2,375,457	-
Interest	1,040,291	1,040,291	1,040,291	-
Total Expenditures	55,069,012	55,424,032	48,890,256	6,533,776
Excess (Deficiency) of Revenues Over Expenditures	8,840,893	8,603,523	11,371,991	2,768,468
OTHER FINANCING SOURCES (USES)				
Issuance premium	-	-	282,103	282,103
Transfers in	-	-	240,241	240,241
Transfers out	(10,880,584)	(11,691,463)	(11,691,463)	-
Total Other Financing Uses	(10,880,584)	(11,691,463)	(11,169,119)	522,344
Net Change in Fund Balance	(2,039,691)	(3,087,940)	202,872	3,290,812
FUND BALANCE				
Beginning of Year	2,039,691	3,087,940	15,330,806	12,242,866
End of Year	\$ -	\$ -	\$ 15,533,678	\$ 15,533,678

See independent auditors' report.

2019			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 50,575,524	\$ 50,575,524	\$ 50,571,328	\$ (4,196)
850,581	850,581	865,418	14,837
978,000	978,000	1,039,824	61,824
3,412,815	3,412,815	3,166,102	(246,713)
360	360	435	75
105,154	105,154	400,912	295,758
522,529	524,974	527,368	2,394
1,551,000	1,556,757	1,618,215	61,458
276,000	277,625	337,137	59,512
1,402,049	1,428,577	1,683,010	254,433
2,000	5,959	11,438	5,438
40,000	40,000	136,973	96,973
59,716,012	59,756,326	60,358,160	601,834
13,735,694	18,258,498	17,359,750	898,748
13,973,163	14,825,360	13,682,169	1,143,191
2,425,741	2,368,876	2,330,120	38,756
44,000	44,150	44,150	-
4,863,935	5,066,485	4,541,201	525,284
4,741,526	4,982,937	4,827,569	155,368
13,423,672	12,769,998	12,099,638	670,360
2,300,000	2,300,000	1,967,786	332,214
635,000	635,000	444,371	190,629
56,142,731	61,251,304	57,296,754	3,954,550
3,573,281	(1,494,978)	3,061,406	4,556,384
-	-	604,787	604,787
-	-	2,649,586	2,649,586
(7,139,273)	(8,566,097)	(8,566,097)	-
(7,139,273)	(8,566,097)	(5,311,724)	3,254,373
(3,565,992)	(10,061,075)	(2,250,318)	7,810,757
3,565,992	10,061,075	17,581,124	7,520,049
\$ -	\$ -	\$ 15,330,806	\$ 15,330,806

Incorporated Village of Garden City, New York

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

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2019 Actual
REAL PROPERTY TAXES	\$ 51,359,772	\$ 51,359,772	\$ 51,019,857	\$ (339,915)	\$ 50,571,328
OTHER TAX ITEMS					
Payments in lieu of taxes	763,803	763,803	785,661	21,858	747,581
Interest and penalties on real property taxes	103,000	103,000	88,434	(14,566)	117,837
	866,803	866,803	874,095	7,292	865,418
NON-PROPERTY TAXES					
Franchise fees	342,400	342,400	348,351	5,951	345,919
County sales tax	62,159	62,159	62,159	-	-
Utilities gross receipts tax	625,000	625,000	588,179	(36,821)	693,905
	1,029,559	1,029,559	998,689	(30,870)	1,039,824
DEPARTMENTAL INCOME					
Charges for tax advertising	1,650	1,650	1,260	(390)	2,100
Safety inspection fees	1,570,000	1,570,000	1,041,492	(528,508)	1,429,635
Parking lots and garages	203,450	203,450	261,525	58,075	239,815
Zoning fees	50,000	50,000	52,150	2,150	67,868
Dump permits	4,125	4,125	2,880	(1,245)	4,275
Sewer charges	2,700	2,700	2,646	(54)	2,646
Refuse and garbage fees	150,000	150,000	108,420	(41,580)	145,357
Park and recreational fees	793,900	793,900	510,014	(283,886)	752,166
Public works service	3,786,600	3,786,600	171,598	(3,615,002)	439,740
Health fees	7,000	7,000	8,110	1,110	7,100
Planning commission fees	5,000	5,000	-	(5,000)	11,625
Architectural design review fees	60,000	60,000	59,400	(600)	57,175
Police impound fees	6,000	6,000	7,500	1,500	6,600
	6,640,425	6,640,425	2,226,995	(4,413,430)	3,166,102
INTERGOVERNMENTAL REVENUES					
Fire protection	2,000	2,000	90	(1,910)	90
Sewer services	400	400	345	(55)	345
	2,400	2,400	435	(1,965)	435
USE OF MONEY AND PROPERTY					
Interest earnings	486,000	486,000	469,396	(16,604)	364,058
Rentals	36,969	36,969	39,730	2,761	36,854
	522,969	522,969	509,126	(13,843)	400,912
LICENSES AND PERMITS					
Building and occupational licenses	1,080	1,080	680	(400)	1,580
Dog license fund apportionment	6,400	6,400	5,516	(884)	7,212
Permits	433,270	433,270	377,414	(55,856)	518,576
	440,750	440,750	383,610	(57,140)	527,368

(Continued)

Incorporated Village of Garden City, New York

General Fund

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

Year Ended May 31, 2020

(With Comparative Actuals for 2019)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2019 Actual
FINES AND FORFEITURES					
Forfeiture of deposits	\$ 1,627	\$ 31,625	\$ 309,934	\$ 278,309	\$ 31,475
Fines and forfeited bail	1,600,000	1,600,000	1,374,316	(225,684)	1,586,740
	<u>1,601,627</u>	<u>1,631,625</u>	<u>1,684,250</u>	<u>52,625</u>	<u>1,618,215</u>
SALE OF PROPERTY AND COMPENSATION FOR LOSS					
Minor sales - other	36,000	36,000	58,332	22,332	43,924
Sales of equipment	25,000	25,000	157,525	132,525	64,220
Insurance recoveries	200,000	272,184	299,999	27,815	214,596
Other compensation for losses	15,000	15,000	10,363	(4,637)	14,397
	<u>276,000</u>	<u>348,184</u>	<u>526,219</u>	<u>178,035</u>	<u>337,137</u>
STATE AID					
Per capita	-	-	-	-	207,449
Mortgage tax	800,000	800,000	921,285	121,285	847,778
Youth programs	3,100	3,100	-	(3,100)	-
Consolidated local street and highway improvement aid	300,000	300,000	565,810	265,810	565,483
Other	10,000	10,000	38,677	28,677	62,300
	<u>1,113,100</u>	<u>1,113,100</u>	<u>1,525,772</u>	<u>412,672</u>	<u>1,683,010</u>
FEDERAL AID					
Police grants	4,000	4,000	16,296	12,296	11,438
MISCELLANEOUS					
AIM related payments	-	-	207,449	207,449	-
Refunds of prior year's expenditures	7,500	22,968	64,611	41,643	11,271
Gifts and donations	20,000	20,000	35,730	15,730	103,289
Interfund revenues	20,000	20,000	20,000	-	20,000
Other licenses	-	-	121,350	121,350	-
Other	5,000	5,000	47,763	42,763	2,413
	<u>52,500</u>	<u>67,968</u>	<u>496,903</u>	<u>428,935</u>	<u>136,973</u>
TOTAL REVENUES	<u>63,909,905</u>	<u>64,027,555</u>	<u>60,262,247</u>	<u>(3,765,308)</u>	<u>60,358,160</u>
OTHER FINANCING SOURCES					
Issuance premium	-	-	282,103	282,103	604,787
Transfers in					
Capital Projects Fund	-	-	240,241	240,241	2,649,586
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>522,344</u>	<u>522,344</u>	<u>3,254,373</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 63,909,905</u>	<u>\$ 64,027,555</u>	<u>\$ 60,784,591</u>	<u>\$ (3,242,964)</u>	<u>\$ 63,612,533</u>

See independent auditors' report.

Incorporated Village of Garden City, New York

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

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2019 Actual
GENERAL GOVERNMENT SUPPORT					
Board of Trustees -					
Other	\$ 19,975	\$ 23,625	\$ 20,884	\$ 2,741	\$ 4,298
Village Justices:					
Personal services	288,231	293,857	278,844	15,013	278,716
Other	36,600	44,000	28,703	15,297	26,422
Administration:					
Personal services	448,557	449,474	356,422	93,052	340,961
Equipment	13,025	37,000	5,698	31,302	3,154
Other	23,642	24,667	12,625	12,042	22,689
Finance:					
Personal services	578,247	578,247	531,868	46,379	437,099
Equipment	-	-	-	-	4,628
Other	327,196	327,196	151,434	175,762	278,967
Clerk-Treasurer -					
Other	-	-	-	-	10,050
Purchasing:					
Personal services	190,517	190,517	185,796	4,721	202,644
Other	7,300	7,300	4,002	3,298	3,751
Assessment -					
Other	49,500	49,500	45,693	3,807	44,191
Tax Advertising	2,000	3,200	3,143	57	3,630
Discount on Taxes	35,000	36,069	36,069	-	37,092
Law -					
Other	1,113,731	1,113,731	717,616	396,115	853,064
Personnel:					
Personal services	273,116	273,116	268,393	4,723	278,384
Equipment	-	-	-	-	19,649
Other	187,525	194,025	136,136	57,889	166,484
Engineer:					
Personal services	422,025	419,620	403,564	16,056	326,149
Other	11,385	53,290	52,059	1,231	10,096
Elections -					
Other	3,520	3,680	900	2,780	3,801
Buildings:					
Personal services	95,972	97,852	97,452	400	97,330
Equipment	2,800	3,875	-	3,875	2,750
Other	409,521	477,216	430,413	46,803	396,065
St. Paul School -					
Other	5,000	5,000	4,071	929	2,390
Central Garage:					
Personal services	748,626	736,626	720,145	16,481	707,769
Equipment	10,000	10,000	8,658	1,342	9,750
Other	236,729	236,331	214,129	22,202	192,958
Central Printing and Mailing -					
Other	30,000	28,800	22,328	6,472	25,837
Central Data Processing:					
Personal services	109,816	109,816	106,198	3,618	101,301
Other	141,503	151,636	137,415	14,221	136,475
Municipal Association Dues	30,000	30,000	23,915	6,085	24,811
Judgments and Claims	2,112,810	2,112,810	18,202	2,094,608	7,075,913
Insurance Charges	3,547,000	3,547,000	3,547,000	-	3,681,074
MTA Payroll Tax	79,042	79,042	70,568	8,474	78,792
Termination Payout	-	1,019,626	1,019,626	-	1,470,616
Contingency	1,002,620	71,464	-	71,464	-
	<u>12,592,531</u>	<u>12,839,208</u>	<u>9,659,969</u>	<u>3,179,239</u>	<u>17,359,750</u>

(Continued)

Incorporated Village of Garden City, New York

General Fund

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

Year Ended May 31, 2020

(With Comparative Actuals for 2019)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2019 Actual
PUBLIC SAFETY					
Police Department:					
Personal services	\$ 9,764,512	\$ 9,785,158	\$ 9,219,488	\$ 565,670	\$ 9,098,537
Equipment	10,367	10,367	10,354	13	19,431
Other	521,633	569,544	398,039	171,505	390,266
Fire Department:					
Personal services	477,380	535,233	368,891	166,342	2,144,857
Equipment	58,760	40,010	27,613	12,397	83,696
Other	1,613,039	1,638,224	1,351,893	286,331	1,245,802
Safety Inspection:					
Personal services	728,448	728,448	580,629	147,819	614,989
Other	175,538	175,538	71,936	103,602	84,591
	<u>13,349,677</u>	<u>13,482,522</u>	<u>12,028,843</u>	<u>1,453,679</u>	<u>13,682,169</u>
TRANSPORTATION					
Street Administration:					
Personal services	267,830	267,830	262,644	5,186	236,763
Other	126,569	126,569	101,794	24,775	36,456
Street Maintenance:					
Personal services	854,592	926,845	925,415	1,430	876,880
Other	262,455	286,202	212,083	74,119	244,938
Snow Removal:					
Personal services	160,000	18,700	18,620	80	70,836
Other	197,865	83,395	70,398	12,997	212,059
Street Lighting:					
Personal services	143,326	162,862	162,521	341	145,200
Other	490,946	462,209	438,762	23,447	506,988
	<u>2,503,583</u>	<u>2,334,612</u>	<u>2,192,237</u>	<u>142,375</u>	<u>2,330,120</u>
ECONOMIC OPPORTUNITY AND DEVELOPMENT					
Publicity -					
Other	44,000	44,000	40,600	3,400	44,150
CULTURE AND RECREATION					
Parks:					
Personal services	1,242,694	1,242,694	1,135,360	107,334	1,177,810
Equipment	-	-	-	-	830
Other	694,937	694,936	595,603	99,333	644,758
Playgrounds and Recreation Centers:					
Personal services	1,903,165	1,903,165	1,544,785	358,380	1,722,851
Equipment	18,400	18,400	7,178	11,222	6,387
Other	1,083,577	1,083,578	736,734	346,844	942,639
Concerts -					
Other	45,307	45,307	13,117	32,190	44,567
Historian -					
Other	5,500	5,500	990	4,510	1,359
	<u>4,993,580</u>	<u>4,993,580</u>	<u>4,033,767</u>	<u>959,813</u>	<u>4,541,201</u>

(Continued)

Incorporated Village of Garden City, New York

General Fund

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

Year Ended May 31, 2020

(With Comparative Actuals for 2019)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2019 Actual
HOME AND COMMUNITY SERVICES					
Sanitary Sewers:					
Personal services	\$ 253,872	\$ 264,028	\$ 264,020	\$ 8	\$ 219,422
Equipment	24,345	24,345	-	24,345	-
Other	80,304	70,148	67,625	2,523	116,698
Storm Sewers:					
Personal services	115,192	115,192	102,911	12,281	110,431
Other	43,550	57,950	42,872	15,078	41,325
Refuse and Garbage:					
Personal services	1,973,168	2,027,168	2,008,797	18,371	2,000,691
Other	1,630,932	1,680,602	1,616,352	64,250	1,437,270
Street Cleaning:					
Personal services	465,620	468,231	468,038	193	500,766
Other	82,846	99,134	90,122	9,012	90,024
Other Sanitation:					
Personal services	273,943	273,943	269,872	4,071	272,946
Other	101,000	108,500	102,956	5,544	37,996
	<u>5,044,772</u>	<u>5,189,241</u>	<u>5,033,565</u>	<u>155,676</u>	<u>4,827,569</u>
EMPLOYEE BENEFITS					
State Retirement	1,564,570	1,564,570	1,545,239	19,331	1,476,221
Police and Fire Retirement	2,082,551	2,371,541	2,371,540	1	1,912,715
Social Security	1,750,000	1,461,010	1,411,086	49,924	1,457,377
Unemployment Insurance	10,000	10,000	6,126	3,874	1,499
Hospital and Medical Insurance	7,718,000	7,718,000	7,151,536	566,464	7,251,826
	<u>13,125,121</u>	<u>13,125,121</u>	<u>12,485,527</u>	<u>639,594</u>	<u>12,099,638</u>
DEBT SERVICE					
Principal	2,375,457	2,375,457	2,375,457	-	1,967,786
Interest	1,040,291	1,040,291	1,040,291	-	444,371
	<u>3,415,748</u>	<u>3,415,748</u>	<u>3,415,748</u>	<u>-</u>	<u>2,412,157</u>
TOTAL EXPENDITURES	<u>55,069,012</u>	<u>55,424,032</u>	<u>48,890,256</u>	<u>6,533,776</u>	<u>57,296,754</u>
OTHER FINANCING USES					
Transfers out:					
Capital Projects Fund	7,353,867	8,118,979	8,118,979	-	5,312,618
Library Fund	3,186,717	3,232,484	3,232,484	-	3,109,489
Pool Fund	340,000	340,000	340,000	-	101,273
Tennis Fund	-	-	-	-	905
Water Fund	-	-	-	-	41,812
	<u>10,880,584</u>	<u>11,691,463</u>	<u>11,691,463</u>	<u>-</u>	<u>8,566,097</u>
TOTAL OTHER FINANCING USES	<u>10,880,584</u>	<u>11,691,463</u>	<u>11,691,463</u>	<u>-</u>	<u>8,566,097</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 65,949,596</u>	<u>\$ 67,115,495</u>	<u>\$ 60,581,719</u>	<u>\$ 6,533,776</u>	<u>\$ 65,862,851</u>

See independent auditors' report.

Incorporated Village of Garden City, New York

Capital Projects Fund
Comparative Balance Sheet
May 31,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	<u>\$ 18,098,520</u>	<u>\$ 9,611,894</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	<u>\$ 2,519,632</u>	<u>\$ 1,237,639</u>
Fund balance		
Restricted	5,920,407	3,040,602
Assigned	<u>9,658,481</u>	<u>5,333,653</u>
Total Fund Balance	<u>15,578,888</u>	<u>8,374,255</u>
Total Liabilities and Fund Balance	<u>\$ 18,098,520</u>	<u>\$ 9,611,894</u>

See independent auditors' report.

Incorporated Village of Garden City, New York**Capital Projects Fund
Comparative Statement of Revenues, Expenditures
and Changes in Fund Balance
Years Ended May 31,**

	<u>2020</u>	<u>2019</u>
REVENUES		
State aid	\$ -	\$ 92,030
EXPENDITURES		
Capital outlay	<u>6,373,057</u>	<u>8,699,996</u>
Deficiency of Revenues Over Expenditures	<u>(6,373,057)</u>	<u>(8,607,966)</u>
OTHER FINANCING SOURCES (USES)		
Bonds issued	4,939,649	11,900,290
Issuance premium	759,303	-
Transfers in	8,118,979	5,312,618
Transfers out	<u>(240,241)</u>	<u>(2,649,586)</u>
Total Other Financing Sources	<u>13,577,690</u>	<u>14,563,322</u>
Net Change in Fund Balance	7,204,633	5,955,356
FUND BALANCE		
Beginning of Year	<u>8,374,255</u>	<u>2,418,899</u>
End of Year	<u>\$ 15,578,888</u>	<u>\$ 8,374,255</u>

See independent auditors' report.

Incorporated Village of Garden City, New York

Library Fund
Comparative Balance Sheet
Years Ended May 31,

	2020	2019
ASSETS		
Cash and equivalents	\$ 494,997	\$ 377,030
Restricted cash	71,614	70,979
Total Assets	<u>\$ 566,611</u>	<u>\$ 448,009</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 60,114	\$ 104,040
Accrued liabilities	25,395	31,082
Due to retirement system	41,360	43,300
Unearned revenues	130,000	145,000
Total Liabilities	<u>256,869</u>	<u>323,422</u>
Fund Balance		
Restricted	71,614	70,979
Assigned	238,128	53,608
Total Fund Balance	<u>309,742</u>	<u>124,587</u>
Total Liabilities and Fund Balance	<u>\$ 566,611</u>	<u>\$ 448,009</u>

See independent auditors' report.

Incorporated Village of Garden City, New York

Library Fund

Combining Schedules of Revenues, Expenditures
and Changes in Fund Balance
(With Comparative Amounts for 2019)
Years Ended May 31,

	2020		
	Current Operations	Special Reserves	Combining Totals
REVENUES			
Intergovernmental revenues	\$ 27,870	\$ -	\$ 27,870
Use of money and property			
Interest earnings	13,453	635	14,088
Rental of meeting room	1,455	-	1,455
Fines and forfeitures	22,128	-	22,128
State aid	31,560	-	31,560
Miscellaneous			
Refunds of prior years' expenditures	5,336	-	5,336
Charges for lost or damaged books	3,418	-	3,418
Gifts and donations	871	-	871
Other	9,514	-	9,514
Total Revenues	115,605	635	116,240
EXPENDITURES			
Current			
Culture and recreation			
Personal services	1,539,239	-	1,539,239
Library materials and related costs	491,054	-	491,054
Equipment costs	6,959	-	6,959
Operation and maintenance of facilities	120,256	-	120,256
Insurance charges paid to internal service fund	154,000	-	154,000
Other	46,994	-	46,994
Employee benefits	805,067	-	805,067
Total Expenditures	3,163,569	-	3,163,569
Excess (Deficiency) of Revenues Over Expenditures	(3,047,964)	635	(3,047,329)
OTHER FINANCING SOURCES			
Transfers in	3,232,484	-	3,232,484
Net Change in Fund Balances	184,520	635	185,155
FUND BALANCES			
Beginning of Year	53,608	70,979	124,587
End of Year	\$ 238,128	\$ 71,614	\$ 309,742

See independent auditors' report.

2019		
Current Operations	Special Reserves	Combining Totals
\$ 27,870	\$ -	\$ 27,870
4,752	252	5,004
2,265	-	2,265
29,645	-	29,645
6,557	-	6,557
4,843	-	4,843
3,908	-	3,908
400	-	400
11,040	-	11,040
91,280	252	91,532
1,554,922	-	1,554,922
456,597	-	456,597
30,386	-	30,386
122,790	-	122,790
159,500	-	159,500
67,282	-	67,282
827,124	-	827,124
3,218,601	-	3,218,601
(3,127,321)	252	(3,127,069)
3,109,489	-	3,109,489
(17,832)	252	(17,580)
71,440	70,727	142,167
<u>\$ 53,608</u>	<u>\$ 70,979</u>	<u>\$ 124,587</u>

Incorporated Village of Garden City, New York

Library Fund

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

	2020			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Intergovernmental revenues	\$ 27,870	\$ 27,870	\$ 27,870	\$ -
Use of money and property				
Interest earnings	8,100	8,100	14,088	5,988
Rental of meeting room	1,800	1,800	1,455	(345)
Fines and forfeitures	35,500	35,500	22,128	(13,372)
Sale of property and compensation for loss	200	200	-	(200)
State aid	5,000	30,000	31,560	1,560
Miscellaneous				
Refund of prior years' expenditures	-	-	5,336	5,336
Charges for lost or damaged books	5,000	5,000	3,418	(1,582)
Gifts and donations	-	-	871	871
Other	11,200	11,200	9,514	(1,686)
Total Revenues	<u>94,670</u>	<u>119,670</u>	<u>116,240</u>	<u>(3,430)</u>
EXPENDITURES				
Current				
Culture and recreation				
Personal services	1,592,076	1,592,076	1,539,239	52,837
Library materials and related costs	510,900	594,442	491,054	103,388
Equipment costs	28,500	8,635	6,959	1,676
Operation and maintenance of facilities	129,600	130,125	120,256	9,869
Insurance charges paid to internal service fund	154,000	154,000	154,000	-
Other	49,150	55,715	46,994	8,721
Total Culture and Recreation	<u>2,464,226</u>	<u>2,534,993</u>	<u>2,358,502</u>	<u>176,491</u>
Employee benefits	<u>860,094</u>	<u>860,094</u>	<u>805,067</u>	<u>55,027</u>
Total Expenditures	<u>3,324,320</u>	<u>3,395,087</u>	<u>3,163,569</u>	<u>231,518</u>
Deficiency of Revenues Over Expenditures	<u>(3,229,650)</u>	<u>(3,275,417)</u>	<u>(3,047,329)</u>	<u>228,088</u>
OTHER FINANCING SOURCES				
Transfers in	<u>3,186,717</u>	<u>3,232,484</u>	<u>3,232,484</u>	<u>-</u>
Net Change in Fund Balance	<u>(42,933)</u>	<u>(42,933)</u>	<u>185,155</u>	<u>228,088</u>
FUND BALANCE				
Beginning of Year	<u>42,933</u>	<u>42,933</u>	<u>124,587</u>	<u>81,654</u>
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 309,742</u>	<u>\$ 309,742</u>

See independent auditors' report.

2019			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 27,870	\$ 27,870	\$ 27,870	\$ -
5,600	5,600	5,004	(596)
1,700	1,700	2,265	565
37,000	37,000	29,645	(7,355)
200	200	-	(200)
10,000	10,000	6,557	(3,443)
-	-	4,843	4,843
5,000	5,000	3,908	(1,092)
-	-	400	400
11,000	11,000	11,040	40
98,370	98,370	91,532	(6,838)
1,533,845	1,558,745	1,554,922	3,823
475,430	467,308	456,597	10,711
27,000	38,387	30,386	8,001
131,700	128,021	122,790	5,231
159,500	159,500	159,500	-
51,981	72,995	67,282	5,713
2,379,456	2,424,956	2,391,477	33,479
850,839	854,320	827,124	27,196
3,230,295	3,279,276	3,218,601	60,675
(3,131,925)	(3,180,906)	(3,127,069)	53,837
3,060,508	3,109,489	3,109,489	-
(71,417)	(71,417)	(17,580)	53,837
71,417	71,417	142,167	70,750
\$ -	\$ -	\$ 124,587	\$ 124,587

Incorporated Village of Garden City, New York

Enterprise Fund - Pool Fund
 Comparative Statement of Net Position
 May 31,

	2020	2019
ASSETS		
Current assets		
Cash and equivalents	\$ 705,975	\$ 1,360,404
Accounts receivable	80	2,965
Total Current Assets	706,055	1,363,369
Noncurrent assets		
Capital assets		
Not being depreciated	-	807,264
Being depreciated, net	2,474,277	1,934,544
Total Noncurrent Assets	2,474,277	2,741,808
Total Assets	3,180,332	4,105,177
DEFERRED OUTFLOWS OF RESOURCES		
Deferred amounts on pensions	129,000	20,811
Deferred amounts on other post employment benefit obligations	130,952	59,307
Total Deferred Outflows of Resources	259,952	80,118
LIABILITIES		
Current liabilities		
Accounts payable	40,415	427,835
Accrued interest payable	27,206	43,539
Accrued liabilities	2,699	9,199
Due to retirement systems	3,408	4,331
Unearned revenues	100	603,062
Total Current Liabilities	73,828	1,087,966
Noncurrent liabilities		
Due within one year		
General obligation bonds payable	214,701	196,964
Compensated absences	2,000	2,000
Due in more than one year		
General obligation bonds payable	2,595,265	2,823,201
Compensated absences	14,012	18,893
Net pension liability	209,897	35,634
Other post employment benefit obligations	1,037,456	883,284
Total Noncurrent Liabilities	4,073,331	3,959,976
Total Liabilities	4,147,159	5,047,942
DEFERRED INFLOWS OF RESOURCES		
Deferred amounts on pensions	5,659	13,320
NET POSITION		
Net investment in capital assets	(244,417)	(250,621)
Unrestricted	(468,117)	(625,346)
Total Net Position	\$ (712,534)	\$ (875,967)

See independent auditors' report.

Incorporated Village of Garden City, New York

Enterprise Fund - Pool Fund
 Comparative Statement of Revenues, Expenses
 and Changes in Net Position
 Years Ended May 31,

	<u>2020</u>	<u>2019</u>
OPERATING REVENUES		
Charges for services		
Membership and guest fees	\$ 1,169,209	\$ 1,310,521
Other	<u>153,008</u>	<u>144,311</u>
Total Operating Revenues	<u>1,322,217</u>	<u>1,454,832</u>
OPERATING EXPENSES		
Other	832,216	874,788
Administrative and general	324,317	210,245
Depreciation	<u>271,287</u>	<u>231,702</u>
Total Operating Expenses	<u>1,427,820</u>	<u>1,316,735</u>
Income (Loss) from Operations	<u>(105,603)</u>	<u>138,097</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest income	12,888	14,860
Interest expense	<u>(83,852)</u>	<u>(82,745)</u>
Total Non-Operating Expenses	<u>(70,964)</u>	<u>(67,885)</u>
Income (Loss) Before Transfers	(176,567)	70,212
Transfers In	<u>340,000</u>	<u>101,273</u>
Change in Net Position	<u>163,433</u>	<u>171,485</u>
NET POSITION		
Beginning of Year, as reported	(875,967)	(583,698)
Cumulative Effect of Change in Accounting Principle	<u>-</u>	<u>(463,754)</u>
Beginning of Year, as restated	<u>(875,967)</u>	<u>(1,047,452)</u>
End of Year	<u><u>\$ (712,534)</u></u>	<u><u>(875,967)</u></u>

See independent auditors' report.

Incorporated Village of Garden City, New York

Enterprise Fund - Pool Fund
Comparative Statement of Cash Flows
Year Ended May 31,

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from charges for services	\$ 722,140	\$ 1,318,064
Cash payments for goods or services	(620,848)	(263,640)
Cash payments to employees and for benefits	(794,469)	(758,481)
Net Cash From Operating Activities	(693,177)	295,943
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES		
Transfers in	340,000	101,273
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
General obligation bonds issued	-	834,710
Principal paid on general obligation bonds	(196,964)	(172,344)
Interest paid on indebtedness	(113,420)	(5,572)
Acquisition and construction of capital assets	(3,756)	(426,314)
Net Cash From Capital and Related Financing Activities	(314,140)	230,480
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	12,888	14,860
Net Change in Cash and Equivalents	(654,429)	642,556
CASH AND EQUIVALENTS		
Beginning of Year	1,360,404	717,848
End of Year	<u>\$ 705,975</u>	<u>\$ 1,360,404</u>
RECONCILIATION OF INCOME (LOSS) FROM OPERATIONS TO NET CASH FROM OPERATING ACTIVITIES		
Income (loss) from operations	\$ (105,603)	\$ 138,097
Adjustments to reconcile income (loss) from operations to net cash from operating activities		
Depreciation	271,287	231,702
Changes in operating assets and liabilities		
Accounts receivable	2,885	595
Deferred outflows of resources	(179,834)	2,619
Accounts payable	(387,420)	42,365
Accrued liabilities	(6,500)	(16,161)
Due to retirement systems	(923)	1,603
Unearned revenues	(602,962)	(137,363)
Compensated absences	(4,881)	7,060
Net pension liabilities	174,263	3,686
Other post employment benefit obligations payable	154,172	113,151
Deferred inflows of resources	(7,661)	(91,411)
Net Cash from Operating Activities	<u>\$ (693,177)</u>	<u>\$ 295,943</u>
NON-CASH CAPITAL AND RELATED FINANCING ACTIVITIES		
Amortization of bond premiums	\$ (13,235)	\$ (7,078)

See independent auditors' report.

Incorporated Village of Garden City, New York

Enterprise Fund - Tennis Fund
Comparative Statement of Net Position
May 31,

	2020	2019
ASSETS		
Current assets		
Cash and equivalents	\$ 568,844	\$ 379,703
Accounts receivable	180	160
Total Current Assets	569,024	379,863
Noncurrent assets		
Capital assets		
Not being depreciated	-	188,476
Being depreciated, net	252,743	78,656
Total Noncurrent Assets	252,743	267,132
Total Assets	821,767	646,995
DEFERRED OUTFLOWS OF RESOURCES		
Deferred amounts on pensions	80,273	23,323
Deferred amounts on other post employment benefit obligations	60,040	25,721
Total Deferred Outflows of Resources	140,313	49,044
LIABILITIES		
Current liabilities		
Accounts payable	24,604	32,485
Accrued interest payable	2,531	-
Accrued liabilities	2,308	3,250
Due to retirement systems	3,454	4,533
Unearned revenues	59,104	47,230
Total Current Liabilities	92,001	87,498
Noncurrent liabilities		
Due within one year		
General obligation bonds payable	14,935	-
Compensated absences	2,000	1,000
Due in more than one year		
General obligation bonds payable	154,192	-
Compensated absences	13,544	13,049
Net pension liability	128,381	40,628
Other post employment benefit obligations	475,659	383,067
Total Noncurrent Liabilities	788,711	437,744
Total Liabilities	880,712	525,242
DEFERRED INFLOWS OF RESOURCES		
Deferred amounts on pensions	3,462	15,186
NET POSITION		
Net investment in capital assets	74,840	267,132
Unrestricted	3,066	(111,521)
Total Net Position	\$ 77,906	\$ 155,611

See independent auditors' report.

Incorporated Village of Garden City, New York

Enterprise Fund - Tennis Fund
 Comparative Statement of Revenues, Expenses
 and Changes in Net Position
 Years Ended May 31,

	2020	2019
OPERATING REVENUES		
Charges for services		
Membership and guest fees	\$ 365,427	\$ 482,031
Other	25,468	573
	<u>390,895</u>	<u>482,604</u>
OPERATING EXPENSES		
Other	305,252	290,607
Administrative and general	145,892	121,797
Depreciation	18,128	5,044
	<u>469,272</u>	<u>417,448</u>
Total Operating Expenses	<u>469,272</u>	<u>417,448</u>
Income (Loss) from Operations	<u>(78,377)</u>	<u>65,156</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest income	3,203	2,603
Interest expense	(2,531)	-
	<u>672</u>	<u>2,603</u>
Total Non-Operating Revenues	<u>672</u>	<u>2,603</u>
Income (Loss) Before Transfers	(77,705)	67,759
Transfers In	<u>-</u>	<u>905</u>
Change in Net Position	<u>(77,705)</u>	<u>68,664</u>
NET POSITION		
Beginning of Year, as reported	155,611	233,038
Cumulative Effect of Change in Accounting Principle	<u>-</u>	<u>(146,091)</u>
Beginning of Year, as restated	<u>155,611</u>	<u>86,947</u>
End of Year	<u>\$ 77,906</u>	<u>\$ 155,611</u>

See independent auditors' report.

Incorporated Village of Garden City, New York

Enterprise Fund - Tennis Fund
Comparative Statement of Cash Flows
Years Ended May 31,

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from charges for services	\$ 402,749	\$ 499,085
Cash payments for goods or services	(133,563)	(93,629)
Cash payments to employees and for benefits	(248,636)	(248,523)
Net Cash From Operating Activities	20,550	156,933
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES		
Transfers in	-	905
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
General obligations bonds issued	160,351	-
Issuance premium	9,158	-
Acquisition and construction of capital assets	(4,121)	(197,416)
Net Cash From Capital and Related Financing Activities	165,388	(197,416)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	3,203	2,603
Net Change in Cash and Equivalents	189,141	(36,975)
CASH AND EQUIVALENTS		
Beginning of Year	379,703	416,678
End of Year	\$ 568,844	\$ 379,703
RECONCILIATION OF INCOME (LOSS) FROM OPERATIONS TO NET CASH FROM OPERATING ACTIVITIES		
Income (loss) from operations	\$ (78,377)	\$ 65,156
Adjustments to reconcile income (loss) from operations to net cash from operating activities		
Depreciation	18,128	5,044
Changes in operating assets and liabilities		
Accounts receivable	(20)	(20)
Deferred outflows of resources	(91,269)	(10,889)
Accounts payable	(7,881)	12,769
Accrued liabilities	(942)	(637)
Due to retirement systems	(1,079)	1,325
Unearned revenues	11,874	16,501
Compensated absences	1,495	1,699
Net pension liabilities	87,753	26,701
Other post employment benefit obligations payable	92,592	69,773
Deferred inflows of resources	(11,724)	(30,489)
Net Cash from Operating Activities	\$ 20,550	\$ 156,933
NON-CASH CAPITAL AND RELATED FINANCING ACTIVITIES		
Amortization of bond premiums	\$ (382)	\$ -

See independent auditors' report.

Incorporated Village of Garden City, New York

Enterprise Fund - Water Fund
Comparative Statement of Net Position
May 31,

	2020	2019
ASSETS		
Current assets		
Cash and equivalents	\$ 50,736,936	\$ 19,829,007
Accounts receivable	965,132	865,998
Inventories	180,875	144,304
Total Current Assets	51,882,943	20,839,309
Noncurrent assets		
Capital assets		
Not being depreciated	9,641,056	5,183,546
Being depreciated, net	18,143,265	15,380,841
Total Noncurrent Assets	27,784,321	20,564,387
Total Assets	79,667,264	41,403,696
DEFERRED OUTFLOWS OF RESOURCES		
Deferred amounts on pensions	825,541	210,622
Deferred amounts on other post employment benefit obligations	1,237,886	568,485
Total Deferred Outflows of Resources	2,063,427	779,107
LIABILITIES		
Current liabilities		
Accounts payable	4,196,179	3,174,485
Accrued interest payable	544,543	203,363
Accrued liabilities	30,080	22,557
Bond anticipation notes payable	36,747,594	-
Due to retirement systems	35,777	35,454
Total Current Liabilities	41,554,173	3,435,859
Noncurrent liabilities		
Due within one year		
General obligation bonds payable	995,287	1,007,579
Compensated absences	21,000	17,000
Due in more than one year		
General obligation bonds payable	9,862,746	10,876,177
Compensated absences	184,600	153,973
Net pension liability	1,319,886	378,761
Other post employment benefit obligations	9,807,048	8,466,609
Total Noncurrent Liabilities	22,190,567	20,900,099
Total Liabilities	63,744,740	24,335,958
DEFERRED INFLOWS OF RESOURCES		
Deferred amounts on pensions	35,590	141,578
NET POSITION		
Net investment in capital assets	11,942,198	12,940,612
Unrestricted	6,008,163	4,764,655
Total Net Position	\$ 17,950,361	\$ 17,705,267

See independent auditors' report.

Incorporated Village of Garden City, New York

Enterprise Fund - Water Fund
 Comparative Statement of Revenues, Expenses
 and Changes in Net Position
 Years Ended May 31,

	2020	2019
OPERATING REVENUES		
Charges for services		
Water sales	\$ 5,047,367	\$ 5,017,540
Public fire protection	852,241	676,877
Water services for other governments	134,544	140,140
Intergovernmental sales	70,452	85,250
Other	8,755	30,148
Total Operating Revenues	<u>6,113,359</u>	<u>5,949,955</u>
OPERATING EXPENSES		
Pumping	969,613	996,882
Transmission and distribution services	477,916	535,051
Purification	586,652	529,168
Other	976,706	1,075,643
Administrative and general	1,817,734	1,419,745
Depreciation	<u>956,337</u>	<u>835,208</u>
Total Operating Expenses	<u>5,784,958</u>	<u>5,391,697</u>
Income from Operations	<u>328,401</u>	<u>558,258</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest income	274,658	189,941
Interest expense	<u>(357,965)</u>	<u>(364,875)</u>
Total Non-Operating Expenses	<u>(83,307)</u>	<u>(174,934)</u>
Income Before Transfers	245,094	383,324
Transfers In	<u>-</u>	<u>41,812</u>
Change in Net Position	<u>245,094</u>	<u>425,136</u>
NET POSITION		
Beginning of Year, as reported	17,705,267	21,839,298
Cumulative Effect of Change in Accounting Principle	<u>-</u>	<u>(4,559,167)</u>
Beginning of Year, as restated	<u>17,705,267</u>	<u>17,280,131</u>
End of Year	<u>\$ 17,950,361</u>	<u>\$ 17,705,267</u>

See independent auditors' report.

Incorporated Village of Garden City, New York

Enterprise Fund - Water Fund
Comparative Statement of Cash Flows
Years Ended May 31,

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from charges for services	\$ 6,014,225	\$ 5,963,961
Cash payments for goods or services	(2,959,559)	(125,719)
Cash payments to employees and for benefits	(1,877,027)	(2,294,450)
Net Cash From Operating Activities	1,177,639	3,543,792
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES		
Transfers in	-	41,812
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Bond anticipation notes issued	35,750,000	-
General obligation bonds issued	-	6,000,000
Premium issued	1,458,432	-
Principal paid on general obligation bonds	(1,007,579)	(964,870)
Interest paid on indebtedness	(941,401)	(322,565)
Acquisition and construction of capital assets	(5,803,820)	(2,718,138)
Net Cash From Capital and Related Financing Activities	29,455,632	1,994,427
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	274,658	189,941
Net Change in Cash and Equivalents	30,907,929	5,769,972
CASH AND EQUIVALENTS		
Beginning of Year	19,829,007	14,059,035
End of Year	\$ 50,736,936	\$ 19,829,007
RECONCILIATION OF INCOME FROM OPERATIONS TO NET CASH FROM OPERATING ACTIVITIES		
Income from operations	\$ 328,401	\$ 558,258
Adjustments to reconcile income from operations to net cash from operating activities		
Depreciation	956,337	835,208
Changes in operating assets and liabilities		
Accounts receivable	(99,134)	14,006
Inventories	(36,571)	65,627
Deferred outflows of resources	(1,284,320)	(331,335)
Accounts payable	(1,350,757)	1,482,402
Accrued liabilities	453,157	138,491
Due to retirement systems	323	(966)
Compensated absences	34,627	(9,457)
Net pension liabilities	941,125	214,762
Other post employment benefit obligations payable	1,340,439	973,043
Deferred inflows of resources	(105,988)	(396,247)
Net Cash from Operating Activities	\$ 1,177,639	\$ 3,543,792
NON-CASH CAPITAL AND RELATED FINANCING ACTIVITIES		
Amortization of bond premiums	\$ (18,144)	\$ (5,879)

See independent auditors' report.

Incorporated Village of Garden City, New York

Internal Service Fund
Comparative Statement of Net Position
May 31,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	<u>\$ 6,503,330</u>	<u>\$ 6,473,067</u>
LIABILITIES		
Noncurrent liabilities		
Due within one year		
Claims and judgments payable	317,000	361,000
Due in more than one year		
Claims and judgments payable	<u>2,848,233</u>	<u>3,248,301</u>
Total Liabilities	<u>3,165,233</u>	<u>3,609,301</u>
NET POSITION		
Unrestricted	<u>\$ 3,338,097</u>	<u>\$ 2,863,766</u>

See independent auditors' report.

Incorporated Village of Garden City, New York

Internal Service Fund
Comparative Statement of Revenues, Expenses
and Changes in Net Position
Years Ended May 31,

	<u>2020</u>	<u>2019</u>
OPERATING REVENUES		
Charges for services		
Other	\$ 850,107	\$ 21,858
Premiums charged for risk retention		
General Fund	3,547,000	3,681,074
Library Fund	154,000	159,500
Enterprise funds	<u>262,000</u>	<u>271,209</u>
Total Operating Revenues	<u>4,813,107</u>	<u>4,133,641</u>
OPERATING EXPENSES		
Administrative and general	15,501	15,953
Excess insurance	1,288,991	1,236,993
Claims and judgments	1,290,855	916,747
Workers' compensation	<u>1,826,963</u>	<u>2,040,929</u>
Total Operating Expenses	<u>4,422,310</u>	<u>4,210,622</u>
Income (Loss) from Operations	390,797	(76,981)
NON-OPERATING REVENUES		
Interest income	<u>83,534</u>	<u>56,541</u>
Change in Net Position	474,331	(20,440)
NET POSITION		
Beginning of Year	<u>2,863,766</u>	<u>2,884,206</u>
End of Year	<u>\$ 3,338,097</u>	<u>\$ 2,863,766</u>

See independent auditors' report.

Incorporated Village of Garden City, New York

Internal Service Fund
Comparative Statement of Cash Flows
Years Ended May 31,

	<u>2020</u>	<u>2019</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from charges for services	\$ 4,813,107	\$ 4,133,641
Cash payments for claims and related services	<u>(4,866,378)</u>	<u>(3,992,023)</u>
Net Cash From Operating Activities	(53,271)	141,618
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	<u>83,534</u>	<u>56,541</u>
Net Change in Cash and Equivalents	30,263	198,159
CASH AND EQUIVALENTS		
Beginning of Year	<u>6,473,067</u>	<u>6,274,908</u>
End of Year	<u><u>\$ 6,503,330</u></u>	<u><u>\$ 6,473,067</u></u>
RECONCILIATION OF INCOME (LOSS) FROM OPERATIONS TO NET CASH FROM OPERATING ACTIVITIES		
Income (loss) from operations	\$ 390,797	\$ (76,981)
Adjustments to reconcile income (loss) from operations to net cash from operating activities		
Changes in operating assets and liabilities		
Claims and judgments payable	<u>(444,068)</u>	<u>218,599</u>
Net Cash from Operating Activities	<u><u>\$ (53,271)</u></u>	<u><u>\$ 141,618</u></u>

See independent auditors' report.