

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
AUDIT REPORT  
FOR THE YEAR ENDED  
MAY 31, 2022**

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MAY 31, 2022**

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## INDEPENDENT AUDITOR'S REPORT

To the Mayor and Members  
of the Village Board  
Village of Hastings-on-Hudson  
Hastings-on-Hudson, New York

### Disclaimer of Opinion

We have audited the accompanying financial statements of the governmental activities, each major fund, and the fiduciary fund of the Village of Hastings-on-Hudson, as of and for the year ended May 31, 2022, and the related notes to the financial statements, which collectively comprise Village of Hastings-on-Hudson's basic financial statements as listed in the table of contents.

We do not express an opinion on the financial statements of Village of Hastings-on-Hudson referred to in the first paragraph. Because of the significance of the matter described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the financial statements.

### Basis for Disclaimer of Opinion

We were unable to audit the GASB 73 report for the Length of Service Award Program related to the Government-wide financial statements because the report has not yet been received. We were unable to obtain sufficient appropriate audit evidence about the existence, accuracy and classification of the GASB 73 Length of Service Award Program by other auditing procedures.

### 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.

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 Village of Hastings-on-Hudson'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.

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

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Norman M. Sassi, CPA  
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Jennifer A. Traverse, CPA

**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 Village of Hastings-on-Hudson'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 Village of Hastings-on-Hudson's ability to continue as a going concern for a reasonable period of time.

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

**Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information 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 Village of Hastings-on-Hudson's basic financial statements. The other supplementary information is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 6, 2023, on our consideration of the Village's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of the audit performed in accordance with *Government Auditing Standards* in considering Village of Hastings-on-Hudson's internal control over financial reporting.



Montgomery, New York  
January 6, 2023

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
MAY 31, 2022**

The following is a discussion and analysis of the Village of Hastings-on-Hudson's financial performance for the year ended May 31, 2022. The Village of Hastings-on-Hudson discussion and analysis is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the Village's financial activity, (c) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns.

This section is a summary of the Village's financial activities based on currently known facts, decisions, or conditions. It is also based on both the government-wide and fund-based financial statements. The results of the current year are discussed in comparison with the prior year, with an emphasis placed on the current year. This section is only an introduction and should be read in conjunction with the Village's financial statements, which immediately follow this section.

**FINANCIAL HIGHLIGHTS**

- The liabilities and deferred inflows of the Village of Hastings-on-Hudson exceeded its assets and deferred outflows at the close of the fiscal years 2022 and 2021 by \$20,390,554 and \$22,975,605 (net position) respectively.
- Revenue, as reflected in the governmental funds statement, increased by \$1,858,687 compared to the prior year.
- The General Fund ended the year with actual revenues more than the budgeted amounts by \$698,053.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$3,934,513 at 24.78% of the total general fund expenditures.
- During the year the fund balance of the General Fund increased by \$1,104,527.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
MAY 31, 2022**

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of three parts: MD&A (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the Village:

- The first two statements are *government-wide* financial statements that provide both short-term and long-term information about the Village's overall financial status.
- The remaining statements are *fund financial statements* that focus on individual parts of the Village, reporting the Village's operations in more detail than the government-wide statements. The fund financial statements concentrate on the Village's most significant funds.
- The *government fund statements* tell how basic services were financed in the short term as well as what remains for future spending.
- *Fiduciary funds* statements provide information about the financial relationships in which the Village acts solely as a trustee or custodian for the benefit of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the Village's budget for the year.

Figure A-1 summarizes the major features of the Village's financial statements, including the portion of the Village's activities they cover and the types of information they contain. The remainder of this overview section of MD&A highlights the structure and contents of each of the statements.



**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
MAY 31, 2022**

**A-1**

**Major Features of the Government-Wide and Fund Financial Statements**

	<b>Government-Wide</b>	<b>Fund Financial Statements</b>	
		<b>Governmental Funds</b>	<b>Fiduciary Funds</b>
Scope	Entire Government (except fiduciary funds)	The activities of the Village that are not proprietary or fiduciary, such as general support, police protection, building code enforcement, planning and zoning, and various other services	Instances in which the Village administrators resources on behalf of someone else, such as bid deposits, engineering fees, and street opening deposits.
Required financial statements	<ul style="list-style-type: none"> <li>• Statement of Net Position</li> <li>• Statement of Activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance Sheet</li> <li>• Statement of Revenues, Expenditures, and Changes in Fund Balances</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of fiduciary net position</li> <li>• Statement of changes in fiduciary net position</li> </ul>
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset/deferred outflows of resources/ liability/deferred inflows of resources information	All assets, deferred outflows of resources, liabilities and deferred inflows of resources both financial and capital, short-term and long-term	Generally, assets and deferred outflows of resources expected to be used up and liabilities and deferred inflows of resources that come due or available during the year or soon thereafter; no capital assets or long term liabilities included	All assets, deferred outflows of resources(if any) both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All additions and deductions during the year, regardless of when cash is received or paid

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
MAY 31, 2022**

**GOVERNMENT-WIDE STATEMENTS**

The government-wide statements report information about the Village as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the Village's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the Village's net position and how it has changed. Net Position, the difference between the Village's assets and liabilities, are one way to measure the Village's financial health or position.

- Over time, increases or decreases in the Village's net position is an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the Village's overall health, you need to consider additional non-financial factors such as changes in the Village's property tax base and the condition of facilities and infrastructures.

In the government-wide financial statements, the Village's activities are shown as governmental activities. Most of the Village's basic services are included here, such as home and community services, road maintenance, and administration costs. Property taxes and charges for services finance most of these activities.

**FUND FINANCIAL STATEMENTS**

The fund financial statements provide more detailed information about the Village's funds, focusing on its most significant or "major" funds - not the Village as a whole. Funds are accounting devices the Village uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by State law and by bond covenants.
- The Village establishes other funds to control and to manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenues.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
MAY 31, 2022**

The Village has two kinds of funds:

- **Governmental Funds:** Most of the Village's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out (2) the balances left at year end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Village's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, reconciling statements (Statement 4 and Statement 6) have been added to explain the relationship (or differences) between them.
- **Fiduciary Funds-Custodial Funds:** The Village acts in a custodial capacity for assets that are ultimately transferred to others, such as guarantee and bid deposits. The Village excludes these activities from the government-wide financial statements because it cannot use these assets to finance its operations.

**FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE**

The Village's net position at the fiscal year end is \$(20,390,555). This is a \$2,585,049 change from last year's net position of \$(22,975,605). The following table provides a summary of the Village's net position:

**Figure A-2**

<b>Condensed Statement of Net Position</b>	<b>2022</b>	<b>2021</b>	<b>Total Dollar Change</b>	<b>Total % Change</b>
Current Assets	\$ 11,579,181	\$ 8,467,250	\$ 3,111,931	36.75%
Non-Current Assets	23,907,132	22,414,049	1,493,083	6.66%
<b>Total Assets</b>	<b>35,486,313</b>	<b>30,881,299</b>	<b>4,605,014</b>	<b>14.91%</b>
<b>Deferred Outflows of Resources</b>	<b>15,967,318</b>	<b>16,766,895</b>	<b>(799,577)</b>	<b>-4.77%</b>
Current Liabilities	1,886,769	3,968,156	(2,081,387)	-52.45%
Non-Current Liabilities	48,652,662	57,100,445	(8,447,783)	-14.79%
<b>Total Liabilities</b>	<b>50,539,431</b>	<b>61,068,601</b>	<b>(10,529,170)</b>	<b>-17.24%</b>
<b>Deferred Inflows of Resources</b>	<b>21,304,756</b>	<b>9,555,198</b>	<b>11,749,558</b>	<b>122.97%</b>
Net Investment in Capital Assets	12,230,476	11,876,234	354,242	2.98%
Restricted	3,161,816	739,594	2,422,222	327.51%
Unrestricted	(35,782,848)	(35,591,433)	(191,415)	-0.54%
<b>Total Net Position</b>	<b>\$ (20,390,555)</b>	<b>\$ (22,975,605)</b>	<b>\$ 2,585,049</b>	<b>11.25%</b>

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
MAY 31, 2022**

The schedule on the following page and supporting graphs provides a summary of revenues, expenses and changes in net position for the fiscal years ended May 31, 2022 and 2021:

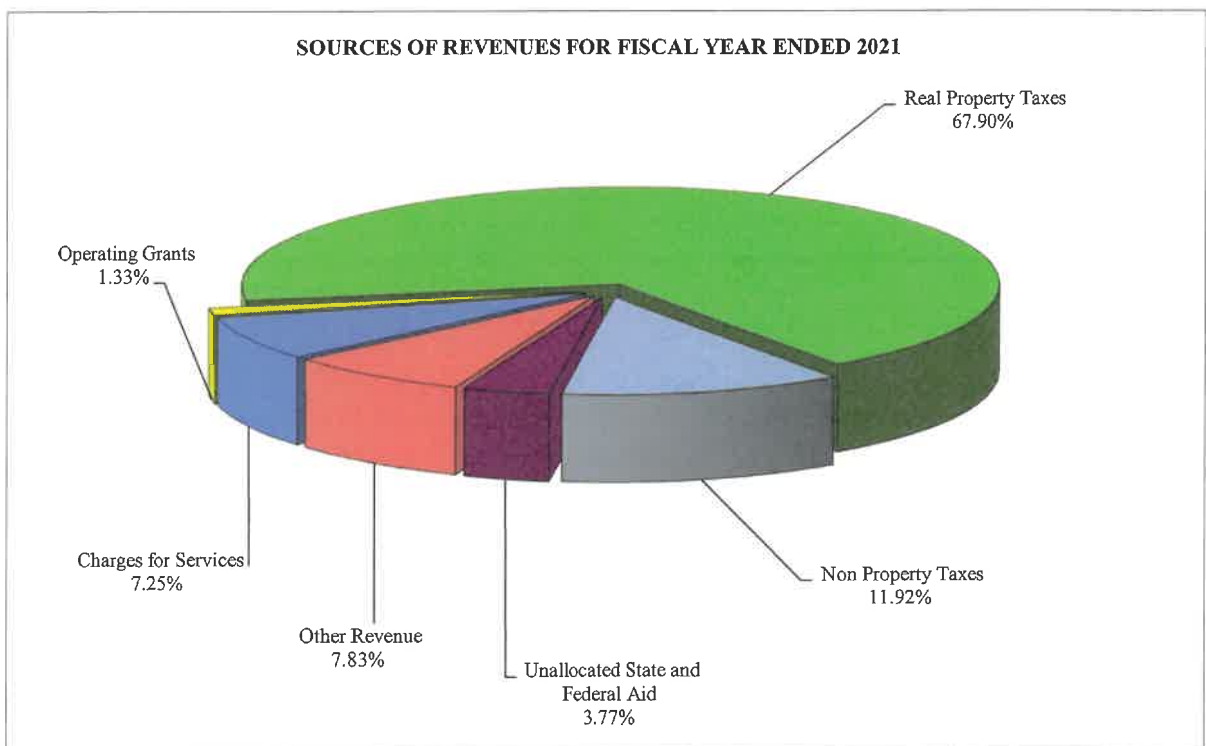
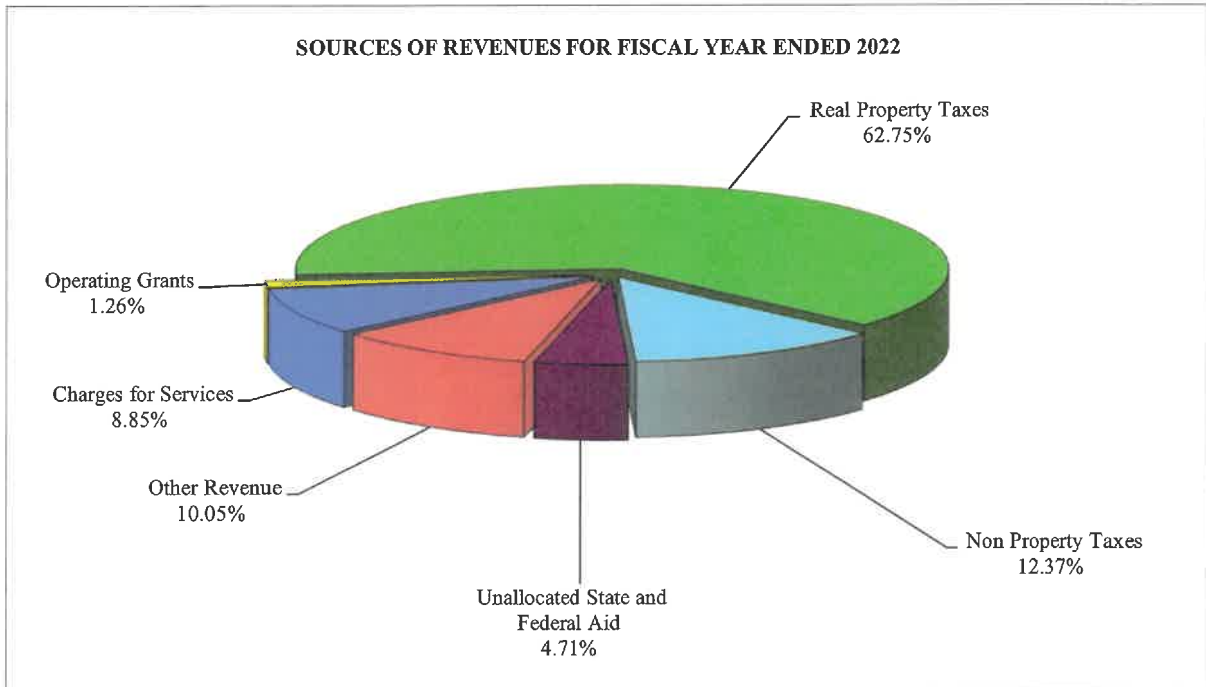
**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Figure A-3**

	2022 Amount	%	2021 Amount	%	\$ Change	% Change
<b>REVENUES (Chart Figure A-4)</b>						
PROGRAM REVENUES						
Charges for Services	\$ 1,649,749	8.85%	\$ 1,241,205	7.25%	\$ 408,544	32.92%
Operating Grants	235,306	1.26%	227,586	1.33%	7,720	3.39%
GENERAL REVENUES						
Real Property Taxes	11,694,587	62.75%	11,619,271	67.90%	75,316	0.65%
Non Property Taxes	2,305,068	12.37%	2,040,767	11.92%	264,301	0.00%
Unallocated State and Federal Aid	877,575	4.71%	644,332	3.77%	233,243	36.20%
Other Revenues	1,873,144	10.05%	1,340,335	7.83%	532,809	39.75%
	<u>18,635,429</u>	<u>100.00%</u>	<u>17,113,496</u>	<u>100.00%</u>	<u>1,521,933</u>	<u>8.89%</u>
<b>EXPENDITURES (Chart Figure A-5)</b>						
General Government	2,188,884	13.64%	2,156,812	12.54%	32,072	1.49%
Public Safety	3,383,188	21.08%	4,254,405	24.74%	(871,217)	-20.48%
Health	293,304	1.83%	308,211	1.79%	(14,907)	-4.84%
Transportation	898,205	5.60%	1,164,658	6.77%	(266,453)	-22.88%
Economic Assistance and Opportunity	6,795	0.04%	81,123	0.47%	(74,328)	-91.62%
Culture and Recreation	1,007,885	6.28%	1,160,309	6.75%	(152,424)	-13.14%
Home and Community Services	2,119,297	13.20%	2,191,073	12.74%	(71,776)	-3.28%
Interest on Debt	235,874	1.47%	284,431	1.65%	(48,557)	-17.07%
Employee Benefits	4,458,429	27.78%	4,285,862	24.92%	172,567	4.03%
Depreciation	1,458,519	9.09%	1,311,794	7.63%	146,725	11.19%
	<u>16,050,380</u>	<u>100.00%</u>	<u>17,198,678</u>	<u>100.00%</u>	<u>(1,148,298)</u>	<u>-6.68%</u>
<b>INCREASE (DECREASE) IN NET POSITION</b>	<u>\$ 2,585,049</u>		<u>\$ (85,182)</u>		<u>\$ 2,670,231</u>	

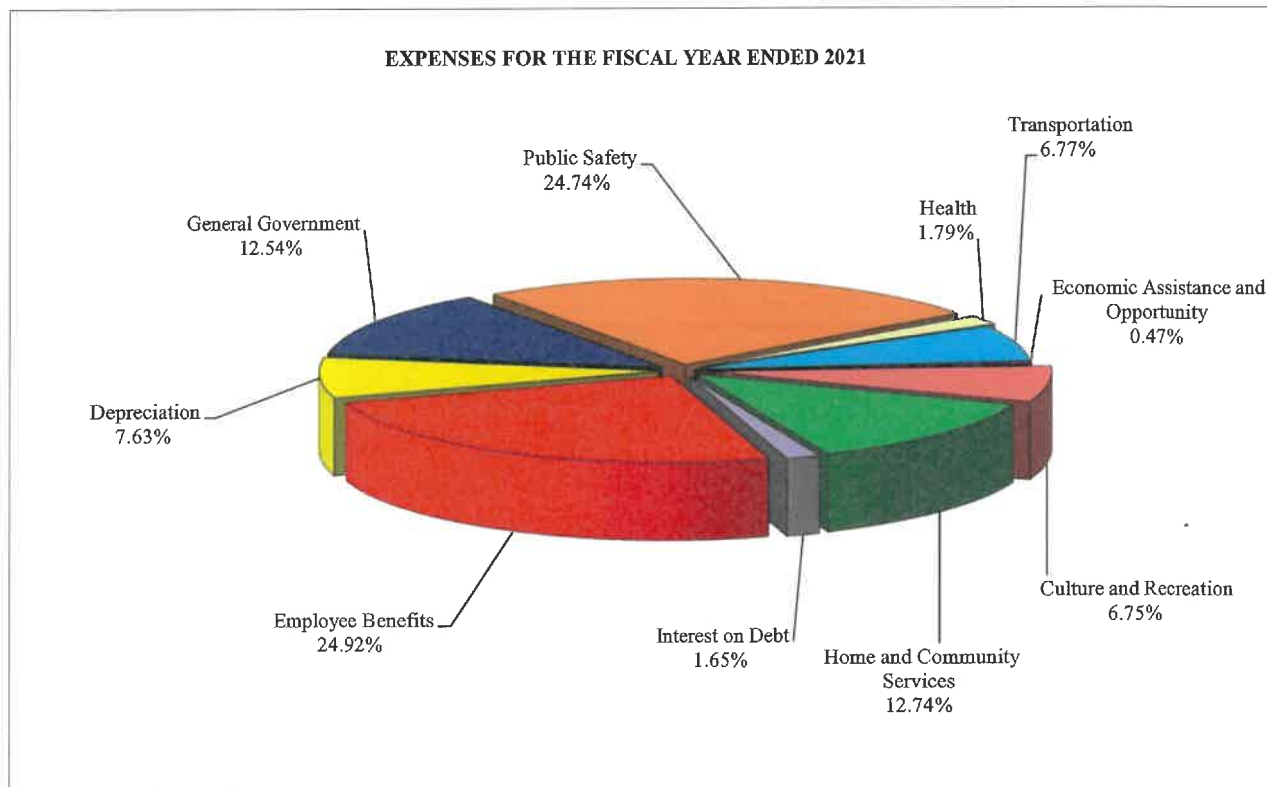
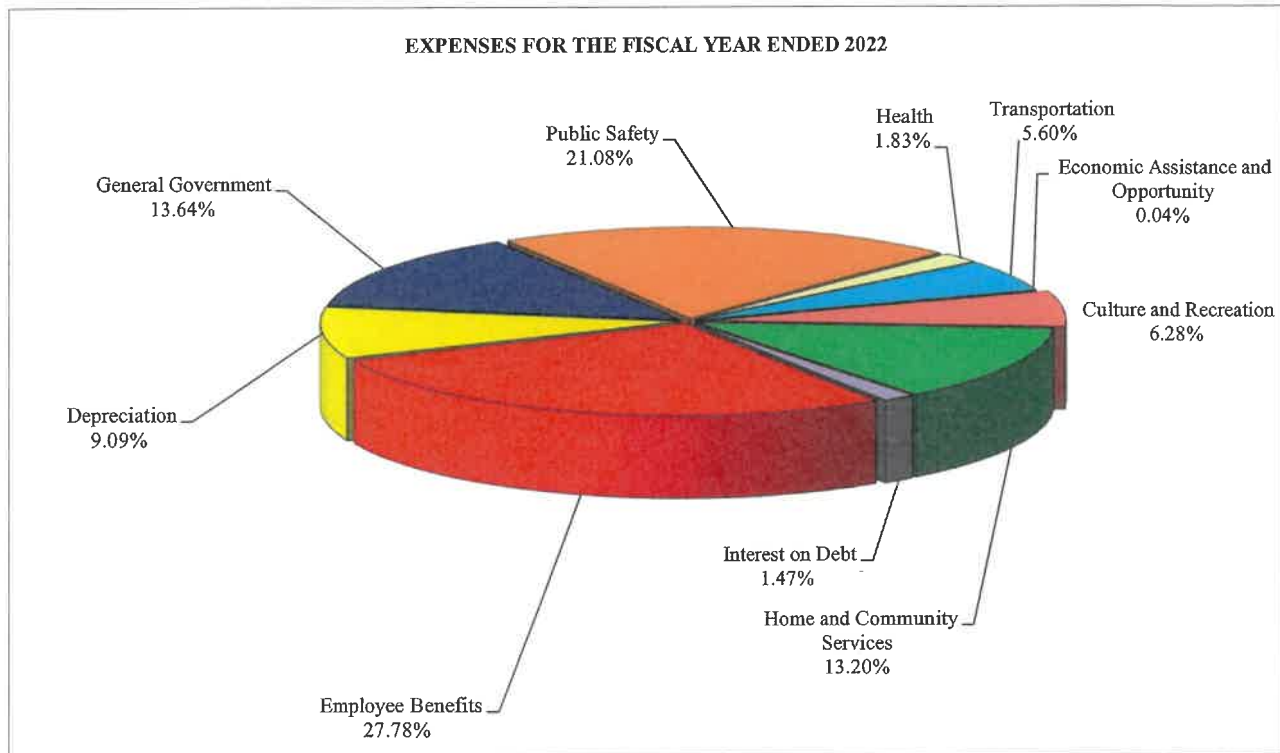
VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS

Figure A-4



**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

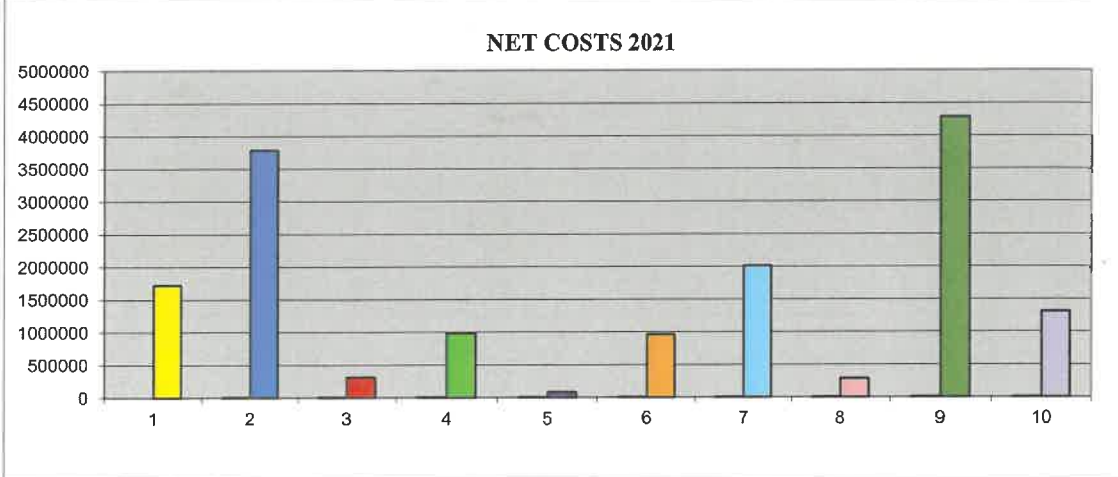
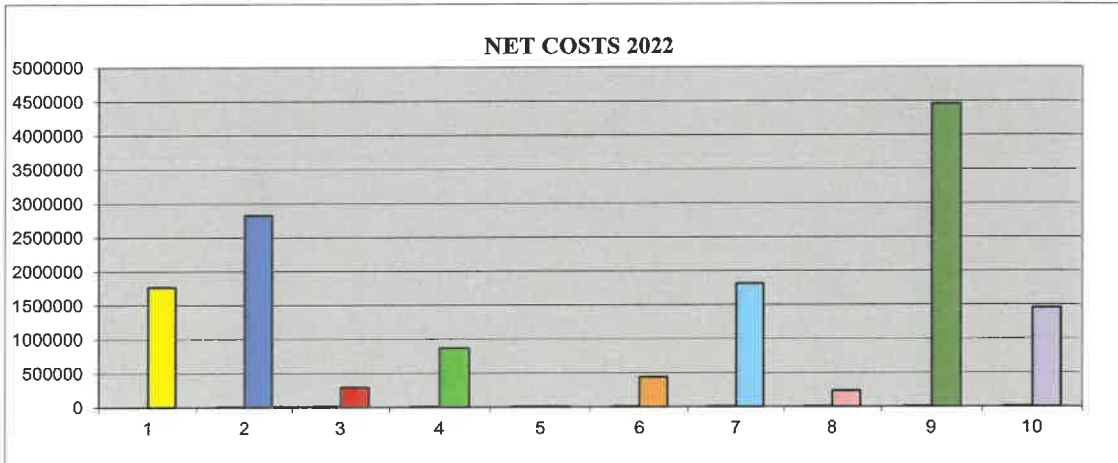
**Figure A-5**



**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Figure A-6**

<b>PROGRAMS</b>	<b>Total Costs of Services 2022</b>	<b>Net Costs of Services 2022</b>	<b>Total Costs of Services 2021</b>	<b>Net Costs of Services 2021</b>
1 General Government	\$ 2,188,885	\$ 1,766,667	\$ 2,156,813	\$ 1,721,013
2 Public Safety	3,383,188	2,825,147	4,254,405	3,785,153
3 Health	293,304	293,304	308,211	308,211
4 Transportation	898,205	868,046	1,164,658	983,882
5 Economic Assistance and Opportunity	6,795	6,795	81,123	81,123
6 Culture and Recreation	1,007,885	438,572	1,160,309	958,460
7 Home and Community Services	2,119,297	1,813,973	2,191,073	2,009,959
8 Interest on Debt	235,874	235,874	284,431	284,431
9 Employee Benefits	4,458,426	4,458,426	4,285,862	4,285,862
10 Depreciation	1,458,519	1,458,519	1,311,794	1,311,794
<b>Total Costs</b>	<b>\$ 16,050,378</b>	<b>\$ 14,165,323</b>	<b>\$ 17,198,679</b>	<b>\$ 15,729,888</b>





**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
MAY 31, 2022**

**Figure A-6 (Continued)**

Total costs of services provided by the Village (Figure A-6) for the fiscal years ended May 31, 2022 and 2021 were \$16,050,378 and \$17,198,679, respectively. These costs were offset by charges for services of \$1,649,749, and grants and contributions of \$235,306, resulting in net cost of services of \$14,165,323. This is a \$1,564,565 change in last year's total net costs of \$15,729,888.

The Village's governmental funds are reported in the fund statements with a modified accrual basis that uses a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financial requirements. The major governmental funds of the Village consist of the General Fund, Capital Fund, Pool Fund, Library Fund, Special Purpose Fund, and Debt Service Fund. The total fund balances allocated between restricted, assigned, and unassigned fund balance for each of these funds is as follows:

**Figure A-7**

	May 31, 2022		
	Restricted	Assigned	Unassigned
General	\$ 77,018	\$ 1,646,700	\$ 3,934,513
Capital Projects	2,290,742	0	0
Pool	60,957	0	0
Library	195,168	0	0
Special Purpose	490,108	0	0
Debt Service	47,823	0	0
	May 31, 2021		
	Restricted	Assigned	Unassigned
General	\$ 91,656	\$ 573,755	\$ 3,888,293
Capital Projects	0	0	(793,768)
Pool	23,875	0	0
Library	104,336	0	0
Special Purpose	477,836	0	0
Debt Service	41,891	0	0

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
MAY 31, 2022**

**GENERAL FUND BUDGETARY HIGHLIGHTS**

Over the course of the year, the Village revised the general fund budgets to reflect additional changes in budgeted revenues and expenditures. Actual revenues were more than revised budget estimates by \$698,053 and actual expenditures were \$383,467 less than budgeted expenditures. Figure A-8 summarizes the general funds original and revised budgets, actual expenditures and the variances for the year ended May 31, 2022.

**Figure A-8**

<b>Condensed Budgetary Comparison General Fund</b>	<b>Original Budget</b>	<b>Revised Budget</b>	<b>Actual</b>	<b>Variance Favorable (Unfavorable)</b>
<b>REVENUES</b>				
Real property taxes	\$ 11,639,825	\$ 11,639,825	\$ 11,640,935	\$ 1,110
Real property tax items	30,000	30,000	58,960	28,960
State and Federal Aid	697,126	697,126	818,106	120,980
Departmental income	1,144,175	1,144,175	1,246,000	101,825
All other	901,265	901,265	911,375	10,110
<b>Total Revenues</b>	<b>\$ 16,282,391</b>	<b>\$ 16,282,391</b>	<b>\$ 16,980,444</b>	<b>\$ 698,053</b>
<b>EXPENDITURES</b>				
General government support	\$ 2,098,662	\$ 2,098,662	\$ 2,212,454	\$ (113,792)
Public safety	3,891,968	3,891,968	3,535,532	356,436
Transportation	935,212	935,212	928,745	6,467
Culture & recreation	706,805	706,805	755,405	(48,600)
Home & community service	1,415,200	1,415,200	1,489,056	(73,856)
Employee benefits	4,532,282	4,532,282	4,268,436	263,846
<b>Total Expenditures</b>	<b>\$ 13,885,129</b>	<b>\$ 13,885,129</b>	<b>\$ 13,501,662</b>	<b>\$ 383,467</b>
<b>Other financing uses</b>	<b>\$ 2,397,262</b>	<b>\$ 2,397,262</b>	<b>\$ 2,374,255</b>	

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
MAY 31, 2022**

**CAPITAL ASSETS**

The Village records expenditures for land, buildings, equipment, machinery and infrastructures (roads) as capital assets in the Statement of Net Position. Annual depreciation expense is recorded in the Statement of Activities to reflect the use of these assets over their useful lives. Land and construction in progress are not subject to depreciation. The Village's depreciation methods, assumptions regarding useful lives and capitalization thresholds are described in Notes 1 and 5 in the Notes to the Financial Statements.

Under the implementation standards of GASB 34, the Village is considered a small government, and as such is required only to recognize infrastructures on a prospective (going forward) basis. The Village has maintained detailed, separate records of infrastructure additions since 2003. The Village has elected to include infrastructure additions since 2003 in the capital assets section of the Statement of Net Position, as management believes their inclusion provides the reader with a more complete accounting of the Village's investment in capital resources.

In 2022, the Village expended \$2,951,602 on capital additions. Figure A-9 reflects the changes in net capital assets.

**Figure A-9**

<b>Changes in Net Capital Assets</b>	<b>Governmental Activities</b>		<b>Total</b>
	<b>2022</b>	<b>2021</b>	<b>Dollar Change</b>
Land	\$ 6,332,206	\$ 6,332,206	\$ 0
Land Improvements	3,068,769	2,600,263	468,506
Building Improvements	7,260,306	7,354,416	(94,110)
Machinery & Equipment	2,822,650	1,772,056	1,050,594
Infrastructure	4,423,201	4,355,108	68,093
<b>Total</b>	<b>\$ 23,907,132</b>	<b>\$ 22,414,049</b>	<b>\$ 1,493,083</b>

Major additions in 2022 included:

Land Improvements	\$ 677,849
Buildings and Improvements	226,985
Infrastructure	1,637,948
Machinery & Equipment	408,820
<b>Total</b>	<u><u>\$ 2,951,602</u></u>

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
MAY 31, 2022**

**DEBT ADMINISTRATION**

Debt, both short-term and long-term, increased by \$646,710 during 2022.

Detailed information regarding the Village's short and long-term debt is presented in more detail in Note 6 in the current year's notes to the financial statements. Figure A-10 reflects the changes in the Village's debt for 2022.

**Figure A-10**

<b>Outstanding Debt</b>	<b>Governmental Activities</b>		<b>Total</b>
	<b>2022</b>	<b>2021</b>	<b>Dollar Change</b>
Bond Anticipation Notes	\$ 0	\$ 2,423,290	\$ (2,423,290)
Serial Bonds	11,110,000	8,040,000	3,070,000
<b>Total</b>	<b>\$ 11,110,000</b>	<b>\$ 10,463,290</b>	<b>\$ 646,710</b>

**FINANCIAL CONTACT**

The Village's financial statements are designed to present users (citizens, taxpayers, customers, investors and creditors) with a general overview of the Village's finances and to demonstrate the Village's accountability. If you have questions about the report or need additional financial information, contact Mary Beth Murphy, Village Manager, Village of Hastings-on-Hudson, 7 Maple Avenue, Hastings-on-Hudson, New York 10706.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
STATEMENT OF NET POSITION  
GOVERNMENTAL ACTIVITIES  
MAY 31, 2022**

**ASSETS**

Cash and Cash Equivalents	\$ 9,630,059
Restricted Cash	77,018
Accounts Receivable	261,718
State and Federal Aid Receivable	729,303
Net Pension Asset - Proportionate Share	881,083
Non Depreciable Capital Assets	6,332,206
Capital Assets (Net of Accumulated Depreciation)	17,574,926
<b>TOTAL ASSETS</b>	<b><u>35,486,313</u></b>

**DEFERRED OUTFLOWS OF RESOURCES**

Pensions	4,357,509
Other Postemployment Benefits	11,512,735
Deferred Charges	97,074
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<b><u>15,967,318</u></b>

**LIABILITIES**

Current Liabilities:	
Accounts Payable	687,770
Accrued Liabilities	159,508
Due to Fiduciary Funds	122,419
Due to Employees' Retirement System	148,459
Unearned Revenues	683,688
Accrued Interest Payable	84,925
Long-Term Liabilities:	
Due and Payable Within One Year:	
Bonds Payable (including an unamortized bond premium of \$112,387)	1,537,387
Due and Payable More Than One Year:	
Bonds Payable (including an unamortized bond premium of \$654,343)	10,339,343
Net Pension Liability - Proportionate Share	370,620
Other Postemployment Benefits Payable	35,916,335
Compensated Absences	488,977
<b>TOTAL LIABILITIES</b>	<b><u>50,539,431</u></b>

**DEFERRED INFLOWS OF RESOURCES**

Pensions	6,416,969
Other Postemployment Benefits	14,887,787
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b><u>21,304,756</u></b>

**NET POSITION**

Net Investment in Capital Assets	12,230,476
Restricted	3,161,816
Unrestricted	(35,782,848)
<b>TOTAL NET POSITION</b>	<b><u>\$ (20,390,556)</u></b>

See notes to financial statements.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
STATEMENT OF ACTIVITIES  
GOVERNMENTAL ACTIVITIES  
FOR THE YEAR ENDED MAY 31, 2022**

	Program Revenues			Net (Expense) Revenue and Change in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities
<b>PRIMARY GOVERNMENT</b>				
Governmental Activities:				
General Government	\$ (2,859,912)	\$ 422,218	\$ 0	\$ (2,437,694)
Public Safety	(6,019,970)	558,041	0	(5,461,929)
Health	(312,222)	0	0	(312,222)
Transportation	(1,426,784)	30,159	0	(1,396,625)
Economic Assistance and Opportunity	(194,447)	0	0	(194,447)
Culture and Recreation	(2,146,444)	569,313	0	(1,577,131)
Home and Community Services	(2,854,724)	70,018	235,306	(2,549,400)
Interest on Debt	(235,874)	0	0	(235,874)
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ (16,050,378)</b>	<b>\$ 1,649,749</b>	<b>\$ 235,306</b>	<b>(14,165,323)</b>
<b>GENERAL REVENUES</b>				
Real Property Taxes				11,635,627
Real Property Tax Items				58,960
Non Property Taxes				2,305,068
Departmental Income				698,030
Use of Money and Property				210,676
Unallocated State and Federal Aid				877,575
Sale of Property and Compensation for Loss				34,548
Miscellaneous				929,888
<b>TOTAL GENERAL REVENUES</b>				<b>16,750,372</b>
<b>CHANGE IN NET POSITION</b>				<b>2,585,049</b>
<b>NET POSITION - BEGINNING OF YEAR</b>				<b>(22,975,605)</b>
<b>NET POSITION - END OF YEAR</b>				<b>\$ (20,390,556)</b>

See notes to financial statements.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
BALANCE SHEET - GOVERNMENTAL FUNDS  
MAY 31, 2022**

	General	Capital Projects	Pool	Library	Special Purpose	Debt Service	Total Governmental Funds
<b>ASSETS</b>							
Cash and Cash Equivalents	\$ 5,881,017	\$ 2,441,187	\$ 108,386	\$ 104,899	\$ 1,094,570	\$ 0	\$ 9,630,059
Restricted Cash	77,018	0	0	0	0	0	77,018
Accounts Receivable, Net	206,045	0	0	0	55,673	0	261,718
Due from Other Funds	278,192	252,780	0	98,766	0	47,823	677,561
State and Federal Aid Receivable	729,303	0	0	0	0	0	729,303
<b>TOTAL ASSETS</b>	<b>\$ 7,171,575</b>	<b>\$ 2,693,967</b>	<b>\$ 108,386</b>	<b>\$ 203,665</b>	<b>\$ 1,150,243</b>	<b>\$ 47,823</b>	<b>\$ 11,375,659</b>
<b>LIABILITIES</b>							
Accounts Payable	\$ 279,308	\$ 403,225	\$ 0	\$ 5,237	\$ 0	\$ 0	\$ 687,770
Accrued Liabilities	159,508	0	0	0	0	0	159,508
Due to Other Funds	94,211	0	45,633	0	660,135	0	799,979
Due to Employees' Retirement System	145,199	0	0	3,260	0	0	148,459
Unearned Revenues - Taxes	153,226	0	0	0	0	0	153,226
Unearned Revenues - Other	681,892	0	1,796	0	0	0	683,688
Bond Anticipation Notes Payable	0	0	0	0	0	0	-
<b>TOTAL LIABILITIES</b>	<b>1,513,344</b>	<b>403,225</b>	<b>47,429</b>	<b>8,497</b>	<b>660,135</b>	<b>0</b>	<b>2,632,630</b>
<b>FUND BALANCES</b>							
Restricted	77,018	2,290,742	60,957	195,168	490,108	47,823	3,161,816
Assigned	1,646,700	0	0	0	0	0	1,646,700
Unassigned	3,934,513	0	0	0	0	0	3,934,513
<b>TOTAL FUND BALANCES</b>	<b>5,658,231</b>	<b>2,290,742</b>	<b>60,957</b>	<b>195,168</b>	<b>490,108</b>	<b>47,823</b>	<b>8,743,029</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 7,171,575</b>	<b>\$ 2,693,967</b>	<b>\$ 108,386</b>	<b>\$ 203,665</b>	<b>\$ 1,150,243</b>	<b>\$ 47,823</b>	<b>\$ 11,375,659</b>

See notes to financial statements.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEETS  
TO THE STATEMENT OF NET POSITION  
MAY 31, 2022**

	Total Governmental Funds	Long-Term Assets Liabilities	Reclassifications and Eliminations	Statement of Net Position Totals
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 9,630,059	\$ 0	\$ 0	\$ 9,630,059
Restricted Cash	77,018	0	0	77,018
State & Federal Aid Receivable	729,303	0	0	729,303
Due from Other Funds	677,561	0	(677,561)	0
Other Receivables, Net	261,718	0	0	261,718
Net Pension Asset - Proportionate Share	0	881,083	0	881,083
Non Depreciable Capital Assets	0	6,332,206	0	6,332,206
Capital Assets, Net	0	17,574,926	0	17,574,926
<b>TOTAL ASSETS</b>	<b>11,375,659</b>	<b>24,788,215</b>	<b>(677,561)</b>	<b>35,486,313</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pensions	0	4,357,509	0	4,357,509
Other Postemployment Benefits	0	11,512,735	0	11,512,735
Deferred Charges	0	97,074	0	97,074
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<b>0</b>	<b>15,967,318</b>	<b>0</b>	<b>15,967,318</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 11,375,659</b>	<b>\$ 40,755,533</b>	<b>\$ (677,561)</b>	<b>\$ 51,453,631</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ 687,770	\$ 0	\$ 0	\$ 687,770
Accrued Liabilities	159,508	84,925	0	244,433
Bond Payable	0	11,876,730	0	11,876,730
Due to Other Funds	799,979	0	(799,979)	0
Due to Fiduciary Funds	0	0	122,419	122,419
Due to Employees' Retirement System	148,459	0	0	148,459
Other Postemployment Benefits Payable	0	35,916,335	0	35,916,335
Compensated Absences Payable	0	488,977	0	488,977
Net Pension Liability - Proportionate Share	0	370,620	0	370,620
Unearned Revenues- Other	683,688	0	0	683,688
Unearned Revenues- Taxes	153,226	(153,226)	0	0
<b>TOTAL LIABILITIES</b>	<b>2,632,630</b>	<b>48,584,361</b>	<b>(677,560)</b>	<b>50,539,431</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Pensions	0	6,416,969	0	6,416,969
Other Postemployment Benefits	0	14,887,787	0	14,887,787
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>0</b>	<b>21,304,756</b>	<b>0</b>	<b>21,304,756</b>
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>	<b>2,632,630</b>	<b>69,889,117</b>	<b>(677,560)</b>	<b>71,844,187</b>
<b>TOTALS FUND BALANCES/NET POSITION</b>	<b>8,743,029</b>	<b>(29,133,584)</b>	<b>(1)</b>	<b>(20,390,556)</b>
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES/NET POSITION</b>	<b>\$ 11,375,659</b>	<b>\$ 40,755,533</b>	<b>\$ (677,561)</b>	<b>\$ 51,453,631</b>

See notes to financial statements.



**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED MAY 31, 2022**

	General	Capital Projects	Pool	Library	Special Purpose	Debt Service	Total Governmental Funds
<b>REVENUES</b>							
Real Property Taxes	\$ 11,640,935	\$ 0	0	\$ 0	0	0	\$ 11,640,935
Real Property Tax Items	58,960	0	0	0	0	0	58,960
Non Property Tax Items	2,305,068	0	0	0	0	0	2,305,068
Departmental Income	1,246,000	0	494,620	3,812	0	0	1,744,432
Use of Money and Property	164,566	0	43	55	44,981	1,031	210,676
Licences and Permits	227,941	0	0	0	0	0	227,941
Fines and Forfeitures	375,409	0	0	0	0	0	375,409
Sale of Property and Compensation for Loss	34,548	0	0	0	0	0	34,548
Miscellaneous	108,911	1,359,913	0	2,226	0	4,901	1,475,951
State and Federal Aid	818,106	292,262	0	2,513	0	0	1,112,881
<b>TOTAL REVENUES</b>	<b>16,980,444</b>	<b>1,652,175</b>	<b>494,663</b>	<b>8,606</b>	<b>44,981</b>	<b>5,932</b>	<b>19,186,801</b>
<b>EXPENDITURES</b>							
General Government Support	2,212,454	0	0	0	0	0	2,212,454
Public Safety	3,535,532	0	0	0	0	0	3,535,532
Health	294,397	0	0	0	0	0	294,397
Transportation	928,745	0	0	0	0	0	928,745
Culture and Recreation	755,405	0	318,263	0	0	0	1,073,668
Home and Community Service	1,489,056	0	0	640,023	32,709	0	2,161,788
Employee Benefits	4,268,436	0	17,348	172,645	0	0	4,458,429
Capital Outlay	0	2,966,801	0	0	0	0	2,966,801
Debt Service	0	0	0	0	0	1,516,872	1,516,872
<b>TOTAL EXPENDITURES</b>	<b>13,501,662</b>	<b>2,966,801</b>	<b>335,611</b>	<b>812,668</b>	<b>32,709</b>	<b>1,516,872</b>	<b>19,166,323</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
BANS Redeemed from Appropriations	0	39,677	0	0	0	0	39,677
Proceeds from Obligations	0	4,275,000	0	0	0	0	4,275,000
Operating Transfers In	0	84,459	0	976,087	0	1,516,872	2,577,418
Operating Transfers Out	(2,374,255)	0	(121,970)	(81,193)	0	0	(2,577,418)
<b>TOTAL FINANCING SOURCES (USES)</b>	<b>(2,374,255)</b>	<b>4,399,136</b>	<b>(121,970)</b>	<b>894,894</b>	<b>0</b>	<b>1,516,872</b>	<b>4,314,677</b>
<b>CHANGE IN FUND BALANCE</b>	<b>1,104,527</b>	<b>3,084,510</b>	<b>37,082</b>	<b>90,832</b>	<b>12,272</b>	<b>5,932</b>	<b>4,335,155</b>
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<b>4,553,704</b>	<b>(793,768)</b>	<b>23,875</b>	<b>104,336</b>	<b>477,836</b>	<b>41,891</b>	<b>4,407,874</b>
<b>FUND BALANCE - END OF YEAR</b>	<b>\$ 5,658,231</b>	<b>\$ 2,290,742</b>	<b>\$ 60,957</b>	<b>\$ 195,168</b>	<b>\$ 490,108</b>	<b>\$ 47,823</b>	<b>\$ 8,743,029</b>

See notes to financial statements.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
RECONCILIATION OF GOVERNMENTAL FUNDS REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED MAY 31, 2022**

	Total Governmental Funds	Long-Term Revenue and Expenses	Capital Related Items	Long-Term Debt Transactions	Reclassifications and Eliminations	Statement of Activities Totals
<b>REVENUES</b>						
Real Property Taxes	\$ 11,640,935	\$ (5,308)	\$ 0	\$ 0	\$ 0	\$ 11,635,627
Real Property Tax Items	58,960	0	0	0	0	58,960
Non Property Tax Items	2,305,068	0	0	0	0	2,305,068
Departmental Income	1,744,432	0	0	0	0	1,744,432
Use of Money and Property	210,676	0	0	0	0	210,676
Licences and Permits	227,941	0	0	0	0	227,941
Fines and Forfeitures	375,409	0	0	0	0	375,409
Sale of Property and Compensation for Loss	34,548	0	0	0	0	34,548
Miscellaneous	1,475,951	0	0	(546,063)	0	929,888
State and Federal Aid	1,112,881	0	0	0	0	1,112,881
<b>TOTAL REVENUES</b>	<b>19,186,801</b>	<b>(5,308)</b>	<b>0</b>	<b>(546,063)</b>	<b>0</b>	<b>18,635,430</b>
<b>EXPENDITURES</b>						
General Government Support	2,212,454	(13,824)	165,408	0	495,875	2,859,912
Public Safety	3,535,532	(54,327)	649,963	0	1,888,802	6,019,970
Health	294,397	(390)	4,663	0	13,552	312,222
Transportation	928,745	(10,891)	130,294	0	378,636	1,426,784
Economic Assistance and Opportunity	17,637	(3,866)	46,256	0	134,420	194,447
Culture and Recreation	1,073,668	(23,459)	280,653	0	815,582	2,146,444
Home and Community Service	2,161,788	(15,153)	181,282	0	526,807	2,854,724
Employee Benefits	4,458,429	(219,951)	0	0	(4,238,475)	3
Capital Outlay	2,966,801	0	(2,951,602)	0	(15,199)	0
Debt Service	1,516,872	17,611	0	(1,298,609)	0	235,874
<b>TOTAL EXPENDITURES</b>	<b>19,166,323</b>	<b>(324,250)</b>	<b>(1,493,083)</b>	<b>(1,298,609)</b>	<b>0</b>	<b>16,050,381</b>
Excess (Deficiency) of Revenues Over Expenditures	20,478	318,942	1,493,083	752,546	0	2,585,049
<b>OTHER SOURCES (USES):</b>						
Operating Transfers In	2,577,418	0	0	0	(2,577,418)	0
Operating Transfers Out	(2,577,418)	0	0	0	2,577,418	0
Proceeds of Obligations	4,275,000	0	0	(4,275,000)	0	0
Bond Anticipation Notes Redeemed from Appropriations	39,677	0	0	(39,677)	0	0
<b>TOTAL OTHER SOURCES (USES)</b>	<b>4,314,677</b>	<b>0</b>	<b>0</b>	<b>(4,314,677)</b>	<b>0</b>	<b>0</b>
<b>NET CHANGE FOR THE YEAR</b>	<b>\$ 4,335,155</b>	<b>\$ 318,942</b>	<b>\$ 1,493,083</b>	<b>\$ (3,562,131)</b>	<b>\$ 0</b>	<b>\$ 2,585,049</b>

See notes to financial statements.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
STATEMENT OF FIDUCIARY NET POSITION  
MAY 31, 2022**

	<u>CUSTODIAL FUNDS</u>	<u>SERVICE AWARD PROGRAM</u>
<b>ASSETS</b>		
Cash	\$ 1,136,307	\$ 0
Due from Other Funds	122,419	0
Investments at Fair Value	<u>0</u>	<u>2,499,197</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 1,258,726</u></u>	<u><u>\$ 2,499,197</u></u>
<b>LIABILITIES</b>		
Escrow Accounts	\$ 1,120,510	\$ 0
Other Liabilities	120,045	0
Guarantee & Bid Deposits	<u>18,171</u>	<u>0</u>
<b>TOTAL LIABILITIES</b>	<u>1,258,726</u>	<u>0</u>
<b>NET POSITION</b>		
Held in Trust for Plan Benefits	<u>0</u>	<u>2,499,197</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<u><u>\$ 1,258,726</u></u>	<u><u>\$ 2,499,197</u></u>

See notes to financial statements.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE YEAR ENDED MAY 31, 2022**

	<u>SERVICE AWARD PROGRAM</u>
<b>ADDITIONS</b>	
Earnings on Investment	\$ 71,604
Plan Contributions	<u>274,601</u>
 TOTAL ADDITIONS	 <u>346,205</u>
 <b>DEDUCTIONS</b>	
Plan Benefits	88,030
Administration Fees	<u>5,790</u>
 TOTAL DEDUCTIONS	 <u>93,820</u>
 CHANGE IN PLAN POSITION	 252,385
 NET POSITION OF PLAN - BEGINNING OF YEAR	 <u>2,246,812</u>
 NET POSITION OF PLAN - END OF YEAR	 <u><u>\$ 2,499,197</u></u>

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying financial statements of the Village of Hastings-on-Hudson have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

**A. Financial Reporting Entity**

The Village of Hastings-on-Hudson, which was incorporated in 1879, is governed by the laws of the State of New York and various local laws and ordinances. The Board of Trustees is the legislative body responsible for overall operations, the Mayor serves as Chief Executive Officer and the Village Manager serves as Chief Fiscal Officer.

The Village provides the following principal services: general administration, police protection, transportation (streets and highways), recreation, planning and zoning, public improvements, library and other home and community services.

All governmental activities and functions performed for the Village of Hastings-on-Hudson are its direct responsibility. No other governmental organization has been included or excluded from the reporting entity.

The financial reporting entity consists of the following, as defined by Governmental Accounting Standards Board (GASB) Statement #14, "The Financial Reporting Entity:"

1. The primary government which is the Village of Hastings-on-Hudson.
2. Organizations for which the primary government is financially accountable, and;
3. Other organizations for which the nature and significance of their relationship with the primary government is such that exclusion would cause the reporting entity's general purpose financial statements to be misleading or incomplete.

The decision to include a potential component unit in the reporting entity is based on the criteria set forth in GASB Statement #14, including legal standing, fiscal dependency, and financial accountability.

Based on the application of the above criteria, no other entities are included in the reporting entity.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation**

**1. Government-wide Statements**

The Statement of Net Position and the Statement of Activities present financial information about the Village's governmental activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. Government activities generally are financed through taxes, state aid, intergovernmental revenues, and other exchange and non-exchange transactions. Operating grants include operating-specific and discretionary (either operating or capital) grants.

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

**2. Fund Financial Statements**

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

The Village of Hastings-on-Hudson reports the following major Governmental Funds:

- **General Fund:** This is the Village's primary operating fund. It accounts for all financial transactions that are not required by law or other provision to be accounted for in other funds.
- **Library Fund:** The Library fund is used to account for the operations of the Village's Library.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation (Continued)**

**2. Fund Financial Statements (Continued)**

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

Pool Fund – The Pool fund is used to account for the operations of the Village’s swimming pool.

Special Purpose Fund – The Special Purpose fund is used to account for assets held by the Village in accordance with the terms of a trust agreement.

- **Capital Projects Fund:** Established to account for capital improvements financed from current monies transferred from other funds, federal and state grants and proceeds of obligations.
- **Debt Service Fund:** The Debt Service fund is provided to account for the accumulation of resources to be used for the redemption of principal and interest on long-term debt.

The Village reports the following fiduciary funds:

- **Custodial Fund:** Used to account for those funds held in custody and subsequent distributions, transmittal or release to other governments, individuals or to other funds.
- **Service Award Program:** The Service award Program fund accounts for the Village’s Fire Service Awards Program.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Measurement Focus and Basis of Accounting**

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

The governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this basis of accounting, revenues are recorded when measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Material revenues that are accrued include real property taxes, state and federal aid, sales tax and certain user charges. If expenditures are the prime factor for determining eligibility, revenues from federal and state grants are accrued when the expenditure is made.

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

**D. Property Taxes**

Village real property taxes are levied annually no later than June 1st, and become a lien on November 1st. Taxes are collected during the period June 1 to October 31.



**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Data**

1. Budget Policies - The budget policies are as follows:

- a. No later than March 20, the budget officer submits a tentative budget to the Village Board for the fiscal year commencing the following June 1. The tentative budget includes proposed expenditures and the proposed means of financing for all funds except for capital projects fund and community development fund.
- b. After public hearings are conducted to obtain taxpayer comments, no later than April 15, the Village Board adopts the budget by May 1.
- c. All modifications of the budget must be approved by specific action of the Village Board.

2. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded for budgetary control purposes to reserve that portion of the applicable appropriations, is employed in all funds. Encumbrances are reported as reservations of fund balances since they do not constitute expenditures or liabilities. Expenditures for such commitments are recorded in the period in which the liability is incurred.

3. Budget Basis of Accounting

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

Budgetary controls for special grant funds are established in accordance with the applicable grant agreements which cover, in most cases, a period other than the Village's fiscal year.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Cash and Investments**

The Village of Hastings-on-Hudson's investment policies are governed by State statutes. In addition, the Village of Hastings-on-Hudson has its own written investment policy. Village of Hastings-on-Hudson's monies must be deposited in FDIC insured commercial banks or trust companies located within the State. The treasurer is authorized to use demand accounts and certificates of deposit.

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

Deposits and investments at year-end were entirely covered by Federal Insurance or by collateral held by the Village's custodial bank in the Village's name.

**G. Accounts Receivable**

Accounts receivable are shown gross, with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since it is believed that such allowance would not be material. All receivables are expected to be collected within the subsequent fiscal year.

**H. Due To/From Other Funds**

Amounts due to and due from within the same fund type have been eliminated in the Government-wide statements. A detailed description of the individual fund balances is provided subsequently in these notes.

**I. Inventories and Prepaid Items**

Purchases of inventoriable items are recorded as expenditures in the Government Funds at the time of purchase. Inventory-type items are considered immaterial and, consequently, are not provided in the government-wide statements.

Prepaid items represent payments made by the Village for which benefits extend beyond year-end.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**J. Capital Assets**

Capital assets are reported at historical costs. The Village depreciates capital assets using the straight-line method over the estimated useful life of the assets. Capitalization thresholds (the dollar value above which capital asset acquisitions are added to the capital asset accounts) and estimated useful lives of capital assets reported in the government-wide statements are as follows:

	<u>Capitalization Threshold</u>	<u>Estimated Useful Life</u>
Land Improvements	\$ 5,000	20 years
Buildings and Improvements	5,000	20-50 years
Machinery & Equipment	5,000	5-30 years
Infrastructure	5,000	15-65 years

**K. Infrastructure**

The Village includes long-lived improvements to roads and other infrastructure as capital assets in the government-wide statements. Infrastructures are reported at historical costs and are depreciated using the straight-line method over their estimated useful lives.

Under the implementation standards of GASB 34, the Village is considered a small government, and as such is required only to recognize infrastructures on a prospective basis. Therefore, since the adoption of GASB 34, the Village has not retroactively reported infrastructures.

**L. Vested Employee Benefits**

The various collective bargain agreements provide for the payment of accumulated vacation and sick time upon separation of service. The liability for such accumulated time is reflected in the government-wide Statement of Net Position as a long-term liability. A liability for these amounts is reported in the governmental funds only if the liability has matured through employee resignation or retirement. The liability for compensated absences includes salary related payments, where applicable.

The Village's employees participate in the New York State Employees' Retirement System and New York State Police and Fire Retirement Systems.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**L. Vested Employee Benefits (Continued)**

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

**M. Unemployment Insurance**

Village employees are covered by unemployment insurance. The Village is exempt for federal unemployment insurance tax.

**N. Deferred Outflows and Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has three items that qualify for reporting in this category. The first item is related to pensions reported in the Village-wide Statement of Net Position. The second item is related to other postemployment benefits reported in the government-wide statements. For additional information on deferred outflows related to other postemployment benefits See NOTE 6. This represents the effect of the net change in the Village's proportion of the collective net pension asset or liability and difference during the measurement period between the Village's contributions and its proportion share of total contributions to the pension systems not included in pension expense. Also, the Village contributions to the pension systems (PFRS and ERS Systems) subsequent to the measurement date. The third item relates to bond refunding.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Village has two items that qualify for reporting in this category. The first item is related to other postemployment benefits reported in the government-wide statements. For additional information on deferred inflows related to other postemployment benefits See NOTE 6. The second item is related to pensions reported in the Village-wide Statement of Net Position. This represents the effect of the net change in the Village's proportion of the collective net pension liability (ERS and PFRS System) and difference during the measurement periods between the Village's contributions and its proportionate share of total contributions to the pension systems not included in pension expense.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**O. Equity Classification**

**1. Government-wide Statements**

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

Net Investment in capital assets - consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, constructions or improvements of those assets.

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

Unrestricted - reports all other net position that do not meet the definition of the above two classifications and are deemed to be available for general use by the Village.

**2. Funds Statements**

The following is a brief description on the five fund balance classifications that the Village can utilize:

Nonspendable: Includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted: Constraints have been imposed on the use of these amounts either (a) externally by creditors, grantors, contributors or laws or regulations of other governments; or (b) by law through constitutional provisions or enabling legislation. The Capital Reserve was made up of \$77,018 reserved for other purposes.

Committed: Includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of Trustees.

Assigned: Includes amounts that are constrained by the Village's intent to be used for specific purposes, but are neither restricted nor committed. Assigned fund balance includes (a) all remaining amounts (except for negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed and (b) amounts in the General Fund that are intended to be used for a specific purpose. Assigned fund balance in the General Fund includes \$9,947 assigned for specific purposes through the issuance of purchases orders that encumbered the budget for the year ended May 31, 2023. This assignment is made when purchase orders are approved by the Purchasing Agent who is designated each year by the Board of Trustees at its annual reorganizational meeting pursuant to the Village's purchasing policy.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**O. Equity Classification (Continued)**

2. Funds Statements (Continued)

Assigned: (Continued) Other assigned fund balances are as follows

Assigned River St	\$ 215,894
Assigned Film Fees Collected/Betterment	293,859
Assigned Fund Balance - Personnel-Related Expenses	325,000
Assigned Fund Balance - Capital Projects for Parks	100,000
Assigned Fund Balance - Capital Projects	400,000
Appropriated Fund Balance	302,000
Total	<u>\$ 1,636,753</u>

Unassigned: Includes fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. In other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, negative unassigned fund balance is reported.

**P. Restricted Resources**

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, it is the Village's policy to apply restricted funds before unrestricted funds, unless otherwise prohibited by legal requirements

**Q. Interfund Transfers**

The operations of the Village gives rise to certain transactions between funds, including transfers to provide services and construct assets. The amounts reported on the Statement of Revenues, Expenditures and Changes in Fund Balance-Governmental Funds for interfund transfers have been eliminated for the Statement of Activities. A detailed description of the individual fund transfers that occurred during the year is provided subsequently in these notes.

**R. Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported revenues and expenses during the reporting period. Actual results could differ from those estimates. Estimates and assumptions are made in a variety of areas, including computation of encumbrances, compensated absences, potential contingent liabilities and useful lives of long term assets.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL  
FUND STATEMENTS AND GOVERNMENT-WIDE STATEMENTS**

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

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

Total fund balances of the Village's governmental funds differ from "net position" of governmental activities reported in the Statement of Net Position. This difference primarily results from the additional long-term economic focus of the Statement of Net Position versus the solely current financial resources focus of the Governmental Fund Balance Sheet.

The basic financial statements contain a detailed reconciliation of the items creating the differences between fund balance reported in the Governmental Fund Statements and Net Position reported on the Statement of Net Position.

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

Original Cost of Capital Assets	\$ 49,617,007
Accumulated Depreciation	<u>(25,709,879)</u>
Capital Assets, Net	<u>\$ 23,907,132</u>

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

Interest Payable at May 31, 2022	<u>\$ 84,925</u>
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**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL  
FUND STATEMENTS AND GOVERNMENT-WIDE STATEMENTS (Continued)**

**A. Total Fund Balances of Governmental Funds vs. Net Position of Governmental  
Activities: (Continued)**

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

Bonds and Notes Payable	\$ 11,100,000
Premium on Obligations	766,730
Deferred Outflows of Resources – OPEB	(11,512,735)
Other Postemployment Benefits	35,916,335
Deferred Inflows of Resources – OPEB	14,887,787
Compensated Absences	488,977
	<u>\$ 51,647,094</u>

4. In the Statement of Net Position, a liability is recognized for the Village's proportionate share of the net pension liability attributable to each defined benefit pension plan in which the Village participates. A net pension liability is measured as the proportionate share of the portion of the actuarial present value of projected benefit payments that is attributed to past periods of employee service (proportionate share of total pension liability), net of the proportionate share of that pension plan's fiduciary net position. If a pension plan's fiduciary net position exceeds its total pension liability, the Village's proportionate share of the pension plan's net pension asset is recognized. Also, deferred outflows and inflows of resources related to pensions primarily result from contributions subsequent to the measurement date, as well as changes in the components of the net pension liability or asset. However, none of these amounts are included on the Balance Sheet as they are only recognized to the extent the pension liability is normally expected to be liquidated with expendable available financial resources. These balances at May 31, 2022 were as follows:

Deferred Outflows of Resources – Pension	\$ 4,357,509
Net Pension Asset, Proportionate Share (ERS)	881,083
Net Pension Liability, Proportionate Share (PFRS)	(370,620)
Deferred Inflows of Resources – Pension	(6,416,969)
	<u>\$ (1,548,997)</u>



**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND GOVERNMENT-WIDE STATEMENTS (Continued)**

**B. Explanation of Difference between Governmental Funds Operating Statement and the Statement of Activities:**

Differences between the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance and the Statement of Activities fall into one of five broad categories. The amounts shown below represent these differences as follows:

- Long-term revenue differences arise because Governmental Funds report revenues only when they are considered “available”, whereas the Statement of Activities reports revenues when earned. Differences in long-term expenses arise because Governmental Funds report on a modified accrual basis, whereas the accrual basis of accounting is used on the Statement of Activities.
- Capital related differences include the difference between proceeds for the sale of capital assets reported on governmental fund statements and the gain or loss on the sale of assets as reported on the Statement of Activities, and the difference between recording an expenditure for the purchase of capital items in the governmental fund statements and depreciation expense on those items as recorded in the Statement of Activities.
- Long-term debt transaction differences occur because both interest and principal payments are recorded as expenditures in the Governmental Fund statements, whereas interest payments are recorded in the Statement of Activities as incurred, and principal payments are recorded as a reduction of liabilities in the Statement of Net Position.
- Pension plan transaction differences occur as a result of changes in the Village’s proportion of the collective net pension asset/liability and differences between the Village’s contributions and its proportionate share of the total contributions to the pension systems.
- Other Postemployment Benefit (OPEB) related differences occur as a result of changes in the Village’s total OPEB liability and differences between the Village’s contributions and OPEB expense.

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

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND GOVERNMENT-WIDE STATEMENTS (Continued)**

**B. Explanation of Difference between Governmental Funds Operating Statement and the Statement of Activities: (Continued)**

Explanation of Differences between Governmental Funds Operating Statement  
and the Statement of Activities and Changes in Net Position

Total Revenue and other Funding Sources:

Total revenues and other sources governmental funds (Statement 5)	\$ 23,501,478
Unearned Tax Revenue	(5,308)
Proceeds from Obligations	(4,275,000)
Premium on Obligations	(546,063)
BANS Redeemed from Appropriations	<u>(39,677)</u>
Total Revenue of Governmental Activities (Statement 2)	<u><u>\$ 18,635,430</u></u>

Total Expenditures/Expenses:

Total expenditures reported in governmental funds (Statement 5)	\$ 19,166,323
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In the Statement of Activities, certain operating expenses (compensated absences) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). The liability for compensated absences decreased by \$121,911 during the year. (121,911)

In the Statement of Activities, the expense for other postemployment benefits (OPEB) includes the changes in the OPEB liability such as service cost, interest cost and changes in benefit terms, as well as amortization of deferred outflows of resources and deferred inflows of resources related to OPEB. In the governmental funds, however, OPEB expenditures are measured by the amount of financial resources used (essentially the amount actually paid). This is the amount by which OPEB expense in the Statement of Activities exceeded the amount of financial resources used during the year. 623,788

When purchase or construction of capital assets is financed through governmental funds, the resources expended for those assets are reported as expenditures in the years they are incurred. However, in the Statement of Activities, the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital expenditures of \$2,951,602 is more than depreciation of \$1,458,519 in the current year. (1,493,083)

(Increases) decreases in proportionate share of net pension asset/liability reported in the Statement of Activities do not provide for or require the use of current financial resources and therefore are not reported as revenue or expenditures in the governmental funds(PFRS of (\$351,004) and ERS of (\$492,735)) (843,739)

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND GOVERNMENT-WIDE STATEMENTS (Continued)**

**B. Explanation of Difference between Governmental Funds Operating Statement and the Statement of Activities: (Continued)**

Interest payable is recognized in the government-wide statements under full accrual accounting whereas it is not under the governmental fund statements. This is the amount by which interest payable for the current year is more than the interest payable for the prior year.	17,611
Repayment of debt service principal is an expenditure in the governmental funds, but reduces long-term liabilities in the Statement of Net Assets, and does not affect the Statement of Activities.	(1,205,000)
The premium on obligations is recognized in the government-wide statements under full accrual accounting whereas it is not under the governmental fund statements. This is the amount of amortization recognized in the current year is more than the issuance costs of the current year refunding.	<u>(93,609)</u>
Total Expenses and Government Activities (Statement 2)	<u><u>\$ 16,050,380</u></u>

**NOTE 3. CASH**

The Village of Hastings-on-Hudson's investment policies are governed by State statutes, as previously described in these notes. Deposits are valued at cost or cost plus interest and are categorized as either:

1. Insured or collateralized with securities held by the entity or by its agent in the entity's name;
2. Collateralized with securities held by the pledging financial institution's trust department or agency in the entity's name; or
3. Uncollateralized

	<u>1</u>	<u>2</u>	<u>3</u>
Governmental & Agency Funds	<u>\$ 10,843,384</u>	<u>\$ 0</u>	<u>\$ 0</u>

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 4. INTERFUND ACTIVITY**

Interfund receivables and payables at May 31, 2022, were as follows:

<u>Fund Type</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General	\$ 278,192	\$ 94,211
Capital Project	252,780	0
Pool	0	45,633
Library	98,766	0
Special Purpose	0	660,135
Debt Service	47,823	0
Custodial	122,419	0
Total	<u>\$ 799,980</u>	<u>\$ 799,979</u>

Interfund Transfers In and Interfund Transfers Out at May 31, 2022, were as follows:

<u>Fund Type</u>	<u>Interfund Transfers In</u>	<u>Interfund Transfers Out</u>
General	\$ 0	\$ 2,374,255
Capital Project	84,459	0
Pool	0	121,970
Library	976,087	81,193
Special Purpose	0	0
Debt Service	1,516,872	0
Total	<u>\$ 2,577,418</u>	<u>\$ 2,577,418</u>

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 5. CAPITAL ASSETS**

Capital asset balances and activity for the year ended May 31, 2022, were as follows:

	Beginning Balance	Additions	Disposals and Reclass- ifications	Ending Balance
<u>Governmental Activities</u>				
Capital Assets that are not Depreciated:				
Land	\$ 6,332,206	\$ 0	\$ 0	\$ 6,332,206
Total Non-Depreciable Historical Cost	6,332,206	0	0	6,332,206
Capital Assets that are being Depreciated:				
Land Improvements	4,654,806	677,849	0	5,332,655
Buildings and Improvements	14,232,984	226,985	0	14,459,969
Machinery & Equipment	10,580,652	1,637,948	0	12,218,600
Infrastructure	10,864,757	408,820	0	11,273,577
Total Depreciable Historical Cost	40,333,199	2,951,602	0	43,284,801
Less Accumulated Depreciation:				
Land Improvements	2,054,543	209,343	0	2,263,886
Buildings and Improvements	6,878,568	321,095	0	7,199,663
Machinery & Equipment	8,808,596	587,354	0	9,395,950
Infrastructure	6,509,649	340,727	0	6,850,376
Total Accumulated Depreciation	24,251,356	1,458,519	0	25,709,875
Total Historical Cost, Net	\$ 22,414,049	\$ 1,493,083	\$ 0	\$ 23,907,132

Depreciation was charged to governmental functions as follows:

General Government Support	\$ 165,408
Public Safety	649,963
Transportation	130,294
Economic Assistance & Opportunity	46,256
Culture and Recreation	280,653
Health	4,663
Home and Community Services	181,282
Total Depreciation Expense	<u>\$ 1,458,519</u>

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 6. LIABILITIES**

**A. Short-Term Debt**

Liabilities for bond anticipation notes (BAN's) are generally accounted for in the Capital Projects Fund. The notes or renewal thereof may not extend more than five years beyond the original date of issue unless a portion is redeemed within five years and within each 12 month period thereafter.

State law requires that BAN's issued for capital purposes be converted to long-term obligations within five years after the original issue date. However, BAN's issued for assessable improvement projects may be renewed for periods equivalent to the maximum life of the permanent financing, provided that stipulated annual reductions of principal are made. These temporary funds were borrowed to assist with financing the renovation and construction of various projects. There were no outstanding BANS at May 31, 2022.

Interest on short-term debt paid during the year was:

Interest paid	\$ 25,920
Less: Interest accrued-prior year	(17,466)
Add: Interest accrued-current year	<u>0</u>
Total Short-Term Interest	<u><u>\$ 8,454</u></u>

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 6. LIABILITIES (Continued)**

**B. Long-Term Debt**

**Bonds:** The Village of Hastings-on-Hudson borrows money in order to acquire land or equipment or construct buildings and improvements. This enables the cost of these capital assets to be borne by the present and future taxpayers.

The following is a list of outstanding bonds at the Village of Hastings-on-Hudson for the year ending May 31, 2022.

<u>Description</u>	<u>Original Date of Issue</u>	<u>Original Amount</u>	<u>Interest Rate</u>	<u>Date of Maturity</u>	<u>Amount Outstanding at Year End</u>
2014 Refunding	9/25/2014	5,075,000	3.00%	11/1/2025	\$ 2,205,000
2015 Bond	9/25/2014	3,598,800	4.00%	9/25/2024	1,160,000
2018 Bond	3/28/2018	3,473,300	3.00%	1/15/2033	2,640,000
2020 Refunding	2/15/2021	1,065,000	5.00%	1/15/2033	830,000
2020 Refunding	9/23/2021	4,275,000	5.00%	9/15/2034	4,275,000
Total Bonds Payable					<u>\$ 11,110,000</u>

Interest on long-term debt paid during the year was:

	<u>Serial Bonds</u>
Interest paid	\$ 246,275
Less: Interest accrued-prior year	(49,848)
Add: Interest accrued-current year	<u>84,925</u>
Total Long-Term Interest	<u>\$ 281,352</u>

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 6. LIABILITIES (Continued)**

**B. Long-Term Debt (Continued)**

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

	Beginning Balance	Issued	Redeemed	Ending Balance
<u>Governmental Activities</u>				
Serial Bonds	\$ 8,040,000	\$ 4,275,000	\$ 1,205,000	\$ 11,110,000
Premium on Obligations	319,402	546,063	98,735	766,730
	<u>8,359,402</u>	<u>4,821,063</u>	<u>1,303,735</u>	<u>11,876,730</u>
Other liabilities:				
Net Pension Liability - Proportionate Share	1,066,291	0	695,671	370,620
Other Postemployment Benefits Payable	47,063,864	3,502,540	14,650,069	35,916,335
Compensated Absences	610,888	0	121,911	488,977
Total Long-Term Liabilities	<u>\$ 57,100,445</u>	<u>\$ 8,323,603</u>	<u>\$ 16,771,386</u>	<u>\$ 48,652,662</u>

At May 31, 2022, the deferred amount on refunding includes unamortized premiums of \$766,730. This amount is being amortized over the life of the debt issuance to which it relates.

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

The following is a summary of the maturity of long-term indebtedness:

	Governmental Activities	
Year	Principal	Interest
2023	\$ 1,430,000	\$ 417,505
2024	1,550,000	297,500
2025	1,580,000	245,275
2026	1,220,000	197,775
2027	680,000	162,025
2028-2032	3,195,000	402,875
2033-2035	<u>1,455,000</u>	<u>39,750</u>
Total	<u>\$ 11,110,000</u>	<u>\$ 1,762,705</u>



**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 6. LIABILITIES (Continued)**

**C. Other Postemployment Benefits**

General Information about the OPEB Plan

Plan Description – The Village’s defined benefit OPEB plan (“the Village’s OPEB plan”), provides OPEB for all permanent full-time general and public safety employees of the Village. The Village’s OPEB plan is a single-employer defined benefit OPEB plan administered by the Village.

Benefits Provided – The Village’s OPEB plan provides healthcare benefits for retirees and their dependents.

**Medical Benefits Program:**

The Plan is a fully insured plan. Current retiree premium rates provided by the Village include:

- |                            |                              |
|----------------------------|------------------------------|
| a) Individual Pre-age 65:  | Generally \$1,196 per month. |
| b) Family Pre-age 65:      | Generally \$2,764 per month. |
| c) Individual Post-age 65: | Generally \$393 per month.   |
| d) Family Post-age 65:     | Generally \$1,110 per month. |

Adjustments to these premium rates to reflect the difference between the pre-age 65 active/retiree group (for which the current premium rates were based on) and the pre-age 65 retiree only group, were required in accordance with ASOP 6.

**Medicare Part B Premiums:**

Paid by the Village at \$170.10/mo.

Minimum eligibility requirements for other postemployment benefits are as follows:

- General: An employee must retire after age 55 with at least 20 years of service.
- Police Officers: An employee must retire with at least 20 years of service (no age requirement)

**Village Subsidy:**

The Village will contribute 100% of the NYSHIP/State Empire medical premium amounts for both individual and family (dependent) coverage.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 6. LIABILITIES (Continued)**

**C. Other Postemployment Benefits (Continued)**

**Funding Policy:**

The employer's funding policy is to contribute the current annual premium (net of employee contributions) for all retired participants (i.e., pay as you go). Current New York State law prohibits municipalities from pre-funding retiree medical benefit obligations in a Trust, although pre-funding moneys can arguably be "set aside" on the municipality's balance sheet.

Employees Covered by Benefit Terms – At May 31, 2022, the following employees were covered by the benefit terms

Inactive employees or beneficiaries currently receiving benefit payments	52
Active employees	<u>56</u>
Total Employees Covered by Benefit Terms	<u><u>108</u></u>

**Total OPEB Liability**

The Village's total OPEB liability of \$35,916,335 was measured as of May 31, 2022, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs – The total OPEB liability in the May 31, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	6/1/2021 (5/31/2022 census)
Projected Salary Increases	3% per annum
Discount Rate	3.70% (2.70% and 4.70% are illustrated for sensitivity)
Rate of Inflation	3% per annum
Mortality	RP-2006 mortality table, MP-2020 projection
Withdrawal	Sarasson T-5 Table
Asset Valuation Method	Market value
Healthcare cost trend rates	8% decreasing to 5% ultimate
Marriage Rate	Wife is assumed to be same age as the husband. 70% of males and 50% of females are assumed married.
Participation Rate	100% of eligible retirees expected to participate.
Amortization Basis	For experience gains/losses, over the average expected future working lifetime of the active group.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 6. LIABILITIES (Continued)**

**C. Other Postemployment Benefits (Continued)**

The discount rate was based on S&P 20 AA Municipal Bond Index as of May 31, 2022.

The actuarial assumptions used in the June 1, 2021 valuation were based on the results of an actuarial experience study for the period June 1, 2021 - May 31, 2022.

Changes in the Total OPEB Liability

Balance at May 31, 2021	<u>\$ 47,063,864</u>
<u>Changes for the Year:</u>	
Service cost	1,152,464
Interest	741,007
Differences between expected and actual experience	1,609,069
Changes in assumptions or other inputs	(13,730,754)
Benefit payments	<u>(919,315)</u>
Net Changes	<u>(11,147,529)</u>
Balance at May 31, 2022	<u><u>\$ 35,916,335</u></u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate – The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.70 percent) or 1 percentage point higher (4.70 percent) than the current discount rate:

	1% Decrease (2.70%)	Current Discount Rate (3.70%)	1% Increase (4.70%)
Total OPEB Liability	\$ 42,423,794	\$ 35,916,335	\$ 29,408,877

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates – The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rate:

	Trend Rate Less 1%	Current Health Care Cost Trend Rates	Trend Rate Plus 1%
Total OPEB Liability	\$ 30,199,590	\$ 35,916,335	\$ 42,622,752

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 6. LIABILITIES (Continued)**

**C. Other Postemployment Benefits (Continued)**

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

For the year ended May 31, 2022, the Village recognized OPEB expense of \$1,543,103. At May 31, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 5,286,850	\$ 2,873,377
Changes of assumptions or other inputs	6,225,885	12,014,410
Village's contributions subsequent to the measurement date	<u>0</u>	<u>0</u>
Total	<u>\$ 11,512,735</u>	<u>\$ 14,887,787</u>

Village contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the fiscal year ended May 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Fiscal Year Ending May 31,</u>	<u>Amount</u>
2023	\$ 350,368
2024	350,368
2025	350,368
2026	350,368
2027	350,372
Thereafter (2 years)	1,623,208

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 6. LIABILITIES (Continued)**

**D. Service Award Program**

The Village pursuant to Article 11-A of General Municipal Law and legislative resolution, has established a Service Award Program ("Program") for volunteer firefighters, upon attainment of age 18 and completion of one year of service, are eligible to become participants in the Program. Participants are fully vested upon attainment of entitlement age, upon death or upon general disablement and after earning five years of service credit. A participant upon attainment of entitlement age and one year of plan participation shall be able to receive their service award, payable in the form of a ten-year certain and continuous monthly payment life annuity. The monthly benefits are \$20 for each year of service credit, up to a maximum of 20 years. The Program also provides disability and death benefits. The trustees of the Program, which are members of the Village's Board, are authorized to invest the funds in other investment vehicles. Separate financial statements are not issued by the program.

Current membership in the Program is comprised of the following:

<u>Group</u>	<u>May 31, 2022</u>
Active Members	106
Vested – Terminated	49
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	32

The Village is required to contribute the amounts necessary to finance the plan as actuarially determined using the entry age normal frozen initial liability cost method. The Plan was established effective June 1, 1993. The Plan was amended January 1, 2007 to allow participants to earn service credit after entitlement age. The balance of the unfunded actuarial accrued liability is \$1,155,727, which resulted from the prior years' service cost when the plan was initially adopted. The remaining amortization period is 13 years. The assumed investment rate of return is 4.75% and there are no cost of living adjustments.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 6. LIABILITIES (Continued)**

**D. Service Award Program (Continued)**

The Village's annual Program cost, the percentage of the annual Program cost contributed to the plan and the net award obligation for the current and two preceding fiscal years were as follows:

	Annual Required Contribution	Actual Contribution	Percentage of Annual Program Cost Contributed
6/1/2020	\$ 287,393	\$ 274,601	96%
6/1/2020	\$ 274,601	\$ 258,889	94%
6/1/2019	\$ 258,678	\$ 249,515	96%

The above information is based on the LOSAP actuarial report for May 31, 2022, which is the most recent available report.

**NOTE 7. PENSION PLANS**

**Plan Description**

The Village participates in the New York State and Local Employees' Retirement System (ERS). ERS and the New York State and Local Police and Fire Retirement System (PFRS) which are collectively referred to as New York State and Local Retirement System (the ERS System). These are cost-sharing multiple-employer defined benefit retirement systems. The net position of the ERS System is held in the New York State Common Retirement Fund (the Fund), which was established to hold all net assets and record changes in fiduciary net position allocated to the ERS System. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the ERS System. The Comptroller is an elected official determined in a direct statewide election and serves a four-year term. Thomas P. DiNapoli has served as Comptroller since February 7, 2007. In November, 2018, he was elected for a new term commencing January 1, 2019. System benefits are established under the provisions of the New York State Retirement and Social Security Law (RSSL). Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The Village also participates in the Public Employees' Group Life Insurance Plan (GLIP), which provides death benefits in the form of life insurance. The System is included in the State's financial report as a pension trust fund. Separately issued financial statements for the System can be accessed on the Comptroller's website at [www.osc.state.ny.us/retire/about\\_us/financial\\_statements\\_index.php](http://www.osc.state.ny.us/retire/about_us/financial_statements_index.php).

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 7. PENSION PLANS (Continued)**

**ERS and PFRS Benefits Provided**

The ERS System provides retirement benefits as well as death and disability benefits.

*Tiers 1 and 2*

Eligibility: Tier 1 members, with the exception of those retiring under special retirement plans, must be at least age 55 to be eligible to collect a retirement benefit. There is no minimum service requirement for Tier 1 members. Tier 2 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. The age at which full benefits may be collected for Tier 1 is 55, and the full benefit age for Tier 2 is 62.

Benefit Calculation: Generally, the benefit is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If the member retires with 20 or more years of service, the benefit is 2 percent of final average salary for each year of service. Tier 2 members with five or more years of service can retire as early as age 55 with reduced benefits. Tier 2 members age 55 or older with 30 or more years of service can retire with no reduction in benefits. As a result of Article 19 of the RSSL, Tier 1 and Tier 2 members who worked continuously from April 1, 1999 through October 1, 2000 received an additional month of service credit for each year of credited service they have at retirement, up to a maximum of 24 additional months.

Final average salary is the average of the wages earned in the three highest consecutive years. For Tier 1 members who joined on or after June 17, 1971, each year of final average salary is limited to no more than 20 percent of the previous year. For Tier 2 members, each year of final average salary is limited to no more than 20 percent of the average of the previous two years.

*Tiers 3, 4, and 5*

Eligibility: Tier 3 and 4 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. Tier 5 members, with the exception of those retiring under special retirement plans, must have 10 years of service and be at least age 55 to be eligible to collect a retirement benefit. The full benefit age for Tiers 3, 4 and 5 is 62.

Benefit Calculation: Generally, the benefit is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If a member retires with between 20 and 30 years of service, the benefit is 2 percent of final average salary for each year of service. If a member retires with more than 30 years of service, an additional benefit of 1.5 percent of final average salary is applied for each year of service over 30 years. Tier 3 and 4 members with five or more years of service and Tier 5 members with 10 or more years of service can retire as early as age 55 with reduced benefits. Tier 3 and 4 members age 55 or older with 30 or more years of service can retire with no reduction in benefits.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 7. PENSION PLANS (Continued)**

**ERS and PFRS Benefits Provided (Continued)**

*Tiers 3, 4, and 5 (Continued)*

Final average salary is the average of the wages earned in the three highest consecutive years. For Tier 3, 4 and 5 members, each year of final average salary is limited to no more than 10 percent of the average of the previous two years.

*Tier 6*

Eligibility: Tier 6 members, with the exception of those retiring under special retirement plans, must have 10 years of service and be at least age 55 to be eligible to collect a retirement benefit. The full benefit age for Tier 6 is 63 for ERS members and 62 for PFRS members.

Benefit Calculation: Generally, the benefit is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If a member retires with 20 years of service, the benefit is 1.75 percent of final average salary for each year of service. If a member retires with more than 20 years of service, an additional benefit of 2 percent of final average salary is applied for each year of service over 20 years. Tier 6 members with 10 or more years of service can retire as early as age 55 with reduced benefits.

Final average salary is the average of the wages earned in the five highest consecutive years. For Tier 6 members, each year of final average salary is limited to no more than 10 percent of the average of the previous four years.

*Special Plans*

The 25-Year Plans allow a retirement after 25 years of service with a benefit of one-half of final average salary, and the 20-Year Plans allow a retirement after 20 years of service with a benefit of one-half of final average salary. These plans are available to certain PFRS members, sheriffs, and correction officers.

*Ordinary Disability Benefits*

Generally, ordinary disability benefits, usually one-third of salary, are provided to eligible members after 10 years of service; in some cases, they are provided after five years of service.

*Accidental Disability Benefits*

For all eligible Tier 1 and Tier 2 ERS and PFRS members, the accidental disability benefit is a pension of 75 percent of final average salary, with an offset for any Workers' Compensation benefits received. The benefit for eligible Tier 3, 4, 5 and 6 members is the ordinary disability benefit with the years-of-service eligibility requirement dropped.



**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 7. PENSION PLANS (Continued)**

**ERS and PFRS Benefits Provided (Continued)**

*Ordinary Death Benefits*

Death benefits are payable upon the death, before retirement, of a member who meets eligibility requirements as set forth by law. The first \$50,000 of an ordinary death benefit is paid in the form of group term life insurance. The benefit is generally three times the member's annual salary. For most members, there is also a reduced post-retirement ordinary death benefit available.

*Post-Retirement Benefit Increases*

A cost-of-living adjustment is provided annually to: (i) all pensioners who have attained age 62 and have been retired for five years; (ii) all pensioners who have attained age 55 and have been retired for 10 years; (iii) all disability pensioners, regardless of age, who have been retired for five years; (iv) ERS recipients of an accidental death benefit, regardless of age, who have been receiving such benefit for five years and (v) the spouse of a deceased retiree receiving a lifetime benefit under an option elected by the retiree at retirement. An eligible spouse is entitled to one-half the cost-of-living adjustment amount that would have been paid to the retiree when the retiree would have met the eligibility criteria. This cost-of-living adjustment is a percentage of the annual retirement benefit of the eligible member as computed on a base benefit amount not to exceed \$18,000 of the annual retirement benefit. The cost-of-living percentage shall be 50 percent of the annual Consumer Price Index as published by the U.S. Bureau of Labor, but cannot be less than 1 percent or exceed 3 percent.

**Funding Policy**

The Systems are noncontributory, except for employees who joined the Systems after July 27, 1976 and prior to January 1, 2010, who contribute 3% of their salary for the first ten years of membership. For employees who joined after January 1, 2010, employees in NYSERS contribute 3% of their salary throughout their active membership. For NYSERS, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the NYSERS fiscal year ending March 31. The Village's contributions for the current year and two preceding years were equal to 100% of the contributions required, and were as follows:

	ERS	PFRS
2022	\$ 481,889	\$ 585,211
2021	\$ 427,720	\$ 596,939
2020	\$ 444,024	\$ 633,428

Village contributions made to the Systems were equal to 100% of the contributions required for each year.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 7. PENSION PLANS (Continued)**

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

At May 31, 2022, the Village reported the following asset/(liability) for its proportionate share of the net pension liability/(asset) for each of the Systems. The net pension asset/(liability) was measured as of March 31, 2022 for ERS and PFRS. The total pension asset/(liability) used to calculate the net pension asset/(liability) was determined by an actuarial valuation. Village's proportion of the net pension asset/(liability) was based on a projection of the Village's long-term share of contributions to the Systems relative to the projected contributions of all participating members, actuarially determined. This information was provided by the ERS and PFRS Systems in reports provided to the Village.

	ERS	PFRS
	3/31/2022	3/31/2022
Actuarial Valuation Date		
Net Pension Asset/(Liability)	\$ 881,083	\$ (370,620)
Town's Portion of the Plan's Total Net Pension Asset/(Liability)	0.0107783%	0.0652450%

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 7. PENSION PLANS (Continued)**

For the year ended May 31, 2022, the Village's recognized pension expense of \$43,486 for ERS and the actuarial value \$328,335 for PFRS. At May 31, 2022 the Village's reported deferred outflows of resources and deferred inflows of resources related to pensions for the following sources:

	Deferred Outflows of Resources		
	<u>ERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between expected and actual experience	\$ 66,726	\$ 199,804	\$ 266,530
Changes of Assumptions	1,470,429	2,218,244	3,688,673
Net difference between projected and actual earnings on pension plan investments	0	0	0
Changes in proportion and difference between the Village's contributions and proportionate share of contributions	123,192	130,656	253,848
Village's contributions subsequent to the measurement date	<u>54,330</u>	<u>94,128</u>	<u>148,458</u>
Total	<u>\$ 1,714,677</u>	<u>\$ 2,642,832</u>	<u>\$ 4,357,509</u>

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 7. PENSION PLANS (Continued)**

	Deferred Inflows or Resources		
	<u>ERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between expected and actual experience	\$ 86,547	\$ 0	\$ 86,547
Changes of Assumptions	24,812	0	24,812
Net difference between projected and actual earnings on pension plan investments	2,885,179	3,114,180	5,999,359
Changes in proportion and difference between the Village's contributions and proportionate share of contributions	88,350	217,901	306,251
Village's contributions subsequent to the measurement date	<u>0</u>	<u>0</u>	<u>0</u>
Total	<u>\$ 3,084,888</u>	<u>\$ 3,332,081</u>	<u>\$ 6,416,969</u>

Village contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended May 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended:	<u>ERS</u>	<u>PFRS</u>
2022	\$ 214,963	\$ 169,710
2023	320,865	263,306
2024	752,154	748,748
2025	136,557	(394,997)
2026	0	(3,390)

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 7. PENSION PLANS (Continued)**

Actuarial Assumptions

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

Significant actuarial assumptions used in the valuations were as follows:

	ERS	PFRS
Inflation Rate	2.7%	2.7%
Projected Salary Increases	4.40%	6.20%
Projected Cost of Living Adjustments	1.4%	1.4%
Investment Rate of Return	5.9% compounded annually, net of investment expenses	5.9% compounded annually, net of investment expenses
Decrement	Actuarial experience study for the period April 1, 2015 to March 31, 2020	Actuarial experience study for the period April 1, 2015 to March 31, 2020
Mortality Improvement	Society of Actuaries Scale MP-2020	Society of Actuaries Scale MP-2020

For ERS and PFRS, annuitant mortality rates are based on April 1, 2015 – March 31, 2020 System's experience with adjustments for mortality improvements based on MP-2020.

For ERS and PFRS, the actuarial assumptions used in the April 1, 2021 valuation are based on the results of an actuarial experience study for the period April 1, 2015 – March 31, 2020.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 7. PENSION PLANS (Continued)**

The long term expected rate of return on pension plan investments was determined in accordance with Actuarial Standard of Practice (ASOP) No. 27, Selection of Economic Assumptions for Measuring Pension Obligations. ASOP No. 27 provides guidance on the selection of an appropriate assumed investment rate of return (expected returns, net of pension plan investment expense and inflation) for each major asset class as well as historical investment data and plan performance. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation are summarized below:

Measurement Date	ERS & PFRS	
	March 31, 2022	
	Target	Long-term
	Allocation	expected real
		rate of return
<u>Asset Class:</u>		
Domestic Equity	32%	3.30%
International Equity	15%	5.85%
Private Equity	10%	6.50%
Real Estate	9%	5.00%
Opportunistic/ARS Portfolio	3%	4.10%
Credit	4%	3.78%
Real Assets	3%	5.80%
Fixed Income	23%	0.00%
Cash	1%	-1.00%
Total	100%	

Discount Rate

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

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 7. PENSION PLANS (Continued)**

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

The following presents the Village's proportionate share of the net pension liability calculated using the discount rate of 5.9% for ERS and PFRS, as well as what the Village's proportionate share of the net pension asset/(liability) would be if it were calculated using a discount rate that is 1-percentage-point lower (4.9% for ERS and PFRS) or 1-percentage-point higher (6.9% for ERS and PFRS) than the current rate:

ERS	1% Decrease 4.90%	Current Assumption 5.90%	1% Increase 6.90%
Employer's Proportionate Share of the Net Pension Asset/(Liability)	\$ (2,267,899)	\$ 881,083	\$ 3,515,055

PFRS	1% Decrease 4.90%	Current Assumption 5.90%	1% Increase 6.90%
Employer's Proportionate Share of the Net Pension Asset/(Liability)	(4,122,581)	(370,620)	2,735,006

Pension Plan Fiduciary Net Position

The components of the current-year net pension liability of the employers as of the respective measurements dates were as follows:

	(Dollars in Thousands)	
	ERS	PFRS
Measurement Date	March 31, 2022	March 31, 2022
Employers' total pension asset/(liability)	\$ (223,874,888)	\$ (42,237,292)
Plan net position	232,049,473	41,669,250
Employer's net pension asset/(liability)	<u>\$ 8,174,585</u>	<u>\$ (568,042)</u>
Ratio of plan net position to the employers' total pension asset/(liability)	103.65%	98.66%

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 7. PENSION PLANS (Continued)**

Payables to the Pension Plan

For ERS and PFRS, employer contributions are paid annually based on the System's fiscal year which ends on March 31<sup>st</sup>. Accrued retirement contributions as of May 31, 2022 represent the projected employer contributions for the period of April 1, 2021 through May 31, 2022 based on paid ERS wages multiplied by the employer's contribution rate, by tier. Accrued retirement contributions as of May 31, 2022 amounted to \$148,458.

**NOTE 8. RISK MANAGEMENT**

The Village is exposed to various risks of loss including, but not limited to, torts, thefts of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees health and life; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Management believes such coverage is sufficient to preclude any significant uninsured loss. Judgments and claims are recorded when it is probable that an asset has been impaired or a liability has been incurred and the amount of loss can be reasonably estimated.

**NOTE 9. CONTINGENCIES**

**A. Grant Program**

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

**B. Litigation**

The Village is party to various legal proceedings which normally occur in the course of governmental operations. The financial statements do not include accrual or provision for loss contingencies that may result from these proceedings. While the outcome cannot be predicted, due to the insurance coverage maintained, the Village believes that any settlement not covered by insurance would not have a material adverse effect on the financial condition of the Village.



**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
MAY 31, 2022**

**NOTE 10. SUBSEQUENT EVENTS**

Management has evaluated subsequent events through January 6, 2023, the date these financial statements were available to be issued. No significant subsequent events have been identified that would require adjustment or disclosure in the accompanying financial statements.



# Nugent & Haeussler, P.C.

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## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Mayor and Members  
of the Village Board  
Village of Hastings-on-Hudson  
Hastings-on-Hudson, N.Y.

Peter J. Bullis, CPA, FACFEI, DABFA  
Norman M. Sassi, CPA  
Christopher E. Melley, CPA  
Gary C. Theodore, CPA  
Julia R. Fraino, CPA  
William T. Trainor, CPA  
Mark M. Levy, CPA, CFP  
Thomas R. Busse, Jr., CPA  
Brent T. Napoleon, CPA  
Jennifer L. Capicchioni, CPA  
Patrick M. Bullis, CPA  
Justin B. Wood, CPA

Richard P. Capicchioni, CPA  
Walter J. Jung, CPA  
Jennifer A. Traverse, CPA

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the fiduciary funds of Village of Hastings-on-Hudson, as of and for the year ended May 31, 2022, and the related notes to the financial statements, which collectively comprise the Village of Hastings-on-Hudson's basic financial statements and have issued our report thereon dated January 6, 2023.

### **Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Village of Hastings-on-Hudson's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Village of Hastings-on-Hudson's internal control. Accordingly, we do not express an opinion on the effectiveness of Village of Hastings-on-Hudson's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses that we consider to be significant deficiencies, identified as findings 2022-001 and 2022-002.

**Report on Compliance and Other Matters**

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

**Purpose of this Report**

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

*Mugent & Haussler, P.C.*

Montgomery, New York  
January 6, 2023

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE YEAR ENDED MAY 31, 2022**

**SECTION I - SUMMARY OF AUDITOR'S RESULTS**

**FINANCIAL STATEMENTS**

Type of Auditor's Report Issued: Unmodified

Internal Control Over Financial Reporting:

Material weakness(es) identified?        Yes   X   No

Significant deficiencies identified that are  
not considered to be material weaknesses

  X   Yes        No

Noncompliance material to financial statements noted?

       Yes   X   No

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE YEAR ENDED MAY 31, 2022**

**SECTION II - FINANCIAL STATEMENT FINDINGS**

**Finding 2022-001 Limited Segregation of Duties**

- Condition:** The auditor found instances where segregation of duties was limited. Limitations in control activities may be addressed through additional management oversight. Through interviews with management and staff we were able to satisfy ourselves that direct involvement and knowledge of these activities reduced the potential for errors or irregularities.
- Criteria:** Segregation of duties relates to how various duties are assigned to different people within the organization. Generally, the responsibility for authorizing transactions, recording transactions, and maintaining custody of assets should be assigned to different people so that no single person is in a position to both commit and conceal errors, irregularities or fraud.
- Cause:** Limited resources and personnel available contribute directly to the level of segregation achieved. Another factor is the organizational structure and the assignment of responsibilities within that structure.
- Effect:** The financial statements could have been significantly misstated due to errors or irregularities and fraud or misappropriation could occur and not be detected without adequate segregation of duties and responsibilities.
- Recommendation:** We recommend that the management review the responsibilities of business staff, as well as the duties actually being performed currently. This review should focus on segregating the functions for authorizing transactions, recording transactions, and maintaining custody of assets. As part of this review, management should consider whether the current staffing level is sufficient to achieve the desired internal control. It may be necessary to hire additional staff.

**Finding 2022-002 Management Oversight and Monitoring**

- Condition:** The Auditor found instances where oversight and monitoring by management were not documented. Through interviews with management and related personnel we were able to satisfy ourselves that the necessary oversight and monitoring was performed.
- Criteria:** Effective internal control over financial reporting requires management oversight and monitoring to establish reasonable assurance that financial reporting is being reliably and accurately completed. Documentation of this oversight and monitoring is necessary to insure that this criteria is met.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE YEAR ENDED MAY 31, 2022**

SECTION II - FINANCIAL STATEMENT FINDINGS (Continued)

Cause:	These activities are often informal and performed as a part of the overall management of the entity's operations. Management's close involvement in operations will typically identify inaccuracies in financial data.
Effect:	The financial statements could have been significantly misstated without adequate documentation and performance of oversight functions.
Recommendation:	We recommend that management formally document its review of all elements of the financial data reflected in the financial reporting. This would include but not be limited to ledger account reconciliations, journal entries, trial balances, revenue status and budget status reports.

**2021-001 Limited Segregation of Duties**

Effective segregation of duties is achieved when key processes are divided among two or more people. Our current staff of three people is more than adequate to handle the workload of the office with effective compensating controls put into place. In addition, management is always involved in monitoring monthly financial reports and the internal control structures.

**2021-002 Management Oversight and Monitoring**

Although the Auditor was satisfied with our oversight and monitoring, we understand that due the expectations of the NYS Office of the Comptroller, the village cannot comply. To meet all the expectations the village would need a full time CPA on staff which is unrealistic and not cost effective for a small village. Management has access to, and is provided with, timely financial information.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
SCHEDULE OF REVENUES AND EXPENDITURES COMPARED TO BUDGET  
GENERAL FUND  
FOR THE YEAR ENDED MAY 31, 2022**

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES</b>				
Real Property Taxes	\$ 11,639,825	\$ 11,639,825	\$ 11,640,935	\$ 1,110
Real Property Tax Items	30,000	30,000	58,960	28,960
Non-Property Tax Items	1,870,000	1,870,000	2,305,068	435,068
Departmental Income	1,144,175	1,144,175	1,246,000	101,825
Use of Money and Property	162,000	162,000	164,566	2,566
Licences and Permits	230,000	230,000	227,941	(2,059)
Fines and Forfeitures	250,000	250,000	375,409	125,409
Sale of Property and Compensation for Loss	116,550	116,550	34,548	(82,002)
Miscellaneous	142,715	142,715	108,911	(33,804)
State and Federal Aid	697,126	697,126	818,106	120,980
<b>TOTAL REVENUES</b>	<u>\$ 16,282,391</u>	<u>\$ 16,282,391</u>	<u>\$ 16,980,444</u>	<u>\$ 698,053</u>
<b>EXPENDITURES</b>				
General Government Support	\$ 2,098,662	\$ 2,098,662	\$ 2,212,454	\$ (113,792)
Public Safety	3,891,968	3,891,968	3,535,532	356,436
Health	305,000	305,000	294,397	10,603
Transportation	935,212	935,212	928,745	6,467
Culture and Recreation	706,805	706,805	755,405	(48,600)
Home and Community Services	1,415,200	1,415,200	1,489,056	(73,856)
Employee Benefits	4,532,282	4,532,282	4,268,436	263,846
<b>TOTAL EXPENDITURES</b>	<u>13,885,129</u>	<u>13,885,129</u>	<u>13,501,662</u>	<u>383,467</u>
<b>OTHER USES</b>				
Operating Transfers Out	<u>2,397,262</u>	<u>2,397,262</u>	<u>2,374,255</u>	<u>23,007</u>
<b>TOTAL EXPENDITURES AND OTHER USES</b>	<u>\$ 16,282,391</u>	<u>\$ 16,282,391</u>	<u>\$ 15,875,917</u>	<u>\$ 406,474</u>

See paragraph on supplemental schedules in auditor's report.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
SCHEDULE OF REVENUES AND EXPENDITURES COMPARED TO BUDGET  
POOL FUND  
FOR THE YEAR ENDED MAY 31, 2022**

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES</b>				
Departmental Income	\$ 432,940	\$ 432,940	\$ 494,620	\$ 61,680
Use of Money and Property	30	30	43	13
<b>TOTAL REVENUES</b>	<u>\$ 432,970</u>	<u>\$ 432,970</u>	<u>\$ 494,663</u>	<u>\$ 61,693</u>
 <b>EXPENDITURES</b>				
Culture and Recreation	\$ 291,000	\$ 291,000	\$ 318,263	\$ (27,263)
Employee Benefits	20,000	20,000	17,348	2,652
<b>TOTAL EXPENDITURES</b>	<u>311,000</u>	<u>311,000</u>	<u>335,611</u>	<u>(24,611)</u>
 <b>OTHER USES</b>				
Operating Transfers Out	121,970	121,970	121,970	0
<b>TOTAL EXPENDITURES AND OTHER USES</b>	<u>\$ 432,970</u>	<u>\$ 432,970</u>	<u>\$ 457,581</u>	<u>\$ (24,611)</u>

See paragraph on supplemental schedule in auditor's report.



**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
SCHEDULE OF REVENUES AND EXPENDITURES COMPARED TO BUDGET  
LIBRARY FUND  
FOR THE YEAR ENDED MAY 31, 2022**

	Original Budget	Adjusted Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES</b>				
Departmental Income	\$ 500	\$ 500	\$ 3,812	\$ 3,312
Use of Money and Property	50	50	55	5
Miscellaneous	0	0	2,226	2,226
State Aid	2,050	2,050	2,513	463
<b>TOTAL REVENUES</b>	<u>2,600</u>	<u>2,600</u>	<u>8,606</u>	<u>6,006</u>
<b>OTHER SOURCES</b>				
Operating Transfers In	976,087	976,087	976,087	0
<b>TOTAL REVENUES AND OTHER SOURCES</b>	<u>\$ 978,687</u>	<u>\$ 978,687</u>	<u>\$ 984,693</u>	<u>\$ 6,006</u>
<b>EXPENDITURES</b>				
Home and Community Services	\$ 710,850	\$ 710,850	\$ 640,023	\$ 70,827
Employee Benefits	186,644	186,644	172,645	13,999
<b>TOTAL EXPENDITURES</b>	<u>897,494</u>	<u>897,494</u>	<u>812,668</u>	<u>84,826</u>
<b>OTHER USES</b>				
Operating Transfers Out	81,193	81,193	81,193	0
<b>TOTAL EXPENDITURES AND OTHER USES</b>	<u>\$ 978,687</u>	<u>\$ 978,687</u>	<u>\$ 893,861</u>	<u>\$ 84,826</u>

See paragraph on supplemental schedules in auditor's report.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
SCHEDULE OF THE LOCAL GOVERNMENT'S PROPORTIONATE  
SHARE OF THE NET PENSION LIABILITY  
FOR THE YEAR ENDED MAY 31, 2022**

	NYSERS Pension Plan Last 10 Fiscal Years*					
	3/31/2022	3/31/2021	3/31/2020	3/31/2019	3/31/2018	3/31/2017
Village's proportion of the net pension asset/(liability)	0.0107783%	0.0096430%	0.0108762%	0.0106973%	0.0105883%	0.0110142%
Village's proportionate share of the net pension asset/(liability)	\$ 881,083	\$ (9,602)	\$ (2,880,068)	\$ (757,939)	\$ (341,732)	\$ (1,034,921)
Village's covered-employee payroll	\$ 3,054,297	\$ 3,182,523	\$ 3,081,153	\$ 3,092,229	\$ 2,862,240	\$ 2,866,934
Village's proportionate share of the net pension asset/(liability) as a percentage of its covered-employee payroll	28.85%	-0.30%	-93.47%	-24.51%	-11.94%	-36.10%
Plan fiduciary net position as a percentage of the total pension liability	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%

	NYSFERS Pension Plan Last 10 Fiscal Years*					
	3/31/2021	3/31/2021	3/31/2020	3/31/2019	3/31/2018	3/31/2017
Village's proportion of the net pension asset/(liability)	0.065245%	0.060860%	0.066239%	0.070188%	0.068461%	0.071768%
Village's proportionate share of the net pension asset/(liability)	\$ (370,620)	\$ (1,056,689)	\$ (1,177,102)	\$ (1,177,102)	\$ (691,978)	\$ (1,487,501)
Village's covered-employee payroll	\$ 2,435,940	\$ 2,433,609	\$ 2,756,793	\$ 2,962,993	\$ 2,709,020	\$ 2,624,775
Village's proportionate share of the net pension asset/(liability) as a percentage of its covered-employee payroll	-15.21%	-43.42%	-42.70%	-39.73%	-25.54%	-56.67%
Plan fiduciary net position as a percentage of the total pension liability	98.66%	95.79%	84.86%	95.09%	96.93%	93.50%

\* GASB 68 requires that the past 10 years of information be presented. Due to the fact that this statement was implemented for the year ended May 31, 2016, prior year information is not available for 10 years. The data will be accumulated over time and presented according to GASB 68.

See paragraph on supplementary schedules included in auditor's report.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
SCHEDULE OF LOCAL GOVERNMENT CONTRIBUTIONS  
FOR THE YEAR ENDED MAY 31, 2022**

	NYSERS Pension Plan Last 10 Fiscal Years*					
	3/31/2022	3/31/2021	3/31/2020	3/31/2019	3/31/2018	3/31/2017
Contractually required contribution	\$ 481,889	\$ 427,720	\$ 444,024	\$ 427,956	\$ 414,274	\$ 423,727
Contributions in relation to the contractually required contribution	481,889	427,720	444,024	427,956	414,274	423,727
Contribution deficiency (excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Employee Payroll	\$ 3,054,297	\$ 3,182,523	\$ 3,081,153	\$ 3,092,229	\$ 2,862,240	\$ 2,866,934
Contributions as a percentage of its covered-employee payroll	15.78%	13.44%	14.41%	13.84%	14.47%	14.78%
						18.77%

	NYSPFRS Pension Plan Last 10 Fiscal Years*					
	3/31/2022	3/31/2021	3/31/2020	3/31/2019	3/31/2018	3/31/2017
Contractually required contribution	\$ 585,211	\$ 596,939	\$ 633,428	\$ 627,241	\$ 594,653	\$ 571,793
Contributions in relation to the contractually required contribution	585,211	596,939	633,428	627,241	594,653	571,793
Contribution deficiency (excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Employee Payroll	\$ 2,435,940	\$ 2,433,609	\$ 2,756,793	\$ 2,962,993	\$ 2,709,020	\$ 2,624,775
Contributions as a percentage of its covered-employee payroll	24.02%	24.53%	22.98%	21.17%	21.95%	21.78%
						27.65%

\* GASB 68 requires that the past 10 years of information be presented. Due to the fact that this statement was implemented for the year ended May 31, 2016, prior year information is not available for 10 years. The data will be accumulated over time and presented according to GASB 68.

See paragraph on supplementary schedules included in auditor's report.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS  
FOR THE YEAR ENDED MAY 31, 2022**

	05/31/22	05/31/21	05/31/20	05/31/19	05/31/18
<u>Total OPEB Liability</u>					
Service cost	\$ 1,152,464	\$ 763,872	\$ 720,938	\$ 765,718	\$ 0
Interest	741,007	902,219	1,027,307	1,062,865	0
Changes of benefit terms	0	0	0	0	0
Differences between expected and actual experience	1,609,069	5,171,887	(2,492,286)	(2,181,334)	0
Changes in assumptions or other inputs	(13,730,754)	6,344,768	2,200,962	0	35,250,662
Benefit payments	(919,315)	(847,547)	(820,914)	(805,253)	0
Net change in total OPEB liability	(11,147,529)	12,335,199	636,007	(1,158,004)	35,250,662
Total OPEB liability-beginning	47,063,864	34,728,665	34,092,658	35,250,662	0
Total OPEB liability-ending	\$ 35,916,335	\$ 47,063,864	\$ 34,728,665	\$ 34,092,658	\$ 35,250,662
Covered-employee payroll	\$ 6,204,040	\$ 6,071,735	\$ 6,985,095	\$ 7,121,802	\$ 7,121,802
Total OPEB liability as a percentage of covered-employee payroll	578.92%	775.13%	497.18%	478.71%	494.97%

Notes to Schedule:

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

\* GASB 75 requires that the past 10 years of information be presented. Due to the fact that this statement was implemented for the year ended May 31, 2019, prior year information is not available for 10 years. The data will be accumulated over time and presented according to GASB 75.

See paragraph on supplemental schedules in auditor's report.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
SCHEDULE OF FUNDING PROGRESS FOR THE SERVICE AWARD PROGRAM  
FOR THE YEAR ENDED MAY 31, 2022**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Annual Required Contribution	Percentage Contributed
6/1/2021	\$ 2,499,197	\$ 3,654,360	\$ 1,155,163	68.39%	\$ 287,393	96%
6/1/2020	2,246,812	3,402,538	1,155,726	66.03%	274,601	96%
6/1/2019	2,005,668	3,214,125	1,208,457	62.40%	258,678	96%
6/1/2018	1,672,107	2,471,740	799,633	67.65%	233,679	100%
6/1/2017	1,466,060	2,382,604	916,544	62.00%	217,299	100%
6/1/2016	1,271,903	2,195,845	923,942	61.00%	202,830	100%
6/1/2015	1,079,147	2,011,339	932,192	54.00%	197,963	100%
6/1/2014	909,662	1,746,238	836,576	51.00%	176,139	100%
6/1/2013	743,194	1,549,706	806,512	47.96%	165,831	100%
6/1/2012	674,853	1,203,860	529,007	56.06%	150,640	100%

See paragraph on supplemental schedules in auditor's report.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
CAPITAL FUND BALANCE SCHEDULE BY PROJECT  
FOR THE YEAR ENDED MAY 31, 2022**

Project	Authorization	Prior Year Expenditures and Transfers	Current Year Expenditures and Transfers	Total Expenditures and Transfers	Methods of Financing						Fund Balance (Deficit) May 31, 2022
					Unexpended Balance	Proceeds of Obligations	State and Federal Aid	Interfund Transfers	Miscellaneous		
									Totals	Totals	
Warburton Bridge Fence	\$ 103,000	\$ 0	\$ 0	\$ 0	\$ 103,000	\$ 103,000	\$ 0	\$ 0	\$ 0	\$ 103,000	\$ 103,000
Quarry Park	2,072,981	1,574,858	330,900	1,905,758	167,223	0	72,981	0	0	2,002,816	2,075,797
Action Plan CEC Energy	57,408	25,348	32,060	57,408	0	0	33,250	24,158	0	0	57,408
Electric Vehicle Charging Station	16,000	12,597	3,403	16,000	0	0	16,000	0	0	0	16,000
Snow Tractor	46,813	46,803	10	46,813	0	46,009	0	804	0	0	46,813
Boiler/Basement Improvements	57,000	52,558	0	52,558	4,442	54,889	0	2,608	0	0	57,497
Police Office and Lounge Improvements	13,563	13,563	0	13,563	0	10,392	0	3,171	0	0	13,563
Fingerprint Scanner	29,600	19,600	0	19,600	10,000	0	0	19,600	0	0	19,600
Ballfield Improvements/Restoration	38,261	34,904	3,356	38,260	1	25,000	0	0	13,260	0	38,260
Parks - Pick Up Truck	53,349	53,349	0	53,349	0	53,000	0	349	0	0	53,349
Building Department All-Wheel Drive Vehicle	30,000	26,841	3,159	30,000	0	30,000	0	0	0	0	30,000
DPW Utility Truck	93,784	93,784	0	93,784	0	70,000	0	23,784	0	0	93,784
Sidewalk/Crosswalk Improvements	450,000	3,445	18,989	22,434	427,566	450,000	0	0	0	0	450,000
Downtown Sidewalks	356,000	0	263	263	355,737	0	0	150,000	0	0	150,000
Fire Chief Vehicles	130,000	128,190	1,810	130,000	0	130,000	0	0	0	0	130,000
License Plate Reader	31,000	31,000	0	31,000	0	31,000	0	0	0	0	31,000
Police/Detective Vehicles	70,205	70,205	0	70,205	0	54,000	5,000	6,380	4,825	0	70,205
Fire Department Vehicle	716,163	14,480	701,683	716,163	0	663,323	0	13,163	39,677	0	716,163
Improvements to Hook and Ladder Building	93,000	16,220	29,695	45,915	47,085	93,000	0	0	0	0	93,000
Purchase of Bail Out Harness Sytem	30,000	29,880	120	30,000	0	30,000	0	0	0	0	30,000
Purchase of Decontamination Shower	15,000	14,500	500	15,000	0	15,000	0	0	0	0	15,000
Fire House Generator	54,410	13,500	40,910	54,410	0	50,000	0	4,410	0	0	54,410
Bathroom Improvements	10,000	0	10,000	10,000	0	10,000	0	0	0	0	10,000
Exterior Improvements - Stucco Restoration & i	35,000	0	0	0	35,000	35,000	0	0	0	0	35,000
Village Hall Repairs	405,000	0	46,417	46,417	358,583	405,000	0	0	0	0	405,000
Restoration of Stairs at Village Hall	20,000	20,000	0	20,000	0	20,000	0	0	0	0	20,000
Installation of Steel Lining for Village Hall Chin	12,000	0	0	0	12,000	12,000	0	0	0	0	12,000
Replacement of Oil Pump	18,000	0	0	0	18,000	18,000	0	0	0	0	18,000
Parking Lots	10,000	0	10,000	10,000	0	10,000	0	0	0	0	10,000
Road Resurfacing	1,032,973	152,973	348,096	501,069	530,931	1,032,000	266,687	0	0	0	1,298,687
Excavator	56,916	56,916	0	56,916	0	48,000	0	8,916	0	0	56,916
Sanitation Vehicle	265,000	0	265,000	265,000	0	265,000	0	0	0	0	265,000
Electric Vehicle	41,248	33,748	7,500	41,248	0	0	0	33,748	7,500	0	41,248
Sugar Pond Shed Removal	15,000	0	15,000	15,000	0	0	0	15,000	0	0	15,000
Fire Department Ambulance Computers	15,688	0	15,688	15,688	0	0	15,688	0	0	0	15,688
Hillside Woods Restoration	372,800	0	66,117	66,117	306,683	0	0	0	22,800	0	(43,317)
Cliff St Repairs	269,902	255,057	14,845	269,902	0	14,845	0	269,902	0	0	269,902
Library Roof Replacement	258,430	0	28,532	28,532	229,898	179,000	0	0	79,430	0	229,898
Library Improvements	100,000	0	0	0	100,000	100,000	0	0	0	0	100,000
Booce Court	14,500	0	14,500	14,500	0	0	0	14,500	0	0	14,500
Multi Model - Mt. Hope/High St.	41,981	0	41,981	41,981	0	0	0	0	0	0	(41,981)
Police Station Improvements	26,000	0	17,605	17,605	8,395	26,000	0	0	0	0	8,395
Police Chief Vehicle	60,749	0	60,749	60,749	0	60,000	0	749	0	0	60,749
Scott SCBA Air Packs	225,450	0	225,450	225,450	0	225,450	0	0	0	0	225,450
DPW Front End Loader	217,968	0	217,968	217,968	0	204,000	0	13,968	0	0	217,968
Park Marine Engineering	45,879	0	45,879	45,879	0	0	0	0	0	0	(45,879)
Quarry Trail Restoration	196,827	0	196,827	196,827	0	0	0	0	0	0	(196,827)
Pool Restoration	80,580	0	80,580	80,580	0	0	0	0	0	0	(80,580)
Electric Police Vehicle	63,330	0	63,330	63,330	0	0	0	0	0	0	(63,330)
Pick-Up Truck with Easy Dump	60,000	0	0	0	60,000	60,000	0	0	0	0	60,000
Heavy Dumptruck	236,000	0	0	0	236,000	236,000	0	0	0	0	236,000
	\$ 8,833,785	\$ 2,799,819	\$ 3,018,626	\$ 5,818,445	\$ 3,015,340	\$ 4,924,063	\$ 409,606	\$ 605,210	\$ 2,170,308	\$ 8,109,187	\$ 2,290,742

See paragraph on supplemental schedules in auditor's report.

VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
SCHEDULE OF INDEBTEDNESS  
FOR THE YEAR ENDED MAY 31, 2022

Schedule 9

	Interest Rate	Date of Original Issue	Maturity	Outstanding Beginning of Fiscal Year	Issued During Year	Paid During Year	Refinanced Serial Bond	Outstanding End of Year	Amount of Interest Paid During Year	Amount of Accrued Int @ 5/31/22	Due Within Next Year
<b>BOND ANTICIPATION NOTES</b>											
Various Projects	0.47%	1/21/2020	1/21/2022	\$ 469,290	\$ 0	\$ 0	\$ 469,290	\$ 0	0	\$ 0	0
Various Projects	1.25%	9/24/2020	9/24/2021	1,954,000	0	39,677	1,914,323	0	25,920	0	0
TOTAL NOTES				2,423,290	0	39,677	2,383,613	0	25,920	0	0
<b>SERIAL BONDS</b>											
2014 Refunding	3.00%	9/25/2014	11/1/2025	2,720,000	0	515,000	0	2,205,000	79,025	5,618	540,000
2015 Bond	4.00%	9/25/2014	9/25/2024	1,530,000	0	370,000	0	1,160,000	37,550	9,661	375,000
2018 Bond	3.00%	3/28/2018	1/15/2033	2,840,000	0	200,000	0	2,640,000	82,200	13,200	200,000
2020 Refunding	5.00%	2/15/2021	2/15/2028	950,000	0	120,000	0	830,000	47,500	11,938	120,000
2021 Bond	5.00%	9/23/2021	9/15/2034	0	4,275,000	0	0	4,275,000	0	44,507	190,000
TOTAL SERIAL BONDS				8,040,000	4,275,000	1,205,000	0	11,110,000	246,275	84,925	1,425,000
TOTAL INDEBTEDNESS				\$ 10,463,290	\$ 4,275,000	\$ 1,244,677	\$ 2,383,613	\$ 11,110,000	\$ 272,195	\$ 84,925	\$ 1,425,000

See paragraph on supplemental schedules in auditor's report.

**VILLAGE OF HASTINGS-ON-HUDSON  
HASTINGS-ON-HUDSON, NEW YORK  
NET INVESTMENT IN CAPITAL ASSETS  
FOR THE YEAR ENDED MAY 31, 2021**

CAPITAL ASSETS, NET		\$ 23,907,132
ADDITIONS:		
Deferred Amount of Refunding		97,074
		<u>24,004,206</u>
DEDUCTIONS:		
Short-Term Portion of Bonds Payable	\$ 1,537,387	
(including an unamortized bond premium of \$112,387)		
Long-Term Portion of Bonds Payable	10,339,343	
(including an unamortized bond premium of \$654,343)		
Less: Unspent Bond Proceeds	<u>(103,000)</u>	
Total Deductions		<u>11,773,730</u>
NET INVESTMENT IN CAPITAL ASSETS		<u><u>\$ 12,230,476</u></u>

See paragraph on supplemental schedules in auditor's report.