

TOWN OF HENRIETTA

Monroe County, New York

BASIC FINANCIAL STATEMENTS

For Year Ended December 31, 2010

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Members of
American Institute of
Certified Public Accountants
and
New York State Society of
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Honorable Town Council
The Town of Henrietta
Monroe County, New York

We have audited the accompanying basic financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Henrietta, Monroe County, New York (the Town) as of and for the year ended December 31, 2010, which collectively comprise the Town's basic financial statements as listed in the accompanying table of contents. We also have audited the financial statements of each of the Town's nonmajor governmental funds presented as supplemental information in the accompanying combining and individual fund financial statements and schedules as of and for the year ended December 31, 2010, as listed in the table of contents. These basic financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town as of December 31, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the budgetary comparison for the general fund, the highway fund, the sewer fund, and the drainage fund for the year ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the Town, as of December 31, 2010, and the respective changes in financial position and cash flows, where applicable thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis on pages 3 through 12 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Raymond F. Wager CPA, PC

April 11, 2011

Town of Henrietta, Monroe County, New York

Management's Discussion and Analysis (MD&A)

December 31, 2010

Introduction

Our discussion and analysis of the Town of Henrietta, Monroe County, New York's financial performance provides an overview of the Town's financial activities for the year ended December 31, 2010. It should be read in conjunction with the basic financial statements to enhance understanding of the Town's financial performance, which immediately follows this section.

Financial Highlights

Key financial highlights for year 2010 are as follows:

- ◆ On the government-wide financial statements, the total assets of the Town exceeded liabilities by \$53,538,625 (net assets) a decrease of \$243,346. Of the current year amount, the unrestricted portion is \$10,359,931. The balance of net assets is either restricted for specific purposes or the net book value of capital assets.
- ◆ The Town's governmental fund financial statements report a combined ending fund balance of \$15,263,221, an increase of \$464,137 in comparison with the prior year. At the end of the current year, \$11,239,586 is available for spending at the Town's discretion (unreserved and undesignated fund balance).
- ◆ At the end of the current year, the fund balance of the General Fund was \$10,261,886 an increase of \$982,417 from the prior year.
- ◆ General revenues which include Sales Tax, State Aid-Mortgage Tax, Real Property Tax, Compensation for Loss, Investment Earnings, and Miscellaneous accounted for \$8,968,588 or 63% of all revenues. Program specific revenues in the form of Charges for Services, Operating Grants and Contributions, and Capital Grants and Contributions accounted for \$5,260,685 or 37% of total revenues.

Overview of the Financial Statements

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

1. Government-Wide Financial Statements

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

- ◆ The *statement of net assets* presents information on all of the Town's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.
- ◆ The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.
- ◆ The *governmental* activities of the Town include highway maintenance, snow removal, general administrative support, community service, and interest on long-term debt.

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

2. Fund Financial Statements

- ◆ A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the Town can be divided into two categories: Governmental Funds and Fiduciary Funds.
- ◆ *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the year. Such information may be useful in evaluating the Town's near-term financing requirements.
- ◆ Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.
- ◆ The Town maintains four major individual governmental funds; General Fund, Highway Fund, Sewer Fund, and Drainage Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for each fund. The Town has elected to report the Capital Fund, the Public Library Fund, the Street Lighting Fund, the Consolidated Sewer Fund, the Parks Fund, and the Transportation Fund as non-major funds.

- ◆ The Town adopts an annual budget for each of its major funds. A budgetary comparison statement has been provided for each major fund within the basic financial statements to demonstrate compliance with the budget.
- ◆ The *Fiduciary Funds* are used to account for assets held by the Town in an agency capacity which accounts for assets held by the Town on behalf of others. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of these funds are *not* available to support the Town's programs.

The financial statements for the Town of Henrietta, Monroe County, New York can be found in the basic financial statement section of this report.

Major Features of the Town-Wide and Fund Financial Statements			
Features	Town-Wide Statements	Fund Financial Statements	
		Governmental Funds	Fiduciary Funds
Scope	Entire Town	The activities of the Town that are not proprietary or fiduciary, such as General Administration, Highway and Library	Instances in which the Town administers resources on behalf of someone else
Required Financial Statements	Statement of Net Assets Statement of Activities	Balance Sheet, Statement of Revenues, Expenditures, and Changes in Fund Balance	Statement of Fiduciary Net Assets, and Statement of Changes in Fiduciary Net Assets
Accounting Basis and Measurement Focus	Accrual accounting and economic resource focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long- term liabilities included	All assets and liabilities both short-term and long-term; funds do not currently contain capital assets, although they can
Type of Inflow/Outflow Information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All additions and deductions during the year, regardless of when cash is received or paid

3. *Notes to the Financial Statements*

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

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of the Town's financial position. In the case of the Town of Henrietta, Monroe County, New York, net assets at the close of the current year were \$53,538,625.

Net Assets

The Town's combined net assets were smaller on December 31, 2010, than they were the year before, as shown in table below:

	<u>2010</u>	<u>2009</u>	<u>%</u> <u>Variance</u>
<u>ASSETS</u>			
Current Assets	\$ 16,732,920	\$ 15,882,829	5.35%
Capital Assets, Net	39,926,800	40,879,595	-2.33%
Total Assets	\$ 56,659,720	\$ 56,762,424	-0.18%
<u>LIABILITIES</u>			
Current Liabilities	\$ 1,488,473	\$ 1,106,319	34.54%
Noncurrent Liabilities			
Due in One Year	190,655	235,142	-18.92%
Due in More Than One Year	1,441,967	1,638,992	-12.02%
Total Liabilities	\$ 3,121,095	\$ 2,980,453	4.72%
<u>NET ASSETS</u>			
Invested in Capital Assets, Net of Related Debt	\$ 38,336,800	\$ 39,070,784	-1.88%
Restricted Capital Reserves	431,817	368,113	17.31%
Restricted Special Districts	4,410,077	4,781,841	-7.77%
Unrestricted	10,359,931	9,561,233	8.35%
Total Net Assets	\$ 53,538,625	\$ 53,781,971	-0.45%

By far, the largest component of the Town's net assets (72%) reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to the residents and consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

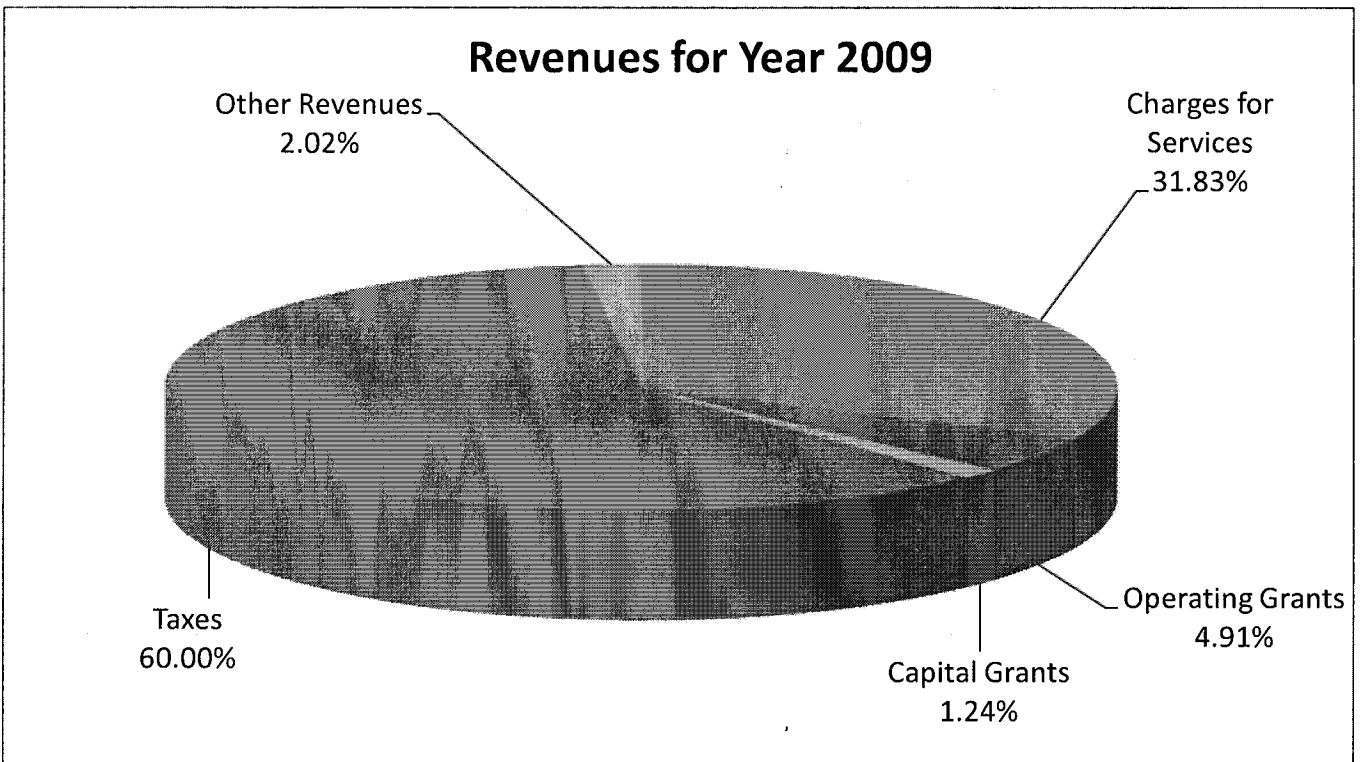
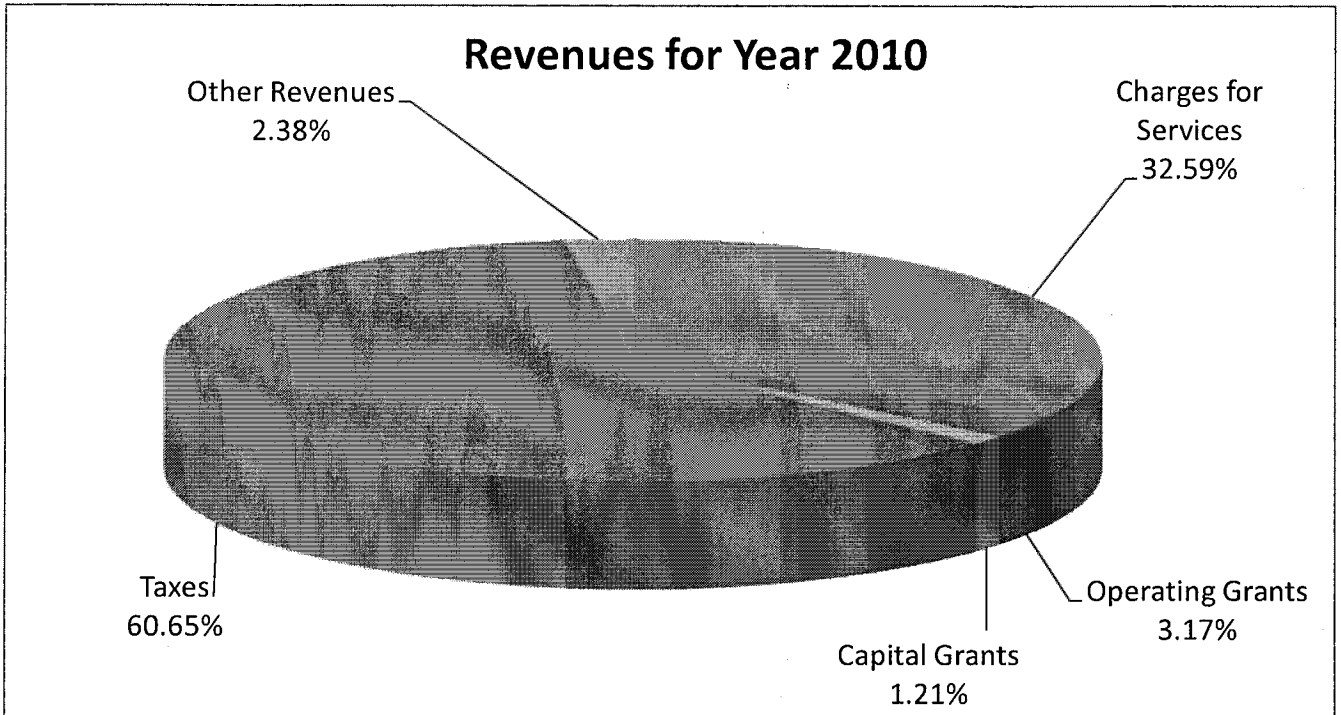
There are restricted net asset balances in Capital Reserves, and Special Districts, which constitute 8% of total net assets. The remaining balance of unrestricted net assets, which is a surplus of \$10,359,931 (20%), may be used to finance future operations.

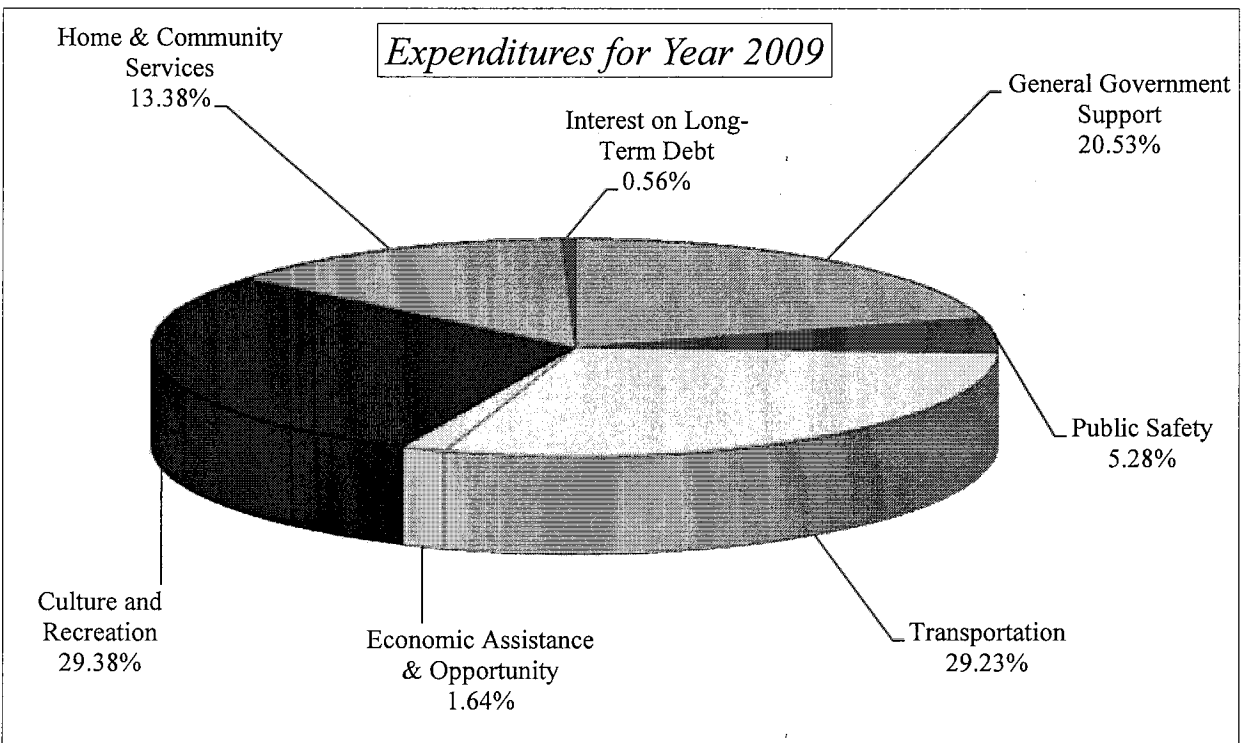
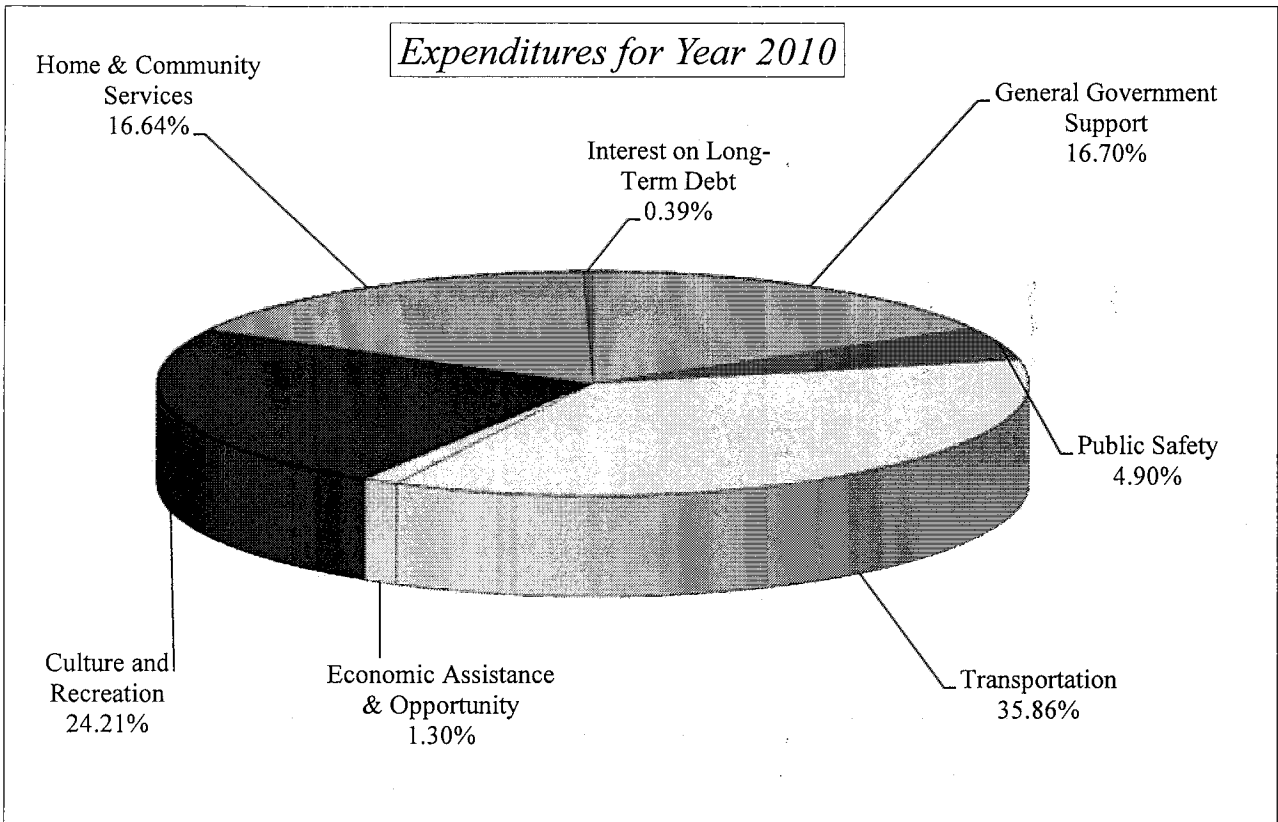
Changes in Net Assets

The Town's total revenues were more for 2010 than they were the year before, increasing by 4% to \$14,229,273. The Town relies upon taxes, charges for services, capital and operating grants as their primary revenue sources.

The Town's total expenditures were more for 2010 than they were the year before, increasing by 28% to \$14,472,619. This increase represents higher maintenance costs relating to drainage fund expenditures and the amount of capitalized road work in 2009 was approximately \$1.7 million higher than in 2010. Expenditures incurred are distributed dependent on the Town's services. See table below:

	2010	2009	% Variance
Revenues:			
Charges for Services	\$ 4,637,366	\$ 4,372,998	6.05%
Operating Grants & Contributions	450,843	675,081	-33.22%
Capital Grants & Contributions	172,476	170,748	1.01%
Taxes	8,629,650	8,242,047	4.70%
Other Revenues	338,938	276,285	22.68%
Total Revenues	\$ 14,229,273	\$ 13,737,159	3.58%
Expenditures:			
General Government Support	\$ 2,417,033	\$ 2,319,086	4.22%
Public Safety	709,731	596,162	19.05%
Transportation	5,190,502	3,302,686	57.16%
Economic Assistance	187,310	185,031	1.23%
Culture & Recreation	3,504,474	3,320,021	5.56%
Home & Community Services	2,408,721	1,511,547	59.35%
Interest on Long-Term Debt	54,848	64,254	-14.64%
Total Expenditures	\$ 14,472,619	\$ 11,298,787	28.09%
Change in Net Assets	\$ (243,346)	\$ 2,438,372	
Net Assets - Beginning of Year	53,781,971	51,343,599	
Net Assets - End of Year	\$ 53,538,625	\$ 53,781,971	





Financial Analysis of the Town of Henrietta's Funds

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

Governmental Funds

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

As of the end of the current year, the Town's combined governmental fund balances are \$15,263,221 which is greater than last year's ending fund balance of \$14,799,084.

Of the total combined fund balances, \$3,591,818 has been designated for subsequent year's expenditures and represents the amount estimated for use in the 2011 budget, \$431,817 has been reserved for capital, and the remaining balance of \$11,239,586 is primarily for providing cash flow and for future spending needs.

The General Fund is the chief operating fund of the Town. At the end of the current year, the total fund balance of the General Fund was \$10,261,886, of which \$7,378,435 was unreserved and undesignated. The fund balance for the Town of Henrietta's General Fund increased by \$982,417 compared with the prior year.

Budgetary Highlights

The key budget variances for the major funds are listed below.

<u>Revenue Items</u>	<u>Budget Variance Amended Vs. Actual</u>	<u>Explanation for Budget Variance</u>
General Fund-Non-Property Taxes	\$714,364	Conservative budget estimates
General Fund-Departmental Income	\$590,676	Revenues collected exceeded estimate
General Fund-Fines and Forfeitures	(\$120,807)	Fines and forfeitures lower than estimated
Highway Fund-Intergovernmental Charges	\$118,833	Snow and ice county payments conservatively budgeted
Highway Fund-Operating Transfers-In	(\$369,534)	Transfer not needed to balance annual expenses

<u>Expenditure Items</u>	<u>Budget Variance Amended Vs. Actual</u>	<u>Explanation for Budget Variance</u>
General Fund-General Government Support	\$619,172	Conservative budgeting
General Fund-Transportation	\$139,747	Conservative budgeting
General Fund-Culture and Recreation	\$238,934	Conservative budgeting
General Fund-Operating Transfers-Out	\$481,783	Transfers not required in other funds
Sewer Fund-Home and Community Services	\$194,043	Timing of projects delayed to subsequent year

Capital Assets

A listing of capital assets, net of accumulated depreciation, is reflected below:

	<u>2010</u>	<u>2009</u>
Land	\$ 3,671,258	\$ 3,671,258
Infrastructure	27,634,747	28,606,792
Buildings and Improvements	5,057,759	5,221,612
Machinery and Equipment	3,457,452	3,274,349
Work in Progress	<u>105,584</u>	<u>105,584</u>
Total Capital Assets, Net of Accumulated Depreciation	<u>\$ 39,926,800</u>	<u>\$ 40,879,595</u>

More detailed information about the Town's capital assets is presented in the notes to the financial statements.

Long-Term Debt

The general obligation and other long-term debt of the Town is as follows:

	<u>2010</u>	<u>2009</u>
Serial Bonds	\$ 630,000	\$ 740,000
Revolving Fund Revenue Bonds	960,000	1,015,000
Installment Purchase Debt	-	53,811
Compensated Absences	<u>42,622</u>	<u>65,323</u>
Total	<u>\$ 1,632,622</u>	<u>\$ 1,874,134</u>

The amount of principal paid on outstanding debt was \$218,811. More detailed information about the Town's long-term liabilities is presented in the notes to the financial statements.

Factors Bearing on the Town's Future

Substantial rate increases announced by the New York State Employees' Retirement System, combined with expanding health insurance costs, will require increases in budgetary allocations over the next several years.

Requests for Information

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

The Town of Henrietta
475 Calkins Road
P.O. Box 999
Henrietta, New York 14467-0999

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK

Statement of Net Assets

December 31, 2010

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 14,863,034
Accounts receivable	1,745,787
State and federal aid receivable	1,041
Deferred expenditures	123,058
Capital assets, net of accumulated depreciation:	
Land	3,671,258
Buildings	5,057,759
Equipment	3,457,452
Infrastructure	27,634,747
Work in progress	105,584
TOTAL ASSETS	<u>\$ 56,659,720</u>
 LIABILITIES	
Accounts payable and other current liabilities	\$ 941,539
Accrued liabilities	208,685
Deferred revenue	338,249
Noncurrent liabilities:	
Due in one year	190,655
Due in more than one year	1,441,967
TOTAL LIABILITIES	<u>\$ 3,121,095</u>
 NET ASSETS	
Invested in capital assets, net of related debt	\$ 38,336,800
Restricted for:	
Capital reserves	431,817
Special districts	4,410,077
Unrestricted	10,359,931
TOTAL NET ASSETS	<u>\$ 53,538,625</u>

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

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK

Statement of Activities

For Year Ended December 31, 2010

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Capital</u>	<u>Revenue and</u>
		<u>Services</u>	<u>Grants and</u>	<u>Grants and</u>	<u>Changes in</u>
			<u>Contributions</u>	<u>Contributions</u>	<u>Net Assets</u>
					<u>Primary</u>
					<u>Government</u>
					<u>Governmental</u>
					<u>Activities</u>
Primary Government:					
Governmental Activities:					
General government support	\$ 2,417,033	\$ 34,103	\$ 346,611	\$ -	\$ (2,036,319)
Public safety	709,731	2,159,412	-	-	1,449,681
Transportation	5,190,502	738,485	50,000	172,476	(4,229,541)
Economic assistance and opportunity	187,310	-	-	-	(187,310)
Culture and recreation	3,504,474	665,981	40,428	-	(2,798,065)
Home and community services	2,408,721	1,039,385	13,804	-	(1,355,532)
Interest on long-term debt	54,848	-	-	-	(54,848)
Total Governmental Activities	<u>\$ 14,472,619</u>	<u>\$ 4,637,366</u>	<u>\$ 450,843</u>	<u>\$ 172,476</u>	<u>\$ (9,211,934)</u>
Total Primary Government	<u>\$ 14,472,619</u>	<u>\$ 4,637,366</u>	<u>\$ 450,843</u>	<u>\$ 172,476</u>	<u>\$ (9,211,934)</u>
General Revenues:					
Taxes:					
Property taxes					\$ 5,436,988
Non-property taxes					2,364,364
State aid - mortgage tax					828,298
Compensation for loss					27,263
Investment earnings					115,692
Miscellaneous					195,983
Total General Revenues					<u>\$ 8,968,588</u>
Change in Net Assets					\$ (243,346)
Net Assets - Beginning					<u>53,781,971</u>
Net Assets - Ending					<u>\$ 53,538,625</u>

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

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK

**Balance Sheet
Governmental Funds
December 31, 2010**

	<u>General Fund</u>	<u>Highway Fund</u>	<u>Sewer Fund</u>	<u>Drainage Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets						
Cash and cash equivalents	\$ 9,304,052	\$ 1,272,124	\$ 1,384,947	\$ 1,548,857	\$ 1,341,326	\$ 14,851,306
Receivables	577,603	1,135	426,156	-	-	1,004,894
Due from other funds	54,416	54,416	-	-	4,880	113,712
Due from other governments	702,625	6,736	-	20,650	10,882	740,893
State and federal aid receivable	1,041	-	-	-	-	1,041
Deferred expenses	48,856	33,107	15,234	6,948	18,913	123,058
Total Assets	<u>\$ 10,688,593</u>	<u>\$ 1,367,518</u>	<u>\$ 1,826,337</u>	<u>\$ 1,576,455</u>	<u>\$ 1,376,001</u>	<u>\$ 16,834,904</u>
Liabilities and Fund Balance						
Liabilities:						
Accounts payable and other current liabilities	\$ 229,304	\$ 590,570	\$ 44,075	\$ 10,054	\$ 36,013	\$ 910,016
Accrued wages and benefits	88,431	46,708	22,387	14,587	36,572	208,685
Due to other funds	-	54,416	-	-	59,296	113,712
Overpayments and collections in advance	-	-	1,021	-	-	1,021
Deferred revenue	108,972	229,277	-	-	-	338,249
Total Liabilities	<u>\$ 426,707</u>	<u>\$ 920,971</u>	<u>\$ 67,483</u>	<u>\$ 24,641</u>	<u>\$ 131,881</u>	<u>\$ 1,571,683</u>
Fund Balances						
Reserved for:						
Capital reserve	\$ 431,817	\$ -	\$ -	\$ -	\$ -	\$ 431,817
Unreserved:						
Appropriated - ensuing fiscal year	2,451,634	385,377	257,761	43,460	453,586	3,591,818
Unappropriated	7,378,435	61,170	1,501,093	1,508,354	790,534	11,239,586
Total Fund Balances	<u>\$ 10,261,886</u>	<u>\$ 446,547</u>	<u>\$ 1,758,854</u>	<u>\$ 1,551,814</u>	<u>\$ 1,244,120</u>	<u>\$ 15,263,221</u>
Total Liabilities and Fund Balances	<u>\$ 10,688,593</u>	<u>\$ 1,367,518</u>	<u>\$ 1,826,337</u>	<u>\$ 1,576,455</u>	<u>\$ 1,376,001</u>	

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	39,926,800
Interest is accrued on outstanding debt in the statement of net assets, but not in the funds	(18,774)
The following long-term obligations are not due and payable in the current period and therefore are not reported in the governmental funds:	
Serial bonds payable	(1,590,000)
Compensated absences	(42,622)
Net Assets of Governmental Activities	<u>\$ 53,538,625</u>

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

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2010

	<u>General Fund</u>	<u>Highway Fund</u>	<u>Sewer Fund</u>	<u>Drainage Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:						
Real property and tax items	\$ 130,220	\$ 2,390,328	\$ 524,345	\$ 834,614	\$ 1,557,481	\$ 5,436,988
Non-property taxes	2,364,364	-	-	-	-	2,364,364
Departmental income	2,103,648	-	1,039,385	-	74,763	3,217,796
Intergovernmental charges	45,280	693,205	-	-	-	738,485
Use of money and property	77,218	9,177	9,116	10,813	9,368	115,692
Licenses and permits	496,892	-	-	-	-	496,892
Fines and forfeitures	184,193	-	-	-	-	184,193
Sale of property and compensation for loss	12,780	12,186	480	442	1,375	27,263
Miscellaneous	130,249	5,866	26,700	20,650	65,961	249,426
Interfund revenues	421,400	-	-	-	-	421,400
State and county aid	1,209,327	172,476	-	-	-	1,381,803
Federal aid	56,010	-	13,804	-	-	69,814
Total Revenues	<u>\$ 7,231,581</u>	<u>\$ 3,283,238</u>	<u>\$ 1,613,830</u>	<u>\$ 866,519</u>	<u>\$ 1,708,948</u>	<u>\$ 14,704,116</u>
Expenditures:						
Current:						
General government support	\$ 2,578,384	\$ 26,324	\$ 13,400	\$ 9,277	\$ 7,594	\$ 2,634,979
Public safety	669,829	-	-	-	-	669,829
Transportation	120,403	2,799,568	-	-	251,572	3,171,543
Economic assistance and opportunity	148,245	-	-	-	-	148,245
Culture and recreation	1,611,259	-	-	-	1,183,661	2,794,920
Home and community services	78,159	-	1,488,397	951,247	1,775	2,519,578
Employee benefits	800,147	485,390	244,550	133,390	306,507	1,969,984
Debt Service:						
Debt service - principal	110,000	107,253	-	-	55,000	272,253
Debt service - interest and other charges	32,738	4,077	-	-	21,833	58,648
Total Expenditures	<u>\$ 6,149,164</u>	<u>\$ 3,422,612</u>	<u>\$ 1,746,347</u>	<u>\$ 1,093,914</u>	<u>\$ 1,827,942</u>	<u>\$ 14,239,979</u>
Excess (deficiency) of revenue over expenditures	<u>\$ 1,082,417</u>	<u>\$ (139,374)</u>	<u>\$ (132,517)</u>	<u>\$ (227,395)</u>	<u>\$ (118,994)</u>	<u>\$ 464,137</u>
Other Financing Sources and Uses:						
Operating transfers - in	\$ -	\$ -	\$ -	\$ -	\$ 100,000	\$ 100,000
Operating transfers - out	(100,000)	-	-	-	-	(100,000)
Total Other Financing Sources and Uses	<u>\$ (100,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 100,000</u>	<u>\$ -</u>
Net change in fund balances	\$ 982,417	\$ (139,374)	\$ (132,517)	\$ (227,395)	\$ (18,994)	\$ 464,137
Fund Balance - Beginning	<u>9,279,469</u>	<u>585,921</u>	<u>1,891,371</u>	<u>1,779,209</u>	<u>1,263,114</u>	<u>14,799,084</u>
Fund Balance - Ending	<u>\$ 10,261,886</u>	<u>\$ 446,547</u>	<u>\$ 1,758,854</u>	<u>\$ 1,551,814</u>	<u>\$ 1,244,120</u>	<u>\$ 15,263,221</u>

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2010

Net Change in Fund Balances - Total Governmental Funds \$ 464,137

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.

Additions of Assets	\$ 2,155,332	
Loss on disposal of assets	(3,214)	
Depreciation	<u>(3,104,912)</u>	(952,794)

Bond and installment purchase debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term obligations in the Statement of Net Assets.

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term obligations in the Statement of Net Assets. The following details these items as they effect the governmental activities:

Debt Repayment		218,810
----------------	--	---------

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 3,800

In the Statement of Activities, compensated absences and employee retirement incentives are measured by the amount accrued during the year. In the governmental funds, expenditures for these items are measured by the amount actually paid. The following provides the differences of these items as presented in the governmental activities:

Compensated Absences		<u>22,701</u>
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Change in Net Assets of Governmental Activities \$ (243,346)

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

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General and Major Special Revenue Fund Types
For the Year Ended December 31, 2010

	GENERAL FUND			
	Original Budget (Incl. carryover Encumbrances)	Budget (Amended)	Actual	Variance
Revenues:				
Real property and tax items	\$ 90,000	\$ 90,000	\$ 130,220	\$ 40,220
Non-property taxes	1,650,000	1,650,000	2,364,364	714,364
Departmental income	1,512,972	1,512,972	2,103,648	590,676
Intergovernmental charges	50,000	50,000	45,280	(4,720)
Use of money and property	63,000	63,000	77,218	14,218
Licenses and permits	414,433	414,433	496,892	82,459
Fines and forfeitures	305,000	305,000	184,193	(120,807)
Sale of property and compensation for loss	14,000	14,000	12,780	(1,220)
Miscellaneous	76,000	76,000	130,249	54,249
Interfund revenues	400,000	400,000	421,400	21,400
State and county aid	1,123,900	1,123,900	1,209,327	85,427
Federal aid	-	-	56,010	56,010
Total Revenues	\$ 5,699,305	\$ 5,699,305	\$ 7,231,581	\$ 1,532,276
Expenditures:				
Current:				
General government support	\$ 3,238,623	\$ 3,197,556	\$ 2,578,384	\$ 619,172
Public safety	703,472	753,472	669,829	83,643
Transportation	260,150	260,150	120,403	139,747
Economic assistance and opportunity	126,866	151,377	148,245	3,132
Culture and recreation	1,790,465	1,850,193	1,611,259	238,934
Home and community services	94,563	94,563	78,159	16,404
Employee benefits	980,792	887,620	800,147	87,473
Debt Service:				
Debt service - principal	110,000	110,000	110,000	-
Debt service - interest and other charges	32,738	32,738	32,738	-
Total Expenditures	\$ 7,337,669	\$ 7,337,669	\$ 6,149,164	\$ 1,188,505
Excess (deficiency) of revenue over expenditures	\$ (1,638,364)	\$ (1,638,364)	\$ 1,082,417	\$ 2,720,781
Other Financing Sources and Uses:				
Operating transfers - out	\$ (581,783)	\$ (581,783)	\$ (100,000)	\$ 481,783
Total Other Financing Sources and Uses	\$ (581,783)	\$ (581,783)	\$ (100,000)	\$ 481,783
Net change in fund balances	\$ (2,220,147)	\$ (2,220,147)	\$ 982,417	\$ 3,202,564
Fund Balance - Beginning	9,279,469	9,279,469	9,279,469	-
Fund Balance - Ending	\$ 7,059,322	\$ 7,059,322	\$ 10,261,886	\$ 3,202,564

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

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General and Major Special Revenue Fund Types
For the Year Ended December 31, 2010

	HIGHWAY FUND			
	Original Budget (Incl. Carryover Encumbrances)	Budget (Amended)	Actual	Variance
Revenues:				
Real property and tax items	\$ 2,330,577	\$ 2,330,577	\$ 2,390,328	\$ 59,751
Intergovernmental charges	574,372	574,372	693,205	118,833
Use of money and property	7,000	7,000	9,177	2,177
Sale of property and compensation for loss	22,500	22,500	12,186	(10,314)
Miscellaneous	6,000	6,000	5,866	(134)
State and county aid	170,748	170,748	172,476	1,728
Total Revenues	\$ 3,111,197	\$ 3,111,197	\$ 3,283,238	\$ 172,041
Expenditures:				
Current:				
General government support	\$ 54,727	\$ 54,727	\$ 26,324	\$ 28,403
Transportation	2,847,425	2,847,425	2,799,568	47,857
Employee benefits	542,085	542,085	485,390	56,695
Debt Service:				
Debt service - principal	162,522	162,522	107,253	55,269
Debt service - interest and other charges	6,296	6,296	4,077	2,219
Total Expenditures	\$ 3,613,055	\$ 3,613,055	\$ 3,422,612	\$ 190,443
Excess (deficiency) of revenue over expenditures	\$ (501,858)	\$ (501,858)	\$ (139,374)	\$ 362,484
Other Financing Sources and Uses:				
Operating transfers - in	\$ 369,534	\$ 369,534	\$ -	\$ (369,534)
Total Other Financing Sources and Uses	\$ 369,534	\$ 369,534	\$ -	\$ (369,534)
Net change in fund balances	\$ (132,324)	\$ (132,324)	\$ (139,374)	\$ (7,050)
Fund Balance - Beginning	585,921	585,921	585,921	-
Fund Balance - Ending	\$ 453,597	\$ 453,597	\$ 446,547	\$ (7,050)

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

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General and Major Special Revenue Fund Types
For the Year Ended December 31, 2010

SEWER FUND				
	Original Budget (Incl. Carryover Encumbrances)	Budget (Amended)	Actual	Variance
Revenues:				
Real property and tax items	\$ 524,345	\$ 524,345	\$ 524,345	\$ -
Departmental income	1,103,193	1,103,193	1,039,385	(63,808)
Use of money and property	10,000	10,000	9,116	(884)
Sale of property and compensation for loss	-	-	480	480
Miscellaneous	1,000	1,000	26,700	25,700
Federal aid	-	-	13,804	13,804
Total Revenues	\$ 1,638,538	\$ 1,638,538	\$ 1,613,830	\$ (24,708)
Expenditures:				
Current:				
General government support	\$ 27,134	\$ 27,134	\$ 13,400	\$ 13,734
Home and community services	1,484,006	1,682,440	1,488,397	194,043
Employee benefits	308,717	310,283	244,550	65,733
Total Expenditures	\$ 1,819,857	\$ 2,019,857	\$ 1,746,347	\$ 273,510
Excess (deficiency) of revenue over expenditures	\$ (181,319)	\$ (381,319)	\$ (132,517)	\$ 248,802
Fund Balance - Beginning	1,891,371	1,891,371	1,891,371	-
Fund Balance - Ending	\$ 1,710,052	\$ 1,510,052	\$ 1,758,854	\$ 248,802

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

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General and Major Special Revenue Fund Types
For the Year Ended December 31, 2010

	DRAINAGE FUND			
	Original Budget (Incl. Carryover Encumbrances)	Budget (Amended)	Actual	Variance
Revenues:				
Real property and tax items	\$ 834,614	\$ 834,614	\$ 834,614	\$ -
Use of money and property	8,500	8,500	10,813	2,313
Sale of property and compensation for loss	500	500	442	(58)
Miscellaneous	-	-	20,650	20,650
Total Revenues	\$ 843,614	\$ 843,614	\$ 866,519	\$ 22,905
Expenditures:				
Current:				
General government support	\$ 18,580	\$ 18,580	\$ 9,277	\$ 9,303
Home and community services	743,238	951,307	951,247	60
Employee benefits	176,772	138,703	133,390	5,313
Total Expenditures	\$ 938,590	\$ 1,108,590	\$ 1,093,914	\$ 14,676
Excess (deficiency) of revenue over expenditures	\$ (94,976)	\$ (264,976)	\$ (227,395)	\$ 37,581
Fund Balance - Beginning	1,779,209	1,779,209	1,779,209	-
Fund Balance - Ending	\$ 1,684,233	\$ 1,514,233	\$ 1,551,814	\$ 37,581

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

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK

Statement of Fiduciary Net Assets

Fiduciary Funds

December 31, 2010

	<u>Expendable Trust</u>	<u>Agency Funds</u>
ASSETS		
Cash and cash equivalents	\$ -	\$ 2,368,556
Receivables (net of allowance)	-	2,000
	<u>-</u>	<u>2,000</u>
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 2,370,556</u>
LIABILITIES		
Accounts payable	\$ -	\$ 390
Parkland deposits	-	953,915
Developer deposits	-	1,037,525
Other liabilities	-	378,726
	<u>-</u>	<u>378,726</u>
TOTAL LIABILITIES	<u>\$ -</u>	<u>\$ 2,370,556</u>
NET ASSETS		
Unreserved	<u>\$ -</u>	
TOTAL NET ASSETS	<u>\$ -</u>	

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

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK

Notes To The Basic Financial Statements

December 31, 2010

I. Summary of Significant Accounting Policies:

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

A. Financial Reporting Entity

The Town is governed by its charter, Town Law, other general laws of the State of New York, and various local laws. The Town Board, which is the legislative body responsible for the overall operation of the Town, consists of the Supervisor and four Councilpersons. The Supervisor serves as Chief Executive Officer and Chief Fiscal Officer of the Town. The Supervisor is elected to serve a two year term. The Council persons are elected to serve four year terms with two Council persons on the ballot every two years.

The Town provides the following basic services to all or some residents of the Town: highway maintenance, recreation facilities and program, environmental services, sanitation and library services.

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

The Town defines its reporting entity in accordance with GASB. Based on the criteria under this Statement, there are no component units to be included in the reporting entity.

B. Basis of Presentation

1. Government-Wide Statements

The Town's basic financial statements include both government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. All of the Town's services are classified as governmental activities.

In the government-wide Statement of Net Assets, the governmental activities are presented on a consolidated basis and are reported on a full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Town's net assets are reported in three parts – invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The Town first uses restricted resources to finance qualifying activities.

(I.) (Continued)

The government-wide Statement of Activities reports both the gross and net cost of each of the Town's functions, i.e., public safety and transportation, etc. The functions are also supported by general government revenues (property, sales taxes, mortgage tax, state revenue sharing, and investment earnings, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The Town's fiduciary funds are presented in the fiduciary fund financial statements by type (restricted purposes, and agency). Since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the Government, these funds are not incorporated into the government-wide financial statements.

The Town does not allocate indirect costs. An administrative service fee is charged by the General Fund to the Town's special district funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of services provided (finance, personnel, purchasing, legal, technology, management, etc.).

This government-wide focus is more on the sustainability of the Town as an entity and the change in the Town's net assets resulting from the current year's activities.

2. Fund Financial Statements

The emphasis in fund financial statements is on the major fund in either the governmental or business-type activities categories. Non-major funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The non-major funds are combined in a column in the fund financial statements.

a. Governmental Funds - Governmental funds are those major and non-major funds through which most governmental functions are financed. The acquisition, use, and balances of expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus of the governmental funds is upon determination of financial position and changes in financial position. The following are the Town's governmental fund types.

1. Major Governmental Funds

General Fund - the principal operating fund and includes all operations not required to be recorded in other funds.

Highway Fund - a special revenue fund used to account for taxes, user fees, or other revenues which are raised or received to provide highway services to areas throughout the Town.

Sewer Fund - a special revenue fund used to account for user fees or other revenues which are raised to provide sewer services to Town residents.

Drainage Fund - a special revenue fund used to account for the financial transactions of drainage districts.

(I.) (Continued)

2. **Non-Major Governmental Funds**

The other funds which do not meet the major fund criteria are aggregated and reported as non-major other governmental funds. The following are reported as non-major other governmental funds.

Capital Projects Fund - used to account for financial resources to be used for the acquisition, construction or renovation of capital facilities, or the acquisition of equipment.

Special Revenue Funds - used to account for taxes, user fees, or other revenues which are raised or received to provide special services to areas that may or may not encompass the whole Town. The following are non-major special revenue funds utilized by the Town:

Public Library Fund	Transportation Fund
Street Lighting Fund	Consolidated Sewer Fund
Parks Fund	

3. **Fiduciary Funds**

Fiduciary funds are used to account for assets held by the local government in a trustee or custodial capacity.

Agency Fund – is custodial in nature and does not present results of operations or have measurement focus. The Agency Fund is accounted for using the modified accrual basis of accounting. This fund is used to account for assets that the government holds for others in an agency capacity.

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

Measurement focus is a term used to describe “how” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

1. **Measurement Focus**

On the government-wide Statement of Net Assets and the Statement of Activities the governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery) and financial position. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Equity is classified as net assets.

In the fund financial statements, the “current financial resources” measurement focus is used. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

(I .) (Continued)

2. **Basis of Accounting**

In the government-wide Statement of Net Assets and Statement of Activities the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available”. Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter (within the year) to pay current liabilities. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due.

3. **Future Changes in Accounting Standards**

The GASB has issued Statement No. 54, *Accounting and Fund Balance Reporting and Governmental Fund Type Definitions*, which will be applicable to the Town effective December 31, 2011.

The GASB has issued Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, which will be effective for the year ending December 31, 2012.

The GASB has issued Statement No. 59, *Financial Instruments Omnibus*, which will be effective for the year ending December 31, 2011.

The GASB has issued Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*, which will be effective for the year ending December 31, 2012.

The GASB has issued Statement No. 61, *The Financial Reporting Entity: Omnibus-an amendment of GASB Statements No. 14 and No. 34*, which will be effective for the year ending December 31, 2013.

The GASB has issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, which will be effective for the year ending December 31, 2012.

The Town is currently studying these statements and plans on adoption as required.

D. **Assets, Liabilities, and Equity**

1. **Cash and Investments**

The Town’s cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

(I .) (Continued)

State statutes authorize the Town to invest in obligations of the U.S. Treasury and U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions.

Investments are stated at cost, which approximates market value.

2. **Receivables**

In the government-wide statements, receivables consist of all revenues earned at year end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Management has deemed amounts to be fully collectible and as such no allowance has been provided. Major receivable balances for the governmental activities include sales tax and sewer fees.

3. **Inventory**

Inventory purchases in the General and Special Revenue Funds are recorded as expenditures at the time of purchase, and year-end balances are not maintained.

4. **Capital Assets**

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations and whether they are reported in the government –wide or fund financial statements.

a. **Government-Wide Statements**

In the government-wide financial statements, capital assets are accounted for as capital assets. All capital assets are valued at historical cost or estimated historical cost if actual is unavailable, except for donated capital assets which are recorded at their estimated fair value at the date of donation.

Prior to January 1, 2004, governmental funds' infrastructure assets were not capitalized. These assets (back to January 1, 1974) have been valued at estimated historical cost.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. A capitalization threshold of \$2,500 is used to report capital assets. The range of estimated useful lives by type of assets is as follows:

<u>Class</u>	<u>Life in Years</u>
Buildings	15-20 Years
Water & Sewer Systems	30 Years
Machinery and Equipment	5-15 Years
Improvements; Parking Lots	5-10 Years
Roads, Sidewalks, Curbing, Light Systems, Gutters	30 Years

(I.) (Continued)

b. Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

5. Due To/From Other Funds

The amounts reported on the Governmental Funds Balance Sheet for due to and due from other funds represents amounts due between different fund types (general, highway and non-major funds). Eliminations have been made for amounts due to and due from within the same fund type. A detailed description of the individual fund balances at year end is provided subsequently in these notes.

6. Deferred Expenditures

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both governmental-wide and fund financial statements.

7. Long-Term Debt

The accounting treatment of long-term debt depends on whether the related assets are used in governmental fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental resources are reported as liabilities in the government-wide statements. The long-term debt consists of bonds payable, installment purchase debt and compensated absences.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures.

8. Compensated Absences

Pursuant to contractual agreements, Town employees are credited with a maximum of 22 days vacation, on the employee's anniversary date; no more than five days of vacation leave credits may be carried into a subsequent anniversary period for bargaining unit employees. An individual who leaves the employment of the Town is entitled to be paid for unused vacation leave.

9. Encumbrances

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

(I.) (Continued)

10. **Equity Classifications**

a. **Government-Wide Statements**

Equity is classified as net assets and displayed in three components:

1. **Invested in capital assets, net of related debt** - consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. **Restricted net assets** - consists of net assets with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
3. **Unrestricted net assets** - all other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”.

b. **Fund Statements**

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between appropriated and unappropriated.

E. **Revenues, Expenditures/Expenses**

1. **Revenues**

Real Property taxes are levied annually, no later than December 31, and become a lien on January 1. Taxes are collected during the period January 1 to March 31. Taxes for County purposes are levied together with taxes for Town and special district purposes on a single bill. The Town and special districts receive the full amount of their levies annually out of the first amounts collected on the combined bills. Uncollected taxes at June 1 are turned over to Monroe County for collection.

The County of Monroe currently imposes a *sales and use tax*. Based upon a complex formula, a portion of the total revenue collected is allocated annually to the Town in four quarterly installments.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and, 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

2. **Expenditures/Expenses**

In the government-wide financial statements, expenses are classified by function for governmental activities.

(I.) (Continued)

In the fund financial statements, expenditures are classified as follows:

Governmental Funds – By Character:	Current (further classified by function)
	Debt Service
	Capital outlay

In the fund financial statements, governmental funds report expenditures of financial resources. Government-wide financial statements report expenses relating to use of economic resources.

F. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Net Assets and Statement of Activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

1. Fund Financial Statements

Interfund activity, if any, within and among the governmental and proprietary fund categories is reported as follows in the fund financial statements:

- a. **Interfund loan** – amounts provided with a requirement for repayment are reported as interfund receivables and payables.
- b. **Interfund services** – sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.
- c. **Interfund reimbursements** – repayments from funds responsible for certain expenditures/expenses to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures/expenses in the respective funds
- d. **Interfund transfers** – flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

2. Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

- a. **Internal balances** – amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental columns of the Statement of Net Assets, except for the net residual amounts due between governmental funds.
- b. **Internal activities** – amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities.

G. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures; accordingly, actual results could differ from those estimates.

II. Stewardship, Compliance and Accountability:

By its nature as a local government unit, the Town is subject to various federal, state and local laws and contractual regulations. An analysis of the Town's compliance with significant laws and regulations and demonstration of its stewardship over Town resources follows.

A. Budgetary Data

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

- a.** No later than September 30, the budget officer submits a tentative budget to the Town Clerk for submission to the Town Board for the fiscal year commencing the following January 1. The tentative budget includes proposed expenditures and the proposed means of financing for all funds.
- b.** After public hearings are conducted to obtain taxpayer comments, no later than November 20, the Town Board adopts the budget.
- c.** All modifications of the budget must be approved by the Town Board. (However, the Town Supervisor is authorized to transfer certain budgeted amounts within departments.)
- d.** Budgetary controls are established for the capital projects fund through resolutions authorizing individual projects which remain in effect for the life of the project.

2. Budget Basis of Accounting

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

3. Revenue Restrictions

The Town has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources are those revenues raised for the special district special revenue funds.

B. Deposit and Investment Laws and Regulations

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 the 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. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of the State and its municipalities and Districts.

III. Detail Notes on All Funds and Account Groups:

A. Cash

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

The Town's aggregate bank balances (disclosed in the financial statements), included balances not covered by depository insurance at year end, collateralized as follows:

Uncollateralized	\$	-
Collateralized with securities held by the pledging financial institution		15,024,418
Collateralized within Trust department or agent		139,213
Total	\$	<u>15,163,631</u>

Restricted cash represents cash and cash equivalents where use is limited by legal requirements. These assets represent amounts required by statute to be reserved for various purposes. Restricted cash as of year end included \$120,636 within the governmental funds.

B. Receivables

Receivables at December 31, 2010 consisted of the following:

<u>Description</u>	<u>Amount</u>
State Aid	\$ 1,041
Monroe County Sales Tax	692,056
Monroe County, Miscellaneous	48,838
Fire Alarms	7,400
Fines, Fees, and Forfeitures	11,477
G.S.G. Charge Backs	232,926
Town Clerk Report	24,298
Building Report	56,416
Harris Communications	145,000
Engineering	73,492
Sewer Rents Receivable	424,305
Property Maintenance	19,579
Miscellaneous	8,959
Total	\$ <u>1,745,787</u>

(III.) (Continued)

C. Interfund Revenues, Expenditures, Receivables, and Payables

Interfund receivables, payables, revenues and expenditures at December 31, 2010 were as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>	<u>Interfund Revenues</u>	<u>Interfund Expenditures</u>
General	\$ 54,416	\$ -	\$ -	\$ 100,000
Highway	54,416	54,416	-	-
Parks	4,880	-	-	-
Capital	-	54,416	-	-
Library	-	4,880	100,000	-
Total	\$ 113,712	\$ 113,712	\$ 100,000	\$ 100,000

D. Changes In Fixed Assets

A summary of changes in capital assets follows:

<u>Type</u>	<u>Balance 01/01/10</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 12/31/10</u>
<u>Capital assets not being Depreciated:</u>				
Land	\$ 3,671,258	\$ -	\$ -	\$ 3,671,258
Work in progress	105,584	-	-	105,584
<i>Total capital assets not being depreciated</i>	<u>\$ 3,776,842</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,776,842</u>
<u>Other capital assets:</u>				
Buildings and improvements	\$ 10,585,225	\$ 50,650	\$ -	\$ 10,635,875
Machinery and equipment	5,753,618	573,884	(131,591)	6,195,911
Infrastructure	58,989,859	1,530,798	-	60,520,657
<i>Total other capital assets at historical cost</i>	<u>\$ 75,328,702</u>	<u>\$ 2,155,332</u>	<u>\$ (131,591)</u>	<u>\$ 77,352,443</u>
<u>Less accumulated depreciation for:</u>				
Buildings and improvements	\$ 5,363,613	\$ 214,503	\$ -	\$ 5,578,116
Machinery and equipment	2,479,269	387,567	(128,377)	2,738,459
Infrastructure	30,383,067	2,502,843	-	32,885,910
<i>Total accumulated depreciation</i>	<u>\$ 38,225,949</u>	<u>\$ 3,104,913</u>	<u>\$ (128,377)</u>	<u>\$ 41,202,485</u>
<i>Other capital assets, net</i>	<u>\$ 37,102,753</u>	<u>\$ (949,581)</u>	<u>\$ (3,214)</u>	<u>\$ 36,149,958</u>
<i>Governmental activities capital assets, net</i>	<u>\$ 40,879,595</u>	<u>\$ (949,581)</u>	<u>\$ (3,214)</u>	<u>\$ 39,926,800</u>

(III.) (Continued)

Depreciation expense for the period was charged to functions/programs as follows:

<u>Governmental Activities:</u>	
General Government	\$ 42,426
Public Safety	23,941
Transportation	2,310,790
Culture and Recreation	164,034
Home and Community Services	563,722
Total Depreciation Expense	<u>\$ 3,104,913</u>

E. Long-Term Debt

At December 31, 2010 the total outstanding obligations of the Town aggregated \$1,632,622 as follows:

1. **Environmental Facilities Corp./Revolving Fund Revenue Bonds** - The Town has borrowed money from the Environmental Facilities Corp. for water pollution control in the Town. The interest is subsidized by the Environmental Facilities Corp. through the State Revolving Fund by approximately one half.
2. **Serial Bonds** - The Town, borrows money in order to acquire land or high cost equipment or construct buildings and improvements. This enables the cost of these capital assets to be borne by the present and future taxpayers receiving the benefit of the capital assets. These long-term liabilities are full faith and credit debt of the Town. The provision to be made in future budgets for capital indebtedness represents the amount, exclusive of interest, authorized to be collected in future years from taxpayers and others for liquidation of the long-term liabilities.

Interest on long-term debt for the year was composed of:

Interest paid	\$ 58,648
<u>Less:</u> interest accrued in the prior year	(22,574)
<u>Plus:</u> interest accrued in the current year	18,774
Total interest expense	<u>\$ 54,848</u>

3. **Other Long-Term Obligations** - In addition to long-term bonded debt the Town had the following other obligations:

Compensated Absences - represents the value of earned and unused vacation leave and compensatory time.

Installment Purchase Debt- represents the remaining installments due on the purchase of equipment.

(III.) (Continued)

4. **Summary of Debt** - The following is a summary of obligations outstanding at December 31, 2010:

	Balance			Balance		Classified As	
	1/1/2010	Additions	Deletions	12/31/2010	Current	Non-Current	
Serial Bonds	\$ 740,000	\$ -	\$ 110,000	\$ 630,000	\$ 120,000	\$ 510,000	
Revolving Fund Revenue Bonds	1,015,000	-	55,000	960,000	60,000	900,000	
Installment Purchase Debt	53,811	-	53,811	-	-	-	
Compensated Absences	65,323	-	22,701	42,622	10,655	31,967	
Total Obligations	\$ 1,874,134	\$ -	\$ 241,512	\$ 1,632,622	\$ 190,655	\$ 1,441,967	

Additions and deletions to compensated absences are shown net since it is impractical to determine these amounts separately.

5. **Debt Maturity Schedule** - The following is a statement of bonds with corresponding maturity schedules:

Purpose	Date	Interest	Amount Outstanding 12/31/10	Year of Final Maturity
Serial and Statutory -				
Public Improvement	2001	4.25%	\$ 630,000	2015
Revolving Fund Revenue Bonds -				
State Water Pollution Control**	2010C	0.95%-3.38%*	250,000	2019
State Water Pollution Control**	2007D	3.63%*	710,000	2028
Total			\$ 1,590,000	

* This interest is subsidized by the Environmental Facilities Corporation through the State Revolving Fund by approximately one half.

** The interest paid on these bonds was paid net of interest revenue earned as follows:

Bond	Gross Interest Expense	Interest and Subsidy Revenue	Net Interest Paid
1999B	\$ 7,156	\$ 3,427	\$ 3,729
2010C	4,360	2,120	2,240
2007D	31,760	15,896	15,864
Total	\$ 43,276	\$ 21,443	\$ 21,833

(III.) (Continued)

On June 24, 2010, the Environmental Facilities Corporation advance refunded the 1998B revolving fund revenue bond and replaced it with the 2010C revolving fund revenue bond. The par amount of the bond remained at \$250,000, however, the average interest rate decreased to 2.72% from 5.73%. The net proceeds of \$252,095 (after payment of \$896 in underwriting fees, insurance and other issuance costs) were used to purchase United States government securities. Those securities were deposited into an irrevocable trust with an escrow agent to provide for all future debt service payments on the bonds. As a result, the bonds are considered to be defeased, and the liability for those bonds has been removed from the Town's financial statements. The economic gain (the difference between the present value of the debt service payments on the old and new debt) is approximately \$16,913.

The Town had entered into an agreement with South Central Pure Waters District of Monroe County, whereby the District assumed responsibility for the operation and maintenance costs of the Town's sewage treatment.

6. The following table summarizes the Town's future debt service requirements as of December 31, 2010:

<u>Year</u>	<u>Bonds</u>	<u>Interest</u>
2011	\$ 180,000	\$ 64,109
2012	180,000	57,368
2013	190,000	50,376
2014	190,000	42,678
2015	195,000	34,822
2016-20	310,000	108,812
2021-25	210,000	56,731
2026-28	135,000	9,560
Total	\$ 1,590,000	\$ 424,456

F. Fund Equity

1. Net Assets - Restricted

The following table shows the net assets restricted for other purposes as shown on the Statement on Net Assets:

<u>Special Districts</u>	<u>Restricted By</u>	<u>Amount</u>
Sewer Fund	Law	\$ 1,758,854
Consolidated Sewer Fund	Law	56,895
Drainage	Law	1,551,814
Parks	Law	40,219
Street Lighting	Law	224,013
Transportation District	Law	778,282
Total Restricted Net Assets for Special Districts		\$ 4,410,077

2. Fund Equity – Reserved

Reserve funds have been established for the following purposes:

(III.) (Continued)

Capital Reserves - As provided in General Municipal Law Section 6, the Town has established the following Capital Reserve:

<u>General Fund -</u>	<u>Balance</u> <u>01/01/10</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/10</u>
Capital Building Reserve	\$ 368,113	\$ 63,704	\$ -	\$ 431,817

IV. **Other Notes:**

A. **Employee Pension and Other Benefit Plans**

1. **Pension Plans**

Plan Description

The Town participates in the New York State and Local Employees' Retirement System (ERS). This is a cost sharing multiple employer retirement system. The System provides 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 serves as sole trustee and administrative head of the System. The Comptroller shall adopt and may amend rules and regulations for the administration and transactions of the business of the System and for the custody and control of its funds. The System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the New York State and Local Retirement System, Gov. Alfred E. Smith State Office Building, Albany, NY 12244.

Funding Policy

The System is noncontributory except for employees who joined the New York State and Local Employees' Retirement System after July 27, 1976 who contribute 3% of their salary. 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.

The Town of Henrietta, Monroe County, New York is required to contribute at an actuarially determined rate. The required contributions for the current year and two preceding years were:

	<u>ERS</u>
2010	\$ 427,832
2009	\$ 320,881
2008	\$ 333,783

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

(IV.) (Continued)

2. Deferred Compensation Plan

The Town maintains a deferred compensation plan in accordance with Section 457 of the Internal Revenue Code for which Town employees have the option to participate.

3. Postemployment Benefits

The Town does not provide postemployment benefits in the form of health insurance after retirement, however, the Town does provide life insurance coverage and survivor benefits for retired employees. Substantially all of the Town's employees may become eligible for these benefits if they reach normal retirement age while working for the Town. The life insurance is provided through an insurance company whose premiums are based on the benefits paid during the year. The Town recognizes the cost of providing benefits by recording its share of insurance premiums as an expenditure in the year paid.

The amount of life insurance will be equal to 90% of the amount for which an employee would be insured prior to retirement. This amount will decrease by 10% on each anniversary thereafter. Each reduced amount will be rounded to the nearest multiple of \$1,000, if not already an even multiple thereof, subject to a minimum of \$5,000. Amounts ending in \$500 will be rounded to the next higher multiple of \$1,000.

The Town's cost for postemployment life insurance to cover twenty-seven retirees during 2010 was \$1,647. Since this is an immaterial amount the Town will continue on a pay as you go basis and no actuarial computation is anticipated to be completed.

4. Compensatory Absences

Pursuant to contractual agreements, Town employees are credited with a maximum of 22 days vacation, on the employee's anniversary date; no more than five days of vacation leave credits may be carried into a subsequent anniversary period for bargaining unit employees. An individual who leaves the employment of the Town is entitled to be paid for unused vacation leave. The expense for those fringe benefits is recorded at the time the benefit is paid. The Town's computed accrued vacation pay liability at December 31, 2010 amounts to \$42,622.

Also, pursuant to agreement, employees can receive disability for a maximum of 165 days per year; a portion of the expense of this benefit is covered by insurance.

5. Health Reimbursement Account

Effective for year 2010, the Town implemented a Health Reimbursement Account Plan (HRA). The Town contributes to the Plan for eligible employees based upon employment criteria as outlined in the Plan document. The eligible expenses allowed for reimbursement under the Plan are medical expenses as defined by IRS Code Section 213(d) and eligible over the counter medical expenses.

The Plan is accounted for on a calendar year basis. Any participant's funds remaining in the account at the end of a Plan year will be rolled over and added to the account of the next Plan year. The Plan is accounted for in the Town's Trust and Agency Fund and any unfunded liability is recorded in General Fund. The balance in the account at December 31, 2010 totaled \$18,647.

(IV.) (Continued)

B. Risk Management

1. General Information

The Town is exposed to various risks of loss related to injuries to employees, theft, damages, natural disasters, etc. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

C. Commitments and Contingencies

1. Contingent Liabilities

Program and administrative costs are subject to audit and adjustment by various State agencies. Differences between ultimate settlements and estimated costs included in the financial statements are recorded in the year of settlement. Town management believes that it is in substantial compliance with all program requirements.

2. Litigation

As of the report date, there are several pending Notices of Claim that have been filed against the Town, however, it is believed they will be covered by insurance.

3. Leases

a. Operating Leases

The Town of Henrietta court facilities currently rents space on a month to month basis. The total cost of renting this space for 2010 totaled \$59,500.

As of December 31, 2010, the Town entered into a lease agreement for the Town of Henrietta recreation facilities. The term of the lease shall end on November 30, 2010 and the cost of renting this space is \$58,500 per year for the life of the agreement.

b. Monroe County Water Authority Retail Lease Agreement

The Monroe County Water Authority executed a retail lease agreement with the Town on July 8, 2002. The agreement states that the Authority will lease, maintain, repair, and operate the facilities of the District. As part of the agreement, the Authority agreed to undertake a capital improvement program to make improvements to the water system to be completed within five years of the agreement. The retail lease agreement has a term of 40 years and will automatically renew for two additional periods of 20 years each unless notice of cancellation is given by either party.

D. Rental of Town Property

The Town rents property to Sprint, Cricket, and T-Mobile Cellular for cellular tower usage. The Town also rents property for agricultural purposes. The total rental income received and accrued for the year ended December 31, 2010 totaled \$66,736.

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK

Combining Balance Sheet

Nonmajor Governmental Funds

December 31, 2010

	Capital Fund	Nonmajor Special Revenue Funds	Total Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	\$ 120,636	\$ 1,220,690	\$ 1,341,326
Due from other funds	-	4,880	4,880
Due from other governments	-	10,882	10,882
Deferred expenses	-	18,913	18,913
Total Assets	\$ 120,636	\$ 1,255,365	\$ 1,376,001
 Liabilities and Fund Balance			
Liabilities:			
Accounts payable and other current liabilities	\$ -	\$ 36,013	\$ 36,013
Accrued wages and benefits	-	36,572	36,572
Due to other funds	54,416	4,880	59,296
Total Liabilities	\$ 54,416	\$ 77,465	\$ 131,881
 Fund Balances:			
Unreserved:			
Appropriated - ensuing fiscal year	\$ -	\$ 453,586	\$ 453,586
Unappropriated	66,220	724,314	790,534
Total Fund Balances	\$ 66,220	\$ 1,177,900	\$ 1,244,120
Total Liabilities and Fund Balances	\$ 120,636	\$ 1,255,365	\$ 1,376,001

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For Year Ended December 31, 2010

	<u>Capital Fund</u>	<u>Nonmajor Special Revenue Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues:			
Real property and tax items	\$ -	\$ 1,557,481	\$ 1,557,481
Departmental income	-	74,763	74,763
Use of money and property	479	8,889	9,368
Sale of property and compensation for loss	-	1,375	1,375
Miscellaneous	53,443	12,518	65,961
Total Revenues	<u>\$ 53,922</u>	<u>\$ 1,655,026</u>	<u>\$ 1,708,948</u>
Expenditures:			
Current:			
General government support	\$ -	\$ 7,594	\$ 7,594
Transportation	-	251,572	251,572
Culture and recreation	-	1,183,661	1,183,661
Home and community services	-	1,775	1,775
Employee benefits	-	306,507	306,507
Debt Service:			
Debt service - principal	-	55,000	55,000
Debt service - interest and other charges	-	21,833	21,833
Total Expenditures	<u>\$ -</u>	<u>\$ 1,827,942</u>	<u>\$ 1,827,942</u>
Excess (deficiency) of revenue over expenditures	<u>\$ 53,922</u>	<u>\$ (172,916)</u>	<u>\$ (118,994)</u>
Other Financing Sources and Uses:			
Operating transfers - in	<u>\$ -</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>
Total Other Financing Sources and Uses	<u>\$ -</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>
Net change in fund balances	\$ 53,922	\$ (72,916)	\$ (18,994)
Fund Balance - Beginning	<u>12,298</u>	<u>1,250,816</u>	<u>1,263,114</u>
Fund Balance - Ending	<u>\$ 66,220</u>	<u>\$ 1,177,900</u>	<u>\$ 1,244,120</u>

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK

Combining Balance Sheet

Nonmajor Special Revenue Funds

December 31, 2010

	<u>Public Library</u>	<u>Street Lighting</u>	<u>Consolidated Sewer</u>
Assets			
Cash and cash equivalents	\$ 88,801	\$ 252,591	\$ 56,895
Due from other funds	-	-	-
Due from other governments	10,882	-	-
Deferred expenses	15,586	-	-
Total Assets	<u>\$ 115,269</u>	<u>\$ 252,591</u>	<u>\$ 56,895</u>
 Liabilities and Fund Balance			
Liabilities:			
Accounts payable and other current liabilities	\$ 170	\$ 28,578	\$ -
Accrued wages and benefits	31,728	-	-
Due to other funds	4,880	-	-
Total Liabilities	<u>\$ 36,778</u>	<u>\$ 28,578</u>	<u>\$ -</u>
 Fund Balances			
Unreserved:			
Appropriated - ensuing fiscal year	\$ 64,764	\$ -	\$ -
Unappropriated	13,727	224,013	56,895
Total Fund Balances	<u>\$ 78,491</u>	<u>\$ 224,013</u>	<u>\$ 56,895</u>
Total Liabilities and Fund Balances	<u>\$ 115,269</u>	<u>\$ 252,591</u>	<u>\$ 56,895</u>

		Total Nonmajor Special Revenue Funds	
<u>Parks</u>	<u>Transportation</u>		
\$ 44,121	\$ 778,282	\$ 1,220,690	
4,880	-	4,880	
-	-	10,882	
3,327	-	18,913	
<u>\$ 52,328</u>	<u>\$ 778,282</u>	<u>\$ 1,255,365</u>	
\$ 7,265	\$ -	\$ 36,013	
4,844	-	36,572	
-	-	4,880	
<u>\$ 12,109</u>	<u>\$ -</u>	<u>\$ 77,465</u>	
\$ 53,322	\$ 335,500	\$ 453,586	
(13,103)	442,782	724,314	
<u>\$ 40,219</u>	<u>\$ 778,282</u>	<u>\$ 1,177,900</u>	
<u>\$ 52,328</u>	<u>\$ 778,282</u>	<u>\$ 1,255,365</u>	

TOWN OF HENRIETTA, MONROE COUNTY, NEW YORK
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For Year Ended December 31, 2010

	Public Library	Street Lighting	Consolidated Sewer
Revenues:			
Real property and tax items	\$ 1,025,686	\$ 259,183	\$ 80,474
Departmental income	74,763	-	-
Use of money and property	2,385	1,754	63
Sale of property and compensation for loss	850	525	-
Miscellaneous	10,900	-	-
Total Revenues	\$ 1,114,584	\$ 261,462	\$ 80,537
Expenditures:			
Current:			
General government support	\$ 6,563	\$ -	\$ -
Transportation	-	251,572	-
Culture and recreation	1,015,547	-	-
Home and community services	-	-	1,775
Employee benefits	253,538	-	-
Debt Service:			
Debt service - principal	-	-	55,000
Debt service - interest and other charges	-	-	21,833
Total Expenditures	\$ 1,275,648	\$ 251,572	\$ 78,608
Excess (deficiency) of revenue over expenditures	\$ (161,064)	\$ 9,890	\$ 1,929
Other Financing Sources and Uses:			
Operating transfers - in	\$ 100,000	\$ -	\$ -
Total Other Financing Sources and Uses	\$ 100,000	\$ -	\$ -
Net change in fund balances	\$ (61,064)	\$ 9,890	\$ 1,929
Fund Balance - Beginning	139,555	214,123	54,966
Fund Balance - Ending	\$ 78,491	\$ 224,013	\$ 56,895

Nonmajor
Special Revenue

Parks	Transportation	Funds
\$ 192,138	\$ -	\$ 1,557,481
-	-	74,763
671	4,016	8,889
-	-	1,375
1,618	-	12,518
<u>\$ 194,427</u>	<u>\$ 4,016</u>	<u>\$ 1,655,026</u>
\$ 1,031	\$ -	\$ 7,594
-	-	251,572
168,114	-	1,183,661
-	-	1,775
52,969	-	306,507
-	-	55,000
-	-	21,833
<u>\$ 222,114</u>	<u>\$ -</u>	<u>\$ 1,827,942</u>
<u>\$ (27,687)</u>	<u>\$ 4,016</u>	<u>\$ (172,916)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 100,000</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 100,000</u>
\$ (27,687)	\$ 4,016	\$ (72,916)
67,906	774,266	1,250,816
<u>\$ 40,219</u>	<u>\$ 778,282</u>	<u>\$ 1,177,900</u>