

TOWN OF NORTH CASTLE, NEW YORK

**Annual Comprehensive Financial Report for
the Year Ended December 31, 2024
Together with Independent
Auditor's Report**

**Prepared by
Town of North Castle
Finance Department**

Bonadio & Co., LLP
Accounting, Consulting & More

TOWN OF NORTH CASTLE

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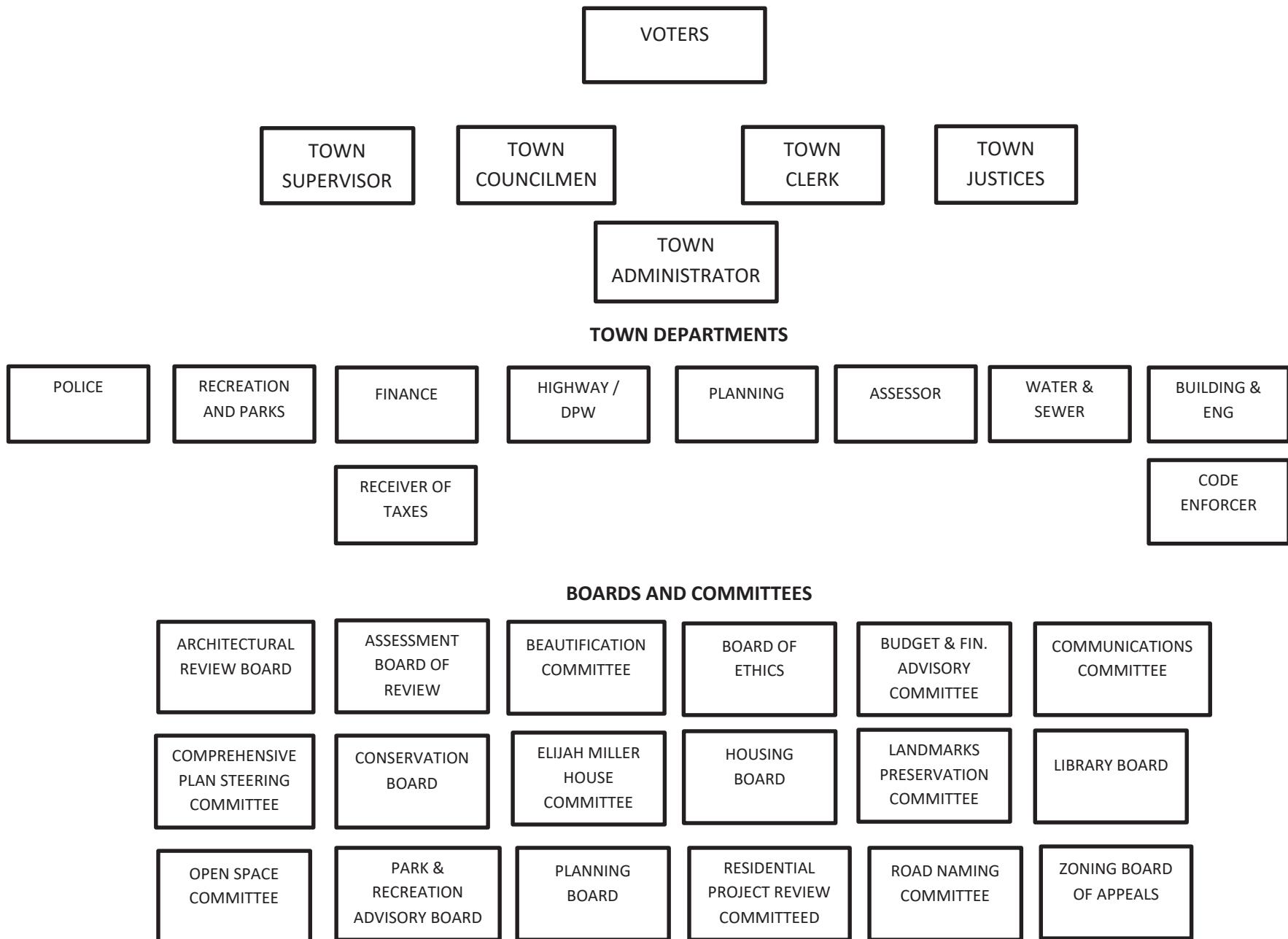
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INTRODUCTORY SECTION (UNAUDITED)

TOWN OF NORTH CASTLE
PRINCIPAL OFFICIALS

		<u>Term Ends</u>
Supervisor:	Joseph A. Rende	12/31/25
Town Board:	Barbara DiGiacinto	12/31/25
	Josè L. Berra	12/31/27
	Matthew Milim	12/31/25
	Saleem Hussain	12/31/27
Town Clerk:	Alison Simon	12/31/27
Town Administrator	Kevin Hay	

TOWN OF NORTH CASTLE – ORGANIZATIONAL CHART





TOWN OF NORTH CASTLE
Town Hall - 15 Bedford Road
Armonk, New York 10504
northcastleny.com

Established 1736

KEVIN HAY
Town Administrator

(914) 273-3000 x52
khay@northcastleny.com

June 9, 2025

To the Honorable Supervisor and Town Board of the Town of North Castle, New York

The Annual Comprehensive Financial Report ("ACFR") for the Town of North Castle, New York ("Town") for the fiscal year ended December 31, 2024 is herewith submitted. The New York State Comptroller's Office requires the Town to submit an annual report of the financial record and transactions presented in conformity with generally accepted accounting principles ("GAAP"). The Town has elected to have these statements audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. This ACFR is issued pursuant to this requirement and Town Board policy.

This report consists of management's responsibilities concerning the finances of the Town. Consequently, management assumes full responsibility for the completeness and reliability of all information present in this report. To provide a reasonable basis for making these representations, management of the Town has established a comprehensive internal control framework that is designed to both protect the Town's assets from loss, theft or misuse and to compile sufficient, reliable information for the preparation of the Town's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Town's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Town's financial statements have been audited by Bonadio & Co., LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Town for the year ended December 31, 2024 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and assessing the accounting principles used and significant estimates made by management. The independent auditor concluded based upon the audit, that there was reasonable basis for rendering unmodified opinions that the Town's basic financial statements, for the year ended December 31, 2024, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report. The financial section also includes a narrative introduction, overview and analysis of the December 31, 2024 financial statements to accompany the basic financial statements in the form of Management's Discussion and Analysis ("MD&A"). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Town's MD&A can be found immediately following the report of the independent auditor.

Profile of the Town

The Town was incorporated in 1788 by New York State as a separate political entity vested with independent taxing and debt authority. There are no incorporated villages situated within the Town's

borders. The Town has portions of five independently governed school districts, which rely on the taxing powers granted by New York State to raise revenues for school district purposes. The school districts use the Town's assessment roll as the basis for taxation of property within the Town.

In 2012, the Town hired a Town Administrator, setting up a Town Board-Administrator form of governance. The Town Board is the legislative, appropriating, governing and policy determining body of the Town and consists of four councilpersons, elected at large to serve a four-year term, plus the Supervisor.

Councilpersons may serve an unlimited number of terms. It is the responsibility of the Town Board to enact, by resolution, all legislation including ordinances and local laws. Annual budgets for the Town must be approved by the Board; modifications and transfers between budgetary appropriations must also be authorized by the Board on the recommendation of the Supervisor and Town Administrator. Budgetary appropriations are monies allocated to a specific category of expense in the Town Budget and any transfer from one expense category to another would need authorization from the Town Board.

The Town Supervisor is elected for a two-year term of office. The Supervisor is a full member of and the presiding officer of the Town Board. Duties of the Supervisor include that of Chief Financial Officer. The Town Administrator is the Town's Chief Operating Officer and handles the administration of the Town's daily functions, including contract negotiations and departmental management. Additionally, under the supervision of the Town Supervisor, the Town Administrator prepares the annual budget.

The Town provides a wide range of governmental services to its residents. Highway construction and maintenance of roads is a Town function. Recreation is provided and parks are maintained through the Town government. Water, sewer, lighting, fire protection and ambulance services are furnished by various special districts, which have been formed within the Town. Other services performed at the Town level include property assessment, police protection, zoning administration and planning. The Town provides refuse collection services to all properties and pays the cost thereof from the General Fund.

The annual budget serves as the foundation for the Town's financial planning and control. All departments are required to file detailed estimates of revenues (other than real property taxes) and expenditures for the next fiscal year with the Town Administrator and Director of Finance on or before October 20th. Estimates for each fire district situated within the Town must also be filed with the Director of Finance by this date (the Town has no authority to amend the budget submitted by the fire districts). After reviewing these estimates, the Town Administrator prepares a tentative budget which includes his/her recommendations. The tentative budget is filed with the Town Clerk no later than October 30th. Subsequently, the Town Administrator and Director of Finance present the tentative budget to the Town Board at the regular or special hearing, which must be held on or before November 10th. The Town Board reviews the tentative budget and makes such changes as it deems necessary and that are consistent with the provision of the law. Following this review process, the tentative budget, including any modifications, as approved by the Town Board becomes the preliminary budget. A public hearing, notice of which must be duly published in the Town's official newspaper, on the preliminary budget is required to be held no later than December 10th. At the hearing, any person may express their opinion concerning the preliminary budget; however, there is no requirement or provision that the preliminary budget or any portion thereof be voted on by members of the public. After the public hearing, the Town Board may further change and revise the preliminary budget. The Town Board, by resolution, adopts the preliminary budget as submitted or amended no later than December 20th at which time the preliminary budget becomes the adopted budget of the Town for the ensuing fiscal year. Budgetary control during the year is the responsibility of the Town Administrator and Supervisor. However, any changes or modification to the annual budget, including the transfer of appropriations among line items, must be approved by resolution of the Town Board. Line items are subsections of broader categories such as Personnel Expenses or Contractual Spend. An example of line items within Personnel Expenses, could be Salaries, Overtime, Stipends, etc. Budget to actual comparisons are provided in this report for each individual fund for which an annual budget has been adopted. For the General, Highway, Public Library and Special District funds, these comparisons are presented as part of the basic financial statements. For other

governmental funds with annual budgets, the comparisons are presented in the governmental funds subsection of this report. During the course of the year, management, including department heads, have the authority to overspend across budgeted line items as long as they are within a specific category and the entire spend for that category does not exceed the total budgeted amount for that category.

Factors Affecting Financial Condition

The information represented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Town operates.

Local Economy

The Town is situated in the central portion of Westchester County, which continues to rank amongst the most affluent counties in the United States. The Town encompasses approximately 26 square miles and is primarily suburban residential in nature. However, the Town has a significant commercial base, which includes the world headquarters for International Business Machine ("IBM"), Swiss Re and several other large corporations. The population of the Town according to the 2010 estimated census is 11,841, which represents an increase of 9% since the 2000 official census report.

Completed Projects

The following projects were completed in the year ending 12/31/24:

- Drainage Improvements (various streets).
- Reconstruction of various Town Roads.
- Completed repair & replacement of the two Highway Salt Storage Domes.
- Completed installation of new Highway vehicle radios.
- Formation of a 5-year Financial Plan.
- Completed replacement of the Town Eagle after vandalism.
- Hazardous Tree Removal throughout Town.
- Purchased various Town vehicles.

Long-Term Financial Planning

The Town's future projects include the following:

- Utilize road maintenance plan to increase the Town's Pavement Condition Index.
- Maintain Town equipment and truck replacement schedule using budgeted monies.
- Review of Town owned buildings and land for maximum benefit determination.
- Development of additional parking in the business district to encourage growth.
- New Highway Garage.
- Wastewater Efficiency Project.
- PFAS Remediation of Water District 2 & 4.
- Start Turf Field Project at Community Park and Town Pool Improvement Project.
- Complete Wampus North Bridge and Verizon Parking Lot projects.
- Evaluate Town Hall Complex for optimum functioning.

Relevant Financial Policies

In 2010 the Town Board adopted a formal fund balance policy, establishing an unreserved / undesignated fund balance in the General Fund of 10% to 20% of Operating funds expenditures with a 5% minimum level required, unless unforeseen expenditures occur. If the Town's reserves fall below 10%, the policy requires the reserve balance to be restored within three to five years through financial operations. The Town continues to maintain reserves at adequate levels due to management's demonstrated commitment to being structurally balanced. The Town's investment policy and purchasing policy are adopted and reviewed annually. The Town's multi-year capital plan is reviewed and modified annually. Since the enactment of the tax cap, North Castle's annual tax levy increase has not exceeded the cap limits.

Awards and Acknowledgments

The Town has been awarded a Certificate of Achievement for Excellence in Financial Reporting for its ACFR from the Government Finance Officers Associations ("GFOA") for the fiscal year ended December 31, 2023. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized ACFR whose contents conform to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

Preparation of this report could not be accomplished without the efficient and dedicated services of the members of the entire Town Staff, as well as our independent auditor, who assisted in its preparation. Thank you to all who participated in the process.

Respectfully submitted,

Kevin Hay

Kevin Hay
Town Administrator



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Town of North Castle
New York**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Christopher P. Monell

Executive Director/CEO

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

June 9, 2025

To the Town Board of the
Town of North Castle, New York

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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(Continued)

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Responsibilities of Management for the Financial Statements (Continued)

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The accompanying supplementary information schedules, as noted in the table of contents, are presented for additional analysis and are not a required part of the basic financial statements. Such information is 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. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the comparative fund financial statements, budgetary schedules, and project-length schedule are fairly stated in all material respects in relation to the basic financial statements as of and for the year ended December 31, 2024 as a whole.

Supplementary Information (Continued)

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the governmental activities, each major fund, and the aggregate remaining fund information as of and for the year ended December 31, 2023 (which are not presented with the accompanying financial statements), and we expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements as a whole. The comparative fund financial statements, budgetary schedules, and project-length schedule for the year ended December 31, 2023, are presented for purposes of additional analysis and are not a required part of the 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 2023 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2023 comparative fund financial statements, budgetary schedules, and project-length schedule are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Bonadio & Co., LLP

TOWN OF NORTH CASTLE, NEW YORK

Management's Discussion and Analysis (Unaudited)

December 31, 2024

INTRODUCTION

As management of the Town of North Castle, New York (Town), we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2024. It should be read in conjunction with the basic financial statements, which immediately follow this section, to enhance understanding of the Town's financial performance.

USING THIS ANNUAL REPORT

This annual report consists of a set of financial statements and notes. The Statement of Net Position and the Statement of Activities provide information about the activities of the Town as a whole and present a long-term view of the Town's finances. Fund financial statements begin thereafter. For governmental activities, these statements tell how these services were financed in the short-term, as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds. The remaining statements provide financial information about activities for which the Town acts solely as a trustee or agent for the benefit of those outside of the government.

FINANCIAL HIGHLIGHTS

Key financial highlights for fiscal year ended 2024 are as follows:

- On the government-wide financial statements, the assets and deferred outflows of resources of the Town fell short of its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$35,400,813.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$33,609,896 representing an increase in fund balance of \$2,384,637 from the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$21,003,977, which is 86.7% of total General Fund expenditures for 2024; an increase from the previous year of \$2,197,325.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

TOWN OF NORTH CASTLE, NEW YORK

Management's Discussion and Analysis (Unaudited) **December 31, 2024**

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

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

The *statement of activities* presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*.

Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, uncollected taxes, earned but unused vacation leave, and other post-employment benefit obligations ("OPEB").

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

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

FUND FINANCIAL STATEMENTS

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Town maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statements of revenues, expenditures, and changes in fund balances for the General Fund, Highway Fund, Public Library Fund, Special Districts Fund, and Capital Projects Fund, which are considered to be major funds.

TOWN OF NORTH CASTLE, NEW YORK

Management's Discussion and Analysis (Unaudited)

December 31, 2024

The Town adopts an annual appropriated budget for its General Fund, Highway Fund, Public Library Fund and Special Districts Fund. A budgetary comparison statement has been provided for these funds within the basic financial statements to demonstrate compliance with the respective budgets. The governmental fund financial statements can be found in the basic financial statements section of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support Town programs. The Town maintains two types of fiduciary funds; Custodial Funds are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment funds, or Private Purpose Trust Funds. Private Purpose Trust Funds are used to report certain trust arrangements under which principal and income benefit individuals, private organizations, or other governments, but not the Town itself.

The fiduciary fund financial statements can be found in the basic financial statements section of this report.

NOTES TO FINANCIAL STATEMENTS

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

OTHER INFORMATION

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the Town, assets and deferred outflows of resources fell short of liabilities and deferred inflows of resources by \$35,400,813 at the close of 2024.

TOWN OF NORTH CASTLE, NEW YORK

Management's Discussion and Analysis (Unaudited)
December 31, 2024

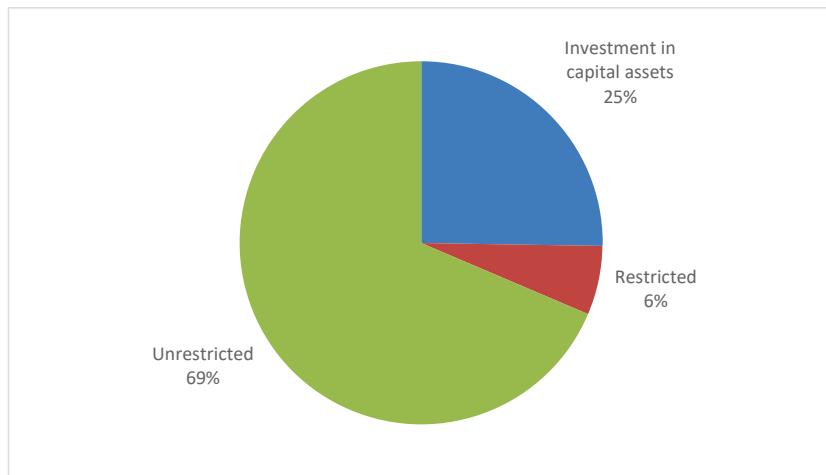
NET POSITION

	Fiscal Year 2024	Fiscal Year 2023	Percent Change
Assets:			
Current and other assets	\$ 39,648,051	\$ 37,847,296	5%
Capital assets, net of depreciation	47,517,544	48,186,907	-1%
Noncurrent assets	<u>1,458,708</u>	<u>2,369,216</u>	-38%
Total assets	<u>88,624,303</u>	<u>88,403,419</u>	0%
Deferred outflows of resources	14,707,548	21,199,597	-31%
Total assets and deferred outflows	<u>103,331,851</u>	<u>109,603,016</u>	-6%
Liabilities:			
Current liabilities	10,962,259	6,736,078	63%
Long-term debt outstanding	<u>105,489,474</u>	<u>115,623,421</u>	-9%
Total liabilities	<u>116,451,733</u>	<u>122,359,499</u>	-5%
Deferred inflows of resources	22,280,931	21,115,427	6%
Total liabilities and deferred outflows	<u>138,732,664</u>	<u>143,474,926</u>	-3%
Net position			
Investment in capital assets	24,049,518	22,805,601	5%
Restricted	5,845,335	5,546,838	5%
Unrestricted	<u>(65,295,666)</u>	<u>(62,224,349)</u>	5%
Total net position	<u>\$ (35,400,813)</u>	<u>\$ (33,871,910)</u>	5%

TOWN OF NORTH CASTLE, NEW YORK

Management's Discussion and Analysis (Unaudited) December 31, 2024

Net Position Distribution December 31, 2022



By far, the largest component of the Town's net position is its investment in capital assets (land improvements, building improvements, infrastructure, machinery and equipment and construction-in-progress). The Town uses these capital assets to provide services to its citizens. Consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The restricted net position of \$5,845,335 represents resources that are subject to external restrictions on how they may be used. These restrictions are as follows:

	Fiscal Year 2024	Fiscal Year 2023	Percent Change
Workers' compensation benefits	\$ 1,692	\$ 1,692	0%
Special districts	<u>5,843,643</u>	<u>5,545,146</u>	5%
Total	<u>\$ 5,845,335</u>	<u>\$ 5,546,838</u>	5%

Net position subject to external restrictions on how they may be used is \$29,894,853 with the remaining balance of unrestricted net position, which is a deficit of \$65,295,666 that must be financed from future operations. This deficit does not mean that the Town does not have resources available to meet its obligations in the ensuing year. Rather, it is the result of having long-term commitments of other post-employment benefits of \$77,701,931 and net pension obligations of \$8,362,107 that are greater than currently available resources. Payments for these liabilities will be budgeted in the year that actual payment will be made.

TOWN OF NORTH CASTLE, NEW YORK

Management's Discussion and Analysis (Unaudited)
December 31, 2024

Change in Net Position

	Fiscal Year	Fiscal Year	Percent
	2024	2023	Change
Revenue:			
Program revenue:			
Charges for services	\$ 5,962,950	\$ 5,338,625	12%
Operating grants and contributions	8,197	323,659	100%
Capital grants and contributions	434,820	320,980	35%
General revenue:			
Real property taxes	23,374,705	24,153,531	-3%
Other tax items	2,262,710	1,292,508	75%
Non-property tax items	3,329,299	3,224,827	3%
Miscellaneous local sources	314,631	376,566	-16%
Use of money and property	2,918,710	2,645,364	10%
Sale of property and compensation for loss	139,218	220,426	-37%
State aid	1,032,394	1,055,157	-2%
Total revenue	<u>39,777,634</u>	<u>38,951,643</u>	2%
Expenses:			
General support	4,906,438	4,337,645	13%
Public safety	14,823,290	10,866,081	36%
Health	1,600,759	438,418	265%
Transportation	6,489,554	5,857,167	11%
Economic assistance and opportunity	272,056	248,674	9%
Culture and recreation	6,427,193	4,481,479	43%
Home and community services	6,249,624	5,685,486	10%
Debt service interest	537,623	655,187	-18%
Total expenses	<u>41,306,537</u>	<u>32,570,137</u>	27%
Change in Net Position	(1,528,903)	6,381,506	-124%
Net position - beginning of year	<u>(33,871,910)</u>	<u>(40,253,416)</u>	-16%
Net position - end of year	<u>\$ (35,400,813)</u>	<u>\$ (33,871,910)</u>	5%

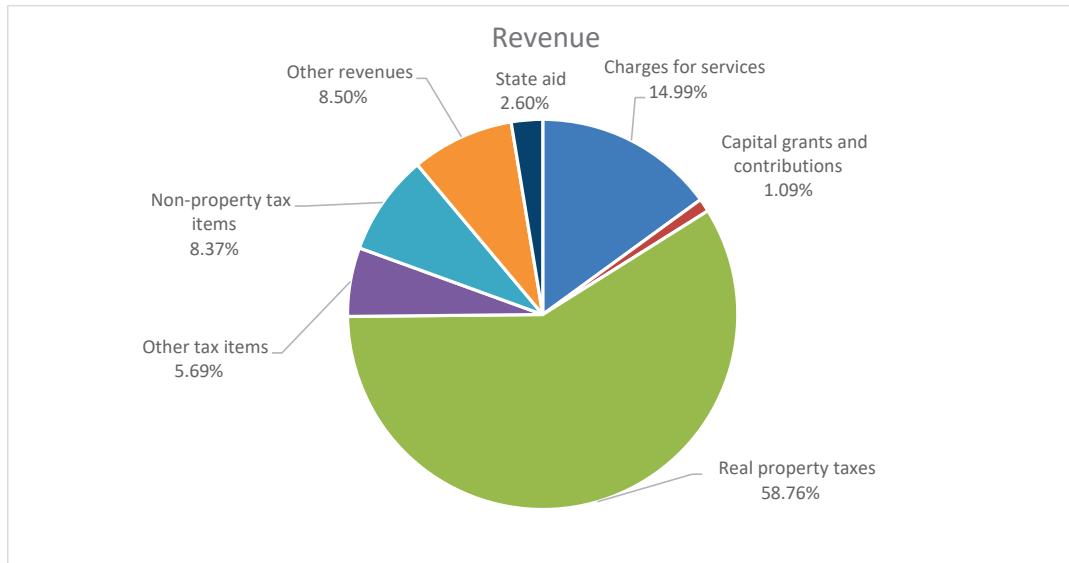
TOWN OF NORTH CASTLE, NEW YORK

Management's Discussion and Analysis (Unaudited) December 31, 2024

GOVERNMENTAL ACTIVITIES

For the fiscal year ended December 31, 2024, revenues from governmental activities totaled \$39,777,634. Tax and other tax items revenues of \$28,966,714 comprised of real property taxes, other tax items and non-property taxes, represent the largest revenue source 72.8%. The \$825,991 increase in total governmental activities revenues from the prior year is the result of a combination of the following significant factors:

- Charges for services increased by \$624,325 primarily due to an increase in departmental income.
- Non property tax items increased by \$104,472 due to the increase in Westchester County sales tax.
- Use of money and property increased by \$273,346 due to an increase in interest rates.
- Sale of property and compensation for loss decreased by \$81,208 due to workers compensation claim paid by our insurance carrier.
- State aid decreased by \$22,763. This was due to a decrease in mortgage tax revenues in 2024.

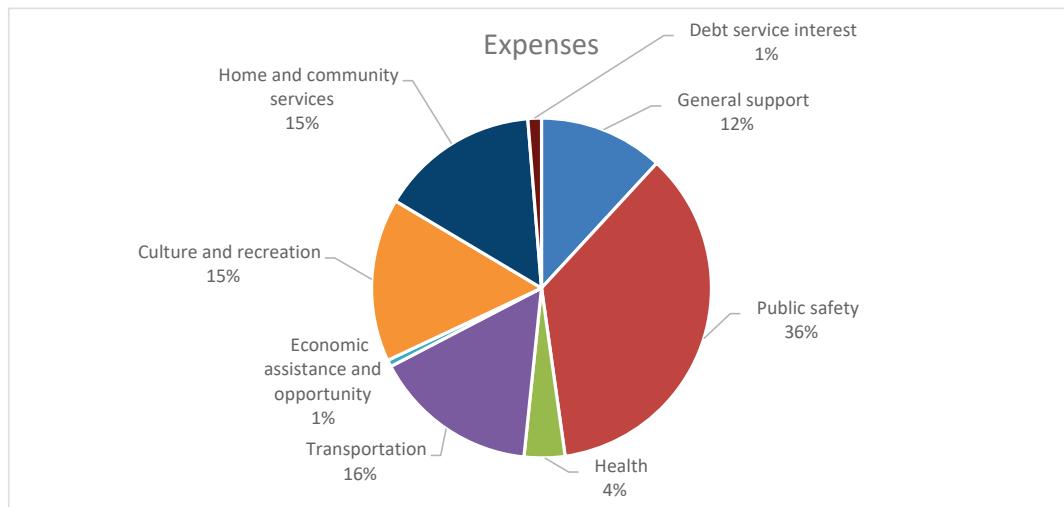


TOWN OF NORTH CASTLE, NEW YORK

Management's Discussion and Analysis (Unaudited) December 31, 2024

For the fiscal year ended December 31, 2024, expenses from governmental activities totaled \$41,306,537. The largest components of governmental activities expenses are public safety \$14,823,290 (35.9%), transportation \$6,489,554 (15.7%), home and community services \$6,249,624 (15.1%), culture and recreation \$6,427,193 (15.6%), and general government support \$4,906,438 (11.9%). On an operational basis, expenses increased by \$8,736,400, primarily as a result of a combination of the following significant factors:

- The significant portion of the increase in expenses from 2023 to 2024 is due to Other Post Employment Benefits (OPEB), which increased by \$6,787,505. OPEB calculations are based upon a number of actuarial estimates, such as longevity, duration of employment, retiree contribution amounts, amongst other factors and due to changes in these estimates, the valuation has changed. The increase or total OPEB amount is not part of the operational budget, however the portion that is due in the following year is budgeted for and paid from that year's tax revenues or from the Fund Balance.
- The police department had an increase in personnel costs and related benefits of \$743,478. This was primarily due to settlement of contract as well as an increase in retirement and health benefit costs for current personnel and retired personnel as well.
- Paving costs reduced by \$1,098,005 as the Town completed its road paving project from the last couple of years. Only about 5% of roads remain for paving and going forward there will be maintenance costs primarily on the roads. Personnel costs in the highway department, including salaries, benefits and retirement increased by \$273,429. The Highway department also was able to make purchases of heavy equipment needed for snow removal after a couple years of supply constraints which was an increase of \$769,169 compared to the prior year.
- The Town undertook a couple of necessary projects during 2024. The salt domes in the Highway yard needed urgent repairs and modifications that cost \$355,875. Additional construction costs for the bigger salt dome will be done in 2025. Some of the other major work done in town were upgrades done in Wampus Park relating to lighting that cost approx. \$265,000, installation of new water filtration system in the Town Pool of \$65,000 and preventive tree work done of \$223,000. Lastly, the Town's trash removal service had a new contract implemented that resulted in additional costs of about \$160,000.



Financial Analysis of the Town's Funds

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

TOWN OF NORTH CASTLE, NEW YORK

Management's Discussion and Analysis (Unaudited) **December 31, 2024**

Governmental Funds

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

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$33,609,896 an increase of \$2,384,637. The non-spendable fund balance component is \$651,460, consisting of amounts representing prepaid items. Fund balance of \$5,967,600 is restricted primarily for special district funds and capital projects. The assigned fund balance classification aggregates \$5,986,859, consisting primarily of amounts reserved for the highway and library funds. The remaining fund balance of \$21,003,977 is unassigned and represents the remaining positive fund balance in the General Fund after amounts that have been restricted, committed or assigned for other purposes.

The General Fund is the primary operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$21,003,977, representing 97.0% of the total General Fund balance of \$21,657,129. This is an increase from the prior year, when the total unassigned fund balance was \$18,919,222. Two useful measures of liquidity are the percentage of unassigned fund balance to total expenditures and total fund balance to total expenditures. As a result of the above discussion, at the end of the current fiscal year, the General Fund showed a 86.7% unassigned fund balance as compared to total expenditures and other financing uses, up from 72.3% in the prior year. Total unassigned general fund balance increased \$2,084,755 or 11.0%.

The fund balance of the General Fund increased by \$2,197,325 during the fiscal year ended December 31, 2024. Actual expenditures and other financing uses were \$2,047,676 less than the amount contained in the final budget, representing 7.8% of the total budget. Actual revenues and other financing sources came in \$4,634,049 more than the final budget, a variance of 21.3%.

Expenditures within the General Fund were higher in certain areas as compared to the Budget. Police overtime was over budget by \$808,047. The lighting project in Wampus Brook Park, new water filtration system and other engineering costs cause Recreation department to be over budget by line to be over budget by \$404,566 and engineering and consulting costs for various Town projects were \$100,718 above budget. The Town continued its tree cutting program to offset any chance of damages or downtime during storms which exceeded the Budget by 132,500. The primary reasons for the increase in the Town's fund balance was due to increase in revenues from the interest on the balances, which exceed the budget by \$1,262,199, Mortgage Tax revenue were over budget by \$294,786 and Building Permit fees that exceeded budgeted numbers by \$387,430.

The Highway Fund's total fund balance at the end of the current fiscal year is \$5,842,341, a decrease of \$159,278 from the previous year. The moderate decrease was due to unforeseen costs to repair one of the salt domes offset by an increase in CHIPS money allocated by the State as compared to the budgeted amount. The Library Fund's total fund balance at the end of the current fiscal year was \$144,518, an increase of \$57,074 over the prior year. This is primarily due to the Library incurring lower than budgeted building maintenance and repair expenses.

The Special Districts' Funds total fund balance at the end of the current fiscal year is \$5,840,032, an increase of \$294,886 from the prior year. The Capital Projects' Fund reflects a fund balance of \$125,876 at the end of the current fiscal year, which is an decrease of \$5,370 from the prior year. The slight decrease in the Capital Projects' Fund is primarily as most projects are in their completion stage and not much activity was there in 2024 for Capital Projects.

TOWN OF NORTH CASTLE, NEW YORK

Management's Discussion and Analysis (Unaudited)
December 31, 2024

There was a positive variance between the original and final revenue budget versus the actual results for the General Fund, with the final budget at \$21,795,922 and the actual results at \$26,429,971, a net variance of \$4,634,049. The increase was mainly due to an increase in interest earnings over the budgeted amount. In addition the Town experienced an overall increase in revenues.

	Original Budget	Final Budget	Actual (Budgetary Basis)	Final Budget Variance with Budgetary Actual	
REVENUE:					
Real property taxes and tax returns	\$ 16,243,162	\$ 16,243,162	\$ 18,080,532	\$ 1,837,370	
Department income	1,742,460	1,742,460	2,163,087	420,627	
Licenses and permits	1,805,500	1,805,500	2,192,021	386,521	
State aid	650,000	650,000	1,032,394	382,394	
Federal aid	-	-	8,197	8,197	
Other revenue	1,354,800	1,354,800	2,953,740	1,598,940	
Total revenue	21,795,922	21,795,922	26,429,971	4,634,049	
EXPENDITURES:					
General governmental support	4,619,848	4,995,920	4,315,335	680,585	
Public safety	12,348,615	13,446,927	12,552,563	894,364	
Other expenditures	6,260,547	7,643,955	7,171,229	472,726	
Debt service	176,472	176,472	176,471	1	
Total expenditures	23,405,482	26,263,274	24,215,598	2,047,676	
OTHER FINANCING SOURCES (USES):					
Transfers out	-	(17,048)	(17,048)	-	
CHANGE IN FUND BALANCE	(1,609,560)	(4,484,400)	2,197,325	6,681,725	
FUND BALANCE - beginning of year	19,459,804	19,459,804	19,459,804		
FUND BALANCE - end of year	\$ 17,850,244	\$ 14,975,404	\$ 21,657,129		

Capital Assets

The Town's investment in capital assets for governmental activities at December 31, 2024, net of \$53,723,552 of accumulated depreciation, was \$47,517,544. This investment in capital assets includes land, land improvements, buildings and improvements, infrastructure, machinery and equipment and construction-in-progress.

More detailed information on capital assets can be found in Note 3. D. Capital Assets in the notes to the financial statements.

TOWN OF NORTH CASTLE, NEW YORK

Management's Discussion and Analysis (Unaudited) December 31, 2024

Major capital asset activity during the current fiscal year included the following:

Governmental Activities

- Highway equipment
- Various capital projects

Capital Assets (Net of Accumulated Depreciation)

	Fiscal Year 2024	Fiscal Year 2023	Percent Change
Land	\$ 4,006,620	\$ 4,006,620	0%
Land improvements	12,408,198	12,890,463	-4%
Construction in progress	1,516,459	1,516,459	0%
Buildings and improvements	9,095,859	9,133,176	0%
Machinery and equipment	5,656,681	4,925,260	15%
Infrastructure	14,833,727	15,714,929	-6%
 Total capital assets	 \$ 47,517,544	 \$ 48,186,907	 -1%

Long-term Debt

In 2024, Moody's Investors Services reaffirmed the Town's rating of Aaa to the Town. The Aaa rating, which is the highest rating achievable, reflects the Town's substantial, diverse and wealthy tax base that includes Fortune 500 corporate headquarters, a low debt burden and adequate reserve levels. The stable outlook reflects Moody's belief that the Town continues to restore structure balance and its reserves.

At the end of the current fiscal year, the Town had total bonded debt outstanding of \$22,505,000. As required by New York State Law, all bonds issued by the Town are general obligation bonds, backed by the full faith and credit of the Town.

More detailed information on long-term debt can be found in Note 3. F. Long-term Liabilities in the notes to the financial statements.

Known as the constitutional debt limit, and pursuant to New York State Local Finance Law S104, the Town must limit total outstanding long-term debt limit to no more than 7% of the five-year average full valuation of real property. At December 2024, the Town has only utilized 2.42% of its constitutional debt limit, and has the authority to issue an additional \$404,842,834 of general obligation long-term debt.

The Town anticipates a modest capital budget for 2024. Essential equipment will be considered to maintain the Town's long range equipment replacement plan and road improvements.

TOWN OF NORTH CASTLE, NEW YORK

Management's Discussion and Analysis (Unaudited) **December 31, 2024**

Economic Factors and Next Year's Budget

According to New York State Department of Labor, the unemployment rate for the Town was 3.00% as of December 31, 2024. This compares favorably with the rate of 4.40% for New York State and is at par with the 4.1% national unemployment rate. The collective bargaining agreements for CSEA Unit 1 had expired as of December 31, 2021 and was settled in June 2023. The collective bargaining agreements for CSEA Unit 2 and the Library staff also expired as of December 31, 2021 and have been settled in April 2024. Contractual amounts were used in preparing the 2025 budget.

Factors Bearing on the Town's Future

At the time of completion of this audit, federal funds rate and inflation are two causes of concern to businesses and governments throughout the State of New York and across the United States. It is possible that with higher interest rates, there may be lesser than expected revenues from mortgage tax and sales tax. However, it is possible that interest income may make up for any differences and keep the Town revenue neutral. Inflation has also directly impacted the Town's expenses. Cost for materials and services have all risen, and any continued increase in the prices of goods and services will adversely impact the Town's finances. The Director of Finance and the Town Administrator will continually monitor revenues & expenditures and develop contingency plans to ensure the residents of North Castle are well served.

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in those finances. Questions and comments concerning any of the information provided in this report should be addressed to:

Abbas Sura, Director of Finance
Town of North Castle
15 Bedford Road
Armonk, New York 10504

TOWN OF NORTH CASTLE, NEW YORK

Statement of Net Position

December 31, 2024

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 34,722,223
Taxes receivable, net	1,229,629
Other Receivables:	
Accounts	1,814,312
Leases	178,798
Water rents	193,001
Due from other governments	858,628
Prepaid items	<u>651,460</u>
Total current assets	<u>39,648,051</u>
Noncurrent Assets:	
Leases receivable, net	1,458,708
Capital Assets:	
Non-depreciable	5,523,079
Depreciable, net	<u>41,994,465</u>
Total noncurrent assets	<u>48,976,252</u>
Total assets	<u>88,624,303</u>
Deferred outflows of resources:	
Deferred outflows of resources - ERS	3,099,205
Deferred outflows of resources - PFRS	4,902,316
Deferred outflows of resources - OPEB	<u>6,706,027</u>
Total deferred outflows	<u>14,707,548</u>
Total assets and deferred outflows of resources	<u>103,331,851</u>

The accompanying notes are an integral part of these statements.

(Continued)

TOWN OF NORTH CASTLE, NEW YORK

Statement of Net Position (Continued)

December 31, 2024

	<u>Governmental Activities</u>
LIABILITIES	
Accounts payable	1,545,217
Retainages payable	51,236
Other liabilities	3,416,511
Accrued interest	248,567
Current portion of long-term liabilities	<u>5,700,728</u>
	<u>10,962,259</u>
Total current liabilities	<u>10,962,259</u>
Non-current liabilities:	
Compensated absences, net of current	1,541,110
Total other postemployment benefits, net of current	74,111,225
Net pension liability - ERS	3,025,590
Net pension liability - PFRS	5,336,517
Bonds payable, net of current	<u>21,475,032</u>
	<u>105,489,474</u>
Total long-term liabilities	<u>105,489,474</u>
	<u>116,451,733</u>
Total liabilities	<u>116,451,733</u>
Deferred inflows of resources:	
Deferred inflows of resources - Leases	1,526,871
Deferred inflows of resources - ERS	1,564,537
Deferred inflows of resources - PFRS	1,939,488
Deferred inflows of resources - OPEB	<u>17,250,035</u>
	<u>22,280,931</u>
Total deferred inflows	<u>22,280,931</u>
	<u>138,732,664</u>
NET POSITION	
Net investment in capital assets	24,049,518
Restricted for:	
Workers' compensation benefits	1,692
Special districts -	
Water	2,653,256
Sewer	2,916,220
Street Lighting	96,809
Fire	98,478
Parking	3,062
Ambulance	75,818
Unrestricted	<u>(65,295,666)</u>
	<u>(65,295,666)</u>
Total net position	<u>\$ (35,400,813)</u>

The accompanying notes are an integral part of these statements.

TOWN OF NORTH CASTLE, NEW YORK

Statement of Activities

For the Year Ended December 31, 2024

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
PRIMARY GOVERNMENT:					
Governmental activities -					
General governmental support	\$ 4,906,438	\$ 144,411	\$ -	\$ -	\$ (4,762,027)
Public safety	14,823,290	-	-	-	(14,823,290)
Health	1,600,759	-	-	-	(1,600,759)
Transportation	6,489,554	39,293	-	423,948	(6,026,313)
Economic opportunity and development	272,056	-	-	-	(272,056)
Culture and recreation	6,427,193	1,893	-	10,872	(6,414,428)
Home and community services	6,249,624	5,777,353	8,197	-	(464,074)
Interest	537,623	-	-	-	(537,623)
 Total governmental activities	 \$ 41,306,537	 \$ 5,962,950	 \$ 8,197	 \$ 434,820	 \$ (34,900,570)
GENERAL REVENUES:					
Real property taxes					23,374,705
Other tax items					784,047
Payments in lieu of taxes					554,618
Interest and penalties on real property taxes					924,045
Non-property tax distribution from County					3,329,299
Franchise fees - cable TV					278,131
Use of money and property					2,918,710
Sale of property and compensation for loss					139,218
State aid					1,032,394
Miscellaneous					36,500
 Total general revenues	 \$ 33,371,667				
Change in net position					<u>(1,528,903)</u>
Total net position - beginning of year					<u>(33,871,910)</u>
Net position - end of year					<u>\$ (35,400,813)</u>

The accompanying notes are an integral part of these statements

TOWN OF NORTH CASTLE, NEW YORK

Balance Sheet - Governmental Funds

December 31, 2024

	General Fund	Highway Fund	Public Library Fund	Special Districts Fund	Capital Projects Fund	Total
ASSETS						
Cash and cash equivalents	\$ 23,976,541	\$ 4,681,730	\$ 250,661	\$ 5,633,209	\$ 180,082	\$ 34,722,223
Taxes receivable, net	1,229,629	-	-	-	-	1,229,629
Other Receivables:						
Accounts	291,280	1,517,878	-	-	-	1,809,158
Leases	-	-	-	1,637,506	-	1,637,506
Water rents	-	-	-	193,001	-	193,001
Due from other governments	858,628	-	-	-	-	858,628
Due from other funds	189,037	19,254	-	169,912	-	378,203
Prepaid items	651,460	-	-	-	-	651,460
Total assets	\$ 27,196,575	\$ 6,218,862	\$ 250,661	\$ 7,633,628	\$ 180,082	\$ 41,479,808
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES:						
Accounts payable	\$ 792,858	\$ 376,521	\$ 106,143	\$ 266,725	\$ 2,970	\$ 1,545,217
Due to other funds	378,203	-	-	-	-	378,203
Retainages payable	-	-	-	-	51,236	51,236
Other liabilities	3,416,511	-	-	-	-	3,416,511
Total liabilities	4,587,572	376,521	106,143	266,725	54,206	5,391,167
DEFERRED INFLOWS OF RESOURCES:						
Property tax revenues	951,874	-	-	-	-	951,874
Leases	-	-	-	1,526,871	-	1,526,871
Total deferred inflows of resources	951,874	-	-	1,526,871	-	2,478,745
FUND BALANCES:						
Nonspendable	651,460	-	-	-	-	651,460
Restricted	1,692	-	-	5,840,032	125,876	5,967,600
Assigned	-	5,842,341	144,518	-	-	5,986,859
Unassigned	21,003,977	-	-	-	-	21,003,977
Total fund balances	21,657,129	5,842,341	144,518	5,840,032	125,876	33,609,896
Total liabilities, deferred inflow of resources and fund balances	\$ 27,196,575	\$ 6,218,862	\$ 250,661	\$ 7,633,628	\$ 180,082	\$ 41,479,808

The accompanying notes are an integral part of these statements.

TOWN OF NORTH CASTLE, NEW YORK

Reconciliation of the Balance Sheet - Governmental Funds - to the Statement of Net Position
December 31, 2024

Total fund balance - governmental funds	\$ 33,609,896
Total net position reported for governmental activities in the statement of net position is different because:	
Pension related government-wide activity:	
Deferred outflows of resources - ERS	3,099,205
Deferred outflows of resources - PFRS	4,902,316
Net pension liability - ERS	(3,025,590)
Net pension liability - PFRS	(5,336,517)
Deferred inflows of resources - ERS	(1,564,537)
Deferred inflows of resources - PFRS	(1,939,488)
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds	47,517,544
Other Post Employment Benefit related government-wide activity:	
Deferred outflows of resources	6,706,027
Deferred inflows of resources	(17,250,035)
Total other postemployment benefits	(77,701,931)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:	
Real property taxes	951,874
Long-term liabilities that are not due and payable in the current period are not reported in the funds:	
Accrued interest payable	(248,567)
Accrued interest receivable	5,154
Bonds payable	(23,413,820)
Compensated absences	<u>(1,712,344)</u>
Total net position of governmental activities	\$ <u>(35,400,813)</u>

The accompanying notes are an integral part of these statements.

TOWN OF NORTH CASTLE, NEW YORK

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds
For the Year Ended December 31, 2024

	General Fund	Highway Fund	Public Library Fund	Special Districts Fund	Capital Projects Fund	Total
REVENUES:						
Real property taxes	\$ 12,994,439	\$ 7,313,152	\$ 1,740,047	\$ 3,144,344	\$ -	\$ 25,191,982
Other tax items	1,478,663	-	-	-	-	1,478,663
Nonproperty tax items	3,607,430	-	-	-	-	3,607,430
Departmental income	2,163,087	-	1,893	1,422,245	-	3,587,225
Intergovernmental charges	-	39,293	-	-	-	39,293
Use of money and property	2,647,096	-	10,220	261,394	-	2,918,710
Licenses and permits	2,192,021	-	-	-	-	2,192,021
Fines and forfeitures	144,411	-	-	-	-	144,411
Sale of property and compensation for loss	129,278	8,847	93	1,000	-	139,218
State aid	1,032,394	423,948	10,872	-	-	1,467,214
Federal aid	8,197	-	-	-	-	8,197
Miscellaneous	32,955	1,045	1,440	1,060	-	36,500
Total revenues	26,429,971	7,786,285	1,764,565	4,830,043	-	40,810,864
EXPENDITURES:						
General governmental support	4,315,335	-	-	816	5,370	4,321,521
Public safety	12,552,563	-	-	479,195	-	13,031,758
Health	5,003	-	-	459,085	-	464,088
Transportation	425,928	6,618,725	-	108,578	-	7,153,231
Economic opportunity and development	232,674	-	-	-	-	232,674
Culture and recreation	4,150,781	-	1,724,539	16,000	-	5,891,320
Home and community services	2,356,843	-	-	2,497,731	-	4,854,574
Debt service -						
Principal	163,311	1,015,000	-	645,689	-	1,824,000
Interest	13,160	311,838	-	328,063	-	653,061
Total expenditures	24,215,598	7,945,563	1,724,539	4,535,157	5,370	38,426,227
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,214,373	(159,278)	40,026	294,886	(5,370)	2,384,637
OTHER FINANCING SOURCES (USES):						
Transfers in	-	-	17,048	-	-	17,048
Transfers out	(17,048)	-	-	-	-	(17,048)
Total other financing sources and uses	(17,048)	-	17,048	-	-	-
NET CHANGE IN FUND BALANCE	2,197,325	(159,278)	57,074	294,886	(5,370)	2,384,637
FUND BALANCE - beginning of year	19,459,804	6,001,619	87,444	5,545,146	131,246	31,225,259
FUND BALANCE - end of year	\$ 21,657,129	\$ 5,842,341	\$ 144,518	\$ 5,840,032	\$ 125,876	\$ 33,609,896

The accompanying notes are an integral part of these statements.

TOWN OF NORTH CASTLE, NEW YORK

**Reconciliation of the Statement of Revenue, Expenditures, and Changes In Fund Balances - Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2024**

Net change in fund balances - governmental funds	\$ 2,384,637
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense in the current period.	
Capital outlay expenditures	1,990,435
Depreciation expense	(2,659,798)
Pension expense resulting from the pension related actuary reporting is not recorded as an expenditure in the governmental funds but is recorded in the statement of activities	(651,141)
Revenues in the statement of activities that do not provide current	
Real property taxes	(1,033,230)
Governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities	92,250
Repayment of long-term 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 issuance cost, premiums, discounts, and similar items when debt is issued, whereas these amounts are deferred and amortized on the statement of activities.	
Principal paid on bonds	1,824,000
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	23,188
Compensated absences	(235,384)
Other post employment benefit obligations	<u>(3,263,860)</u>
Change in net position of governmental activities	\$ <u>(1,528,903)</u>

The accompanying notes are an integral part of these statements.

TOWN OF NORTH CASTLE, NEW YORK

Statement of Fiduciary Net Position - Fiduciary Funds

December 31, 2024

	<u>Custodial Funds</u>	<u>Private Purpose</u>
ASSETS		
Cash	\$ 21,398,364	\$ -
Receivables		
Taxes for other governments	29,099,477	-
Library trust	<u>-</u>	<u>44,723</u>
Total assets	<u>\$ 50,497,841</u>	<u>\$ 44,723</u>
LIABILITIES		
Accounts payable	\$ -	\$ 34,475
Due to local governments	<u>50,497,841</u>	<u>-</u>
Total liabilities	<u>50,497,841</u>	<u>34,475</u>
NET POSITION		
Restricted	<u>-</u>	<u>10,248</u>
Total net position	<u>\$ -</u>	<u>\$ 10,248</u>

The accompanying notes are an integral part of these statements.

TOWN OF NORTH CASTLE, NEW YORK

Statement of Changes Fiduciary Net Position - Fiduciary Funds
For the Year Ended December 31, 2024

	<u>Custodial Funds</u>	<u>Private Purpose</u>
ADDITIONS		
Property tax collections for other governments	\$ 96,923,575	\$ -
Payments in lieu of taxes collected for other governments	1,011,512	-
Other Revenue	<u>-</u>	<u>112,251</u>
 Total additions	 <u>97,935,087</u>	 <u>112,251</u>
DEDUCTIONS		
Payments of property taxes to other governments	96,923,575	-
Payments of payments in lieu of taxes to other governments	1,011,512	-
Other private purpose activities contractual	<u>-</u>	<u>111,017</u>
 Total deductions	 <u>97,935,087</u>	 <u>111,017</u>
 Net change in fiduciary net position	 -	 1,234
 Net position, beginning of year	 <u>-</u>	 <u>9,014</u>
 Net position, end of year	 <u>\$ -</u>	 <u>\$ 10,248</u>

The accompanying notes are an integral part of these statements.

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of North Castle, New York (Town) was established in 1788 and operates in accordance with Town Law and the various other applicable laws of the State of New York. The Town Board is the legislative body responsible for overall operation. The Town Supervisor serves as chief executive and chief financial officer. The Town provides the following services to its residents: public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and general and administrative support.

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

A. Financial Reporting Entity

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

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

B. Government-Wide Financial Statements

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

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

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

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

C. Fund Financial Statements

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

- a. **Governmental Funds** - Governmental Funds are those through which most general government functions are financed. The acquisition, use and balances of expendable financial resources and the related liabilities are accounted for through governmental funds. The following are the Town's major governmental funds:
 - **General Fund** - The General Fund constitutes the primary operating fund of the Town and is used to account for and report all financial resources not accounted for and reported in another fund.
 - **Special Revenue Funds** - Special revenue funds are established to account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specified purposes other than debt service or capital projects. The major special revenue funds of the Town are as follows:
 - **Highway Fund** - The Highway Fund is used to account for road and bridge maintenance and improvements as defined in the Highway Law of the State of New York. The majority of revenue resources consist of property taxes, intergovernmental charges, state aid and transfers from the general fund.
 - **Public Library Fund** - The Public Library Fund is used to account for the activities of the Town's Public Library. The majority of revenue resources consist of property taxes.
 - **Special Districts Fund** - The Special Districts Fund is provided to account for the operation and maintenance of the Town's water, sewer, street lighting, fire protection, parking and ambulance districts. The majority of revenue resources consist of property taxes, departmental income and rental income.
 - **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.

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

b. Fiduciary Funds (Not included in Government-Wide Financial Statements)- Fiduciary funds are used to account for assets held by the Town in a trustee or custodial capacity. The Town has the following fiduciary fund:

- Custodial Funds - used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private-purpose trust funds. The Town records property taxes collected on behalf of other local governments as custodial funds.
- Private Purpose Trust Funds - These funds are used to account for assets held by the Town in accordance with terms of a trust agreement. Established criteria govern the use of the funds.

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

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. A ninety-day availability period is used for revenue recognition for all other governmental fund revenues. Property taxes associated with the current fiscal period as well as charges for services and intergovernmental revenues are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Fees and other similar revenues are not susceptible to accrual because generally they are not measurable until received in cash. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are accrued when the expenditure is made. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

However, debt service expenditures, as well as expenditures related to compensated absences 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 leases are reported as other financing sources.

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

E. Deposits, Investments and Risk Disclosure

- Cash and Cash Equivalents - Cash and investments consist of funds deposited in demand deposit accounts, and amounts with the New York Cooperative Liquid Assets Securities System (NYCLASS).

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

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

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

The Town functions in both a fiduciary and guarantor relationship with the County of Westchester and the various Towns located within the Town with respect to the collection and payment of real property taxes levied by such jurisdictions. County taxes are included in the Town's levy and are payable without penalty for thirty days. The County Charter provides for the Town to collect County and Towns taxes and remit them as collected to the respective municipality. However, the Town must remit to the County sixty percent of the amount levied by May 25th and the balance of forty percent on October 15th. With respect to School taxes, the Charter provides that the Town satisfy the warrant of each school by April 5th. Thus, the Town's fiduciary responsibility is from the date of the levy until the due date of the respective tax warrant at which time the Town must satisfy its obligation to the municipalities regardless of the amounts collected. The County tax warrant is due in October and uncollected County taxes have been accounted for in a manner similar to Town taxes. The collection of Towns taxes is deemed a financing transaction until the warrants are satisfied.

- Lease-related amounts are recognized at the inception of leases in which the Town is the lessor. The deferred inflow of resources is recorded in an amount equal to the corresponding lease receivable plus certain additional amounts received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The inflow of resources is recognized in a systematic and rational manner over the term of the lease.

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

- Other Receivables - Other receivables include amounts due from other governments and individuals for services provided by the Town. Receivables are recorded and revenues recognized as earned or as specific program expenditures are incurred. Allowances are recorded when appropriate.
- Due From/To Other Funds - During the course of its operations, the Town has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of December 31, 2024, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.
- Inventory - There are minimal to no inventory values presented in the balance sheets of the respective funds of the Town. Purchases of inventoriable items at various locations are recorded as expenditures at the time of purchase and year-end balances at these locations are not material.
- Prepaid Expenses/Items - Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items using the consumption method in both the government-wide and fund financial statements. Prepaid expenses/expenditures consist of employee retirement and other costs which have been satisfied prior to the end of the fiscal year, but represent items which have been provided for in the subsequent years budget and will benefit such periods. Reported amounts in the fund financial statements are equally offset by nonspendable fund balance, in the fund financial statements, 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 governmental activities column in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

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

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

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

	<u>Life in Years</u>
Land improvements	20
Buildings and improvements	20-50
Infrastructure	30-50
Machinery and equipment	5-20

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

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 funds balance sheet.

Capital assets also include lease assets with a term greater than one year. The Town does not implement a capitalization threshold for lease assets. Lease assets are amortized on a straight-line basis over the term of the lease.

- **Unearned/Deferred Revenues** - Unearned/deferred revenues arise when assets are recognized before revenue recognition criteria has been satisfied. In government-wide financial statements, unearned revenues consist of revenue received in advance and/or revenue from grants received before the eligibility requirements have been met.
- **Deferred inflows** in fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Town has reported a deferred inflow of \$951,874 for real property taxes in the General Fund. Such amounts have been deemed to be measurable but not available pursuant to generally accepted accounting principles.
- **Long-Term Liabilities** - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bonds payable are reported net of the applicable bond premium or discount.
- In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as Capital Projects or Debt Service funds expenditures.
- **Compensated Absences** - Compensated absences are payments to employees for accumulated time such as paid vacation, paid holiday, sick pay, and sabbatical leave. A liability for compensated absences that is attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the Town and its employees earn the right to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the Town and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

The Town uses the vesting method to calculate the compensated absences balance. The various collective bargaining agreements provide for the payment of accumulated vacation and sick leave upon separation from service. The liability for such accumulated leave is reflected in the government-wide Statement of Net Position as current and long-term liabilities. A liability for these amounts is reported in the governmental funds only if the liability has matured through employee resignation or retirement. The liability for compensated absences includes salary related benefits, where applicable.

- **Net Position** - In the government-wide fund financial statements, net position is reported in three categories:
 - Net investment in capital assets consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of these assets. Accounts payable in the capital projects fund and retainage payable in the government-wide statements are considered capital related debt and are used in the calculation of next investment in capital assets.
 - Restricted net position consists of net position with constraints placed on the use either by (1) external groups such as creditors, granters, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
 - Unrestricted net position consists of any remaining net position that does not meet the definition of restricted or net investment in capital assets. When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first and then unrestricted resources as they are needed.

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

- Fund Balances - Generally, fund balance represents the difference between current assets and current liabilities. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the Town 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 to be 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 will be used to report funds that are restricted for debt service obligations and for other items contained in General Municipal Law.
 - Committed fund balance will be reported for amounts that can only be used for specific purposes pursuant to formal action of the Town Board prior to year-end. The Town Board is the highest level of decision-making authority for the Town. Commitments may be established, modified, or rescinded only through resolutions approved by the Town Board.
 - Assigned fund balance, in the General Fund, will represent amounts constrained either by the entity's highest level of decision making authority or a person with delegated authority from the governing board to assign amounts for a specific intended purpose. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. This classification will include amounts designated for balancing the subsequent year's budget and encumbrances. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted or committed fund balance amounts.
 - Unassigned fund balance, in the General Fund, represents amounts not classified as nonspendable, restricted, committed or assigned. The General Fund is the only fund that would report a positive 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, together with amounts already classified as nonspendable, restricted and committed would exceed the fund's assets.

F. Encumbrances

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

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

G. Use of Estimates

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

H. Deferred Outflows and Inflows of Resources

In addition to assets and liabilities, the Statement of Net Position will sometimes report a separate section for deferred outflows and inflows of resources. These separate financial statement elements, deferred outflows and inflows of resources, represent a consumption of net assets that applies to a future period and so will not be recognized as an outflow or inflow of resources (expenses/expenditure/revenues) until then.

I. Order of Fund Balance Spending Policy

The Town's policy is to apply expenditures against nonspendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year. For all funds, nonspendable fund balances are determined first and then restricted fund balances for specific purposes are determined. Any remaining fund balance amounts for funds other than the general fund are classified as restricted fund balance. In the general fund, committed fund balance is determined next and then assigned. The remaining amounts are reported as unassigned. Assignments of fund balance cannot cause a negative unassigned fund balance.

2. Stewardship Compliance and Accountability

A. Budgetary Data

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

- a) Prior to October 20th, the head of each administrative unit shall submit to the budget officer an estimate of revenues and expenditures for such administrative unit for the ensuing year.
- b) The budget officer, upon completion of the review of the estimates, shall prepare a tentative budget and file such budget in the office of the Town Clerk on or before October 30th.
- c) On or before November 10th, the Town Clerk shall present the tentative budget to the Town Board.
- d) The Town Board shall review the tentative budget and may make such changes, alterations and revisions as it shall consider advisable and which are consistent with law. Upon completion of such review, the tentative budget and any modifications, as approved by the Town Board, shall become the preliminary budget.
- e) On or before December 10th, the Town Board shall hold a public hearing on the preliminary budget.
- f) After the public hearing, the Town Board may further change, alter and revise the preliminary budget subject to provisions of the law.
- g) The preliminary budget as submitted or amended shall be adopted by resolution no later than December 20th.
- h) Formal budgetary integration is employed during the year as a management control device for General, Highway, Public Library and Special Districts funds.

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

- i) Budgets for General, Highway, Public Library, Special Districts and Debt Service funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. An annual budget is not adopted for the Special Purpose Fund.
- j) The Town Board has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Town Board. Any modification to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board. Examples of line items within Personnel Expenses are Salaries, Overtime, Stipends, etc.
- k) Appropriations in General, Highway, Public Library, Special Districts and Debt Service funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

B. Property Tax Limitation

The Town is not limited as to the maximum amount of real property taxes which may be raised (See Note 5).

3. DETAILED NOTES ON ALL FUNDS

A. Cash and Cash Equivalents

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. While the Town does not have a specific policy for custodial credit risk, New York State statutes govern the Town's investment policies, as discussed in Note 1.

The Town participates in the New York Cooperative Liquid Assets Securities System (NYCLASS), a multi-municipal cooperative investment pool agreement pursuant to New York State General Municipal Law, whereby it holds a portion of the investments in cooperation with other participants. At December 31, 2024, the Town held \$5,829,437 in investments consisting of various investments in securities issued by the United States and its agencies. NYCLASS is rated 'AAAm' by S&P Global Ratings. The investments are highly liquid, and the amount held represents the amortized cost of the investment pool shares, which are considered to approximate fair value. Due to the highly liquid nature of these investments, they are classified as cash equivalents in the financial statements. Additional information concerning NYCLASS, including the annual report, can be found on its website at www.newyorkclass.org.

	Carrying Bank Balance	Amount
Cash	\$ 50,219,937	\$ 50,291,150
Cash equivalents	<u>5,829,437</u>	<u>5,829,437</u>
	<u><u>\$ 56,049,374</u></u>	<u><u>\$ 56,120,587</u></u>
Collateralized with securities held by the pledging financial institution's trust department or agent in the Town's name	\$ 5,589,710	
Covered by FDIC insurance	<u>50,459,664</u>	
Total	<u><u>\$ 56,049,374</u></u>	

TOWN OF NORTH CASTLE, NEW YORK**Notes to Financial Statements****December 31, 2024**

B. Taxes Receivable

Taxes receivable at December 31, 2024 consisted of the following:

Current year	\$ 380,575
Overdue	849,054
	<u>\$ 1,229,629</u>

C. Lease Agreements**Lessor Agreements**

The Town leases various buildings and land. The leases contain a rate of 2.27% and remaining terms of 2 - 270 months. Over the term of the leases, the Town will receive \$1,878,454 related to the lease. During the year the Town recognized \$350,588 as lease revenue and \$40,033 as interest revenue.

	Year Ending
	2024
Lease revenue	
Building	\$ 154,576
Land	<u>196,012</u>
 Total lease revenue	 350,588
Interest revenue	<u>40,033</u>
 <u>\$ 390,621</u>	

Future minimum lease payments due to the Town are as follows:

	Principal	Interest	Total
2025	\$ 178,798	\$ 35,319	\$ 214,117
2026	184,643	31,200	215,843
2027	190,675	26,946	217,621
2028	139,312	23,095	162,407
2029	139,118	19,989	159,107
2030-2034	338,667	70,506	409,173
2035-2039	377,743	32,800	410,543
2040-2044	<u>88,550</u>	<u>1,093</u>	<u>89,643</u>
	 <u>\$ 1,637,506</u>	 <u>\$ 240,948</u>	 <u>\$ 1,878,454</u>

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

D. Capital Assets

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

	Beginning Balance	Additions	Disposals	Ending Balance
Governmental activities:				
Capital assets that are not depreciated:				
Land	\$ 4,006,620	\$ -	\$ -	\$ 4,006,620
Construction in progress	1,516,459	-	-	1,516,459
Total non-depreciable cost	5,523,079	-	-	5,523,079
Capital assets that are depreciated:				
Land improvements	16,934,284	305,574	-	17,239,858
Buildings and improvements	19,329,663	355,875	-	19,685,538
Machinery and equipment	15,278,667	1,328,986	(17,593)	16,590,060
Infrastructure	42,202,561	-	-	42,202,561
Total depreciable historical cost	93,745,175	1,990,435	(17,593)	95,718,017
Less accumulated depreciation:				
Land improvements	4,043,821	787,839	-	4,831,660
Buildings and improvements	10,196,487	393,192	-	10,589,679
Machinery and equipment	10,353,407	597,565	(17,593)	10,933,379
Infrastructure	26,487,632	881,202	-	27,368,834
Total accumulated depreciation	51,081,347	2,659,798	(17,593)	53,723,552
Total cost, net	48,186,907	(669,363)	-	47,517,544
Governmental activities capital assets	\$ 48,186,907	\$ (669,363)	\$ -	\$ 47,517,544

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

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

	Assets Being Depreciated
General government support	\$ 86,947
Safety	110,453
Transportation	1,135,340
Culture and recreation	205,191
Home and community services	<u>1,121,867</u>
 Total depreciation expense	 <u>\$ 2,659,798</u>

E. Pension Plans

Plan Description

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

Funding Policy

The Systems are non-contributory except for employees who joined the New York State and Local Employees' Retirement System after July 27, 1976, who contribute 3% of their salary for the first ten years of service. For employees who joined after April 1, 2012, employees in NYSERS contribute 3% of their salary until April 1, 2013 and then contribute 3% to 6% of their salary throughout their active membership.

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

	ERS	PFRS
2024	\$ 1,032,669	\$ 1,568,811
2023	\$ 832,587	\$ 1,322,971
2022	\$ 763,481	\$ 1,240,059

The ERS and PFRS contributions were equal to 100% of the actuarially required contribution for each respective fiscal year.

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

New York State Employee Retirement System

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

At December 31, 2024, the Town reported a liability (asset) of \$3,025,590 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of March 31, 2024, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by the actuarial valuation as April 1, 2023. The Town's proportion of the net pension liability (asset) was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

At December 31, 2024, the Town's proportion was 0.0205486%, which was an increase from its proportion measured December 31, 2023 of 0.0203524%.

For the year ended December 31, 2024, the Town recognized pension expense of \$1,271,769 related to the NYS Retirement System. These expenses are liquidated through the general fund, highway fund, public library fund and special district fund. At December 31, 2024, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 974,540	\$ 82,500
Changes of Assumptions	1,143,908	-
Net difference between projected and actual earnings on pension plan investments	-	1,477,985
Changes in proportion and differences between the Town's contributions and proportionate share of contributions	207,345	4,052
Contributions subsequent to the measurement date	773,412	-
Total	\$ 3,099,205	\$ 1,564,537

\$773,412 reported as deferred outflows of resources related to pensions resulting from the Town's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2025.

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

Plan's Year Ending March 31,	2025	\$ (459,861)
	2026	639,915
	2027	898,944
	2028	(317,742)
	2029	-
	Thereafter	-
		\$ 761,256

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

Actuarial Assumptions

The total pension liability at March 31, 2024 was determined by using an actuarial valuation as of April 1, 2023, with update procedures used to roll forward the total pension liability to March 31, 2024. The actuarial valuation used the following actuarial assumptions:

Inflation	2.9%
Salary scale	4.4 % in ERS, indexed by service
Investment Rate of Return including inflation	5.9% compounded annually, net of investment expenses
Cost of living adjustments	1.5% annually
Decremnts	Developed from the Plan's 2020 experience study of the period April 1, 2015 through March 31, 2020
Mortality improvement	Society of Actuaries Scale MP-2021

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected return, net of investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The previous actuarial valuation as of April 1, 2023 used a long-term expected rate of return of 5.9%. The target allocation and best estimates of arithmetic of real rates of return for each major asset class are summarized as of March 31, 2024 in the following table:

Asset Type	Target Allocations in	Long-Term expected real rate of return in %
Domestic Equity	32%	4.00%
International Equity	15%	6.65%
Private Equity	10%	7.25%
Real Estate	9%	4.60%
Opportunistic Portfolio	3%	5.25%
Credit	4%	5.40%
Real Assets	3%	5.79%
Fixed Income	23%	1.50%
Cash	1%	0.25%
	<u>100%</u>	

Discount Rate

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

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

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

Proportionate Share of Net Pension Liability (Asset)	Current	1% Decrease	Assumption	1% Increase
	\$ 9,512,764	\$ 3,025,590	\$ (2,392,546)	\$ 6.9%

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

Pension Plan Fiduciary Net Position

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

	Pension Plan's Fiduciary Net Position
Total pension liability	\$ 240,696,851
Net position	(225,972,801)
Net pension liability (asset)	<u>\$ 14,724,050</u>
Fiduciary net position as percentage of total pension	93.88%

New York State and Local Police and Fire Retirement System

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

At December 31, 2024, the Town reported a liability (asset) of \$5,336,517 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of March 31, 2024, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by the actuarial valuation as of April 1, 2023. The Town's proportion of the net pension liability (asset) was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

At December 31, 2024, the Town's proportion was 0.1125178%, which was an increase from its proportion measured December 31, 2023 of 0.1117862%.

For the year ended December 31, 2024, the Town recognized pension expense of \$1,647,830 related to the NYS Retirement System. These expenses are liquidated through the general fund. At December 31, 2024, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,644,109	\$ -
Change of Assumptions	2,012,939	-
Net difference between projected and actual earnings on pension plan investments	-	1,448,607
Change in proportion and differences between the Town's contributions and proportionate share of contributions	68,660	490,881
Contributions subsequent to the measurement date	<u>1,176,608</u>	<u>-</u>
Total	<u>\$ 4,902,316</u>	<u>\$ 1,939,488</u>

\$1,176,608 reported as deferred outflows of resources related to pensions resulting from the Town's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2025.

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

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

Plan's Year Ending March 31,	2025	\$ (535,320)
	2026	1,459,214
	2027	822,392
	2028	(181,555)
	2029	221,489
	Thereafter	—
		\$ 1,786,220

Actuarial Assumptions

The total pension liability at March 31, 2024 was determined by using an actuarial valuation as of April 1, 2023, with update procedures used to roll forward the total pension liability to March 31, 2024. The actuarial valuation used the following actuarial assumptions:

Inflation	2.9%
Salary scale	6.2% in PFRS, indexed by service
Investment Rate of Return, including inflation	5.9% compounded annually, net of investment expenses
Cost of living adjustments	1.5% annually
Decrements	Developed from the Plan's 2020 experience study of the period April 1, 2015 through March 31, 2020
Mortality improvement	Society of Actuaries Scale MP-2021

The long-term expected rate of return on pension plan investments was determined using a building-block method in which the 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic of real rates of return for each major asset class are summarized as of March 31, 2024 in the following table:

Asset Type	Target	Long-Term Expected Real Rate
	Allocations in	of Return in %
Domestic Equity	32%	4.00%
International Equity	15%	6.65%
Private Equity	10%	7.25%
Real Estate	9%	4.60%
Opportunistic Portfolio	3%	5.25%
Credit	4%	5.40%
Real Assets	3%	5.79%
Fixed Income	23%	1.50%
Cash	1%	0.25%
	100%	

Discount Rate

The discount rate used to calculate the total pension liability was 5.9%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the Plan'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.

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

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

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

	Current	1% Decrease	Assumption	1% Increase
	(4.9%)	(5.9%)	(6.9%)	
Proportionate Share of Net Pension Liability (Asset)	\$ 12,472,692	\$ 5,336,517	\$ (559,006)	

Pension Plan Fiduciary Net Position

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

	Pension Plan's Fiduciary Net Position
Total pension liability	\$ 46,137,717
Net pension	(41,394,895)
Net pension liability	<u>\$ 4,742,822</u>
Fiduciary net position as a percentage of total pension liability	89.72%

F. Long-Term Liabilities

The following table summarizes changes in the Town's long-term indebtedness for the year ended December 31, 2024:

	Beginning Balance	Issued	Redeemed	Ending Balance	Amounts Due With One Year
Government activities:					
Bonds & notes payable:					
General Obligation debt:					
Capital construction	\$ 24,329,000	\$ -	\$ 1,824,000	\$ 22,505,000	\$ 1,804,000
Unamortized premium on obligations	1,001,070	-	92,250	908,820	134,788
	<u>25,330,070</u>	<u>-</u>	<u>1,916,250</u>	<u>23,413,820</u>	<u>1,938,788</u>
Other liabilities:					
Total other postemployment benefits	80,021,195	4,197,537	6,516,801	77,701,931	3,590,706
Net pension Liability - ERS (A)	4,364,375	-	1,338,785	3,025,590	-
Net pension Liability - PFRS (A)	6,494,767	-	1,158,250	5,336,517	-
Compensated absences (A)	1,476,960	235,384	-	1,712,344	171,234
Total other liabilities	<u>92,357,297</u>	<u>4,432,921</u>	<u>9,013,836</u>	<u>87,776,382</u>	<u>3,761,940</u>
Total long-term liabilities	<u><u>\$ 117,687,367</u></u>	<u><u>\$ 4,432,921</u></u>	<u><u>\$ 10,930,086</u></u>	<u><u>\$ 111,190,202</u></u>	<u><u>\$ 5,700,728</u></u>

(A) Additions and deletions to net pension liability are shown net because it is impracticable to determine these amounts separately.

The current portion of compensated absences, if any, is the amount left unpaid at the end of the reporting period that normally would be liquidated with expendable available financial resources.

The liability for compensated absences and total other post-employment benefit obligations are liquidated primarily by the general, highway, public library and special districts funds. The Town's indebtedness for bonds is satisfied by the general, highway and special districts funds.

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

Bonds Payable

Bonds payable at December 31, 2024 are comprised of the following individual issues:

Bond Issue	Original	Issued	Maturity	Interest Rate	Balance
Firehouse acquisition	1,100,000	2006	2026	3.973%	\$ 120,000
Sewer No. 2 treatment plant upgrade	3,345,000	2007	2037	3.630%	2,180,000
Sewer nitrogen removal -					
Environmental Facilities Corporation	5,245,000	2009	2033	4.270%	2,185,000
Public improvements	645,000	2010	2026	1.250%	100,000
Public improvements	2,500,000	2011	2026	1.50% - 2.65%	405,000
Public improvements	9,545,000	2014	2044	1.50%-5.0%	7,690,000
Water Project EFC Project # 18170	535,582	2017	2037	1.067%-3.574%	360,000
Public improvements	4,000,000	2017	2029	2.0% - 5.0%	1,765,000
Public improvements	8,960,000	2021	2036	2.0% - 5.0%	7,700,000
					<u>\$ 22,505,000</u>

Interest

Interest on all debt for the year was composed of:

Interest paid - long-term debt	\$ 653,061
Add: Interest accrued in the current year	248,567
Less: Interest accrued in prior year	(271,755)
Amortization of bond premium	<u>(92,250)</u>
Total expense	<u>\$ 537,623</u>

Payments to Maturity

The annual requirements to amortize all bonded debt outstanding as of December 31, 2024 are as follows:

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

	Principal	Interest	Total
Fiscal Year Ending December 31,			
2025	\$ 1,804,000	\$ 723,553	\$ 2,527,553
2026	1,859,000	656,222	2,515,222
2027	1,603,000	587,179	2,190,179
2028	1,661,000	524,548	2,185,548
2029-2033	7,673,000	1,806,190	9,479,190
2034-2038	4,995,000	752,303	5,747,303
2039-2043	2,380,000	237,725	2,617,725
2044-2048	530,000	7,950	537,950
Total	<u>\$ 22,505,000</u>	<u>\$ 5,295,670</u>	<u>\$ 27,800,670</u>

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

Compensated Absences

In accordance with the Town's collective bargaining agreements, all employees may accumulate sick leave based upon length of service. Upon retirement, employees are compensated for accumulated sick leave pursuant to contract provisions. Vacation time earned during the year is generally taken in the year earned; however, with permission, certain employees may carryover vacation leave to the following year. Police employees may accumulate compensatory time up to a maximum of 96 hours. The value of compensated absences has been reflected in the government-wide financial statements. Payment of vacation is dependent upon many factors; therefore, timing of future payments is not readily determinable. However, sufficient resources will be made available for the payment of vacation when such payment is due, and a liability is recorded in the government-wide financial statements for compensated absences to pay estimated accrued vacation time at year end.

Other Post Employment Benefit Obligations

Plan Description

The Town provides certain health care benefits for retired employees through a single employer defined benefit plan. The plan provides for continuation of retiree group health benefits for certain retirees and their spouses and can be amended by action of the Town subject to applicable collective bargaining and employment agreements. The plan does not issue a stand-alone financial report as there are no legally accumulated assets in a trust for the sole purpose of paying benefits under the plan that meets the criteria of GASB 75, paragraph 4.

Benefits Provided

The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Town may vary according to length of service. The cost of providing post-employment health care benefits is shared between the Town and the retired employee. Substantially all of the Town's employees may become eligible for those benefits if they reach normal retirement age while working for the Town.

Employees Covered by Benefit Terms

At December 31, 2024, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	124
Active employees	<u>118</u>
Total participants	<u>242</u>

Total OPEB Liability

The Town's total OPEB liability of \$77,701,931 was measured as of December 31, 2024 and was determined by actuarial valuation as of January 1, 2024. The changes in the OPEB liability are as follows:

Balance at December 31, 2023	<u>\$ 80,021,195</u>
Changes for the Year	
Service cost	893,339
Interest	3,304,198
Changes of benefit terms	-
Changes in assumptions or other inputs	(3,071,487)
Differences between expected and actual experience	-
Benefit payments	(3,445,314)
Net changes	<u>(2,319,264)</u>
Balance at December 31, 2024	<u>\$ 77,701,931</u>

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

Actuarial Assumptions and Other Inputs

The total OPEB liability in the January 1, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	7.00%
Payroll Growth	3.00%
Discount Rate	4.22%
Healthcare Cost Trend Rates	7.0% for 2026, decreasing 0.25% annually to an ultimate rate of 4.5% by 2036.
Share of Benefit-Related Costs	Medical coverage, including prescription drugs as part of the medical plan, is offered to retirees on a fully insured basis through the New York State Health Insurance Plan (NYSHIP) aka the Empire Plan. Life insurance is not available in retirement. Dental and vision coverage is available with varying benefits by union. For union employees, coverage is provided through Dutchess Dental & Vision Gold 12 via CSEA Employee Benefit Fund. For Police, coverage is available for dental through Delta Dental.

The discount rate was based on an end of year measurement date of December 31, 2024 and is consistent with the prescribed discount rate methodology under GASB 75, using an average of two 20-year bond indices (e.g., S&P Municipal Bond 20 Year High Grade Rate Index - 4.28% and Fidelity GO AA 20 Years - 4.16%) as of December 31, 2024.

Mortality was based on the Society of Actuaries Pub-2010 Public Retirement Plans Healthy Male and Female Total Dataset Headcount-Weighted Mortality tables based on Employee and Healthy Annuitant Tables for both pre and post retirement, projected with mortality improvements using the most current Society of Actuaries Mortality Improvement Scale MP-2021.

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

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

	Current		
	1% Decrease	Discount	1% Increase
Total OPEB Liability	<u>(3.22%)</u>	<u>(4.22%)</u>	<u>(5.22%)</u>

Total OPEB Liability	<u>\$ 91,436,936</u>	<u>\$ 77,701,931</u>	<u>\$ 67,142,675</u>
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TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

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

The following presents the OPEB liability of the Town, as well as what the Town's total OPEB liability would be if were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than the current healthcare cost trend rates:

	Healthcare		
	Current Health		
	1% Decrease	Care Rate	1% Increase
Total OPEB Liability	(6%)	(7%)	(8%)
	<u>\$ 66,735,358</u>	<u>\$ 77,701,931</u>	<u>\$ 91,975,437</u>

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

For the year ended December 31, 2024, the Town recognized OPEB expense of \$3,252,567. These expenses are liquidated through the general fund, highway fund, public library fund and special district fund. At December 31, 2024, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred	Deferred
	Outflows of	Inflows of
Changes of Assumptions	Resources	Resources
	<u>\$ 6,706,027</u>	<u>\$ 17,250,035</u>
	<u>\$ 6,706,027</u>	<u>\$ 17,250,035</u>

The Town's contributions made subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ended December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For years ending December 31,

2025	\$ (944,970)
2026	(1,349,462)
2027	(2,979,527)
2028	(2,563,503)
2029	(2,321,687)
Thereafter	<u>(384,859)</u>
	<u><u>\$ (10,544,008)</u></u>

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

G. Revenues and Expenditures

Interfund Transfers

The interfund transfers reflected below have been reflected as transfers:

	Interfund		Interfund	
	Revenue	Expenditures	Receivable	Payables
General fund	\$ -	\$ 17,048	\$ 189,037	\$ 378,203
Highway fund	-	-	19,254	-
Special districts fund	-	-	169,912	-
Public library fund	<u>17,048</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total government activities	\$ 17,048	\$ 17,048	\$ 378,203	\$ 378,203

H. Net Position

The components of net position are detailed below:

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

Restricted for Workers' Compensation Benefits - the component of net position that has been established to set aside funds to be used for a specific purpose in accordance with Section 6-j of the General Municipal Law of the State of New York.

Restricted for Special Districts - the component of net position that represents funds restricted for water, sewer, street lighting, fire protection, parking and ambulance purposes under New York State Law or by external parties and/or statutes.

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

I. Fund Balances

The components of fund balance are detailed below:

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

Prepaid Expenditures has been established to account for employee retirement and other payments made in advance. The amount is classified as nonspendable to indicate that funds are not "available" for appropriation or expenditure even though they are a component of current assets.

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

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

Designations of fund balance are not legally required segregations but represent intended use for a specific purpose. At December 31, 2024, the Town Board has assigned the amounts below to be appropriated from the ensuing year's budget.

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

	General	Highway	Public Library	Special Districts	Capital Projects	Total
Nonspendable						
Prepaid items	\$ 651,460	\$ -	\$ -	\$ -	\$ -	\$ 651,460
Restricted						
Capital Projects	-	-	-	-	125,876	125,876
Workers Compensation	1,692	-	-	-	-	1,692
Special Districts	-	-	-	5,840,032	-	5,840,032
	1,692	-	-	5,840,032	125,876	5,967,600
Assigned						
Highway	-	5,842,341	-	-	-	5,842,341
Public Library	-	-	144,518	-	-	144,518
	-	5,842,341	144,518	-	-	5,986,859
Unassigned	21,003,977	-	-	-	-	21,003,977
Total fund balance	\$ 21,657,129	\$ 5,842,341	\$ 144,518	\$ 5,840,032	\$ 125,876	\$ 33,609,896

4. SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

A. Litigation

The Town is a defendant in various actions, all of which are within the limits of the Town's insurance coverage. Counsel for the insurance carrier is defending these claims. Consequently, an unfavorable decision in any of the actions will not have an adverse effect on the Town's financial condition.

The Town is also defendant in numerous tax certiorari proceedings, the results of which generally require tax refunds on the part of the Town. However, the amount of possible refunds cannot be determined at the present time. Any refunds resulting from adverse settlements will be funded in the year in which the payments are made.

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

B. Risk Management

The Town maintains various conventional liability insurance policies to protect against potential losses. The general liability policy provides coverage of \$1 Million Per Occurrence and \$3 million Policy Aggregate. The Town's public officials and law enforcement liability policies provide coverage of \$1 million each. In addition, the umbrella policy provides a \$10 million policy aggregate. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past three fiscal years.

In addition, the Town purchases conventional insurance for workers' compensation benefits and purchases conventional health insurance from various providers.

C. Commitments and Contingencies

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

5. OTHER MATTERS

On June 24, 2011, the NYS Governor signed Chapter 97 of the Laws of 2011 ("Tax Levy Limitation Law"). This applies to all local governments.

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 Town 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.

The "Inflation Factor" is the quotient of: (i) the average of the 20 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 with the result expressed as a decimal to four places.

The Town 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 Town, including exclusions for certain portions of the expenditures for retirement system contributions and tort judgments payable by the Town. The Town Board may adopt a budget that exceeds the tax levy limit for the coming fiscal year, only if the Town Board first enacts, by a vote of at least sixty percent of the total voting power of the Town Board, a local law to override such limit for such coming fiscal year.

TOWN OF NORTH CASTLE, NEW YORK

Notes to Financial Statements

December 31, 2024

6. PROPERTY TAX ABATEMENT

The Town has two real property tax abatement agreements entered into by the Westchester County IDA (IDA) under Article 18-A of the real property tax law. These agreements provide for abatement of real property taxes in exchange for a payment in lieu of taxes (PILOT) in compliance with the IDA's Uniform Tax Exemption Policy (the Policy). In accordance with the policy, the IDA grants PILOTs in accordance with various activities for various activities such as new construction, purchasing of an existing facility, or the improvement or expansion of an existing facility. The IDA also has policies for recapture of PILOTs should the applicant not meet certain criteria. All policies are available on the IDA's website.

The following information relates to the PILOT agreements entered into under the agreements for the year ended December 31, 2024:

Start Date	Agreement	Taxable			PILOT		
		Assessed Value	Tax Rate	Tax Value	Received	Taxes Abated	
01/01/1998	IBM Engel	\$ 6,139,500	173.54	\$ 1,065,442	\$ 402,965	\$ 662,477	
01/01/2012	Burman	\$ 730,000	173.54	\$ 126,683	\$ 151,654	\$ (24,971)	

7. AMERICAN RESCUE PLAN

The American Rescue Plan Act has provided the Town with \$1,254,458. As of December 31, 2024, the Town has committed these funds for various projects and vehicle purchases.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF NORTH CASTLE, NEW YORK

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund (Unaudited)
For the Year Ended December 31, 2024**

	General Fund			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
REVENUES:				
Real property taxes	\$ 11,972,162	\$ 11,972,162	\$ 12,994,439	\$ 1,022,277
Other tax items	971,000	971,000	1,478,663	507,663
Nonproperty tax items	3,300,000	3,300,000	3,607,430	307,430
Departmental income	1,742,460	1,742,460	2,163,087	420,627
Use of money and property	1,224,800	1,224,800	2,647,096	1,422,296
Licenses and permits	1,805,500	1,805,500	2,192,021	386,521
Fines and forfeitures	125,000	125,000	144,411	19,411
Sale of property and compensation for loss	-	-	129,278	129,278
State aid	650,000	650,000	1,032,394	382,394
Federal aid	-	-	8,197	8,197
Miscellaneous	5,000	5,000	32,955	27,955
 Total revenue	 21,795,922	 21,795,922	 26,429,971	 4,634,049
EXPENDITURES:				
General governmental support	4,619,848	4,995,920	4,315,335	680,585
Public safety	12,348,615	13,446,927	12,552,563	894,364
Health	5,044	5,044	5,003	41
Transportation	447,178	466,403	425,928	40,475
Economic opportunity and development	267,376	277,944	232,674	45,270
Culture and recreation	3,385,692	4,491,488	4,150,781	340,707
Home and community services	2,155,257	2,403,076	2,356,843	46,233
Debt service - principal	163,312	163,312	163,311	1
Debt service - interest	13,160	13,160	13,160	-
 Total expenditures	 23,405,482	 26,263,274	 24,215,598	 2,047,676
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 (1,609,560)	 (4,467,352)	 2,214,373	 6,681,725
OTHER FINANCING SOURCES (USES):				
Transfers out	-	(17,048)	(17,048)	-
 Total other financing sources and uses	 -	 (17,048)	 (17,048)	 -
 CHANGE IN FUND BALANCE	 (1,609,560)	 (4,484,400)	 2,197,325	 6,681,725
 FUND BALANCE - beginning of year	 19,459,804	 19,459,804	 19,459,804	 -
 FUND BALANCE - end of year	 \$ 17,850,244	 \$ 14,975,404	 \$ 21,657,129	 \$ 6,681,725

* Budgetary appropriations are monies allocated to a specific category of expense in the Town Budget and any transfer from one expense category to another would need authorization from the Town Board. This table shows Budgets at the function level instead of category of expenses.

TOWN OF NORTH CASTLE, NEW YORK

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Highway Fund
(Unaudited)**
For the Year Ended December 31, 2024

	Highway Fund			Variance with Final Budget
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Positive (Negative)
REVENUES:				
Real property taxes	\$ 7,313,152	\$ 7,313,152	\$ 7,313,152	\$ -
Intergovernmental charges	115,000	115,000	39,293	(75,707)
Sale of property and compensation for loss	-	-	8,847	8,847
State aid	200,000	200,000	423,948	223,948
Miscellaneous	-	-	1,045	1,045
 Total revenues	 7,628,152	 7,628,152	 7,786,285	 158,133
EXPENDITURES:				
Transportation	6,574,185	8,400,777	6,618,725	1,782,052
Debt service - principal	1,015,000	1,015,000	1,015,000	-
Debt service - interest	311,838	311,838	311,838	-
 Total expenditures	 7,901,023	 9,727,615	 7,945,563	 1,782,052
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 (272,871)	 (2,099,463)	 (159,278)	 1,940,185
 CHANGE IN FUND BALANCE	 (272,871)	 (2,099,463)	 (159,278)	 1,940,185
 FUND BALANCE - beginning of year	 6,001,619	 6,001,619	 6,001,619	 -
 FUND BALANCE - end of year	 \$ 5,728,748	 \$ 3,902,156	 \$ 5,842,341	 \$ 1,940,185

* Budgetary appropriations are monies allocated to a specific category of expense in the Town Budget and any transfer from one expense category to another would need authorization from the Town Board. This table shows Budgets at the function level instead of category of expenses.

TOWN OF NORTH CASTLE, NEW YORK

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Public Library Fund
(Unaudited)**

For the Year Ended December 31, 2024

	Public Library Fund			Variance with Final Budget
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Positive (Negative)
REVENUES:				
Real property taxes	\$ 1,740,047	\$ 1,740,047	\$ 1,740,047	\$ -
Departmental income	1,000	1,000	1,893	893
Use of money and property	13,000	13,000	10,220	(2,780)
Sale of property and compensation for loss	500	500	93	(407)
State aid	-	-	10,872	10,872
Miscellaneous	1,500	1,500	1,440	(60)
 Total revenues	 1,756,047	 1,756,047	 1,764,565	 8,518
EXPENDITURES:				
Culture and recreation	1,749,047	1,855,489	1,724,539	130,950
 Total expenditures	 1,749,047	 1,855,489	 1,724,539	 130,950
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 7,000	 (99,442)	 40,026	 139,468
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	17,048	17,048
 Total other financing sources and uses	 -	 -	 17,048	 17,048
 CHANGE IN FUND BALANCE	 7,000	 (99,442)	 57,074	 156,516
 FUND BALANCE - beginning of year	 87,444	 87,444	 87,444	 -
 FUND BALANCE - end of year	 \$ 94,444	 \$ (11,998)	 \$ 144,518	 \$ 156,516

* Budgetary appropriations are monies allocated to a specific category of expense in the Town Budget and any transfer from one expense category to another would need authorization from the Town Board. This table shows Budgets at the function level instead of category of expenses.

TOWN OF NORTH CASTLE, NEW YORK

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Special District Funds
(Unaudited)**
For the Year Ended December 31, 2024

	Special Districts Fund				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget	
				Positive	(Negative)
REVENUES:					
Real property taxes	\$ 3,128,344	\$ 3,144,344	\$ 3,144,344	\$ -	-
Departmental income	1,489,732	1,489,732	1,422,245	(67,487)	
Use of money and property	238,905	238,905	261,394	22,489	
Sale of property and compensation for loss	-	-	1,000	1,000	
Miscellaneous	-	-	1,060	1,060	
	<u>4,856,981</u>	<u>4,872,981</u>	<u>4,830,043</u>		<u>(42,938)</u>
EXPENDITURES:					
General governmental support	2,028	2,088	816	1,272	
Public safety	479,195	479,195	479,195	-	
Health	496,000	496,000	459,085	36,915	
Transportation	166,000	179,854	108,578	71,276	
Culture and recreation	-	-	16,000	(16,000)	
Home and community services	3,297,969	3,453,286	2,497,731	955,555	
Debt service - principal	645,689	645,689	645,689	-	
Debt service - interest	328,335	328,972	328,063	909	
	<u>5,415,216</u>	<u>5,585,084</u>	<u>4,535,157</u>		<u>1,049,927</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(558,235)	(712,103)	294,886		1,006,989
CHANGE IN FUND BALANCE	(558,235)	(712,103)	294,886		1,006,989
FUND BALANCE - beginning of year	5,545,146	5,545,146	5,545,146		-
FUND BALANCE - end of year	\$ 4,986,911	\$ 4,833,043	\$ 5,840,032		\$ 1,006,989

* Budgetary appropriations are monies allocated to a specific category of expense in the Town Budget and any transfer from one expense category to another would need authorization from the Town Board. This table shows Budgets at the function level instead of category of expenses.

TOWN OF NORTH CASTLE, NEW YORK

Schedule of Changes in Total OPEB Liability and Related Ratios (Unaudited)
For the Year Ended December 31, 2024

	Last Ten Fiscal Years *						
	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability							
Service cost	\$ 893,339	\$ 939,074	\$ 834,276	\$ 1,374,426	\$ 1,346,812	\$ 709,699	\$ 571,475
Interest	3,304,198	2,873,059	3,895,058	1,909,925	1,942,587	2,754,970	2,928,941
Changes of benefit terms	-	-	-	-	-	-	-
Differences between expected and actual experience	-	-	-	-	-	-	-
Changes in assumptions	(3,071,487)	3,814,847	(20,716,472)	(568,369)	(3,877,952)	16,626,716	-
Benefit payments	(3,445,314)	(3,307,407)	(2,988,883)	(2,410,807)	(2,413,278)	(2,178,640)	(2,232,498)
Total change in total OPEB liability	(2,319,264)	4,319,573	(18,976,021)	305,175	(3,001,831)	17,912,745	1,267,918
OPEB Plan Fiduciary Position	-	-	-	-	-	-	-
Total OPEB liability - beginning	<u>80,021,195</u>	<u>75,701,622</u>	<u>94,677,643</u>	<u>94,372,468</u>	<u>97,374,299</u>	<u>79,461,554</u>	<u>78,193,636</u>
Total OPEB liability - ending	<u>\$ 77,701,931</u>	<u>\$ 80,021,195</u>	<u>\$ 75,701,622</u>	<u>\$ 94,677,643</u>	<u>\$ 94,372,468</u>	<u>\$ 97,374,299</u>	<u>\$ 79,461,554</u>
Covered-employee payroll	\$ 12,458,656	\$ 10,941,322	\$ 10,941,322	\$ 10,286,449	\$ 10,286,449	\$ 10,166,288	\$ 9,788,443
Total OPEB liability as a percentage of covered-employee-payroll	623.68%	731.37%	691.89%	920.41%	917.44%	781.62%	811.79%
Notes to schedule:							
	2024	2023	2022	2021	2020	2019	2018
Discount rate	4.22%	3.88%	4.18%	2.05%	2.02%	2.90%	3.80%
Healthcare trend rate:							
Initial rate	7.00%	7.00%	7.00%	7.00%	7.00%	8.00%	8.00%
Decreasing per year	0.25%	0.25%	0.25%	0.25%	0.25%	0.50%	0.50%
Ultimate rate	4.50%	4.50%	4.50%	4.50%	4.50%	5.00%	5.00%
Ultimate rate year	2036	2034	2034	2032	2032	2026	2026

* This schedule is intended to show information for 10 years. Additional years will be displayed as the information becomes available.

Plan Assets

There are no assets accumulated in a trust that meets the criteria of GASB 75, paragraph 4.

TOWN OF NORTH CASTLE, NEW YORK

Schedule of Proportionate Share of Net Pension Liability (Asset) (Unaudited)

For the Year Ended December 31, 2024

New York State Employees' Retirement System Plan	Last 10 Fiscal Years									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Proportion of the net pension liability (asset)	0.020549%	0.020352%	0.020366%	0.020183%	0.020343%	0.022707%	0.023652%	0.022835%	0.024640%	0.022636%
Proportionate share of the net pension liability (asset)	\$ 3,025,590	\$ 4,364,375	\$ (1,664,857)	\$ 20,097	\$ 5,386,982	\$ 1,608,829	\$ 763,339	\$ 2,145,584	\$ 3,954,784	\$ 764,701
Covered payroll	\$ 7,182,792	\$ 6,630,112	\$ 6,851,765	\$ 7,042,855	\$ 7,107,843	\$ 7,022,401	\$ 7,223,542	\$ 7,266,448	\$ 6,944,581	\$ 6,870,015
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee-payroll	42.12%	65.83%	-24.30%	0.29%	75.79%	22.91%	10.57%	29.53%	56.95%	11.13%
Plan fiduciary net position as a percentage of the total pension liability (asset)	93.88%	90.78%	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%	90.70%	97.90%
New York State Police and Fire Retirement System Plan	Last 10 Fiscal Years									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Proportion of the net pension liability (asset)	0.112518%	0.117862%	0.126910%	0.123312%	0.131046%	0.120315%	0.115707%	0.122412%	0.144124%	0.115271%
Proportionate share of the net pension liability (asset)	\$ 5,336,517	\$ 6,494,767	\$ 720,905	\$ 2,141,044	\$ 7,004,329	\$ 2,017,754	\$ 1,169,512	\$ 2,537,177	\$ 4,267,201	\$ 317,295
Covered payroll	\$ 5,447,342	\$ 5,153,730	\$ 5,025,720	\$ 4,786,538	\$ 4,432,466	\$ 4,333,852	\$ 4,209,759	\$ 4,322,100	\$ 4,393,866	\$ 4,676,032
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee-payroll	97.97%	126.02%	14.34%	44.73%	158.02%	46.56%	27.78%	58.70%	97.12%	6.79%
Plan fiduciary net position as a percentage of the total pension liability (asset)	89.72%	87.43%	98.66%	95.79%	84.86%	95.09%	96.93%	93.50%	90.20%	99.00%

TOWN OF NORTH CASTLE, NEW YORK

Schedule of Contributions - Pension Plans (Unaudited)
For the Year Ended December 31, 2024

	Last 10 Fiscal Years									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
New York State Employees' Retirement System Plan										
Contractually required contribution	\$ 1,032,669	\$ 832,587	\$ 763,481	\$ 1,106,104	\$ 1,010,750	\$ 993,869	\$ 1,041,429	\$ 1,089,221	\$ 1,349,325	\$ 1,177,993
Contributions in relation to the contractually required contribution	<u>1,032,669</u>	<u>832,587</u>	<u>763,481</u>	<u>1,106,104</u>	<u>1,010,750</u>	<u>993,869</u>	<u>1,041,429</u>	<u>1,089,221</u>	<u>1,349,325</u>	<u>1,177,993</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 7,182,792	\$ 6,630,112	\$ 6,851,765	\$ 7,042,855	\$ 7,107,843	\$ 7,022,401	\$ 7,223,542	\$ 7,266,448	\$ 6,944,581	\$ 6,870,015
Contributions as a percentage of covered-employee-payroll	14.38%	12.56%	11.14%	15.71%	14.22%	14.15%	14.42%	14.99%	19.43%	17.15%
New York State Police and Fire Retirement System Plan										
Contractually required contribution	\$ 1,568,811	\$ 1,322,971	\$ 1,240,059	\$ 1,209,625	\$ 941,739	\$ 898,884	\$ 935,012	\$ 971,624	\$ 1,319,633	\$ 1,016,189
Contributions in relation to the contractually required contribution	<u>1,568,811</u>	<u>1,322,971</u>	<u>1,240,059</u>	<u>1,209,625</u>	<u>941,739</u>	<u>898,884</u>	<u>935,012</u>	<u>971,624</u>	<u>1,319,633</u>	<u>1,016,189</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 5,447,342	\$ 5,153,730	\$ 5,025,720	\$ 4,786,538	\$ 4,432,466	\$ 4,333,852	\$ 4,209,759	\$ 4,322,100	\$ 4,393,866	\$ 4,676,032
Contributions as a percentage of covered-employee-payroll	28.80%	25.67%	24.67%	25.27%	21.25%	20.74%	22.21%	22.48%	30.03%	21.73%

SUPPLEMENTARY INFORMATION

TOWN OF NORTH CASTLE, NEW YORK

Comparative Balance Sheets - General Fund

December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash:		
Demand deposits	\$ 23,975,941	\$ 21,426,690
Petty cash	600	600
Taxes receivable	1,229,629	2,375,611
Other receivables:		
Other	291,280	230,875
Leases	-	158,647
Due from other governments	858,628	887,035
Due from other funds	189,037	189,037
Prepaid expenditures	<u>651,460</u>	<u>538,890</u>
 Total assets	 <u>\$ 27,196,575</u>	 <u>\$ 25,807,385</u>
LIABILITIES		
Accounts payable	\$ 792,858	\$ 639,381
Due to other funds	378,203	378,203
Accrued liabilities	-	-
Retainage Payable	-	-
Other liabilities	3,416,511	3,190,316
Due to other governments	<u>-</u>	<u>-</u>
 Total liabilities	 <u>4,587,572</u>	 <u>4,207,900</u>
 DEFERRED INFLOWS OF RESOURCES	 <u>951,874</u>	 <u>2,139,681</u>
FUND BALANCE		
Non-spendable	651,460	538,890
Restricted	1,692	1,692
Committed	-	-
Assigned	-	-
Unassigned	<u>21,003,977</u>	<u>18,919,222</u>
 Total fund balance	 <u>21,657,129</u>	 <u>19,459,804</u>
 Total liabilities, deferred inflows of resources and fund balance	 <u>\$ 27,196,575</u>	 <u>\$ 25,807,385</u>

TOWN OF NORTH CASTLE, NEW YORK

Comparative Schedules of Revenues, Expenditures, and Changes in Fund Balances -
 Budget and Actual - General Fund
 For the Years Ended December 31, 2024 and 2023

	2024				2023					
					Variance with Final Budget					
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>		
REVENUES:										
Real property taxes	\$ 11,972,162	\$ 11,972,162	\$ 12,994,439	\$ 1,022,277	\$ 12,130,818	\$ 12,130,818	\$ 11,863,186	\$ (267,632)		
Other tax items	971,000	971,000	1,478,663	507,663	1,010,000	1,010,000	1,292,508	282,508		
Nonproperty tax items	3,300,000	3,300,000	3,607,430	307,430	3,300,000	3,300,000	3,508,927	208,927		
Departmental income	1,742,460	1,742,460	2,163,087	420,627	1,683,460	1,683,460	1,983,800	300,340		
Use of money and property	1,224,800	1,224,800	2,647,096	1,422,296	1,024,800	1,024,800	2,290,471	1,265,671		
Licenses and permits	1,805,500	1,805,500	2,192,021	386,521	1,265,500	1,265,500	1,850,301	584,801		
Fines and forfeitures	125,000	125,000	144,411	19,411	125,000	125,000	112,139	(12,861)		
Sale of property and compensation for loss	-	-	129,278	129,278	-	-	100,025	100,025		
State aid	650,000	650,000	1,032,394	382,394	725,000	725,000	1,055,157	330,157		
Federal aid	-	-	8,197	8,197	-	-	323,659	323,659		
Miscellaneous	5,000	5,000	32,955	27,955	57,000	57,000	91,923	34,923		
	<u>21,795,922</u>	<u>21,795,922</u>	<u>26,429,971</u>	<u>4,634,049</u>	<u>21,321,578</u>	<u>21,321,578</u>	<u>24,472,096</u>	<u>3,150,518</u>		
EXPENDITURES:										
General governmental support	4,619,848	4,995,920	4,315,335	680,585	4,354,702	5,128,846	4,449,788	679,058		
Public safety	12,348,615	13,446,927	12,552,563	894,364	11,560,404	12,290,056	11,435,261	854,795		
Health	5,044	5,044	5,003	41	5,044	5,044	4,977	67		
Transportation	447,178	466,403	425,928	40,475	429,532	445,033	405,229	39,804		
Economic opportunity and development	267,376	277,944	232,674	45,270	265,642	313,610	274,220	39,390		
Culture and recreation	3,385,692	4,491,488	4,150,781	340,707	3,264,564	3,813,378	3,418,029	395,349		
Home and community services	2,155,257	2,403,076	2,356,843	46,233	2,055,806	2,264,758	2,070,793	193,965		
Debt service - principal	163,312	163,312	163,311	1	163,312	163,312	163,700	(388)		
Debt service - interest	13,160	13,160	13,160	-	19,556	19,556	19,558	(2)		
	<u>23,405,482</u>	<u>26,263,274</u>	<u>24,215,598</u>	<u>2,047,676</u>	<u>22,118,562</u>	<u>24,443,593</u>	<u>22,241,555</u>	<u>2,202,038</u>		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,609,560)	(4,467,352)	2,214,373	6,681,725	(796,984)	(3,122,015)	2,230,541	5,352,556		
OTHER FINANCING SOURCES (USES):										
Transfers in	-	-	-	-	-	-	19,431	19,431		
Transfers out	-	(17,048)	(17,048)	-	-	452,554	(452,553)	(905,107)		
	-	(17,048)	(17,048)	-	-	452,554	(433,122)	(885,676)		
CHANGE IN FUND BALANCE	(1,609,560)	(4,484,400)	2,197,325	6,681,725	(796,984)	(2,669,461)	1,797,419	4,466,880		
FUND BALANCE - beginning of year	19,459,804	19,459,804	19,459,804	-	17,662,385	17,662,385	17,662,385	-		
FUND BALANCE - end of year	\$ 17,850,244	\$ 14,975,404	\$ 21,657,129	\$ 6,681,725	\$ 16,865,401	\$ 14,992,924	\$ 19,459,804	\$ 4,466,880		

TOWN OF NORTH CASTLE, NEW YORK

Comparative Balance Sheets - Highway Fund

December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash - demand deposits	\$ 4,681,730	\$ 4,920,977
Due from other funds	19,254	19,254
Due from other governments	-	-
Accounts receivable	<u>1,517,878</u>	<u>1,221,263</u>
 Total assets	 <u>\$ 6,218,862</u>	 <u>\$ 6,161,494</u>
LIABILITIES		
Accounts payable	\$ 376,521	\$ 159,875
Retainage payable	-	-
 Total liabilities	 <u>\$ 376,521</u>	 <u>\$ 159,875</u>
FUND BALANCE		
Assigned	<u>5,842,341</u>	<u>6,001,619</u>
 Total fund balance	 <u>5,842,341</u>	 <u>6,001,619</u>
 Total liabilities and fund balance	 <u>\$ 6,218,862</u>	 <u>\$ 6,161,494</u>

TOWN OF NORTH CASTLE, NEW YORK

Comparative Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual - Highway Fund

For the Years Ended December 31, 2024 and 2023

	2024			Variance with Final Budget Positive (Negative)	2023			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
REVENUES:								
Real property taxes	\$ 7,313,152	\$ 7,313,152	\$ 7,313,152	\$ -	\$ 7,322,381	\$ 7,322,381	\$ 7,322,381	\$ -
Intergovernmental charges	115,000	115,000	39,293	(75,707)	115,000	115,000	38,523	(76,477)
Miscellaneous sources	-	-	1,045	1,045	-	-	375	375
Sale of property and compensation for loss	-	-	8,847	8,847	-	-	66,029	66,029
Interfund revenues	-	-	-	-	-	-	-	-
State aid	200,000	200,000	423,948	223,948	200,000	200,000	317,296	117,296
Total revenues	7,628,152	7,628,152	7,786,285	158,133	7,637,381	7,637,381	7,744,604	107,223
EXPENDITURES:								
Transportation	6,574,185	8,400,777	6,618,725	1,782,052	6,086,456	781,899	6,314,261	(5,532,362)
Debt service -principal	1,015,000	1,015,000	1,015,000	-	980,000	980,000	980,000	-
Debt service - interest	311,838	311,838	311,838	-	356,363	356,363	356,363	-
Total expenditures	7,901,023	9,727,615	7,945,563	1,782,052	7,422,819	2,118,262	7,650,624	(5,532,362)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES								
	(272,871)	(2,099,463)	(159,278)	1,940,185	214,562	5,519,119	93,980	(5,425,139)
CHANGE IN FUND BALANCE	(272,871)	(2,099,463)	(159,278)	1,940,185	214,562	5,519,119	93,980	(5,425,139)
FUND BALANCE - beginning of year	6,001,619	6,001,619	6,001,619	-	5,907,639	5,907,639	5,907,639	-
FUND BALANCE - end of year	\$ 5,728,748	\$ 3,902,156	\$ 5,842,341	\$ 1,940,185	\$ 6,122,201	\$ 11,426,758	\$ 6,001,619	\$ (5,425,139)

TOWN OF NORTH CASTLE, NEW YORK

Comparative Balance Sheets - Public Library Fund

December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash:		
Demand deposits	\$ 250,246	\$ 133,137
Petty cash	<u>415</u>	<u>415</u>
Total assets	<u><u>\$ 250,661</u></u>	<u><u>\$ 133,552</u></u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 106,143	\$ 46,108
FUND BALANCE		
Assigned	<u>144,518</u>	<u>87,444</u>
Total liabilities and fund balance	<u><u>\$ 250,661</u></u>	<u><u>\$ 133,552</u></u>

The accompanying notes are an integral part of these statements.

TOWN OF NORTH CASTLE, NEW YORK

Comparative Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual - Public Library Fund
For the Years Ended December 31, 2024 and 2023

	2024			2023			Variance with Final Budget Positive (Negative)	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		
REVENUES:								
Real property taxes	\$ 1,740,047	\$ 1,740,047	\$ 1,740,047	\$ -	\$ 1,633,787	\$ 1,633,787	\$ 1,633,787 \$ -	
Departmental income	1,000	1,000	1,893	893	1,000	1,000	1,380 380	
Use of money and property	13,000	13,000	10,220	(2,780)	13,000	13,000	15,200 2,200	
Sale of property and compensation for loss	500	500	93	(407)	500	500	3,824 3,324	
State aid	-	-	10,872	10,872	-	-	3,684 3,684	
Miscellaneous	1,500	1,500	1,440	(60)	1,500	1,500	168 (1,332)	
Total revenues	1,756,047	1,756,047	1,764,565	8,518	1,649,787	1,649,787	1,658,043 8,256	
EXPENDITURES:								
Culture and recreation	1,749,047	1,855,489	1,724,539	130,950	1,641,287	1,863,174	1,778,036 85,138	
Total expenditures	1,749,047	1,855,489	1,724,539	130,950	1,641,287	1,863,174	1,778,036 85,138	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	7,000	(99,442)	40,026	139,468	8,500	(213,387)	(119,993) 93,394	
OTHER FINANCING SOURCES (USES):								
Transfers in	-	-	17,048	17,048	-	-	162,941 162,941	
Total other financing sources (uses)	-	-	17,048	17,048	-	-	162,941 162,941	
CHANGE IN FUND BALANCE	7,000	(99,442)	57,074	156,516	8,500	(213,387)	42,948 256,335	
FUND BALANCE - beginning of year	87,444	87,444	87,444	-	44,496	44,496	44,496 -	
FUND BALANCE - end of year	\$ 94,444	\$ (11,998)	\$ 144,518	\$ 156,516	\$ 52,996	\$ (168,891)	\$ 87,444 \$ 256,335	

TOWN OF NORTH CASTLE, NEW YORK

Comparative Balance Sheet - Special Districts Fund

December 31, 2024

(With Comparative Totals for 2023)

	Water Districts						Sewer Districts					
	<u>No. 1</u>	<u>No. 2</u>	<u>No. 4</u>	<u>No. 5</u>	<u>No. 6</u>	<u>No. 8</u>	<u>No. 1</u>	<u>No. 2</u>	<u>No. 3</u>	<u>No. 4</u>	<u>Quarry Heights</u>	
ASSETS												
Cash:												
Demand deposits	\$ 714,693	\$ 772,586	\$ 618,946	\$ 277,663	\$ 4,590	\$ (3,608)	\$ 681,106	\$ 970,597	\$ 676,541	\$ 180,223	\$ 392,072	
Receivables:												
Water rents	113,634	28,160	42,085	9,122	-	-	-	-	-	-	-	
Accounts receivable	-	-	-	-	-	-	-	-	-	-	-	
Lease	958,042	-	-	-	-	-	679,464	-	-	-	-	
Due from other funds	63,939	28,466	328,685	10,813	-	-	-	38,009	-	-	-	
Total assets	<u>1,850,308</u>	<u>829,212</u>	<u>989,716</u>	<u>297,598</u>	<u>4,590</u>	<u>(3,608)</u>	<u>681,106</u>	<u>1,688,070</u>	<u>676,541</u>	<u>180,223</u>	<u>392,072</u>	
LIABILITIES												
Accounts payable	96,835	7,027	25,912	694	-	3	91	60,995	1,224	295	16	
Accrued liabilities	-	-	-	-	-	-	-	-	-	-	-	
Retainage Payable	-	-	-	-	-	-	-	-	-	-	-	
Due to other funds	300,000	-	-	-	-	-	-	-	-	-	-	
Total liabilities	<u>396,835</u>	<u>7,027</u>	<u>25,912</u>	<u>694</u>	<u>-</u>	<u>3</u>	<u>91</u>	<u>60,995</u>	<u>1,224</u>	<u>295</u>	<u>16</u>	
DEFERRED INFLOWS OF RESOURCES	<u>887,700</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>639,171</u>	<u>-</u>	<u>-</u>	<u>-</u>	
FUND BALANCE												
Assigned	565,773	822,185	963,804	296,904	4,590	(3,611)	681,015	987,904	675,317	179,928	392,056	
Total liabilities and fund balances (deficits)	<u>\$ 962,608</u>	<u>\$ 829,212</u>	<u>\$ 989,716</u>	<u>\$ 297,598</u>	<u>\$ 4,590</u>	<u>\$ (3,608)</u>	<u>\$ 681,106</u>	<u>\$ 1,048,899</u>	<u>\$ 676,541</u>	<u>\$ 180,223</u>	<u>\$ 392,072</u>	

(Continued)

TOWN OF NORTH CASTLE, NEW YORK

Comparative Balance Sheet - Special District Funds
 December 31, 2024 (Continued)
 (With Comparative Totals for 2023)

	Carried Forward	Street Lighting Districts			Fire Protection District		Parking District		Ambulance Districts		Long Pond District		Eliminations	2024	Totals	2023	
		No. 1	No. 2	No. 3	No. 1	No. 1	No. 1	No. 1	No. 1	No. 2	No. 1	No. 1					
ASSETS																	
Cash:																	
Demand deposits	\$ 5,285,409	\$ 39,555	\$ 54,864	\$ 21,025	\$ 98,478	\$ 3,062	\$ 32,549	\$ 98,267	\$ -	\$ -	\$ -	\$ -	\$ 5,633,209	\$ 5,395,570			
Receivables:																	
Water rents	193,001	-	-	-	-	-	-	-	-	-	-	-	-	193,001	175,449		
Accounts receivable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Leases	1,637,506	-	-	-	-	-	-	-	-	-	-	-	-	1,637,506	2,563,721		
Due from other funds	469,912	-	-	-	-	-	-	-	-	-	-	-	(300,000)	169,912	169,912		
Total assets	7,585,828	39,555	54,864	21,025	98,478	3,062	32,549	98,267	-	-	(300,000)	-	7,633,628	8,304,652			
LIABILITIES																	
Accounts payable	193,092	9,110	9,234	291	-	-	54,998	-	-	-	-	-	266,725	313,465			
Accrued liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Retainage payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Due to other funds	300,000	-	-	-	-	-	-	-	-	-	-	(300,000)	-	-	-		
Total liabilities	493,092	9,110	9,234	291	-	-	54,998	-	-	-	(300,000)	-	266,725	313,465			
DEFERRED INFLOWS OF RESOURCES	1,526,871	-	-	-	-	-	-	-	-	-	-	-	-	1,526,871	2,446,041		
FUND BALANCE																	
Assigned	5,565,865	30,445	45,630	20,734	98,478	3,062	(22,449)	98,267	-	-	-	-	5,840,032	5,545,146			
Total liabilities and fund balances (deficits)	\$ 6,058,957	\$ 39,555	\$ 54,864	\$ 21,025	\$ 98,478	\$ 3,062	\$ 32,549	\$ 98,267	\$ -	\$ -	\$ -	\$ -	\$ 7,633,628	\$ 8,304,652			

TOWN OF NORTH CASTLE, NEW YORK

Comparative Schedules of Revenues, Expenditures and Changes in Fund Balances – Special Districts Fund
 For the Years Ended December 31, 2024
 (With Comparative Totals for 2023)

	Water Districts						Sewer Districts					
	No. 1	No. 2	No. 4	No. 5	No. 6	No. 8	No. 1	No. 2	No. 3	No. 4	Quarry Heights	
REVENUES:												
Real property taxes	\$ 32,519	\$ 518,950	\$ -	\$ -	\$ -	\$ -	\$ 94,708	\$ 1,209,372	\$ 74,850	\$ 25,000	\$ 30,000	
Departmental income	575,541	369,901	365,834	105,207	-	5,712	-	-	-	-	50	
Use of money and property	84,732	3,521	3,847	658	-	-	-	168,636	-	-	-	
Sale of property and compensation for loss	-	-	-	-	-	-	-	1,000	-	-	-	
Federal aid	-	-	-	-	-	-	-	-	-	-	-	
Miscellaneous	170	138	175	37	-	-	8	472	16	5	39	
Total revenues	692,962	892,510	369,856	105,902	-	5,712	94,716	1,379,480	74,866	25,005	30,089	
EXPENDITURES:												
General governmental support	688	-	-	-	-	-	-	-	-	-	-	
Public safety	-	-	-	-	-	-	-	-	-	-	-	
Health	-	-	-	-	-	-	-	-	-	-	-	
Transportation	-	-	-	-	-	-	-	-	-	-	-	
Culture and recreation	-	-	-	-	-	-	-	-	-	-	-	
Home and community services	491,949	365,703	389,824	108,161	-	9,323	21,440	1,031,610	38,613	9,617	31,491	
Debt service - principal	25,000	260,000	-	-	-	-	-	360,689	-	-	-	
Debt service - interest	7,124	258,950	-	-	-	-	-	61,989	-	-	-	
Total expenditures	524,761	884,653	389,824	108,161	-	9,323	21,440	1,454,288	38,613	9,617	31,491	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	168,201	7,857	(19,968)	(2,259)	-	(3,611)	73,276	(74,808)	36,253	15,388	(1,402)	
OTHER FINANCING SOURCES (USES):												
Insurance recoveries	-	-	-	-	-	-	-	-	-	-	-	
Bans redeemed from appropriations	-	-	-	-	-	-	-	-	-	-	-	
Transfers in	-	-	-	-	-	-	-	-	-	-	-	
Transfers out	-	-	-	-	-	-	-	-	-	-	-	
Total other financing sources and uses	-	-	-	-	-	-	-	-	-	-	-	
CHANGE IN FUND BALANCE	168,201	7,857	(19,968)	(2,259)	-	(3,611)	73,276	(74,808)	36,253	15,388	(1,402)	
FUND BALANCE - beginning of year	397,572	814,328	983,772	299,163	4,590	-	607,739	1,062,712	639,064	164,540	393,458	
FUND BALANCE - end of year	\$ 565,773	\$ 822,185	\$ 963,804	\$ 296,904	\$ 4,590	\$ (3,611)	\$ 681,015	\$ 987,904	\$ 675,317	\$ 179,928	\$ 392,056	

(Continued)

TOWN OF NORTH CASTLE, NEW YORK

Comparative Schedule of Revenues, Expenditures, and Changes in Fund Balance - Special Districts Funds

For the Years Ended December 31, 2024 (Continued)

(With Comparative Totals for 2023)

	Carried Forward	Fire Protection District										Long Pond District		Totals	
		Lighting Districts			Parking District			Ambulance Districts			Long Pond District				
		No. 1	No. 2	No. 3	No. 1	No. 1	No. 1	No. 1	No. 2	No. 1	2024	2023			
REVENUES:															
Real property taxes	\$ 1,985,399	\$ 66,000	\$ 95,000	\$ 5,000	\$ 479,695	\$ -	\$ 125,250	\$ 372,000	\$ 16,000	\$ 3,144,344	\$ 3,076,609				
Departmental income	1,422,245	-	-	-	-	-	-	-	-	-	1,422,245	1,352,482			
Use of money and property	261,394	-	-	-	-	-	-	-	-	-	261,394	340,490			
Sale of property and compensation for loss	1,000	-	-	-	-	-	-	-	-	-	1,000	50,548			
Miscellaneous	1,060	-	-	-	-	-	-	-	-	-	1,060	-			
Total revenues	3,671,098	66,000	95,000	5,000	479,695	-	125,250	372,000	16,000	4,830,043	4,820,129				
EXPENDITURES:															
General governmental support	688	-	60	-	-	-	-	-	68	-	816	2,629			
Public safety	-	-	-	-	479,195	-	-	-	-	-	479,195	479,195			
Health	-	-	-	-	-	-	113,081	346,004	-	-	459,085	434,210			
Transportation	-	76,696	29,550	2,332	-	-	-	-	-	-	108,578	162,605			
Culture and recreation	-	-	-	-	-	-	-	-	-	-	16,000	16,000			
Home and community services	2,497,731	-	-	-	-	-	-	-	-	-	2,497,731	2,353,953			
Debt service - principal	645,689	-	-	-	-	-	-	-	-	-	645,689	635,689			
Debt service - interest	328,063	-	-	-	-	-	-	-	-	-	328,063	345,615			
Total expenditures	3,472,171	76,696	29,610	2,332	479,195	-	113,081	346,072	16,000	4,535,157	4,429,896				
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	198,927	(10,696)	65,390	2,668	500	-	12,169	25,928	-	-	294,886	390,233			
OTHER FINANCING SOURCES (USES):															
Insurance recoveries	-	-	-	-	-	-	-	-	-	-	-	-			
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-			
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-			
Total other financing sources and uses	-	-	-	-	-	-	-	-	-	-	-	-			
CHANGE IN FUND BALANCE	198,927	(10,696)	65,390	2,668	500	-	12,169	25,928	-	-	294,886	390,233			
FUND BALANCE - beginning of year	5,366,938	41,141	(19,760)	18,066	97,978	3,062	(34,618)	72,339	-	-	5,545,146	5,154,913			
FUND BALANCE - end of year	\$ 5,565,865	\$ 30,445	\$ 45,630	\$ 20,734	\$ 98,478	\$ 3,062	\$ (22,449)	\$ 98,267	\$ -	\$ 5,840,032	\$ 5,545,146				

TOWN OF NORTH CASTLE, NEW YORK

Comparative Balance Sheets - Capital Projects Fund

December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash - demand deposits	\$ 180,082	\$ 182,482
Restricted Investments	-	-
Accounts Receivable	-	-
 Total assets	<u>\$ 180,082</u>	<u>\$ 182,482</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 2,970	\$ -
Retainages payable	51,236	51,236
Bond anticipation notes payable	-	-
 Total liabilities	<u>54,206</u>	<u>51,236</u>
FUND BALANCE		
Restricted	<u>125,876</u>	<u>131,246</u>
Total fund balance	<u>125,876</u>	<u>131,246</u>
 Total liabilities and fund balance	<u><u>\$ 180,082</u></u>	<u><u>\$ 182,482</u></u>

TOWN OF NORTH CASTLE, NEW YORK

**Comparative Schedules of Revenues, Expenditures, and Changes in Fund Balances -
Capital Projects Fund
For the Years Ended December 31, 2024 and 2023**

	<u>2024</u>	<u>2023</u>
REVENUES:		
State aid	\$ -	\$ -
Miscellaneous	- _____	- _____
 Total revenues	 - _____	 - _____
EXPENDITURES:		
General governmental support	5,370	49,399
Capital outlay	- _____	- _____
 Total expenditures	 5,370 _____	 49,399 _____
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,370)	(49,399)
OTHER FINANCING SOURCES (USES):		
Transfers in	- _____	289,612
Transfers out	- _____	(19,431)
 Total other financing sources and uses	 - _____	 270,181 _____
CHANGE IN FUND BALANCE	(5,370)	220,782
FUND BALANCE - beginning of year	131,246	(89,536)
FUND BALANCE - end of year	\$ 125,876	\$ 131,246

TOWN OF NORTH CASTLE, NEW YORK

Project-Length Schedule - Capital Projects Fund
 Inception of Project through December 31, 2024
 For the Years Ended December 31, 2024 and 2023

Project Name	Project Number	Budget	Amendments	Budget	Funding Source	Expenditures			Revenues			Fund Balance	BANS O/S
		01/01/24	2024	12/31/24		Prior Year	2024	Total	Prior Year	2024	Total	12/31/24	
NWP Community Center Expansion	H7	\$ 1,190,944	\$ -	\$ 1,190,944	Fund Balance & Grants	\$ 1,166,962	\$ 5,371	\$ 1,172,333	\$ 1,190,944	\$ -	\$ 1,190,944	\$ 18,611	\$ -
New Wells for Water Supply	H14	135,000	-	135,000	Fund Balance	64,337	-	64,337	135,000	-	135,000	70,663	-
Handicap Ramp	H16	33,547	-	33,547	Fund Balance & Grants	8,000	-	8,000	44,602	-	44,602	36,602	-
TOTAL		\$ 1,359,491	\$ -	\$ 1,359,491		\$ 1,239,299	\$ 5,371	\$ 1,244,670	\$ 1,370,546	\$ -	\$ 1,370,546	\$ 125,876	\$ -

STATISTICAL SECTION

STATISTICAL SECTION (UNAUDITED)

This part of the Town's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required complementary information says about the government's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue source, utility system receipts.

Additional data is presented on property tax revenue, the most significant general fund revenue source and a traditional revenue source of interest to readers of this report.

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports for the relevant year.

TOWN OF NORTH CASTLE, NEW YORK

Net Position by Component

Last Eight Fiscal Years

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
PRIMARY GOVERNMENT:								
Invested in capital assets	\$ 13,779,772	\$ 14,987,356	\$ 18,231,134	\$ 20,509,758	\$ 18,565,074	\$ 21,389,275	\$ 22,805,601	\$ 24,049,518
Restricted	5,126,632	4,970,689	5,939,214	5,486,175	4,833,096	5,067,069	5,546,838	5,845,335
Unrestricted	<u>(8,618,958)</u>	<u>(67,161,099)</u>	<u>(70,915,430)</u>	<u>(74,418,809)</u>	<u>(67,876,666)</u>	<u>(66,799,296)</u>	<u>(62,224,349)</u>	<u>(65,295,666)</u>
Total primary government net position	<u>\$ 10,287,446</u>	<u>\$ (47,203,054)</u>	<u>\$ (46,745,082)</u>	<u>\$ (48,422,876)</u>	<u>\$ (44,478,496)</u>	<u>\$ (40,342,952)</u>	<u>\$ (33,871,910)</u>	<u>\$ (35,400,813)</u>

(*)

(*) The significant change in net position beginning in 2018 is the result of implementing GASB 75. The prior year was not restated on this schedule.

TOWN OF NORTH CASTLE, NEW YORK

Change in Net Position
Last Eight Fiscal Years

	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities								
EXPENSES:								
General government support	\$ 4,427,237	\$ 4,231,941	\$ 4,769,565	\$ 4,901,125	\$ 4,193,627	\$ 4,050,478	\$ 4,337,645	\$ 4,906,438
Public safety	10,104,712	10,199,595	11,570,210	12,438,034	11,496,251	10,693,149	10,866,081	14,823,290
Health	345,485	271,077	388,332	364,062	454,835	380,425	438,418	1,600,759
Transportation	10,574,161	9,014,078	6,917,846	7,231,735	4,539,295	7,031,094	5,857,167	6,489,554
Economic opportunity and development	258,113	248,255	305,591	291,447	244,582	234,652	248,674	272,056
Culture and recreation	5,133,034	4,894,341	5,629,854	4,915,748	4,865,034	4,404,748	4,481,479	6,427,193
Home and community services	4,029,260	4,532,758	4,359,364	5,309,214	5,683,167	5,445,704	5,685,486	6,249,624
Interest	685,618	791,105	743,858	591,838	554,855	831,488	655,187	537,623
Total primary government expense	<u>35,557,620</u>	<u>34,183,150</u>	<u>34,684,620</u>	<u>36,043,203</u>	<u>32,031,646</u>	<u>33,071,738</u>	<u>32,570,137</u>	<u>41,306,537</u>
PROGRAM REVENUES:								
Charges for services -								
General government support	405,442	346,099	959,843	507,038	359,126	447,070	112,139	144,411
Public safety	99,607	202,433	285,169	215,173	235,020	234,455	-	-
Transportation	172,176	494,512	192,134	77,180	38,423	37,768	38,523	39,293
Culture and recreation	1,346,505	1,246,529	1,190,273	438,517	964,846	1,183,512	1,380	1,893
Home and community services	2,232,886	2,465,310	2,372,917	2,395,138	2,735,742	2,982,902	5,186,583	5,777,353
Operating grants and contributions	2,441	3,599	2,790	4,911	28,760	-	323,659	8,197
Capital grants and contributions	835,160	439,941	320,680	387,340	418,552	471,998	320,980	434,820
Total primary government program revenues	<u>5,094,217</u>	<u>5,198,423</u>	<u>5,323,806</u>	<u>4,025,297</u>	<u>4,780,469</u>	<u>5,357,705</u>	<u>5,983,264</u>	<u>6,405,967</u>
Total primary government net expense	<u>(30,463,403)</u>	<u>(28,984,727)</u>	<u>(29,360,814)</u>	<u>(32,017,906)</u>	<u>(27,251,177)</u>	<u>(27,714,033)</u>	<u>(26,586,873)</u>	<u>(34,900,570)</u>
GENERAL REVENUES:								
Taxes -								
Real property taxes	24,435,159	21,667,582	21,815,655	24,395,578	24,401,495	24,299,278	24,153,531	23,374,705
Other tax items	1,670,613	1,149,132	1,222,455	1,341,430	1,249,471	1,402,698	1,292,508	2,262,710
Non-property taxes	1,806,640	1,895,807	2,166,563	2,454,516	2,902,448	3,217,372	3,224,827	3,329,299
Unrestricted use of money and property	403,151	738,470	981,841	593,829	320,113	1,059,339	2,645,364	2,918,710
Unrestricted sale of property and compensation for loss	-	-	-	-	-	-	-	-
Unrestricted State aid	1,137,995	1,125,327	797,510	1,111,674	1,667,642	1,538,667	1,055,157	1,032,394
Gain on sale of real property	419,108	50,800	105,975	51,196	143,815	58,102	220,426	139,218
Donated assets	-	-	-	-	-	-	-	-
Miscellaneous	562,153	506,179	605,256	431,468	470,994	363,657	376,566	314,631
Insurance recoveries	-	-	-	-	-	-	-	-
Total primary government	<u>30,434,819</u>	<u>27,133,297</u>	<u>27,695,255</u>	<u>30,379,691</u>	<u>31,155,978</u>	<u>31,939,113</u>	<u>32,968,379</u>	<u>33,371,667</u>
CHANGE IN NET POSITION TOTAL PRIMARY GOVERNMENT	<u>\$ (28,584)</u>	<u>\$ (1,851,430)</u>	<u>\$ (1,665,559)</u>	<u>\$ (1,638,215)</u>	<u>\$ 3,904,801</u>	<u>\$ 4,225,080</u>	<u>\$ 6,381,506</u>	<u>\$ (1,528,903)</u>

TOWN OF NORTH CASTLE, NEW YORK

Fund Balances of Governmental Funds

Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
GENERAL FUND:										
Nonspendable	\$ 587,230	\$ 514,353	\$ 515,212	\$ 494,109	\$ 498,188	\$ 513,123	\$ 603,932	\$ 503,295	\$ 538,890	\$ 651,460
Restricted	1,692	1,692	1,692	1,692	1,692	41,271	1,692	1,692	1,692	1,692
Assigned	9,700	9,700	-	-	-	-	-	-	-	-
Unassigned	5,294,618	6,358,897	9,092,551	9,616,317	12,133,753	12,591,068	14,251,804	17,157,398	18,919,222	21,003,977
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Total general fund	5,893,240	6,884,642	9,609,455	10,112,118	12,633,633	13,145,462	14,857,428	17,662,385	19,459,804	21,657,129
ALL OTHER GOVERNMENTAL FUNDS:										
Restricted	4,599,302	4,814,348	4,757,864	4,456,863	3,939,891	4,404,115	4,623,440	5,154,913	5,545,146	5,840,032
Assigned	2,265,423	1,501,600	3,015,362	1,848,339	1,120,923	1,868,717	7,899,575	5,952,135	6,089,063	5,986,859
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved, reported in special revenue funds	-	-	-	-	-	-	-	-	-	-
Capital projects fund	30,508	(799,731)	367,076	512,134	1,997,631	1,080,368	207,964	-	131,246	125,876
Total all other governmental funds	6,895,233	5,516,217	8,140,302	6,817,336	7,058,445	7,353,200	12,730,979	11,107,048	11,765,455	11,952,767
Total governmental funds	\$ 12,788,473	\$ 12,400,859	\$ 17,749,757	\$ 16,929,454	\$ 19,692,078	\$ 20,498,662	\$ 27,588,407	\$ 28,769,433	\$ 31,225,259	\$ 33,609,896

TOWN OF NORTH CASTLE, NEW YORK

Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
REVENUES:										
Real property taxes	\$ 20,591,429	\$ 22,960,559	\$ 23,825,335	\$ 22,388,486	\$ 24,063,005	\$ 23,018,479	\$ 23,848,794	\$ 24,900,771	\$ 23,895,963	\$ 25,191,982
Other tax items	1,613,511	1,774,281	1,670,613	1,149,132	1,222,455	1,341,430	1,249,471	1,402,698	1,292,508	1,478,663
Non-property taxes	2,011,724	2,037,387	2,126,623	2,210,188	2,480,309	2,761,562	3,196,922	3,505,755	3,508,927	3,607,430
Departmental income	3,206,772	3,204,735	3,182,722	3,157,085	3,314,884	2,537,816	3,075,754	3,168,947	3,337,662	3,587,225
Intergovernmental changes	435,659	124,867	170,661	230,133	190,823	76,080	37,027	37,768	38,523	39,293
Use of money and property	337,977	303,665	403,151	738,470	981,841	593,829	320,113	1,053,392	2,646,161	2,918,710
Licenses and permits	781,959	1,129,946	796,868	979,422	909,230	949,789	1,291,247	1,572,884	1,850,301	2,192,021
Fines and forfeitures	125,364	151,439	104,852	123,865	126,889	68,261	62,604	106,108	112,139	144,411
Sale of property and compensation for loss	235,584	125,387	419,108	50,800	105,975	51,196	143,815	58,102	220,426	139,218
Interfund revenues	2,639	719	1,515	1,323	1,331	1,100	1,396	-	-	-
State aid	1,128,283	1,844,698	1,973,155	1,565,268	1,118,190	1,499,014	2,086,194	2,010,665	1,376,137	1,467,214
Federal aid	65,281	3,488	2,441	3,599	2,790	4,911	28,760	-	323,659	8,197
Miscellaneous	347,429	106,664	242,170	454,854	723,127	124,422	41,649	75,274	92,466	36,500
Total revenues	30,883,611	33,767,835	34,919,214	33,052,625	35,240,849	33,027,889	35,383,746	37,892,364	38,694,872	40,810,864
EXPENDITURES:										
Current -										
General governmental support	4,067,939	3,972,534	4,046,111	3,948,016	4,008,469	4,002,555	3,933,602	4,063,181	4,501,816	4,321,521
Public safety	10,341,420	9,410,390	9,167,481	9,501,390	9,596,373	9,776,980	10,716,402	11,233,179	11,914,456	13,031,758
Health	273,617	269,585	345,485	271,077	388,332	361,736	381,716	380,710	439,187	464,088
Transportation	7,128,012	8,646,612	10,119,203	8,675,151	8,649,723	6,979,755	11,165,973	8,788,802	6,882,095	7,153,231
Economic opportunity and development	276,934	221,760	231,596	228,501	247,383	218,472	224,455	244,060	274,220	232,674
Culture and recreation	4,830,758	4,879,928	4,692,318	4,567,083	4,754,507	3,896,440	4,403,471	4,952,296	5,212,065	5,891,320
Home and community services	3,334,834	3,539,442	3,839,031	4,281,328	3,989,924	3,991,236	4,057,884	4,076,919	4,424,746	4,854,574
Employee benefits (1)	-	-	-	-	-	-	-	-	-	-
Debt service -										
Principal	1,115,000	1,128,998	1,606,000	1,539,001	1,514,421	1,579,000	1,629,000	1,810,545	1,779,389	1,824,000
Interest	726,227	706,706	693,349	743,383	719,519	626,959	571,953	938,427	721,536	653,061
Refunding bond issuance costs	-	-	-	-	-	-	-	-	-	-
Capital Outlay	6,992,494	1,379,494	34,178	117,998	733,085	788,172	1,213,881	312,755	-	-
Total expenditures	39,087,235	34,155,449	34,774,752	33,872,928	34,601,736	32,221,305	38,298,337	36,800,874	36,149,510	38,426,227
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(8,203,624)	(387,614)	144,462	(820,303)	639,113	806,584	(2,914,591)	1,091,490	2,545,362	2,384,637
OTHER FINANCING SOURCES (USES):										
Sale of real property	-	-	-	-	-	-	-	-	-	-
BANs redeemed from appropriations	-	-	457,000	-	-	-	-	-	-	-
Bonds issued	-	-	4,535,582	-	-	8,960,000	-	-	-	-
Insurance recoveries	-	-	-	-	-	-	-	-	-	-
Refunding bonds issued	-	-	-	-	-	-	-	-	-	-
Issuance premium	-	-	211,854	-	-	1,044,336	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-	-	-	-	-	-
Insurance recoveries	125	-	-	-	-	-	-	-	-	-
Transfers in	2,053,316	2,677,941	12,999	-	2,761,383	84,579	1,035,907	-	471,984	17,048
Transfers out	(2,053,316)	(2,677,941)	(12,999)	-	(2,761,383)	(84,579)	(1,035,907)	-	(471,984)	(17,048)
Total other financing sources and uses	125	-	5,204,436	-	-	-	10,004,336	-	-	-
CHANGE IN FUND BALANCE	\$ (8,203,499)	\$ (387,614)	\$ 5,348,898	\$ (820,303)	\$ 639,113	\$ 806,584	\$ 7,089,745	\$ 1,091,490	\$ 2,545,362	\$ 2,384,637
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	5.7%	5.6%	6.6%	6.8%	6.6%	7.0%	5.9%	7.5%	7.4%	6.8%

(1) Beginning in fiscal year 2007, the cost of employee benefits was distributed within the applicable department.

TOWN OF NORTH CASTLE, NEW YORK

**Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years**

<u>Year</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Industrial Property</u>	<u>Special Franchise (1)</u>	<u>Total Taxable Assessed Value</u>	<u>State Special Equalization Rate (2)</u>	<u>Estimate Actual Taxable Value</u>	<u>Total Effective Tax Rate (3)</u>
2015	\$ 90,817,768	\$ 22,613,550	\$ 299,500	\$ 1,914,566	\$ 115,645,384	2.25 %	\$ 5,139,794,844	\$ 162.21
2016	\$ 91,790,047	\$ 22,704,400	\$ 299,500	\$ 1,752,278	\$ 116,546,225	2.34 %	\$ 4,980,607,906	\$ 162.59
2017	\$ 92,162,992	\$ 22,582,440	\$ 299,500	\$ 1,904,243	\$ 116,949,175	2.19 %	\$ 5,340,144,977	\$ 165.11
2018	\$ 92,353,742	\$ 21,671,790	\$ 299,500	\$ 1,785,993	\$ 116,111,025	2.26 %	\$ 5,137,655,973	\$ 168.03
2019	\$ 92,883,335	\$ 21,426,495	\$ 299,500	\$ 1,810,730	\$ 116,420,060	2.30 %	\$ 5,061,741,739	\$ 169.52
2020	\$ 93,072,986	\$ 21,290,755	\$ 291,700	\$ 1,929,576	\$ 116,585,017	2.38 %	\$ 4,898,530,126	\$ 171.84
2021	\$ 93,794,876	\$ 20,923,235	\$ 291,600	\$ 1,990,034	\$ 116,999,745	2.24 %	\$ 5,223,202,902	\$ 173.55
2022	\$ 94,169,958	\$ 20,642,889	\$ 291,600	\$ 1,963,926	\$ 117,068,373	1.94 %	\$ 6,034,452,216	\$ 173.17
2023	\$ 94,606,453	\$ 19,908,049	\$ 291,600	\$ 1,976,866	\$ 116,782,968	1.65 %	\$ 7,077,755,636	\$ 174.21
2024	\$ 95,588,744	\$ 19,769,749	\$ 291,600	\$ 2,039,906	\$ 117,689,999	1.80 %	\$ 6,538,333,278	\$ 173.54

(1) Assessed valuation of transmission lines of Consolidated Edison and Verizon

(2) Provided by the New York State Office of Real Property Services

(3) The Town has a complex rate structure that would make such a calculation extremely difficult, since its revenue base cannot be sufficiently segregated for each applicable rate. The Town substituted an effective tax rate instead.

Note: Estimated actual taxable value is calculated by dividing taxable assessed value by the state special equalization rate. Tax rates are per \$1,000 of assessed value.

Source: Town of North Castle Assessor

TOWN OF NORTH CASTLE, NEW YORK

**Direct and Overlapping Property Tax Rates, Per \$1,000 of Assessed Valuation
Last Ten Fiscal Years**

<u>Year</u>	<u>Overlapping Rates</u>											
	<u>Westchester County</u>											
	<u>Total Effective Tax</u>		<u>Operating</u>		<u>Sewer Districts (Range)</u>		<u>School Districts (Range)</u>					
<u>Year</u>	<u>Rate (1)</u>		<u>Operating</u>		<u>Sewer Districts (Range)</u>		<u>School Districts (Range)</u>					
2015	\$	162.21	\$	148.60	\$	23.39	\$	28.80	\$	548.42	\$	873.34
2016	\$	162.59	\$	149.26	\$	23.89	\$	26.13	\$	539.20	\$	864.80
2017	\$	165.11	\$	139.95	\$	23.48	\$	24.64	\$	532.36	\$	855.61
2018	\$	168.32	\$	144.62	\$	23.06	\$	32.20	\$	580.80	\$	894.95
2019	\$	169.52	\$	140.39	\$	21.54	\$	25.33	\$	571.54	\$	890.30
2020	\$	171.84	\$	134.19	\$	-	\$	-	\$	549.66	\$	879.21
2021	\$	173.55	\$	128.30	\$	-	\$	-	\$	553.18	\$	864.07
2022	\$	173.17	\$	128.35	\$	-	\$	-	\$	582.33	\$	887.04
2023	\$	173.54	\$	133.41	\$	-	\$	-	\$	627.92	\$	948.12
2024	\$	173.54	\$	143.02	\$	-	\$	-	\$	695.63	\$	1,042.53

Source: Town of North Castle Assessor

(1) The Town has a complex rate structure that would make such a calculation extremely difficult, since its revenue base cannot be sufficiently disaggregated for each applicable rate. The Town substituted an effective rate instead.

TOWN OF NORTH CASTLE, NEW YORK

Principal Taxpayers
Current Year and 10 Years Ago

2024

<u>Rank</u>	<u>Taxpayer</u>	<u>Type of Business</u>	<u>Taxable Assessed Valuation</u>	<u>Percent of Taxable Assessed Valuation</u>
1	New York City	Watershed	\$ 8,560,240	7.27%
2	Con Edison	Utility	2,101,223	1.79%
3	Westchester County	Airport	1,795,800	1.53%
4	Swiss Re America	Commercial	1,097,682	0.93%
5	IBM	Commercial	1,087,300	0.92%
6	Citigroup, Inc.	Commercial	888,800	0.76%
7	Fifth Avenue Properties	Residential	611,000	0.52%
8	Airport Campus LLC	Commercial	591,100	0.50%
9	ASQ LLC	Commercial	352,600	0.30%
10	99 Business Park Drive	Commercial	<u>295,000</u>	0.25%
Total			<u>\$ 17,380,745</u>	<u>14.77%</u>

2014

<u>Rank</u>	<u>Taxpayer</u>	<u>Type of Business</u>	<u>Taxable Assessed Valuation</u>	<u>Percent of Taxable Assessed Valuation</u>
1	New York City Bureau	Watershed	\$ 8,437,240	7.36%
2	Westchester County	Airport	1,795,800	1.57%
3	Con Edison	Utility	1,602,165	1.40%
4	IBM	Commercial	1,284,100	1.12%
5	Nat'l R/E Holdings of Armonk LLC	Commercial	1,146,000	1.00%
6	Citigroup Inc.	Commercial	888,800	0.78%
7	North White Plains Shopping Center	Commercial	600,000	0.52%
8	Fifth Ave Properties	Residential	390,600	0.34%
9	ASQ LLC	Commercial	365,000	0.32%
10	Lashins	Commercial	<u>325,000</u>	0.28%
Total			<u>\$ 16,834,705</u>	<u>14.69%</u>

Source: Town of North Castle's Assessor's Office

Notes:

(1) The Percent of Taxable Assessed Valuation is the taxable assessed valuation over the total taxable assessed valuation (from Assessed value last 10 tab)

TOWN OF NORTH CASTLE, NEW YORK

Property Tax Levies and Collections

Last Ten Fiscal Years

<u>Year</u>	Collected within the Fiscal Year of the Levy				Total Collection to Date		
	Taxes Levied for the Fiscal <u>year (1)</u>	<u>Amount</u>	Percentage of <u>Levy</u>	Collections in <u>Subsequent Years</u>	<u>Amount</u>	Percentage of <u>Levy</u>	
2015	\$ 41,745,818	\$ 41,428,437	99.24 %	\$ 201,940	\$ 41,630,377	99.72 %	
2016	\$ 42,198,812	\$ 41,897,524	99.29 %	\$ 186,746	\$ 42,084,270	99.73 %	
2017	\$ 41,503,591	\$ 41,291,628	99.49 %	\$ 55,364	\$ 41,346,992	99.62 %	
2018	\$ 43,524,164	\$ 42,913,095	98.60 %	\$ 43,041	\$ 42,956,136	98.69 %	
2019	\$ 43,496,119	\$ 42,737,914	98.26 %	\$ 311,452	\$ 43,049,366	98.97 %	
2020	\$ 43,273,750	\$ 42,849,245	99.02 %	\$ 62,747	\$ 42,911,992	99.16 %	
2021	\$ 42,657,075	\$ 42,306,213	99.18 %	\$ 16,800	\$ 42,323,013	99.22 %	
2022	\$ 42,741,662	\$ 42,371,683	99.13 %	\$ 62,995	\$ 42,434,679	99.28 %	
2023	\$ 43,403,800	\$ 42,970,907	99.00 %	\$ 111,357	\$ 43,082,264	99.26 %	
2024	\$ 44,541,978	\$ 44,161,404	99.15 %	\$ 114,312	\$ 44,275,716	99.40 %	

Source: Town of North Castle Department of Finance

(1) Includes amounts for General, Highway, Library, Special Districts, and the County of Westchester

TOWN OF NORTH CASTLE, NEW YORK

Ratios of Outstanding Debt By Type

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>General Obligation Bonds (2)</u>	<u>Less: Amounts Available in Debt Service Fund</u>	<u>Net Long-Term Debt</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Percentage of Personal Income (1)</u>
2015	\$ 22,986,000	\$ 3,651	\$ 22,982,349	19.87%	2.08 %
2016	\$ 21,857,000	\$ -	\$ 21,857,000	18.75%	1.91 %
2017	\$ 25,243,582	\$ -	\$ 25,243,582	21.59% info not available	
2018	\$ 23,704,582	\$ -	\$ 23,704,582	20.36% info not available	
2019	\$ 22,165,000	\$ -	\$ 22,165,000	19.01% info not available	
2020	\$ 20,586,000	\$ -	\$ 20,586,000	17.59% info not available	
2021	\$ 27,917,000	\$ -	\$ 27,917,000	23.86% info not available	
2022	\$ 26,108,000	\$ -	\$ 26,108,000	22.30% info not available	
2023	\$ 24,329,000	\$ -	\$ 24,329,000	20.83% info not available	
2024	\$ 22,505,000	\$ -	\$ 22,505,000	19.12% info not available	

(1) Population and personal income data can be found in the schedule of demographic and economic statistics.

(2) Includes unamortized premiums.

Note: Details regarding the Town's outstanding debt can be found in the notes to the financial statements.

TOWN OF NORTH CASTLE, NEW YORK

Direct and Overlapping Governmental Activities Debt

December 31, 2024

<u>Government Unit</u>	<u>Net Long-Term Debt Outstanding</u>	<u>Percentage of Applicable to North Castle (1)</u>	<u>Amount Applicable to North Castle</u>
County of Westchester	\$ 1,355,065,000	2.04 %	\$ 27,673,207
School Districts (as of June 30, 2023):			
Byram Hills	163,470,209	87.07 %	142,331,637
Bedford	276,641,862	2.41 %	6,668,813
Harrison	264,042,559	0.03 %	67,291
Mount Pleasant	156,755,828	2.30 %	3,604,628
Valhalla	104,555,256	30.50 %	<u>31,884,810</u>
			212,230,386
Town direct debt			<u>22,505,000</u>
Net direct and overlapping debt			<u>\$ 234,735,386</u>

(1) The percentage of overlapping debt applicable is estimated using taxable assessed values.

Applicable percentages were estimated by determining the portion of the Town's taxable assessed value that is within the government's boundaries and dividing it by the Town's total taxable assessed value.

Source: Town of North Castle and County of Westchester Finance Departments

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Town. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property taxpayers of the Town. This process recognizes that, when considering the Town's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers should be taken into account.

TOWN OF NORTH CASTLE, NEW YORK

Legal Debt Margin Information

Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Debt limit	\$ 350,136,044	\$ 352,729,710	\$ 343,864,570	\$ 347,143,647	\$ 351,474,494	\$ 352,609,310	\$ 356,102,612	\$ 370,615,351	\$ 380,665,493	\$ 414,895,748
Total net debt applicable to limit	<u>\$ 4,220,696</u>	<u>3,668,678</u>	<u>6,926,656</u>	<u>6,266,490</u>	<u>5,671,325</u>	<u>5,046,159</u>	<u>13,847,260</u>	<u>10,595,537</u>	<u>11,231,225</u>	<u>10,052,914</u>
Legal debt margin	\$ 345,915,348	\$ 349,061,032	\$ 336,937,914	\$ 340,877,157	\$ 345,803,169	\$ 347,563,151	\$ 342,255,352	\$ 360,019,814	\$ 369,434,268	\$ 404,842,834
Total net debt applicable to the limit as a percentage of debt limit	1.21%	1.04%	2.01%	1.81%	1.61%	1.43%	3.89%	2.86%	2.95%	2.42%

Legal Debt Margin Calculation for Fiscal Year 2024

<u>Assessment Roll</u>				
<u>Year</u>	<u>Budget Year</u>	<u>Assessed Valuation</u>	<u>State Special Equalization Ratio</u>	<u>Full Valuation</u>
2023	2024	\$ 117,689,999	1.80 %	\$ 6,538,333,278
2022	2023	\$ 116,782,968	1.65 %	\$ 7,077,755,636
2021	2022	\$ 117,068,373	1.94 %	\$ 6,034,452,216
2020	2021	\$ 116,999,745	2.38 %	\$ 4,915,955,672
2019	2020	\$ 116,585,017	2.30 %	\$ 5,068,913,783
Total five year valuation				<u>\$ 29,635,410,585</u>
Five year average full valuation of taxable real property				\$ 5,927,082,117
Debt limit - 7% of five year average valuation				<u>414,895,748</u>
Outstanding Town debt:				
Serial bonds				22,505,000
Bond anticipation notes				<u>-</u>
Less:				
Exclusion for water and sewer districts				12,452,086
Net indebtedness subject to debt limit				<u>10,052,914</u>
Net debt contracting margin				<u>\$ 404,842,834</u>

TOWN OF NORTH CASTLE, NEW YORK

Demographic Statistics Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Personal Income</u>	<u>Per Capital Income (1)</u>	<u>Unemployment Rate (1)</u>
2015	11,841	\$ 1,039,367,457	\$ 87,777	5.10 %
2016	11,841	\$ 1,103,924,589	\$ 93,229	4.60 %
2017	11,841	\$ 1,146,196,959	\$ 96,799	4.60 %
2018	11,841	\$ 1,156,735,449	\$ 97,689	4.10 %
2019	12,212	\$ 1,182,158,236	\$ 96,803	3.90 %
2020	12,231	\$ 1,208,826,423	\$ 98,833	3.80 %
2021	12,408	\$ 1,255,850,904	\$ 101,213	3.90 %
2022	12,105	\$ 1,295,186,580	\$ 106,996	2.70 %
2023	12,105	\$ 1,340,882,955	\$ 110,771	3.70 %
2024	12,036	\$ 1,382,755,860	\$ 114,885	3.00 %

(1) Source: U.S. Department of Commerce, Bureau of Census

TOWN OF NORTH CASTLE, NEW YORK

Principal Employers
Current Year and 10 Years Ago

<hr/> 2024 <hr/>		
<u>Employer</u>	<u>Employees</u>	Percent of Total <u>Employment</u>
IBM*	3,000	66.62%
Breezemont Day Camp	267	5.93%
Swiss Reinsurance Co LTD*	175	3.89%
Byrum Hills School District	175	3.89%
Sotheby's International Reality	175	3.89%
Coman Hill School	124	2.75%
HC Crittenden Middle School	100	2.22%
Opengate Inc*	100	2.22%
Summit Club	60	1.33%
Byrum Hills School Transportation	77	1.71%
Total	4,253	94.45%
<hr/> 2014 <hr/>		
<u>Employer</u>	<u>Employees</u>	Percent of Total <u>Employment</u>
IBM	1,200	21.43%
Swiss Re Life and Health America	700	12.50%
MBIA	450	8.04%
Byram Hills School District	410	7.32%
Trinity Packaging	240	4.29%
Cine Magnetics Inc.	150	2.68%
Carquest Auto Parts	150	2.68%
Production Resource Corp	150	2.68%
Town of North Castle	135	2.41%
Semiconductor Packaging Materials	100	1.79%
Total	3,685	65.82%

* These companies have provided a range rather than a specific number. Mid number of that range has been used for the compilation of these statistics.

TOWN OF NORTH CASTLE, NEW YORK

Full-Time Equivalent Town Government Employees By Function
Last Ten Fiscal Years

<u>Function</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
General government	56	59	60	60	63	61	75	75	54	59
Public safety	46	41	41	41	38	35	36	36	31	35
Culture and recreation	49	50	46	46	18	18	18	18	23	20
Home and community services	7	8	8	8	13	11	11	11	6	6
Total	158	158	155	155	132	125	140	140	114	120

Source: Town's Finance Department

TOWN OF NORTH CASTLE, NEW YORK

Operating Indicator By Function/Program

Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
GENERAL GOVERNMENT SUPPORT:										
Building permit issued	670	611	637	1,382	1,153	1,188	1,609	1,403	1,434	1,311
PUBLIC SAFETY:										
Police -										
Physical arrests	102	152	168	136	134	60	90	94	119	112
Parking violations	484	357	598	621	942	586	474	460	395	408
Traffic violations	855	799	894	825	842	238	425	476	1,063	790
CULTURE AND RECREATION:										
Recreation -										
Adult programs	47	36	32	31	26	17	25	30	35	34
Children's programs	146	150	128	134	125	65	128	131	134	137
Camp	8	8	9	8	7	4	2	2	2	2
Senior citizen's programs	8	8	10	11	14	7	15	16	18	18
Pre-school classes	46	53	44	40	40	16	35	37	37	36
Special events	3	6	9	8	7	4	6	6	5	5
Library -										
Volumes in collections	102,284	106,376	102,341	116,529	54,794	51,602	57,646	57,646	223,942	61,663
Circulation	153,235	183,160	172,790	167,673	155,790	84,255	120,528	120,528	93,808	67,931
HOME AND COMMUNITY SERVICES:										
Water district No. 1 -										
Average daily consumption	322,013	315,871	339,653	358,371	292,510	271,451	296,283	259,403	250,247	264,058
Peak daily consumption	412,782	431,772	380,154	456,600	339,728	371,200	434,300	376,300	337,000	367,000
Water district No. 2 -										
Average daily consumption	225,450	147,717	133,615	125,402	125,700	147,346	132,862	143,424	129,590	134,283
Peak daily consumption	364,860	294,500	309,000	299,809	304,460	327,343	319,000	404,000	296,000	308,000
Water district No. 4 -										
Average daily consumption	386,404	369,519	351,283	345,001	357,011	318,105	333,937	325,307	347,926	337,529
Peak daily consumption	639,916	662,280	603,000	702,192	636,600	602,000	531,000	597,000	599,000	640,000
Water district No. 5 -										
Average daily consumption	74,454	72,428	65,328	62,024	67,045	95,203	106,615	84,036	91,795	79,487
Peak daily consumption	153,900	138,390	151,612	142,100	133,200	211,800	176,300	169,750	174,000	164,000

Source: Various Town's Departments

TOWN OF NORTH CASTLE, NEW YORK

Capital Asset Statistics By Function/Program

Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
GENERAL GOVERNMENT SUPPORT:										
Number of general government buildings	5	5	5	5	5	5	5	5	5	5
PUBLIC SAFETY:										
Number of police stations	1	1	1	1	1	1	1	1	1	1
Patrol cars	17	17	16	17	17	17	17	17	18	19
TRANSPORTATION:										
Miles of streets	94	94	90	92	92	92	92	92	92	92
Number of street lights	659	659	659	659	659	659	659	659	659	659
Number of traffic lights	1	1	1	1	1	1	1	1	1	1
CULTURE AND RECREATION:										
Number of community centers	2	2	2	2	2	2	2	2	2	2
Number of parks/playgrounds	12	12	12	12	12	12	12	12	12	12
Acres of parks	341	341	341	341	341	341	341	341	341	341
Baseball/softball diamonds	10	10	10	10	10	10	10	10	10	10
Outdoor tennis courts	10	10	10	10	10	10	10	10	10	10
Soccer fields	5	5	5	5	5	5	5	5	5	5
Nature trails	1	1	1	1	1	1	1	1	1	1
Picnic areas	2	2	2	2	2	2	2	2	2	2
Libraries	2	2	2	2	2	2	2	2	2	2
HOME AND COMMUNITY SERVICES:										
Miles of water mains	31	32	32	32	32	32	32	32	32	33
Fire hydrants	282	303	303	303	303	303	303	303	303	309
Miles of sanitary sewers	23	23	23	23	23	23	23	23	23	23

Source: Various Town's Departments