

TOWN OF BRUNSWICK, NEW YORK

FINANCIAL STATEMENTS

Year Ended December 31, 2024

TOWN OF BRUNSWICK, NEW YORK

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INDEPENDENT AUDITORS' REPORT

To the Town Board
Town of Brunswick, New York
Troy, New York

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the financial statements referred to in the first paragraph 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 Brunswick, New York as of December 31, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principals generally accepted in the United States of America (U.S. GAAP.)

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our unmodified audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. GAAP; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on Pages 4 – 9 and 40 – 45, be presented to supplement the basic financial statements. Such information although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's response to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 16 , 2025 on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and on compliance and the result of that testing and not to provide an opinion on the effectiveness of the Town's internal control over financial report or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in consideration the Town's internal control over financial reporting and compliance.

Mistert, Manzanero & Scott, LLP

Oneonta, New York
July 16, 2025

TOWN OF BRUNSWICK, NEW YORK

MANAGEMENTS' DISCUSSION AND ANALYSIS

Year Ended December 31, 2024

This discussion and analysis of the Town of Brunswick, New York's (the "Town") financial performance provides an overview of the Town's financial activities for the year ended December 31, 2024. This document should be read in conjunction with the Town's financial statements.

Financial Highlights

- Capital purchases and improvements totaling \$568,584 of which \$452,138 was road improvements, which were partially funded by New York State.
- Net position increased by \$1,098,643 from the beginning balance.

Using this Annual Report

This annual report consists of a set of financial statements and notes. The statement of net position (Page 10) and the statement of activities (Page 11) provide information about the activities of the Town as a whole and present a long-term view of the Town's finances. Fund financial statements begin on Page 12. For governmental funds, these statements tell how these services were financed in the short-term, as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds. The remaining statements provide financial information about fiduciary activities for which the Town acts solely as a trustee or agent for the benefit of those outside of the government.

Reporting the Town as a Whole

Our analysis of the Town begins on Page 6. One of the most important questions asked about the Town's finances is, "Is the Town, as a whole, better off, or worse off as a result of the year's activities?" The statement of net position and the statement of activities report information about the Town as a whole and about its activities in a manner that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenue and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Town's net position and changes in them. You can think of the Town's net position – the difference between assets and deferred outflows minus liabilities and deferred inflows – as one way to measure the Town's financial health, or financial position. Over time, increases or decreases in the Town's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the Town's property tax base and the condition of the Town's roads, to assess the overall health of the Town.

In the statement of net position and the statement of activities, we report the following activities:

- Governmental activities – Most of the Town's basic services are reported here, including public safety, transportation, economic assistance, health, parks, and general support. Property taxes, sales taxes, franchise fees and state grants finance most of these activities.

TOWN OF BRUNSWICK, NEW YORK

MANAGEMENTS' DISCUSSION AND ANALYSIS

Year Ended December 31, 2024

Reporting the Town's Most Significant Funds

Our analysis of the Town's major funds begins on Page 7 and provides detailed information about the most significant funds – not the Town as a whole. Some funds are required to be established by State law and by bond covenants. However, the Town Board may establish other funds to help control and manage resources for particular purposes.

- Governmental funds – The Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for expenditure. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash, as well as liabilities that will be paid using these resources. The governmental fund statements provide a detailed short-term view of the Town's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be expended in the near future to finance the Town's programs. We describe the relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds in reconciliations to the fund financial statements.

The Town as Trustee

The Town is responsible for assets that, because of a trust arrangement, can be used only for the trust beneficiaries. All of the Town's fiduciary activities are reported in a separate statement of fiduciary net position on Page 15. We exclude these activities from the Town's other financial statements because the Town cannot use these assets to finance its operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

The Town as a Whole

The Town's total net position increased from \$19,349,872 to \$20,448,515. Our analysis below focuses on the net position (Table A-1) and changes in net position (Table A-2) of the Town's governmental activities.

TOWN OF BRUNSWICK, NEW YORK

MANAGEMENTS' DISCUSSION AND ANALYSIS

Year Ended December 31, 2024

The Town as a Whole (Cont'd.)

Table A-1: Condensed Statement of Net Position

	<u>Fiscal Year 2024</u>	<u>Fiscal Year 2023</u>	<u>Percent Change</u>
Assets:			
Current and other assets	\$ 17,003,015	\$ 15,531,694	9.5 %
Non-current assets, net	<u>13,079,040</u>	<u>13,183,447</u>	(0.8)%
Total assets	<u>30,082,055</u>	<u>28,715,141</u>	4.8 %
Deferred outflows of resources	<u>1,299,848</u>	<u>1,425,730</u>	(8.8)%
Liabilities:			
Current liabilities	1,155,744	917,581	26.0 %
Long-term outstanding	<u>6,621,525</u>	<u>6,642,018</u>	(0.3)%
Total liabilities	<u>7,777,269</u>	<u>7,559,599</u>	2.9 %
Deferred inflows of resources	<u>3,156,119</u>	<u>3,231,400</u>	(2.3)%
Net position:			
Net investment in capital assets	12,649,040	12,678,447	(0.2)%
Unrestricted	<u>7,799,475</u>	<u>6,671,425</u>	16.9 %
Total net position	<u>\$ 20,448,515</u>	<u>\$ 19,349,872</u>	5.7 %

Table A-2: Changes in Net Position from Operating Results

	<u>Fiscal Year 2024</u>	<u>Fiscal Year 2023</u>	<u>Percent Change</u>
Revenue:			
Program revenue:			
Charges for services	\$ 1,908,195	\$ 1,773,851	7.6 %
Capital grants and contributions	371,307	492,633	(24.6)%
General revenue:			
Real property taxes	4,263,201	4,221,151	1.0 %
Non-property tax items	2,418,464	2,303,677	5.0 %
Use of money and property	824,338	683,475	20.6 %
Sale of property, compensation for loss	88,290	66,431	32.9 %
Miscellaneous local sources	231,435	106,919	116.5 %
State aid	<u>317,405</u>	<u>314,765</u>	0.8 %
Total revenue	<u>10,422,635</u>	<u>9,962,902</u>	4.6 %

TOWN OF BRUNSWICK, NEW YORK

MANAGEMENTS' DISCUSSION AND ANALYSIS

Year Ended December 31, 2024

The Town as a Whole (Cont'd.)

Table A-2: Changes in Net Position from Operating Results (Cont'd.)

	<u>Fiscal Year 2024</u>	<u>Fiscal Year 2023</u>	<u>Percent Change</u>
Expenses:			
General support	1,985,484	1,951,094	1.8 %
Public safety	1,449,527	1,390,480	4.2 %
Health	3,500	2,000	75.0 %
Transportation	2,849,007	2,713,181	5.0 %
Economic assistance and opportunity	8,600	10,449	(17.7)%
Culture and recreation	689,284	525,812	31.1 %
Home and community service	2,324,018	1,779,248	30.6 %
Debt service	<u>14,572</u>	<u>16,506</u>	(11.7)%
Total expenses	<u>9,323,992</u>	<u>8,388,770</u>	11.1 %
Increase in net position	<u>\$ 1,098,643</u>	<u>\$ 1,574,132</u>	(30.2)%

Table A-3 presents the cost of each of the Town's three largest governmental programs: public safety, transportation and home and community service, as well as each program's net cost (total cost less revenue generated by the activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

Table A-3: Net Cost of Largest Governmental Activities

	<u>2024</u>		<u>2023</u>	
	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
Public safety	\$ 1,449,527	\$ 1,347,927	\$ 1,390,480	\$ 1,301,544
Transportation	2,849,007	2,467,063	2,713,181	2,208,672
Home and community service	<u>2,324,018</u>	<u>541,743</u>	<u>1,779,248</u>	<u>206,485</u>
Total	<u>\$ 6,622,552</u>	<u>\$ 4,356,733</u>	<u>\$ 5,882,909</u>	<u>\$ 3,716,701</u>

Town Funds

As the Town completed the year, its governmental funds (as presented in the Funds Financial Statement – Balance Sheet on Page 12) reported a combined fund balance of \$13,846,174, which is \$1,226,831 more than last year's total of \$12,619,343.

General Fund – Fund balance increased by \$539,417, compared to the prior year increase of \$699,858. 2024 revenues increased and expenses also increased compared to 2023, resulting in a smaller increase in fund balance in 2024 compared to 2023.

TOWN OF BRUNSWICK, NEW YORK

MANAGEMENTS' DISCUSSION AND ANALYSIS

Year Ended December 31, 2024

Town Funds (Cont'd.)

Highway Fund – Fund balance increased by \$428,977, compared to the prior year decrease of \$1,646. Both 2024 revenues and expenses increased compared to 2023, but the increase in revenues was greater which resulted in the increase in fund balance in 2024.

Water Fund – Fund balance increased by \$18,036, compared to the prior year increase of \$358,763. Expenditures increased by significantly more than revenues increased, when compared to the prior year.

Fire Protection Fund – Fund balance increased by \$111,272, compared to the prior year increase of \$152,249. This was due to an increase in investment income and a prior year unrealized loss in the LOSAP investments.

Special Sewer Fund – Fund balance increased by \$74,346, revenues increased by more than expenses compared to the prior year.

General Fund Budgetary Highlights

Table A-4: General Fund Budgetary Highlights

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Final Budget Variance with Budgetary Actual</u>
Revenues:				
Real property and non-property tax items	\$ 2,548,306	\$ 2,548,306	\$ 2,703,726	\$ 155,420
Departmental income	181,000	181,000	161,478	(19,522)
Licenses and permits	135,000	135,000	208,762	73,762
State and federal aid	354,000	354,000	317,405	(36,595)
Other revenue	<u>210,967</u>	<u>210,967</u>	<u>545,237</u>	<u>334,270</u>
Total revenue	<u>3,429,273</u>	<u>3,429,273</u>	<u>3,936,608</u>	<u>507,335</u>
Expenditures:				
Governmental support	1,335,893	1,335,893	1,289,317	46,576
Debt service	75,000	75,000	75,000	-
Other expenditures	<u>2,018,380</u>	<u>2,018,380</u>	<u>2,032,874</u>	<u>(14,494)</u>
Total expenditures	<u>3,429,273</u>	<u>3,429,273</u>	<u>3,397,191</u>	<u>32,082</u>
Net change in fund balance	-	-	539,417	539,417
Fund balance – Beginning of year	<u>4,341,399</u>	<u>4,341,399</u>	<u>4,341,399</u>	<u>-</u>
Fund balance – End of year	<u>\$ 4,341,399</u>	<u>\$ 4,341,399</u>	<u>\$ 4,880,816</u>	<u>\$ 539,417</u>

TOWN OF BRUNSWICK, NEW YORK

MANAGEMENTS' DISCUSSION AND ANALYSIS

Year Ended December 31, 2024

Capital Asset and Debt Administration

Capital Assets

At December 31, 2024, the Town had \$13,079,040, net of depreciation, invested in a broad range of capital assets, including land, buildings and improvements, furniture and equipment and infrastructure.

Table A-5: Capital Assets

	<u>Fiscal Year</u> 2024	<u>Fiscal Year</u> 2023	<u>Percent</u> <u>Change</u>
Land	\$ 6,056,801	\$ 6,056,801	- %
Buildings and improvements	3,192,946	3,289,980	(2.9)%
Furniture and equipment	1,886,594	2,044,319	(7.7)%
Infrastructure	<u>1,942,699</u>	<u>1,792,347</u>	8.4 %
Total capital assets	<u>\$ 13,079,040</u>	<u>\$ 13,183,447</u>	(0.8)%

Debt

At year-end, the Town had \$430,000 in bonds outstanding versus \$505,000 last year. As of December 31, 2024, the Town has \$5,533,695 accrued for other postemployment benefits and \$25,318 accrued for compensated absences. The Town has a net pension liability of \$707,512. More detailed information about the Town's long-term debt is included in the notes to the financial statements.

Economic Factors and Next Year's Budget Rates

The budget for 2025 is expected to total \$13,878,722 million with the general fund accounting for \$3.6 million and the highway fund \$3.14 million.

Contacting the Town's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Town of Brunswick at their office located at 336 Town Office Road, Troy, New York 12180.

TOWN OF BRUNSWICK, NEW YORK

STATEMENT OF NET POSITION

December 31, 2024

<u>ASSETS</u>	
Current assets:	
Cash and cash equivalents	\$ 13,753,184
Due from other governments	798,722
Other receivables	1,146,143
Service award program assets	1,304,966
Total current assets	<u>17,003,015</u>
Non-current assets:	
Capital assets, net of accumulated depreciation	<u>13,079,040</u>
TOTAL ASSETS	<u>30,082,055</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Other post-employment benefits (OPEB)	713,136
Pension	<u>586,712</u>
Total deferred outflows of resources	<u>1,299,848</u>
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	99,129
Accrued liabilities	323,188
Due to other governments	658,427
Current portion of bonds payable	<u>75,000</u>
Total current liabilities	<u>1,155,744</u>
Long-term liabilities:	
Bonds payable, net of current portion	355,000
Net pension liability	707,512
Other post-employment benefits (OPEB)	5,533,695
Compensated absences	<u>25,318</u>
Total long-term liabilities	<u>6,621,525</u>
TOTAL LIABILITIES	<u>7,777,269</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Federal funding	1,277,375
Other post-employment benefits (OPEB)	1,495,534
Pension	<u>383,210</u>
Total deferred inflows of resources	<u>3,156,119</u>
<u>NET POSITION</u>	
Net investment in capital assets - Net of related debt	12,649,040
Unrestricted	<u>7,799,475</u>
TOTAL NET POSITION	<u>\$ 20,448,515</u>

See accompanying notes.

TOWN OF BRUNSWICK, NEW YORK

STATEMENT OF ACTIVITIES

Year Ended December 31, 2024

	Expenses	Program Revenue		Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	
Functions and programs:				
General support	\$ 1,985,484	\$ 13,683	\$ -	\$ (1,971,801)
Public safety	1,449,527	101,600	-	(1,347,927)
Health	3,500	-	-	(3,500)
Transportation	2,849,007	10,637	-	(2,467,063)
Economic assistance and opportunity	8,600	-	-	(8,600)
Culture and recreation	689,284	-	-	(689,284)
Home and community services	2,324,018	1,782,275	-	(541,743)
Debt service - Interest	14,572	-	-	(14,572)
Total functions and programs	<u>9,323,992</u>	<u>1,908,195</u>	<u>-</u>	<u>(7,044,490)</u>
General revenue:				
Real property taxes				4,263,201
Non-property tax items				2,418,464
Use of money and property				824,338
Sale of property and compensation for loss, net				88,290
Miscellaneous local sources				231,435
State aid				317,405
Federal aid				-
Total general revenue				<u>8,143,133</u>
Change in net position				1,098,643
Total net position - Beginning of year				<u>19,349,872</u>
Total net position - End of year				<u>\$ 20,448,515</u>

See accompanying notes.

TOWN OF BRUNSWICK, NEW YORK

BALANCE SHEET - GOVERNMENTAL FUNDS AND RECONCILIATION OF TOTAL
GOVERNMENTAL FUND BALANCE TO GOVERNMENT - WIDE NET POSITION

December 31, 2024

	<u>Governmental Fund Types</u>		
	<u>General</u>	<u>Highway</u>	<u>Water</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 6,169,803	\$ 3,277,553	\$ 2,604,999
Other receivables	120,638	-	949,486
Due from other governments	798,722	-	-
Service award program assets	-	-	-
Total assets	<u>\$ 7,089,163</u>	<u>\$ 3,277,553</u>	<u>\$ 3,554,485</u>
<u>LIABILITIES</u>			
Accounts payable	\$ 12,865	\$ 83,432	\$ 2,801
Accrued liabilities	123,713	150,967	43,466
Due to other governments	-	-	658,427
Total liabilities	<u>136,578</u>	<u>234,399</u>	<u>704,694</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Unavailable revenue	<u>2,071,769</u>	<u>4,328</u>	<u>-</u>
<u>FUND BALANCE</u>			
Assigned:			
Appropriated for subsequent years' expenditures	-	200,000	-
Restricted for service award program	-	-	-
Operations for the special revenue fund	-	2,838,826	2,849,791
Unassigned	<u>4,880,816</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>4,880,816</u>	<u>3,038,826</u>	<u>2,849,791</u>
Total liabilities and fund balance	<u>\$ 7,089,163</u>	<u>\$ 3,277,553</u>	<u>\$ 3,554,485</u>

A reconciliation for total governmental fund balance to government-wide net position is as follows:

Total governmental fund balance

Capital assets used in governmental activities are not financial resources and are not reported in funds

Earned but not received items recognized as revenue under full accrual accounting

Deferred outflows of resources

Deferred inflows of resources not recorded in governmental fund balance

Long-term bonds payable are not due and payable in the current period, and are not reported in funds

Long-term other post-employment benefits are not due and payable in the current period, and are not reported in the funds

Long-term compensated absences are not due and payable in the current period, and are not reported in funds

Long-term pension liability/asset is not due and payable in the current period, and are not reported in funds

Net Position of Governmental Activities

See accompanying notes.

Fire Protection	Governmental Fund Types			Total Governmental Funds
	Capital Projects	Special Sewer	Non-Major Funds	
\$ 324,502	\$ -	\$ 764,562	\$ 611,765	\$ 13,753,184
-	-	38,990	37,029	1,146,143
-	-	-	-	798,722
1,304,966	-	-	-	1,304,966
<u>\$ 1,629,468</u>	<u>\$ -</u>	<u>\$ 803,552</u>	<u>\$ 648,794</u>	<u>\$ 17,003,015</u>
\$ -	\$ -		\$ 31	\$ 99,129
-	-	2,558	2,484	323,188
-	-	-	-	658,427
<u>-</u>	<u>-</u>	<u>2,558</u>	<u>2,515</u>	<u>1,080,744</u>
-	-	-	-	2,076,097
-	-	85,000	-	285,000
-	-	-	-	-
1,629,468	-	715,994	646,279	8,680,358
-	-	-	-	4,880,816
<u>1,629,468</u>	<u>-</u>	<u>800,994</u>	<u>646,279</u>	<u>13,846,174</u>
<u>\$ 1,629,468</u>	<u>\$ -</u>	<u>\$ 803,552</u>	<u>\$ 648,794</u>	<u>\$ 17,003,015</u>

\$ 13,846,174
 13,079,040
 798,722
 1,299,848
 (1,878,744)
 (430,000)

 (5,533,695)
 (25,318)
 (707,512)
\$ 20,448,515

TOWN OF BRUNSWICK, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - GOVERNMENTAL FUNDS

December 31, 2024

	<u>Government Fund Types</u>		
	<u>General</u>	<u>Highway</u>	<u>Water</u>
<u>REVENUES</u>			
Real property taxes and liens	\$ 1,072,633	\$ 1,519,644	\$ 416,174
Non-property tax items	1,631,093	781,045	-
Departmental income	161,478	10,437	1,397,312
Use of money and property	314,748	177,292	148,681
Licenses and permits	208,762	200	-
Sale of property and compensation of loss	-	84,499	3,791
Miscellaneous local sources	230,489	946	-
State aid	317,405	371,307	-
Federal aid	-	-	-
Total revenue	<u>3,936,608</u>	<u>2,945,370</u>	<u>1,965,958</u>
<u>EXPENDITURES</u>			
General governmental support	1,289,317	-	-
Public safety	191,261	-	-
Health	3,500	-	-
Transportation	273,504	2,104,762	-
Economic assistance and opportunity	8,600	-	-
Culture and recreation	675,363	-	-
Home and community services	297,291	-	1,825,503
Employee benefits	568,783	411,631	122,419
Debt service - Principal	75,000	-	-
Debt service - Interest	14,572	-	-
Total expenditures	<u>3,397,191</u>	<u>2,516,393</u>	<u>1,947,922</u>
Excess (deficiency) of revenue and other sources over expenditures and other sources (uses)	539,417	428,977	18,036
Fund balance - Beginning of year	<u>4,341,399</u>	<u>2,609,849</u>	<u>2,831,755</u>
Fund balance - End of year	<u><u>\$ 4,880,816</u></u>	<u><u>\$ 3,038,826</u></u>	<u><u>\$ 2,849,791</u></u>

See accompanying notes.

	Government Fund Types			Total
Fire Protection	Capital Projects	Special Sewer	Non-Major Funds	Governmental Funds
\$ 1,240,658	\$ -	\$ 14,092		\$ 4,263,201
-	-	-	-	2,412,138
-	-	69,867	60,139	1,699,233
117,281	-	36,915	29,421	824,338
-	-	-	-	208,962
-	-	-	-	88,290
-	-	-	-	231,435
-	-	-	-	688,712
-	-	-	-	-
<u>1,357,939</u>	<u>-</u>	<u>120,874</u>	<u>89,560</u>	<u>10,416,309</u>
-	-	-	-	1,289,317
1,108,189	-	-	-	1,299,450
-	-	-	-	3,500
-	-	-	-	2,378,266
-	-	-	-	8,600
-	-	-	-	675,363
-	-	40,089	27,712	2,190,595
138,478	-	6,439	7,065	1,254,815
-	-	-	-	75,000
-	-	-	-	14,572
<u>1,246,667</u>	<u>-</u>	<u>46,528</u>	<u>34,777</u>	<u>9,189,478</u>
111,272	-	74,346	54,783	1,226,831
<u>1,518,196</u>	<u>-</u>	<u>726,648</u>	<u>591,496</u>	<u>12,619,343</u>
<u>\$ 1,629,468</u>	<u>\$ -</u>	<u>\$ 800,994</u>	<u>\$ 646,279</u>	<u>\$ 13,846,174</u>

TOWN OF BRUNSWICK, NEW YORK

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES

Year Ended December 31, 2024

Net changes in fund balance - Total governmental funds	\$ 1,226,831
Capital outlays, net of disposals, are expenditures in governmental funds but are capitalized in the statement of net position	568,584
Depreciation is not recorded as an expenditure in the governmental fund, but is recorded in the statement of activities	(672,991)
Repayments of long-term debts are recorded as an expenditure in governmental funds, but are recorded as payable of liabilities in the statement of net position	75,000
Pension expense resulting from GASB 68 related actuary reporting is not recorded as an expenditure in the governmental funds but is recorded in the statement of activities	(75,251)
Other post-employment benefits do not require the expenditure of current resources and are therefore, not reported as an expenditure in the governmental funds	(29,857)
Change in certain revenue recognized in the governmental funds using the modified accrual method of accounting was recognized in the statement of activities in the prior year	<u>6,327</u>
Change in net position - Governmental activities	<u><u>\$ 1,098,643</u></u>

See accompanying notes.

TOWN OF BRUNSWICK, NEW YORK

STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS

Year Ended December 31, 2024

	<u>Private Purpose Trusts</u>	<u>Custodial Funds</u>
<u>ASSETS</u>		
Cash	\$ 574,323	\$ 581,822
<u>LIABILITIES</u>		
Funds held for others	\$ 1,332	\$ 581,822
<u>NET POSITION</u>		
Reserved for other purposes	\$ 572,991	

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - FIDUCIARY FUNDS

Year Ended December 31, 2024

	<u>Private Purpose Trusts</u>
Additions:	
Miscellaneous local sources	\$ 112,090
Investment earnings	23,761
Total additions	<u>135,851</u>
Deductions:	
Home and community services	<u>-</u>
CHANGE IN NET POSITION	135,851
NET POSITION - Beginning of year	<u>437,140</u>
NET POSITION - End of year	<u>\$ 572,991</u>

See accompanying notes.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

The Town of Brunswick, New York (the “Town”) is governed by its charter, local town laws, general laws of the State of New York, and various local laws. The members of the Town Board comprise the legislative body responsible for overall operations and the Town Supervisor serves as Chief Executive Officer.

The following basic services are provided: general government support, public safety, health, transportation, economic assistance and opportunity, culture and recreation, and home and community services.

All governmental activities and functions performed for the Town are its direct responsibility. No other governmental organizations have been included or excluded from the reporting entity.

The financial statements of the Town have been prepared in conformity with U.S. generally accepted accounting principles (U.S. GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town's accounting policies are described below.

Basis of Presentation

Town-Wide Statements

The statement of net position and the statement of activities present financial information about the Town’s governmental activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions.

Governmental activities generally are financed through taxes, intergovernmental revenue, and other exchange and non-exchange transactions. Operating grants include operating-specific and discretionary (either operating or capital) grants, while the capital grants column reflects capital-specific grants.

The statement of activities presents a comparison between direct expenses and program revenue for each function of the Town’s governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Program revenue includes charges paid by the recipients of goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd.)

Fund Financial Statements

The fund financial statements provide information about the Town's funds, including fiduciary funds.

The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The accounts of the Town are organized into funds, each of which is considered a separate accounting entity.

The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balances, revenue and expenditures. The various funds are summarized by type in the financial statements.

The fund types used by the Town are as follows:

Governmental Funds

General Fund – This is the Town's primary operating fund and accounts for all financial transactions that are not required to be accounted for in another fund.

Highway Fund – Used to account for transactions related to maintenance and construction of town roads.

Water Fund – Used to account for transactions related to providing water to various town residents.

Fire Protection Fund – Used to account for transactions related to providing fire protection services to town residents.

Capital Projects Fund – Used to account the financial resources used for acquisition, construction, or major repair of capital facilities.

Special Sewer Fund – Used to account for the financial resources used for certain sewer operations.

Non-Major Funds – Consist of Sewer and Special Water funds.

Fiduciary Funds

Used to account for assets held by the local government in a trustee or custodial capacity. The following are the fiduciary funds:

Custodial Funds

Other Custodial Fund – strictly custodial in nature and do not involve the measurement of results of operations. This includes assets deposited with the Town are held to use for engineering fees incurred as the result of development in the Town.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd.)

Private Purpose Trust Funds

These funds are used to account for trust arrangements in which principal and income are used to complete capital improvements by developers on Town owned lands.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported revenue and expenditures during the reporting period. Actual results could differ from those estimates. Estimates and assumptions are made in a variety of areas, including computation of encumbrances, compensated absences, potential contingent liabilities, and useful lives of long-lived assets.

Events Occurring After Reporting Date

The Town has evaluated subsequent events through July 16, 2025, which is the date the financial statements were available to be issued.

Measurement Focus and Basis of Accounting

The Town-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Non-exchange transactions in which the Town gives or receives value without directly receiving or giving equal value in exchange include property taxes, grants, and donations.

On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The Town considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year.

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

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd.)

Explanation of Differences Between Fund Statements and Town-Wide Statements

Due to the differences in the measurement focus and basis of accounting used in the governmental fund statements and the Town-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items. The differences result primarily from the economic focus of the statement of activities compared with the current financial resources focus of the governmental funds.

Total Fund Balances of Governmental Funds vs. Net Assets of Governmental Activities

Total fund balances of the Town's governmental funds differ from "net assets" of governmental activities reported in the statement of net assets. This difference primarily results from the additional long-term economic focus of the statement of net assets versus the solely current financial resources focus of the governmental fund balance sheets.

Statement of Revenues, Expenditures, and Changes in Fund Balance vs. Statement of Activities

Differences between the governmental funds statement of revenues, expenditures, and changes in fund balance and the statement of activities fall into one of three broad categories.

Long-Term Revenue and Expense Differences

Long-term revenue differences arise because governmental funds report revenue only when it is considered "available", whereas the statement of activities reports revenue when earned. Differences in long-term expenses arise because governmental funds report on a modified accrual basis, whereas the accrual basis of accounting is used on the statement of activities.

Capital Related Differences

Capital related differences include the difference between proceeds for the sale of capital assets reported on governmental fund statements and the gain or loss on the sale of assets as reported on the statement of activities, and the difference between recording an expenditure for the purchase of capital items in the governmental fund statements and depreciation expense on those items as recorded in the statement of activities.

Long-Term Debt Transaction Differences

Long-term debt transaction differences occur because both interest and principal payments are recorded as expenditures in the governmental fund statements, whereas interest payments are recorded in the statement of activities as incurred, and principal payments are recorded as a reduction of liabilities in the statement of net assets.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd.)

Cash and Cash Equivalents

The Town's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. New York State law governs the Town's investment policies. Resources must be deposited in FDIC-insured commercial banks or trust companies located within the state.

Permissible investments include obligations of the United States Treasury, United States Agencies, repurchase agreements, and obligations of New York State or its localities. Collateral is required for demand and time deposits and certificates of deposit not covered by FDIC insurance.

Property Taxes

Town real property taxes are levied annually and become a lien no later than January 1. Taxes are collected during the period January 1 to March 31. Taxes for Town special district purposes and county purposes are levied together as a single bill. The County of Rensselaer, New York, assumes enforcement responsibility for all taxes levied in the Town and for special district purposes. Accordingly, the Town and special districts receive the full amount of such taxes within the year of levy.

Other Receivables

Other receivables are shown at gross. No allowance for uncollectible accounts has been provided since it is believed that such allowance would not be material.

Prepaid Expenses

Prepaid expenses represent payments made by the Town for which benefits extend beyond year-end.

Interfund Transactions

The operations of the Town include transactions between funds. These transactions may be temporary in nature, such as with interfund borrowings. The Town typically loans resources between funds for the purpose of providing cash flow. These interfund receivables and payables are expected to be repaid within one year. Permanent transfers of funds include the transfer of expenditures and revenues to provide financing or other services.

In the town-wide statements, the amounts reported on the statement of net position for interfund receivables and payables represent amounts due between different fund types (governmental activities and fiduciary funds). Eliminations have been made for all interfund receivables and payables between the funds, with the exception of those due from or to the fiduciary funds.

The governmental funds report all interfund transactions as originally recorded. Interfund receivables and payables may be netted on the accompanying governmental funds balance sheet when it is the Town's practice to settle these amounts at a net balance based upon the right of legal offset.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd.)

Capital Assets

Capital assets are reported at actual cost for acquisitions subsequent to January 1, 2004. For assets acquired prior to January 1, 2004, estimated historical costs, based on appraisals conducted by independent third-party professionals were used. Donated assets are reported at estimated fair market value at the time received.

Capitalization thresholds (the dollar value above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the Town-wide statements are as follows:

	<u>Capitalization Threshold</u>	<u>Depreciation Method</u>	<u>Estimated Useful Life</u>
Land	\$ 5,000	N/A	N/A
Infrastructure	20,000	Straight-line	10
Water transmission infrastructure	10,000	Straight-line	20
Buildings and improvements	5,000	Straight-line	20-50
Furniture and equipment	5,000	Straight-line	5-20

Vested Employee Benefits

The liability for compensated absences is calculated at rates in effect as of December 31, 2024 and is recorded in the governmental funds in as much as it will be funded from current financial resources and the government-wide statement includes amounts to be paid from future financial resources.

Retirement Benefits

Town employees participate in the New York State and Local Employees' Retirement System. The Town established a defined contribution length of service awards program for the active firefighters of the Brunswick Fire Company, No. 1, Volunteer Fire Company of Center Brunswick and the Mountain View Volunteer Fire Company, Inc.

Other Postemployment Benefits

In addition to providing the retirement benefits described, the Town provides postemployment health insurance coverage to its retired employees and their survivors in accordance with the provisions of the employment contracts negotiated between the Town and its employees. Substantially, all of these employees may become eligible for these benefits if they reach normal retirement age while working in the Town. The Town pays a variable percentage of the cost of premiums to an insurance company.

At the fund level, the Town recognized the current cost of providing benefits for December 31, 2024 by recording \$135,864, which is its share of insurance premiums for 21 currently enrolled retirees, as expenditure for the current year.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd.)

Budgetary Procedures and Accounting

Procedures

The Town employs the following budgetary procedures:

- A. No later than September 30th, the Budget Officer submits a tentative budget to the Town council for the fiscal year commencing the following January 1st. The tentative budget includes proposed expenditures and the proposed means of financing for the following funds:

General Fund, Highway, Water, Sewer, Special Water, Special Sewer, and Fire Protection Funds.

- B. After public hearings are conducted to obtain taxpayer comments, but no later than November 20, the Town Board adopts the town budget.

- C. All modifications to the adopted budget must be approved by the Town Board.

Budget Basis of Accounting

Budgets are adopted annually on a basis consistent with generally accepted accounting principles. Unexpended appropriations lapse at year-end.

Unrecognized or Unearned Revenue

Unrecognized revenue is reported when potential revenue does not meet both the measurable and available criteria for recognition in the current period. Unearned revenue can arise when resources are received by the Town before it has legal claim to them, as when grant monies are received prior to the incidence of qualifying expenditures. In subsequent periods, when both recognition criteria are met, or when the Town has legal claim to the resources, the liability for unearned revenue is removed and revenue is recorded. The Town has unrecognized revenue related to sales tax it is entitled to at year end, but not received within the sixty day period of availability.

Short-Term Debt

The Town may issue Bond Anticipation Notes (BANs), in anticipation of proceeds from the subsequent sales of bonds. These notes are recorded as current liabilities of the funds that will actually receive the proceeds from the issuance of bonds. State law requires that BANs issued for capital purposes be converted to long-term financing within five years after the original issue debt.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd.)

Fund Balance/Net Position Classifications

Town-Wide Statements:

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

Net investment in capital assets – Consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, construction, or improvement of those assets.

Restricted net position – Reports net position when constraints placed on the assets are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The Town has no restricted assets.

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

Fund Statements:

In the fund financial statements there are five allowable classifications of fund balance:

Non-spendable – Includes amounts that cannot be spent, because they are either not in spendable form or legally or contractually required to be maintained intact.

Restricted – Includes amounts with constraints placed on the use of resources either externally imposed by creditors, grantors, contributors or laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation.

Committed – Includes amounts that can be used for the specific purposes pursuant to constraints imposed by formal action of the Town's highest level of decision making authority, i.e., the Town Council.

Assigned – Includes amounts that are constrained by the Town's intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned – Includes all other general fund amounts that do not meet the definition of the above four classifications and are deemed to be available for general use by the Town.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd.)

Order of Fund Balance Spending Policy

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

Accounting Pronouncements

The Town has evaluated GASB Statement No. 100, *Accounting Changes and Error Corrections* and GASB Statement No. 101, *Compensated Absences*, and have determined that there is no significant impact for the year ended December 31, 2024, related to these statements.

The following are GASB Statements that have been issued recently and are currently being evaluated, by the Town, for their potential impact in future years.

- Statement No. 102, *Certain Risk Disclosures*, which will be effective for the year ending December 31, 2025.
- Statement No. 103, *Financial Reporting Model Improvements*, which will be effective for the year ending December 31, 2026.
- Statement No. 104, *Disclosure and Classification of Certain Capital Assets*, which will be effective for the year ending December 31, 2026.

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenses/expenditures) until then. The government has the following items that qualify for reporting in this category. First is a deferred charge related to pensions reported in the Town-wide statement of net position. This represents the effect of the net change in the Town's proportion of the collective net pension asset or liability and difference during the measurement period between the Town's contributions and its proportion share of total contributions to the pension systems not included in pension expense.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd.)

Deferred Outflows and Inflows of Resources (Cont'd.)

The second item relates to OPEB reporting in the Town wide statement of net position. This represents the effect of net change in the actual and expected experience.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Town deferred inflow is related to pensions reported to the Town wide statement of net position. This represents the effect of the net change in the Town's proportion of the collective net pension liability (ERS System) and difference during the measurement periods between the Town's contributions and its proportion share of total contributions to the pension systems not included in pension expense, and the net difference between projected and actual earnings on pension plan investments.

NOTE 2 CASH AND CASH EQUIVALENTS

The Town participates in a multi-municipal cooperative investment pool agreement pursuant to New York State General Municipal Law Article 5-G, Section 119-0, whereby it holds a portion of its cash in cooperation with other participants. At December 31, 2024, the Town held \$7,124,507 in investments consisting of various investments in securities issued by the United States and its agencies. The investments are highly liquid and considered to be cash equivalents. The above amount represents the cost of the investment pool shares and is considered to approximate market value. The investment pool is categorically exempt from the New York State collateralization requirements and therefore is not included in the amounts below.

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

The Town's aggregate bank balances include amounts not covered by FDCI insurance or collateralization.

	<u>Bank Balance</u>	<u>Carrying Amount</u>
Cash and cash equivalents, including trust and agency funds	\$ 7,916,836	\$ <u>7,893,819</u>
Collateral agreement	7,232,626	
Covered by FDIC insurance	<u>500,000</u>	
Total uninsured or collateralized	\$ <u>184,210</u>	

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 2 CASH AND CASH EQUIVALENTS (Cont'd.)

As of December 31, 2024, all of the Town's cash and cash equivalent balances were either insured or collateralized with securities held by the pledging financial institution's trust department in the Town's name. The Town does not typically purchase investments for long enough duration to cause it to believe that it is exposed to any material interest rate risk. The Town does not typically purchase investments denominated in foreign currency and is not exposed to foreign currency risk.

NOTE 3 CAPITAL ASSETS

Capital asset balances and activity for the Town for the year ended December 31, were as follows:

	<u>Balance at</u> <u>12/31/23</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at</u> <u>12/31/24</u>
Capital assets that are not depreciated:				
Land	\$ 6,056,801	\$ -	\$ -	\$ 6,056,801
Capital assets that are depreciated:				
Buildings and improvements	5,906,689	-	-	5,906,689
Furniture and equipment	3,982,533	18,866	(117,000)	3,884,399
Water transmission infrastructure	671,748	97,580	-	769,328
Infrastructure	<u>4,452,389</u>	<u>452,138</u>	<u>(221,056)</u>	<u>4,683,471</u>
Total depreciable cost	<u>15,013,359</u>	<u>568,584</u>	<u>(338,056)</u>	<u>15,243,887</u>
Less: Accumulated depreciation:				
Buildings and improvements	2,616,709	97,034	-	2,713,743
Furniture and equipment	1,938,214	176,591	(117,000)	1,997,805
Water transmission infrastructure	520,314	62,378	-	582,692
Infrastructure	<u>2,811,476</u>	<u>336,988</u>	<u>(221,056)</u>	<u>2,927,408</u>
Total accumulated depreciation	<u>7,886,713</u>	<u>672,991</u>	<u>(338,056)</u>	<u>8,221,648</u>
Total capital assets, net	<u>\$ 13,183,447</u>	<u>\$ (104,407)</u>	<u>\$ -</u>	<u>\$ 13,079,040</u>

Depreciation expense was charged to governmental functions as follows at December 31:

General governmental support	\$ 79,741
Transportation	495,634
Culture and recreation	13,921
Home and community services	<u>83,695</u>
Total depreciation expense	<u>\$ 672,991</u>

NOTE 4 NET PENSION ASSET

Activity and adjustments in the prorated portion of the Town's net pension caused the net amount to change from an asset to a liability in 2024, with the amount being \$707,512 as of December 31, 2024.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 5 OTHER RECEIVABLES

Other receivables consisted of the following at December 31:

	<u>General Fund</u>	<u>Highway Fund</u>	<u>Water Fund</u>	<u>Special Sewer</u>	<u>Non-Major Funds</u>	<u>Total</u>
Water and sewer rents	\$ -	\$ -	\$ 949,486	\$ 38,990	\$ 37,029	\$ 1,025,505
Various fees state aid	<u>120,638</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>120,638</u>
Total	<u>\$ 120,638</u>	<u>\$ -</u>	<u>\$ 949,486</u>	<u>\$ 38,990</u>	<u>\$ 37,029</u>	<u>\$ 1,146,143</u>

NOTE 6 DUE FROM OTHER GOVERNMENTS

New York State owes the Town its share of sales tax for the fourth quarter, amounting to \$798,722.

NOTE 7 DUE TO OTHER GOVERNMENTS

The Town's water fund owes the City of Troy \$658,427 at December 31, 2024 for water purchases.

NOTE 8 LONG-TERM DEBT

Long-term liability balances and activity for the year ended December 31, consisted of the following:

	<u>Beginning Balance</u>	<u>Issued Increase</u>	<u>Redeemed (Decrease)</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental activities:					
Bonds and notes payable:					
General obligation debt:					
Town office	\$ 505,000	\$ -	\$ (75,000)	\$ 430,000	\$ 75,000
Other liabilities:					
OPEB	5,175,235	358,460	-	5,533,695	-
Net Pension	1,011,229	-	(303,717)	707,512	-
Compensated absences	<u>25,554</u>	<u>-</u>	<u>(236)</u>	<u>25,318</u>	<u>-</u>
Total	<u>6,212,018</u>	<u>358,460</u>	<u>(303,953)</u>	<u>6,266,525</u>	<u>-</u>
Total long-term liabilities	<u>\$ 6,717,018</u>	<u>\$ 358,460</u>	<u>\$ (378,953)</u>	<u>\$ 6,696,525</u>	<u>\$ 75,000</u>

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 8 LONG-TERM DEBT (Cont'd.)

Additions and deletions to compensated absences are shown net because it is impracticable to determine these amounts separately. Issue dated, maturities, and interest rates on outstanding debt consisted of the following at December 31:

<u>Bond Issue</u>	<u>Issued</u>	<u>Maturity</u>	<u>Interest Rate</u>	<u>Balance</u>
Town Hall	2018	2030	2.00%	<u>\$ 430,000</u>

The following is a summary of the maturity of bonds payable at December 31:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 75,000	\$ 12,576	\$ 87,576
2026	75,000	10,400	85,400
2027	70,000	8,181	78,181
2028	70,000	5,950	75,950
2029	70,000	3,631	73,631
2030	<u>70,000</u>	<u>1,225</u>	<u>71,225</u>
Totals	<u>\$ 430,000</u>	<u>\$ 41,963</u>	<u>\$ 471,963</u>

NOTE 9 PENSION PLANS

A. General Information

The Town participates in the New York State and Local Employees' Retirement System (ERS), and the Public Employees' Group Life Insurance Plan (Systems). These are cost-sharing, multiple-employer retirement systems. The Systems provide retirement benefits, as well as death and disability benefits. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law (NYSRSSL). As set forth in the NYSRSSL, the Comptroller of the State of New York (Comptroller) serves as sole trustee and administrative head of the Systems.

B. Plan Descriptions and Benefits Provided

The Comptroller shall adopt and may amend rules and regulations for the administration and transaction of the business of the Systems and for the custody and control of their funds. NYSERS provides retirement benefits as well as death and disability benefits. New York State Retirement and Social Security Law govern obligations of employers and employees to contribute, and benefits to employees. The Systems issue a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the New York State and Local Retirement Systems, Gov. Alfred E. Smith State Office Building, Albany, New York 12244.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 9 PENSION PLANS (Cont'd.)

C. Funding Policy

The Systems are noncontributory for the employees who joined prior to July 27, 1976. For employees who joined the Systems after July 27, 1976 and prior to January 1, 2010, employees contribute 3% of their salary, except that employees in the Systems for more than ten years of employment are no longer required to contribute. For employees who joined after January 1, 2010 and prior to April 1, 2012, employees in NYSERS contribute 3% of their salary throughout their active membership. Under the authority of the NYSRSSL, the Comptroller shall certify annually the rates expressed as proportions of payroll of members, which shall be used in computing the contributions required to be made by employers to the pension accumulation fund. For employees who joined after April 1, 2012, employees in NYSERS contribute 3% of their salary until April 1, 2014, and then contribute 3% to 6% of their salary throughout their active membership. Town of Brunswick is required to contribute at an actuarially determined rate. The required contributions for the current year and two preceding years were:

	<u>ERS</u>
2024	\$ 281,469
2023	235,297
2022	203,530

The Town's contributions made to the Systems were equal to 100% of the contributions required for each year.

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

At December 31, 2024, the Town reported the following liability for its proportionate share of the net pension liability. The net pension liability was measured as of March 31, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the Systems relative to the projected contributions of all participating members, actuarially determined.

This information was provided by the ERS System in reports provided to the Town.

	<u>ERS</u>
Actuarial valuation date	March 31, 2024
Net pension liability/(asset)	\$ 707,512
Town's portion of the Plan's total net pension liability	0.0048052%

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 9 PENSION PLANS (Cont'd.)

D. Pension, Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd.)

For the year ended December 31, 2024, the Town recognized pension expense of \$327,524 for ERS. At December 31, 2024, the Town's reported deferred outflows of resources and deferred inflows of resources related to ERS:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 227,889	\$ 19,292
Change of assumptions	267,495	-
Net difference between projected and actual earnings on pension plan investments	-	345,616
Changes in proportion and differences between the Town's contributions and proportionate share of contributions	<u>91,328</u>	<u>18,302</u>
Total	<u>\$ 586,712</u>	<u>\$ 383,210</u>

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

<u>Year Ended March 31</u>	<u>Net Deferred Outflows/ Inflows ERS</u>
2025	\$ (114,396)
2026	155,970
2027	224,057
2028	<u>(62,130)</u>
Total	<u>\$ 203,501</u>

E. Actuarial Assumptions

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

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 9 PENSION PLANS (Cont'd.)

E. Actuarial Assumptions (Cont'd.)

The actuarial valuations used the following actuarial assumptions:

	<u>ERS</u>
Measurement date	March 31, 2024
Actuarial valuation date	April 1, 2023
Interest rate	5.9 %
Salary scale	4.4% indexed by service
Decrement tables	April 1, 2016 – March 31, 2020 System Experience
Inflation rate	2.9 %

The annuitant mortality rates are based on April 1, 2015 – March 31, 2020 System's experience with adjustments for mortality improvements based on Society of Actuaries Scale MP-2020. The actuarial assumptions used in the April 1, 2020 valuation are based on the results of an actuarial experience study for the period April 1, 2015 – March 31, 2020.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Domestic equity	32.00 %	4.00 %
International equity	15.00 %	6.65 %
Private equity	10.00 %	7.25 %
Real estate	9.00 %	4.60 %
Opportunistic portfolio	3.00 %	5.25 %
Credit	4.00 %	5.40 %
Real assets	3.00 %	5.79 %
Fixed income	23.00 %	1.50 %
Cash	1.00 %	0.25 %
	<u>100.0 %</u>	

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 9 PENSION PLANS (Cont'd.)

E. Actuarial Assumptions (Cont'd.)

The real rate of return is net of the long-term inflation assumption of 2.9%.

* Excludes equity-oriented and long-only funds. For investment management purposes, these funds are included in domestic equity and international equity, respectively.

F. Discount Rate

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

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

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

<u>ERS</u>	<u>1% Decrease (4.9 %)</u>	<u>Current Assumption (5.9 %)</u>	<u>1% Increase (6.9 %)</u>
Employer's proportionate share of net pension liability (asset)	\$ <u>2,224,492</u>	\$ <u>707,512</u>	\$ <u>(559,480)</u>

H. Pension Plan Fiduciary Net Position

The components of the current-year net pension liability (asset) of the employers as of the respective valuation dates, were as follows:

	<u>ERS – March 31, 2024</u>		
	<u>Pension Plans Fiduciary Net Position</u>	<u>Town's Proportionate Share of Plans Fiduciary Net Position</u>	<u>Town's Allocation as Determined by the Plan</u>
Total pension liability	\$ 240,696,851,000	\$ 11,565,965	.0048052 %
Net position	<u>225,972,801,000</u>	<u>10,858,453</u>	<u>.0048052 %</u>
Net pension liability (asset)	\$ <u>14,724,050</u>	\$ <u>707,512</u>	<u>.0048052 %</u>

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 9 PENSION PLANS (Cont'd.)

H. Pension Plan Fiduciary Net Position (Cont'd.)

Fiduciary net position, as a percentage of total pension liability	93.88%
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I. Payables to the Pension Plan

Employer contributions are paid annually based on the System's fiscal year which ends on March 31st. Accrued retirement contributions as of December 31, 2024 represent the projected employer contribution for the period of April 1, 2024 through March 31, 2025 based on paid ERS wages multiplied by the employer's contribution rate, by tier.

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS

A. General Information about the OPEB Plan

The Town provides postemployment, medical and prescription drug insurance, coverage to retired employees in accordance with the provisions of various employment contracts. The benefits levels, employee contributions and employer contributions are governed by the Town's contractual agreements. The plan is a single-employer defined benefit OPEB plan administered by the Town. The Town pays 80% of the plan cost and the retiree pays the remaining 20%. Surviving spouses of retirees may continue individual health coverage through the Town with the same contributions requirements.

Employees Covered by Benefit Terms – At December 31, 2024, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	18
Inactive employees entitled to but not yet receiving benefits	-
Active employees	<u>19</u>
Total membership	<u><u>37</u></u>

B. Total OPEB Liability

The Town's total OPEB liability of \$5,533,695 was measured as of December 31, 2024 and was determined by an actuarial valuation as of that date.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Cont'd.)

B. Total OPEB Liability (Cont'd.)

Actuarial Assumptions and Other Inputs – The total OPEB liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation rate	2.6 %
Salary scale	2.0 %
Discount rate	3.26 %

The discount rate was based on the Bond Buyer General Obligation 20-year Municipal Bond Index.

Mortality – Pub-2010 Mortality table adjusted with scale MP-2021.

C. Changes in the Total OPEB Liability

Balance, January 1, 2024	\$ 5,175,235
Changes for the year:	
Service cost	149,178
Interest	194,100
Differences between expected and actual experience	(177,462)
Changes of assumptions of other inputs	405,957
Benefit payments	<u>(213,313)</u>
Net changes	<u>358,460</u>
Balance, December 31, 2024	<u>\$ 5,533,695</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate – The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.26%) or 1 percentage point higher (4.26%) than the current discount rate:

	2.26 % <u>1% Decrease</u>	3.26 % <u>Current Rate</u>	4.26 % <u>1% Increase</u>
Total OPEB Liability	<u>\$ 6,431,818</u>	<u>\$ 5,533,695</u>	<u>\$ 4,812,343</u>

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Cont'd.)

C. Changes in the Total OPEB Liability (Cont'd.)

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

	<u>1% Decrease</u>	<u>Healthcare Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 4,766,857	\$ 5,533,695	\$ 6,502,862

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

For the year ended December 31, 2024, the Town recognized OPEB expense of \$327,524. At December 31, 2024, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 538,651
Changes of assumptions or other inputs	463,895	956,883
Employer contributions subsequent to measurement date	<u>249,241</u>	<u>-</u>
Total	<u>\$ 713,136</u>	<u>\$ 1,495,534</u>

The amortization period for the beginning of the measurement period is 4.97 years for the average expected remaining service life of members. Amounts reported as deferred outflows of sources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year ended December 31</u>	<u>Amount</u>
2025	\$ (298,218)
2026	(440,190)
2027	(207,505)
2028	(85,646)

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 11 LENGTH OF SERVICE AWARDS PROGRAM (LOSAP)

The Town established a defined contribution LOSAP for the active volunteer firefighters of the Brunswick Fire Company, No. 1, Volunteer Fire Company of Center Brunswick and the Mountain View Volunteer Fire Company, Inc. The Town is the sponsor and administrator of the three programs which took effect on January 1, 1996. The programs, established pursuant to Article 11-A of General Municipal Law, provide municipally-funded pension-like benefits to facilitate the recruitment and retention of active volunteer firefighters.

Program Description

Participation, Vesting, and Service Credit

The program provisions and benefits provided under each of the three LOSAP are the same.

Active volunteer firefighters who have reached the age of 16 and completed 1 year of firefighting service are eligible to participate in their respective fire company. Participants acquire a non-forfeitable right to a service award after being credited with 5 years of firefighting service or upon attaining the program's entitlement age or upon death or total and permanent disability. The entitlement age in all programs is age 62. In general, an active volunteer firefighter is credited with a year of firefighting service for each calendar year after the establishment of the program in which he or she accumulates fifty points. Points are granted for the performance of certain activities in accordance with a system established by the Town on the basis of a statutory list of activities and point values. A participant may also have received credit for 5 years of firefighting service rendered prior to the establishment of the programs.

Benefits and Contribution

A participant's benefit under the program is the amount resulting from the contributions made by the Town on behalf of the participant, plus interest and/or other earnings resulting from the investment of the contributions, less necessary administrative costs, forfeitures and losses resulting from the investment of contributions. Contributions in the amount of \$1,200 are currently made on behalf of each participant who is credited with a year of firefighting service. The maximum number of years of firefighting service for which a participant may receive a contribution is forty years. Except in the case of disability or death, benefits become payable when a participant reaches entitlement age. The programs provides statutorily mandatory disability and death benefits.

Fiduciary Investment and Control

A year of firefighting service or (service credit) is determined by the Town Board, based on information certified to the Town Board by each fire companies. The fire companies must maintain all required records on forms prescribed by the Town Board. The Town Board has retained and designated Firefly Admin, Inc. to assist the Town Board to carry out its duties as administrator of the programs. The specific functions performed by Firefly are designated in a service agreement signed between Firefly and the Town Board. Disbursements for the payment of benefits to participants are calculated by Firefly and submitted to the Town Board for approval before payment is actually made.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 11 LENGTH OF SERVICE AWARDS PROGRAM (LOSAP) (Cont'd.)

Program Description (Cont'd.)

Program assets are required to be held in trust by General Municipal Law, for the exclusive purpose of providing benefits to participants and their beneficiaries or for the purpose of defraying the reasonable expenses of the operation and administration of the programs. The Town Board adopted a trust document which names the Board members as trustees and stipulates that all accumulated program assets are assets of the Town, reserved for the exclusive purpose of the programs and subject to the creditors on the Town in case the Town was to become insolvent.

Authority to invest the programs assets is vested in the trustee (i.e, the Town Board). The programs' assets are invested in accordance with a statutory "prudent person" rule and an investment policy adopted by the Town Board. The assets are held in a custodial account with RBC Wealth Management. RBC Wealth management is also retained by the Town Board as portfolio manager.

Program and Financial Condition

Assets and Liabilities

Assets available for benefits consisted of the following at December 31:

	<u>Total</u>
Sponsor contributions receivable	\$ 71,012
Cash and equivalents	49,627
Fixed income	644,506
Equities	473,140
Mixed assets	63,649
Interest and dividends receivable	<u>3,032</u>
Subtotal	1,304,966
Less: Liabilities	<u>-</u>
Total net position available for benefits	<u>\$ 1,304,966</u>
Unfunded liability for prior service	<u>\$ -</u>

Prior Service Costs

All prior service costs have been paid.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 11 LENGTH OF SERVICE AWARDS PROGRAM (LOSAP) (Cont'd.)

Program and Financial Condition (Cont'd.)

Receipts and Disbursements

Plan net position – Beginning of year		\$ 1,232,709
Changes during the 2024 year:		
Sponsor contributions, accrual	\$ 72,749	
Investment income earned	57,680	
Changes in contributions receivable	(1,737)	
Changes in fair market value of investments	28,258	
Changes in investment income receivable	(466)	
Benefits paid	(75,130)	
Investment fees and other charges	<u>(9,097)</u>	
Total change in plan net position		<u>72,257</u>
Plan net position – End of year		<u>\$ 1,304,966</u>

Contributions

Amount of sponsors' required contribution	\$ 72,749
Amount of sponsors' actual contribution	72,749

Administrative Fees

Fees paid to third-party administrator	\$ 10,000
Fees paid for investment management	9,097

Other investment related fees *

* Mutual funds have internal expenses charged for operating the mutual fund. These expenses are paid from the fund and are reflected in the fund earnings. These fees are disclosed in the mutual fund prospectus.

NOTE 12 COMMITMENTS AND CONTINGENCIES

Long-Term Contracts

The Town purchases water from the City of Troy for consumption by Brunswick's residents. The amount paid is based on actual usage and the water rate set annually by the City of Troy. The agreement was reached November 27, 1967 and expired November 27, 2007. Currently the Town is paying the same rates as the City of Troy residents.

Lawsuits

The Town is a defendant in a number of lawsuits. In the opinion of the Town Attorney, after considering all relevant facts, such litigation will not, in the aggregate, have a material adverse effect on the financial position of the Town as of December 31, 2024.

TOWN OF BRUNSWICK, NEW YORK

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2024

NOTE 12 COMMITMENTS AND CONTINGENCIES (Cont'd.)

Grant Programs

The Town participates in a few grant programs. These programs are subject to financial and compliance audits by the grantors or their representatives. The audits of these programs may be conducted, in accordance with grantor requirements, on a periodic basis. The amounts, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the Town believes, based upon its review of current activity and prior experience, the amount of such disallowances, if any, will be nominal.

Environmental Risks

Certain facilities are subject to federal, state and local regulations relating to the discharge of materials into the environment. Compliance with these provisions has not had, nor does the Town expect such compliance to have, any material affect upon the capital expenditures or financial condition of the Town. The Town believes that its current practices and procedures for control and disposition of regulated wastes comply with applicable federal, state, and local requirements.

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TOWN OF BRUNSWICK, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND (Unaudited)

Year Ended December 31, 2024

	Original Budget	Final Budget	Actual (Budgetary Basis)	Final Budget Variance with Budgetary Actual
Revenue:				
Real property taxes and liens	\$ 1,002,713	\$ 1,002,713	\$ 1,072,633	\$ 69,920
Non-property tax items	1,545,593	1,545,593	1,631,093	85,500
Departmental income	181,000	181,000	161,478	(19,522)
Use of money and property	158,467	158,467	314,748	156,281
Licenses and permits	135,000	135,000	208,762	73,762
Sale of property and compensation of loss	-	-	-	-
Miscellaneous local sources	52,500	52,500	230,489	177,989
State aid	354,000	354,000	317,405	(36,595)
Total revenue	3,429,273	3,429,273	3,936,608	507,335
Expenditures:				
General governmental support	1,335,893	1,335,893	1,289,317	46,576
Public safety	201,593	201,593	191,261	10,332
Health	3,500	3,500	3,500	-
Transportation	270,778	270,778	273,504	(2,726)
Economic assistance and opportunity	11,000	11,000	8,600	2,400
Culture and recreation	550,835	550,835	675,363	(124,528)
Home and community services	356,718	356,718	297,291	59,427
Employee benefits	609,384	609,384	568,783	40,601
Debt service - Principal	75,000	75,000	75,000	-
Debt service - Interest	14,572	14,572	14,572	-
Total expenditures	3,429,273	3,429,273	3,397,191	32,082
Net change in fund balance	-	-	539,417	539,417
Fund balance - Beginning of year	4,341,399	4,341,399	4,341,399	-
Fund balance - End of year	\$ 4,341,399	\$ 4,341,399	\$ 4,880,816	\$ 539,417

See auditors' report.

TOWN OF BRUNSWICK, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - HIGHWAY FUND (Unaudited)

Year Ended December 31, 2024

	Original Budget	Final Budget	Actual (Budgetary Basis)	Final Budget Variance with Budgetary Actual
Revenue:				
Real property taxes and liens	\$ 1,520,708	\$ 1,520,708	\$ 1,519,644	\$ (1,064)
Non-property tax items	667,628	781,045	781,045	-
Departmental income	32,000	32,000	10,437	(21,563)
Use of money and property	90,000	115,000	177,292	62,292
Licenses and permits	-	-	200	200
Sale of property and compensation of loss	28,500	131,765	84,499	(47,266)
Miscellaneous local sources	-	-	946	946
State aid	492,633	492,633	371,307	(121,326)
Federal aid	-	-	-	-
Total revenue	<u>2,831,469</u>	<u>3,073,151</u>	<u>2,945,370</u>	<u>(127,781)</u>
Expenditures:				
Transportation	2,620,074	2,888,654	2,104,762	783,892
Employee benefits	411,395	421,231	411,631	9,600
Total expenditures	<u>3,031,469</u>	<u>3,309,885</u>	<u>2,516,393</u>	<u>793,492</u>
Net change in fund balance	(200,000)	(236,734)	428,977	665,711
Fund balance - Beginning of year	<u>2,609,849</u>	<u>2,609,849</u>	<u>2,609,849</u>	<u>-</u>
Fund balance - End of year	<u>\$ 2,409,849</u>	<u>\$ 2,373,115</u>	<u>\$ 3,038,826</u>	<u>\$ 665,711</u>

See auditors' report.

TOWN OF BRUNSWICK, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - WATER FUND (Unaudited)

Year Ended December 31, 2024

	Original Budget	Final Budget	Actual (Budgetary Basis)	Final Budget Variance with Budgetary Actual
Revenue:				
Real property taxes and liens	\$ 416,174	\$ 416,174	\$ 416,174	\$ -
Non-property tax items	-	-	-	-
Departmental income	1,112,500	1,112,500	1,397,312	284,812
Intergovernmental charges	35,000	35,000	-	(35,000)
Use of money and property	75,425	75,425	148,681	73,256
Sale of property	-	-	3,791	3,791
Total revenue	<u>1,639,099</u>	<u>1,639,099</u>	<u>1,965,958</u>	<u>326,859</u>
Expenditures:				
Home and community services	1,529,727	1,954,727	1,825,503	129,224
Employee benefits	109,372	109,372	122,419	(13,047)
Total expenditures	<u>1,639,099</u>	<u>2,064,099</u>	<u>1,947,922</u>	<u>116,177</u>
Net change in fund balance	-	(425,000)	18,036	443,036
Fund balance - Beginning of year	<u>2,831,755</u>	<u>2,831,755</u>	<u>2,831,755</u>	-
Fund balance - End of year	<u>\$ 2,831,755</u>	<u>\$ 2,406,755</u>	<u>\$ 2,849,791</u>	<u>\$ 443,036</u>

See auditors' report.

TOWN OF BRUNSWICK, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - FIRE PROTECTION FUND (Unaudited)

Year Ended December 31, 2024

	Original Budget	Final Budget	Actual (Budgetary Basis)	Final Budget Variance with Budgetary Actual
Revenue:				
Real property taxes and liens	\$ 1,240,658	\$ 1,240,658	\$ 1,240,658	\$ -
Use of money and property	-	-	117,281	117,281
Total revenue	<u>1,240,658</u>	<u>1,240,658</u>	<u>1,357,939</u>	<u>117,281</u>
Expenditures:				
Public safety	1,108,189	1,108,189	1,108,189	-
Employee benefits	<u>132,469</u>	<u>132,469</u>	<u>138,478</u>	<u>(6,009)</u>
Total expenditures	<u>1,240,658</u>	<u>1,240,658</u>	<u>1,246,667</u>	<u>(6,009)</u>
Net change in fund balance	-	-	111,272	111,272
Fund balance - Beginning of year	<u>1,518,196</u>	<u>1,518,196</u>	<u>1,518,196</u>	<u>-</u>
Fund balance - End of year	<u><u>\$ 1,518,196</u></u>	<u><u>\$ 1,518,196</u></u>	<u><u>\$ 1,629,468</u></u>	<u><u>\$ 111,272</u></u>

See auditors' report.

TOWN OF BRUNSWICK, NEW YORK

SCHEDULE OF CHANGES IN NET OPEB LIABILITY (Unaudited)

Year Ended December 31, 2024

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Total OPEB Liability:							
Service cost at end of year	\$ 130,252	\$ 188,443	\$ 148,939	\$ 221,416	\$ 250,793	\$ 248,438	\$ 149,178
Interest	166,963	186,298	207,150	180,299	160,055	134,901	194,100
Changes to benefit terms	-	-	-	-	-		
Difference between expected and actual experience	590,584	-	160,011	-	(1,011,832)		(177,462)
Changes of assumptions or other inputs	172,031	(504,472)	1,143,494	751,852	(179,961)	(1,403,413)	405,957
Benefit payments	<u>(58,661)</u>	<u>(180,055)</u>	<u>(207,885)</u>	<u>(200,639)</u>	<u>(226,203)</u>	<u>(209,640)</u>	<u>(213,313)</u>
Net change in total OPEB liability	1,001,169	(309,786)	1,451,709	952,928	(1,007,148)	(1,229,714)	358,460
Total OPEB liability - Beginning	<u>4,316,077</u>	<u>5,317,426</u>	<u>5,007,460</u>	<u>6,459,169</u>	<u>7,412,097</u>	<u>6,404,949</u>	<u>5,175,235</u>
Total OPEB liability - Ending	<u>\$ 5,317,246</u>	<u>\$ 5,007,640</u>	<u>\$ 6,459,169</u>	<u>\$ 7,412,097</u>	<u>\$ 6,404,949</u>	<u>\$ 5,175,235</u>	<u>\$ 5,533,695</u>
Covered employee payroll	<u>N/A</u>	<u>\$ 461,320</u>	<u>\$ 1,072,225</u>	<u>\$ 1,072,225</u>	<u>\$ 1,192,945</u>	<u>N/A</u>	<u>N/A</u>
Total OPEB liability as a percentage of covered-employee payroll	<u>N/A</u>	<u>1085.00%</u>	<u>602.41%</u>	<u>691.28%</u>	<u>536.91%</u>	<u>N/A</u>	<u>N/A</u>

10 years of historical information will not be available upon implementation. An additional year of historical information will be added each year subsequent to the year of implementation until 10 years of historical data is available.

The Town has no net assets accumulated in a trust that meets the criterial in paragraph 4 of GASB Statement No. 75, to pay OPEB benefits. The Town currently contributes enough money to the plan to satisfy current obligations on a pay-as-you-go basis.

See auditors' report.

TOWN OF BRUNSWICK, NEW YORK

SCHEDULE OF CONTRIBUTIONS - PENSION PLANS (Unaudited)

Year Ended December 31, 2024

	2017	2018	2019	2020	2021	2022	2023	2024
NYSLRS Pension Plan								
Town's proportion of the net pension liability (asset)	0.0050960%	0.0050602%	0.0053211%	0.0053861%	0.0049588%	0.0048165%	0.0047157%	0.0048052%
Town's proportionate share of the net pension liability (asset)	\$ 478,835	\$ 163,315	\$ 377,018	\$ 1,426,275	\$ 4,938	\$ (393,728)	\$ (1,011,229)	\$ (707,512)
Town's covered-employee payroll	1,643,393	1,873,065	1,780,278	1,732,276	1,707,558	1,846,159	2,104,363	2,082,587
Town's proportionate share of the net pension liability (asset) as a percentage of it covered-employee payroll	29.14%	8.72%	21.18%	82.34%	0.29%	-21.33%	-48.05%	-33.97%
Plan fiduciary net position as a percentage of total pension liability	94.70%	98.24%	96.27%	86.39%	99.95%	103.65%	90.78%	93.88%

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See auditors' report.

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

Board of Trustees
Town of Brunswick, New York
Brunswick, New York

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Town of Brunswick, New York (the "Town") as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Town's financial statements, and have issued our report thereon dated July 16, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses, or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

MEMBERS: American Institute of Certified Public Accountants, New York State Society of Certified Public Accountants National Conference of CPA Practitioners

Report on Compliance and Other Matters

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

Purpose of this Report

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

Mostert, Manzanero & Scott, LLP

Oneonta, New York
July 16, 2025