

TOWN OF KENT, NEW YORK
FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2009
WITH INDEPENDENT AUDITORS' REPORT

TABLE OF CONTENTS

	Page
Independent Auditors' Report	1
Management's Discussion and Analysis	3
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Assets	12
Statement of Activities	13
Fund Financial Statements:	
Balance Sheet - Governmental Funds	14
Reconciliation of Governmental Funds Balance Sheet to the Government -	
Wide Statement of Net Assets	16
Statement of Revenues, Expenditures and Changes in Fund Balances -	
Governmental Funds	17
Reconciliation of the Statement of Revenues, Expenditures and Changes in	
Fund Balances of Governmental Funds to the Statement of Activities	19
Statement of Revenues, Expenditures and Changes in Fund Balances -	
Budget and Actual - General, Highway and Special Districts Funds	20
Statement of Assets and Liabilities - Fiduciary Fund	22
Notes to Financial Statements	23
Required Supplemental Information -	
Other Post Employment Benefits -	
Schedule of Funding Progress - Last Three Fiscal Years	41
Combining and Individual Fund Financial Statements and Schedules:	
General Fund:	
Comparative Balance Sheet	42
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance -	
Budget and Actual	43
Schedule of Revenues and Other Financing Sources Compared to Budget	45
Schedule of Expenditures and Other Financing Uses Compared to Budget	48
Highway Fund:	
Comparative Balance Sheet	52
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance -	
Budget and Actual	53
Special Districts Fund:	
Combining Balance Sheet - Sub Funds	55
Combining Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Sub Funds	57
Comparative Schedules of Revenues, Expenditures and Changes in Fund Balance -	
Budget and Actual	
Lake Carmel Fire Protection District	59
Kent Fire Protection District	61
Lake Carmel Park District	63
Lake Tibet Park District	65
Romanoff Water District	67
Leeside Water District	69
Lake Carmel Sanitation District	71
Special Purpose Fund:	
Comparative Balance Sheet	73
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	74
Capital Projects Fund:	
Comparative Balance Sheet	75
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	76
Project-Length Schedule	77

(This page intentionally left blank.)



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

INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Kent, New York as of and for the year ended December 31, 2009, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements and assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Kent, New York as of December 31, 2009 and the respective changes in financial position thereof, and the respective budgetary comparison for the General, Highway and Special Districts funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's Discussion and Analysis and the Schedule of Funding Progress – Other Post Employment Benefits are not required parts of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. We applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Bennett Kielson Storch DeSantis Division

One Barker Avenue, White Plains, New York 10601 914.421.5600 tel 914.421.5099 fax www.odmd.com

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Kent, New York's basic financial statements. The accompanying financial information listed as combining and individual fund financial statements and schedules in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Town of Kent, New York. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

O'Connor Davies Munns & Dobbins, LLP

O'Connor Davies Munns & Dobbins, LLP
June 20, 2010

**Town of Kent, New York
Management's Discussion and Analysis
December 31, 2009**

The purpose of Management's Discussion and Analysis (MD&A) is to provide the reader with a summary overview of the financial activities of the Town of Kent, New York (Town) for the calendar year ending December 31, 2009. The MD&A is a summary and in no way is a substitute for the detailed information presented in the basic financial statements and other financial information and the accompanying notes to the financial statements that follow this section.

Financial Highlights for Calendar Year 2009

- On the government-wide financial statements, the Town had net assets (assets exceeding liabilities) of \$25,694,210 at calendar year end 2009. Unrestricted net assets, which are available to meet ongoing obligations of the Town, totaled \$877,470. The Town's net assets decreased by \$839,827 from calendar year end 2008 to calendar year end 2009. This is comprised of an increase for the year of \$988,867 and a decrease of \$1,828,694 for the Town's annual other post employment benefit cost expense as actuarially determined in accordance with the parameters of GASB 45.
- The Town's governmental funds combined ending fund balances at December 31, 2009 were \$5,395,871. The total unreserved fund balances for governmental funds is \$3,516,755 at December 31, 2009.
- At the end of the current calendar year, unreserved fund balance for the General Fund was \$3,313,146 or 34.75% of the total General Fund expenditures and other financing uses.
- The Town issued \$-0- in serial bonds during calendar year ending 2009.

Overview of the Financial Statements

The Town's financial statements are composed of this MD&A and the basic financial statements. The MD&A serves as an introduction to the basic financial statements. The MD&A is an analysis and overview of the Town's financial activities. The basic financial statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The report also includes other supplementary information as listed in the table of contents.

Government-wide Financial Statements

The government-wide financial statements are prepared using the accrual basis of accounting and are presented in a format similar to private sector financial statements.

The components of the government-wide financial statements are as follows:

- The statement of net assets reports the Town's total assets, liabilities, and the difference, or net assets. The intention is that, over time, the changes in net assets will indicate whether the Town's financial position is improving or deteriorating.
- The statement of activities indicates how the Town's net assets changed from the prior calendar year. Changes in net assets are reported as soon as the underlying event occurs, without regard to the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods such as uncollected taxes.

The statement of activities indicates the functions of the Town that are principally supported by taxes and intergovernmental revenues for governmental services. The governmental activities of the Town include: general government support, public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and interest.

Fund Financial Statements

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

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

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

The Town maintains the following governmental funds: General Fund, Special Revenue Funds (including Highway Fund, Special Districts Fund and the Special Purpose Fund) and Capital Projects Fund. Information is presented separately for each fund. Individual sub-fund data for the Special Districts Fund is provided in combining statements and schedules.

The Town adopts annual appropriated budgets for the General Fund, Highway Fund and the Special Districts Fund. Budgetary comparisons have been provided in the basic financial statements to demonstrate compliance with those budgets.

Fiduciary Funds - are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statements, because the resources of these funds are not available to support the Town's own programs. The Town maintains one type of fiduciary fund, which is the Agency Fund. The Agency Fund maintains assets held for the benefit of others.

Notes to the Financial Statements - provide additional information that is essential to a full understanding of the data presented in the government-wide and fund financial statements.

Government-wide Financial Analysis

As indicated previously, net assets and changes to net assets over time are expected to be a useful indicator of a government's financial position. The Town's net assets at calendar year end December 31, 2009 and 2008 were \$29,694,210 and \$26,534,037 respectively. Almost two and a half percent of the Town's 2009 net assets are restricted for various purposes (capital projects, debt service, special revenue funds; etc.) Investments in capital assets, less any outstanding debt used to acquire those assets, account for ninety-two percent of the total net assets. The Town uses these assets to provide services to citizens. Consequently, the assets cannot be used for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets cannot be used to liquidate these liabilities.

A summary of the Town's net assets, at December 31, 2009 and 2008 is as follows:

**Governmental Activities
Net Assets**

	December 31, 2009	December 31, 2008
Current Assets	\$ 5,721,203	\$ 4,712,340
Capital Assets, Net	27,890,306	28,481,646
Total Assets	33,611,509	33,193,986
Current Liabilities	374,571	491,925
Long-Term Liabilities	7,542,728	6,168,024
Total Liabilities	7,917,299	6,659,949
Net Assets:		
Invested in Capital Assets, Net of Related Debt	24,200,417	24,342,502
Restricted	616,323	789,201
Unrestricted	877,470	1,402,334
Total Net Assets	\$ 25,694,210	\$ 26,534,037

Restricted assets, which represent resources that are subject to external constraints on how they may be used, are approximately three percent of the total net assets. The unrestricted net assets, or about three percent, may be used to meet the Town's ongoing financial obligations.

In 2009, The Town's net assets, which relate solely to governmental activities, decreased by \$839,827 and are discussed in the next section.

Governmental Activities - account for all of the increase in the Town's net assets. A summary of the Town's change in net assets, at December 31, 2009 and 2008 is as follows:

Changes in Net Assets

	December 31, 2009	December 31, 2008
Revenues:		
Program Revenues:		
Charges for Services	\$ 966,167	\$ 739,448
Operating Grants and Contributions	179,071	172,044
Capital Grants and Contributions	201,670	204,777
General Revenues:		
Real Property Taxes	14,235,319	14,167,491
State Aid-unrestricted	336,631	553,546
Other Tax Items	59,921	72,314
Non property taxes-Franchise Fees	192,507	179,703
Unrestricted use of money and property	97,941	198,084
Sale of property and compensation for loss	38,439	23,526
Donated Assets	-	-
Other Items	70,214	218,795
Total Revenues	<u>\$ 16,377,880</u>	<u>\$ 16,529,728</u>
Program Expenses:		
General Government Support	3,591,400	3,104,941
Public Safety	5,476,851	5,518,954
Health	5,522	5,898
Transportation	3,762,653	4,591,977
Economic Opportunity and Development	29,000	26,760
Culture and Recreation	2,169,521	2,095,749
Home and Community Services	2,001,194	2,226,088
Interest	181,566	197,631
Total Expenses	<u>17,217,707</u>	<u>17,767,998</u>
Increase (Decrease) in Net Assets	<u>\$ (839,827)</u>	<u>\$ (1,238,270)</u>

The major revenue categories are: real property taxes, 87%, State aid 2% and Charges for services 6%, the major expenditure categories are: public safety 32%, transportation 22%, general government support 21%, culture and recreation 13%, and home and community services 12%.

Financial Analysis of the Town's Funds

As previously indicated, the Town uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds - are used to provide information on near-term inflows, outflows, and balances of spendable resources. Such information may be useful in assessing the Town's financing requirements. The unreserved portion of fund balance can provide a useful measure of a government's net resources available for spending at the end of the calendar year. The Town's governmental funds reported total fund balances of \$5,395,871 and \$4,273,950 at December 31, 2009 and 2008, respectively. Approximately, \$3,516,755 or about 65% of the 2009 total constitutes unreserved fund balance. The reserved fund balances are not available for new spending, because they have been committed to: prepaid expenditures (\$560,825), repairs (\$99,946), advances (\$930,285), future capital projects (\$128), debt service (\$185,603) and parklands (\$102,329).

The General Fund is the Town's primary operating fund. At the end of the calendar year, the unreserved fund balance was \$3,313,346 and the total fund balance was \$4,719,140. As a measure of the General Fund's liquidity, it is useful to compare both the unreserved fund balance and the total fund balance to total General Fund expenditures and other financing uses. The unreserved fund balance represents 70% and the total fund balance represents 49% of General Fund expenditures and other financing uses.

The fund balance in the Town's General Fund decreased by \$148,276 during the current calendar year. The primary reasons for the decrease were the decrease in real property taxes and the transfer of cash to other funds workman's compensation reimbursement in excess of anticipated amounts and the decrease in expenditures in general government support, public safety, culture and recreation, and home and community services as compared with estimated expenditures.

The fund balance in the Town Highway Fund increased by \$1,059,758 during the current calendar year. The primary reasons for the fund balance increase were an increase in Transfers from other funds and a decrease in expenditures.

The fund balance for the Capital Projects Fund increased by \$81,701 during the current calendar year. The primary reason for the fund balance increase was an increase in state aid and a decrease in capital outlay expenditures.

Deficit Fund Balances:

At December 31, 2009, Deficit fund balances exist in the following fund:

Capital Projects Fund: \$860,285

This Deficit will have to be addressed in future periods by one or more of the following:

Increasing taxes

Cutting down on expenses

Bonding or other financing

Transfers from the General Fund – Fund Balance

Provision was made in the 2010 budget to partially fund the Capital fund deficit. Taxes will be levied through the general fund and transferred to the capital fund.

General Fund Budgetary Highlights

The difference between the original and final budgets for revenues and other financing sources is \$122,325 with the final amended budget more than the original budget. The increases relate to: Departmental Income of \$40,190, State Aid Revenue of \$40,635, and Miscellaneous Revenue of \$41,500.

The difference between the original and final budgets for expenditures and other financing uses is also \$122,325 with the final amended budget more than the original budget. The differences relate to: General Government Support (increase \$153,154), Public Safety (decrease \$306,112), Culture and Recreation (decrease \$86,188), Home and Community Services (decrease \$107,477), Employee Benefits (increase \$31,239), and other financing uses - Transfers Out (increase \$436,171)

Capital Assets and Debt Administration

Capital Assets - at December 31, 2009 for governmental activities was \$27,890,306 net of accumulated depreciation of \$6,631,285. The investment in capital assets includes: land, buildings and improvements, machinery and equipment and infrastructure.

The major capital asset activity (increase) during the current calendar year included various equipment items for general government support, public safety and recreation purposes – net of retirements (\$39,079).

Capital Assets
(Net of Accumulated Depreciation)
December 31,

	2009	2008
Land	\$ 16,252,691	\$ 16,252,691
Buildings and Improvements	9,520,947	9,847,030
Machinery and Equipment	1,227,066	1,472,203
Infrastructure	889,602	909,722
Total Capital Assets	<u>\$ 27,890,306</u>	<u>\$ 28,481,646</u>

Additional information on the Town's capital assets is available in the Notes to Financial Statements.

Outstanding Debt - at the end of calendar year 2009 the Town had a total of \$3,644,525 general obligation bonds outstanding. All of the debt is backed by the full faith and credit of the Town.

New York State statutes place a limit on the maximum amount of total outstanding long-term debt that may be incurred by a local municipal entity at no more than seven percent of the five-year average full valuation of all real property. The Town's current constitutional debt limitation is \$118,083,126 and the Town has consumed 2.69% of the debt contracting capacity.

Additional information on the Town's debt is available in the Notes to Financial Statements.

Economic Factors and Next Year's Budget and Rates

New construction and development continued to slow down in the Town during 2009, due to an ongoing downturn in the housing market. Interest rates remained low during the year 2009. In the last few years, the historically low interest rates had led to new and refinanced mortgages, providing significant mortgage tax revenues to the Town, this changed in 2009 as a decline in home prices due to fear in the economy has led to a decrease in the number of home sales and mortgage refinancings. For 2010, the mortgage tax revenues are not expected to continue at the same levels as in previous years. There are signs that the housing market may rebound later in 2010, but much of the real estate activity involves sale of foreclosed homes and homes facing foreclosure.

Another major uncertainty is the cost of retirement benefits. They are increasing substantially.

The costs of employee and retiree health insurance premiums have also been escalating at the same time.

All of these factors were considered by management in preparing the Town's 2010 budget, which contained a very small increase over the 2009 budget.

After the budget for 2010 was prepared, the economy continued to decline. The various stimulus packages may make capital available for borrowing, but may possibly lead to inflation, as the government pumps additional money into the system. This would create an additional cost in the purchase price of governmental vehicles and equipment, and capital improvements, as well as normal expenses.

Requests for Information

This financial report is designed to provide a general overview of the finances of the Town of Kent, New York. Questions about this report should be addressed to G. Peter Pelouquin, Town Accountant, Town of Kent, 25 Sybil's Crossing, Kent Lakes, New York 10512.

(This page intentionally left blank.)

TOWN OF KENT, NEW YORK

STATEMENT OF NET ASSETS
DECEMBER 31, 2009

	Governmental Activities
ASSETS	
Cash and equivalents	\$ 4,928,886
Receivables:	
Accounts	178,087
State and Federal aid	53,405
Prepaid expenses	560,825
Capital assets (net of accumulated depreciation):	
Land	16,252,691
Buildings and improvements	9,520,947
Machinery and equipment	1,227,066
Infrastructure	889,602
Total Assets	33,611,509
LIABILITIES	
Accounts payable	176,982
Accrued liabilities	85,305
Unearned revenues	63,045
Accrued interest payable	49,239
Non-current liabilities:	
Due within one year:	
Bonds payable	360,202
Capital lease payable	33,753
Compensated absences	6,023
Due in more than one year:	
Bonds payable	3,284,323
Capital lease payable	11,611
Compensated absences	54,203
Other post employment benefit obligations payable	3,792,613
Total Liabilities	7,917,299
NET ASSETS	
Invested in capital assets, net of related debt	24,200,417
Restricted for:	
Repairs	99,946
Capital projects	70,000
Future capital projects	128
Debt service	185,603
Special Revenue Funds:	
Special districts	158,317
Special purpose	102,329
Unrestricted	877,470
Total Net Assets	\$ 25,694,210

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

(This page intentionally left blank.)

TOWN OF KENT, NEW YORK

STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2009

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
General government support	\$ 3,591,400	\$ 15,118	\$ 75,723	\$ -	\$ (3,500,559)
Public safety	5,476,851	528,442	6,843	-	(4,941,566)
Health	5,522	605	20,000	-	15,083
Transportation	3,762,653	-	16,654	176,349	(3,569,650)
Economic opportunity and development	29,000	-	-	-	(29,000)
Culture and recreation	2,169,521	274,621	20,679	9,371	(1,864,850)
Home and community services	2,001,194	147,381	39,172	14,112	(1,800,529)
Interest	181,566	-	-	1,838	(179,728)
Total Governmental Activities	\$ 17,217,707	\$ 966,167	\$ 179,071	\$ 201,670	(15,870,799)
General Revenues:					
Real property taxes					14,235,319
Other tax items -					
Interest and penalties on real property taxes					59,921
Non-property taxes - franchise fees					192,507
Unrestricted use of money and property					97,941
Sale of property and compensation for loss					38,439
Unrestricted State aid					336,631
Miscellaneous					70,214
Total General Revenues					15,030,972
Change in Net Assets					(839,827)
Net Assets - Beginning of Year					26,534,037
Net Assets - Ending					\$ 25,694,210

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

TOWN OF KENT, NEW YORK

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2009

	General	Highway	Special Districts	Special Purpose
ASSETS				
Cash and Equivalents	\$ 854,576	\$ -	\$ 3,511,225	\$ 102,329
Receivables:				
Accounts	178,087	-	-	-
State and Federal aid	53,405	-	-	-
Due from other funds	3,676,006	527,951	333,564	-
Advances to other funds	930,285	-	-	-
	<u>4,837,783</u>	<u>527,951</u>	<u>333,564</u>	<u>-</u>
Prepaid Expenditures	290,106	175,053	95,666	-
Total Assets	<u>\$ 5,982,465</u>	<u>\$ 703,004</u>	<u>\$ 3,940,455</u>	<u>\$ 102,329</u>
LIABILITIES AND FUND BALANCES (DEFICITS)				
Liabilities:				
Accounts payable	\$ 128,615	\$ 17,405	\$ 17,964	\$ -
Accrued liabilities	80,349	4,956	-	-
Deferred revenues	-	-	-	-
Due to other funds	1,054,361	57,056	3,111,391	-
Advances from other funds	-	-	-	-
Total Liabilities	<u>1,263,325</u>	<u>79,417</u>	<u>3,129,355</u>	<u>-</u>
Fund Balances (Deficits):				
Reserved for prepaid expenditures	290,106	175,053	95,666	-
Reserved for repairs	-	-	99,946	-
Reserved for advances	930,285	-	-	-
Reserved for future capital projects	-	-	128	-
Reserved for debt service	185,603	-	-	-
Reserved for parklands	-	-	-	102,329
Unreserved, reported in:				
General Fund	3,313,146	-	-	-
Special Revenue Funds	-	448,534	615,360	-
Capital Projects Fund	-	-	-	-
Total Fund Balances (Deficits)	<u>4,719,140</u>	<u>623,587</u>	<u>811,100</u>	<u>102,329</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 5,982,465</u>	<u>\$ 703,004</u>	<u>\$ 3,940,455</u>	<u>\$ 102,329</u>

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

<u>Capital Projects</u>	<u>Total Governmental Funds</u>
\$ 460,756	\$ 4,928,886
-	178,087
-	53,405
1,017,011	5,554,532
-	930,285
<u>1,017,011</u>	<u>6,716,309</u>
-	560,825
<u>\$ 1,477,767</u>	<u>\$ 12,206,020</u>
\$ 12,998	\$ 176,982
-	85,305
63,045	63,045
1,331,724	5,554,532
930,285	930,285
<u>2,338,052</u>	<u>6,810,149</u>
-	560,825
-	99,946
-	930,285
-	128
-	185,603
-	102,329
-	3,313,146
-	1,063,894
<u>(860,285)</u>	<u>(860,285)</u>
<u>(860,285)</u>	<u>5,395,871</u>
<u>\$ 1,477,767</u>	<u>\$ 12,206,020</u>

(This page intentionally left blank.)

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO
THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS
DECEMBER 31, 2009

Fund Balances - Total Governmental Funds	\$	5,395,871
--	----	-----------

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	27,890,306
--	------------

Long-term liabilities are not due and payable in the current
period and, therefore, are not reported in the funds.

Accrued interest payable	(49,239)
Bonds payable	(3,644,525)
Capital lease payable	(45,364)
Compensated absences	(60,226)
Other post employment benefit obligations payable	<u>(3,792,613)</u>

Net Assets of Governmental Activities	\$	<u>25,694,210</u>
---------------------------------------	----	-------------------

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

TOWN OF KENT, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED DECEMBER 31, 2009

	General	Highway	Special Districts	Special Purpose
Revenues:				
Real property taxes	\$ 7,089,318	\$ 3,711,356	\$ 3,434,645	\$ -
Other tax items	59,921	-	-	-
Non-property taxes	192,507	-	-	-
Departmental income	868,710	-	14,814	5,500
Use of money and property	99,779	11,778	15,431	329
Licenses and permits	2,360	-	-	-
Fines and forfeitures	439,597	-	-	-
Sale of property and compensation for loss	38,439	4,876	2,447	-
State aid	483,592	-	-	-
Miscellaneous	70,214	-	3,975	-
Total Revenues	9,344,437	3,728,010	3,471,312	5,829
Expenditures:				
Current:				
General government support	2,995,191	-	-	-
Public safety	3,250,359	-	1,288,636	-
Health	4,072	-	-	-
Transportation	229,172	2,289,735	-	-
Economic opportunity and development	29,000	-	-	-
Culture and recreation	1,327,873	-	431,808	-
Home and community services	347,150	-	1,028,917	-
Employee benefits	341,257	712,435	373,064	-
Debt service:				
Principal	276,310	94,865	91,496	-
Interest	172,075	7,388	6,399	-
Capital outlay	-	-	-	-
Total Expenditures	8,972,459	3,104,423	3,220,320	-
Excess (Deficiency) of Revenues Over Expenditures	371,978	623,587	250,992	5,829
Other Financing Sources (Uses):				
Transfers in	41,500	436,171	-	-
Transfers out	(561,754)	-	(86,583)	(41,500)
Total Other Financing Sources (Uses)	(520,254)	436,171	(86,583)	(41,500)
Net Change in Fund Balances	(148,276)	1,059,758	164,409	(35,671)
Fund Balances (Deficits) - Beginning of Year	4,867,416	(436,171)	646,691	138,000
Fund Balances (Deficits) - End of Year	\$ 4,719,140	\$ 623,587	\$ 811,100	\$ 102,329

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

Capital Projects	Total Governmental Funds
\$ -	\$ 14,235,319
-	59,921
-	192,507
-	889,024
-	127,317
-	2,360
-	439,597
-	45,762
197,775	681,367
2,057	76,246
199,832	16,749,420
-	2,995,191
-	4,538,995
-	4,072
-	2,518,907
-	29,000
-	1,759,681
-	1,376,067
-	1,426,756
-	462,671
-	185,862
330,297	330,297
330,297	15,627,499
(130,465)	1,121,921
212,166	689,837
-	(689,837)
212,166	-
81,701	1,121,921
(941,986)	4,273,950
\$ (860,285)	\$ 5,395,871

(This page intentionally left blank.)

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2009

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

Net Change in Fund Balances - Total Governmental Funds	\$ 1,121,921
--	--------------

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded capital outlays in the current period. This amount may be less than the total capital outlay since capital outlay includes amounts under the capitalization threshold that are not capitalized.

Capital outlay expenditures	39,079
Depreciation expense	(630,419)
	<u>(591,340)</u>

Issuance of long-term debt (e.g. bonds, leases) provides current financial sources to governmental funds, but issuance of long-term debt increases long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Principal paid on bonds	430,480
Principal paid on capital leases	32,191
	<u>462,671</u>

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

Accrued interest	4,296
Compensated absences	(8,681)
Other post employment benefit obligations	(1,828,694)
	<u>(1,833,079)</u>

Change in Net Assets of Governmental Activities	<u>\$ (839,827)</u>
---	---------------------

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

TOWN OF KENT, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL, HIGHWAY AND SPECIAL DISTRICTS FUNDS
 YEAR ENDED DECEMBER 31, 2009

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 7,089,317	\$ 7,089,317	\$ 7,089,318	\$ 1
Other tax items	50,000	50,000	59,921	9,921
Non-property taxes	151,800	151,800	192,507	40,707
Departmental income	964,073	1,004,263	868,710	(135,553)
Use of money and property	165,000	165,000	99,779	(65,221)
Licenses and permits	1,800	1,800	2,360	560
Fines and forfeitures	422,000	422,000	439,597	17,597
Sale of property and compensation for loss	-	-	38,439	38,439
State aid	645,920	686,555	483,592	(202,963)
Miscellaneous	-	41,500	70,214	28,714
Total Revenues	9,489,910	9,612,235	9,344,437	(267,798)
Expenditures:				
Current:				
General government support	2,863,341	3,016,495	2,995,191	21,304
Public safety	3,569,393	3,263,281	3,250,359	12,922
Health	6,320	6,320	4,072	2,248
Transportation	241,526	241,527	229,172	12,355
Economic opportunity and development	27,500	30,000	29,000	1,000
Culture and recreation	1,433,101	1,346,913	1,327,873	19,040
Home and community services	462,690	355,213	347,150	8,063
Employee benefits	311,108	342,347	341,257	1,090
Debt service:				
Principal	276,310	276,310	276,310	-
Interest	173,038	172,075	172,075	-
Total Expenditures	9,364,327	9,050,481	8,972,459	78,022
Excess (Deficiency) of Revenues Over Expenditures	125,583	561,754	371,978	(189,776)
Other Financing Sources (Uses):				
Transfers in	-	-	41,500	41,500
Transfers out	(125,583)	(561,754)	(561,754)	-
Total Other Financing Sources (Uses)	(125,583)	(561,754)	(520,254)	41,500
Net Change in Fund Balances	-	-	(148,276)	(148,276)
Fund Balances (Deficits) - Beginning of Year	-	-	4,867,416	4,867,416
Fund Balances - End of Year	\$ -	\$ -	\$ 4,719,140	\$ 4,719,140

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

Highway Fund				Special Districts Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 3,711,356	\$ 3,711,356	\$ 3,711,356	\$ -	\$ 3,434,645	\$ 3,434,645	\$ 3,434,645	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
30,000	30,000	11,778	(18,222)	15,000	15,000	14,814	(186)
-	-	-	-	21,550	21,550	15,431	(6,119)
-	-	-	-	-	-	-	-
-	6,080	4,876	(1,204)	-	-	-	-
-	-	-	-	14,200	14,200	2,447	(11,753)
-	-	-	-	15,000	15,000	-	(15,000)
-	-	-	-	1,200	1,200	3,975	2,775
<u>3,741,356</u>	<u>3,747,436</u>	<u>3,728,010</u>	<u>(19,426)</u>	<u>3,501,595</u>	<u>3,501,595</u>	<u>3,471,312</u>	<u>(30,283)</u>
-	-	-	-	-	-	-	-
-	-	-	-	1,292,300	1,292,300	1,288,636	3,664
2,869,026	2,895,245	2,289,735	605,510	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	459,154	472,953	431,808	41,145
-	-	-	-	1,211,630	1,210,630	1,028,917	181,713
802,438	749,938	712,435	37,503	438,556	438,706	373,064	65,642
63,574	94,865	94,865	-	90,574	91,574	91,496	78
6,318	7,388	7,388	-	9,381	9,381	6,399	2,982
<u>3,741,356</u>	<u>3,747,436</u>	<u>3,104,423</u>	<u>643,013</u>	<u>3,501,595</u>	<u>3,515,544</u>	<u>3,220,320</u>	<u>295,224</u>
-	-	623,587	623,587	-	(13,949)	250,992	264,941
-	-	436,171	436,171	-	-	-	-
-	-	-	-	-	(86,583)	(86,583)	-
-	-	436,171	436,171	-	(86,583)	(86,583)	-
-	-	1,059,758	1,059,758	-	(100,532)	164,409	264,941
-	-	(436,171)	(436,171)	-	100,532	646,691	546,159
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 623,587</u>	<u>\$ 623,587</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 811,100</u>	<u>\$ 811,100</u>

TOWN OF KENT, NEW YORK

STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUND
DECEMBER 31, 2009

	<u>Agency</u>
<u>ASSETS</u>	
Cash:	
Demand deposits	\$ 534,798
Time deposits	40,658
	<hr/>
	575,456
Accounts Receivable	<hr/>
	56,530
Total Assets	<hr/>
	\$ 631,986
	<hr/>
<u>LIABILITIES</u>	
Deposits Payable	\$ 597,825
Employee Payroll Deductions	34,161
	<hr/>
Total Liabilities	<hr/>
	\$ 631,986
	<hr/>

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

Note 1 - Summary of Significant Accounting Policies

The Town of Kent, New York ("Town") was established in 1817 and operates in accordance with Town Law and the various other applicable laws of the State of New York. The Town Board is the legislative body responsible for overall operation. The Town Supervisor serves as both the chief executive and chief financial officer. The Town provides the following services to its residents: public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and general and administrative support.

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

A. Financial Reporting Entity

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

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

B. Government-Wide Financial Statements

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)**C. Fund Financial Statements**

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

Fund Categories

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

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

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

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

Special Districts Fund - The Special Districts Fund is provided to account for the operation and maintenance of the Town's fire protection, park, water and sanitation districts.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

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

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

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

E. Assets, Liabilities and Net Assets or Fund Balances

Deposits and Risk Disclosure

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

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

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

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. GASB Statement No. 40 directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the Town's name. The Town's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at December 31, 2009.

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

Taxes Receivable - Real property taxes attach as an enforceable lien on real property and are levied on January 1st. The Town collects county, town, highway and special districts taxes which are levied and due January 1st and payable without penalty to January 31st. The Town retains the total amount of town, highway and special districts taxes from the total collections and returns the balance plus the uncollected items to the County which assumes collection responsibility.

Other Receivables - Other receivables include amounts due from other governments and individuals for services provided by the Town. Receivables are recorded and revenues

Note 1 - Summary of Significant Accounting Policies (Continued)

recognized as earned or as specific program expenditures are incurred. Allowances are recorded when appropriate.

Due From/To Other Funds - During the course of its operations, the Town has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of December 31, 2009 balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

Advances To/From Other Funds - Advances to/from other funds represent loans to other funds, which are not expected to be repaid within the subsequent annual operating cycle. The advances are offset by a fund balance reserve in the fund financial statements, which indicates that the funds are not "available" for appropriation and are not expendable available financial resources.

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

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

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

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2009

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

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

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

Deferred revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Town has reported deferred revenues of \$63,045 for State aid received in advance in the Capital Projects Fund. These amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

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

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

Net Assets - Net assets represent the difference between assets and liabilities. Net assets are reported as restricted when there are limitations imposed on their use either through

Note 1 - Summary of Significant Accounting Policies (Continued)

the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net assets on the Statement of Net Assets include, invested in capital assets, net of related debt, restricted for repairs, capital projects, future capital projects, debt service and special revenue funds. The balance is classified as unrestricted.

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

F. Use of Estimates

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

G. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is June 20, 2010.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

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

- a) On or before September 30th, the Supervisor shall submit a tentative budget to the Town Clerk.
- b) On or before October 5th, the Town Clerk shall present the tentative budget to the Town Board.
- c) Once the tentative budget is approved by the Town Board, it becomes the preliminary budget. The Town Board files the preliminary budget with the Town Clerk where it is available for inspection. In addition, the Board shall cause to be published a notice specifying a time and place for a public hearing.

Note 2 - Stewardship, Compliance and Accountability (Continued)

- d) At the public hearing, taxpayers may comment on the preliminary budget.
- e) On or before November 20th, the Town Board shall adopt the preliminary budget as originally compiled or it may, by a majority vote, diminish or reject certain items contained therein as prescribed by law.
- f) Formal budgetary integration is employed during the year as a management control device for the General, Highway and Special Districts funds.
- g) Budgets for the General, Highway and Special District funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. An annual budget is not adopted for the Special Purpose Fund.
- h) The Town Board has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Town Board. Any modifications to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.
- i) Appropriations in the General, Highway and Special District funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts as promulgated by the Office of the State Comptroller.

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

B. Property Tax Limitation

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

C. Fund Deficits

The undesignated deficit in the Capital Project Fund of \$860,285 arises because of expenditures exceeding current financing on the projects. This deficit will be eliminated with the subsequent receipt or issuance of authorized financing.

D. Excess of Actual Expenditures Over Budget

The following capital projects exceeded their budgetary provisions by the amounts indicated:

Town Hall	\$ 1,048,510
Ryans Park	37,009
Road Construction	21
Lake Carmel Gate Valves	13,284

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009**Note 3 - Detailed Notes on All Funds****A. Due From/To Other Funds**

The balances reflected as due from/to other funds at December 31, 2009 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 3,676,006	\$ 1,054,361
Highway	527,951	57,056
Special Districts	333,564	3,111,391
Capital Projects	<u>1,017,011</u>	<u>1,331,724</u>
	<u>\$ 5,554,532</u>	<u>\$ 5,554,532</u>

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

B. Capital Assets

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

<u>Class</u>	<u>Balance January 1, 2009</u>	<u>Additions</u>	<u>Balance December 31, 2009</u>
Capital Assets, not being depreciated - Land	<u>\$ 16,252,691</u>	<u>\$ -</u>	<u>\$ 16,252,691</u>
Capital Assets, being depreciated:			
Buildings and improvements	\$ 13,313,835	\$ 12,074	\$ 13,325,909
Machinery and equipment	3,909,966	27,005	3,936,971
Infrastructure	<u>1,006,020</u>	<u>-</u>	<u>1,006,020</u>
Total Capital Assets, being depreciated	<u>18,229,821</u>	<u>39,079</u>	<u>18,268,900</u>
Less Accumulated Depreciation for:			
Building and improvements	3,466,805	338,157	3,804,962
Machinery and equipment	2,437,763	272,142	2,709,905
Infrastructure	<u>96,298</u>	<u>20,120</u>	<u>116,418</u>
Total Accumulated Depreciation	<u>6,000,866</u>	<u>630,419</u>	<u>6,631,285</u>
Total Capital Assets, being depreciated, net	<u>\$ 12,228,955</u>	<u>\$ (591,340)</u>	<u>\$ 11,637,615</u>
Capital Assets, net	<u>\$ 28,481,646</u>	<u>\$ (591,340)</u>	<u>\$ 27,890,306</u>

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2009

Note 3 - Detailed Notes on All Funds (Continued)

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

General Government Support	\$ 163,144
Public Safety	135,921
Transportation	146,232
Culture and Recreation	107,773
Home and Community Services	<u>77,349</u>
Total Depreciation Expense	<u>\$ 630,419</u>

C. Pension Plans

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

Funding Policy - The Systems are non-contributory except for employees who joined ERS after July 27, 1976 and have less than ten years of service, who contribute 3% of their salary. Contributions are certified by the State Comptroller and expressed as a percentage of members' salary. Contribution rates are actuarially determined and based upon membership tier and plan. Contributions consist of a life insurance portion and regular pension contributions. Contribution rates for the plan year ended March 31, 2010 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	1 75I	9.3%
	2 75I	8.6
	3 A14	7.0
	4 A15	7.0
PFRS	1 384D	14.2
	2 375I	10.3
	2 384D	13.8

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

	<u>ERS</u>	<u>PFRS</u>
2009	\$ 248,365	\$ 265,119
2008	305,633	242,769
2007	299,157	226,071

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009**Note 3 - Detailed Notes on All Funds (Continued)**

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

The current ERS contribution for the Town was charged to various functional categories within the funds identified below. The current PFRS contribution was charged to the General Fund.

<u>Fund</u>	<u>Amount</u>
General	\$ 112,402
Highway	88,706
Special Districts	<u>47,257</u>
	<u>\$ 248,365</u>

D. Long-Term Liabilities

The following table summarizes changes in the Town's long-term indebtedness for the year ended December 31, 2009:

	<u>Balance January 1, 2009</u>	<u>New Issues/ Additions</u>	<u>Maturities and/or Payments</u>	<u>Balance December 31, 2009</u>	<u>Due Within One Year</u>
Bonds Payable	\$ 4,075,005	\$ -	\$ 430,480	\$ 3,644,525	\$ 360,202
Capital Lease Payable	77,555	-	32,191	45,364	33,753
Compensated Absences	51,545	13,836	5,155	60,226	6,023
Other Post Employment Benefit Obligations Payable	<u>1,963,919</u>	<u>2,375,664</u>	<u>546,970</u>	<u>3,792,613</u>	<u>-</u>
	<u>\$ 6,168,024</u>	<u>\$ 2,389,500</u>	<u>\$ 1,014,796</u>	<u>\$ 7,542,728</u>	<u>\$ 399,978</u>

Each governmental fund's liability for bonds, capital leases, compensated absences and other post employment benefit obligations payable is liquidated by the respective fund.

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2009

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

Bonds payable at December 31, 2009 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at December 31, 2009
Public Improvements	2002	\$ 5,000,000	September, 2022	4.25 - 5.00 %	\$ 3,350,000
Public Improvements	2007	200,000	September, 2012	3.45	120,000
Public Improvements	2007	23,812	September, 2010	3.65	7,937
Public Improvements	2007	23,812	September, 2010	3.65	7,937
Public Improvements	2008	151,721	February, 2011	2.50	101,147
Public Improvements	2008	24,978	February, 2011	2.50	16,652
Public Improvements	2008	24,978	February, 2011	2.50	16,652
Public Improvements	2008	36,300	November, 2011	3.25	24,200
					<u>\$ 3,644,525</u>

Interest expenditures of \$182,874 were recorded in the fund financial statements in the following funds.

Fund	Amount
General	\$ 172,075
Highway	4,400
Special Districts	<u>6,399</u>
	<u>\$ 182,874</u>

Interest expense of \$178,578 was recorded in the government-wide financial statements.

Capital Lease Payable

In April 2006, the Town entered into a capital lease to finance the acquisition of certain equipment. The terms of the agreement provide for the repayment of the principal amount of \$156,295 in 60 monthly installments of \$2,932, including interest at 4.75%. The balance due at December 31, 2009 was \$45,364.

Interest expenditures of \$2,988 were recorded in the fund financial statements in the Highway Fund and in the government-wide financial statements.

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009**Note 3 - Detailed Notes on All Funds (Continued)****Payments to Maturity**

The annual requirements to amortize all bonded and capital lease debt outstanding as of December 31, 2009, including interest payments of \$1,205,150 are as follows:

Year Ending December 31,	Bonds Payable		Capital Lease Payable		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2010	\$ 360,202	\$ 167,662	\$ 33,753	\$ 1,426	\$ 393,955	\$ 169,088
2011	344,323	154,152	11,611	115	355,934	154,267
2012	290,000	142,045	-	-	290,000	142,045
2013	250,000	129,750	-	-	250,000	129,750
2014	250,000	118,750	-	-	250,000	118,750
2015-2019	1,325,000	408,750	-	-	1,325,000	408,750
2020-2022	825,000	82,500	-	-	825,000	82,500
	<u>\$ 3,644,525</u>	<u>\$ 1,203,609</u>	<u>\$ 45,364</u>	<u>\$ 1,541</u>	<u>\$ 3,689,889</u>	<u>\$ 1,205,150</u>

Compensated Absences

Police officers may accumulate 180 days of sick leave. Any employee may elect to be paid for unused sick time at the end of each calendar year. Such payment will be for the time accumulated during that year only and will be paid at the current rate of pay. Vacation time must be taken in the year earned. Certain employees may elect to add up to 125 days of sick time to their retirement time under Section 41j of the New York State Employee's Retirement System. The Town is liable to the System for such elections. The value of all compensated absences has been recorded in the government-wide financial statements.

Other Post Employment Benefit Obligations Payable

In addition to providing pension benefits, the Town provides certain health care benefits for retired employees through a single employer defined benefit plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Town may vary according to length of service. The cost of providing other post employment benefit obligations payable is shared between the Town and the retired employees. Substantially all of the Town's employees may become eligible for those benefits if they reach normal retirement age while working for the Town. The cost of other post employment benefit obligations payable is recognized as an expenditure in the fund financial statements as claims are paid. The Town has recognized revenues and expenditures of \$27,378 for Medicare Part D payments made directly to its health insurance carrier on behalf of its retirees.

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

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2009

Note 3 - Detailed Notes on All Funds (Continued)

no longer be accounted for under the "pay-as-you-go" approach. Instead of expensing the current year premiums paid, a per capita claims cost will be determined, which will be used to determine a "normal cost", an "actuarial accrued liability", and ultimately the ARC. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years.

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

The Town is required to accrue on the government-wide financial statements the amounts necessary to finance the plan as actuarially determined, which is equal to the balance not paid by plan members. Funding for the Plan has been established on a pay-as-you-go basis. The 2008 and 2009 actual premiums were used in the projections with the assumed rate of increase in postretirement benefits subsequent to 2009 presented below:

<u>Fiscal Year</u>	<u>Medical Premiums</u>	<u>Medicare Part B Premiums</u>
2010	10.50 %	8.50 %
2011	10.00	8.00
2012	9.50	7.50
2013	9.00	7.00
2014	8.50	6.50
2015	8.00	6.00
2016	7.50	5.50
2017	7.00	5.00
2018	6.50	5.00
2019	6.00	5.00
2020	5.50	5.00
2021 +	5.00	5.00

The amortization basis is the level dollar of payroll method with an open amortization approach with 28 years remaining in the amortization period. The actuarial assumptions included a 4.0% annual discount rate. The Town currently has no assets set aside for the purpose of paying post employment benefits. The actuarial cost method utilized was the unit credit method.

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009**Note 3 - Detailed Notes on All Funds (Continued)**

The number of participants as of January 1, 2008 was as follows:

Active Employees	85
Retired Employees and Dependents	<u>46</u>
Total	<u>131</u>

Amortization Component:

Actuarial Accrued Liability as of January 1, 2009	\$ 23,757,896
Assets at Market Value	<u>-</u>
Unfunded Actuarial Accrued Liability ("UAAL")	<u>\$ 23,757,896</u>
Funded Ratio	<u>0.00%</u>
Covered Payroll (Active plan members)	<u>\$ 4,469,517</u>
UAAL as a Percentage of Covered Payroll	<u>531.55%</u>
Annual Required Contribution	\$ 2,406,335
Interest on Net OPEB Obligation	78,557
Adjustment to Annual Required Contribution	<u>(109,228)</u>
Annual OPEB Cost	2,375,664
Contributions Made	<u>(546,970)</u>
Increase in Net OPEB Obligation	1,828,694
Net OPEB Obligation - Beginning of Year	<u>1,963,919</u>
Net OPEB Obligation - End of Year	<u>\$ 3,792,613</u>

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

Fiscal Year Ended December 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2009	\$ 2,375,664	23.02 %	\$ 3,792,613
2008	2,406,335	18.39	1,963,919

The Town implemented the provisions of GASB Statement No. 45 in the fiscal year ended December 31, 2008.

Note 3 - Detailed Notes on All Funds (Continued)**E. Revenues and Expenditures****Interfund Transfers**

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

Transfer Out	Transfers In			Total
	General Fund	Highway Fund	Capital Projects Fund	
General Fund	\$ -	\$ 436,171	\$ 125,583	\$ 561,754
Special Districts Fund	-	-	86,583	86,583
Special Purpose Fund	41,500	-	-	41,500
	<u>\$ 41,500</u>	<u>\$ 436,171</u>	<u>\$ 212,166</u>	<u>\$ 689,837</u>

Transfers are used to 1) move funds from the fund with collection authorization to the funds where additional amounts are needed and 2) to move amounts earmarked in the operating funds to fulfill commitments for Capital Projects and Debt Service funds expenditures.

F. Net Assets

The components of net assets are detailed below:

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

Restricted for Repairs - the component of net assets that has been established in accordance with the General Municipal Law of the State of New York. The amount may only be used for repairs in the Town's Park and Water Districts and only with approval of the Town Board.

Restricted for Capital Projects - the component of the net assets that reports the amounts restricted for capital projects, exclusive of unexpended bond proceeds and unrestricted interest earnings.

Restricted for Future Capital Projects - the component of net assets that has been established in accordance with General Municipal Law. The amount may only be used for capital projects and only with the approval of the Town Board.

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

Note 3 - Detailed Notes on All Funds (Continued)

Restricted for Special Revenue Funds - the component of net assets that represents funds restricted for specific purposes under New York State law or by external parties and/or statutes.

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

G. Fund Balances

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

Reserved

The Reserve for Prepaid Expenditures has been provided to account for certain payments made in advance. The reserve indicates that the funds are not "available" for appropriation or expenditure even though they are a component of current assets.

The Reserve for Advances has been established to indicate the long-term nature of funds advanced to the Capital Projects and Highway Funds. The funds do not represent "available" spendable resources even though they are a component of current assets.

The Reserve for Parklands has been established pursuant to New York State Law. These amounts represent funds received by the Town in lieu of parklands as a condition precedent to the approval of a parcel by the Planning Board. These funds may be used only for recreation purposes.

Unreserved - Designations

Designations of fund balance are not legally required segregations but represent intended use for a specific purpose. The Town Board has designated that \$104,847 of the fund balance of the General Fund be used for future recycling projects. At December 31, 2009 the Town Board has also designated that \$30,000 of the fund balance of the General Fund and \$10,000 of the fund balance of the Special Districts Fund be appropriated for the ensuing year's budget.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

The Town, in common with other municipalities, receives numerous notices of claims for money damages occurring from false arrest, property damage or personal injury. All the claims currently pending have been referred to the insurance carrier and none are expected to have a material effect on the Town's financial position, if adversely settled.

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

There are also currently pending certiorari proceedings, the results of which could require the payment of future tax refunds by the Town if existing assessment rolls are modified based upon the outcome of the litigation proceedings. The amount of possible refunds cannot be determined at the present time and any refunds resulting from adverse settlements will be funded in the year in which the payments are made.

B. Risk Management

The Town purchases conventional insurance coverages to reduce its exposure to loss. The Town maintains general liability and umbrella policies with coverage up to \$2 million and \$20 million, respectively. Workers' compensation coverage is secured at statutory levels. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past three fiscal years. The Town also purchases conventional health insurance coverage for employees from various providers.

C. Contingencies

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

TOWN OF KENT, NEW YORK

SCHEDULE OF FUNDING PROGRESS
OTHER POST EMPLOYMENT BENEFITS
LAST THREE FISCAL YEARS

Valuation Date	Actuarial		Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
	Value of Assets	Accrued Liability				
January 1, 2009	\$ -	\$ 23,757,896	\$ 23,757,896	- %	\$ 4,469,517	531.55 %
January 1, 2008	-	23,757,896	23,757,896	-	4,469,517	531.55

Note - The Town implemented the provisions of Governmental Accounting Standards Board Statement No. 45 in fiscal year ended December 31, 2008.

(This page intentionally left blank.)

TOWN OF KENT, NEW YORK

GENERAL FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2009 AND 2008

	2009	2008
<u>ASSETS</u>		
Cash:		
Demand deposits	\$ 734,207	\$ 182,719
Time deposits	119,369	115,792
Petty cash	1,000	1,000
	<u>854,576</u>	<u>299,511</u>
Receivables:		
Accounts	178,087	193,110
State and Federal aid	53,405	15,000
Due from other funds	3,676,006	3,830,133
Advances to other funds	930,285	1,461,573
	<u>4,837,783</u>	<u>5,499,816</u>
Prepaid Expenditures	<u>290,106</u>	<u>288,088</u>
Total Assets	<u>\$ 5,982,465</u>	<u>\$ 6,087,415</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 128,615	\$ 141,768
Accrued liabilities	80,349	-
Deferred revenues	-	29,987
Due to other funds	1,054,361	1,048,244
Total Liabilities	<u>1,263,325</u>	<u>1,219,999</u>
Fund Balance:		
Reserved for prepaid expenditures	290,106	288,088
Reserved for advances	930,285	1,461,573
Reserved for debt service	185,603	183,765
Unreserved:		
Designated for future recycling projects	104,847	115,792
Designated for subsequent years expenditure	30,000	-
Undesignated	3,178,299	2,818,198
Total Fund Balance	<u>4,719,140</u>	<u>4,867,416</u>
Total Liabilities and Fund Balance	<u>\$ 5,982,465</u>	<u>\$ 6,087,415</u>

TOWN OF KENT, NEW YORK

GENERAL FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 7,089,317	\$ 7,089,317	\$ 7,089,318	\$ 1
Other tax items	50,000	50,000	59,921	9,921
Non-property taxes	151,800	151,800	192,507	40,707
Departmental income	964,073	1,004,263	868,710	(135,553)
Use of money and property	165,000	165,000	99,779	(65,221)
Licenses and permits	1,800	1,800	2,360	560
Fines and forfeitures	422,000	422,000	439,597	17,597
Sale of property and compensation for loss	-	-	38,439	38,439
State aid	645,920	686,555	483,592	(202,963)
Miscellaneous	-	41,500	70,214	28,714
Total Revenues	9,489,910	9,612,235	9,344,437	(267,798)
Expenditures:				
Current:				
General government support	2,863,341	3,016,495	2,995,191	21,304
Public safety	3,569,393	3,263,281	3,250,359	12,922
Health	6,320	6,320	4,072	2,248
Transportation	241,526	241,527	229,172	12,355
Economic opportunity and development	27,500	30,000	29,000	1,000
Culture and recreation	1,433,101	1,346,913	1,327,873	19,040
Home and community services	462,690	355,213	347,150	8,063
Employee benefits - Undistributed	311,108	342,347	341,257	1,090
Debt service:				
Principal	276,310	276,310	276,310	-
Interest	173,038	172,075	172,075	-
Total Expenditures	9,364,327	9,050,481	8,972,459	78,022
Excess of Revenues Over Expenditures	125,583	561,754	371,978	(189,776)
Other Financing Sources (Uses):				
Transfers in	-	-	41,500	41,500
Transfers out	(125,583)	(561,754)	(561,754)	-
Total Other Financing Uses	(125,583)	(561,754)	(520,254)	41,500
Net Change in Fund Balance	-	-	(148,276)	(148,276)
Fund Balance - Beginning of Year	-	-	4,867,416	4,867,416
Fund Balance - End of Year	\$ -	\$ -	\$ 4,719,140	\$ 4,719,140

2008			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 7,387,714	\$ 7,387,714	\$ 7,387,715	\$ 1
53,800	53,800	72,314	18,514
88,000	88,000	179,703	91,703
680,891	680,891	644,701	(36,190)
165,000	165,000	201,687	36,687
1,800	1,800	2,415	615
160,800	298,675	236,208	(62,467)
-	-	23,526	23,526
734,402	834,833	652,131	(182,702)
500	500	218,795	218,295
9,272,907	9,511,213	9,619,195	107,982
2,568,255	2,657,751	2,372,320	285,431
3,465,738	3,463,500	3,223,851	239,649
6,320	6,485	4,434	2,051
239,063	257,326	255,373	1,953
27,500	27,500	26,760	740
1,529,033	1,443,859	1,304,335	139,524
510,007	531,331	395,574	135,757
311,108	311,110	293,106	18,004
303,101	303,102	287,228	15,874
187,199	188,666	183,219	5,447
9,147,324	9,190,630	8,346,200	844,430
125,583	320,583	1,272,995	952,412
-	-	-	-
(125,583)	(320,583)	(320,583)	-
(125,583)	(320,583)	(320,583)	-
-	-	952,412	952,412
-	-	3,915,004	3,915,004
\$ -	\$ -	\$ 4,867,416	\$ 4,867,416

TOWN OF KENT, NEW YORK

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET
YEAR ENDED DECEMBER 31, 2009
(With Comparative Actuals for 2008)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2008 Actual
REAL PROPERTY TAXES	\$ 7,089,317	\$ 7,089,317	\$ 7,089,318	\$ 1	\$ 7,387,715
OTHER TAX ITEMS					
Interest and penalties on real property taxes	50,000	50,000	59,921	9,921	72,314
NON-PROPERTY TAXES					
Franchise fees	151,800	151,800	192,507	40,707	179,703
DEPARTMENTAL INCOME					
Town Clerk and other fees	6,784	6,784	13,290	6,506	8,215
Interdepartmental charges	482,332	482,332	373,368	(108,964)	180,488
Police and dog pound fees	2,100	2,100	2,335	235	2,258
Safety inspection fees	95,000	95,000	84,260	(10,740)	71,765
Vital statistics fees	-	-	605	605	-
Culture and recreation fees	260,800	260,800	249,978	(10,822)	253,684
Planning board and other fees	22,000	22,000	20,000	(2,000)	12,450
Recycling fees	85,057	125,247	102,229	(23,018)	89,407
Other service fees	10,000	10,000	22,645	12,645	26,434
	964,073	1,004,263	868,710	(135,553)	644,701

USE OF MONEY AND PROPERTY

Earnings on investments	165,000	165,000	99,779	(65,221)	201,687
LICENSES AND PERMITS					
Dog and other licenses	1,500	1,500	2,360	860	2,415
Permits	300	300	-	(300)	-
FINES AND FORFEITURES	1,800	1,800	2,360	560	2,415
Fines and forfeited bail	422,000	422,000	439,597	17,597	236,208
SALE OF PROPERTY AND COMPENSATION FOR LOSS					
Insurance recoveries	-	-	38,439	38,439	23,526
STATE AID					
Per capita	48,002	48,002	63,383	15,381	63,383
Mortgage tax	475,000	475,000	273,248	(201,752)	490,163
DARE program	20,000	20,000	20,000	-	20,000
Youth programs	8,000	8,000	14,586	6,586	-
Conservation program	75,000	75,000	75,723	723	19,275
STAR	4,900	4,900	-	(4,900)	2,931
Public safety	15,018	25,666	6,665	(19,001)	56,379
Other	-	29,987	29,987	-	-
	645,920	686,555	483,592	(202,963)	652,131
MISCELLANEOUS					
Refund of prior year's expenditures	-	-	42,794	42,794	198,753
Medicare Part D reimbursements	-	-	27,378	27,378	18,966
Miscellaneous	-	41,500	42	(41,458)	1,076
	-	41,500	70,214	28,714	218,795
TOTAL REVENUES	9,489,910	9,612,235	9,344,437	(267,798)	9,619,195

(Continued)

(This page intentionally left blank.)

TOWN OF KENT, NEW YORK

GENERAL FUND

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET (Continued)

YEAR ENDED DECEMBER 31, 2009

(With Comparative Actuals for 2008)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2008 Actual
OTHER FINANCING SOURCES					
Transfers in - Special Purpose Fund	\$ -	\$ -	\$ 41,500	\$ -	\$ -
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 9,489,910</u>	<u>\$ 9,612,235</u>	<u>\$ 9,385,937</u>	<u>\$ (267,798)</u>	<u>\$ 9,619,195</u>

TOWN OF KENT, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET

YEAR ENDED DECEMBER 31, 2009

(With Comparative Actuals for 2008)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2008 Actual
GENERAL GOVERNMENT SUPPORT					
Town Board	\$ 130,382	\$ 107,869	\$ 107,665	\$ 204	\$ 116,804
Town Justice	512,351	512,338	511,556	782	266,585
Supervisor	134,970	143,326	143,002	324	135,686
Finance	158,733	149,761	149,757	4	146,411
Audit	28,950	28,950	28,950	-	28,250
Tax collection	70,269	50,269	49,992	277	56,599
Budget Director	8,939	8,939	8,834	105	8,879
Assessor	202,725	200,751	193,255	7,496	189,121
Town Clerk	207,420	209,738	203,068	6,670	203,840
Town Attorney	150,000	216,405	216,405	-	232,512
Personnel	28,000	32,000	31,559	441	28,727
Engineering	20,000	3,226	3,226	-	17,190
Records management	35,839	31,839	31,616	223	27,527
Buildings	339,431	253,800	253,110	690	271,431
Central garage	535,332	639,517	639,105	412	494,572
Central communications	2,500	5,046	4,354	692	2,256
Central printing and mailing	35,000	43,457	43,457	-	48,381
Central data processing	60,000	79,466	79,466	-	59,599
Unallocated insurance	25,000	-	-	-	-
Municipal association dues	1,500	1,500	1,500	-	1,500
Judgments and claims	45,000	265,200	264,202	998	20,904
Purchase of land	1,000	1,000	-	1,000	-
Town code	30,000	22,847	22,847	-	15,546
Metropolitan commuter transportation mobility tax	-	9,000	8,265	735	-
Contingency	100,000	251	-	251	-
	2,863,341	3,016,495	2,995,191	21,304	2,372,320

PUBLIC SAFETY

Police	3,394,881	3,090,429	3,090,093	336	3,079,011
Less - Transfers to Debt Service	(54,973)	(54,010)	(54,010)	-	(54,520)
	<u>3,339,908</u>	<u>3,036,419</u>	<u>3,036,083</u>	<u>336</u>	<u>3,024,491</u>
Traffic control	8,500	9,384	9,384	-	9,444
Fire prevention and control	27,788	17,788	17,521	267	15,348
Animal control	38,643	39,936	38,557	1,379	30,787
Safety inspections	151,554	152,094	144,154	7,940	143,781
Demolitions of unsafe buildings	3,000	3,000	-	3,000	-
Other	-	4,660	4,660	-	-
	<u>3,569,393</u>	<u>3,263,281</u>	<u>3,250,359</u>	<u>12,922</u>	<u>3,223,851</u>

HEALTH

Registrar of Vital Statistics	4,320	4,320	4,072	248	4,434
DARE program	2,000	2,000	-	2,000	-
	<u>6,320</u>	<u>6,320</u>	<u>4,072</u>	<u>2,248</u>	<u>4,434</u>

TRANSPORTATION

Highway Administration	158,526	158,527	153,862	4,665	156,866
Garage	73,000	73,000	66,235	6,765	88,230
Street lighting	10,000	10,000	9,075	925	10,277
	<u>241,526</u>	<u>241,527</u>	<u>229,172</u>	<u>12,355</u>	<u>255,373</u>

ECONOMIC OPPORTUNITY AND DEVELOPMENT

Veterans' services	1,000	1,000	-	1,000	260
Programs for the aging	24,000	24,000	24,000	-	24,000
Outreach program	2,500	5,000	5,000	-	2,500
	<u>27,500</u>	<u>30,000</u>	<u>29,000</u>	<u>1,000</u>	<u>26,760</u>

(Continued)

TOWN OF KENT, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET (Continued)

YEAR ENDED DECEMBER 31, 2009

(With Comparative Actuals for 2008)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2008 Actual
CULTURE AND RECREATION					
Parks	\$ 362,904	\$ 380,080	\$ 379,733	\$ 347	\$ 321,262
Less - Transfers to Debt Service	-	-	-	-	(11,989)
	362,904	380,080	379,733	347	309,273
Recreation administration	141,958	137,587	131,503	6,084	122,924
Recreation buildings operations	14,431	15,394	15,394	-	14,940
Youth programs	301,601	223,001	222,501	500	253,913
Library	548,047	548,047	541,817	6,230	539,925
Historian	13,312	7,312	6,597	715	27,920
Celebrations	20,000	15,800	15,786	14	17,968
Adult recreation	30,848	19,692	14,542	5,150	17,472
	1,433,101	1,346,913	1,327,873	19,040	1,304,335
HOME AND COMMUNITY SERVICES					
Zoning and appeals	19,500	8,221	8,221	-	18,228
Planning Board	250,345	102,894	102,894	-	160,281
New York City Watershed	150	150	-	150	-
Stormwater contractual	25,000	38,560	38,560	-	22,411
Landfill	25,000	18,100	18,023	77	18,882
Recycling	85,057	142,418	142,418	-	62,029
Beautification	10,000	10,000	5,092	4,908	2,325
Code enforcement	28,350	28,350	25,765	2,585	27,057
Conservation advisory	770	770	432	338	252
Comprehensive plan	-	-	-	-	33,880
Grants to Cooperating municipalities	11,518	-	-	-	26,196
General natural resources	-	750	745	5	19,033
Cemeteries	5,000	5,000	5,000	-	5,000
Cable TV	2,000	-	-	-	-
	462,690	355,213	347,150	8,063	395,574

EMPLOYEE BENEFITS - UNDISTRIBUTED

State retirement	3,930	930	829	101	3,209
Unemployment benefits	10,000	-	-	-	329
Disability	2,123	2,123	2,072	51	2,091
Health insurance	293,555	327,794	327,794	-	287,227
Other	1,500	11,500	10,562	938	250
	<u>311,108</u>	<u>342,347</u>	<u>341,257</u>	<u>1,090</u>	<u>293,106</u>
DEBT SERVICE					
Serial Bonds:					
Principal	276,310	276,310	276,310	-	287,228
Interest	173,038	172,075	172,075	-	183,219
	<u>449,348</u>	<u>448,385</u>	<u>448,385</u>	<u>-</u>	<u>470,447</u>
TOTAL EXPENDITURES	9,364,327	9,050,481	8,972,459	78,022	8,346,200
OTHER FINANCING USES					
Transfers out:					
Highway	-	436,171	436,171	-	-
Capital Projects Fund	125,583	125,583	125,583	-	320,583
	<u>125,583</u>	<u>561,754</u>	<u>561,754</u>	<u>-</u>	<u>320,583</u>
TOTAL OTHER FINANCING USES					
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 9,489,910</u>	<u>\$ 9,612,235</u>	<u>\$ 9,534,213</u>	<u>\$ 78,022</u>	<u>\$ 8,666,783</u>

(This page intentionally left blank.)

TOWN OF KENT, NEW YORK

HIGHWAY FUND
 COMPARATIVE BALANCE SHEET
 December 31, 2009 and 2008

	2009	2008
<u>ASSETS</u>		
Due from Other Funds	\$ 527,951	\$ 69,117
Prepaid Expenditures	175,053	174,842
Total Assets	<u>\$ 703,004</u>	<u>\$ 243,959</u>
<u>LIABILITIES AND FUND BALANCE (DEFICIT)</u>		
Liabilities:		
Accounts payable	\$ 17,405	\$ 31,237
Accrued liabilities	4,956	-
Due to other funds	57,056	212,722
Advances from other funds	-	436,171
Total Liabilities	<u>79,417</u>	<u>680,130</u>
Fund Balance (Deficit):		
Reserved for prepaid expenditures	175,053	174,842
Unreserved and undesignated	<u>448,534</u>	<u>(611,013)</u>
Total Fund Balance (Deficit)	<u>623,587</u>	<u>(436,171)</u>
Total Liabilities and Fund Balance (Deficit)	<u>\$ 703,004</u>	<u>\$ 243,959</u>

TOWN OF KENT, NEW YORK

SPECIAL DISTRICTS FUND
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - SUB FUNDS
 YEAR ENDED DECEMBER 31, 2009
 (With Comparative Totals for 2008)

	Fire Protection Districts		Park Districts	
	Lake Carmel	Kent	Lake Carmel	Lake Tibet
Revenues:				
Real property taxes	\$ 821,400	\$ 469,950	\$ 559,739	\$ 18,700
Departmental income	-	-	14,614	-
Use of money and property	78	100	5,140	928
Sale of property and compensation for loss	-	-	-	-
Miscellaneous	-	-	3,975	-
Total Revenues	821,478	470,050	583,468	19,628
Expenditures:				
Current:				
Public safety	820,336	468,300	-	-
Culture and recreation	-	-	404,721	27,087
Home and community services	-	-	-	-
Employee benefits	-	-	90,936	-
Debt service:				
Principal	-	-	40,000	-
Interest	-	-	5,524	-
Total Expenditures	820,336	468,300	541,181	27,087
Excess (Deficiency) of Revenues Over Expenditures	1,142	1,750	42,287	(7,459)
Other Financing Uses - Transfers out	-	-	(86,583)	-
Net Change in Fund Balances	1,142	1,750	(44,296)	(7,459)
Fund Balances - Beginning of Year	8,628	3,834	248,022	76,545
Fund Balances - End of Year	\$ 9,770	\$ 5,584	\$ 203,726	\$ 69,086

Water Districts		Lake Carmel Sanitation District	Totals	
Romanoff	Leeside		2009	2008
\$ 45,078	\$ 46,125	\$ 1,473,653	\$ 3,434,645	\$ 3,377,917
-	200	-	14,814	17,663
634	802	7,749	15,431	33,044
-	-	2,447	2,447	23,631
-	-	-	3,975	1,698
<u>45,712</u>	<u>47,127</u>	<u>1,483,849</u>	<u>3,471,312</u>	<u>3,453,953</u>
-	-	-	1,288,636	1,301,723
-	-	-	431,808	447,301
37,083	30,936	960,898	1,028,917	1,109,032
-	-	282,128	373,064	374,848
-	-	51,496	91,496	91,496
-	-	875	6,399	9,565
<u>37,083</u>	<u>30,936</u>	<u>1,295,397</u>	<u>3,220,320</u>	<u>3,333,965</u>
8,629	16,191	188,452	250,992	119,988
-	-	-	(86,583)	(25,000)
8,629	16,191	188,452	164,409	94,988
<u>51,249</u>	<u>65,507</u>	<u>192,906</u>	<u>646,691</u>	<u>551,703</u>
<u>\$ 59,878</u>	<u>\$ 81,698</u>	<u>\$ 381,358</u>	<u>\$ 811,100</u>	<u>\$ 646,691</u>

TOWN OF KENT, NEW YORK

SPECIAL DISTRICTS FUND - LAKE CARMEL FIRE PROTECTION DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 821,400	\$ 821,400	\$ 821,400	\$ -
Use of money and property	600	600	78	(522)
Total Revenues	822,000	822,000	821,478	(522)
Expenditures -				
Current - Public safety	822,000	822,000	820,336	1,664
Excess (Deficiency) of Revenues Over Expenditures	-	-	1,142	1,142
Fund Balance - Beginning of Year	-	-	8,628	8,628
Fund Balance - End of Year	\$ -	\$ -	\$ 9,770	\$ 9,770

2008			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 821,400 600	\$ 821,400 600	\$ 821,400 199	\$ - (401)
822,000	822,000	821,599	(401)
822,000	822,000	822,853	(853)
-	-	(1,254)	(1,254)
-	-	9,882	9,882
\$ -	\$ -	\$ 8,628	\$ 8,628

TOWN OF KENT, NEW YORK

SPECIAL DISTRICTS FUND - KENT FIRE PROTECTION DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 469,950	\$ 469,950	\$ 469,950	\$ -
Use of money and property	350	350	100	(250)
Total Revenues	470,300	470,300	470,050	(250)
Expenditures -				
Current -				
Public safety	470,300	470,300	468,300	2,000
Excess of Revenues Over Expenditures	-	-	1,750	1,750
Fund Balance - Beginning of Year	-	-	3,834	3,834
Fund Balance - End of Year	\$ -	\$ -	\$ 5,584	\$ 5,584

2008			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 479,700 350	\$ 479,700 350	\$ 479,700 178	\$ - (172)
480,050	480,050	479,878	(172)
480,050	480,050	478,870	1,180
-	-	1,008	1,008
-	-	2,826	2,826
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,834</u>	<u>\$ 3,834</u>

TOWN OF KENT, NEW YORK

SPECIAL DISTRICTS FUND - LAKE CARMEL PARK DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 559,739	\$ 559,739	\$ 559,739	\$ -
Departmental income	15,000	15,000	14,614	(386)
Use of money and property	8,000	8,000	5,140	(2,860)
Sale of property and compensation for loss	-	-	-	-
State aid	15,000	15,000	-	(15,000)
Miscellaneous	1,200	1,200	3,975	2,775
Total Revenues	598,939	598,939	583,468	(15,471)
Expenditures:				
Current:				
Culture and recreation	440,354	440,204	404,721	35,483
Employee benefits	111,685	111,835	90,936	20,899
Debt service:				
Principal	40,000	40,000	40,000	-
Interest	6,900	6,900	5,524	1,376
Total Expenditures	598,939	598,939	541,181	57,758
Excess of Revenues Over Expenditures	-	-	42,287	42,287
Other Financing Uses - Transfers out	-	(86,583)	(86,583)	-
Net Change in Fund Balance	-	(86,583)	(44,296)	42,287
Fund Balance - Beginning of Year	-	86,583	248,022	161,439
Fund Balance - End of Year	\$ -	\$ -	\$ 203,726	\$ 203,726

2008			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 547,619	\$ 547,619	\$ 547,619	\$ -
15,000	15,000	17,663	2,663
8,000	8,000	13,039	5,039
-	-	7,037	7,037
15,000	15,000	-	(15,000)
1,200	1,200	1,698	498
586,819	586,819	587,056	237
427,710	427,710	442,462	(14,752)
111,065	111,065	89,494	21,571
40,000	40,000	40,000	-
8,044	8,044	6,919	1,125
586,819	586,819	578,875	7,944
-	-	8,181	8,181
-	-	(25,000)	(25,000)
-	-	(16,819)	(16,819)
-	-	264,841	264,841
\$ -	\$ -	\$ 248,022	\$ 248,022

TOWN OF KENT, NEW YORK

SPECIAL DISTRICTS FUND - LAKE TIBET PARK DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 18,700	\$ 18,700	\$ 18,700	\$ -
Use of money and property	100	100	928	828
Total Revenues	18,800	18,800	19,628	828
Expenditures -				
Current -				
Culture and recreation	18,800	32,749	27,087	5,662
Excess (Deficiency) of Revenues Over Expenditures	-	(13,949)	(7,459)	6,490
Fund Balance - Beginning of Year	-	13,949	76,545	62,596
Fund Balance - End of Year	\$ -	\$ -	\$ 69,086	\$ 69,086

2008			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 20,400 100	\$ 20,400 100	\$ 20,400 1,405	\$ - 1,305
20,500	20,500	21,805	1,305
20,500	20,500	4,839	15,661
-	-	16,966	16,966
-	-	59,579	59,579
\$ -	\$ -	\$ 76,545	\$ 76,545

TOWN OF KENT, NEW YORK

SPECIAL DISTRICTS FUND - ROMANOFF WATER DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 45,078	\$ 45,078	\$ 45,078	\$ -
Use of money and property	250	250	634	384
Sale of property and compensation for loss	-	-	-	-
Total Revenues	45,328	45,328	45,712	384
Expenditures -				
Current -				
Home and community services	45,328	45,328	37,083	8,245
Excess of Revenues Over Expenditures	-	-	8,629	8,629
Fund Balance - Beginning of Year	-	-	51,249	51,249
Fund Balance - End of Year	\$ -	\$ -	\$ 59,878	\$ 59,878

2008			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 45,078 250	\$ 45,078 250	\$ 45,078 1,162	\$ - 912
-	-	862	862
45,328	45,328	47,102	1,774
45,328	45,328	28,442	16,886
-	-	18,660	18,660
-	-	32,589	32,589
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 51,249</u>	<u>\$ 51,249</u>

TOWN OF KENT, NEW YORK

SPECIAL DISTRICTS FUND - LEESIDE WATER DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 46,125	\$ 46,125	\$ 46,125	\$ -
Use of money and property	250	250	802	552
Total Revenues	46,375	46,375	47,127	752
Expenditures -				
Current -				
Home and community services	46,375	46,375	30,936	15,439
Excess of Revenues Over Expenditures	-	-	16,191	16,191
Fund Balance - Beginning of Year	-	-	65,507	65,507
Fund Balance - End of Year	\$ -	\$ -	\$ 81,698	\$ 81,698

2008			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 46,094	\$ 46,094	\$ 46,094	\$ -
250	250	1,714	1,464
46,344	46,344	47,808	1,464
46,344	46,344	19,869	26,475
-	-	27,939	27,939
-	-	37,568	37,568
\$ -	\$ -	\$ 65,507	\$ 65,507

TOWN OF KENT, NEW YORK

SPECIAL DISTRICTS FUND - LAKE CARMEL SANITATION DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 1,473,653	\$ 1,473,653	\$ 1,473,653	\$ -
Use of money and property	12,000	12,000	7,749	(4,251)
Sale of property and compensation for loss	14,200	14,200	2,447	(11,753)
Total Revenues	1,499,853	1,499,853	1,483,849	(16,004)
Expenditures:				
Current:				
Home and community services	1,119,927	1,118,927	960,898	158,029
Employee benefits	326,871	326,871	282,128	44,743
Debt service:				
Principal	50,574	51,574	51,496	78
Interest	2,481	2,481	875	1,606
Total Expenditures	1,499,853	1,499,853	1,295,397	204,456
Excess of Revenues Over Expenditures	-	-	188,452	188,452
Fund Balance - Beginning of Year	-	-	192,906	192,906
Fund Balance - End of Year	\$ -	\$ -	\$ 381,358	\$ 381,358

2008			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,417,626	\$ 1,417,626	\$ 1,417,626	\$ -
12,000	12,000	15,347	3,347
1,200	1,200	15,732	14,532
1,430,826	1,430,826	1,448,705	17,879
1,055,489	1,060,899	1,060,721	178
319,980	314,570	285,354	29,216
51,496	51,496	51,496	-
3,861	3,861	2,646	1,215
1,430,826	1,430,826	1,400,217	30,609
-	-	48,488	48,488
-	-	144,418	144,418
\$ -	\$ -	\$ 192,906	\$ 192,906

TOWN OF KENT, NEW YORK

SPECIAL PURPOSE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<u>ASSETS</u>		
Cash - Demand deposits	<u>\$ 102,329</u>	<u>\$ 138,000</u>
<u>FUND BALANCE</u>		
Reserved for Parklands	<u>\$ 102,329</u>	<u>\$ 138,000</u>

TOWN OF KENT, NEW YORK

SPECIAL PURPOSE FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE

YEARS ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Revenues:		
Use of money and property	\$ 329	\$ -
Departmental income	<u>5,500</u>	<u>-</u>
Total Revenues	5,829	-
Expenditures	<u>-</u>	<u>-</u>
Excess of Revenues Over Expenditures	5,829	-
Other Financing Uses -		
Transfers out	<u>(41,500)</u>	<u>-</u>
Net Change in Fund Balance	(35,671)	-
Fund Balance - Beginning of Year	<u>138,000</u>	<u>138,000</u>
Fund Balance - End of Year	<u>\$ 102,329</u>	<u>\$ 138,000</u>

TOWN OF KENT, NEW YORK

CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2009 AND 2008

	2009	2008
<u>ASSETS</u>		
Cash - Time Deposits	\$ 460,756	\$ 331,059
Receivables:		
Due from other governments	-	1,062
State and Federal aid	-	4,250
Due from other funds	1,017,011	1,015,949
	1,017,011	1,021,261
Total Assets	\$ 1,477,767	\$ 1,352,320
<u>LIABILITIES AND FUND DEFICIT</u>		
Liabilities:		
Accounts payable	\$ 12,998	\$ 7,322
Deferred revenues	63,045	-
Retainage payable	-	220,000
Due to other funds	1,331,724	1,041,582
Advances from other funds	930,285	1,025,402
Total Liabilities	2,338,052	2,294,306
Fund Deficit -		
Unreserved and undesignated	(860,285)	(941,986)
Total Liabilities and Fund Deficit	\$ 1,477,767	\$ 1,352,320

TOWN OF KENT, NEW YORK

CAPITAL PROJECTS FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE

YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009	2008
Revenues:		
State aid	\$ 197,775	\$ 181,614
Miscellaneous	2,057	19,560
Total Revenues	199,832	201,174
Expenditures - Capital outlay	330,297	768,354
Deficiency of Revenues Over Expenditures	(130,465)	(567,180)
Other Financing Sources:		
Bonds issued	-	237,977
Transfers in	212,166	345,583
Total Other Financing Sources	212,166	583,560
Net Change in Fund Balance	81,701	16,380
Fund Deficit - Beginning of Year	(941,986)	(958,366)
Fund Deficit - End of Year	\$ (860,285)	\$ (941,986)

TOWN OF KENT, NEW YORK

CAPITAL PROJECTS FUND

PROJECT-LENGTH SCHEDULE

INCEPTION OF PROJECT THROUGH DECEMBER 31, 2009

PROJECT	Project Budget	Expenditures and Transfers	Unexpended Balance
Inactive Projects:			
Town Hall	\$ 11,325,012	\$ 12,373,522	\$ (1,048,510)
Ryans Park	117,670	154,679	(37,009)
Parks Projects	246,353	104,321	142,032
Highway Repairs	76,705	1,121	75,584
Road Construction	31,778	31,799	(21)
Subtotal	11,797,518	12,665,442	(867,924)
Active Projects:			
Highway Repairs - 2009	177,411	177,411	-
Huestis Park	35,000	9,371	25,629
Recreation Building Roof	35,500	31,895	3,605
Lake Carmel Gate Valves	300,000	313,284	(13,284)
Town Center Generator	70,000	-	70,000
North Cove Project	490,000	33,672	456,328
Lake Carmel Community Center	25,000	-	25,000
Ludington Mill Stone	5,000	-	5,000
640 Route 52 Old Firehouse	400,000	6,953	393,047
Totals	\$ 13,335,429	\$ 13,238,028	\$ 97,401

Methods of Financing					Fund Balance (Deficit) at December 31, 2009
Interfund Transfers	Proceeds of Obligations	State and Federal Aid	Other	Totals	
\$ 2,924,355	\$ 5,000,000	\$ 2,460,246	\$ 940,411	\$ 11,325,012	\$ (1,048,510)
73,000	34,870	-	9,800	117,670	(37,009)
-	-	-	246,353	246,353	142,032
76,705	-	-	-	76,705	75,584
-	-	31,778	-	31,778	(21)
3,074,060	5,034,870	2,492,024	1,196,564	11,797,518	(867,924)
-	-	177,411	-	177,411	-
-	-	9,371	-	9,371	-
-	-	-	-	-	(31,895)
86,583	200,000	-	-	286,583	(26,701)
40,000	-	-	-	40,000	40,000
-	-	12,055	21,617	33,672	-
25,000	-	-	-	25,000	25,000
5,000	-	-	-	5,000	5,000
-	-	3,188	-	3,188	(3,765)
<u>\$ 3,230,643</u>	<u>\$ 5,234,870</u>	<u>\$ 2,694,049</u>	<u>\$ 1,218,181</u>	<u>\$ 12,377,743</u>	<u>\$ (860,285)</u>

