

All Numbers in This Report  
Have Been Rounded To  
The Nearest Dollar

ANNUAL FINANCIAL REPORT

UPDATE DOCUMENT

For The

TOWN of Boston

County of Erie

For the Fiscal Year Ended 12/31/2017

\*\*\*\*\*

AUTHORIZATION

ARTICLE 3, SECTION 30 of the GENERAL MUNICIPAL LAW:

1. \*\*\*Every Municipal Corporation \*\*\* shall annually make a report of its financial condition to the Comptroller. Such report shall be made by the Chief Fiscal Officer of such Municipal Corporation \*\*\*

5. All reports shall be certified by the officer making the same and shall be filed with the Comptroller \*\*\* It shall be the duty of the incumbent officer at the time such reports are required to be filed with the Comptroller to file such report \*\*\*

State of NEW YORK  
Office of The State Comptroller  
Division of Local Government and School Accountability  
Albany, New York 12236

TOWN OF Boston

\*\*\* FINANCIAL SECTION \*\*\*

Financial Information for the following funds and account groups are included in the Annual Financial Report filed by your government for the fiscal year ended 2016 and has been used by the OSC as the basis for preparing this update document for the fiscal year ended 2017:

- (A) GENERAL
- (DA) HIGHWAY-TOWN-WIDE
- (H) CAPITAL PROJECTS
- (K) GENERAL FIXED ASSETS
- (SF) FIRE PROTECTION
- (SL) LIGHTING
- (SM) MISCELLANEOUS
- (SR) REFUSE AND GARBAGE
- (SW) WATER
- (TA) AGENCY
- (W) GENERAL LONG-TERM DEBT

All amounts included in this update document for 2016 represent data filed by your government with OSC as reviewed and adjusted where necessary.

\*\*\* SUPPLEMENTAL SECTION \*\*\*

The Supplemental Section includes the following sections:

- 1) Statement of Indebtedness
- 2) Schedule of Time Deposits and Investments
- 3) Bank Reconciliation
- 4) Local Government Questionnaire
- 5) Schedule of Employee and Retiree Benefits
- 6) Schedule of Energy Costs and Consumption
- 7) Schedule of Other Post Employment Benefits (OPEB)

All numbers in this report will be rounded to the nearest dollar.

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(A) GENERAL

Balance Sheet

Code Description	2016	EdpCode	2017
<b>Assets</b>			
Cash	1,452,771	A200	1,653,981
Cash In Time Deposits		A201	
Petty Cash	500	A210	500
<b>TOTAL Cash</b>	<b>1,453,271</b>		<b>1,654,481</b>
Accounts Receivable		A380	1,182
<b>TOTAL Other Receivables (net)</b>	<b>0</b>		<b>1,182</b>
Due From Other Governments		A440	284,917
<b>TOTAL Due From Other Governments</b>	<b>0</b>		<b>284,917</b>
Prepaid Expenses	82,803	A480	73,055
<b>TOTAL Prepaid Expenses</b>	<b>82,803</b>		<b>73,055</b>
Cash Special Reserves	307,234	A230	307,234
<b>TOTAL Restricted Assets</b>	<b>307,234</b>		<b>307,234</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>1,843,308</b>		<b>2,320,869</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(A) GENERAL

Balance Sheet

Code Description	2016	EdpCode	2017
Accounts Payable	20,865	A600	79,513
<b>TOTAL Accounts Payable</b>	<b>20,865</b>		<b>79,513</b>
Overpayments & Clearing Account		A690	
<b>TOTAL Other Liabilities</b>	<b>0</b>		<b>0</b>
<b>TOTAL Liabilities</b>	<b>20,865</b>		<b>79,513</b>
<b>Fund Balance</b>			
Not in Spendable Form	82,803	A806	73,055
<b>TOTAL Nonspendable Fund Balance</b>	<b>82,803</b>		<b>73,055</b>
Capital Reserve	224,862	A878	224,862
Reserve For Tax Stabilization	82,372	A880	82,372
<b>TOTAL Restricted Fund Balance</b>	<b>307,234</b>		<b>307,234</b>
Assigned Appropriated Fund Balance	321,200	A914	280,000
<b>TOTAL Assigned Fund Balance</b>	<b>321,200</b>		<b>280,000</b>
Unassigned Fund Balance	1,111,206	A917	1,581,067
<b>TOTAL Unassigned Fund Balance</b>	<b>1,111,206</b>		<b>1,581,067</b>
<b>TOTAL Fund Balance</b>	<b>1,822,443</b>		<b>2,241,356</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>1,843,308</b>		<b>2,320,869</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(A) GENERAL

Results of Operation

Code Description	2016	EdpCode	2017
<b>Revenues</b>			
Real Property Taxes	188,912	A1001	188,817
<b>TOTAL Real Property Taxes</b>	<b>188,912</b>		<b>188,817</b>
Other Tax Items	1,708	A1089	
Interest & Penalties On Real Prop Taxes	18,041	A1090	16,557
<b>TOTAL Real Property Tax Items</b>	<b>19,748</b>		<b>16,557</b>
Non Prop Tax Dist By County	575,662	A1120	980,745
Franchises	90,430	A1170	94,906
<b>TOTAL Non Property Tax Items</b>	<b>666,092</b>		<b>1,075,651</b>
Assessors Fees		A1250	210
Clerk Fees	1,985	A1255	1,377
Public Pound Charges, Dog Control Fees	944	A1550	
Charges-Programs For The Aging	893	A1972	840
Park And Recreational Charges	63,934	A2001	49,641
Special Recreational Facility Charges	175	A2025	1,150
Other Culture & Recreation Income	1,650	A2089	4,000
Zoning Fees	2,120	A2110	2,400
<b>TOTAL Departmental Income</b>	<b>71,702</b>		<b>59,618</b>
Interest And Earnings	3,205	A2401	1
Rental of Real Property	74,800	A2410	81,600
<b>TOTAL Use of Money And Property</b>	<b>78,005</b>		<b>81,601</b>
Games of Chance	20	A2530	20
Dog Licenses	3,872	A2544	3,700
Licenses, Other	200	A2545	287
Building And Alteration Permits	21,990	A2555	15,989
Permits, Other	1,925	A2590	85
<b>TOTAL Licenses And Permits</b>	<b>28,007</b>		<b>20,081</b>
Fines And Forfeited Bail	180,185	A2610	169,889
<b>TOTAL Fines And Forfeitures</b>	<b>180,185</b>		<b>169,889</b>
Sales of Equipment		A2665	5,665
Insurance Recoveries	115	A2680	156
<b>TOTAL Sale of Property And Compensation For Loss</b>	<b>115</b>		<b>5,821</b>
Gifts And Donations	18,234	A2705	5,925
Unclassified (specify)		A2770	8,398
<b>TOTAL Miscellaneous Local Sources</b>	<b>18,234</b>		<b>14,323</b>
St Aid, Revenue Sharing	49,689	A3001	49,689
St Aid, Mortgage Tax	181,199	A3005	183,865
ST. Aid, Records MgmT.	17,636	A3060	14,109
St Aid - Other (specify)	5,100	A3089	1,700
St Aid-Other Cul & Rec St Aid	1,500	A3889	500
<b>TOTAL State Aid</b>	<b>255,124</b>		<b>249,863</b>
<b>TOTAL Revenues</b>	<b>1,506,124</b>		<b>1,882,221</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>1,506,124</b>		<b>1,882,221</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(A) GENERAL

Results of Operation

Code Description	2016	EdpCode	2017
<b>Expenditures</b>			
Legislative Board, Pers Serv	33,000	A10101	34,083
Legislative Board, Contr Expend	2,649	A10104	6,014
<b>TOTAL Legislative Board</b>	<b>35,649</b>		<b>40,097</b>
Municipal Court, Pers Serv	92,112	A11101	99,182
Municipal Court, Contr Expend	4,980	A11104	7,507
<b>TOTAL Municipal Court</b>	<b>97,092</b>		<b>106,689</b>
Supervisor,pers Serv	95,340	A12201	37,214
Supervisor,contr Expend	4,015	A12204	86,664
<b>TOTAL Supervisor</b>	<b>99,355</b>		<b>123,878</b>
Auditor, Contr Expend	4,583	A13204	
<b>TOTAL Auditor</b>	<b>4,583</b>		<b>0</b>
Budget, Pers Serv	3,366	A13401	3,500
<b>TOTAL Budget</b>	<b>3,366</b>		<b>3,500</b>
Assessment, Pers Serv	49,493	A13551	57,581
Assessment, Contr Expend	5,545	A13554	6,056
<b>TOTAL Assessment</b>	<b>55,038</b>		<b>63,637</b>
Clerk,pers Serv	67,774	A14101	82,776
Clerk,contr Expend	2,091	A14104	7,798
<b>TOTAL Clerk</b>	<b>69,865</b>		<b>90,574</b>
Law, Pers Serv	45,217	A14201	46,488
Law, Contr Expend	31,305	A14204	72,064
<b>TOTAL Law</b>	<b>76,523</b>		<b>118,552</b>
Engineer, Contr Expend	39,075	A14404	35,150
<b>TOTAL Engineer</b>	<b>39,075</b>		<b>35,150</b>
Records Mgmt, PerS. SerV.	30	A14601	17,132
Records Mgmt, Contr Expend	2,215	A14604	19,209
<b>TOTAL Records Mgmt</b>	<b>2,245</b>		<b>36,341</b>
Buildings, Pers Serv	17,426	A16201	19,781
Buildings, Equip & Cap Outlay	332,043	A16202	749
Buildings, Contr Expend	119,403	A16204	106,781
<b>TOTAL Buildings</b>	<b>468,873</b>		<b>127,311</b>
Central Comm System, Equip & Cap Outlay	17,617	A16502	
Central Comm System, Contr Expend	29,401	A16504	9,746
<b>TOTAL Central Comm System</b>	<b>47,018</b>		<b>9,746</b>
Central Print & Mail,contr Expend	15,775	A16704	23,770
<b>TOTAL Central Print &amp; Mail</b>	<b>15,775</b>		<b>23,770</b>
Unallocated Insurance, Contr Expend	52,796	A19104	61,435
<b>TOTAL Unallocated Insurance</b>	<b>52,796</b>		<b>61,435</b>
Municipal Assn Dues, Contr Expend	725	A19204	3,700
<b>TOTAL Municipal Assn Dues</b>	<b>725</b>		<b>3,700</b>
Judgements And Claims, Contr Expend	198	A19304	24,992
<b>TOTAL Judgements And Claims</b>	<b>198</b>		<b>24,992</b>
Taxes & Assess On Munic Prop, Contr Expend	3,191	A19504	3,277
<b>TOTAL Taxes &amp; Assess On Munic Prop</b>	<b>3,191</b>		<b>3,277</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(A) GENERAL

Results of Operation

Code Description	2016	EdpCode	2017
<b>Expenditures</b>			
Other Gen Govt Support, Contr Expend	15,000	A19894	19,354
<b>TOTAL Other Gen Govt Support</b>	<b>15,000</b>		<b>19,354</b>
<b>TOTAL General Government Support</b>	<b>1,086,365</b>		<b>892,003</b>
Police, Contr Expend		A31204	3,285
<b>TOTAL Police</b>	<b>0</b>		<b>3,285</b>
Traffic Control, Contr Expen	3,951	A33104	826
<b>TOTAL Traffic Control</b>	<b>3,951</b>		<b>826</b>
Control of Animals, Pers Serv	9,671	A35101	9,671
Control of Animals, Contr Expend	1,530	A35104	1,147
<b>TOTAL Control of Animals</b>	<b>11,201</b>		<b>10,818</b>
Safety Inspection, Pers Serv	21,437	A36201	34,085
Safety Inspection, Contr Expend	1,408	A36204	1,660
<b>TOTAL Safety Inspection</b>	<b>22,845</b>		<b>35,745</b>
<b>TOTAL Public Safety</b>	<b>37,996</b>		<b>50,674</b>
Street Admin, Pers Serv	68,058	A50101	82,919
Street Admin, Contr Expend	2,794	A50104	4,537
<b>TOTAL Street Admin</b>	<b>70,851</b>		<b>87,456</b>
Garage, Contr Expend	29,858	A51324	20,754
<b>TOTAL Garage</b>	<b>29,858</b>		<b>20,754</b>
Street Lighting, Contr Expend	24,337	A51824	27,919
<b>TOTAL Street Lighting</b>	<b>24,337</b>		<b>27,919</b>
<b>TOTAL Transportation</b>	<b>125,047</b>		<b>136,129</b>
Programs For Aging, Pers Serv	15,415	A67721	16,353
Programs For Aging, Contr Expend	6,692	A67724	8,397
<b>TOTAL Programs For Aging</b>	<b>22,107</b>		<b>24,750</b>
<b>TOTAL Economic Assistance And Opportunity</b>	<b>22,107</b>		<b>24,750</b>
Parks, Pers Serv	78,070	A71101	83,206
Parks, Equip & Cap Outlay		A71102	3,345
Parks, Contr Expend	34,685	A71104	37,765
<b>TOTAL Parks</b>	<b>112,755</b>		<b>124,316</b>
Playgr & Rec Centers, Pers Serv	2,823	A71401	393
Playgr & Rec Centers, Contr Expend	623	A71404	3,104
<b>TOTAL Playgr &amp; Rec Centers</b>	<b>3,447</b>		<b>3,497</b>
Band Concerts, Contr Expend	3,175	A72704	4,125
<b>TOTAL Band Concerts</b>	<b>3,175</b>		<b>4,125</b>
Youth Prog, Pers Serv	70,592	A73101	73,960
Youth Prog, Contr Expend	23,619	A73104	15,591
<b>TOTAL Youth Prog</b>	<b>94,211</b>		<b>89,551</b>
Historian, Pers Serv		A75101	2,550
Historian, Contr Expend	2,256	A75104	950
<b>TOTAL Historian</b>	<b>2,256</b>		<b>3,500</b>
Historical Property, Contr Expend		A75204	6,000
<b>TOTAL Historical Property</b>	<b>0</b>		<b>6,000</b>
Celebrations, Contr Expend	52,745	A75504	47,529
<b>TOTAL Celebrations</b>	<b>52,745</b>		<b>47,529</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(A) GENERAL

Results of Operation

Code Description	2016	EdpCode	2017
<b>Expenditures</b>			
Adult Recreation, Contr Expend	24,240	A76204	23,450
<b>TOTAL Adult Recreation</b>	<b>24,240</b>		<b>23,450</b>
<b>TOTAL Culture And Recreation</b>	<b>292,827</b>		<b>301,968</b>
Zoning, Pers Serv	2,054	A80101	
Zoning, Contr Expend	2,324	A80104	14,720
<b>TOTAL Zoning</b>	<b>4,378</b>		<b>14,720</b>
Planning, Pers Serv	2,629	A80201	
Planning, Equip & Cap Outlay	640	A80202	
Planning, Contr Expend	3,832	A80204	5,496
<b>TOTAL Planning</b>	<b>7,101</b>		<b>5,496</b>
Comm Beautification, Contr Expend	2,334	A85104	
<b>TOTAL Comm Beautification</b>	<b>2,334</b>		<b>0</b>
Drainage, Contr Expend	9,820	A85404	447
<b>TOTAL Drainage</b>	<b>9,820</b>		<b>447</b>
Conservation, Pers Serv	431	A87101	
Conservation, Contr Expend	1,134	A87104	713
<b>TOTAL Conservation</b>	<b>1,565</b>		<b>713</b>
Flood & Erosion Control, Contr Expend	800	A87454	
<b>TOTAL Flood &amp; Erosion Control</b>	<b>800</b>		<b>0</b>
Cemetery, Contr Expend	300	A88104	300
<b>TOTAL Cemetery</b>	<b>300</b>		<b>300</b>
Misc Home & Comm Serv, Contr Expend	50,000	A89894	50,000
<b>TOTAL Misc Home &amp; Comm Serv</b>	<b>50,000</b>		<b>50,000</b>
<b>TOTAL Home And Community Services</b>	<b>76,298</b>		<b>71,676</b>
State Retirement System	82,630	A90108	82,803
Social Security, Employer Cont	50,979	A90308	51,901
Worker's Compensation, Empl Bnfts	7,109	A90408	12,219
Unemployment Insurance, Empl Bnfts	5,660	A90508	5,644
Disability Insurance, Empl Bnfts		A90558	1,041
Hospital & Medical (dental) Ins, Empl Bnft	79,844	A90608	27,264
<b>TOTAL Employee Benefits</b>	<b>226,222</b>		<b>180,872</b>
Debt Principal, Serial Bonds	35,000	A97106	40,000
Debt Principal, Bond Anticipation Notes		A97306	
<b>TOTAL Debt Principal</b>	<b>35,000</b>		<b>40,000</b>
Debt Interest, Serial Bonds	30,073	A97107	28,810
Debt Interest, Bond Anticipation Notes		A97307	
<b>TOTAL Debt Interest</b>	<b>30,073</b>		<b>28,810</b>
<b>TOTAL Expenditures</b>	<b>1,931,935</b>		<b>1,726,882</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(A) GENERAL

Results of Operation

Code Description	2016	EdpCode	2017
<b>Other Uses</b>			
Transfers, Other Funds	8,000	A99019	
<b>TOTAL Operating Transfers</b>	<b>8,000</b>		<b>0</b>
<b>TOTAL Other Uses</b>	<b>8,000</b>		<b>0</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>1,939,935</b>		<b>1,726,882</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(A) GENERAL

**Analysis of Changes in Fund Balance**

Code Description	2016	EdpCode	2017
<b>Analysis of Changes in Fund Balance</b>			
<b>Fund Balance - Beginning of Year</b>	<b>2,256,254</b>	<b>A8021</b>	<b>1,822,443</b>
Prior Period Adj -Decrease In Fund Balance		A8015	-263,574
<b>Restated Fund Balance - Beg of Year</b>	<b>2,256,254</b>	<b>A8022</b>	<b>2,086,017</b>
ADD - REVENUES AND OTHER SOURCES	1,506,124		1,882,221
DEDUCT - EXPENDITURES AND OTHER USES	1,939,935		1,726,882
<b>Fund Balance - End of Year</b>	<b>1,822,443</b>	<b>A8029</b>	<b>2,241,356</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(A) GENERAL

Budget Summary

Code Description	2017	EdpCode	2018
<b>Estimated Revenues</b>			
Est Rev - Real Property Taxes	188,817	A1049N	190,822
Est Rev - Real Property Tax Items	15,000	A1099N	10,000
Est Rev - Non Property Tax Items	865,000	A1199N	865,000
Est Rev - Departmental Income	65,500	A1299N	65,500
Est Rev - Use of Money And Property	84,100	A2499N	84,100
Est Rev - Licenses And Permits	18,100	A2599N	18,900
Est Rev - Fines And Forfeitures	100,000	A2649N	110,000
Est Rev - Miscellaneous Local Sources	13,000	A2799N	12,000
Est Rev - State Aid	186,500	A3099N	181,189
<b>TOTAL Estimated Revenues</b>	<b>1,536,017</b>		<b>1,537,511</b>
Appropriated Fund Balance	321,200	A599N	280,000
<b>TOTAL Estimated Other Sources</b>	<b>321,200</b>		<b>280,000</b>
<b>TOTAL Estimated Revenues And Other Sources</b>	<b>1,857,217</b>		<b>1,817,511</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(A) GENERAL

Budget Summary

Code Description	2017	EdpCode	2018
<b>Appropriations</b>			
App - General Government Support	837,813	A1999N	902,223
App - Public Safety	46,528	A3999N	40,055
App - Health	0	A4999N	
App - Transportation	126,025	A5999N	130,941
App - Economic Assistance And Opportunity	24,278	A6999N	24,278
App - Culture And Recreation	344,493	A7999N	292,185
App - Home And Community Services	163,710	A8999N	167,640
App - Employee Benefits	245,560	A9199N	191,899
App - Debt Service	68,810	A9899N	68,290
<b>TOTAL Appropriations</b>	<b>1,857,217</b>		<b>1,817,511</b>
<b>TOTAL Appropriations And Other Uses</b>	<b>1,857,217</b>		<b>1,817,511</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(DA) HIGHWAY-TOWN-WIDE

Balance Sheet

Code Description	2016	EdpCode	2017
<b>Assets</b>			
Cash	660,124	DA200	707,262
Cash In Time Deposits	51,645	DA201	
<b>TOTAL Cash</b>	<b>711,768</b>		<b>707,262</b>
Prepaid Expenses	44,585	DA480	52,174
<b>TOTAL Prepaid Expenses</b>	<b>44,585</b>		<b>52,174</b>
Cash Special Reserves	142,950	DA230	142,950
<b>TOTAL Restricted Assets</b>	<b>142,950</b>		<b>142,950</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>899,304</b>		<b>902,386</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(DA) HIGHWAY-TOWN-WIDE

Balance Sheet

Code Description	2016	EdpCode	2017
Accounts Payable	16,682	DA600	49,923
<b>TOTAL Accounts Payable</b>	<b>16,682</b>		<b>49,923</b>
<b>TOTAL Liabilities</b>	<b>16,682</b>		<b>49,923</b>
<b>Fund Balance</b>			
Not in Spendable Form	44,585	DA806	52,174
<b>TOTAL Nonspendable Fund Balance</b>	<b>44,585</b>		<b>52,174</b>
Capital Reserve	142,950	DA878	142,950
<b>TOTAL Restricted Fund Balance</b>	<b>142,950</b>		<b>142,950</b>
Assigned Appropriated Fund Balance	25,000	DA914	75,000
Assigned Unappropriated Fund Balance	670,087	DA915	582,339
<b>TOTAL Assigned Fund Balance</b>	<b>695,087</b>		<b>657,339</b>
<b>TOTAL Fund Balance</b>	<b>882,622</b>		<b>852,463</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>899,305</b>		<b>902,386</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(DA) HIGHWAY-TOWN-WIDE

Results of Operation

Code Description	2016	EdpCode	2017
<b>Revenues</b>			
Real Property Taxes	738,629	DA1001	748,084
<b>TOTAL Real Property Taxes</b>	<b>738,629</b>		<b>748,084</b>
Sales Tax (from County)	225,000	DA1120	100,000
<b>TOTAL Non Property Tax Items</b>	<b>225,000</b>		<b>100,000</b>
Interest And Earnings	1,473	DA2401	
<b>TOTAL Use of Money And Property</b>	<b>1,473</b>		<b>0</b>
Sales of Scrap & Excess Materials		DA2650	758
<b>TOTAL Sale of Property And Compensation For Loss</b>	<b>0</b>		<b>758</b>
Employees Contributions	3,410	DA2709	
<b>TOTAL Miscellaneous Local Sources</b>	<b>3,410</b>		<b>0</b>
Interfund Revenues	50,000	DA2801	50,000
<b>TOTAL Interfund Revenues</b>	<b>50,000</b>		<b>50,000</b>
St Aid, Consolidated Highway Aid	102,182	DA3501	10,540
<b>TOTAL State Aid</b>	<b>102,182</b>		<b>10,540</b>
<b>TOTAL Revenues</b>	<b>1,120,694</b>		<b>909,382</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>1,120,694</b>		<b>909,382</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(DA) HIGHWAY-TOWN-WIDE

Results of Operation

Code Description	2016	EdpCode	2017
<b>Expenditures</b>			
Maint of Streets, Pers Serv	221,793	DA51101	317,871
Maint of Streets, Contr Expend		DA51104	219,356
<b>TOTAL Maint of Streets</b>	<b>221,793</b>		<b>537,227</b>
Perm Improve Highway, Equip & Cap Outlay	245,660	DA51122	10,540
<b>TOTAL Perm Improve Highway</b>	<b>245,660</b>		<b>10,540</b>
Machinery, Equip & Cap Outlay	83,160	DA51302	1,047
Machinery, Contr Expend	58,302	DA51304	53,177
<b>TOTAL Machinery</b>	<b>141,462</b>		<b>54,224</b>
Brush And Weeds, Contr Expend	1,035	DA51404	945
<b>TOTAL Brush And Weeds</b>	<b>1,035</b>		<b>945</b>
Snow Removal, Pers Serv	61,465	DA51421	48,582
Snow Removal, Contr Expend	48,240	DA51424	40,202
<b>TOTAL Snow Removal</b>	<b>109,706</b>		<b>88,784</b>
Services Other Govts, Pers Serv	61,465	DA51481	
Services Other Govts, Contr Expend	48,240	DA51484	40,202
<b>TOTAL Services Other Govts</b>	<b>109,706</b>		<b>40,202</b>
<b>TOTAL Transportation</b>	<b>829,362</b>		<b>731,922</b>
State Retirement, Empl Bnfts	44,494	DA90108	44,585
Social Security , Empl Bnfts	26,088	DA90308	27,709
Worker's Compensation, Empl Bnfts	21,759	DA90408	39,494
Hospital & Medical (dental) Ins, Empl Bnft	78,510	DA90608	84,374
<b>TOTAL Employee Benefits</b>	<b>170,850</b>		<b>196,162</b>
<b>TOTAL Expenditures</b>	<b>1,000,213</b>		<b>928,084</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>1,000,213</b>		<b>928,084</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(DA) HIGHWAY-TOWN-WIDE

**Analysis of Changes in Fund Balance**

Code Description	2016	EdpCode	2017
<b>Analysis of Changes in Fund Balance</b>			
<b>Fund Balance - Beginning of Year</b>	<b>762,141</b>	<b>DA8021</b>	<b>882,622</b>
Prior Period Adj -Decrease In Fund Balance		DA8015	11,457
<b>Restated Fund Balance - Beg of Year</b>	<b>762,141</b>	<b>DA8022</b>	<b>871,165</b>
ADD - REVENUES AND OTHER SOURCES	1,120,694		909,382
DEDUCT - EXPENDITURES AND OTHER USES	1,000,213		928,084
<b>Fund Balance - End of Year</b>	<b>882,622</b>	<b>DA8029</b>	<b>852,463</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(DA) HIGHWAY-TOWN-WIDE

Budget Summary

Code Description	2017	EdpCode	2018
<b>Estimated Revenues</b>			
Est Rev - Real Property Taxes	748,084	DA1049N	756,028
Est Rev - Non Property Tax Items	225,000	DA1199N	225,000
Est Rev - Use of Money And Property	1,100	DA2499N	1,100
Est Rev - Miscellaneous Local Sources	2,000	DA2799N	2,000
Est Rev - Interfund Revenues	50,000	DA2801N	50,000
Est Rev - State Aid	83,160	DA3099N	83,196
<b>TOTAL Estimated Revenues</b>	<b>1,109,344</b>		<b>1,117,324</b>
Appropriated Fund Balance	25,000	DA599N	75,000
<b>TOTAL Estimated Other Sources</b>	<b>25,000</b>		<b>75,000</b>
<b>TOTAL Estimated Revenues And Other Sources</b>	<b>1,134,344</b>		<b>1,192,324</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(DA) HIGHWAY-TOWN-WIDE

Budget Summary

Code Description	2017	EdpCode	2018
<b>Appropriations</b>			
App - Transportation	948,259	DA5999N	993,794
App - Employee Benefits	186,085	DA9199N	198,530
<b>TOTAL Appropriations</b>	<b>1,134,344</b>		<b>1,192,324</b>
<b>TOTAL Appropriations And Other Uses</b>	<b>1,134,344</b>		<b>1,192,324</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

Balance Sheet

Code Description	2016	EdpCode	2017
------------------	------	---------	------

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

Balance Sheet

Code Description	2016	EdpCode	2017
------------------	------	---------	------

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(H) CAPITAL PROJECTS

Results of Operation

Code Description	2016	EdpCode	2017
<b>Other Sources</b>			
Interfund Transfers	56,000	H5031	
<b>TOTAL Interfund Transfers</b>	<b>56,000</b>		<b>0</b>
Capital Notes	98,650	H5740	
<b>TOTAL Proceeds of Obligations</b>	<b>98,650</b>		<b>0</b>
<b>TOTAL Other Sources</b>	<b>154,650</b>		<b>0</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>154,650</b>		<b>0</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(H) CAPITAL PROJECTS

Results of Operation

Code Description	2016	EdpCode	2017
<b>Expenditures</b>			
Ambulance, Equip & Cap Outlay	154,650	H45402	
<b>TOTAL Ambulance</b>	<b>154,650</b>		<b>0</b>
<b>TOTAL Health</b>	<b>154,650</b>		<b>0</b>
<b>TOTAL Expenditures</b>	<b>154,650</b>		<b>0</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>154,650</b>		<b>0</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(H) CAPITAL PROJECTS

**Analysis of Changes in Fund Balance**

Code Description	2016	EdpCode	2017
<b>Analysis of Changes in Fund Balance</b>			
ADD - REVENUES AND OTHER SOURCES	154,650		
DEDUCT - EXPENDITURES AND OTHER USES	154,650		

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2016	EdpCode	2017
<b>Assets</b>			
Land	299,853	K101	299,853
Buildings	4,574,209	K102	4,574,209
Improvements Other Than Buildings	1,833,752	K103	1,833,752
Machinery And Equipment	3,960,953	K104	3,960,953
<b>TOTAL Fixed Assets (net)</b>	<b>10,668,767</b>		<b>10,668,767</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>10,668,767</b>		<b>10,668,767</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2016	EdpCode	2017
<b>Liabilities, Deferred Inflows And Fund Balance</b>			
Total Non-Current Govt Assets	10,668,767	K159	10,668,767
<b>TOTAL Investments in Non-Current Government Assets</b>	<b>10,668,767</b>		<b>10,668,767</b>
<b>TOTAL Fund Balance</b>	<b>10,668,767</b>		<b>10,668,767</b>
<b>TOTAL</b>	<b>10,668,767</b>		<b>10,668,767</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SF) FIRE PROTECTION

Balance Sheet

Code Description	2016	EdpCode	2017
<b>Assets</b>			
Cash		SF200	167,479
Cash In Time Deposits		SF201	
<b>TOTAL Cash</b>	<b>0</b>		<b>167,479</b>
Prepaid Expenses	20,899	SF480	
<b>TOTAL Prepaid Expenses</b>	<b>20,899</b>		<b>0</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>20,899</b>		<b>167,479</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SF) FIRE PROTECTION

Balance Sheet

Code Description	2016	EdpCode	2017
Due To Other Funds		SF630	
<b>TOTAL Due To Other Funds</b>	<b>0</b>		<b>0</b>
<b>TOTAL Liabilities</b>	<b>0</b>		<b>0</b>
<b>Fund Balance</b>			
Not in Spendable Form	20,899	SF806	
<b>TOTAL Nonspendable Fund Balance</b>	<b>20,899</b>		<b>0</b>
Assigned Unappropriated Fund Balance		SF915	167,479
<b>TOTAL Assigned Fund Balance</b>	<b>0</b>		<b>167,479</b>
<b>TOTAL Fund Balance</b>	<b>20,899</b>		<b>167,479</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>20,899</b>		<b>167,479</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SF) FIRE PROTECTION

Results of Operation

Code Description	2016	EdpCode	2017
<b>Revenues</b>			
Real Property Taxes	746,968	SF1001	747,000
<b>TOTAL Real Property Taxes</b>	<b>746,968</b>		<b>747,000</b>
Sales Tax (from County)	75,000	SF1120	75,000
<b>TOTAL Non Property Tax Items</b>	<b>75,000</b>		<b>75,000</b>
Interest And Earnings	346	SF2401	
<b>TOTAL Use of Money And Property</b>	<b>346</b>		<b>0</b>
<b>TOTAL Revenues</b>	<b>822,314</b>		<b>822,000</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>822,314</b>		<b>822,000</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SF) FIRE PROTECTION

Results of Operation

Code Description	2016	EdpCode	2017
<b>Expenditures</b>			
Fire Protection, Contr Expend	524,875	SF34104	507,909
<b>TOTAL Fire Protection</b>	<b>524,875</b>		<b>507,909</b>
<b>TOTAL Public Safety</b>	<b>524,875</b>		<b>507,909</b>
Service Awards Program	250,000	SF90258	150,000
Worker's Compensation, Empl Bnfts	47,869	SF90408	17,511
<b>TOTAL Employee Benefits</b>	<b>297,869</b>		<b>167,511</b>
<b>TOTAL Expenditures</b>	<b>822,744</b>		<b>675,420</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>822,744</b>		<b>675,420</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SF) FIRE PROTECTION

**Analysis of Changes in Fund Balance**

Code Description	2016	EdpCode	2017
<b>Analysis of Changes in Fund Balance</b>			
<b>Fund Balance - Beginning of Year</b>	<b>21,329</b>	<b>SF8021</b>	<b>20,899</b>
<b>Restated Fund Balance - Beg of Year</b>	<b>21,329</b>	<b>SF8022</b>	<b>20,899</b>
ADD - REVENUES AND OTHER SOURCES	822,314		822,000
DEDUCT - EXPENDITURES AND OTHER USES	822,744		675,420
<b>Fund Balance - End of Year</b>	<b>20,899</b>	<b>SF8029</b>	<b>167,479</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SL) LIGHTING

Balance Sheet

Code Description	2016	EdpCode	2017
<b>Assets</b>			
Cash	27,814	SL200	25,031
Cash In Time Deposits		SL201	
<b>TOTAL Cash</b>	<b>27,814</b>		<b>25,031</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>27,814</b>		<b>25,031</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SL) LIGHTING

Balance Sheet

Code Description	2016	EdpCode	2017
Accounts Payable		SL600	3,003
<b>TOTAL Accounts Payable</b>	<b>0</b>		<b>3,003</b>
<b>TOTAL Liabilities</b>	<b>0</b>		<b>3,003</b>
<b>Fund Balance</b>			
Assigned Unappropriated Fund Balance	27,814	SL915	22,028
<b>TOTAL Assigned Fund Balance</b>	<b>27,814</b>		<b>22,028</b>
<b>TOTAL Fund Balance</b>	<b>27,814</b>		<b>22,028</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>27,814</b>		<b>25,031</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SL) LIGHTING

Results of Operation

Code Description	2016	EdpCode	2017
<b>Revenues</b>			
Real Property Taxes	20,000	SL1001	16,000
<b>TOTAL Real Property Taxes</b>	<b>20,000</b>		<b>16,000</b>
Interest And Earnings	51	SL2401	
<b>TOTAL Use of Money And Property</b>	<b>51</b>		<b>0</b>
<b>TOTAL Revenues</b>	<b>20,051</b>		<b>16,000</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>20,051</b>		<b>16,000</b>

TOWN OF Boston  
 Annual Update Document  
 For the Fiscal Year Ending 2017

(SL) LIGHTING

Results of Operation

Code Description	2016	EdpCode	2017
<b>Expenditures</b>			
Street Lighting, Contr Expend	16,363	SL51824	20,022
<b>TOTAL Street Lighting</b>	<b>16,363</b>		<b>20,022</b>
<b>TOTAL Transportation</b>	<b>16,363</b>		<b>20,022</b>
<b>TOTAL Expenditures</b>	<b>16,363</b>		<b>20,022</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>16,363</b>		<b>20,022</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SL) LIGHTING

**Analysis of Changes in Fund Balance**

Code Description	2016	EdpCode	2017
<b>Analysis of Changes in Fund Balance</b>			
<b>Fund Balance - Beginning of Year</b>	<b>24,127</b>	<b>SL8021</b>	<b>27,814</b>
Prior Period Adj -Increase In Fund Balance		SL8012	-1,764
<b>Restated Fund Balance - Beg of Year</b>	<b>24,127</b>	<b>SL8022</b>	<b>26,050</b>
ADD - REVENUES AND OTHER SOURCES	20,051		16,000
DEDUCT - EXPENDITURES AND OTHER USES	16,363		20,022
<b>Fund Balance - End of Year</b>	<b>27,814</b>	<b>SL8029</b>	<b>22,028</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SM) MISCELLANEOUS

Balance Sheet

Code Description	2016	EdpCode	2017
<b>Assets</b>			
Cash	31,448	SM200	34,783
Cash In Time Deposits		SM201	
<b>TOTAL Cash</b>	<b>31,448</b>		<b>34,783</b>
Prepaid Expenses	7,999	SM480	
<b>TOTAL Prepaid Expenses</b>	<b>7,999</b>		<b>0</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>39,447</b>		<b>34,783</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SM) MISCELLANEOUS

Balance Sheet

Code Description	2016	EdpCode	2017
Accounts Payable	102	SM600	545
<b>TOTAL Accounts Payable</b>	<b>102</b>		<b>545</b>
Bond Anticipation Notes Payable		SM626	
<b>TOTAL Notes Payable</b>	<b>0</b>		<b>0</b>
<b>TOTAL Liabilities</b>	<b>102</b>		<b>545</b>
<b>Fund Balance</b>			
Not in Spendable Form	7,999	SM806	
<b>TOTAL Nonspendable Fund Balance</b>	<b>7,999</b>		<b>0</b>
Capital Reserve		SM878	
<b>TOTAL Restricted Fund Balance</b>	<b>0</b>		<b>0</b>
Assigned Appropriated Fund Balance		SM914	4,309
Assigned Unappropriated Fund Balance	31,346	SM915	29,929
<b>TOTAL Assigned Fund Balance</b>	<b>31,346</b>		<b>34,238</b>
<b>TOTAL Fund Balance</b>	<b>39,345</b>		<b>34,238</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>39,447</b>		<b>34,783</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SM) MISCELLANEOUS

Results of Operation

Code Description	2016	EdpCode	2017
<b>Revenues</b>			
Real Property Taxes	82,000	SM1001	82,984
<b>TOTAL Real Property Taxes</b>	<b>82,000</b>		<b>82,984</b>
Misc Revenue, Other Govts	10,000	SM2389	10,000
<b>TOTAL Intergovernmental Charges</b>	<b>10,000</b>		<b>10,000</b>
Interest And Earnings	83	SM2401	
<b>TOTAL Use of Money And Property</b>	<b>83</b>		<b>0</b>
Gifts And Donations	13,020	SM2705	
Unclassified (specify)		SM2770	
<b>TOTAL Miscellaneous Local Sources</b>	<b>13,020</b>		<b>0</b>
<b>TOTAL Revenues</b>	<b>105,103</b>		<b>92,984</b>
Interfund Transfers	8,000	SM5031	
<b>TOTAL Interfund Transfers</b>	<b>8,000</b>		<b>0</b>
Capital Notes		SM5740	
<b>TOTAL Proceeds of Obligations</b>	<b>0</b>		<b>0</b>
<b>TOTAL Other Sources</b>	<b>8,000</b>		<b>0</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>113,103</b>		<b>92,984</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SM) MISCELLANEOUS

Results of Operation

Code Description	2016	EdpCode	2017
<b>Expenditures</b>			
Ambulance, Equip & Cap Outlay		SM45402	
Ambulance, Contr Expend	55,852	SM45404	44,691
<b>TOTAL Ambulance</b>	<b>55,852</b>		<b>44,691</b>
<b>TOTAL Health</b>	<b>55,852</b>		<b>44,691</b>
Local Pension Fund, Empl Bnfts	17,502	SM90258	16,070
Worker's Compensation, Empl Bnfts	10,444	SM90408	14,338
<b>TOTAL Employee Benefits</b>	<b>27,946</b>		<b>30,408</b>
Debt Principal, Bond Anticipation Notes		SM97306	
Debt Principal, Capital Notes		SM97406	10,625
<b>TOTAL Debt Principal</b>	<b>0</b>		<b>10,625</b>
Debt Interest, Bond Anticipation Notes		SM97307	
Debt Interest, Capital Notes		SM97407	3,798
<b>TOTAL Debt Interest</b>	<b>0</b>		<b>3,798</b>
<b>TOTAL Expenditures</b>	<b>83,798</b>		<b>89,522</b>
Transfers, Capital Projects Fund	56,000	SM99509	
<b>TOTAL Operating Transfers</b>	<b>56,000</b>		<b>0</b>
<b>TOTAL Other Uses</b>	<b>56,000</b>		<b>0</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>139,798</b>		<b>89,522</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SM) MISCELLANEOUS

**Analysis of Changes in Fund Balance**

Code Description	2016	EdpCode	2017
<b>Analysis of Changes in Fund Balance</b>			
<b>Fund Balance - Beginning of Year</b>	<b>66,040</b>	<b>SM8021</b>	<b>39,345</b>
Prior Period Adj -Decrease In Fund Balance		SM8015	8,569
<b>Restated Fund Balance - Beg of Year</b>	<b>66,040</b>	<b>SM8022</b>	<b>30,776</b>
ADD - REVENUES AND OTHER SOURCES	113,103		92,984
DEDUCT - EXPENDITURES AND OTHER USES	139,798		89,522
<b>Fund Balance - End of Year</b>	<b>39,345</b>	<b>SM8029</b>	<b>34,238</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SR) REFUSE AND GARBAGE

Balance Sheet

Code Description	2016	EdpCode	2017
<b>Assets</b>			
Cash	116,874	SR200	132,516
Cash In Time Deposits		SR201	
<b>TOTAL Cash</b>	<b>116,874</b>		<b>132,516</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>116,874</b>		<b>132,516</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SR) REFUSE AND GARBAGE

Balance Sheet

Code Description	2016	EdpCode	2017
<b>Fund Balance</b>			
Assigned Appropriated Fund Balance		SR914	7,080
Assigned Unappropriated Fund Balance	116,874	SR915	125,436
<b>TOTAL Assigned Fund Balance</b>	<b>116,874</b>		<b>132,516</b>
<b>TOTAL Fund Balance</b>	<b>116,874</b>		<b>132,516</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>116,874</b>		<b>132,516</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SR) REFUSE AND GARBAGE

Results of Operation

Code Description	2016	EdpCode	2017
<b>Revenues</b>			
Real Property Taxes	570,276	SR1001	578,664
<b>TOTAL Real Property Taxes</b>	<b>570,276</b>		<b>578,664</b>
Refuse & Garbage Charges	1,362	SR2130	850
<b>TOTAL Departmental Income</b>	<b>1,362</b>		<b>850</b>
Interest And Earnings	434	SR2401	
<b>TOTAL Use of Money And Property</b>	<b>434</b>		<b>0</b>
<b>TOTAL Revenues</b>	<b>572,072</b>		<b>579,514</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>572,072</b>		<b>579,514</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SR) REFUSE AND GARBAGE

Results of Operation

Code Description	2016	EdpCode	2017
<b>Expenditures</b>			
Refuse & Garbage, Contr Expend	563,270	SR81604	563,872
<b>TOTAL Refuse &amp; Garbage</b>	<b>563,270</b>		<b>563,872</b>
<b>TOTAL Home And Community Services</b>	<b>563,270</b>		<b>563,872</b>
<b>TOTAL Expenditures</b>	<b>563,270</b>		<b>563,872</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>563,270</b>		<b>563,872</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SR) REFUSE AND GARBAGE

**Analysis of Changes in Fund Balance**

Code Description	2016	EdpCode	2017
<b>Analysis of Changes in Fund Balance</b>			
<b>Fund Balance - Beginning of Year</b>	<b>108,073</b>	<b>SR8021</b>	<b>116,874</b>
<b>Restated Fund Balance - Beg of Year</b>	<b>108,073</b>	<b>SR8022</b>	
ADD - REVENUES AND OTHER SOURCES	572,072		579,514
DEDUCT - EXPENDITURES AND OTHER USES	563,270		563,872
<b>Fund Balance - End of Year</b>	<b>116,874</b>	<b>SR8029</b>	<b>132,516</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SW) WATER

Balance Sheet

Code Description	2016	EdpCode	2017
<b>Assets</b>			
Cash	365,653	SW200	392,845
Cash In Time Deposits		SW201	
<b>TOTAL Cash</b>	<b>365,653</b>		<b>392,845</b>
Cash Special Reserves	344,384	SW230	344,384
<b>TOTAL Restricted Assets</b>	<b>344,384</b>		<b>344,384</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>710,037</b>		<b>737,229</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SW) WATER

Balance Sheet

Code Description	2016	EdpCode	2017
Bond Anticipation Notes Payable		SW626	
<b>TOTAL Notes Payable</b>	<b>0</b>		<b>0</b>
<b>TOTAL Liabilities</b>	<b>0</b>		<b>0</b>
<b>Fund Balance</b>			
Reserve For Debt	344,384	SW884	344,384
<b>TOTAL Restricted Fund Balance</b>	<b>344,384</b>		<b>344,384</b>
Assigned Unappropriated Fund Balance	365,653	SW915	392,845
<b>TOTAL Assigned Fund Balance</b>	<b>365,653</b>		<b>392,845</b>
<b>TOTAL Fund Balance</b>	<b>710,037</b>		<b>737,229</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>710,037</b>		<b>737,229</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SW) WATER

Results of Operation

Code Description	2016	EdpCode	2017
<b>Revenues</b>			
Real Property Taxes	432,040	SW1001	419,306
<b>TOTAL Real Property Taxes</b>	<b>432,040</b>		<b>419,306</b>
Interest And Earnings	678	SW2401	
<b>TOTAL Use of Money And Property</b>	<b>678</b>		<b>0</b>
<b>TOTAL Revenues</b>	<b>432,718</b>		<b>419,306</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>432,718</b>		<b>419,306</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SW) WATER

Results of Operation

Code Description	2016	EdpCode	2017
<b>Expenditures</b>			
Water Trans & Distrib, Contr Expend	64,386	SW83404	60,505
<b>TOTAL Water Trans &amp; Distrib</b>	<b>64,386</b>		<b>60,505</b>
<b>TOTAL Home And Community Services</b>	<b>64,386</b>		<b>60,505</b>
Debt Principal, Serial Bonds	177,099	SW97106	181,667
Debt Principal, Bond Anticipation Notes		SW97306	
<b>TOTAL Debt Principal</b>	<b>177,099</b>		<b>181,667</b>
Debt Interest, Serial Bonds	165,745	SW97107	149,942
Debt Interest, Bond Anticipation Notes		SW97307	
<b>TOTAL Debt Interest</b>	<b>165,745</b>		<b>149,942</b>
<b>TOTAL Expenditures</b>	<b>407,229</b>		<b>392,114</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>407,229</b>		<b>392,114</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SW) WATER

**Analysis of Changes in Fund Balance**

Code Description	2016	EdpCode	2017
<b>Analysis of Changes in Fund Balance</b>			
<b>Fund Balance - Beginning of Year</b>	<b>684,548</b>	<b>SW8021</b>	<b>710,037</b>
<b>Restated Fund Balance - Beg of Year</b>	<b>684,548</b>	<b>SW8022</b>	<b>710,037</b>
ADD - REVENUES AND OTHER SOURCES	432,718		419,306
DEDUCT - EXPENDITURES AND OTHER USES	407,229		392,114
<b>Fund Balance - End of Year</b>	<b>710,037</b>	<b>SW8029</b>	<b>737,229</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SW) WATER

Budget Summary

Code Description	2017	EdpCode	2018
<b>Estimated Revenues</b>			
Est Rev - Real Property Taxes	418,145	SW1049N	421,155
<b>TOTAL Estimated Revenues</b>	<b>418,145</b>		<b>421,155</b>
<b>TOTAL Estimated Revenues And Other Sources</b>	<b>418,145</b>		<b>421,155</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(SW) WATER

Budget Summary

Code Description	2017	EdpCode	2018
<b>Appropriations</b>			
App - Home And Community Services	86,107	SW8999N	91,430
App - Debt Service	332,038	SW9899N	329,725
<b>TOTAL Appropriations</b>	<b>418,145</b>		<b>421,155</b>
<b>TOTAL Appropriations And Other Uses</b>	<b>418,145</b>		<b>421,155</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(TA) AGENCY

Balance Sheet

Code Description	2016	EdpCode	2017
<b>Assets</b>			
Service Award Program Assets	2,928,967	TA461	2,739,951
<b>TOTAL Investments</b>	<b>2,928,967</b>		<b>2,739,951</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>2,928,967</b>		<b>2,739,951</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(TA) AGENCY

Balance Sheet

Code Description	2016	EdpCode	2017
Service Awards	2,928,967	TA13	2,739,951
<b>TOTAL Agency Liabilities</b>	<b>2,928,967</b>		<b>2,739,951</b>
<b>TOTAL Liabilities</b>	<b>2,928,967</b>		<b>2,739,951</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>2,928,967</b>		<b>2,739,951</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2016	EdpCode	2017
<b>Assets</b>			
Total Non-Current Govt Liabilities	5,947,550	W129	6,009,171
<b>TOTAL Provision To Be Made In Future Budgets</b>	<b>5,947,550</b>		<b>6,009,171</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>5,947,550</b>		<b>6,009,171</b>

TOWN OF Boston  
Annual Update Document  
For the Fiscal Year Ending 2017

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2016	EdpCode	2017
Net Pension Liability -Proportionate Share		W638	293,813
<b>TOTAL Other Liabilities</b>	<b>0</b>		<b>293,813</b>
Capital Notes Payable	98,650	W627	88,024
Bonds Payable	5,848,900	W628	5,627,334
<b>TOTAL Bond And Long Term Liabilities</b>	<b>5,947,550</b>		<b>5,715,358</b>
<b>TOTAL Liabilities</b>	<b>5,947,550</b>		<b>6,009,171</b>
<b>TOTAL Liabilities</b>	<b>5,947,550</b>		<b>6,009,171</b>

**TOWN OF Boston**  
**Statement of Indebtedness**  
**For the Fiscal Year Ending 2017**

5/1/2018

County of: Erie

Municipal Code: 140308300000

First Year	Debt Code	Description	Cops Flag	Comp Flag	Date of Issue	Date of Maturity	Int. Rate	Var?	Amt. Orig. Issued	O/S Beg. of Year	Paid Dur. Year	Redeemed Bond Proc.	Prior Yr. Adjust.	Accreted Interest	O/S End of Year
2010	BOND E	Water Distrcit #3			12/10/2010	07/21/2048	3.00%		\$2,394,000	\$2,162,100	\$37,800	\$0	\$0		\$2,124,300
2005	BOND E	Water Dist-Rural Devel		Y	07/24/2005	07/24/2040	4.125%		\$2,618,500	\$2,147,700	\$54,000	\$0	\$100		\$2,093,800
2012	BOND E	Water			07/11/2012	07/11/2022	1.90%		\$480,800	\$288,480	\$48,080	\$0	\$0		\$240,400
2012	BOND E	Water #3 Ext			07/11/2012	07/11/2032	2.80%		\$125,000	\$100,000	\$6,250	\$0	\$0		\$93,750
2000	BOND E	WATER			05/22/1997	05/22/2022	3.40%		\$0	\$275,620	\$35,537	\$0	\$0		\$240,083
<b>Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year</b>									<b>\$0</b>	<b>\$4,973,900</b>	<b>\$181,667</b>	<b>\$0</b>	<b>\$100</b>	<b>\$0</b>	<b>\$4,792,333</b>
2016	CN E	Ambulance		Y	10/02/2016	09/29/2024	3.50%		\$98,650	\$98,650	\$10,625	\$0	\$0		\$88,025
<b>Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year</b>									<b>\$0</b>	<b>\$98,650</b>	<b>\$10,625</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$88,025</b>
2012	BOND N	Troopers Barracks			03/01/2012	09/01/2026	3.25%	Y	\$1,000,000	\$875,000	\$40,000	\$0	\$0		\$835,000
<b>Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year</b>									<b>\$0</b>	<b>\$875,000</b>	<b>\$40,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$835,000</b>
<b>AFR Year Total for All Debt Types - Sums Issued Amts only made in AFR Year</b>									<b>\$0</b>	<b>\$5,947,550</b>	<b>\$232,292</b>	<b>\$0</b>	<b>\$100</b>	<b>\$0</b>	<b>\$5,715,358</b>

TOWN OF Boston  
Schedule of Time Deposits and Investments  
For the Fiscal Year Ending 2017

	EDP Code	Amount
<b>CASH:</b>		
On Hand	9Z2001	\$500.00
Demand Deposits	9Z2011	\$3,908,465.00
Time Deposits	9Z2021	
<b>Total</b>		\$3,908,965.00
 <b>COLLATERAL:</b>		
- FDIC Insurance	9Z2014	\$250,000.00
Collateralized with securities held in possession of municipality or its agent	9Z2014A	\$3,658,465.00
<b>Total</b>		\$3,908,465.00
 <b>INVESTMENTS:</b>		
- Securities (450)		
Book Value (cost)	9Z4501	
Market Value at Balance Sheet Date	9Z4502	
Collateralized with securities held in possession of municipality or its agent	9Z4504A	
 - Repurchase Agreements (451)		
Book Value (cost)	9Z4511	
Market Value at Balance Sheet Date	9Z4512	
Collateralized with securities held in possession of municipality or its agent	9Z4514A	

TOWN OF Boston  
Bank Reconciliation  
For the Fiscal Year Ending 2017

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
****-8021	\$3,630,491	\$277,974	\$0	\$3,908,465
****-3961	\$53,453	\$0	\$53,453	\$0
****-3973	\$236,401	\$0	\$236,401	\$0
Total Adjusted Bank Balance				<u>\$3,908,465</u>
Petty Cash				<u>\$500.00</u>
Adjustments				<u>\$0.00</u>
Total Cash			9ZCASH *	<u>\$3,908,965</u>
Total Cash Balance All Funds			9ZCASHB *	<u>\$3,908,965</u>

\* Must be equal



TOWN OF Boston  
Employee and Retiree Benefits  
For the Fiscal Year Ending 2017

<b>Total Full Time Employees:</b>		13			
<b>Total Part Time Employees:</b>		59			
<b>Account Code</b>	<b>Description</b>	<b>Total Expenditures (All Funds)</b>	<b># of Full Time Employees</b>	<b># of Part Time Employees</b>	<b># of Retirees</b>
90108	State Retirement System	\$127,388.00	13	17	
90158	Police and Fire Retirement				
90258	Local Pension Fund	\$166,070.00			
90308	Social Security	\$79,609.00			
90408	Worker's Compensation Insurance	\$83,562.00			
90458	Life Insurance				
90508	Unemployment Insurance	\$5,644.00			
90558	Disability Insurance	\$1,041.00			
90608	Hospital and Medical (Dental) Insurance	\$111,639.00			
90708	Union Welfare Benefits				
90858	Supplemental Benefit Payment to Disabled Fire Fighters				
91890	Other Employee Benefits				
<b>Total</b>		<b>\$574,953.00</b>			
Computed Total From Financial Section (comparative purposes only)		<b>\$574,953.00</b>			

TOWN OF Boston  
 Energy Costs and Consumption  
 For the Fiscal Year Ending 2017

Energy Type	Total Expenditures	Total Volume	Units Of Measure	Alternative Units Of Measure
Gasoline	\$7,844	4,278	gallons	
Diesel Fuel	\$25,872	14,375	gallons	
Fuel Oil			gallons	
Natural Gas	\$15,035	26,125	cubic feet	
Electricity	\$66,222	1,481,480	kilowatt-hours	
Coal			tons	
Propane			gallons	

TOWN OF Boston  
Schedule of Other Post Employment Benefits (OPEB)  
For the Fiscal Year Ending 2017

**Annual OPEB Cost and Net OPEB Obligation**

1. Type of Other Post Employment Benefits Plan
2. Annual Required Contribution(ARC)
3. Interest on Net OPEB Obligation
4. Adjustment to Annual Required Contribution
5. Annual OPEB Expense
6. Less: Actual Contribution Made
7. Increase in Net OPEB Obligation
8. Net OPEB Obligation - beginning of year
9. Net OPEB Obligation - end of year
10. Total Other Post Employment Benefits as reported in Accounts 683 in Financial Section, Current Fiscal Year
11. Percentage of Annual OPEB Cost Contributed (Actual Contribution Made/Annual OPEB Cost)

**Funded Status and Funding Process**

12. Actuarial Accrued Liability(AAL)
13. Less: Actuarial Value of Plan Assets
14. Unfunded Actuarial Accrued Liability(UAAL)
15. Funded Ratio(Actuarial Value of Plan Assets/AAL)
16. Annual Covered Payroll (of active employees covered by the plan)
17. UAAL as Percentage of Annual Covered Payroll

**Other OPEB Information**

18. Date of most recent actuarial valuation
19. Actuarial method used
20. Assumed rate of return on investments discount rate .00%
21. Amortization period of UAAL(in years)

CERTIFICATION OF CHIEF FISCAL OFFICER

I, Jason A. Keding, hereby certify that I am the Chief Fiscal Officer of the Town of Boston, and that the information provided in the annual financial report of the Town of Boston, for the fiscal year ended 12/31/2017, is TRUE and correct to the best of my knowledge and belief.

By entering the personal identification number assigned by the Office of the State Comptroller to me as the Chief Fiscal Officer of the Town of Boston, and adopted by me as my signature for use in conjunction with the filing of the Town of Boston's annual financial report, I am evidencing my express intent to authenticate my certification of the Town of Boston's annual financial report for the fiscal year ended 12/31/2017 and filed by means of electronic data transmission.

Drescher & Malecki LLP  
Name of Report Preparer if  
different than Chief Fiscal Officer

(716) 565-2299  
Telephone Number

05/01/2018  
Date of Certification

Jason A. Keding  
Name

Supervisor  
Title

8500 Boston State Rd  
Official Address

(716) 941-6113  
Official Telephone Number

TOWN OF Boston  
Financial Comments  
For the Fiscal Year Ending 2017

(A) GENERAL

Adjustment Reason

Account Code A8015 Adjustments were made to the Town's 12/31/2016 books subsequent to the submission of their 2016 AUD

(DA) HIGHWAY-TOWN-WIDE

Adjustment Reason

Account Code DA8015 Adjustments were made to the Town's 12/31/2016 books subsequent to the submission of their 2016 AUD

(SL) LIGHTING

Adjustment Reason

Account Code SL8012 Adjustments were made to the Town's 12/31/2016 books subsequent to the submission of their 2016 AUD

(SM) MISCELLANEOUS

Adjustment Reason

Account Code SM8015 Adjustments were made to the Town's 12/31/2016 books subsequent to the submission of their 2016 AUD

**TOWN OF BOSTON, NEW YORK**  
**Notes to the Annual Update Document (Unaudited)**  
**Year Ended December 31, 2017**

---

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The New York State Annual Financial Report Update Document (the “AUD”) of the Town of Boston, New York (the “Town”) has been prepared in conformity with the format prescribed by the New York State Office of the State Comptroller Annual Update Document guidelines. 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.

***Reporting Entity***

The Town is a unit of local government created by the State of New York. The Town operates under provisions of New York State law and various local laws. The five-member Town Board is the legislative body responsible for overall operations. The Supervisor serves as both Chief Executive Officer and Chief Fiscal Officer.

Independently elected officials of the Town include:

Supervisor	Town Clerk
Councilmembers (4)	Superintendent of Highways
Town Justices (2)	

***Basis of Presentation – Fund Financial Statements***

The fund financial statements provide information about the Town’s funds. Separate statements for each fund category—governmental and fiduciary—are presented.

The Town reports the following major governmental funds:

- *General Fund*—this is the principal operating fund of the Town and accounts for all financial resources of the general government, except those accounted for in another fund. The principal source of revenue is non-property tax items.
- *Highway Fund*—this is used to record all revenues and expenditures related to road maintenance and construction throughout the Town. Major revenue sources include real property taxes and sales tax.
- *Water Fund*—this is used to record all revenues and expenditures related to operation and maintenance of the Town’s water districts. Major revenue sources consist primarily of real property taxes.
- *Ambulance Fund*—this is used to record all revenues and expenditures related to emergency medical services within the Town. The principal source of revenue for the Ambulance Fund is real property taxes.

- *Garbage and Refuse Fund*—this is used to record all activity related to the garbage pickup and recycling within the Town. The principal source of revenue for the Garbage and Refuse Fund is real property taxes.
- *Lighting Fund*—this is used to record the revenues and expenditures related to lighting maintenance in the Town. The principal source of revenue for the Lighting Fund is real property taxes.
- *Fire Protection Fund*—this is used to record the revenues and expenditures related to fire protection in the Town. The principal source of revenue for the Fire Protection Fund is real property taxes.

Additionally, the Town reports the following fund type:

*Fiduciary Funds*—These funds are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. Trust funds account for resources received and disbursements made in accordance with trust agreements or applicable legislative enactments for each particular fund. Fiduciary funds include the *Agency Fund*. The Agency Fund is custodial in nature and does not involve measurement of results of operations.

During the course of operations the Town has activity between funds for various purposes. Any residual balances outstanding at year-end are reported as due from/to other funds and advances to/from other funds. These balances are reported in the fund financial statements.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out.

### ***Measurement Focus and Basis of Accounting***

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the AUD.

The AUD is reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period of availability. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period of availability. All other revenue items are considered to be measurable and available only when cash is received by the Town.

The Agency Fund has no measurement focus but utilizes the *accrual basis of accounting* for reporting its assets and liabilities.

### ***Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance***

***Cash, Cash Equivalents and Investments***—The Town’s cash, cash equivalents, and investments consist of cash on hand, demand deposits, time deposits and short-term, highly liquid investments with original maturities of three months or less from the date of acquisition. The Town had no investments at December 31, 2017; however, when the Town does have investments they are recorded at fair value in accordance with GASB.

***Restricted Cash and Cash Equivalents***—Restricted cash and cash equivalents represents amounts to support fund balance restrictions and unspent proceeds from debt issuances and amounts with constraints placed on their use by either external parties and/or statute.

***Prepaid Items***—Certain payments reflect costs applicable to future accounting periods and are recorded as prepaid items in the fund financial statements. The cost of prepaid items is recorded as expenditures when consumed rather than when purchased.

***Receivables***—Receivables include amounts due from state and federal governments represent amounts owed to the Town to reimburse it for expenditures incurred pursuant to state and federally funded programs. Receivables are recorded and revenues recognized as earned. Allowances are recorded when appropriate.

***Fund Balance Flow Assumptions***—Sometimes the Town will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the AUD; a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town’s policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

***Fund Balance Policies***—Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Town itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Town’s highest level of decision-making authority. The Town Board is the highest level of decision-making authority for the government that can, by Town Board resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation

imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The Town Board has authorized the Supervisor to assign fund balance. The Town Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

### ***Revenues and Expenditures/Expenses***

***Property Taxes***—The Erie County Legislature prepares the levy in late December of each year and jointly bills the Town levy and Erie County real property taxes. Property taxes are levied and become a lien as of January 1<sup>st</sup> based on assessed property values as of that date.

For 2017, tax payments were due January 1<sup>st</sup> to February 15<sup>th</sup> without penalty; February 16<sup>th</sup> to February 28<sup>th</sup> a 1.5% penalty; March 1<sup>st</sup> to March 15<sup>th</sup> a 3.0% penalty; March 16<sup>th</sup> to March 31<sup>st</sup> a 4.5% penalty; April 1<sup>st</sup> to April 17<sup>th</sup> a 6.0% penalty; April 18<sup>th</sup> to May 1<sup>st</sup> a 7.5% penalty; and 1.5% added each month thereafter.

The tax roll is returned to the Erie County Commissioner of Finance after June 30<sup>th</sup> at which time all unpaid taxes and penalties are payable to that office. The Town retains their full tax levies for all unpaid items that are returned to the County. Thus, the Town is assured of receiving 100% of its tax levy. The County enforces all liens.

***Pensions***—The Town is mandated by New York State law to participate in the New York State Local Employees' Retirement System ("ERS"). For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the defined benefit pension plans, and changes thereof, have been determined on the same basis as they are reported by the respective defined benefit pension plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value. More information regarding pensions is included in Note 6 to the AUD.

### ***Other***

***Estimates***—The preparation of the AUD, in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of revenues, expenditures, assets, and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and during the reported period. Actual results could differ from those estimates.

***Stewardship, Compliance and Accountability – Legal Compliance – Budgets***

***Budgets and Budgetary Accounting***—The Town follows these procedures in establishing the budgetary data reflected in the financial statements:

- Prior to September 30<sup>th</sup>, the Town Supervisor files a “tentative” budget with the Town Clerk for the following fiscal year to commence on January 1<sup>st</sup>. This budget, which includes appropriations and estimated revenues, is then presented to the full Town Board by October 5<sup>th</sup>.
- The full Town Board reviews the tentative budget and may adjust same before approving a “preliminary” budget and calling for a public hearing, which is generally held in October.
- Following the public hearing, revisions may again be made by the Town Board before filing an adopted budget with Erie County by November 20<sup>th</sup>.
- Formal annual budgetary accounts are employed as a management control device for the General, Highway, Water, Ambulance, Garbage and Refuse, Lighting and Fire Protection Funds.
- During the fiscal year, the Town Board can legally amend the operating budgets and is empowered to implement supplemental appropriations. Budget amendments are required for the departmental budgetary control. All budget amendments and budget transfers require Town Board approval.

**2. CASH, CASH EQUIVALENTS AND INVESTMENTS**

The Town’s investment policies are governed by State statutes. Town monies must be deposited in FDIC-insured commercial banks or trust companies located within New York State. The Town is authorized to use demand accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury and U.S. Agencies, repurchase agreements, and obligations of New York State or its localities.

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit at 100% of all deposits not covered by Federal deposit insurance. The Town has entered into custodial agreements with the various banks which hold their deposits. These agreements authorize the obligation that may be pledged as collateral. Obligations that may be pledged as collateral are outlined in Chapter 623 of the laws of the State of New York.

Total cash and cash equivalents at December 31, 2017, are shown below:

	<u>Governmental Funds</u>
Petty Cash (uncollateralized)	\$ 500
Deposits	<u>3,908,465</u>
Total	<u><u>\$ 3,908,965</u></u>

***Deposits***—All deposits are carried at fair value, and are classified by custodial credit risk at December 31, 2017 are as follows:

	<u>Carrying Amount</u>
Insured (FDIC)	\$ 250,000
Uninsured:	
Collateral held by bank's agent in the Town's name	<u>3,658,465</u>
Total	<u><u>\$ 3,908,465</u></u>

**Custodial Credit Risk—Deposits**—Custodial credit risk is the risk that in the event of a bank failure, the Town’s deposits may not be returned to it. As noted above, by State statute all deposits in excess of FDIC insurance coverage must be collateralized. At December 31, 2017, the Town’s deposits were either FDIC insured or collateralized with securities held by the pledging bank’s agent in the Town’s name.

**Restricted Cash and Cash Equivalents**—The Town reports amounts to support restricted fund balance and unspent proceeds of debt as restricted cash and cash equivalents. At December 31, 2017, the Town reported \$794,568 cash and cash equivalents as restricted.

**Investments**—The Town had no investments at December 31, 2017.

**Interest Rate Risk**—In accordance with its investment policy, the Town manages exposures by limiting investments to low risk type investments governed by New York State statute.

### 3. RECEIVABLES

Major revenues accrued by the Town at December 31, 2017 include:

**Receivables**—Represents amounts due from various sources. The Town’s significant accounts receivable at December 31, 2017 are presented below:

General Fund:	
Miscellaneous	\$ <u>1,182</u>

**Intergovernmental Receivables**—Represents amounts due from other units of government, such as Federal, New York State, County of Erie or other local governments. Amounts due the Town at December 31, 2017 are:

General Fund:	
Erie County - sales tax	\$ 279,342
Various Town Departments	<u>5,575</u> <u>\$ 284,917</u>

### 4. PENSION PLANS

#### **Plan Descriptions and Benefits Provided**

**Employees’ Retirement System (“ERS”)**—The Town participates in the ERS. This is a cost-sharing multiple-employer retirement system. The ERS provides retirement benefits as well as death and disability benefits. The net position of the ERS is held in the New York State Common Retirement Fund (the “Fund”), which was established to hold all assets and record changes in fiduciary net position allocated to the ERS. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the ERS. The ERS benefits are established under the provisions of the New York State Retirement and Social Security Law (“NYSRSSL”). Once a public employer elects to participate in the ERS, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The Town also participates in the Public Employees’ Group Life Insurance Plan (“GLIP”), which provides death benefits in the form of life insurance. The ERS is included in the State’s financial report as a pension trust fund. That report, including information with regard to benefits provided, may be found at

www.osc.state.ny.us/retire/publications/index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

The ERS is noncontributory, except for employees who joined the ERS after July 27, 1976, who contribute three percent (3%) of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010 who generally contribute three percent (3%) to three and one half percent (3.5%) of their salary for their entire length of service. In addition, employee contribution rates under ERS Tier VI vary based on a sliding salary scale. The Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the Systems' fiscal year ending March 31.

***Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions***—At December 31, 2017, the Town reported the following liability for its proportionate share of the net pension liability for the ERS. The net pension liability was measured as of March 31, 2017. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of April 1, 2016, with update procedures used to roll forward the total pension liability to the measurement date. 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 System relative to the projected contributions of all participating members, actuarially determined. This information was provided by the System in reports provided to the Town.

Measurement date	March 31, 2017
Net pension liability	\$ 293,813
Town's portion of the Plan's total net pension liability	0.0031269%

For the year ended December 31, 2017, the Town recognized a pension expense of \$164,351 for ERS. At December 31, 2017, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	ERS	
Differences between expected and actual experiences	\$ 7,363	\$ 44,617
Changes of assumptions	100,377	-
Net difference between projected and actual earnings on pension plan investments	58,686	-
Changes in proportion and differences between the Town's contributions and proportionate share of contributions	3,351	12,791
Town contributions subsequent to the measurement date	93,922	-
Total	<u>\$ 263,699</u>	<u>\$ 57,408</u>

Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2018. 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 Ending December 31,</u>	<u>ERS</u>
2018	\$ 51,661
2019	51,661
2020	47,661
2021	(38,614)

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

	<u>ERS</u>
Measurement date	March 31, 2017
Actuarial valuation date	April 1, 2016
Interest rate	7.00%
Salary scale	3.80%
Decrement tables	April 1, 2010- March 31, 2015
Inflation rate	2.5%
Cost-of-living adjustments	1.3%

Annuitant mortality rates are based on April 1, 2010 – March 31, 2015 System’s experience with adjustments for mortality improvements based on Society of Actuaries’ Scale MP-2014. The actuarial assumptions used in the April 1, 2016 valuation are based on the results of an actuarial experience study for the period April 1, 2010 – March 31, 2015.

The long-term 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 returns net of investment expense 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 each the target asset allocation percentage and by adding expected inflation. Best estimates of the arithmetic real rates of return for each major asset class included in the target asset allocation are summarized on the following page.

Measurement date	ERS	
	Target Allocation	Long-Term Expected Real Rate of Return
	March 31, 2017	
Asset class:		
Domestic equities	36.0 %	4.6 %
International equities	14.0	6.4
Private equity	10.0	7.8
Real estate	10.0	5.8
Absolute return strategies	2.0	4.0
Opportunistic portfolio	3.0	5.9
Real assets	3.0	5.5
Bonds and mortgages	17.0	1.3
Cash	1.0	(0.3)
Inflation-indexed bonds	4.0	1.5
Total	<u>100.0 %</u>	

**Discount Rate**—The discount rate used to calculate the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the System’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the Proportionate Share of the Net Pension Liability to the Discount Rate Assumption**—The following chart presents the Town’s proportionate share of the net pension liability/(asset) calculated using the discount rate of 7.0%, as well as what the Town’s proportionate share of the net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage-point lower (6.0%) or one percentage-point higher (8.0%) than the current assumption.

	Decrease (6.0%)	Assumption (7.0%)	Increase (8.0%)
Employer's proportionate share of the net pension liability—ERS	\$ 938,380	\$ 293,813	\$ (251,167)

**Pension Plan Fiduciary Net Position**—The components of the current-year net pension liability of the employers as of the respective valuation dates, were as follows:

	(Dollars in Thousands)	
	ERS	
Valuation date	March 31, 2017	
Employers' total pension liability	\$	177,400,586
Plan fiduciary net position		168,004,363
Employers' net pension liability	\$	<u>9,396,223</u>
System fiduciary net position as a percentage of total pension liability		94.7%

## 5. PENSION OBLIGATIONS—LOSAP

**Plan Description**—The Town established a defined benefit Length of Service Awards Program (the “LOSAP”) for the active volunteer firefighters of Boston Volunteer Fire Company, North Boston Volunteer Fire Company and Patchin Volunteer Fire Company. The Program was established pursuant to Article 11-A of the General Municipal Law. The Program provides municipally-funded pension-like benefits to facilitate the recruitment and retention of active volunteer firefighters. The Town is the sponsor of the program.

### **Program Description**—

**Participation, vesting and service credit**—Active volunteer firefighters who have reached the age of eighteen and who have completed one year of firefighting service are eligible to participate in the program. The program’s entitlement age is age sixty, or age after first earning a year of Service Credit under the Point System. 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 sponsor on the basis of a statutory list of activities and point values.

**Benefits**—A participant’s benefit under the program is the actuarial equivalent of a monthly payment for life equal to twenty dollars multiplied by the person’s total number of years of firefighting service. The number of years of firefighting service used to compute the benefit cannot exceed forty (including any Prior Service Credit). Except in the case disability or death, benefits are payable when a participant reaches entitlement age. The program provides statutorily mandated death and disability benefits.

**Fiduciary Investment and Control**—Service credit is determined by the governing board of the sponsor, based on information certified to the governing board by each fire company having members who participate in the program. Each fire company must maintain all required records on forms prescribed by the governing board. The governing board of the sponsor has retained and designated Penflex, Inc. to assist in the administration of the program.

Program assets are required to be held in trust by LOSAP legislation, 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 program.

Authority to invest program assets is vested in the Investment Committee. Subject to restrictions in the program document, program assets are invested in accordance with a statutory “prudent person” rule.

The sponsor is required to retain an actuary to determine the amount of the sponsor's contributions to the plan. The actuary retained by the sponsor for this purpose is Penflex, Inc. Portions of the following information are derived from the most recent report prepared by the actuary, dated January 1, 2017.

### **Program Financial Condition**

#### ***Assets and Liabilities***

Actuarial present value of benefits at January 1, 2017			\$ 5,483,157
Less: Assets available for benefits			
<i>Cash and short-term investments:</i>	<u>% of total</u>		
Cash and cash equivalents	7.0%	\$	190,037
<i>Investments at fair value:</i>			
Specialty funds	4.2%		114,480
International stock funds	7.3%		198,723
Small-cap stock funds	6.6%		178,950
Mid-cap stock funds	5.5%		148,882
Large-cap stock funds	5.7%		155,397
Balanced	5.0%		135,329
Bond funds	57.6%		1,559,067
Other assets	0.0%		-
<i>Other assets:</i>			
January payments made in December	0.9%		24,540
Benefits payable & interest receivable	0.0%		<u>(480)</u>
Total net assets available for benefits			<u>2,704,925</u>
Total unfunded benefits			<u>\$ 2,778,232</u>

#### ***Receipts and Disbursements***

Plan net assets, January 1, 2017		\$2,701,947
Changes during the year:		
Add: Plan contributions	\$	250,000
Net investment income		86,321
Less: Plan benefit withdrawals		(334,425)
Changes in benefits payable		<u>1,080</u>
Net change		<u>2,976</u>
Plan net assets, December 31, 2017		<u>\$ 2,704,923</u>

### *Contributions and Administrative Fees*

Town contributions and fees amounted to \$150,000 and \$6,064, respectively, during the year ended December 31, 2017.

### **Funding Methodology and Actuarial Assumptions**

#### *Normal Costs*

The actuarial valuation methodology used by the actuary to determine the sponsor's contribution is the attained age normal frozen initial liability method. The assumptions used by the actuary to determine the sponsor's contribution and the actuarial present value of benefits are based on an assumed rate of return on investment of 5%.

Mortality Tables used for retirement are based on the 1994 Uninsured Pensioner Male Table projected with scale AA to 2007.

The Town accounts for service award program assets within its Agency Fund. The fair value of these program assets as of December 31, 2017 is \$2,739,951.

## **6. RISK MANAGEMENT**

The Town is exposed to various risks of loss related to damage and destruction of assets, vehicle liability, injuries to employees, health insurance, workers' compensation and unemployment insurance. The Town purchases commercial insurance to cover such potential risks. There have not been any significant changes in any type of insurance coverage from the prior year, nor have there been any settlements which have exceeded commercial insurance coverage in the past four fiscal years.

The Town purchases insurance for: automobile, general and umbrella liability. Automobile insurance is limited to \$1 million per accident. The general liability insurance is limited to \$1 million per occurrence, and general aggregate \$3 million limit. The umbrella liability insurance is limited to \$1 million per occurrence, and an aggregate \$1 million limit.

## **7. LONG-TERM LIABILITIES**

The Town's outstanding long-term liabilities reported in Schedule W to the AUD include serial bonds, capital leases, and net pension liability. The bonds payable of the Town are secured by its general credit and revenue raising powers, as per State statute.

A summary of changes in the Town's long-term liabilities at December 31, 2017 is presented below:

	Balance 1/1/2017	Additions	Reductions	Balance 12/31/2017	Due Within One Year
Serial bonds	\$ 5,849,001	\$ -	\$ 221,667	\$ 5,627,334	\$ 226,575
Capital leases	98,650	-	10,626	88,024	11,300
Net pension liability	496,444	-	202,631	293,813	-
Total	<u>\$ 6,444,095</u>	<u>\$ -</u>	<u>\$ 434,924</u>	<u>\$ 6,009,171</u>	<u>\$ 237,875</u>

**Serial Bonds**—The Town issues general obligation bonds to provide funds for the acquisition, construction, and renovation of major capital facilities. General obligation bonds have been issued for governmental activities. General obligation bonds are direct obligations and pledge the full faith and credit of the Town. These bonds generally are issued as serial bonds with equal amounts of principal maturing each year with maturities that range from 10 to 38 years.

Principal is paid annually, interest is paid annual or semi-annually; these payments are recorded in the associated fund, either being General or Water Funds. A summary of additions and payments for the year ended December 31, 2017, is presented below:

Description	Original Issue	Interest Rate (%)	Year of Issue/ Maturity	Balance 1/1/2017	Additions	Reductions	Balance 12/31/2017	Due Within One Year
<b>General Fund:</b>								
Trooper Barracks	\$ 1,000,000	3.5	2012/2034	\$ 875,000	\$ -	\$ 40,000	\$ 835,000	\$ 40,000
Total General Fund				<u>875,000</u>	<u>-</u>	<u>40,000</u>	<u>835,000</u>	<u>40,000</u>
<b>Water Fund:</b>								
Water #1	644,068	3.4	2003/2023	275,621	-	35,537	240,084	36,745
Water #2 ext.	199,400	1.9	2012/2022	119,640	-	19,940	99,700	19,940
Water #2	281,400	1.9	2012/2022	168,840	-	28,140	140,700	28,140
Water #3	125,000	2.8	2012/2032	100,000	-	6,250	93,750	6,250
Rural Development #1	2,618,500	4.125	2005/2040	2,147,800	-	54,000	2,093,800	56,300
Rural Development #2	2,394,000	3	2010/2048	<u>2,162,100</u>	<u>-</u>	<u>37,800</u>	<u>2,124,300</u>	<u>39,200</u>
Total Water Fund				<u>4,974,001</u>	<u>-</u>	<u>181,667</u>	<u>4,792,334</u>	<u>186,575</u>
Total governmental activities				<u>\$ 5,849,001</u>	<u>\$ -</u>	<u>\$ 221,667</u>	<u>\$ 5,627,334</u>	<u>\$ 226,575</u>

**Capital Leases**—On August 29, 2016, the Town entered into a long-term capital lease for an ambulance. The lease outstanding totals \$100,961, of which \$12,937 represents imputed interest costs. The present value of the lease at December 31, 2017 is \$88,024.

Annual payments are \$14,423, with final payments due September 29, 2024. The nominal rate is 3.5%.

The obligation under the leases can be summarized as follows:

	Year ending December 31,	
	2018	\$ 14,423
	2019	14,423
	2020	14,423
	2021	14,423
	2022	14,423
	2023	14,423
	2024	<u>14,423</u>
Total minimum lease payments		100,961
Less: amount representing imputed interest costs		<u>(12,937)</u>
Present value of minimum lease payments		<u>\$ 88,024</u>

**Net Pension Liability**—The Town reports a liability totaling \$293,813 for its proportionate share of the net pension liability for the Employee Retirement System. Typically, the General Fund and Highway Fund have been used to liquidate this liability within the governmental funds. Refer to Note 5 for additional information related to the Town’s net pension liability.

A maturity schedule of the Town’s indebtedness is presented below:

Year ending December 31,	Serial Bonds	Capital Leases	Net Pension Liability	Total
2018	\$ 226,575	\$ 11,300	\$ -	\$ 237,875
2019	231,625	11,701	-	243,326
2020	236,917	12,109	-	249,026
2021	242,352	12,545	-	254,897
2022	247,933	12,991	-	260,924
2023-2027	926,982	13,452	-	940,434
2028-2032	1,065,550	13,926	-	1,079,476
2033-2037	1,042,900	-	-	1,042,900
2038-2042	815,200	-	-	815,200
2043-2047	479,300	-	-	479,300
2048 and thereafter	112,000	-	293,813	405,813
Total	<u>\$ 5,627,334</u>	<u>\$ 88,024</u>	<u>\$ 293,813</u>	<u>\$ 6,009,171</u>

Interest requirements on serial bonds payable are as follows:

December 31,	Interest
2018	\$ 193,013
2019	185,977
2020	178,927
2021	171,348
2022	165,742
2023-2027	711,073
2028-2032	536,527
2033-2037	340,605
2038-2042	158,860
2043-2047	59,113
2048 and thereafter	3,068
Total	<u>\$ 2,704,253</u>

## 8. FUND BALANCE

In the AUD, nonspendable amounts represent net current financial resources that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The Town maintained no nonspendable fund balance at December 31, 2017.

In the AUD, restricted fund balances are amounts constrained to specific purposes (such as creditors, grantors, contributors, or laws and regulations of other governments) through constitutional provisions or by enabling legislation. At December 31, 2017, the Town reported the following restricted fund balances:

- ***Restricted for General Capital Projects***—Represents amounts, \$224,862, restricted for the construction of various capital projects.
- ***Restricted for Tax Stabilization*** – Represents amounts, \$82,372, restricted by the Town Board in accordance with general municipal law section 6-e to be used for future unanticipated events.
- ***Restricted for Highway Capital Projects***—Represents amounts, \$142,950, restricted for the construction of various capital projects.
- ***Restricted for Water Debt***—Represents amounts, \$344,384, restricted for the reduction of future debt service requirements.

In the AUD, commitments are amounts that are subject to a purpose constraint imposed by a formal action of the Town’s highest level of decision-making authority. As of December 31, 2017, the Town reported no committed fund balance.

In the AUD, assignments are not legally required segregations but are segregated for a specific purpose by the Town. At December 31, 2017, the Town reported the following fund balance assignments:

	Subsequent Year's <u>Expenditures</u>	Specific <u>Use</u>	Total <u>Assigned</u>
General Fund	\$ 280,000	\$ -	\$ 280,000
Highway Fund	75,000	582,339	657,339
Water Fund	-	392,845	392,845
Ambulance Fund	4,309	29,929	34,238
Garbage and Refuse Fund	7,080	125,436	132,516
Lighting Fund	-	22,028	22,028
Fire Protection Fund	-	167,479	167,479
Total	<u>\$ 366,389</u>	<u>\$ 1,320,056</u>	<u>\$ 1,686,445</u>

- ***Assigned to Subsequent Year’s Expenditures***—Represents available fund balance being appropriated to meet expenditure requirements in the 2018 fiscal year.
- ***Assigned to Specific Use***—Represents fund balance within the special revenue funds that is assigned for a specific purpose. The assignment’s purpose relates to each fund’s operations and represents amounts within funds that are not restricted or committed.

Unassigned fund balance represents the residual classification of the government's General Fund surplus.

If the Town must use funds for emergency expenditures the Board shall authorize the Supervisor to expend funds first from funds classified as nonspendable (if funds become available) then restricted funds. The use of committed and assigned funds will occur after the exhaustion of available restricted funds. Finally, if no other fund balances are available, the Town will use unassigned fund balance.

## **9. LABOR RELATIONS**

Certain Town employees are represented by one bargaining unit, with the balance governed by Town Board rules and regulations. The International Operating Engineers Local 17 AFL-CIO bargaining unit has a negotiated contract in place through December 31, 2020.

## **10. CONTINGENCIES**

***Litigation***—The Town is involved in litigation in the ordinary course of its operations. The Town believes that its ultimate liability, if any, in connection with these matters will not have a material effect on the Town's financial condition or results of operations.

***Grants***—In the normal course of operations, the Town receives grant funds from various Federal and State agencies. These grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any disallowed expenditures resulting from such audits could become a liability of the governmental funds. While the amount of any expenditures which may be disallowed cannot be determined at this time, management expects any amounts to be immaterial.

\* \* \* \* \*