

**NEW NOTES
BOOK-ENTRY-ONLY****RATING: Not Rated**

In the opinion of Orrick, Herrington & Sutcliffe LLP, Special Tax Counsel, based upon an analysis of existing laws, regulations, rulings and court decisions, and assuming among other matters, the accuracy of certain representations and compliance with certain covenants, interest on the Notes is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986. In the further opinion of Special Tax Counsel, interest on the Notes is not a specific preference item for purposes of the federal individual or corporate alternative minimum taxes, nor is it included in adjusted current earnings when calculating corporate alternative minimum taxable income. Special Tax Counsel is also of the opinion that interest on the Notes is exempt from personal income taxes imposed by the State of New York or any political subdivision thereof (including The City of New York). Special Tax Counsel expresses no opinion regarding any other tax consequences related to the ownership or disposition of, or the accrual or receipt of interest on, the Notes. See "TAX MATTERS" herein.

The Town will designate the Notes as "qualified tax-exempt obligations" pursuant to section 265(b)(3) of the code.

**TOWN OF RAMAPO
ROCKLAND COUNTY, NEW YORK**

\$1,505,000 REVENUE ANTICIPATION NOTES-2010 Series A
[Book-Entry-Only Notes]

DATED: Date of Delivery**DUE: November 1, 2011**

\$1,505,000 @ ____% (Reoffered at ____%)
CUSIP #:

\$1,240,000 BOND ANTICIPATION NOTES-2010 Series A
[Book-Entry-Only Notes]

DATED: Date of Delivery**DUE: November 1, 2012**

\$1,240,000 @ ____% (Reoffered at ____%)
CUSIP #:

\$3,960,000 BOND ANTICIPATION NOTES-2010 Series B
[Book-Entry-Only Notes]

DATED: Date of Delivery**DUE: November 1, 2013**

\$3,960,000 @ ____% (Reoffered at ____%)
CUSIP #:

The \$1,505,000 Revenue Anticipation Notes-2010 Series A (the "RANs"), the \$1,240,000 Bond Anticipation Notes-2010 Series A (the "Series A BANs") and the \$3,960,000 Bond Anticipation Notes-2010 Series B (the "Series B BANs") (the Series A BANs and the Series B BANs, collectively the "BANs" and, the BANs, together with the RANs, the "Notes") are general obligations of the Town of Ramapo, Rockland County, New York (the "Town,") within which all the taxable real property is subject to the levy of ad valorem taxes to pay the Notes and interest thereon, without limitation as to rate or amount. Interest on the RANs is payable at maturity. Interest on each of the BANs is payable starting on May 1, 2011 and on each November 1 and May 1 thereafter until maturity.

This cover page contains certain information for quick reference only. It is not a summary of this issue. Investors must read this entire Official Statement to obtain information essential to making an informed decision.

The Notes will be issued in registered form and, when issued, will be registered in the name of Cede & Co., as nominee of The Depository Trust Company ("DTC"), New York, New York, which will act as securities depository. Individual purchases will be made in book-entry form only, in the principal amount of \$5,000 or integral multiples thereof. Purchasers will not receive certificates representing their ownership interest in the Notes. Principal and interest will be paid by the Town to DTC, which will in turn remit such principal and interest to its Participants, for subsequent distribution to the Beneficial Owners of the Notes, as described herein.

The Notes are not subject to redemption prior to maturity.

The Notes are offered for delivery when, as and if issued and received by the purchaser, subject to the receipt of the approving legal opinion of Pannone Lopes Devereaux & West, LLC, Bond Counsel, White Plains, New York and the tax opinion of Orrick, Herrington & Sutcliffe LLP, New York, New York, Special Tax Counsel. Certain other legal matters will be passed upon on behalf of the Town by Michael L. Klein, Esq., Town Attorney. Environmental Capital LLC, New York, New York is serving as Financial Advisor to the Town with respect to the Notes. It is anticipated that the Notes will be available for delivery through the facilities of DTC in New York, New York on or about November 3, 2010.

TOWN OF RAMAPO, NEW YORK

CHRISTOPHER P. ST. LAWRENCE
Supervisor

FRANCES M. HUNTER
Deputy Supervisor

Town Council
FRANCES M. HUNTER
DANIEL FRIEDMAN
YITZCHOK ULLMAN
PATRICK WITHERS

MICHAEL L. KLEIN
Town Attorney

CHRISTOPHER P. ST. LAWRENCE
Director of Finance

Bond Counsel
Pannone Lopes Devereaux & West LLC
White Plains, NY

Financial Advisor
ENVIRONMENTAL CAPITAL LLC
110 West 40th Street, Suite 1804
New York, NY 10018
(212) 302-4227
Fax (212) 302-4420

No dealer, broker, salesman or other person has been authorized by the Town of Ramapo (the "Town") to give any information or to make any representations, other than those contained in this Official Statement and if given or made, such information or representations must not be relied upon as having been authorized. This Official Statement does not constitute an offer to sell or solicitation of an offer to buy any of the Notes in any jurisdiction to any person to whom it is unlawful to make such offer or solicitation in such jurisdiction. The information, estimates and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Town since the date hereof.

The information set forth herein has been furnished by the Town, The Depository Trust Company (as to itself and the book-entry only system) and other sources which are believed to be reliable, but such information is not guaranteed as to accuracy or completeness by, and is not to be construed as a representation of the purchaser.

CERTAIN STATEMENTS CONTAINED IN THIS OFFICIAL STATEMENT REFLECT NOT HISTORICAL FACTS BUT FORECASTS AND "FORWARD-LOOKING STATEMENTS." IN THIS RESPECT, THE WORDS "ESTIMATE," "PROJECT," "ANTICIPATE," "EXPECT," "INTEND," "BELIEVE" AND SIMILAR EXPRESSIONS ARE INTENDED TO IDENTIFY FORWARD-LOOKING STATEMENTS. ALL PROJECTIONS, FORECASTS, ASSUMPTIONS, EXPRESSIONS OF OPINIONS, ESTIMATES AND OTHER FORWARD-LOOKING STATEMENTS ARE EXPRESSLY QUALIFIED IN THEIR ENTIRETY BY THE CAUTIONARY STATEMENTS SET FORTH IN THIS OFFICIAL STATEMENT.

IN CONNECTION WITH THE OFFERING OF THE NOTES, THE PURCHASER MAY OVERALLOT OR EFFECT TRANSACTIONS THAT STABILIZE OR MAINTAIN THE MARKET PRICE OF SUCH NOTES AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

THE NOTES HAVE NOT BEEN REGISTERED WITH THE SECURITIES AND EXCHANGE COMMISSION UNDER THE SECURITIES ACT OF 1933, AS AMENDED, NOR HAVE THE AUTHORIZING RESOLUTIONS BEEN QUALIFIED UNDER THE TRUST INDENTURE ACT OF 1939, AS AMENDED, IN RELIANCE UPON EXEMPTIONS CONTAINED IN SUCH ACTS. THE REGISTRATION OR QUALIFICATION OF THE NOTES IN ACCORDANCE WITH APPLICABLE PROVISIONS OF THE SECURITIES LAWS OF THE STATES, IF ANY, IN WHICH THE NOTES HAVE BEEN REGISTERED OR QUALIFIED AND THE EXEMPTION FROM REGISTRATION OR QUALIFICATION IN CERTAIN OTHER STATES CANNOT BE REGARDED AS A RECOMMENDATION THEREOF. NEITHER THESE STATES NOR ANY OF THEIR AGENCIES HAVE PASSED UPON THE MERITS OF THE NOTES OR THE ACCURACY OR COMPLETENESS OF THIS OFFICIAL STATEMENT. ANY REPRESENTATIONS TO THE CONTRARY MAY BE A CRIMINAL OFFENSE.

References herein to laws, rules, regulations, resolutions, agreements, reports and other documents do not purport to be comprehensive or definitive. All references to such documents are qualified in their entirety by reference to the particular document, the full text of which may contain qualifications of and exceptions to statements made herein. Where full texts have not been included as appendices to this Official Statement they may be obtained from the Town, upon prepayment of reproduction costs, postage and handling expenses.

(The Remainder of this page intentionally left blank.)

TABLE OF CONTENTS

| | |
|---|---------------------|
| DESCRIPTION OF THE NOTES..... | 1 |
| AUTHORIZATION AND PURPOSE OF THE RANS..... | 1 |
| AUTHORIZATION AND PURPOSE OF THE BANS..... | 1 |
| BOOK-ENTRY-ONLY SYSTEM..... | 2 |
| THE TOWN..... | 5 |
| GENERAL INFORMATION..... | 5 |
| COMPARATIVE HOUSING AND INCOME DATA..... | 5 |
| FORM OF TOWN GOVERNMENT..... | 6 |
| FINANCIAL ORGANIZATION..... | 6 |
| EMPLOYEES..... | 6 |
| SOLID WASTE PROGRAM..... | 7 |
| EMPLOYEE PENSION PLANS..... | 7 |
| OTHER POST-EMPLOYMENT BENEFITS..... | 8 |
| UNEMPLOYMENT RATE STATISTICS..... | 9 |
| FINANCIAL INFORMATION..... | 9 |
| BUDGETARY PROCEDURES..... | 9 |
| FINANCIAL STATEMENTS..... | 9 |
| TAX INFORMATION..... | 10 |
| REAL ESTATE TAXES AND TAX COLLECTION RECORD..... | 10 |
| TAX COLLECTION PROCEDURE..... | 10 |
| LARGER TAXPAYERS 2010 ASSESSMENT ROLL..... | 11 |
| INVESTMENT POLICY..... | 11 |
| STATE AID..... | 11 |
| OTHER INFORMATION..... | 11 |
| TOWN INDEBTEDNESS..... | 12 |
| CONSTITUTIONAL REQUIREMENTS..... | 12 |
| STATUTORY PROCEDURE..... | 12 |
| DETAILS OF OUTSTANDING INDEBTEDNESS..... | 13 |
| CONSTITUTIONAL DEBT LIMIT..... | 13 |
| BOND PRINCIPAL AND INTEREST..... | 14 |
| BOND AUTHORIZATIONS..... | 14 |
| ESTIMATED OVERLAPPING INDEBTEDNESS..... | 15 |
| SPECIAL PROVISIONS AFFECTING REMEDIES UPON DEFAULT..... | 15 |
| MARKET AND RISK FACTORS..... | 15 |
| LITIGATION..... | 16 |
| TAX MATTERS..... | 16 |
| MATERIAL NOTICE OF EVENTS..... | 17 |
| FINANCIAL ADVISOR..... | 18 |
| LEGAL MATTERS..... | 18 |
| ADDITIONAL INFORMATION..... | 18 |
| CERTIFICATE CONCERNING THE OFFICIAL STATEMENT..... | 18 |
| REVENUES, EXPENDITURES AND FUND BALANCES – GENERAL FUND..... | APPENDIX A-1 |
| BUDGET RESULTS – GENERAL FUND..... | APPENDIX A-2 |
| BALANCE SHEETS – GENERAL FUND..... | APPENDIX A-3 |
| CHANGES IN FUND BALANCES..... | APPENDIX A-4 |
| AUDITED FINANCIAL STATEMENT DATED: DECEMBER 31, 2009..... | APPENDIX B |

OFFICIAL STATEMENT
of the
TOWN OF RAMAPO, ROCKLAND COUNTY, NEW YORK

Relating to
\$1,505,000 REVENUE ANTICIPATION NOTES-2010 Series A
and
\$1,240,000 BOND ANTICIPATION NOTES-2010 Series A
and
\$3,960,000 BOND ANTICIPATION NOTES-2010 Series B

[BOOK-ENTRY-ONLY NOTES]

This Official Statement, which includes the cover page and appendices hereto, presents certain information relating to the Town of Ramapo, in the County of Rockland, in the State of New York (the "Town", "County", and "State", respectively) in connection with the sale of \$1,505,000 Revenue Anticipation Notes-2010 Series A (the "RANs"), the \$1,240,000 Bond Anticipation Notes-2010 Series A (the "Series A BANs") and the \$3,960,000 Bond Anticipation Notes-2010 Series B (the "Series B BANs") (the Series A BANs and the Series B BANs, collectively the "BANs" and, the BANs, together with the RANs, the "Notes").

DESCRIPTION OF THE NOTES

The Notes are general obligations of the Town, and will contain a pledge of its faith and credit for the payment of the principal thereof and interest thereon as required by the Constitution and laws of the State of New York (State Constitution, Art. VIII, Section 2: Local Finance Law, Section 100.00). All the taxable real property within the Town is subject to the levy of ad valorem taxes to pay the Notes and interest thereon, without limitation as to rate or amount.

The Notes will be issued in registered form, and, when issued, will be registered in the name of Cede & Co., as nominee of The Depository Trust Company ("DTC"), which will act as Securities Depository for the Notes. Individual purchases will be made in book-entry form only, in the principal amount of \$5,000 or integral multiples thereof. Purchasers will not receive certificates representing their ownership interest in the Notes. Principal and interest will be paid by the Town to DTC, which will in turn remit such principal and interest to its Participants for subsequent distribution to the Beneficial Owners of the Notes and as described herein. The Notes are general obligations of the Town within which all the taxable real property is subject to the levy of ad valorem taxes to pay the Notes and interest thereon, without limitation as to rate or amount. Interest on the RANs is payable at maturity. Interest on each of the BANs is payable commencing on May 1, 2011 and each November 1 and May 1 thereafter until maturity.

The Notes may be transferred in the manner described in the Notes and as referenced in certain proceedings of the Town referred to therein.

Authorization and the Purpose of the RANs

The RANs are issued pursuant to the Constitution and Statutes of the State of New York, including, among others, the Town Law and the Local Finance Law, as well a revenue anticipation note resolution duly adopted on September 16, 2010. The RANs are being issued in anticipation of the receipt of certain moneys to be received by the Town during the 2010 fiscal year from the State.

The following chart shows the sources of such types of revenue, the amount budgeted by the Town for each in the current fiscal year and the actual amount collected as of October 1, 2010:

| <u>Source</u> | <u>Adopted FY 2010 Budget Amount</u> | <u>Actual Collection as of October 1, 2010</u> |
|----------------------------|--|--|
| General Fund | | |
| Sales and Use Tax | 1,700,000 | 504,053 |
| Mortgage Tax | 2,800,000 | 718,604 |
| Town Outside Villages Fund | | |
| Sales and Use Tax | 305,000 | 279,688 |

Proceeds of the RANs will be used to offset the effects of timing differences between cash receipts and disbursements. The proceeds of the RANs may be used only for the purposes for which such revenues were to be applied. The proceeds of the RANs will not be used for the redemption or renewal of any outstanding tax or revenue anticipation notes.

Pursuant to Section 25.00(g) of the Local Finance Law, generally, whenever the amount of the RANs and any additional revenue anticipation notes issued by the Town in anticipation of the receipt of the revenues in anticipation of which the RANs were issued equals the amount of such revenues remaining to be received, the Town is required to set aside in special bank accounts all of such revenues as thereafter received, and to use the amounts so set aside only for the purpose of paying such notes. Interest on the RANs will be provided from budgetary appropriations.

In the event the aforementioned revenues are not received on or before the maturity date for the RANs, the RANs may be renewed from time to time. However, the RANs may not be renewed beyond December 31, 2012, such date being the close of the second fiscal year succeeding the fiscal year in which the RANs were originally issued. In the event such revenues in anticipation of which the RANs have been issued have not been received by the final maturity of the RANs or any renewals thereof, the principal of and interest on the RANs or any renewals thereof will be paid from other available Town moneys.

Authorization and the Purpose of the BANs

The BANs are issued pursuant to the Constitution and Statutes of the State of New York, including, among others, the Town Law and the Local Finance Law, as well a bond anticipation resolution duly adopted on September 13, 2010. The BANs are being issued for various improvements and embellishments of various parks and pools owned by the Town.

Book-Entry-Only System

The information in this Section concerning DTC and DTC's book-entry only system has been obtained from DTC. Neither the Town nor the Purchaser makes any representation or warranty regarding the accuracy or completeness thereof.

The Depository Trust Company ("DTC"), New York, New York, will act as securities depository for the Notes. The Notes will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other nominee as may be requested by an authorized representative of DTC. One fully-registered bond certificate will be issued for each series of the Notes, each in the aggregate principal amount of such series, and will be deposited with DTC.

DTC is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds securities that its participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of bond certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). The DTC rules applicable to Participants are on file with the Securities and Exchange Commission.

Purchases of the Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Notes on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Notes are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive bond certificates representing their ownership interests in the Notes, except in the event that the use of the book-entry system for the Notes is discontinued.

To facilitate subsequent transfers, all Notes deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Notes with DTC and their registration in the name of Cede & Co. or such other nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Notes; DTC's records reflect only the identity of the Direct Participants to whose accounts such Notes are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of the Notes may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Notes, such as redemptions, tenders, defaults and proposed amendments to the Notes documents. For example, Beneficial Owners of the Notes may wish to ascertain that the nominee holding the Notes for their benefit has agreed to obtain and transmit notices to Beneficial Owners.

Redemption notices shall be sent to DTC. If less than all of the Notes within a maturity are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Notes unless authorized by a Direct Participant in accordance with DTC's procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Town as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Notes are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments on the Notes will be made to Cede & Co. or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Town on the payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC or the Town, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, principal and interest payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Town. Disbursement of such payments to Direct Participants shall be the responsibility of DTC and disbursement of such payments to the Beneficial Owners shall be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Notes at any time by giving reasonable notice to the Town. Under such circumstances, in the event that a successor securities depository is not obtained, Note certificates are required to be printed and delivered. The Town may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, the Note certificates will be printed and delivered to DTC.

The information herein concerning DTC and DTC's book-entry system has been obtained from sources that the Town believes to be reliable, but the Town takes no responsibility for the accuracy thereof.

Each person for whom a Participant acquires an interest in the Notes, as nominee, may desire to make arrangements with such Participant to receive a credit balance in the records of such Participant, and may desire to make arrangements with such Participant to have all notices of redemption or other communications to DTC, which may affect such persons, to be forwarded in writing by such Participant and to have notification made of all interest payments. NEITHER THE TOWN NOR

THE PURCHASER WILL HAVE ANY RESPONSIBILITY OR OBLIGATION TO SUCH PARTICIPANTS OR THE PERSONS FOR WHOM THEY ACT AS NOMINEES WITH RESPECT TO THE NOTES.

So long as Cede & Co. is the registered owner of the Notes, as nominee for DTC, references herein to Noteholders or registered owners of the Notes (other than under the heading "TAX MATTERS" herein) shall mean Cede & Co., as aforesaid, and shall not mean the Beneficial Owners of the Notes.

THE TOWN

General Information

The Town is a suburban community located in southeastern New York State (the "State") about 25 miles northwest of New York City. The Town has a land area of approximately 61 square miles and a current population estimated at 116,132 as of the 2009 Population Estimate from the United States Bureau of the Census. It is the largest town in the County, both in area and population. The Town includes ten incorporated villages (Airmont, Chestnut Ridge, Hillburn, Kaser, Montebello, New Hempstead, New Square, Sloatsburg, Suffern, and Wesley Hills) and a major portion of the Villages of Pomona and Spring Valley.

The Town is a predominantly residential community made up of mostly single-family dwellings. According to the 2000 U.S. Census, median housing values, per capita income and median family income for the Town are comparable to the County of Rockland and are well above State and U.S. averages (see "Comparative Housing and Income" below.) Rockland's median household income is the third highest in the State and 18th nationwide as of the 2000 Census.

The major industrial enterprises in the Town include Novartis Pharmaceuticals Corporation (formerly CIBA-Geigy Corp.), a leading manufacturer of pharmaceuticals, and Avon Products Inc., a manufacturer of cosmetics. Novartis Pharmaceuticals Corporation is one of the world's largest pharmaceutical manufacturers. Its Suffern site, a 600,000 square foot facility situated on 150 acres, includes manufacturing facilities, administrative offices and testing laboratories and employs approximately 476 people. Avon Products, Inc., also located in Suffern, is located in a new 225,000 square-foot research and development headquarters and employs over 400 people. Additionally, Tri-State Health Systems (formerly Good Samaritan Hospital) employs approximately 1,651 people. Tri-State Health Systems will be augmented by the newly constructed 200,000 square-foot Accredited Cardiac Care Unit. The County of Rockland Health and Hospitals, the Fire Training and Social Services Centers and various other County buildings, employing approximately 2,000 people, are also located within the Town.

The Town-operated recreational facilities include a golf course, equestrian center, five swimming pools, pedestrian and greenway trails, a summer camp facility, numerous tennis court facilities, a state-of-the-art sports complex, a riverfront park and a 2,500-acre park system, including the new 200,000 square-foot Joseph T. St. Lawrence Sports and Wellness Center with recreational personnel providing year-round activities for all age groups.

The Town is served by a road network which includes Interstate 87 (the New York State Thruway with four interchanges in the Town). It also includes Interstate 287, the Palisades Interstate Parkway, the Garden State Parkway, and New York State Routes 17, 45, 59, 202 and 306. There is Conrail freight service provided by Norfolk Southern. Metro North and New Jersey Transit provides passenger service within the Town. The Town is also serviced by several commuter bus lines providing bus transportation to surrounding areas as well as Westchester County and New York City. Orange & Rockland Utilities has merged with Consolidated Edison and operates as a subsidiary of Consolidated Edison. This merger has not resulted in any changes to services provided to Town residents or commercial and industrial users. The Town of Ramapo has hundreds of acres included in Empire Zones, which further entice new businesses to the Town.

Comparative Housing and Income Data

| <u>Housing:</u> | <u>Town</u> | <u>County</u> | <u>State</u> | <u>U.S.</u> |
|----------------------|-------------|---------------|--------------|-------------|
| Median Value Housing | \$255,000 | \$310,000 | \$153,455 | \$120,978 |
| Median Gross Rent | \$833 | \$889 | \$672 | \$614 |
| <u>Income:</u> | | | | |
| Per Capita Income | \$24,970 | \$28,115 | \$24,335 | \$21,690 |
| Median Family Income | \$68,063 | \$77,216 | \$52,514 | \$49,600 |

Source: 2000 Census of Population and Housing, U.S. Department of Commerce, Bureau of the Census

Ten Largest Employers – 2010

| <u>Name</u> | <u>Type</u> | <u>Number of Employees</u> |
|--|-------------------------|----------------------------|
| Good Samaritan Hospital, Bon Secours Charity Health System | Hospital | 1,651 |
| Northern Services Group | Healthcare | 1,100 |
| SUNY/Rockland Community College | Community College | 845 |
| Chestnut Ridge Transportation Inc. | Transportation Services | 625 |
| Novartis Pharmaceuticals Corporation | Pharmaceuticals | 476 |
| Interstate Waste Services/AIG | Waste Disposal | 424 |
| Par Pharmaceutical Inc. | Pharmaceuticals | 419 |
| Town of Ramapo | Municipal | 351 |
| The Dress Barn, Inc. | Distribution Center | 350 |
| Provident Bank | Bank | 330 |

Population Trends

| <u>Year</u> | <u>Town of Ramapo</u> | <u>Rockland County</u> | <u>New York State</u> |
|-------------|-----------------------|------------------------|-----------------------|
| 1950 | 20,584 | 89,276 | 14,830,192 |
| 1960 | 35,064 | 136,803 | 16,782,304 |
| 1970 | 76,702 | 229,903 | 18,241,266 |
| 1980 | 89,060 | 259,530 | 17,557,288 |
| 1990 | 93,961 | 265,475 | 17,990,445 |
| 2000 | 108,905 | 286,753 | 18,976,457 |
| 2009 | 116,132* | 300,173* | 19,541,453* |

*2009 Population Estimate

Source: U.S. Department of Commerce, Bureau of the Census

Form of Town Government

The chief executive officer of the Town is the Supervisor who is elected for a term of two years and is eligible to succeed himself. He also is a member of the Town Board. In addition to the Supervisor, there are four members of the Town Board who are elected to four-year terms. Each term is staggered so that every two years the Supervisor and two members of the Town Board are elected. There is no limitation as to the number of terms which may be served by members of the Town Board. Both the Supervisor and members of the Town Board are elected at large.

Other elected officials of the Town are the Superintendent of Highways, who is elected to a term of two years, and three Town Justices who are elected to four-year terms.

The Town appoints a Director of Parks and Recreation, Director of Public Works, Town Clerk, Town Attorney, Receiver of Taxes and Director of Finance pursuant to Town Law.

Financial Organization

Pursuant to Local Law No. 1, 1968, certain of the financial functions of the Town are the responsibility of the Director of Finance. The Supervisor is, however, the chief fiscal officer of the Town. The Director of Finance, who is responsible to the Supervisor, is also designated as the Town Comptroller and Budget Officer of the Town.

The duties of the Director of Finance include, among others, general supervision of the Department of Finance, including accounting and bookkeeping functions, review and analysis of the operations, financial condition and future financial needs of the Town, and preparation of Town budgets.

Employees

The Town provides services through approximately 351 full-time, 31 part-time and 400 seasonal employees, of which 191 employees are represented by a chapter of the Civil Service Employees Association ("CSEA") and 111 are represented by the

Policemen's Benevolent Association ("PBA"). The CSEA contract expires on December 31, 2011. The contract with the PBA expires on December 31, 2014.

Solid Waste Program

The Town contracts with outside vendors for the collection and disposal of solid waste within the unincorporated areas of the Town. The Town closed and capped its only landfill in November of 1997. The Town sold its solid waste transfer station for \$2,000,000 to the Rockland County Solid Waste Management Authority in August of 1998. The Town no longer operates any solid waste or resource recovery facilities.

Employee Pension Plans

Substantially all employees of the Town eligible for pension or retirement benefits under the Retirement and Social Security Law of the State of New York are members of the New York State and Local Employees' Retirement System ("ERS") and the Police and Fire Retirement System ("PFRS"), collectively referred to as the "System". This is a cost sharing, multiple public employers' system. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law ("NYSRSSL"). ERS offers a wide range of plans and benefits which are related to years of service and final average salary, vesting of retirement benefits, death and disability benefits and optional methods of benefit payments. All benefits generally vest after five years of credited service. The System is non-contributory with respect to members hired prior to July 27, 1976. All members hired on or after July 27, 1976 must contribute 3% of gross annual salary toward the cost of retirement programs. All members working less than ten years must contribute 3% of gross annual salary toward the cost of retirement programs.

The Town's contributions to the ERS and PFRS since 2001 and budgeted payments are as follows:

| <u>Year</u> | <u>Amount</u> |
|---------------|---------------|
| 2001 | \$70,997 |
| 2002 | \$146,466 |
| 2003 | \$1,010,141 |
| 2004 | \$3,194,300 |
| 2005 | \$3,339,078 |
| 2006 | \$2,807,527 |
| 2007 | \$3,029,891 |
| 2008 | \$3,481,831 |
| 2009 | \$3,387,563 |
| 2010 Budgeted | \$4,831,259 |

Chapter 49 of the Laws of 2003 requires the Town to make a minimum contribution of 4.5% of payroll every year, including years in which the investment performance of the funds administered by the system would make a lower contribution possible. The Town's contributions for fiscal year 2008 and 2009 were approximately 19.4% and 18.7% of payroll for PFRS and 10.8% and 9.3% of payroll for ERS, respectively. The 2010 budgeted contribution is 21.9% of payroll for PFRS and 15.3% of payroll for ERS. Chapter 260 of the Laws of 2004 ("Chapter 260") requires that the annual payment for each year be paid by February 1 of the following year.

Required annual contributions, to the extent they exceed 9.5% of payroll for 2006 or 10.5% of payroll for 2007, may be paid to the State Comptroller in installments over a ten year period. Presently, the statutory financing rate for the amortizations of such excess amounts through the State Comptroller is 8% per annum, but Chapter 260 permits the State Comptroller to change the 8% to a rate more closely approximating a market rate of return on taxable fixed rate securities with similar terms issued by comparable issuers.

Chapter 260 also amends the Local Finance Law to permit municipalities to issue their own notes or bonds, payable over a period of up to ten years, to finance the amount of such required payments that could have been amortized with the Comptroller. The Town issued \$1,095,000 Public Improvement Serial Bonds 2004 Taxable Series C for the purpose of funding Employees Retirement and Incentive Program.

Although Chapter 49 and Chapter 260 offer temporary relief from the short term actuarial effects of the decline in the value of pension fund investments experienced over the last several years, neither shifts the burden of providing retirement benefits to Town employees away from Town taxpayers.

Other Post-Employment Benefits

In addition to providing pension benefits, the Town provides certain health care benefits for retired employees. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Town may vary according to length of service. The cost of providing post-employment health care benefits is shared between the Town and the retired employee. Substantially all of the Town's employees may become eligible for those benefits if they reach normal retirement age while working for the Town. The cost of retiree health care benefits is recognized as an expense/expenditure as claims are paid. The Town recognized revenues and expenditures of \$125,690 for Medicare Part D payments made directly to its health insurance carrier on behalf of its retirees in 2009.

The Town's annual other post employment benefit ("OPEB") cost (expense) is calculated based on the annual required contribution ("ARC"), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. GASB Statement No. 45 establishes standards for the measurement, recognition and display of the expenses and liabilities for retiree's medical insurance. As a result, reporting of expenses and liabilities will no longer be done under the "pay-as-you-go" approach. Instead of expensing the current year premiums paid, a per capita claims cost will be determined, which will be used to determine a "normal cost", an "actuarial accrued liability", and ultimately the ARC. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. For the calendar year ended December 31, 2009, the Town's annual OPEB cost of \$8,002,622 was equal to the ARC.

Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Calculations are based on the OPEB benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. The actuarial calculations of the OPEB plan reflect a long-term perspective.

The Town is required to accrue on the government-wide financial statements the amounts necessary to finance the plan as actuarially determined, which is equal to the balance not paid by plan members. Funding for the Plan has been established on a pay-as-you-go basis. The assumed increase in postretirement benefits are as follows:

| Year End December 31 | Medical Rates | Prescription Rates | Dental and Vision Rates |
|----------------------|---------------|--------------------|-------------------------|
| 2009 | 8.00% | 9.00% | 5.00% |
| 2010 | 7.00 | 8.00 | 5.00 |
| 2011 | 6.00 | 7.00 | 5.00 |
| 2012 | 5.00 | 6.00 | 5.00 |
| 2013+ | 5.00 | 5.00 | 5.00 |

The amortization basis is the level percentage of payroll method with an open amortization approach. The unit credit method was used to determine the actuarial value of the assets of the OPEB plan, however, the Town currently has no assets set aside for the purpose of paying post employment benefits.

The number of participants entitled to OPEB benefits as of December 31, 2009 was as follows:

| | |
|-------------------|------------|
| Active Employees | 334 |
| Retired Employees | <u>187</u> |
| Total | 521 |

| | |
|--|--------------|
| Amortization Component | |
| Actuarial Accrued Liability as of 1/1/09 | \$90,435,759 |
| Assets at Market Value | - |
| Unfunded Actuarial Accrued Liability | 90,435,759 |
| Covered Payroll (Active Plan Members) | 41,359,259 |
| UAAL as a Percentage of Covered Payroll | 218.66% |

| | |
|--|-------------|
| Annual Required Contribution | |
| Amortization of Unfunded Accrued Liability | \$8,006,630 |
| Interest on Net OPEB Obligation | 221,224 |
| Adjustment to Annual Required Contribution | (225,232) |

| | |
|--------------------|-------------|
| Annual OPEB Cost | 8,002,622 |
| Contributions Made | (3,050,470) |

NET OPEB Cost at December 31, 2009 \$10,157,413

Unemployment Rate Statistics

AVERAGE UNEMPLOYMENT RATE (%)

| <u>Year</u> | <u>Town of Ramapo</u> | <u>Rockland County</u> | <u>New York State</u> | <u>United States</u> |
|-------------|---------------------------|----------------------------|---------------------------|--------------------------|
| 2004 | 4.40% | 4.40% | 5.80% | 5.50% |
| 2005 | 3.90% | 4.00% | 5.00% | 5.10% |
| 2006 | 3.60% | 3.80% | 4.60% | 4.60% |
| 2007 | 3.80% | 3.90% | 4.50% | 4.60% |
| 2008 | 4.50% | 4.70% | 5.30% | 5.80% |
| 2009 | 6.50% | 6.90% | 8.40% | 9.30% |
| 2010: (a) | | | | |
| Jan | 6.80% | 7.50% | 9.40% | 10.60% |
| Feb | 7.00% | 7.50% | 9.20% | 10.40% |
| Mar | 6.60% | 6.90% | 8.80% | 10.20% |
| Apr | 6.30% | 6.50% | 8.10% | 9.50% |
| May | 6.40% | 6.60% | 8.00% | 9.30% |
| June | 6.70% | 6.80% | 8.10% | 9.60% |
| July | 7.00% | 7.10% | 8.40% | 9.70% |
| Aug | 6.70% | 6.90% | 8.20% | 9.50% |

(a) Monthly Rates.

Source: U.S. Department of Labor and State Department of Labor.

FINANCIAL INFORMATION

Budgetary Procedures

The Supervisor, with the assistance of the Deputy Director of Finance (acting in his capacity as Budget Officer), prepares a preliminary budget each year and the Town Board holds a public hearing thereon. Subsequent to the public hearing, revisions (if any) are made and the budget is then adopted by the Town Board as its final budget for the coming fiscal year. The budget is not subject to referendum.

Financial Statements

The Town retains O'Conner, Davies, Munns & Dobbins, LLP, independent Certified Public Accountants, (the "Auditor") to conduct audits of its financial affairs. The last audit covers the fiscal year ended December 31, 2009 and is attached hereto as Appendix B. The Auditor was not associated with the preparation of this Official Statement.

Summary statements of the results of operations for various funds, shown in the Appendices of this Official Statement, have been derived from the annual and audited financial reports of the Town and are provided in memorandum form for information only. It is not implied by inclusion of these statements that the individual funds included performed individually in

accordance therewith. Reference should be made to the actual audit reports, which are available for inspection at the Town offices.

TAX INFORMATION

Valuations

| <u>Taxable Year</u> | <u>Assessed Valuation</u> | <u>Equalization Ratio</u> | <u>Full Valuation</u> |
|-------------------------|-------------------------------|-------------------------------|---------------------------|
| 2009 | 1,642,111,085 | 13.17% | 12,468,573,159 |
| 2008 | 1,641,238,403 | 12.38% | 13,257,176,115 |
| 2007 | 1,655,877,014 | 13.60% | 12,175,566,279 |
| 2006 | 1,671,780,470 | 15.50% | 10,785,680,451 |
| 2005 | 1,674,994,066 | 17.98% | 9,315,873,560 |

Source: Town of Ramapo Assessors' Office

Real Estate Taxes and Tax Collection Record

The Town collects County, Town, highway and special district taxes. Please see Appendix A for real property and other tax items retained by the Town.

For the Fiscal Years Ended December 31

| | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> |
|--|--------------|--------------|--------------|---------------|---------------|
| General Town and Highway Tax | \$37,193,664 | \$39,059,297 | \$41,851,801 | \$43,673,173 | \$45,064,427 |
| Special District Taxes and Assessments | 25,413,852 | 28,203,690 | 31,704,036 | 31,937,945 | 32,342,913 |
| Relevied Items | 996,160 | 951,566 | 998,950 | 1,184,727 | 1,487,893 |
| State and County Charges | 13,962,567 | 13,439,969 | 13,981,646 | 16,393,414 | 18,319,564 |
| Reassessed School Taxes | 6,010,322 | 6,776,034 | 8,182,925 | 8,574,171 | 9,150,904 |
| Miscellaneous Items | 103,576 | 144,960 | 78,393 | 84,716 | 101,631 |
| Total Tax Levy | \$83,680,141 | \$88,575,517 | \$96,797,751 | \$101,848,146 | \$106,467,332 |

Returned to County as Uncollected:

| | | | | | |
|--|--------------|--------------|--------------|--------------|--------------|
| Amount | \$10,707,069 | \$11,621,490 | \$14,972,735 | \$16,119,045 | \$16,896,132 |
| Percentage | 12.80% | 13.12% | 15.47% | 15.83% | 15.87% |
| Uncollected Taxes Due to Town Supervisor | None | None | None | None | None |

Source: Town of Ramapo

Tax Rates Per \$1,000 Assessed

| | For the Fiscal Year Ending December 31: | | | | | |
|-----------------------|---|-------------|-------------|-------------|-------------|-------------|
| | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> |
| General Town | \$7.74 | \$8.06 | \$8.63 | \$8.94 | \$8.94 | \$9.28 |
| Town Outside Villages | 4.26 | 4.46 | 4.78 | 4.94 | 4.95 | 5.02 |
| Police | 16.29 | 17.23 | 18.65 | 19.82 | 21.17 | 22.49 |

Source: Town of Ramapo

Tax Collection Procedure

The Town collects County, Town, Highway and Special District Taxes. The Town offers its residents two methods for payment of taxes. With the traditional method, taxes are due January 1 and are payable without penalty until January 31. The penalty for payment during February is 1% and during March is 2%. After March 31 the tax roll is returned to the County and taxes plus penalties are payable to the County Treasurer. Since January 1, 1998, the County of Rockland has offered a quarterly installment payment option. The payments are due on January 15, April 15, July 15, and October 15 of each year. The first payment is payable to the Town Receiver and the subsequent payments are payable to the Commissioner of Finance of the County of Rockland. A service charge of 5% on each installment payment is added to the amount of taxes.

Regardless of the method of payment, the Town retains the total amount of Town, highway and special district levies from total collections it receives and returns the balance plus uncollected items to the County, which assumes collection responsibility and enforcement, and holds annual tax lien foreclosure sales. Thus, the Town is assured of receiving the total amount levied.

The Town provides school tax collection services for the Ramapo Central School District and the East Ramapo Central School District. For this service, the Town receives a fee of 1% of the respective tax collections.

Largest Taxpayers 2010 Assessment Roll

| <u>Name</u> | <u>Type</u> | <u>Assessed Valuation</u> |
|------------------------------|----------------|---------------------------|
| Orange & Rockland Utilities* | Public Utility | \$29,880,668 |
| State of New York | Government | 21,397,277 |
| United Water | Public Utility | 21,070,293 |
| Novartis Pharmaceuticals | Commercial | 15,586,550 |
| Consolidated Edison | Public Utility | 12,948,390 |
| Verizon New York, Inc. | Commercial | 9,350,593 |
| Millennium Pipeline | Commercial | 7,008,779 |
| Dunnigan Realty Inc. | Commercial | 5,425,000 |
| Four Hundred Rella Blvd | Commercial | 4,900,000 |
| Algonquin Trans Co. | Public Utility | <u>4,340,701</u> |
| | Total: | \$131,907,921 |

Source: Town of Ramapo

*Orange & Rockland Utilities has merged with Consolidated Edison and operates as a subsidiary of Consolidated Edison.

Investment Policy

The Town's investments are governed by a formal written investment policy, which is consistent with the Investment Policies and Procedures guidelines promulgated by the Office of the State Comptroller. The Town's monies must be deposited in FDIC-insured commercial banks or trust companies authorized to do business in the State of New York and located within the Town. The Town limits its investments to time deposit accounts, certificates of deposit and repurchase agreements that are fully collateralized and retained in segregated accounts.

It is the Town's policy to require collateral for all deposits not covered by federal deposit insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of the State and its municipalities and school districts.

The Town's investment policy further provides that all investment obligations must be payable or redeemable at the option of the Town within such time or times as the proceeds will be needed to meet expenditures for the purposes for which monies were provided.

The Town's investment policy does not permit the Town to invest in so-called derivatives or reverse repurchase agreements and the Town has never invested in derivatives or reverse repurchase agreements.

State Aid

The Town receives financial assistance from the State. In its General Fund budget for the 2010 fiscal year, approximately 6.26% of the operating revenues of the Town are estimated to be received in the form of State aid. The State is not constitutionally obligated to maintain or continue State aid to the Town. No assurance can be given that present State aid levels will be maintained in the future. State budgetary restrictions which eliminate or substantially reduce State aid could have a material adverse effect upon the Town, requiring either a counterbalancing increase in revenues from other sources to the extent available, or a curtailment of expenditures (see also "MARKET AND RISK FACTORS" herein).

Other Information

No principal or interest on any obligation of the Town is past due.

The fiscal year of the Town is the calendar year.

This Official Statement does not include the financial data of any political subdivision having power to levy taxes within the Town except to the extent shown in the section entitled "TOWN INDEBTEDNESS -Estimated Overlapping Indebtedness."

TOWN INDEBTEDNESS

Constitutional Requirements

The New York State Constitution limits the power of the Town (and other municipalities and certain school districts of the State) to issue obligations and to contract indebtedness. Such constitutional limitations include the following, in summary form, and are generally applicable to the Town and its obligations.

Purpose and Pledge Subject to certain enumerated exceptions, the Town shall not give or loan any money or property to or in aid of any individual or private corporation or private undertaking or give or loan its credit to or in aid of any of the foregoing or any public corporation.

The Town may contract indebtedness only for a Town purpose and shall pledge its faith and credit for the payment of principal of and interest thereon.

Payment and Maturity Except for certain short-term indebtedness contracted in anticipation of taxes or to be paid within three fiscal year periods, indebtedness shall be paid in annual installments commencing no later than two years after the date such indebtedness shall have been contracted and ending no later than the expiration of the period of probable usefulness of the object or purpose as determined by statute and unless substantially level or declining annual debt service is authorized by the Town Board and utilized, no installment may be more than fifty per centum in excess of the smallest prior installment. The Town is required to provide an annual appropriation for the payment of interest due during the year on its indebtedness and for the amounts required in such year for amortization of its serial bonds and such required annual installments on its bonds.

Debt Limit The Town has the power to contract indebtedness for any Town purpose so long as the principal amount thereof shall not exceed seven per centum of the average full valuation of taxable real estate of the Town and subject to certain enumerated exclusions and deductions such as water, electric and certain sewer facilities and cash or appropriations for current debt service. The constitutional method for determining average full valuation is by taking the assessed valuations of taxable real estate as shown upon the latest completed assessment roll and dividing the same by the equalization rate as determined by the State Board of Real Property Services. The State Legislature is required to prescribe the manner by which such ratio shall be determined. Average full valuation is determined by taking the sum of the full valuations of such last completed assessment roll and the four preceding assessment rolls and dividing such sum by five.

Pursuant to Article VIII of the Constitution and Title 8 of Article 2 of the Local Finance Law, the debt limit of the Town is calculated by taking 7 per centum of the latest five-year average of the full valuation of all taxable real property.

Statutory Procedure

In general, the State Legislature has authorized the power and procedure for the Town to borrow and incur indebtedness by enactment of the Local Finance law, subject of course, to the constitutional provisions set forth above. The power to spend money, however, generally derives from other law, including specifically the Town Law and the General Municipal Law.

The adoption of proceedings authorizing the issuance of certain obligations may or may not be subject to permissive referendum. Generally the authorization of obligations having a maximum maturity in excess of five years is subject to permissive referendum subject to certain exceptions. In any event, the Town complies with the permissive referendum requirement whenever it is applicable.

The Local Finance Law also provides that where a bond resolution is published with a statutory form of notice, the validity of the bonds authorized thereby, including bond anticipation notes issued in anticipation of the sale thereof, may be contested only if:

- (1) Such obligations are authorized for an object or purpose for which the issuer is not authorized to expend money, or

(2) There has not been substantial compliance with the provisions of law which should have been complied with in the authorization of such obligation, and an action contesting such validity is commenced within twenty days after the date of such publication, or

(3) Such obligations are authorized in violation of the provisions of the constitution.

The Town published an estoppel notice on September 16, 2010 for the BANs..

Each bond resolution usually authorizes the construction, acquisition or installation of the object or purpose to be financed, sets forth the plan of financing and specifies the maximum maturity of the Notes subject to the legal (Constitution, Local Finance law and case law) restrictions relating to the period of probable usefulness with respect thereto.

In general, the Local Finance Law contains provisions providing the Town with power to issue certain other short-term general obligation indebtedness including revenue and tax anticipation notes and budget and capital notes.

Trend of Debt Outstanding End of Fiscal Year

| | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> |
|-------------------------|--------------|--------------|--------------|---------------|-------------------|
| Bonds | \$64,741,489 | \$80,481,489 | \$73,951,489 | \$102,225,000 | \$95,945,000 |
| Bond Anticipation Notes | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>23,200,000</u> |
| Total | \$64,741,489 | \$80,481,489 | \$73,951,489 | \$102,225,000 | \$119,145,000 |

Details of Outstanding Indebtedness

The following table sets forth the principal amount of indebtedness of the Town evidenced by the following bonds and notes as of October 1, 2010:

| | <u>Maturity Date</u> | <u>Amount Outstanding</u> |
|-------------------------|----------------------|---------------------------|
| Bonds | 2010-2036 | \$102,445,000 |
| Bond Anticipation Notes | 2010-2012 | <u>\$23,200,000</u> |
| Total Indebtedness | | \$125,645,000 |

Town Guaranteed Indebtedness

The Town of Ramapo has guaranteed five mortgage loans in the amounts of \$1,826,900, \$2,773,100, \$8,800,000, \$400,000 and \$1,528,400 for the construction of an affordable housing project within the Town of Ramapo. The loans are dated December 9, 2009 and August 27, 2010 and are by and between the Ramapo Local Development Corporation, as borrower, and Provident Bank, as lender.

Constitutional Debt Limit

Summary of Indebtedness, Debt Limit and Net Debt-Contracting Margin prepared as of October 1, 2010:

| | | |
|---|------------------|----------------------|
| Five-Year Average Full Valuation of Taxable Real Property | | \$11,600,571,913 |
| Debt Limit 7% Thereof | | \$812,040,034 |
| Inclusions: | | |
| Outstanding Bonds | \$102,445,000 | |
| Bond Anticipation Notes | \$23,200,000 | |
| | Total Inclusions | <u>\$125,645,000</u> |
| Exclusions: | | |
| Appropriations | \$465,000 | |
| Sewer Debt | \$21,061 | |
| | Total Exclusions | <u>\$486,061</u> |
| Total Net Indebtedness | | \$125,158,939 |
| Net Debt Contracting Margin | | \$686,881,095 |
| Percentage of Debt Contracting Power Exhausted | | 15.41% |

Town Bond Principal and Interest Payments

| Fiscal Year | | | Total Principal & |
|-------------------------|----------------------|---------------------|------------------------------|
| Ending Dec. 31st | Principal | Interest | Interest |
| 2010 | \$5,965,000 | \$4,053,200 | \$10,018,200 |
| 2011 | 7,040,000 | 4,080,853 | 11,120,853 |
| 2012 | 7,295,000 | 3,842,557 | 11,137,557 |
| 2013 | 7,080,000 | 3,580,038 | 10,660,038 |
| 2014 | 7,345,000 | 3,310,403 | 10,655,403 |
| 2015 | 7,655,000 | 3,026,511 | 10,681,511 |
| 2016 | 7,080,000 | 2,728,857 | 9,808,857 |
| 2017 | 6,170,000 | 2,454,289 | 8,624,289 |
| 2018 | 5,480,000 | 2,218,944 | 7,698,944 |
| 2019 | 5,675,000 | 2,000,478 | 7,675,478 |
| 2020 | 5,480,000 | 1,781,174 | 7,261,174 |
| 2021 | 5,705,000 | 1,557,080 | 7,262,080 |
| 2022 | 4,850,000 | 1,315,993 | 6,165,993 |
| 2023 | 3,895,000 | 1,106,005 | 5,001,005 |
| 2024 | 2,590,000 | 921,199 | 3,511,199 |
| 2025 | 2,705,000 | 810,519 | 3,515,519 |
| 2026 | 2,825,000 | 694,268 | 3,519,268 |
| 2027 | 1,980,000 | 572,379 | 2,552,379 |
| 2028 | 2,050,000 | 486,427 | 2,536,427 |
| 2029 | 2,125,000 | 395,874 | 2,520,874 |
| 2030 | 2,215,000 | 300,372 | 2,515,372 |
| 2031 | 845,000 | 200,844 | 1,045,844 |
| 2032 | 875,000 | 162,767 | 1,037,767 |
| 2033 | 905,000 | 123,144 | 1,028,144 |
| 2034 | 925,000 | 81,986 | 1,006,986 |
| 2035 | 580,000 | 40,500 | 620,500 |
| 2036 | 610,000 | 13,725 | 623,725 |
| | \$107,945,000 | \$41,860,385 | \$149,805,385 |

Bond Authorizations

There are no authorized but unissued bond authorizations.

Estimated Overlapping Indebtedness

The real property taxpayers of the Town are responsible for a proportionate share of outstanding debt obligations of the County and other governmental units. Such taxpayers' share of this overlapping debt is based upon the amount of the Town's equalized property values taken as a percentage of each separate unit's total values. The table below sets forth both the total outstanding principal amount of debt issued by the Town and the approximate magnitude of the burden on taxable property in the Town of the debt instruments issued and outstanding by such other political units.

Statement of Overlapping Indebtedness

| <u>Overlapping Debt</u> | | <u>Town</u> <u>Share</u> | <u>Amount</u> <u>Applicable</u> <u>To Town</u> |
|--------------------------------|-----------------------------|-----------------------------|--|
| <u>Issuer</u> | <u>Net Debt Outstanding</u> | | |
| Rockland County | \$448,713,086 | 28.78% | \$129,139,626 |
| School Districts: | | | |
| School District of Ramapo | 66,935,000 | 95.66% | 64,030,021 |
| School District of East Ramapo | 36,799,764 | 82.56% | 30,381,885 |
| Total Net Overlapping Debt | | | \$223,551,532 |

Source – NYS - Office of the State Comptroller.

SPECIAL PROVISIONS AFFECTING REMEDIES UPON DEFAULT

Section 3-a of the General Municipal Law provides, subject to exceptions not pertinent to the instant issue, that the rate of interest to be paid by the Town upon any judgments or accrued claims against it shall not exceed nine per centum per annum. This provision might be construed to have application to the holders of the Notes in the event of a default in the payment of the principal of or interest on the Notes.

In accordance with the general rule with respect to municipalities, judgments against the Town may not be enforced by levy and execution against property owned by the Town.

The Federal Bankruptcy Act allows recourse to the protection of a Federal Court by public bodies for the purpose of adjusting outstanding indebtedness. Section 85.80 of the Local Finance Law contains specific authorization for any municipality in the State (including the Town) to file a petition under any provision of Federal bankruptcy law for the composition or adjustment of municipal indebtedness.

At the Extraordinary Session of the State Legislature held in November 1975, legislation was enacted which purported to suspend the right to commence or continue an action in any court to collect or enforce certain short-term obligations of the City of New York. The effect of such act was to create a three-year moratorium on actions to enforce the payment of such obligations. On November 19, 1976, the Court of Appeals, the State's highest court, declared such act to be invalid on the ground that it violates the provisions of the State Constitution requiring a pledge by such City of its faith and credit for the payment of such obligations.

As a result of the Court of Appeals decision, the constitutionality of that portion of Title 6-A of the Local Finance Law enacted at the 1975 Extraordinary Session of the State Legislature, authorizing any county, city, town or village with respect to which the State has declared a financial emergency to petition the State Supreme Court to stay the enforcement against such municipality of any claim for payment relating to any contract, debt or obligation of the municipality during the emergency period, is subject to doubt. In any event, no such emergency has been declared with respect to the Town.

MARKET AND RISK FACTORS

The financial and economic condition of the Town as well as the market for the Notes could be affected by a variety of factors, some of which are beyond the Town's control. There can be no assurance that adverse events in the State, or elsewhere, including, for example, the seeking by a municipality or large taxable property owner of remedies pursuant to the Federal Bankruptcy Code or otherwise, will not occur which might affect the market price of and the market for the Notes. If a

significant default or other financial crisis should occur in the affairs of the State or another jurisdiction, or any of its agencies or political subdivisions, thereby further impairing the acceptability of obligations issued by borrowers within the State, both the ability of the Town to arrange for additional borrowings, and the market for and market value of outstanding debt obligations, including the Notes, could be adversely affected.

The Town is also dependent in part on financial assistance from the State. However, if the State should experience difficulty in borrowing funds in anticipation of the receipt of State taxes and revenues in order to pay State aid to municipalities and school districts in the State, including the Town, in any year, the Town may be affected by a delay, until sufficient taxes have been received by the State to make State aid payments to the Town.

In several recent years, the Town has received delayed payments of State aid which resulted from the State's delay in adopting its budget and appropriating State aid to municipalities and school districts, and consequent delay in State borrowing to finance such appropriations. (See also "FINANCIAL INFORMATION-State Aid" herein)

LITIGATION

There is no litigation pending or, to the knowledge of the Town, threatened, which restrains or enjoins the issuance or delivery of the Notes or questions or affects the validity of the Notes or the proceedings and authority under which they are to be issued, or the pledge of the ad valorem revenues of the Town. Neither the creation, organization nor existence of the Town, nor the title of the present members of the Town Board or Town Supervisor or other officers of the Town in their respective offices is being contested. There is no litigation pending or, to the knowledge of the Town, threatened, which, if it were decided against the Town, would have a materially adverse impact upon the financial position of the Town or its ability to perform its obligations to the Noteholders.

The Town experiences routine litigation and claims incidental to the conduct of its affairs. In the opinion of the Town Attorney, there are no actions presently pending or threatened, the adverse outcome of which would have a material adverse effect on the financial condition of the Town.

TAX MATTERS

In the opinion of Special Tax Counsel, based upon an analysis of existing laws, regulations, rulings and court decisions, and assuming, among other matters, the accuracy of certain representations and compliance with certain covenants, interest on the Notes is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986 (the "Code"). In the further opinion of Special Tax Counsel, interest on the Notes is not a specific preference item for purposes of the federal individual and corporate alternative minimum taxes, nor is it included in adjusted current earnings when calculating corporate alternative minimum taxable income. Special Tax Counsel is also of the opinion that interest on the Notes is exempt from personal income taxes imposed by the State of New York and any political subdivision thereof (including The City of New York). A complete copy of the proposed form of opinion of Special Tax Counsel is set forth in APPENDIX D hereto.

Notes purchased, whether at original issuance or otherwise, for an amount higher than their principal amount payable at maturity ("Premium Notes") will be treated as having amortizable note premium. No deduction is allowable for the amortizable note premium in the case of notes, like the Premium Notes, the interest on which is excluded from gross income for federal income tax purposes. However, the amount of tax-exempt interest received, and a Beneficial Owner's basis in a Premium Note, will be reduced by the amount of amortizable note premium properly allocable to such Beneficial Owner. Beneficial Owners of Premium Notes should consult their own tax advisors with respect to the proper treatment of amortizable note premium in their particular circumstances.

The Code imposes various restrictions, conditions and requirements relating to the exclusion from gross income for federal income tax purposes of interest on obligations such as the Notes. The Town has made certain representations and covenanted to comply with certain restrictions, conditions and requirements designed to ensure that interest on the Notes will not be included in federal gross income. Inaccuracy of these representations or failure to comply with these covenants may result in interest on the Notes being included in gross income for federal income tax purposes, possibly from the date of original issuance of the Notes. The opinion of Special Tax Counsel assumes the accuracy of these representations and compliance with these covenants. Special Tax Counsel has not undertaken to determine (or to inform any person) whether any actions taken (or not taken), or events occurring (or not occurring), or any other matters coming to Special Tax Counsel's attention after the date of issuance of the Notes may adversely affect the value of, or the tax status of interest on, the Notes. Accordingly, the opinion of Special Tax Counsel is not intended to, and may not, be relied upon in connection with any such actions, events or matters.

Although Special Tax Counsel is of the opinion that interest on the Notes is excluded from gross income for federal income tax purposes and is exempt from personal income taxes imposed by the State of New York and any political subdivision thereof (including The City of New York), the ownership or disposition of, or the accrual or receipt of interest on, the Notes may otherwise affect a Beneficial Owner's federal, state or local tax liability. The nature and extent of these other tax consequences depends upon the particular tax status of the Beneficial Owner or the Beneficial Owner's other items of income or deduction. Special Tax Counsel expresses no opinion regarding any such other tax consequences.

Future legislative proposals, if enacted into law, clarification of the Code or court decisions may cause interest on the Notes to be subject, directly or indirectly, to federal income taxation or to be subject to or exempted from state income taxation, or otherwise prevent Beneficial Owners from realizing the full current benefit of the tax status of such interest. The introduction or enactment of any such future legislative proposals, clarification of the Code or court decisions may also affect the market price for, or marketability of, the Notes. Prospective purchasers of the Notes should consult their own tax advisors regarding any pending or proposed federal or state tax legislation, regulations or litigation, as to which Special Tax Counsel expresses no opinion.

The opinion of Special Tax Counsel is based on current legal authority, covers certain matters not directly addressed by such authorities, and represents Special Tax Counsel's judgment as to the proper treatment of the Notes for federal income tax purposes. It is not binding on the Internal Revenue Service ("IRS") or the courts. Furthermore, Special Tax Counsel cannot give and has not given any opinion or assurance about the future activities of the Town, or about the effect of future changes in the Code, the applicable regulations, the interpretation thereof or the enforcement thereof by the IRS. The Town has covenanted, however, to comply with the requirements of the Code.

Special Tax Counsel's engagement with respect to the Notes ends with the issuance of the Notes, and, unless separately engaged, Special Tax Counsel is not obligated to defend the Town or the Beneficial Owners regarding the tax-exempt status of the Notes in the event of an audit examination by the IRS. Under current procedures, parties other than the Town and its appointed counsel, including the Beneficial Owners, would have little, if any, right to participate in the audit examination process. Moreover, because achieving judicial review in connection with an audit examination of tax-exempt bonds is difficult, obtaining an independent review of IRS positions with which the Town legitimately disagrees, may not be practicable. Any action of the IRS, including but not limited to selection of the Notes for audit, or the course or result of such audit, or an audit of bonds presenting similar tax issues may affect the market price for, or the marketability of, the Notes, and may cause the Town or the Beneficial Owners to incur significant expense.

MATERIAL EVENT NOTICES

In accordance with the provisions of Rule 15c2-12, as the same may be amended or officially interpreted from time to time (the "Rule"), promulgated by the United States Securities and Exchange Commission (the "Commission"), the Town will undertake to provide or cause to be provided during any succeeding fiscal year in which the Notes are outstanding, in a timely manner, to the Municipal Securities Rulemaking Board (the "MSRB") through its Electronic Municipal Market Access ("EMMA") system, in electronic format and accompanied by such identifying information as is prescribed by the MSRB, notice of the occurrence of any of the following events with respect to the Notes, if such event is material:

- (a) principal and interest payment delinquencies
- (b) non-payment related defaults
- (c) unscheduled draws on debt service reserves reflecting financial difficulties
- (d) unscheduled draws on credit enhancements reflecting financial difficulties
- (e) substitution of credit or liquidity providers, or their failure to perform
- (f) adverse tax opinions or events affecting the tax-exempt status of the Notes
- (g) modifications to rights of Noteholders
- (h) Note Calls
- (i) defeasance

- (j) release, substitution, or sale of property securing repayment of the Notes
- (k) rating changes

The Town may from time to time choose to provide notice of the occurrence of certain other events, in addition to those listed above, if the Town determines that any such other event is material with respect to the Notes; but the Town does not undertake to commit to provide any such notice of the occurrence of any material event except those events listed above.

The Town reserves the right to terminate its obligation to provide the aforescribed notices of material events, as set forth above, if and when the Town no longer remains an obligated person with respect to the Notes within the meaning of the Rule. The Town acknowledges that its undertaking pursuant to the Rule described under this heading is intended to be for the benefit of the holders of the Notes (including holders of beneficial interests in the Notes). The right of holders of the Notes to enforce the provisions of the undertaking will be limited to a right to obtain specific enforcement of the Town's obligations under its material event notices undertaking and any failure by the Town to comply with the provisions of the undertaking will neither be a default with respect to the Notes nor entitle any holder of the Notes to recover monetary damages.

The Town is in compliance with all prior undertakings pursuant to the Rule.

FINANCIAL ADVISOR

Environmental Capital LLC, New York, New York is serving as Financial Advisor to the Town with respect to the issuance of the Notes. The Financial Advisor will not engage in any underwriting activities with regard to the issuance and sale of the Notes. The Financial Advisor is not obligated to undertake and has not undertaken to make an independent verification or to assume responsibility for the accuracy, completeness or fairness of the information contained in this Official Statement and is not obligated to review or ensure compliance with the undertaking by the Town to provide continuing secondary market disclosure.

LEGAL MATTERS

Certain legal matters incident to the authorization, issuance and sale of the Notes are subject to the approval of Pannone Lopes Devereaux & West LLC, White Plains, New York, Bond Counsel to the Town and Orrick, Herrington & Sutcliffe LLP, New York, New York, Special Tax Counsel. Certain legal matters will be passed upon for the Town by its counsel, Michael Klein, Esq., Ramapo, New York.

ADDITIONAL INFORMATION

Any statements in this Official Statement involving matters of opinion or estimates, whether or not expressly so stated, are intended as such and not as representations of fact. No representation is made that any of such statements will be realized. This Official Statement is not to be construed as a contract or agreement between the Town and the purchaser or holders of any of the Notes.

Additional information may be obtained by contacting the Town's financial advisor, Environmental Capital LLC at (212) 302-4227 or the Town's Director of Finance at (845) 357-5100.

This Official Statement is submitted only in connection with the sale of the Notes by the Town and may not be reproduced or used in whole or in part for any other purpose.

CERTIFICATE CONCERNING THE OFFICIAL STATEMENT

This Official Statement has been duly executed and delivered by the Town Supervisor and has been authorized by the Town to be distributed to prospective purchasers of the Notes. Concurrently with the delivery of the Notes, the Town will furnish its certificate, executed by the Town Supervisor and its Director of Finance to the effect that, to the best of his knowledge this Official Statement as of its date and as of the date of the delivery of the Notes, does not contain an untrue statement of a material fact and does not omit any material fact which should be included therein for the purpose for which the Official Statement is to be used, or which is necessary to make the statements contained therein, in light of the circumstances under which they were made, not misleading; provided, however no representation is made concerning the information pertaining to DTC or its Book Entry Only System.

TOWN OF RAMAPO
ROCKLAND COUNTY, NEW YORK

By: /s/ Christopher P. St. Lawrence
Town Supervisor

Dated:

Appendix A-1

Town of Ramapo Revenues, Expenditures and Fund Balance - General Fund

| Year Ended December 31: | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> |
|---|--------------------|---------------------|---------------------|---------------------|---------------------|
| REVENUES | | | | | |
| Real Property Taxes | \$10,279,169 | \$10,246,612 | \$11,017,371 | \$11,381,025 | \$11,219,892 |
| Other Tax Items | 254,081 | 277,042 | 301,602 | 275,895 | 613,583 |
| Non Property Taxes | - | - | 405,212 | 1,093,755 | 742,594 |
| Departmental Income | 4,914,210 | 6,288,716 | 6,262,973 | 6,830,655 | 6,827,116 |
| Intergovernmental Charges | 3,010 | 1,070 | 281 | - | 162 |
| Use of Money and Property | 234,273 | 255,833 | 221,736 | 222,638 | 219,203 |
| Licenses & Permits | 4,006 | 4,144 | 3,910 | 5,443 | 4,904 |
| Fines & Forfeitures | 741,842 | 1,117,155 | 982,037 | 924,907 | 902,532 |
| Sale of Property and Compensation for Loss | 22,020 | 13,718 | 5,341 | 25,890 | 37,747 |
| Interfund Revenues | 585,596 | 609,865 | 647,656 | 730,730 | 582,939 |
| Miscellaneous | 18,381 | 114,568 | 153,320 | 1,002,460 | 161,258 |
| Federal Sources | - | - | 12,947 | - | - |
| State Sources | 4,528,917 | 4,622,759 | 3,722,355 | 2,585,193 | 1,422,756 |
| Total Revenues | <u>21,585,505</u> | <u>\$23,551,482</u> | <u>\$23,736,741</u> | <u>\$25,078,591</u> | <u>\$22,734,686</u> |
| EXPENDITURES | | | | | |
| General Government Support | 10,121,092 | 10,246,235 | 9,749,123 | 10,420,900 | 10,200,869 |
| Public Safety | 83,306 | 58,254 | 54,194 | 90,409 | 65,796 |
| Health | 147,586 | - | - | - | - |
| Transportation | 127,898 | 44,817 | 135,753 | 138,738 | 122,757 |
| Economic Opportunity and Development | 199,224 | 242,850 | 276,441 | 307,150 | 319,365 |
| Culture & Recreation | 6,646,402 | 6,362,230 | 7,477,801 | 7,933,767 | 8,136,722 |
| Home & Community Services | 278,701 | 329,782 | 246,247 | 203,767 | 201,027 |
| Employee Benefits | 965,055 | 915,299 | 832,401 | 628,201 | 401,764 |
| Total Expenditures | <u>18,569,264</u> | <u>18,199,467</u> | <u>18,771,960</u> | <u>19,722,932</u> | <u>19,448,300</u> |
| Excess of Revenues Over Expenditures | 3,016,241 | 5,352,015 | 4,964,781 | 5,355,659 | 3,286,386 |
| Other Financing Sources (Uses): | | | | | |
| Bonds Issued | 61,920 | - | - | - | - |
| Sales of Real Property | - | - | - | - | 3,080,000 |
| Operating Transfers In | 225,000 | 1,650,000 | 1,300,000 | 924,905 | 2,184,617 |
| Operating Transfers Out [1] | (5,373,538) | (6,242,758) | (6,011,835) | (6,234,622) | (8,942,085) |
| Total Other Financing Sources | <u>(5,086,618)</u> | <u>(4,592,758)</u> | <u>(4,711,835)</u> | <u>(5,309,717)</u> | <u>(3,677,468)</u> |
| Excess of Revenues and Other Sources Over Expenditures and Other Uses | (2,070,377) | 759,257 | 252,946 | 45,942 | (391,082) |
| Fund Balances - Beginning of Year, as reported | 5,513,898 | 3,443,521 | 4,202,778 | 4,455,724 | 4,501,666 |
| Change in Accounting Principle | - | - | - | - | - |
| Fund Balances - Beginning of Year, as restated | | | | | |
| Fund Balances - End of Year | <u>3,443,521</u> | <u>4,202,778</u> | <u>4,455,724</u> | <u>4,501,666</u> | <u>4,110,584</u> |

[1] Includes transfer to Debt Service Fund

Appendix A-2

Town of Ramapo Budget Results General Fund

| | 2008 | 2009 | 2010 |
|---------------------------------|--------------|--------------|--------------|
| | Adopted | Adopted | Adopted |
| Year Ended December 31: | Budget | Budget | Budget |
| <u>REVENUES</u> | | | |
| Real Property Taxes | \$11,360,215 | \$11,190,532 | \$11,722,259 |
| Other Tax Items | 277,000 | 342,305 | 1,780,000 |
| Departmental Income | 8,821,196 | 10,950,423 | 11,048,048 |
| Use of Money and Property | 153,000 | 150,000 | 140,000 |
| Licenses & Permits | 4,000 | 4,000 | 4,000 |
| Fines & Forfeitures | 1,000,000 | 1,000,000 | 1,050,000 |
| Interfund Revenues | 630,000 | 750,000 | 750,000 |
| State Sources | 3,800,000 | 3,100,000 | 2,800,000 |
| Total Revenues | \$26,045,411 | \$27,487,260 | \$29,294,307 |
| <u>EXPENDITURES</u> | | | |
| General Government Support | \$10,876,185 | \$10,851,536 | \$10,881,386 |
| Public Safety | 88,500 | 60,000 | 45,000 |
| Health | - | - | - |
| Transportation | 137,910 | 126,265 | 131,669 |
| Economic Assistance | 316,050 | 318,050 | 350,550 |
| Culture & Recreation | 7,056,996 | 7,327,318 | 7,606,751 |
| Home & Community Services | 147,433 | 131,922 | 114,372 |
| Employee Benefits | 640,490 | 278,237 | 344,797 |
| Total Expenditures | \$19,263,564 | \$19,093,328 | \$19,474,525 |
| Excess of Revenues | | | |
| Over Expenditures | \$6,781,847 | \$8,393,932 | \$9,819,782 |
| Other Financing Sources (Uses): | | | |
| Operating Transfers In | 300,000 | 1,014,617 | 800,000 |
| Operating Transfers Out [1] | (7,081,847) | (9,408,549) | (10,619,782) |
| Total Other Financing Sources | (6,781,847) | (8,393,932) | (9,819,782) |
| Excess of Revenues | | | |
| and Other Sources Over | | | |
| Expenditures and Other Uses | - | - | - |

[1] Includes transfer to Debt Service Fund.

Source: Town of Ramapo Adopted Budget.

Appendix A-3**Town of Ramapo
Balance Sheets - General Fund**

| Year Ended December 31: | 2007 | 2008 | 2009 |
|--|-------------|-----------|-------------|
| <hr/> | | | |
| <u>ASSETS</u> | | | |
| Cash and Equivalents | \$1,221,662 | \$658,157 | \$4,069,910 |
| Investments | 3,370 | 3,436 | 3,445 |
| Receivables: | | | |
| Accounts, net of allowance for uncollectable amounts | 623,146 | 950,313 | 1,705,749 |
| State and Federal Aid | 24,486 | 23,462 | 17,511 |
| Due from Other Governments | 23,054 | 294,532 | 284,125 |
| Due from Component Unit | 3,110,388 | - | 3,080,000 |
| Due from Other Funds | - | 2,990,016 | 324,500 |
| Advances to Other Funds | - | - | - |
| Prepaid Expenditures | 203,286 | 164,327 | 5,358 |
| | <hr/> | | |
| TOTAL ASSETS | 5,209,392 | 5,084,243 | 9,490,598 |
| | <hr/> | | |
| <u>LIABILITIES</u> | | | |
| Accounts Payable | 295,135 | 274,970 | 292,524 |
| Accrued Liabilities | 389,610 | 250,984 | 734,487 |
| Due to Other Fund | 4,500 | 3,510 | 3,288,092 |
| Due to Other Governments | 5,603 | 6,421 | - |
| Deposits Payable | 44,486 | 44,395 | 64,911 |
| Deferred Revenues | 14,334 | 2,297 | 1,000,000 |
| | <hr/> | | |
| TOTAL LIABILITIES | 753,668 | 582,577 | 5,380,014 |
| | <hr/> | | |
| <u>FUND BALANCES</u> | | | |
| Fund Balance Reserved: | | | |
| Compensated absences | 178,052 | 178,052 | 178,052 |
| Prepaid Expenditures | 203,286 | 164,327 | 5,358 |
| Encumbrances | 89,380 | 56,245 | 41,595 |
| Reserved for Debt Service | - | - | 799,597 |
| Unreserved and Undesignated | 3,985,006 | 4,103,042 | 3,085,982 |
| | <hr/> | | |
| TOTAL FUND BALANCES | 4,455,724 | 4,501,666 | 4,110,584 |
| | <hr/> | | |
| TOTAL LIABILITIES AND FUND BALANCES | 5,209,392 | 5,084,243 | 9,490,598 |
| | <hr/> | | |

Source: Audited financial statements of the Town of Ramapo. Summary itself not audited.

Appendix A-4**Town of Ramapo
Changes In Fund Balances -
Other Funds**

| Fiscal Year Ending Dec. 31: | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> |
|----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| TOWN OUTSIDE VILLAGES | | | | | |
| Fund Balances -Beginning of Year | | | | | |
| as Reported | \$391,950 | \$411,486 | \$556,341 | \$786,038 | \$676,653 |
| as Restated | | | | | |
| Revenues | 3,999,737 | 4,054,634 | 4,639,092 | 4,460,054 | 4,129,049 |
| Expenditures | 3,969,024 | 3,885,451 | 4,384,501 | 4,541,732 | 4,576,239 |
| Other Financing Sources (Uses) | <u>(11,177)</u> | <u>(24,328)</u> | <u>(24,894)</u> | <u>(27,707)</u> | <u>(55,839)</u> |
| Balance End of Year | <u>\$411,486</u> | <u>\$556,341</u> | <u>\$786,038</u> | <u>\$676,653</u> | <u>\$173,624</u> |
| POLICE FUND | | | | | |
| Fund Balances -Beginning of Year | | | | | |
| as Reported | \$2,789,675 | \$2,776,059 | \$2,611,079 | \$3,441,725 | \$2,868,823 |
| as Restated | | | | | |
| Revenues | 22,848,597 | 24,346,359 | 26,232,900 | 27,225,519 | 28,696,279 |
| Expenditures | 22,810,915 | 24,431,518 | 25,252,296 | 27,696,151 | 28,528,385 |
| Other Financing Sources (Uses) | <u>(51,928)</u> | <u>(79,821)</u> | <u>(149,958)</u> | <u>(102,270)</u> | <u>(112,813)</u> |
| Balance End of Year | <u>\$2,776,059</u> | <u>\$2,611,079</u> | <u>\$3,441,725</u> | <u>\$2,868,823</u> | <u>\$2,923,904</u> |
| HIGHWAY | | | | | |
| Fund Balances -Beginning of Year | | | | | |
| as Reported | \$406,416 | (\$344,164) | 428,589 | 835,690 | 673,684 |
| as Restated | | | | | |
| Revenues | 5,690,962 | 6,143,429 | 6,593,585 | 6,347,005 | 6,872,120 |
| Expenditures | 6,023,209 | 4,917,629 | 5,237,649 | 5,891,888 | 5,888,645 |
| Other Financing Sources (Uses) | <u>(418,333)</u> | <u>(453,047)</u> | <u>(948,835)</u> | <u>(617,123)</u> | <u>(1,037,452)</u> |
| Balance End of Year | <u>(\$344,164)</u> | <u>\$428,589</u> | <u>\$835,690</u> | <u>\$673,684</u> | <u>\$619,707</u> |
| SPECIAL DISTRICTS | | | | | |
| Fund Balances -Beginning of Year | | | | | |
| as Reported | \$1,243,036 | \$1,347,365 | \$1,974,940 | \$2,899,451 | \$2,904,309 |
| as Restated | | | - | | |
| Revenues | 10,127,776 | 11,436,780 | 12,542,003 | 11,975,388 | 11,707,371 |
| Expenditures | 7,163,963 | 7,592,728 | 9,091,522 | 9,300,763 | 10,197,678 |
| Other Financing Sources (Uses) | <u>(2,859,484)</u> | <u>(3,233,077)</u> | <u>(2,525,970)</u> | <u>(2,669,767)</u> | <u>(1,420,950)</u> |
| Balance End of Year | <u>\$1,347,365</u> | <u>1,974,940</u> | <u>2,899,451</u> | <u>2,904,309</u> | <u>2,993,052</u> |

Source: Audited financial statements of the Town of Ramapo. Summary itself not audited.

APPENDIX B

2009 AUDITED FINANCIAL STATEMENTS

TOWN OF RAMAPO, NEW YORK

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

YEAR ENDED DECEMBER 31, 2009

WITH INDEPENDENT AUDITORS' REPORT

TABLE OF CONTENTS

| | Page |
|--|------|
| Independent Auditors' Report | 1 |
| Management's Discussion and Analysis | 3 |
| Basic Financial Statements: | |
| Government-Wide Financial Statements: | |
| Statement of Net Assets | 13 |
| Statement of Activities | 14 |
| Fund Financial Statements: | |
| Balance Sheet - Governmental Funds | 16 |
| Reconciliation of Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets | 18 |
| Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds | 19 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities | 21 |
| Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General, Town Outside Villages, Police, Highway and Special Districts Funds | 22 |
| Internal Service Funds: | |
| Statement of Net Assets | 26 |
| Statement of Revenues, Expenses and Changes in Net Assets | 27 |
| Statement of Cash Flows | 28 |
| Statement of Assets and Liabilities - Fiduciary Fund | 29 |
| Notes to Financial Statements | 30 |
| Required Supplementary Information - | |
| Other Post Employment Benefits - | |
| Schedule of Funding Progress - Last Three Fiscal Years | 54 |
| Combining and Individual Fund Financial Statements and Schedules: | |
| General Fund: | |
| Comparative Balance Sheet | 55 |
| Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual | 56 |
| Schedule of Revenues and Other Financing Sources Compared to Budget | 58 |
| Schedule of Expenditures and Other Financing Uses Compared to Budget | 61 |
| Special Revenue Funds: | |
| Town Outside Villages Fund: | |
| Comparative Balance Sheet | 63 |
| Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual | 64 |
| Schedule of Revenues Compared to Budget | 66 |
| Schedule of Expenditures and Other Financing Uses Compared to Budget | 68 |
| Police Fund: | |
| Comparative Balance Sheet | 69 |
| Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual | 70 |
| Highway Fund: | |
| Combining Balance Sheet - Sub Funds | 72 |
| Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Sub Funds | 73 |

TABLE OF CONTENTS (Concluded)

| | <u>Page</u> |
|--|-------------|
| Comparative Schedules of Revenues, Expenditures and Changes in | |
| Fund Balance - Budget and Actual: | |
| Town Outside Villages | 74 |
| Town-Wide | 76 |
| Special Districts Fund: | |
| Combining Balance Sheet - Sub Funds | 78 |
| Combining Schedule of Revenues, Expenditures and Changes in | |
| Fund Balances - Sub Funds | 80 |
| Comparative Schedules of Revenues, Expenditures and Changes in | |
| Fund Balance - Budget and Actual: | |
| Park Crest Fire Protection District | 82 |
| Ramapo #1 Fire Protection District | 84 |
| Ramapo #2 Fire Protection District | 86 |
| Johnsontown Road Fire Protection District | 88 |
| Consolidated Water District | 90 |
| Consolidated Ambulance District | 92 |
| Sewer District | 94 |
| Street Lighting District | 96 |
| Debt Service Fund: | |
| Comparative Balance Sheet | 98 |
| Comparative Schedule of Revenues, Expenditures and Changes in | |
| Fund Balance - Budget and Actual | 99 |
| Capital Projects Fund: | |
| Comparative Balance Sheet | 101 |
| Comparative Statement of Revenues, Expenditures and Changes in | |
| Fund Balance | 102 |
| Project-Length Schedule | 103 |
| Internal Service Funds: | |
| Combining Statement of Net Assets | 105 |
| Combining Statement of Revenues, Expenses and Changes in | |
| Net Assets | 106 |
| Combining Statement of Cash Flows | 107 |
| Workers' Compensation Benefits Fund: | |
| Comparative Statement of Net Assets | 109 |
| Comparative Statement of Revenues, Expenses and Changes in | |
| Net Assets | 110 |
| Comparative Statement of Cash Flows | 111 |
| General Liability Claims Fund: | |
| Comparative Statement of Net Assets | 112 |
| Comparative Statement of Revenues, Expenses and Changes in | |
| Net Assets | 113 |
| Comparative Statement of Cash Flows | 114 |
| Health Benefits Fund: | |
| Comparative Statement of Net Assets | 115 |
| Comparative Statement of Revenues, Expenses and Changes in | |
| Net Assets | 116 |
| Comparative Statement of Cash Flows | 117 |



INDEPENDENT AUDITORS' REPORT

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

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

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

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

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

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

O'Connor Davies Munns & Dobbins, LLP

O'Connor Davies Munns & Dobbins, LLP

July 20, 2010

Town of Ramapo, New York
Management's Discussion and Analysis (MD&A)
December 31, 2009

Introduction

As management of the Town of Ramapo, New York ("Town"), we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2009. It should be read in conjunction with the basic financial statements, which immediately follow this section, to enhance the understanding of the Town's financial performance.

Financial Highlights

- ❖ On the government-wide financial statements, the assets of the Town exceeded its liabilities at the close of fiscal years 2009 and 2008 by \$63,005,594 and \$74,898,234, respectively.
- ❖ As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$14,660,666, of which \$9,005,201 is unreserved and undesignated and available for spending at the Town's discretion. The Town has designated that \$800,000 of the fund balance of the Debt Service Fund be used in the subsequent fiscal year. For the close of 2008, combined ending fund balance was \$37,946,627, of which \$32,004,716 was unreserved and undesignated.
- ❖ At the end of the fiscal year 2009 and 2008, unreserved fund balance for the General Fund was \$3,085,982 and \$4,103,042, respectively. This represented 11% and 16%, respectively, of the total General Fund expenditures and other financing uses.
- ❖ During the year ended December 31, 2009, the Town issued no long-term obligations and paid \$6,280,000 in principal on outstanding bonds. The Town did issue bond anticipation notes in the amount of \$23,200,000. These are reflected in the Capital Projects Fund.
 - During 2008, the Town issued \$34,985,000 in long-term obligations to finance the cost of the capital projects.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements, which 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 other supplementary information in addition to the basic financial statements.

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 statements are prepared using the accrual basis of accounting.

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 as to whether the financial position of the Town is improving or deteriorating.

The statement of activities presents information showing how the Town'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. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, earned but unused vacation leave).

The government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The governmental activities of the Town include general government support, public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and interest.

The government-wide financial statements can be found immediately following this discussion and analysis.

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 three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental 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 balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund

balance sheet and 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 seven individual governmental funds: General Fund, Town Outside Villages Fund, Highway Fund, Special Districts Fund, Police Fund, Debt Service Fund and Capital Projects 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. All funds are considered to be major funds.

The Town adopts annual budgets for the General Fund, Town Outside Villages Fund, Police Fund, Highway Fund, Special Districts Fund and the Debt Service Fund. Budgetary comparison statements have been provided for all funds, except for the Debt Service Fund, within the basic financial statements to demonstrate compliance with the respective budgets.

Proprietary Funds

The Town maintains one type of proprietary fund. The Internal Service funds are used to accumulate and allocate costs internally among the Town's various functions. The Town uses internal service funds to account for its liability insurance coverage (the General Liability Claims Fund), its workers' compensation benefits (the Workers' Compensation Benefits Fund), and its self-insured health benefits (Health Benefits Fund). These services have been classified as governmental activities in the government-wide financial statements. The Health Benefits Fund was closed in 2009 and will no longer be reflected in future years.

The Internal Service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the Internal Service funds is provided in the form of combining and individual fund schedules and statements elsewhere in this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Town programs. The Town maintains only one type of Fiduciary Fund that is known as an Agency Fund. Resources are held in this fund by the Town purely in a custodial capacity. The activity in this fund is limited to the receipt, temporary investment and remittance of resources to the appropriate individual, organization or government.

The financial statements for the governmental, proprietary and fiduciary funds can be found in the basic financial statements section of this report.

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 statements section of this report.

Other Information

Additional statements and schedules can be found immediately following the notes to the financial statements. These include schedules of budget to actual comparisons.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. For the years ending December 31, 2009 and 2008, the Town's assets exceeded liabilities by \$63,005,594 and \$74,898,234, respectively.

The following table reflects the condensed Statement of Net Assets:

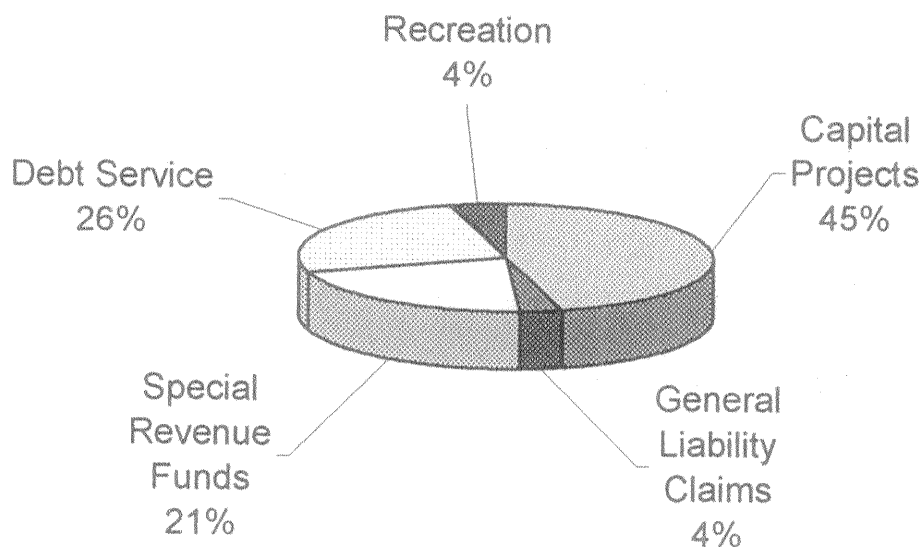
| | Net Assets | |
|--|----------------------|----------------------|
| | December 31, | |
| | <u>2009</u> | <u>2008</u> |
| Current Assets | \$ 46,234,769 | \$ 43,016,421 |
| Capital Assets, net | <u>160,297,940</u> | <u>150,973,563</u> |
| Total Assets | <u>206,532,709</u> | <u>193,989,984</u> |
| Current Liabilities | 29,207,098 | 3,839,569 |
| Long-term Liabilities | <u>114,320,017</u> | <u>115,252,181</u> |
| Total Liabilities | <u>143,527,115</u> | <u>119,091,750</u> |
| Net Assets: | | |
| Invested in Capital Assets, net of related debt | 84,094,040 | 67,260,888 |
| Restricted | 11,020,123 | 11,808,597 |
| Unrestricted | <u>(32,108,569)</u> | <u>(4,171,251)</u> |
| Total Net Assets | <u>\$ 63,005,594</u> | <u>\$ 74,898,234</u> |

By far, the largest portion of the Town's net assets is its investment in capital assets (land, land improvements, buildings and improvements, infrastructure, machinery and equipment and construction-in-progress), less any related debt outstanding that was used to acquire those assets. The Town uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the Town's investments 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 the debt.

The restricted net assets of \$11,020,123 (2009) and \$11,808,597 (2008) represent resources that are subject to external restrictions on their use. The restrictions are:

| | 2009 | 2008 |
|--------------------------|----------------------|----------------------|
| Capital Projects | \$ 4,991,879 | \$ 4,808,980 |
| Special Revenue Funds | 2,314,206 | 2,928,492 |
| Recreation | 473,786 | 962,896 |
| DARE | 34,884 | 35,133 |
| Debt Service | 2,805,169 | 2,819,130 |
| Workers' Comp Benefits | 23,892 | 16,343 |
| General Liability Claims | 376,307 | 237,623 |
| | <u>\$ 11,020,123</u> | <u>\$ 11,808,597</u> |

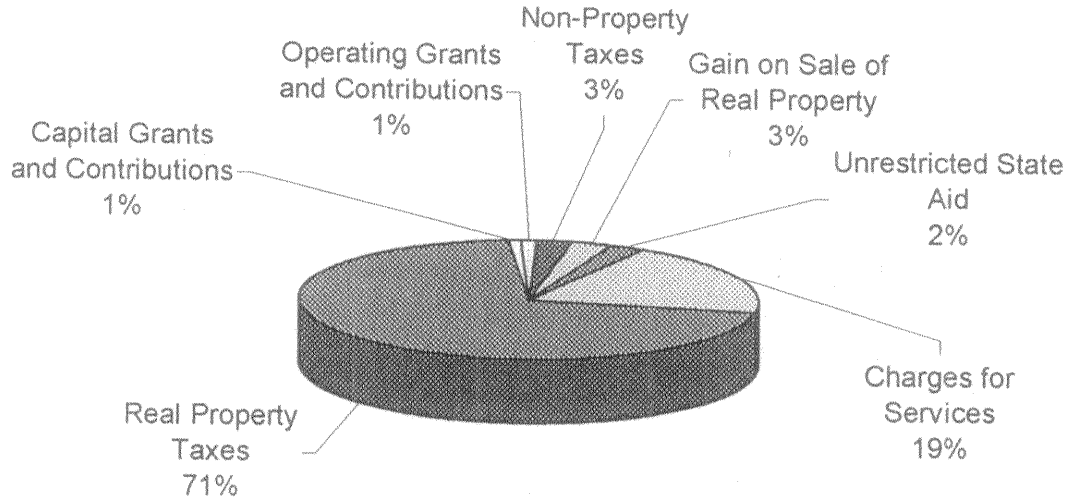
Restricted Net Assets



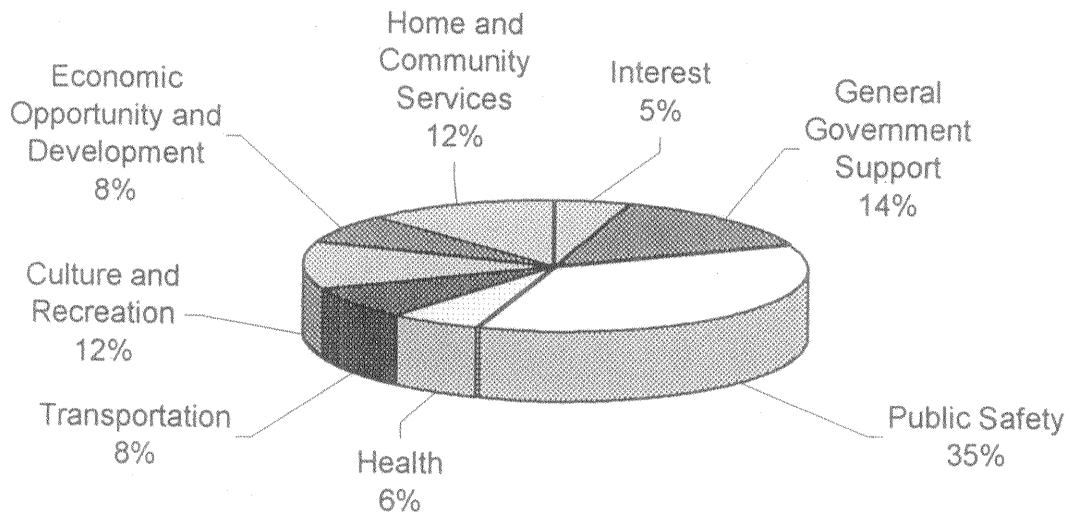
Changes in Net Assets
December 31,

| | 2009 | 2008 |
|--|-----------------------------|-----------------------------|
| Program Revenues: | | |
| Charges for Services | \$ 15,029,154 | \$ 14,497,239 |
| Operating Grants and Contributions | 854,395 | 957,598 |
| Capital Grants and Contributions | 567,143 | 1,080,215 |
| General Revenues: | | |
| Real Property Taxes | 53,076,350 | 53,074,565 |
| Other Tax Items | 1,676,563 | 334,760 |
| Non-Property Taxes | 1,940,023 | 1,965,728 |
| Unrestricted Use of Money and Property | 42,506 | 79,555 |
| Sale of Property and Compensation for Loss | 37,747 | 25,890 |
| Unrestricted State Aid | 1,865,522 | 3,010,478 |
| Gain on Sale of Real Property | 2,280,403 | - |
| Miscellaneous | 161,258 | 1,002,460 |
| Total Revenues | <u>77,531,064</u> | <u>76,028,488</u> |
| Program Expenses: | | |
| General Government Support | 12,602,587 | 13,122,836 |
| Public Safety | 31,718,263 | 30,660,973 |
| Health | 5,288,070 | 5,100,167 |
| Transportation | 6,753,799 | 6,909,113 |
| Economic Opportunity and Development | 7,395,523 | 319,121 |
| Culture and Recreation | 10,390,180 | 10,102,850 |
| Home and Community Services | 11,095,257 | 10,111,799 |
| Interest | 4,180,025 | 3,286,339 |
| Total Expenses | <u>89,423,704</u> | <u>79,613,198</u> |
| Change in Net Assets | (11,892,640) | (3,584,710) |
| Net Assets - Beginning | <u>74,898,234</u> | <u>78,482,944</u> |
| Net Assets - Ending | <u><u>\$ 63,005,594</u></u> | <u><u>\$ 74,898,234</u></u> |

Sources of Revenue for Fiscal Year 2009 Governmental Activities



Expenses for Fiscal Year 2009 Governmental Activities



Governmental Activities

Governmental activities decreased the Town's net assets by (\$11,892,640) in 2009 and (\$3,584,710) in 2008. For the fiscal year ended December 31, 2009 and 2008, revenues from governmental activities totaled \$77,531,064 and \$76,028,488, respectively. Tax revenues of \$56,692,936 (2009) and \$55,375,053 (2008), comprised of real property taxes, other tax items and non-property taxes, represent the largest revenue source (73% in 2009 and 2008).

The largest components of governmental activities' expenses are public safety (36% for 2009 and 39% for 2008), general government support (14% for 2009 and 16% for 2008), culture and recreation (12% for 2009 and 13% for 2008) and home and community services (12% for 2009 and 13% for 2008).

Financial Analysis of the Town'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 fiscal year.

As of the end of the current and prior fiscal years, the Town's governmental funds reported combined ending fund balances of \$14,660,666 and \$37,946,627, respectively. Approximately 67% (9,805,201) for 2009 and 84% (31,807,716) for 2008 of the total ending fund balances constitutes unreserved fund balance. Of the 2009 and 2008 unreserved fund balance, \$800,000 and \$1,216,617, respectively, has been designated for subsequent year's expenditures and represents the amount estimated for use in the 2010 and 2009 budgets. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed for prepaid expenditures (2009 - \$5,358 and 2008 - \$893,063), recreation purposes (2009 - \$473,786 and 2008 - \$962,896), dedicated to pay for debt service (2009 - \$2,005,169 and 2008 - \$1,911,513), encumbrances (2009 - \$130,311 and 2008 - \$130,349), dedicated for use in the DARE program (2009 - \$34,884 and 2008 - \$35,133), or is restricted in its use for compensated absences (2009 and 2008 - \$2,205,957).

The General Fund is the primary operating fund of the Town. At the end of the current fiscal year, unreserved fund balance of the \$3,085,982, representing 75% of the total General Fund fund balance of \$4,110,584. The prior year's unreserved fund balance of the General Fund was \$4,103,042, representing 91% of the total General Fund fund balance of \$4,501,666.

General Fund Budgetary Highlights

Actual results of operations resulted in a decrease of fund balance by \$391,082 for 2009 and an increase of fund balance by \$45,942 in 2008. Revenues and other financing sources were \$27,999,303 in 2009 and \$26,503,496 in 2008. Expenditures and other financing uses were \$28,390,385 in 2009 and \$26,457,554 in 2008. For the years ending December 31, 2009 and 2008, these were savings of \$1,273,878 and \$1,081,602, or 4%, less than the final budget, respectively. The major area where spending was less than budget, was general government support (2009 - \$1,018,826 and 2008 - \$903,297).

In 2009, the original revenue budget was \$26,687,260 and the final budget was \$26,694,384 - a difference of \$7,124. In 2008, the difference between the original and final amended budget for the General Fund was minor for revenues, with the original budget at \$26,045,411 and the final budget was \$26,086,416 - a difference of \$41,005. The difference for both years was attributable to an increase in State aid.

The difference between the appropriations originally budgeted and the final appropriation budget (not including other financing uses) for the General Fund was (2009) an increase of \$1,106,141 (\$19,431,534 vs. \$20,537,675). For 2008, the increase was in the amount of \$1,104,365 (\$19,600,169 vs. \$20,704,534). The appropriations budget for general government support increased during 2009 by \$231,079, while culture and recreation was increased by \$675,169. In addition, employee benefits increased by \$123,527. During 2008 the general government support decreased by \$624,007, while culture and recreation was increased by \$753,881.

Capital Asset and Debt Administration

Capital Assets: The Town's investment in capital assets for its governmental activities as of December 31, 2009 and 2008, amount to \$160,297,940 and \$150,973,563 (net of accumulated depreciation), respectively. This investment in capital assets includes land, land improvements, buildings and improvements, machinery and equipment, as well as infrastructure.

Capital Assets (Net of Depreciation)

| | 2009 | 2008 |
|----------------------------|-----------------------|-----------------------|
| Land | \$ 36,462,808 | \$ 30,513,844 |
| Land Improvements | 9,638,985 | 9,398,928 |
| Buildings and Improvements | 64,461,934 | 65,316,561 |
| Machinery and Equipment | 4,992,627 | 4,361,027 |
| Infrastructure | 44,730,246 | 41,383,203 |
| Construction-in-Progress | 11,340 | - |
| Total | \$ 160,297,940 | \$ 150,973,563 |

The following highlights the amounts expended during the current fiscal year on major capital assets:

- Purchase of Open Space
- Completion of various playgrounds and parks improvements
- Additional sidewalk and curb construction

Additional information on the Town's capital assets can be found in Note 3 of this report.

Long-term Debt

At the end of the current fiscal year, the Town had total bonded indebtedness of \$95,945,000. Total bonded indebtedness at the end of fiscal year 2008 was \$102,225,000. During the 2009 fiscal year, the Town did not issue any debt and in 2008, the Town issued \$34,985,000, inclusive of refunding debt. The Town paid during 2009 \$6,280,000 and during 2008 \$6,711,489 in principal on outstanding obligations. As required by New York State Law, all bonds issued by the Town are general obligation bonds, backed by the full faith and credit of the Town.

Through sound financial management, effective budgetary controls and manageable debt levels, the Town has been successful in maintaining its high-grade rating for its general obligation bonds. The Town has enjoyed a very favorable bond rating of Aa3.

The State Constitution limits the amount of indebtedness, both long-term and short-term, which the Town may incur. The State Constitution provides that the Town may not contract indebtedness in any amount greater than seven percent of the average full value of taxable real property in the Town for the most recent five years. Certain indebtedness is excluded in ascertaining the Town's authority to contract indebtedness within the constitutional limits; accordingly, debt of this kind, commonly referred to as "excluded debt", may be issued without regard to the constitutional limits and without affecting the Town's authority to issue debt subject to the limit. At December 31, 2009, the Town has used \$95,630,339 or 10% of the constitutional debt limit.

Additional information on the Town's long-term debt can be found in Note 3 of this report.

Requests for Information

This financial report is designed to provide a general overview of the Town of Ramapo, New York's finances for all those with an interest in those finances. Questions and comments concerning any of the information provided in this report should be addressed to Christopher P. St. Lawrence, Director of Finance, Town of Ramapo, 237 Route 59, Suffern, New York 10901.

STATEMENT OF NET ASSETS
DECEMBER 31, 2009

| | Primary Government | Component Unit |
|--|----------------------------|--|
| | Governmental Activities | Ramapo Local Development Corporation |
| ASSETS | | |
| Cash and equivalents | \$ 38,717,734 | \$ 1,271,601 |
| Investments | 65,774 | - |
| Receivables: | | |
| Accounts, net | 3,337,573 | - |
| State and Federal aid | 56,151 | - |
| Due from other governments | 807,050 | - |
| Due from component unit | 3,080,000 | - |
| Prepaid expenses | 91,958 | - |
| Deferred charges | 78,529 | - |
| Capital assets (net of accumulated depreciation): | | |
| Land | 36,462,808 | 10,156,158 |
| Land improvements | 9,638,985 | - |
| Buildings and improvements | 64,461,934 | - |
| Machinery and equipment | 4,992,627 | - |
| Infrastructure | 44,730,246 | - |
| Construction-in-progress | 11,340 | 980,189 |
| Total Assets | 206,532,709 | 12,407,948 |
| LIABILITIES | | |
| Accounts payable | 1,082,863 | 328,855 |
| Accrued liabilities | 3,167,313 | - |
| Retained percentages | 417,376 | - |
| Accrued interest payable | 1,262,699 | - |
| Due to primary government | - | 3,080,000 |
| Bond anticipation notes payable | 23,200,000 | - |
| Deposits payable | 76,847 | - |
| Non-current liabilities: | | |
| Due within one year: | | |
| Bonds payable - Capital construction | 5,955,000 | - |
| Bonds payable - Other | 10,000 | - |
| Compensated absences | 428,643 | - |
| Claims payable | 251,098 | - |
| Landfill closure costs | 99,755 | - |
| Due in more than one year: | | |
| Bonds payable - Capital construction | 89,605,339 | - |
| Bonds payable - Other | 60,000 | - |
| Loans payable | - | 1,912,400 |
| Compensated absences | 3,857,791 | - |
| Claims payable | 1,899,878 | - |
| Landfill closure costs | 1,995,100 | - |
| Other post employment benefit obligations payable | 10,157,413 | - |
| Total Liabilities | 143,527,115 | 5,321,255 |
| NET ASSETS | | |
| Invested in capital assets, net of related debt | 84,094,040 | 6,143,947 |
| Restricted for: | | |
| Recreation | 473,786 | - |
| Debt service | 2,805,169 | - |
| DARE | 34,884 | - |
| General liability claims | 376,307 | - |
| Workers' compensation benefits | 23,892 | - |
| Capital projects | 4,991,879 | - |
| Special Revenue Fund - Special Districts | 2,314,206 | - |
| Unrestricted | (32,108,569) | 942,746 |
| Total Net Assets | \$ 63,005,594 | \$ 7,086,693 |

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

STATEMENT OF ACTIVITIES
 YEAR ENDED DECEMBER 31, 2009

| Functions/Programs | Expenses | Program Revenues | | |
|---|----------------------|-------------------------|--|--|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Primary Government: | | | | |
| Governmental activities: | | | | |
| General government support | \$ 12,602,587 | \$ 2,986,069 | \$ - | \$ 1,974 |
| Public safety | 31,718,263 | 24,900 | 563,762 | - |
| Health | 5,288,070 | 3,710,094 | - | - |
| Transportation | 6,753,799 | 3,169,145 | 164,575 | 26,251 |
| Economic opportunity and development | 7,395,523 | - | - | 11,340 |
| Culture and recreation | 10,390,180 | 4,037,892 | 38,139 | 258,453 |
| Home and community services | 11,095,257 | 1,101,054 | 87,919 | - |
| Interest | 4,180,025 | - | - | 269,125 |
| Total Governmental Activities | <u>\$ 89,423,704</u> | <u>\$ 15,029,154</u> | <u>\$ 854,395</u> | <u>\$ 567,143</u> |
| Component Unit - Ramapo Local Development Corporation | <u>\$ 189,574</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 200,000</u> |

General Revenues:

Real property taxes

Other tax items:

Payments in lieu of taxes

Interest and penalties on real property taxes

Non-property taxes:

Franchise fees

Non-property tax distribution from County

Unrestricted use of money and property

Sale of property and compensation for loss

Unrestricted State aid

Donation of land

Miscellaneous

Gain on Sale of Real Property

Total General Revenues

Change in Net Assets

Net Assets - Beginning

Net Assets - Ending

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

| Net (Expense) Revenue and Changes in Net Assets | |
|---|---|
| Primary Government Governmental Activities | Component Unit Ramapo Local Development Corporation |
| \$ (9,614,544) | \$ - |
| (31,129,601) | - |
| (1,577,976) | - |
| (3,393,828) | - |
| (7,384,183) | - |
| (6,055,696) | - |
| (9,906,284) | - |
| (3,910,900) | - |
| (72,973,012) | - |
| - | 10,426 |
| 53,076,350 | - |
| 1,479,725 | - |
| 196,838 | - |
| 331,212 | - |
| 1,608,811 | - |
| 42,506 | 109 |
| 37,747 | - |
| 1,865,522 | - |
| - | 7,076,158 |
| 161,258 | - |
| 2,280,403 | - |
| 61,080,372 | 7,076,267 |
| (11,892,640) | 7,086,693 |
| 74,898,234 | - |
| \$ 63,005,594 | \$ 7,086,693 |

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2009

| | General | Town Outside Villages | Police | Highway |
|--|--------------|-----------------------------|--------------|--------------|
| ASSETS | | | | |
| Cash and Equivalents | \$ 4,069,910 | \$ 415,315 | \$ 1,468,476 | \$ 875,614 |
| Investments | 3,445 | 1,029 | 2,564 | 765 |
| Receivables: | | | | |
| Accounts, net of allowance for uncollectible amounts | 1,705,749 | 252,299 | 74,231 | 2,941 |
| State and Federal aid | 17,511 | - | 27,300 | - |
| Due from other governments | 284,125 | 158,610 | 190,684 | 173,631 |
| Due from component unit | 3,080,000 | - | - | - |
| Due from other funds | 324,500 | 2,964 | 3,339,113 | 60,456 |
| | 5,411,885 | 413,873 | 3,631,328 | 237,028 |
| Prepaid Expenditures | 5,358 | - | - | - |
| Total Assets | \$ 9,490,598 | \$ 830,217 | \$ 5,102,368 | \$ 1,113,407 |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 292,524 | \$ 262,698 | \$ 129,085 | \$ 147,238 |
| Accrued liabilities | 734,487 | 81,796 | 2,049,379 | 199,727 |
| Retained percentages | - | - | - | - |
| Due to other funds | 3,288,092 | 300,163 | - | 146,735 |
| Deferred revenues | 1,000,000 | - | - | - |
| Bond anticipation notes payable | - | - | - | - |
| Deposits payable | 64,911 | 11,936 | - | - |
| Total Liabilities | 5,380,014 | 656,593 | 2,178,464 | 493,700 |
| Fund Balances: | | | | |
| Reserved for: | | | | |
| Recreation | - | - | - | - |
| Debt service | 799,597 | - | - | - |
| Compensated absences | 178,052 | 22,259 | 1,909,921 | 66,045 |
| Prepaid expenditures | 5,358 | - | - | - |
| Encumbrances | 41,595 | - | 35,655 | 32,540 |
| DARE | - | - | 34,884 | - |
| Unreserved reported in: | | | | |
| General Fund | 3,085,982 | - | - | - |
| Special Revenue Funds | - | 151,365 | 943,444 | 521,122 |
| Debt Service Fund | - | - | - | - |
| Capital Projects Fund | - | - | - | - |
| Total Fund Balances | 4,110,584 | 173,624 | 2,923,904 | 619,707 |
| Total Liabilities and Fund Balances | \$ 9,490,598 | \$ 830,217 | \$ 5,102,368 | \$ 1,113,407 |

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

| Special Districts | Debt Service | Capital Projects | Total Governmental Funds |
|----------------------|---------------------|----------------------|--------------------------------|
| \$ 1,958,920 | \$ 2,106,498 | \$ 25,524,864 | \$ 36,419,597 |
| 1,563 | 34,212 | 20,716 | 64,294 |
| 1,301,753 | - | - | 3,336,973 |
| - | - | 11,340 | 56,151 |
| - | - | - | 807,050 |
| - | - | - | 3,080,000 |
| 3,942 | 89,862 | - | 3,820,837 |
| 1,305,695 | 89,862 | 11,340 | 11,101,011 |
| - | - | - | 5,358 |
| <u>\$ 3,266,178</u> | <u>\$ 2,230,572</u> | <u>\$ 25,556,920</u> | <u>\$ 47,590,260</u> |
| \$ 170,717 | \$ - | \$ 15,459 | \$ 1,017,721 |
| 101,924 | - | - | 3,167,313 |
| - | - | 417,376 | 417,376 |
| 485 | 225,000 | 89,862 | 4,050,337 |
| - | - | - | 1,000,000 |
| - | - | 23,200,000 | 23,200,000 |
| - | - | - | 76,847 |
| 273,126 | 225,000 | 23,722,697 | 32,929,594 |
| - | - | 473,786 | 473,786 |
| - | 1,205,572 | - | 2,005,169 |
| 29,680 | - | - | 2,205,957 |
| - | - | - | 5,358 |
| 20,521 | - | - | 130,311 |
| - | - | - | 34,884 |
| - | - | - | 3,085,982 |
| 2,942,851 | - | - | 4,558,782 |
| - | 800,000 | - | 800,000 |
| - | - | 1,360,437 | 1,360,437 |
| 2,993,052 | 2,005,572 | 1,834,223 | 14,660,666 |
| <u>\$ 3,266,178</u> | <u>\$ 2,230,572</u> | <u>\$ 25,556,920</u> | <u>\$ 47,590,260</u> |

(This page intentionally left blank.)

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

| | |
|---|---------------|
| Fund Balances - Total Governmental Funds | \$ 14,660,666 |
| 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. | 160,297,940 |
| Internal service funds are used by management to charge the costs of workers' compensation, general liability and health benefits to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net assets. | 400,199 |
| Governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. | |
| Deferred charges | 78,529 |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | |
| Payments in lieu of taxes | 1,000,000 |
| Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. | |
| Accrued interest payable | (1,262,699) |
| Bonds payable | (95,630,339) |
| Compensated absences | (4,286,434) |
| Landfill closure costs | (2,094,855) |
| Other post employment benefit obligations payable | (10,157,413) |
| | (113,431,740) |
| Net Assets of Governmental Activities | \$ 63,005,594 |

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

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

| | General | Town Outside Villages | Police | Highway |
|--|---------------|-----------------------------|---------------|--------------|
| REVENUES | | | | |
| Real property taxes | \$ 11,219,892 | \$ 1,576,521 | \$ 28,050,017 | \$ 4,275,208 |
| Other tax items | 613,583 | 1,512 | 61,468 | - |
| Non-property taxes | 742,594 | 1,197,429 | - | - |
| Departmental income | 6,827,116 | 324,726 | 7,164 | - |
| Intergovernmental charges | 162 | 67,279 | 17,736 | 2,331,789 |
| Use of money and property | 219,203 | 92,303 | 135,997 | 12,951 |
| Licenses and permits | 4,904 | 309,679 | - | 16,650 |
| Fines and forfeitures | 902,532 | - | - | - |
| Sale of property and compensation for loss | 37,747 | 74,827 | 4,352 | 31,936 |
| Interfund revenues | 582,939 | - | - | - |
| State aid | 1,422,756 | 464,090 | 59,045 | 157,643 |
| Federal aid | - | - | 13,347 | 6,932 |
| Miscellaneous | 161,258 | 20,683 | 347,153 | 39,011 |
| Total Revenues | 22,734,686 | 4,129,049 | 28,696,279 | 6,872,120 |
| EXPENDITURES | | | | |
| Current: | | | | |
| General government support | 10,200,869 | 17,689 | 142,677 | 305,130 |
| Public safety | 65,796 | - | 28,385,708 | - |
| Health | - | - | - | - |
| Transportation | 122,757 | - | - | 5,396,748 |
| Economic opportunity and development | 319,365 | - | - | - |
| Culture and recreation | 8,136,722 | - | - | - |
| Home and community services | 201,027 | 4,462,307 | - | - |
| Employee benefits | 401,764 | 96,243 | - | 186,767 |
| Debt service: | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Capital outlay | - | - | - | - |
| Total Expenditures | 19,448,300 | 4,576,239 | 28,528,385 | 5,888,645 |
| Excess (Deficiency) of Revenues Over Expenditures | 3,286,386 | (447,190) | 167,894 | 983,475 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Sale of real property | 3,080,000 | - | - | - |
| Transfers in | 2,184,617 | - | - | 200,000 |
| Transfers out | (8,942,085) | (55,839) | (112,813) | (1,237,452) |
| Total Other Financing Sources (Uses) | (3,677,468) | (55,839) | (112,813) | (1,037,452) |
| Net Change in Fund Balances | (391,082) | (503,029) | 55,081 | (53,977) |
| Fund Balances - Beginning of Year | 4,501,666 | 676,653 | 2,868,823 | 673,684 |
| Fund Balances - End of Year | \$ 4,110,584 | \$ 173,624 | \$ 2,923,904 | \$ 619,707 |

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

| Special Districts | Debt Service | Capital Projects | Total Governmental Funds |
|----------------------|---------------------|---------------------|--------------------------------|
| \$ 7,954,712 | \$ - | \$ - | \$ 53,076,350 |
| - | - | - | 676,563 |
| - | - | - | 1,940,023 |
| 3,706,523 | - | 101,500 | 10,967,029 |
| - | - | - | 2,416,966 |
| 31,820 | 269,125 | - | 761,399 |
| - | - | - | 331,233 |
| - | - | - | 902,532 |
| 1,207 | - | - | 150,069 |
| - | - | - | 582,939 |
| - | - | 248,725 | 2,352,259 |
| - | - | 11,340 | 31,619 |
| 13,109 | - | 37,953 | 619,167 |
| <u>11,707,371</u> | <u>269,125</u> | <u>399,518</u> | <u>74,808,148</u> |
| 66,564 | 4,177 | - | 10,737,106 |
| 434,571 | - | - | 28,886,075 |
| 5,155,974 | - | - | 5,155,974 |
| - | - | - | 5,519,505 |
| - | - | - | 319,365 |
| - | - | - | 8,136,722 |
| 4,540,569 | - | - | 9,203,903 |
| - | - | - | 684,774 |
| - | 6,280,000 | - | 6,280,000 |
| - | 4,183,028 | - | 4,183,028 |
| - | - | 22,067,657 | 22,067,657 |
| <u>10,197,678</u> | <u>10,467,205</u> | <u>22,067,657</u> | <u>101,174,109</u> |
| <u>1,509,693</u> | <u>(10,198,080)</u> | <u>(21,668,139)</u> | <u>(26,365,961)</u> |
| - | - | - | 3,080,000 |
| - | 10,489,139 | - | 12,873,756 |
| (1,420,950) | (1,104,617) | - | (12,873,756) |
| <u>(1,420,950)</u> | <u>9,384,522</u> | <u>-</u> | <u>3,080,000</u> |
| 88,743 | (813,558) | (21,668,139) | (23,285,961) |
| 2,904,309 | 2,819,130 | 23,502,362 | 37,946,627 |
| <u>\$ 2,993,052</u> | <u>\$ 2,005,572</u> | <u>\$ 1,834,223</u> | <u>\$ 14,660,666</u> |

(This page intentionally left blank.)

TOWN OF RAMAPO, NEW YORK

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

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

| | |
|--|------------------------|
| Net Change in Fund Balances - Total Governmental Funds | \$ (23,285,961) |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period. This amount is less than the total capital outlay since capital outlay includes amounts that are under the capitalization threshold and, therefore, were not capitalized. | |
| Capital outlay expenditures | 21,750,166 |
| Depreciation expense | (4,550,034) |
| | <u>17,200,132</u> |
| The effect of donations involving capital assets is to decrease net assets | <u>(7,076,158)</u> |
| The effect of sale of real property is to decrease net assets | <u>(799,597)</u> |
| Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. | |
| Principal paid on bonds | 6,280,000 |
| Amortization of issuance costs, loss on refunding bonds and issuance premium | (62,084) |
| | <u>6,217,916</u> |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | |
| Payments in lieu of taxes | <u>1,000,000</u> |
| The net revenue of activities of the Internal Service Funds are reported with governmental activities. | <u>146,233</u> |
| Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. | |
| Accrued interest | 52,687 |
| Compensated absences | (495,885) |
| Landfill closure costs | 100,145 |
| Other post employment benefit obligations | (4,952,152) |
| | <u>(5,295,205)</u> |
| Change in Net Assets of Governmental Activities | <u>\$ (11,892,640)</u> |

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

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

| | General Fund | | | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|---------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Real property taxes | \$ 11,190,532 | \$ 11,190,532 | \$ 11,219,892 | \$ 29,360 |
| Other tax items | 342,305 | 342,305 | 613,583 | 271,278 |
| Non-property taxes | 1,100,000 | 1,100,000 | 742,594 | (357,406) |
| Departmental income | 8,672,423 | 8,672,423 | 6,827,116 | (1,845,307) |
| Intergovernmental charges | - | - | 162 | 162 |
| Use of money and property | 520,000 | 520,000 | 219,203 | (300,797) |
| Licenses and permits | 5,000 | 5,000 | 4,904 | (96) |
| Fines and forfeitures | 1,000,000 | 1,000,000 | 902,532 | (97,468) |
| Sale of property and compensation for loss | - | - | 37,747 | 37,747 |
| Interfund revenues | 750,000 | 750,000 | 582,939 | (167,061) |
| State aid | 3,100,000 | 3,103,868 | 1,422,756 | (1,681,112) |
| Federal aid | - | - | - | - |
| Miscellaneous | 7,000 | 10,256 | 161,258 | 151,002 |
| Total Revenues | 26,687,260 | 26,694,384 | 22,734,686 | (3,959,698) |
| Expenditures - | | | | |
| Current: | | | | |
| General government support | 10,988,616 | 11,219,695 | 10,200,869 | 1,018,826 |
| Public safety | 61,699 | 65,796 | 65,796 | - |
| Health | - | - | - | - |
| Transportation | 126,265 | 126,265 | 122,757 | 3,508 |
| Economic opportunity and development | 318,050 | 321,465 | 319,365 | 2,100 |
| Culture and recreation | 7,526,494 | 8,201,663 | 8,136,722 | 64,941 |
| Home and community services | 132,173 | 201,027 | 201,027 | - |
| Employee benefits | 278,237 | 401,764 | 401,764 | - |
| Total Expenditures | 19,431,534 | 20,537,675 | 19,448,300 | 1,089,375 |
| Excess (Deficiency) of Revenues Over Expenditures | 7,255,726 | 6,156,709 | 3,286,386 | (2,870,323) |
| Other Financing Sources (Uses): | | | | |
| Sale of real property | 800,000 | 800,000 | 3,080,000 | 2,280,000 |
| Transfers in | 904,617 | 904,617 | 2,184,617 | 1,280,000 |
| Transfers out | (9,126,588) | (9,126,588) | (8,942,085) | 184,503 |
| Total Other Financing Uses | (7,421,971) | (7,421,971) | (3,677,468) | 3,744,503 |
| Net Change in Fund Balances | (166,245) | (1,265,262) | (391,082) | 874,180 |
| Fund Balances - Beginning of Year | 166,245 | 1,265,262 | 4,501,666 | 3,236,404 |
| Fund Balances - End of Year | \$ - | \$ - | \$ 4,110,584 | \$ 4,110,584 |

| Town Outside Villages Fund | | | | Police Fund | | | |
|----------------------------|--------------|--------------|--|-----------------|---------------|---------------|--|
| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| \$ 1,570,492 | \$ 1,570,492 | \$ 1,576,521 | \$ 6,029 | \$ 28,003,456 | \$ 28,003,456 | \$ 28,050,017 | \$ 46,561 |
| - | - | - | - | 60,000 | 60,000 | 61,468 | 1,468 |
| 880,000 | 880,000 | 1,197,429 | 317,429 | - | - | - | - |
| 541,400 | 541,400 | 324,726 | (216,674) | - | - | 7,164 | 7,164 |
| 54,400 | 54,400 | 67,279 | 12,879 | - | 17,736 | 17,736 | - |
| 175,000 | 175,000 | 92,303 | (82,697) | 585,000 | 585,000 | 135,997 | (449,003) |
| 800,000 | 800,000 | 309,679 | (490,321) | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 100,000 | 100,000 | 74,827 | (25,173) | - | 211 | 4,352 | 4,141 |
| - | - | - | - | - | - | - | - |
| 450,000 | 450,000 | 464,090 | 14,090 | 20,000 | 63,139 | 59,045 | (4,094) |
| - | - | - | - | - | 13,347 | 13,347 | - |
| 70,000 | 70,000 | 20,683 | (49,317) | 176,000 | 263,535 | 347,153 | 83,618 |
| 4,641,292 | 4,641,292 | 4,127,537 | (513,755) | 28,844,456 | 29,006,424 | 28,696,279 | (310,145) |
| 17,689 | 17,689 | 17,689 | - | 142,677 | 142,677 | 142,677 | - |
| - | - | - | - | 28,651,932 | 28,813,900 | 28,385,708 | 428,192 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 4,588,892 | 4,588,892 | 4,462,307 | 126,585 | - | - | - | - |
| 108,133 | 108,133 | 96,243 | 11,890 | - | - | - | - |
| 4,714,714 | 4,714,714 | 4,576,239 | 138,475 | 28,794,609 | 28,956,577 | 28,528,385 | 428,192 |
| (73,422) | (73,422) | (448,702) | (375,280) | 49,847 | 49,847 | 167,894 | 118,047 |
| - | - | - | - | - | - | - | - |
| (58,089) | (58,089) | (55,839) | 2,250 | (115,063) | (115,063) | (112,813) | 2,250 |
| (58,089) | (58,089) | (55,839) | 2,250 | (115,063) | (115,063) | (112,813) | 2,250 |
| (131,511) | (131,511) | (504,541) | (373,030) | (65,216) | (65,216) | 55,081 | 120,297 |
| 130,000 | 130,000 | 676,653 | 546,653 | 65,216 | 65,216 | 2,868,823 | 2,803,607 |
| \$ (1,511) | \$ (1,511) | \$ 172,112 | \$ 173,623 | \$ - | \$ - | \$ 2,923,904 | \$ 2,923,904 |

(Continued)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL (Continued)
 GENERAL, TOWN OUTSIDE VILLAGES, POLICE, HIGHWAY AND SPECIAL DISTRICTS FUNDS
 YEAR ENDED DECEMBER 31, 2009

| | Highway Fund | | | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|--------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Real property taxes | \$ 4,275,028 | \$ 4,275,028 | \$ 4,275,208 | \$ 180 |
| Other tax items | - | - | - | - |
| Non-property taxes | - | - | - | - |
| Departmental income | - | - | - | - |
| Intergovernmental charges | 2,333,995 | 2,333,995 | 2,331,789 | (2,206) |
| Use of money and property | 50,000 | 50,000 | 12,951 | (37,049) |
| Licenses and permits | 20,000 | 20,000 | 16,650 | (3,350) |
| Fines and forfeitures | - | - | - | - |
| Sale of property and compensation for loss | - | - | 31,936 | 31,936 |
| Interfund revenues | - | - | - | - |
| State aid | 75,000 | 75,000 | 157,643 | 82,643 |
| Federal aid | - | - | 6,932 | 6,932 |
| Miscellaneous | - | - | 39,011 | 39,011 |
| Total Revenues | 6,754,023 | 6,754,023 | 6,872,120 | 118,097 |
| Expenditures - | | | | |
| Current: | | | | |
| General government support | 305,130 | 305,130 | 305,130 | - |
| Public safety | - | - | - | - |
| Health | - | - | - | - |
| Transportation | 5,288,735 | 5,620,901 | 5,396,748 | 224,153 |
| Economic opportunity and development | - | - | - | - |
| Culture and recreation | - | - | - | - |
| Home and community services | - | - | - | - |
| Employee benefits | 211,640 | 211,640 | 186,767 | 24,873 |
| Total Expenditures | 5,805,505 | 6,137,671 | 5,888,645 | 249,026 |
| Excess (Deficiency) of Revenues Over Expenditures | 948,518 | 616,352 | 983,475 | 367,123 |
| Other Financing Sources (Uses): | | | | |
| Sale of real property | - | - | - | - |
| Transfers in | 200,000 | 200,000 | 200,000 | - |
| Transfers out | (1,271,202) | (1,271,202) | (1,237,452) | 33,750 |
| Total Other Financing Uses | (1,071,202) | (1,071,202) | (1,037,452) | 33,750 |
| Net Change in Fund Balances | (122,684) | (454,850) | (53,977) | 400,873 |
| Fund Balances - Beginning of Year | 122,684 | 454,850 | 673,684 | 218,834 |
| Fund Balances - End of Year | \$ - | \$ - | \$ 619,707 | \$ 619,707 |

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

| Special Districts Fund | | | |
|------------------------|-----------------|--------------|---|
| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| \$ 7,908,570 | \$ 7,908,570 | \$ 7,954,712 | \$ 46,142 |
| - | - | - | - |
| 2,435,000 | 2,435,000 | 3,706,523 | 1,271,523 |
| - | - | 31,820 | 31,820 |
| - | - | - | - |
| - | - | - | - |
| - | - | 1,207 | 1,207 |
| - | - | - | - |
| - | - | - | - |
| - | - | 13,109 | 13,109 |
| 10,343,570 | 10,343,570 | 11,707,371 | 1,363,801 |
| 63,386 | 66,564 | 66,564 | - |
| 434,571 | 434,571 | 434,571 | - |
| 5,382,900 | 5,382,900 | 5,155,974 | 226,926 |
| - | - | - | - |
| - | - | - | - |
| 4,321,783 | 4,455,636 | 4,540,569 | (84,933) |
| - | - | - | - |
| 10,202,640 | 10,339,671 | 10,197,678 | 141,993 |
| 140,930 | 3,899 | 1,509,693 | 1,505,794 |
| - | - | - | - |
| (143,201) | (1,420,951) | (1,420,950) | 1 |
| (143,201) | (1,420,951) | (1,420,950) | 1 |
| (2,271) | (1,417,052) | 88,743 | 1,505,795 |
| 2,271 | 1,417,052 | 2,904,309 | 1,487,257 |
| \$ - | \$ - | \$ 2,993,052 | \$ 2,993,052 |

STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
DECEMBER 31, 2009

| | Governmental Activities - Internal Service Funds |
|--------------------------------------|---|
| ASSETS | |
| Cash and Equivalents | \$ 2,298,137 |
| Investments | 1,480 |
| Receivables: | |
| Accounts | 600 |
| Due from other funds | 229,500 |
| | 230,100 |
| Prepaid Expenses | 86,600 |
| Total Assets | 2,616,317 |
| LIABILITIES | |
| Current Liabilities: | |
| Accounts payable | 65,142 |
| Current portion of claims payable | 251,098 |
| Due to other funds | - |
| Total Current Liabilities | 316,240 |
| Non-current Liabilities - | |
| Claims payable, less current portion | 1,899,878 |
| Total Liabilities | 2,216,118 |
| NET ASSETS | |
| Unrestricted | \$ 400,199 |

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

TOWN OF RAMAPO, NEW YORK

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2009

| | Governmental Activities - Internal Service Funds |
|--|---|
| Operating Revenues: | |
| Departmental charges | \$ 1,624,449 |
| Insurance recoveries | 242,039 |
| Total Operating Revenues | <u>1,866,488</u> |
| Operating Expenses: | |
| Insurance | 676,508 |
| Judgments and claims | 187,768 |
| Employee benefits | 880,895 |
| Contractual | 536 |
| Total Operating Expenses | <u>1,745,707</u> |
| Income from Operations | 120,781 |
| Non-Operating Revenues - Interest income | <u>25,452</u> |
| Change in Net Assets | 146,233 |
| Net Assets - Beginning of Year | <u>253,966</u> |
| Net Assets - End of Year | <u>\$ 400,199</u> |

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

STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2009

| | Governmental Activities - Internal Service Funds |
|--|---|
| Cash Flows From Operating Activities: | |
| Cash received from departmental charges and other | \$ 1,266,957 |
| Cash payments to vendors | (536) |
| Cash payments to insurance carriers, claimants and other | (2,019,544) |
| Net Cash Used in Operating Activities | (753,123) |
| Cash Flows From Investing Activities: | |
| Interest income | 25,452 |
| Purchase of investments | (1,480) |
| Sale of investments | 2,409 |
| Net Cash Provided by Investing Activities | 26,381 |
| Net Decrease in Cash and Equivalents | (726,742) |
| Cash and Equivalents - Beginning of Year | 3,026,756 |
| Cash and Equivalents - End of Year | \$ 2,300,014 |
| Reconciliation of Income from Operations to Net Cash Used in Operating Activities: | |
| Income from operations | \$ 120,781 |
| Adjustments to reconcile income from operations to net cash used in operating activities: | |
| Changes in operating assets and liabilities: | |
| Accounts receivable | 42,869 |
| Due from other funds | (47,796) |
| Prepaid expenses | 546,583 |
| Accounts payable | 39,220 |
| Claims payable | (49,740) |
| Due to other funds | (1,405,040) |
| Net Cash Used in Operating Activities | \$ (753,123) |

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

STATEMENT OF ASSETS AND LIABILITIES

FIDUCIARY FUND

DECEMBER 31, 2009

| | <u>Agency</u> |
|------------------------|--------------------------|
| ASSETS | |
| Cash - Demand deposits | \$ 946,293 |
| Investments | 610 |
| Account Receivable | <u>18,047</u> |
| Total Assets | <u><u>\$ 964,950</u></u> |
| LIABILITIES | |
| Accounts Payable | \$ 105,015 |
| Deposits Payable | <u>859,935</u> |
| Total Liabilities | <u><u>\$ 964,950</u></u> |

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

(This page intentionally left blank.)

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009

Note 1 - Summary of Significant Accounting Policies

The Town of Ramapo, New York ("Town") was established in 1791 and operates in accordance with Town Law and the various other applicable laws of the State of New York. The Town Board is the legislative body responsible for overall operation. The Town Supervisor serves as the chief executive and chief financial officer. The Town provides the following services to its residents: public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and general and administrative support.

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

A. Financial Reporting Entity

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

In evaluating how to define the Town, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the Town's reporting entity was made by applying the criteria set forth by GASB, including legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, the following component unit is included in the financial statements because of its operational relationship with the Town.

The Ramapo Local Development Corporation ("Corporation") was formed in 2008, for the purpose of acquiring, constructing, rehabilitating and improving for use by others, facilities in the territory in which its operations are principally conducted and to assist financially in the acquisition, construction, rehabilitation and improvement to such territory. The Corporation is a public benefit corporation organized under the Laws of the State of New York. The Ramapo Town Board shall appoint, pursuant to legislative action, the initial directors of the Corporation. The Directors shall have and exercise all the rights and powers of corporate membership created by the laws of the State of New York, the Certificate of Incorporation, and the By-Laws of the Corporation. Presently, the Town guarantees and is liable for Corporation debt. All operating revenues in excess of the Corporation's cost of operations are retained by the Corporation. The Corporation may also impose a financial burden to the primary government since the Town is obligated to guarantee debt to New York State. Since the Corporation does not provide services entirely or almost entirely to the Town, the Corporation has been reflected as a discretely present component unit.

Complete Financial information for the Corporation can be obtained from:

Ramapo Local Development Corporation
120 Torne Valley Road
P.O. Box 65
Hillburn, NY 10931

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009

Note 1 - Summary of Significant Accounting Policies (Continued)**B. Government-Wide Financial Statements**

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

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

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the Internal Service funds are charges to other funds for services. Operating expenses for the Internal Service funds include the cost of services, administrative expenses and benefit costs. All revenues and expenses not meeting the definition are reported as non-operating revenues and expenses.

C. Fund Financial Statements

The accounts of the Town are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts which comprise its assets, liabilities, fund balances/net assets, revenues and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The Town maintains the minimum number of funds consistent with legal and managerial requirements. The focus of governmental fund financial statements is on major funds as that term is defined in professional pronouncements. Each major fund is to be presented in a separate column, with non-major funds, if any, aggregated and presented in a single column. Proprietary and fiduciary funds are reported by type. The Town has elected to treat each governmental fund as a major fund as prescribed by the provisions of GASB Statement No. 34. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental activities column, a reconciliation is presented on the page following, which briefly explains the adjustments necessary to transform the fund based financial statements into the governmental activities

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2009

Note 1 - Summary of Significant Accounting Policies (Continued)

column of the government-wide presentation. The Town's resources are reflected in the fund financial statements in three broad fund categories, in accordance with generally accepted accounting principles as follows:

Fund Categories

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

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

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

Town Outside Villages Fund - The Town Outside Villages Fund is used to account for transactions which by statute affect only those areas outside the boundaries of the villages located within the Town.

Police Fund - The Police Fund is used to account for police services provided to residents of the Town other than those residing in certain Villages.

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

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

Debt Service Fund - The Debt Service Fund is provided to account for the accumulation of resources to be used for the redemption of principal and interest on long-term debt.

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

- b. Proprietary Funds - Proprietary funds consist of internal service funds. Internal service funds account for operations that provide services to other departments or agencies of the government, or to other governments, on a cost

Note 1 - Summary of Significant Accounting Policies (Continued)

reimbursement basis. The Town has established its Workers' Compensation Benefits Fund and General Liability Claims Fund as internal service funds.

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

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

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

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)**Component Unit**

The component unit is presented on the basis of accounting that most accurately reflects its activities. The component unit is accounted for on the flow of economic resources measurement focus. This measurement focus emphasizes the determination of net income. With this measurement focus, all assets and liabilities (whether current or non-current) associated with the operation of this fund is included on the balance sheet. Operating statements present increases (revenues) and decreases (expenses) in net total assets. The Corporation is accounted for on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded at the time liabilities are incurred. The component unit applies all applicable Financial Accounting Standards Board pronouncements.

E. Assets, Liabilities and Net Assets or Fund Balances**Deposits, Investments and Risk Disclosure**

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

The Town's investment policies are governed by State statutes. The Town has adopted its own written investment policy which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The Town is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions.

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009

Note 1 - Summary of Significant Accounting Policies (Continued)

Investments - The Town participates in a Cooperative Liquid Assets Securities System ("CLASS"), a cooperative investment pool, established pursuant to General Municipal Law that meets the definition of 1 2a7-like pool. In accordance with the provisions of General Municipal Law, Article 3A, CLASS has designated MBIA, Inc. as its registered investment advisor. MBIA, Inc. is registered with the Securities and Exchange Commission ("SEC"), and is subject to all of the rules and regulations of an investment advisor handling public funds. As such, the SEC provides regulatory oversight of CLASS.

The pool is authorized to invest in various securities issued by the United States and its agencies. The amount represents the amortized cost of the cooperative shares and is considered to approximate fair value. The Town's position in the pool is equal to the value of the pool shares. Additional information concerning the cooperative is presented in the annual report of CLASS, which may be obtained from MBIA Municipal Investors Service Corporation, 113 King Street, Armonk, NY 10504.

CLASS is rated AAA/V1+ by Fitch Ratings. Local government investment cooperatives in this rating category meet the highest standards for credit quality, conservative investment policies and safety of principal. The cooperative invests in a high quality portfolio of investments legally permissible for municipalities and school districts in the State.

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

Taxes Receivable - Real property taxes attach as an enforceable lien on real property and are levied on January 1st. The Town collects county, town, police, highway and special districts taxes, which are due January 1st and payable without penalty to January 31st. The Town retains the total amount of town, police, highway and special districts taxes from the total collection and returns the balance plus the uncollected items to the County, which assumes collection responsibility. The Town also acts in a fiduciary capacity for the collection of school districts taxes. These taxes are collected in September and remitted to the school districts as collected. Any unpaid taxes are transferred to the County, which guarantees the balance of the levy to the districts.

Other Receivables - Other receivables include amounts due from other governments and individuals for services provided by the Town. Receivables are recorded and revenues recognized as earned or as specific program expenditures/expenses are incurred. Allowances are recorded when appropriate.

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009

Note 1 - Summary of Significant Accounting Policies (Continued)

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

Deferred Charges - Deferred charges in the government-wide financial statements represent the unamortized portion of the cost of issuance of bonds. The costs are being amortized over the term of the respective bond issue.

Capital Assets - Capital assets, which include property, plant, equipment and infrastructure (e.g., road, bridges, sidewalks and similar items) are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

Land and construction-in-progress are not depreciated. Property, plant, equipment and infrastructure of the Town are depreciated using the straight line method over the following estimated useful lives.

| <u>Class</u> | <u>Life in Years</u> |
|----------------------------|--------------------------|
| Land improvements | 20 |
| Buildings and improvements | 25-50 |
| Machinery and equipment | 5-20 |
| Infrastructure | 20-65 |

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

Unearned/Deferred Revenues - Unearned/deferred revenues arise when assets are recognized before revenue recognition criteria have been satisfied. In government-wide financial

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009

Note 1 - Summary of Significant Accounting Policies (Continued)

statements, unearned revenues consist of amounts received in advance and/or amounts from grants received before the eligibility requirements have been met.

Deferred revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Town has reported deferred revenues of \$1 million for community benefit donations pledged from a not-for-profit corporation. Such amounts have been deemed to be measureable but not "available" pursuant to generally accepted accounting principles.

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

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

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

Net Assets - Net assets represent the difference between assets and liabilities. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net assets on the Statement of Net Assets include, invested in capital assets, net of related debt, restricted for recreation, debt service, DARE, general liability claims, workers compensation benefits, capital projects and special revenue funds. The balance is classified as unrestricted.

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

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009

Note 1 - Summary of Significant Accounting Policies (Continued)**F. Encumbrances**

In governmental funds, encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve applicable appropriations, is generally employed as an extension of formal budgetary integration in the General and Special Revenue funds. Encumbrances outstanding at year-end are reported as reservations of fund balance since they do not constitute expenditures or liabilities.

G. Use of Estimates

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

H. Subsequent Events Evaluation by Management

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

Note 2 - Stewardship, Compliance and Accountability**A. Budgetary Data**

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

- a) Between the 5th and the 10th of October, the Town Board shall prepare and approve a preliminary budget. The preliminary budget includes the estimated revenues and expenditures for the ensuing fiscal year.
- b) Immediately after the preliminary budget has been prepared and approved, the Town Board shall file the original copy with the Town Clerk where it shall be available for inspection by the public. In addition, the Town Board shall adopt a resolution specifying the time and place of a public hearing, which shall be held on or before December 10th.
- c) At the public hearing, taxpayers may comment on the preliminary budget.
- d) Within five days after the hearing, the Town Board shall adopt the preliminary budget as originally compiled or it may, by a majority vote, diminish or reject certain items contained therein as prescribed by law.
- e) Formal budgetary integration is employed during the year as a management control device for General, Town Outside Villages, Police, Highway, Special Districts and Debt Service funds.

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009

Note 2 - Stewardship, Compliance and Accountability (Continued)

- f) Budgets for General, Town Outside Villages, Police, Highway, Special Districts and Debt Service funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. Annual budgets are not adopted for the Proprietary Funds.
- g) The Town Board has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Town Board. Any modification to appropriations resulting from an increase in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.
- h) Appropriations in General, Town Outside Villages, Police, Highway, Special Districts and Debt Service funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

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

B. Property Tax Limitation

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

C. Fund Deficit

The following fund reflected deficits at December 31, 2009:

| | |
|-------------------------------------|--------|
| Special Districts Fund: | |
| Park Crest Fire Protection District | \$ 480 |
| Consolidated Water District | 31,859 |

D. Expenditures in Excess of Budget

The following capital projects exceeded their budgetary authorization by the amounts indicated creating deficits in like amounts as of December 31, 2009:

| | |
|--|-----------|
| Computer System | \$ 17,175 |
| Waste Management Building Improvements | 2,838 |
| Burgess Meredith Property | 10,000 |

The following functional expenditure category of the Consolidated Water District exceeded its budgetary authorization by the amount indicated:

| | |
|-----------------------------|-----------|
| Home and Community Services | \$ 84,933 |
|-----------------------------|-----------|

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2009

Note 2 - Stewardship, Compliance and Accountability (Continued)

E. Capital Projects Fund Deficit

The deficit in individual capital projects arises in-part because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance construction of capital projects are not recognized as an "other financing source". Liabilities for bond anticipation notes are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed or converted to permanent financing. These deficits will be reduced and eliminated as the bond anticipation notes are redeemed from interfund transfers from other governmental funds or are converted to permanent financing. Other deficits, where no bond anticipation notes were issued or outstanding to the extent of the project deficit, arise because of expenditures exceeding current financing on the projects. These deficits will be eliminated with the subsequent receipt or issuance of authorized financing.

Note 3 - Detailed Notes on All Funds

A. Due From/To Other Funds

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

| <u>Fund</u> | <u>Due From</u> | <u>Due To</u> |
|--------------------------------|---------------------|---------------------|
| General | \$ 324,500 | \$ 3,288,092 |
| Town Outside Villages | 2,964 | 300,163 |
| Police | 3,339,113 | - |
| Highway | 60,456 | 146,735 |
| Special Districts | 3,942 | 485 |
| Debt Service | 89,862 | 225,000 |
| Capital Projects | - | 89,862 |
| Workers' Compensation Benefits | 229,500 | - |
| | <u>\$ 4,050,337</u> | <u>\$ 4,050,337</u> |

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

B. Due From Component Unit

Due from component unit of \$3,080,000 as of December 31, 2009 represents amounts due from the Corporation for the sale of land.

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009

Note 3 - Detailed Notes on All Funds (Continued)

C. Capital Assets

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

| Class | Balance January 1, 2009 | Additions | Deletions | Balance December 31, 2009 |
|---|-------------------------------|----------------------|---------------------|---------------------------------|
| Capital Assets, not being depreciated: | | | | |
| Land | \$ 30,513,844 | \$ 13,224,719 | \$ 7,275,755 | \$ 36,462,808 |
| Construction-in-progress | - | 11,340 | - | 11,340 |
| Total Capital Assets, not being depreciated | <u>\$ 30,513,844</u> | <u>\$ 13,236,059</u> | <u>\$ 7,275,755</u> | <u>\$ 36,474,148</u> |
| Capital Assets, being depreciated: | | | | |
| Land Improvements | \$ 12,511,833 | \$ 930,699 | \$ - | \$ 13,442,532 |
| Buildings and Improvements | 82,915,868 | 1,420,398 | 600,000 | 83,736,266 |
| Machinery and Equipment | 11,730,433 | 1,524,547 | 183,058 | 13,071,922 |
| Infrastructure | 48,177,337 | 4,638,463 | - | 52,815,800 |
| Total Capital Assets, being depreciated | <u>155,335,471</u> | <u>8,514,107</u> | <u>783,058</u> | <u>163,066,520</u> |
| Less Accumulated Depreciation for: | | | | |
| Land Improvements | 3,112,905 | 690,642 | - | 3,803,547 |
| Buildings and Improvements | 17,599,307 | 1,675,025 | - | 19,274,332 |
| Machinery and Equipment | 7,369,406 | 892,947 | 183,058 | 8,079,295 |
| Infrastructure | 6,794,134 | 1,291,420 | - | 8,085,554 |
| Total Accumulated Depreciation | <u>34,875,752</u> | <u>4,550,034</u> | <u>183,058</u> | <u>39,242,728</u> |
| Total Capital Assets, being depreciated, net | <u>\$ 120,459,719</u> | <u>\$ 3,964,073</u> | <u>\$ 600,000</u> | <u>\$ 123,823,792</u> |
| Capital Assets, net | <u>\$ 150,973,563</u> | <u>\$ 17,200,132</u> | <u>\$ 7,875,755</u> | <u>\$ 160,297,940</u> |

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

Governmental Activities:

| | |
|-----------------------------|------------------|
| General Government Support | \$ 389,886 |
| Public Safety | 262,295 |
| Transportation | 830,676 |
| Culture and Recreation | 1,625,542 |
| Home and Community Services | <u>1,441,635</u> |

Total Depreciation Expense \$ 4,550,034

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

Charges in the component unit's capital assets are as follows:

| Class | Balance January 1, 2009 | Additions | Balance December 31, 2009 |
|--|-------------------------------|----------------------|---------------------------------|
| Capital Assets, not being depreciated: | | | |
| Land | \$ - | \$ 10,156,158 | \$ 10,156,158 |
| Construction-in-Progress | - | 980,189 | 980,189 |
| | <u>\$ -</u> | <u>\$ 11,136,347</u> | <u>\$ 11,136,347</u> |

D. Accrued Liabilities

Accrued liabilities at December 31, 2009 were as follows:

| | Fund | | | | |
|----------------------------------|-------------------|-----------------------------|---------------------|-------------------|----------------------|
| | General | Town Outside Villages | Police | Highway | Special Districts |
| Payroll and Employee Benefits | <u>\$ 734,487</u> | <u>\$ 81,796</u> | <u>\$ 2,049,379</u> | <u>\$ 199,727</u> | <u>\$ 101,924</u> |
| | | | | | <u>\$ 3,167,313</u> |

E. Short-Term Capital Borrowings

The schedule below details the changes in short-term capital borrowings:

| Purpose | Original Issue Date | Maturity Date | Interest Rate | Balance January 1, 2009 | New Issues | Redemptions | Balance December 31, 2009 |
|----------------------------------|---------------------------|------------------|------------------|-------------------------------|----------------------|-------------|---------------------------------|
| Bond Anticipation Notes Payable: | | | | | | | |
| Road Resurfacing | 2009 | 2010 | 3.25 % | \$ - | \$ 3,200,000 | \$ - | \$ 3,200,000 |
| Road Resurfacing | 2009 | 2010 | 1.50 | - | 5,000,000 | - | 5,000,000 |
| Economic Development Projects | 2009 | 2010 | 2.00 | - | 15,000,000 | - | 15,000,000 |
| | | | | <u>\$ -</u> | <u>\$ 23,200,000</u> | <u>\$ -</u> | <u>\$ 23,200,000</u> |

Liabilities for bond anticipation notes are generally accounted for in the Capital Projects Fund. Bond anticipation notes issued for judgments or settled claims are recorded in the fund paying the claim. Principal payments on bond anticipation notes must be made annually. State law requires that bond anticipation notes issued for capital purposes or judgments be converted to long-term obligations generally within five years after the original issue date. However, bond

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2009

Note 3 - Detailed Notes on All Funds (Continued)

anticipation notes issued for assessable improvement projects may be renewed for periods equivalent to the maximum life of the permanent financing, provided that stipulated annual reductions of principal are made.

F. Pension Plans

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

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

| | <u>Tier/Plan</u> | <u>Rate</u> |
|------|------------------|-------------|
| ERS | 1 75I | 9.3% |
| | 2 75I | 8.6 |
| | 3 A14 | 7.0 |
| | 4 A15 | 7.0 |
| PFRS | 1 375I | 10.3 |
| | 2 384D/3029D | 18.7 |
| | 2 384D | 13.8 |

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

| | <u>ERS</u> | <u>PFRS</u> |
|------|--------------|--------------|
| 2009 | \$ 1,132,294 | \$ 2,255,269 |
| 2008 | 1,172,500 | 2,309,331 |
| 2007 | 1,282,633 | 1,747,258 |

These contributions were equal to 100% of the actuarially required contribution for each respective fiscal year.

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

The current ERS and PFRS contributions for the Town were charged to various functional categories within the funds identified below.

| <u>Fund</u> | <u>ERS</u> | <u>PFRS</u> |
|-----------------------|---------------------|---------------------|
| General | \$ 636,630 | \$ - |
| Town Outside Villages | 84,056 | - |
| Police | 124,827 | 2,255,269 |
| Highway | 197,780 | - |
| Special Districts | 89,001 | - |
| | <u>\$ 1,132,294</u> | <u>\$ 2,255,269</u> |

The Ramapo Local Development Corporation does not participate in any benefit pension plans.

G. Long-Term Liabilities

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

| | <u>Balance January 1, 2009</u> | <u>New Issues/ Additions</u> | <u>Maturities and/or Payments</u> | <u>Balance December 31, 2009</u> | <u>Due Within One Year</u> |
|---|--|----------------------------------|---|--|--------------------------------|
| Bonds Payable | \$ 102,225,000 | \$ - | \$ 6,280,000 | \$ 95,945,000 | \$ 5,965,000 |
| Less: Deferred Amounts on Refunding | <u>(364,345)</u> | <u>-</u> | <u>(49,684)</u> | <u>(314,661)</u> | <u>-</u> |
| | <u>101,860,655</u> | <u>-</u> | <u>6,230,316</u> | <u>95,630,339</u> | <u>5,965,000</u> |
| Other Non-Current Liabilities: | | | | | |
| Compensated Absences | 3,790,549 | 874,940 | 379,055 | 4,286,434 | 428,643 |
| Claims Payable | 2,200,716 | 1,068,663 | 1,118,403 | 2,150,976 | 251,098 |
| Landfill Closure Costs | 2,195,000 | - | 100,145 | 2,094,855 | 99,755 |
| Other Post Employment Benefit Obligations Payable | <u>5,205,261</u> | <u>8,002,622</u> | <u>3,050,470</u> | <u>10,157,413</u> | <u>-</u> |
| Total Other Non-Current Liabilities | <u>13,391,526</u> | <u>1,943,603</u> | <u>1,597,603</u> | <u>8,532,265</u> | <u>779,496</u> |
| Long-Term Liabilities | <u>\$ 115,252,181</u> | <u>\$ 1,943,603</u> | <u>\$ 7,827,919</u> | <u>\$ 104,162,604</u> | <u>\$ 6,744,496</u> |
| Component Unit - Ramapo Local Development Corporation Loans Payable | <u>\$ -</u> | <u>\$ 1,912,400</u> | <u>\$ -</u> | <u>\$ 1,912,400</u> | <u>\$ -</u> |

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2009

Note 3 - Detailed Notes on All Funds (Continued)

Each governmental fund's liability for compensated absences, claims payable, landfill closure costs and other post employment benefit obligations is liquidated by the respective fund. The Town's indebtedness for bonds is satisfied by the Debt Service Fund, which is funded by the General and Special Revenue funds.

Bonds Payable

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

| Purpose | Year of Issue | Original Issue Amount | Final Maturity | Interest Rates | Amount Outstanding at December 31, 2009 |
|---------------------|---------------|-----------------------|-----------------|-----------------|---|
| Public Improvements | 1998 | \$ 4,950,000 | December, 2015 | 4.200 - 4.250 % | \$ 2,250,000 |
| Public Improvements | 2001 | 4,060,000 | August, 2016 | 4.375 - 4.400 | 2,355,000 |
| Landfill Closure | 2001 | 881,784 | May, 2012 | 2.620 - 4.840 | 265,000 |
| Refunding Bond | 2002 | 1,710,000 | October, 2012 | 3.250 - 4.000 | 365,000 |
| Public Improvements | 2002 | 1,190,000 | June, 2017 | 3.750 - 4.250 | 780,000 |
| Public Improvements | 2002 | 3,770,000 | July, 2016 | 4.000 - 4.250 | 2,295,000 |
| Public Improvements | 2003 | 8,769,500 | July, 2017 | 3.400 - 3.450 | 5,575,000 |
| Refunding Bond | 2004 | 7,995,000 | July, 2015 | 2.250 - 4.000 | 4,820,000 |
| Acquisition of Land | 2004 | 8,200,000 | March, 2034 | 4.125 - 4.500 | 7,080,000 |
| Public Improvements | 2004 | 4,635,000 | March, 2019 | 4.000 - 4.125 | 3,365,000 |
| Refunding Bond | 2005 | 1,960,000 | May, 2011 | 2.150 | 820,000 |
| Retirement Costs | 2005 | 108,000 | May, 2015 | 5.900 - 6.000 | 70,000 |
| Public Improvements | 2005 | 551,145 | October, 2034 | 2.539 - 4.129 | 400,000 |
| Public Improvements | 2005 | 13,297,200 | May, 2034 | 4.125 - 4.300 | 11,485,000 |
| Public Improvements | 2005 | 605,344 | May, 2034 | 2.304 - 4.569 | 530,000 |
| Public Improvements | 2006 | 10,000,000 | May, 2036 | 4.375 - 4.500 | 9,650,000 |
| Public Improvements | 2006 | 12,050,000 | August, 2021 | 3.750 - 4.000 | 10,160,000 |
| Public Improvements | 2008 | 19,985,000 | September, 2030 | 4.000 - 4.500 | 19,420,000 |
| Acquisition of Land | 2008 | 15,000,000 | September, 2023 | 4.500 - 5.625 | 14,260,000 |
| | | | | | <u>\$ 95,945,000</u> |

Interest expenditures of \$4,183,028 were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$4,180,025 was recorded in the government-wide financial statements.

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

The annual requirements to amortize all bonded debt outstanding as of December 31, 2009 including interest payments of \$39,513,298 are as follows:

| <u>Year Ending December 31,</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------------------------------|----------------------|----------------------|-----------------------|
| 2010 | \$ 5,965,000 | \$ 4,042,633 | \$ 10,007,633 |
| 2011 | 6,165,000 | 3,812,891 | 9,977,891 |
| 2012 | 6,405,000 | 3,572,972 | 9,977,972 |
| 2013 | 6,165,000 | 3,326,906 | 9,491,906 |
| 2014 | 6,415,000 | 3,075,010 | 9,490,010 |
| 2015-2019 | 27,015,000 | 11,536,291 | 38,551,291 |
| 2020-2024 | 19,175,000 | 6,374,665 | 25,549,665 |
| 2025-2029 | 11,685,000 | 2,885,718 | 14,570,718 |
| 2030-2034 | 5,765,000 | 831,987 | 6,596,987 |
| 2035-2036 | 1,190,000 | 54,225 | 1,244,225 |
| | <u>\$ 95,945,000</u> | <u>\$ 39,513,298</u> | <u>\$ 135,458,298</u> |

The above general obligation bonds are direct obligations of the Town for which its full faith and credit are pledged and are payable from taxes levied on all taxable real property within the Town.

Compensated Absences

Police officers, upon separation of employment, are entitled to compensation for unused vacation leave and compensatory time. Unused holidays up to a maximum of seven days may be paid at the current salary level or added to accumulated vacation leave. Civil service employees may also accumulate vacation time. Upon retirement, these employees are compensated for unused vacation leave to a maximum of 30 days. Civil service employees are entitled to accumulate compensatory time up to 80 hours. Civil service employees may be compensated for unused sick leave upon retirement. These employees may receive payment for unused sick leave accumulated in excess of 165 days to a maximum of 30 days. In addition, any unused personal days are credited to accumulated unused sick leave at the end of the fiscal year. Police officers may accumulate an unlimited amount of sick days; however, there is no compensation for unused sick leave upon separation of service. The value of compensated absences has been reflected in the government-wide financial statements.

Claims Payable

The Internal Service funds reflect workers' compensation and general liability claim liabilities which are based upon estimates of the ultimate cost of claims (including future claim adjustment expenses) that have been reported, but not settled, and of claims that have been incurred but not reported. The length of time for which such costs must be estimated varies depending on the coverage involved. Because actual claim costs depend on such complex factors as inflation, changes in doctrines of legal liability and damage awards, the process used in computing claim liabilities does not necessarily result in an exact amount. Claim liabilities are

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

recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency and other economic and social factors. A provision for inflation in the calculation of estimated future claims costs is implicit in the calculation because reliance is placed both on actual historical data that reflects past inflation and other factors that are considered to be appropriate modifiers of past experience.

An analysis of the activity of unpaid claim liabilities in the Internal Service funds is as follows:

| | Year Ended December 31, 2009 | | |
|--|--------------------------------------|--------------------------------|--|
| | Workers' Compensation Benefits | General Liability Claims | |
| Balance - Beginning of Year | \$ 2,187,532 | \$ 13,184 | |
| Provision for Claims and Claims Adjustment Expenses | 880,895 | 187,768 | |
| Claims and Claims Adjustment Expenses Paid | (957,451) | (160,952) | |
| Balance - End of Year | <u>\$ 2,110,976</u> | <u>\$ 40,000</u> | |
| Due Within One Year | <u>\$ 211,098</u> | <u>\$ 40,000</u> | |

| | Year Ended December 31, 2008 | | |
|--|--------------------------------------|--------------------------------|--------------------|
| | Workers' Compensation Benefits | General Liability Claims | Health Benefits |
| Balance - Beginning of Year | \$ 2,304,150 | \$ 10,619 | \$ 760,922 |
| Provision for Claims and Claims Adjustment Expenses | 667,287 | 71,867 | 7,935,079 |
| Claims and Claims Adjustment Expenses Paid | (783,905) | (69,302) | (8,696,001) |
| Balance - End of Year | <u>\$ 2,187,532</u> | <u>\$ 13,184</u> | <u>\$ -</u> |
| Due Within One Year | <u>\$ 218,753</u> | <u>\$ 13,184</u> | <u>\$ -</u> |

Landfill Closure Costs

State and Federal laws and regulations require the Town to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The amount reported as a landfill closure costs liability at December 31, 2009 represents an estimated amount based on 100% use of the

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009

Note 3 - Detailed Notes on All Funds (Continued)

landfill capacity less the actual expenditures to date of \$20,904,562. These expenditures have been charged to the Capital Projects Fund, which has a total project budget of \$30,370,858. Actual costs may be higher due to inflation, changes in technology or changes in regulations. The liability for landfill closure costs has been reflected in the government-wide financial statements.

Other Post Employment Benefit Obligations Payable

In addition to providing pension benefits, the Town provides certain health care benefits for retired employees through a single employer defined benefit plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Town may vary according to length of service. The cost of providing post-employment health care benefits is shared between the Town and the retired employee. Substantially all of the Town's employees may become eligible for those benefits if they reach normal retirement age while working for the Town. The cost of retiree health care benefits is recognized as an expense/expenditure as claims are paid. The Town has recognized revenues and expenditures of \$115,690 for Medicare Part D payments made directly to its health insurance carrier on behalf of its retirees.

The Town's annual other post employment benefit ("OPEB") cost (expense) is calculated based on the annual required contribution, ("ARC"), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. GASB Statement No. 45 establishes standards for the measurement, recognition and display of the expenses and liabilities for retirees' medical insurance. As a result, reporting of expenses and liabilities will no longer be done under the "pay-as-you-go" approach. Instead of expensing the current year premiums paid, a per capita claims cost will be determined, which will be used to determine a "normal cost", an "actuarial accrued liability", and ultimately the ARC. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years.

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

The Town is required to accrue on the government-wide financial statements the amounts necessary to finance the plan as actuarially determined, which is equal to the balance not paid by plan members. Funding for the Plan has been established on a pay-as-you-go basis. The assumed increase in postretirement benefits are as follows:

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

| <u>Year Ended December 31,</u> | <u>Medical Rates</u> | <u>Prescription Rates</u> | <u>Dental and Vision Rates</u> |
|------------------------------------|--------------------------|-------------------------------|--|
| 2009 | 8.00 % | 9.00 % | 5.00 % |
| 2010 | 7.00 | 8.00 | 5.00 |
| 2011 | 6.00 | 7.00 | 5.00 |
| 2012 | 5.00 | 6.00 | 5.00 |
| 2013+ | 5.00 | 5.00 | 5.00 |

The amortization basis is the level percentage of payroll method with an open amortization approach with 28 years remaining in the amortization period. The actuarial assumptions included a 4.5% investment rate of return, a 2.5% inflation rate and a 2.5% annual payroll growth rate. The Town currently has no assets set aside for the purpose of paying post employment benefits. The actuarial cost method utilized was the unit credit method.

The number of participants as of December 31, 2009 was as follows:

| | |
|-------------------|------------|
| Active Employees | 334 |
| Retired Employees | <u>187</u> |
| Total | <u>521</u> |

Amortization Component:

| | |
|---|----------------------|
| Actuarial Accrued Liability as of January 1, 2009 | \$ 90,435,759 |
| Assets at Market Value | - |
| Unfunded Actuarial Accrued Liability ("UAAL") | <u>\$ 90,435,759</u> |
| Funded Ratio | <u>0.00%</u> |
| Covered Payroll (Active plan members) | <u>\$ 41,359,259</u> |
| UAAL as a Percentage of Covered Payroll | <u>218.66%</u> |
| Annual Required Contribution | \$ 8,006,630 |
| Interest on Net OPEB Obligation | 221,224 |
| Adjustment to Annual Required Contribution | <u>(225,232)</u> |
| Annual OPEB Cost | 8,002,622 |
| Contributions Made | <u>(3,050,470)</u> |
| Increase in Net OPEB Obligation | 4,952,152 |
| Net OPEB Obligation - Beginning of Year | <u>5,205,261</u> |
| Net OPEB Obligation - End of Year | <u>\$ 10,157,413</u> |

NOTES TO FINANCIAL STATEMENTS (Continued)
 DECEMBER 31, 2009

Note 3 - Detailed Notes on All Funds (Continued)

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

| Fiscal Year Ended December 31, | Annual OPEB Cost | Percentage of Annual OPEB Cost Contributed | Net OPEB Obligation |
|--------------------------------------|---------------------|---|---------------------------|
| 2009 | \$ 8,002,622 | 38.10 % | \$ 10,157,413 |
| 2008 | 7,819,044 | 33.43 | 5,205,261 |

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

H. Revenues and Expenditures

Interfund Transfers

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

| Transfers Out | Transfers in | | | Total |
|-------------------------------|---------------------|-------------------|----------------------|----------------------|
| | General Fund | Highway Fund | Debt Service Fund | |
| General Fund | \$ - | \$ - | \$ 8,942,085 | \$ 8,942,085 |
| Town Outside Villages Fund | - | - | 55,839 | 55,839 |
| Police Fund | - | - | 112,813 | 112,813 |
| Highway Fund | - | - | 1,237,452 | 1,237,452 |
| Special Districts Fund | 1,280,000 | - | 140,950 | 1,420,950 |
| Debt Service Fund | 904,617 | 200,000 | - | 1,104,617 |
| | <u>\$ 2,184,617</u> | <u>\$ 200,000</u> | <u>\$ 10,489,139</u> | <u>\$ 12,873,756</u> |

Transfers are used to 1) move funds from the fund with collection authorization to the Debt Service Fund as debt service principal and interest payments become due, 2) move amounts earmarked in the Debt Service Fund to the General Fund and Highway Fund to offset the costs of principle and interest on bonds and (3) move amounts earmarked in operating funds to other funds for related purposes.

I. Net Assets

The components of net assets are detailed below:

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

NOTES TO FINANCIAL STATEMENTS (Continued)
DECEMBER 31, 2009

Note 3 - Detailed Notes on All Funds (Continued)

Restricted for Recreation - the component of net assets that has been established pursuant to New York State Law. This amount represents funds received by the Town in lieu of parklands as a condition precedent to the approval of a parcel by the Planning Board.

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

Restricted for DARE - the component of net assets that has been established pursuant to State authorization for unexpended gifts and donations restricted to use for the Town's drug awareness program.

Restricted for General Liability Claims - the component of net assets that has been established to set aside funds to be used for a specific purpose in accordance with Section 6n of General Municipal Law.

Restricted for Workers' Compensation Benefits - the component of net assets that has been established to set aside funds to be used for a specific purpose in accordance with Section 6-j of the General Municipal Law of the State of New York.

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

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

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

J. Fund Balances

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

Reserved

The Reserve for Compensated Absences represents funds set aside for the payment of accumulated vacation and sick leave in accordance with various collective bargaining agreements and General Municipal Law.

The Reserve for Prepaid Expenditures has been established to account for employee retirement and other payments made in advance. The reserve indicates that these funds are not "available" for appropriation or expenditure even though they are a component of current assets.

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

Encumbrances outstanding have been reserved as it is the Town's intention to honor the contracts in process at year-end. The subsequent year's appropriations will be amended to provide authority to complete the transactions.

Unreserved - Designated

Designations of fund balance are not legally required segregations but represent intended use for a specific purpose. The Town's designations are detailed below.

| | Fund | | Total |
|---|-------------------|-------------------|---------------------|
| | Debt Service | Capital Projects | |
| Designated for Subsequent Year's Expenditures | \$ 800,000 | \$ - | \$ 800,000 |
| Designated for Beautification | - | 351,290 | 351,290 |
| | <u>\$ 800,000</u> | <u>\$ 351,290</u> | <u>\$ 1,151,290</u> |

Designated for Subsequent Year's Expenditures - Designation of fund balance are not legally required segregations but represent intended use for a specific purpose. The Town has designated that the above amounts be appropriate for the ensuing year's budget.

Designated for Beautification - This designation represents a segregation of the fund balance in accordance with a Town Board resolution to be used for future Town beautification projects.

Note 4 - Summary Disclosure of Significant Contingencies**A. Litigation**

The Town is involved in litigation involving cost recovery efforts being pursued by the State of New York for costs expended by the State on the investigation and cleanup of the Clarkstown landfill. The State is looking to recover a portion of its costs from approximately thirty six of the potentially responsible parties that it knows used the Clarkstown landfill for waste disposal between 1960-1990. The Town is committed to pursuing efforts to settle on terms that fairly reflect its responsibility. During the current year, the Town has been presented with a reduced settlement amount and an offer to pay this settlement over a 3 year period. Initially, the demand was \$370,000 based on a volumetric allocation of \$7 per ton. This has now been reduced to \$2 per ton. Attorneys for the Town are analyzing this revised demand and will advise the Town shortly. They are still investigating the extent of that liability and therefore, a projection of the potential liability cannot be determined.

The Town, in common with other municipalities, receives numerous notices of claims for money damages arising from false arrest, property damage or personal injury. There are numerous claims pending against the Town. The Town's claims administrator has reviewed the status of the cases and has determined the Town's exposure and it has been recorded in the Internal Service Fund - General Liability Claims Fund (see Risk Management below).

NOTES TO FINANCIAL STATEMENTS (Concluded)
DECEMBER 31, 2009

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

The Town is a defendant in numerous tax certiorari proceedings, the results of which generally require tax refunds on the part of the Town. Refunds of this nature are normally not made directly by the Town but rather by the County with the refunds being added to the County tax warrant for the Town in the subsequent year. The amount of possible refunds cannot be determined at the present time. Any payments resulting from adverse decisions will be funded in the year the payment is made.

B. Risk Management

The Town is exposed to various risks of loss related to property damage, automobile incidents, general liability and workers' compensation. These risks along with medical claims for employees are provided for through a risk retention program or through a limited conventional risk transfer.

The property and general liability claims are accounted for in a separate fund as required by Section 6n of General Municipal Law. The Town's retention level for 2009 was \$50,000 for liability claims and \$5,000 for property damage, with a \$5,000 deductible for auto physical damage. The coverage for general liability is \$2 million. An excess liability policy provides an additional \$20 million of coverage.

The Town began retaining risk for workers' compensation on January 1, 1993. At that time, the Town also assumed its liability for all outstanding losses from the Rockland County Consortium with which it had been previously insured. The Town purchases excess workers' compensation insurance of \$2 million. The Town's retention level for 2009 was \$600,000.

C. Contingencies

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

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

| Fiscal Year Ended December 31, | Actuarial | | Unfunded Actuarial Accrued Liability | Funded Ratio | Covered Payroll | Unfunded Liability as a Percentage of Covered Payroll |
|--------------------------------------|--------------------|----------------------|---|-----------------|--------------------|---|
| | Value of Assets | Accrued Liability | | | | |
| 2008 | \$ - | \$ 90,435,759 | \$ 90,435,759 | - % | \$ 41,359,259 | 218.66 % |
| 2009 | - | 88,229,997 | 88,229,997 | - | 40,350,497 | 218.66 |

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

(This page intentionally left blank.)

TOWN OF RAMAPO, NEW YORK

GENERAL FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2009 AND 2008

| | 2009 | 2008 |
|---|---------------------|---------------------|
| <u>ASSETS</u> | | |
| Cash: | | |
| Demand deposits | \$ 4,064,260 | \$ 652,507 |
| Petty cash | 5,650 | 5,650 |
| | <u>4,069,910</u> | <u>658,157</u> |
| Investments | <u>3,445</u> | <u>3,436</u> |
| Receivables: | | |
| Accounts | 1,705,749 | 950,313 |
| State and Federal aid | 17,511 | 23,462 |
| Due from other governments | 284,125 | 294,532 |
| Due from component unit | 3,080,000 | - |
| Due from other funds | 324,500 | 2,990,016 |
| | <u>5,411,885</u> | <u>4,258,323</u> |
| Prepaid Expenditures | <u>5,358</u> | <u>164,327</u> |
| Total Assets | <u>\$ 9,490,598</u> | <u>\$ 5,084,243</u> |
| <u>LIABILITIES AND FUND BALANCE</u> | | |
| Liabilities: | | |
| Accounts payable | \$ 292,524 | \$ 274,970 |
| Accrued liabilities | 734,487 | 250,984 |
| Due to other funds | 3,288,092 | 3,510 |
| Due to other governments | - | 6,421 |
| Deposits payable | 64,911 | 44,395 |
| Deferred revenues | 1,000,000 | 2,297 |
| Total Liabilities | <u>5,380,014</u> | <u>582,577</u> |
| Fund Balance: | | |
| Reserved for compensated absences | 178,052 | 178,052 |
| Reserved for prepaid expenditures | 5,358 | 164,327 |
| Reserved for encumbrances | 41,595 | 56,245 |
| Reserved for debt service | 799,597 | - |
| Unreserved: | | |
| Designated for subsequent year's expenditures | - | 110,000 |
| Designated for medical claims | - | 80,000 |
| Undesignated | 3,085,982 | 3,913,042 |
| Total Fund Balance | <u>4,110,584</u> | <u>4,501,666</u> |
| Total Liabilities and Fund Balance | <u>\$ 9,490,598</u> | <u>\$ 5,084,243</u> |

GENERAL FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | | | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|---------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Real property taxes | \$ 11,190,532 | \$ 11,190,532 | \$ 11,219,892 | \$ 29,360 |
| Other tax items | 342,305 | 342,305 | 613,583 | 271,278 |
| Non-property taxes | 1,100,000 | 1,100,000 | 742,594 | (357,406) |
| Departmental income | 8,672,423 | 8,672,423 | 6,827,116 | (1,845,307) |
| Intergovernmental charges | - | - | 162 | 162 |
| Use of money and property | 520,000 | 520,000 | 219,203 | (300,797) |
| Licenses and permits | 5,000 | 5,000 | 4,904 | (96) |
| Fines and forfeitures | 1,000,000 | 1,000,000 | 902,532 | (97,468) |
| Sale of property and comp- ensation for loss | - | - | 37,747 | 37,747 |
| Interfund revenues | 750,000 | 750,000 | 582,939 | (167,061) |
| State aid | 3,100,000 | 3,103,868 | 1,422,756 | (1,681,112) |
| Miscellaneous | 7,000 | 10,256 | 161,258 | 151,002 |
| Total Revenues | 26,687,260 | 26,694,384 | 22,734,686 | (3,959,698) |
| Expenditures - | | | | |
| Current: | | | | |
| General government support | 10,988,616 | 11,219,695 | 10,200,869 | 1,018,826 |
| Public safety | 61,699 | 65,796 | 65,796 | - |
| Transportation | 126,265 | 126,265 | 122,757 | 3,508 |
| Economic opportunity and development | 318,050 | 321,465 | 319,365 | 2,100 |
| Culture and recreation | 7,526,494 | 8,201,663 | 8,136,722 | 64,941 |
| Home and community services | 132,173 | 201,027 | 201,027 | - |
| Employee benefits | 278,237 | 401,764 | 401,764 | - |
| Total Expenditures | 19,431,534 | 20,537,675 | 19,448,300 | 1,089,375 |
| Excess of Revenues Over Expenditures | 7,255,726 | 6,156,709 | 3,286,386 | (2,870,323) |
| Other Financing Sources (Uses): | | | | |
| Sale of real property | 800,000 | 800,000 | 3,080,000 | 2,280,000 |
| Transfers in | 904,617 | 904,617 | 2,184,617 | 1,280,000 |
| Transfers out | (9,126,588) | (9,126,588) | (8,942,085) | 184,503 |
| Total Other Financing Uses | (7,421,971) | (7,421,971) | (3,677,468) | 1,464,503 |
| Net Change in Fund Balance | (166,245) | (1,265,262) | (391,082) | 874,180 |
| Fund Balance - Beginning of Year | 166,245 | 1,265,262 | 4,501,666 | 3,236,404 |
| Fund Balance - End of Year | \$ - | \$ - | \$ 4,110,584 | \$ 4,110,584 |

2008

| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--------------------|-----------------|---------------|---|
| \$ 11,360,215 | \$ 11,360,215 | \$ 11,381,025 | \$ 20,810 |
| 283,000 | 283,000 | 275,895 | (7,105) |
| 1,100,000 | 1,100,000 | 1,093,755 | (6,245) |
| 7,509,196 | 7,509,196 | 6,830,655 | (678,541) |
| - | - | - | - |
| 273,000 | 273,000 | 222,638 | (50,362) |
| 5,000 | 5,000 | 5,443 | 443 |
| 1,000,000 | 1,000,000 | 924,907 | (75,093) |
| 25,000 | 45,890 | 25,890 | (20,000) |
| 630,000 | 630,000 | 730,730 | 100,730 |
| 3,800,000 | 3,816,127 | 2,585,193 | (1,230,934) |
| 60,000 | 63,988 | 1,002,460 | 938,472 |
| 26,045,411 | 26,086,416 | 25,078,591 | (1,007,825) |
| 11,041,578 | 11,324,197 | 10,420,900 | 903,297 |
| 88,500 | 90,409 | 90,409 | - |
| 137,910 | 138,738 | 138,738 | - |
| 316,050 | 325,550 | 307,150 | 18,400 |
| 7,227,502 | 7,981,383 | 7,933,767 | 47,616 |
| 148,139 | 203,767 | 203,767 | - |
| 640,490 | 640,490 | 628,201 | 12,289 |
| 19,600,169 | 20,704,534 | 19,722,932 | 981,602 |
| 6,445,242 | 5,381,882 | 5,355,659 | (26,223) |
| - | - | - | - |
| 300,000 | 324,905 | 924,905 | 600,000 |
| (6,834,622) | (6,834,622) | (6,234,622) | 600,000 |
| (6,534,622) | (6,509,717) | (5,309,717) | 1,200,000 |
| (89,380) | (1,127,835) | 45,942 | 1,173,777 |
| 89,380 | 1,127,835 | 4,455,724 | 3,327,889 |
| \$ - | \$ - | \$ 4,501,666 | \$ 4,501,666 |

TOWN OF RAMAPO, NEW YORK

GENERAL FUND

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

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) | 2008 Actual |
|---|--------------------|-----------------|---------------|---|----------------|
| REAL PROPERTY TAXES | \$ 11,190,532 | \$ 11,190,532 | \$ 11,219,892 | \$ 29,360 | \$ 11,381,025 |
| OTHER TAX ITEMS | | | | | |
| Payments in lieu of taxes | 132,305 | 132,305 | 416,745 | 284,440 | 113,605 |
| Interest and penalties on real property taxes | 210,000 | 210,000 | 196,838 | (13,162) | 162,290 |
| NON-PROPERTY TAXES | 342,305 | 342,305 | 613,583 | 271,278 | 275,895 |
| Non-property tax distribution from County | 1,100,000 | 1,100,000 | 742,594 | (357,406) | 1,093,755 |
| DEPARTMENTAL INCOME | | | | | |
| Tax Collector | 1,730,000 | 1,730,000 | 1,698,676 | (31,324) | 1,641,263 |
| Town Clerk | 60,000 | 60,000 | 36,318 | (23,682) | 38,915 |
| Marriage Officer fees | 50,000 | 50,000 | 46,010 | (3,990) | 47,353 |
| Parks and recreation charges | 1,360,000 | 1,360,000 | 1,104,957 | (255,043) | 1,100,590 |
| Camp fees | 1,067,423 | 1,067,423 | 915,784 | (151,639) | 864,055 |
| Pool fees | 300,000 | 300,000 | 243,383 | (56,617) | 247,716 |
| Golf fees | 2,125,000 | 2,125,000 | 1,672,268 | (452,732) | 1,685,937 |
| Engineering fees | 200,000 | 200,000 | 95,318 | (104,682) | 170,152 |
| Sludge treatment fees | 170,000 | 170,000 | 163,046 | (6,954) | 159,819 |
| Solid waste | 1,160,000 | 1,160,000 | 562,966 | (597,034) | 494,259 |
| Sale of fuel | 210,000 | 210,000 | 173,842 | (36,158) | 258,504 |
| Landfill fees | 240,000 | 240,000 | 114,548 | (125,452) | 122,092 |
| INTERGOVERNMENTAL CHARGES | 8,672,423 | 8,672,423 | 6,827,116 | (1,845,307) | 6,830,655 |
| Other services for other governments | - | - | 162 | 162 | - |

USE OF MONEY AND PROPERTY

| | | | | | |
|-------------------------|---------|---------|---------|-----------|---------|
| Earnings on investments | 150,000 | 150,000 | 17,054 | (132,946) | 79,555 |
| Rental of real property | 350,000 | 350,000 | 197,521 | (152,479) | 120,598 |
| Commissions | 20,000 | 20,000 | 4,628 | (15,372) | 22,485 |

LICENSES AND PERMITS

| | | | | | |
|---------------------------|-------|-------|-------|------|-------|
| Dog licenses | 4,000 | 4,000 | 3,904 | (96) | 4,443 |
| Horse farm licensing fees | 1,000 | 1,000 | 1,000 | - | 1,000 |

FINES AND FORFEITURES

| | | | | | |
|--------------------------|-----------|-----------|---------|----------|---------|
| Fines and forfeited bail | 1,000,000 | 1,000,000 | 902,532 | (97,468) | 924,907 |
|--------------------------|-----------|-----------|---------|----------|---------|

SALE OF PROPERTY AND COMPENSATION FOR LOSS

| | | | | | |
|----------------------|---|---|--------|--------|--------|
| Sale of equipment | - | - | 36,857 | 36,857 | - |
| Insurance recoveries | - | - | 890 | 890 | 20,890 |
| Other | - | - | - | - | 5,000 |
| | - | - | 37,747 | 37,747 | 25,890 |

INTERFUND REVENUES

| | | | | | |
|-----------------------|---------|---------|---------|-----------|---------|
| Gasoline charges | 500,000 | 500,000 | 350,034 | (149,966) | 500,472 |
| Motor vehicle charges | 250,000 | 250,000 | 232,905 | (17,095) | 230,258 |
| | 750,000 | 750,000 | 582,939 | (167,061) | 730,730 |

STATE AID

| | | | | | |
|------------------|-----------|-----------|-----------|-------------|-----------|
| Mortgage tax | 3,100,000 | 3,100,000 | 1,401,432 | (1,698,568) | 2,546,388 |
| STAR program | - | - | - | - | 14,498 |
| Youth programs | - | - | 17,456 | 17,456 | 22,678 |
| Criminal justice | - | 3,868 | 3,868 | - | 1,629 |
| | 3,100,000 | 3,103,868 | 1,422,756 | (1,681,112) | 2,585,193 |

(Continued)

(This page intentionally left blank.)

TOWN OF RAMAPO, NEW YORK

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

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) | 2008 Actual |
|--|----------------------|----------------------|----------------------|---|----------------------|
| MISCELLANEOUS | | | | | |
| Refund of prior year's expenditures | \$ - | \$ 3,256 | \$ 19,152 | \$ 15,896 | \$ 942,776 |
| Medicare Part D reimbursement | - | - | 125,690 | 125,690 | 30,028 |
| Other | 7,000 | 7,000 | 16,416 | 9,416 | 29,656 |
| | 7,000 | 10,256 | 161,258 | 151,002 | 1,002,460 |
| TOTAL REVENUES | 26,687,260 | 26,694,384 | 22,734,686 | (3,959,698) | 25,078,591 |
| OTHER FINANCING SOURCES | | | | | |
| Sale of real property | 800,000 | 800,000 | 3,080,000 | 2,280,000 | - |
| Transfer in: | | | | | |
| Special Districts Fund - Consolidated Ambulance District | - | - | 1,280,000 | 1,280,000 | 600,000 |
| Capital Projects Fund | - | - | - | - | 24,905 |
| Debt Service Fund | 904,617 | 904,617 | 904,617 | - | 300,000 |
| | 904,617 | 904,617 | 2,184,617 | 1,280,000 | 924,905 |
| TOTAL OTHER FINANCING SOURCES | 1,704,617 | 1,704,617 | 5,264,617 | 3,560,000 | 924,905 |
| TOTAL REVENUES AND OTHER FINANCING SOURCES | \$ 28,391,877 | \$ 28,399,001 | \$ 27,999,303 | \$ (399,698) | \$ 26,003,496 |

TOWN OF RAMAPO, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET

YEAR ENDED DECEMBER 31, 2009

(With Comparative Actuals for 2008)

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) | 2008 Actual |
|------------------------------------|--------------------|-----------------|------------|---|----------------|
| GENERAL GOVERNMENT SUPPORT | | | | | |
| Town Board | \$ 226,710 | \$ 226,710 | \$ 202,751 | \$ 23,959 | \$ 214,650 |
| Town Justice | 817,148 | 821,016 | 805,419 | 15,597 | 865,112 |
| Supervisor | 597,433 | 606,303 | 475,951 | 130,352 | 435,008 |
| Finance | 856,884 | 848,384 | 606,990 | 241,394 | 660,544 |
| Auditor | 100,000 | 100,000 | 99,075 | 925 | 93,275 |
| Receiver of Taxes | 453,054 | 453,054 | 442,821 | 10,233 | 445,971 |
| Assessments | 1,173,558 | 1,173,558 | 1,126,307 | 47,251 | 1,121,357 |
| Board of Assessors | 15,450 | 15,450 | 14,329 | 1,121 | 13,457 |
| Town Clerk | 505,117 | 531,556 | 531,556 | - | 535,382 |
| Town Attorney | 1,764,110 | 1,764,110 | 1,487,083 | 277,027 | 1,635,198 |
| Personnel administration | 316,131 | 316,131 | 307,379 | 8,752 | 303,497 |
| Engineer | 541,196 | 541,196 | 298,879 | 242,317 | 415,977 |
| Central garage | 1,560,627 | 1,610,821 | 1,610,821 | - | 1,783,026 |
| Central buildings and grounds | 679,409 | 687,909 | 668,571 | 19,338 | 611,875 |
| Central data processing | 328,465 | 339,363 | 339,363 | - | 266,193 |
| Hamlets | - | 16,084 | 16,084 | - | - |
| Town Hall | 911,806 | 1,046,532 | 1,046,532 | - | 1,018,788 |
| Unallocated insurance | 119,168 | 119,168 | 119,168 | - | - |
| Safety administration and training | 2,350 | 2,350 | 1,790 | 560 | 1,590 |
| Contingency account | 20,000 | - | - | - | - |
| | 10,988,616 | 11,219,695 | 10,200,869 | 1,018,826 | 10,420,900 |
| PUBLIC SAFETY | | | | | |
| Traffic control | 61,699 | 65,796 | 65,796 | - | 90,409 |
| TRANSPORTATION | | | | | |
| Highway Superintendent | 126,265 | 126,265 | 122,757 | 3,508 | 138,738 |

ECONOMIC OPPORTUNITY AND
DEVELOPMENT

| | | | | | |
|--------------------|---------|---------|---------|-------|---------|
| Community action | 313,500 | 316,915 | 316,915 | - | 304,000 |
| Veterans' services | 4,550 | 4,550 | 2,450 | 2,100 | 3,150 |

CULTURE AND RECREATION

| | | | | | |
|------------------------------------|-----------|-----------|-----------|--------|-----------|
| Recreation administration | 918,723 | 918,723 | 897,628 | 21,095 | 905,914 |
| Park maintenance and security | 2,060,972 | 2,163,433 | 2,163,433 | - | 2,095,390 |
| Playgrounds and recreation centers | 941,915 | 1,188,552 | 1,181,926 | 6,626 | 1,197,496 |
| Pool | 430,437 | 606,009 | 606,009 | - | 475,484 |
| Golf | 1,674,967 | 1,755,021 | 1,755,021 | - | 1,704,811 |
| Youth programs | 1,291,119 | 1,361,564 | 1,361,564 | - | 1,360,293 |
| Programs for the aging | 205,570 | 205,570 | 168,985 | 36,585 | 192,226 |
| Historian | 2,791 | 2,791 | 2,156 | 635 | 2,153 |

HOME AND COMMUNITY SERVICES

| | | | | | |
|----------|-----------|-----------|-----------|--------|-----------|
| Landfill | 7,526,494 | 8,201,663 | 8,136,722 | 64,941 | 7,933,767 |
|----------|-----------|-----------|-----------|--------|-----------|

EMPLOYEE BENEFITS

| | | | | | |
|-----------------------------------|---------|---------|---------|---|---------|
| Health, dental and life insurance | 132,173 | 201,027 | 201,027 | - | 203,767 |
|-----------------------------------|---------|---------|---------|---|---------|

TOTAL EXPENDITURES

| | | | | | |
|--|---------|---------|---------|---|---------|
| | 278,237 | 401,764 | 401,764 | - | 628,201 |
|--|---------|---------|---------|---|---------|

OTHER FINANCING USES

| | | | | | |
|-------------------|------------|------------|------------|-----------|------------|
| Transfers out - | 19,431,534 | 20,537,675 | 19,448,300 | 1,089,375 | 19,722,932 |
| Debt Service Fund | 9,126,588 | 9,126,588 | 8,942,085 | 184,503 | 6,234,622 |

TOTAL EXPENDITURES AND OTHER
FINANCING USES

| | | | | | |
|--|---------------|---------------|---------------|--------------|---------------|
| | \$ 28,558,122 | \$ 29,664,263 | \$ 28,390,385 | \$ 1,273,878 | \$ 25,957,554 |
|--|---------------|---------------|---------------|--------------|---------------|

(This page intentionally left blank.)

TOWN OF RAMAPO, NEW YORK

TOWN OUTSIDE VILLAGES FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2009 AND 2008

| | 2009 | 2008 |
|---|------------|--------------|
| <u>ASSETS</u> | | |
| Cash - Demand deposits | \$ 415,315 | \$ 516,401 |
| Investments | 1,029 | 1,026 |
| Receivables: | | |
| Accounts | 252,299 | 306,554 |
| Due from other governments | 158,610 | 172,452 |
| Due from other funds | 2,964 | - |
| | 413,873 | 479,006 |
| Prepaid Expenditures | - | 20,632 |
| Total Assets | \$ 830,217 | \$ 1,017,065 |
| <u>LIABILITIES AND FUND BALANCE</u> | | |
| Liabilities: | | |
| Accounts payable | \$ 262,698 | \$ 235,193 |
| Accrued liabilities | 81,796 | 12,979 |
| Due to other funds | 300,163 | - |
| Deposits payable | 11,936 | 92,240 |
| Total Liabilities | 656,593 | 340,412 |
| Fund Balance: | | |
| Reserved for compensated absences | 22,259 | 22,259 |
| Reserved for prepaid expenditures | - | 20,632 |
| Unreserved: | | |
| Designated for subsequent year's expenditures | - | 130,000 |
| Undesignated | 151,365 | 503,762 |
| Total Fund Balance | 173,624 | 676,653 |
| Total Liabilities and Fund Balance | \$ 830,217 | \$ 1,017,065 |

TOWN OUTSIDE VILLAGES FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | | | |
|--|--------------------|-----------------|--------------|---|
| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| Revenues: | | | | |
| Real property taxes | \$ 1,570,492 | \$ 1,570,492 | \$ 1,576,521 | \$ 6,029 |
| Other tax items | 1,511 | 1,511 | 1,512 | 1 |
| Non-property taxes | 880,000 | 880,000 | 1,197,429 | 317,429 |
| Departmental income | 541,400 | 541,400 | 324,726 | (216,674) |
| Intergovernmental charges | 54,400 | 54,400 | 67,279 | 12,879 |
| Use of money and property | 175,000 | 175,000 | 92,303 | (82,697) |
| Licenses and permits | 800,000 | 800,000 | 309,679 | (490,321) |
| Sale of property and compensation for loss | 100,000 | 100,000 | 74,827 | (25,173) |
| State aid | 450,000 | 450,000 | 464,090 | 14,090 |
| Miscellaneous | 70,000 | 70,000 | 20,683 | (49,317) |
| Total Revenues | 4,642,803 | 4,642,803 | 4,129,049 | (513,754) |
| Expenditures - | | | | |
| Current: | | | | |
| General government support | 17,689 | 17,689 | 17,689 | - |
| Home and community services | 4,588,892 | 4,588,892 | 4,462,307 | 126,585 |
| Employee benefits | 108,133 | 108,133 | 96,243 | 11,890 |
| Total Expenditures | 4,714,714 | 4,714,714 | 4,576,239 | 138,475 |
| Excess (Deficiency) of Revenues Over Expenditures | (71,911) | (71,911) | (447,190) | (375,279) |
| Other Financing Uses - | | | | |
| Transfers out | (58,089) | (58,089) | (55,839) | 2,250 |
| Net Change in Fund Balance | (130,000) | (130,000) | (503,029) | (373,029) |
| Fund Balance - Beginning of Year | 130,000 | 130,000 | 676,653 | 546,653 |
| Fund Balance - End of Year | \$ - | \$ - | \$ 173,624 | \$ 173,624 |

2008

| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--------------------|-----------------|--------------|---|
| \$ 1,893,186 | \$ 1,893,186 | \$ 1,896,808 | \$ 3,622 |
| - | - | 1,512 | 1,512 |
| 825,000 | 825,000 | 871,973 | 46,973 |
| 460,500 | 460,500 | 317,089 | (143,411) |
| 137,000 | 137,000 | 61,875 | (75,125) |
| 113,000 | 113,000 | 123,709 | 10,709 |
| 600,000 | 600,000 | 561,016 | (38,984) |
| 100,000 | 100,000 | 76,015 | (23,985) |
| 450,000 | 450,000 | 464,090 | 14,090 |
| 25,000 | 25,000 | 85,967 | 60,967 |
| 4,603,686 | 4,603,686 | 4,460,054 | (143,632) |
| 51,969 | 51,969 | 17,781 | 34,188 |
| 4,371,062 | 4,483,393 | 4,438,739 | 44,654 |
| 152,948 | 152,948 | 85,212 | 67,736 |
| 4,575,979 | 4,688,310 | 4,541,732 | 146,578 |
| 27,707 | (84,624) | (81,678) | 2,946 |
| (27,707) | (27,707) | (27,707) | - |
| - | (112,331) | (109,385) | 2,946 |
| - | 112,331 | 786,038 | 673,707 |
| \$ - | \$ - | \$ 676,653 | \$ 676,653 |

TOWN OF RAMAPO, NEW YORK

TOWN OUTSIDE VILLAGES FUND
SCHEDULE OF REVENUES COMPARED TO BUDGET
YEAR ENDED DECEMBER 31, 2009
(With Comparative Actuals for 2008)

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) | 2008 Actual |
|---|--------------------|-----------------|--------------|---|----------------|
| REAL PROPERTY TAXES | \$ 1,570,492 | \$ 1,570,492 | \$ 1,576,521 | \$ 6,029 | \$ 1,896,808 |
| OTHER TAX ITEMS | | | | | |
| Payments in lieu of taxes | 1,511 | 1,511 | 1,512 | 1 | 1,512 |
| NON-PROPERTY TAXES | | | | | |
| Franchise fees | 280,000 | 280,000 | 331,212 | 51,212 | 311,423 |
| Non-property tax distribution from County | 600,000 | 600,000 | 866,217 | 266,217 | 560,550 |
| | 880,000 | 880,000 | 1,197,429 | 317,429 | 871,973 |
| DEPARTMENTAL INCOME | | | | | |
| Safety inspection fees | 90,000 | 90,000 | 77,878 | (12,122) | 84,698 |
| Zoning fees | 50,000 | 50,000 | 27,750 | (22,250) | 34,000 |
| Planning board and site inspection fees | 250,000 | 250,000 | 100,397 | (149,603) | 170,876 |
| Zoning violations | 50,000 | 50,000 | 36,870 | (13,130) | 27,000 |
| Solid waste | 100,900 | 100,900 | 81,631 | (19,269) | - |
| Other | 500 | 500 | 200 | (300) | 515 |
| | 541,400 | 541,400 | 324,726 | (216,674) | 317,089 |
| INTERGOVERNMENTAL CHARGES | | | | | |
| Other services for other governments | 54,400 | 54,400 | 67,279 | 12,879 | 61,875 |

USE OF MONEY AND PROPERTY

| | | | | | |
|---|--------------|--------------|--------------|--------------|--------------|
| Earnings on investments | 79,000 | 79,000 | 11,885 | (67,115) | 48,110 |
| Rental of real property | 96,000 | 96,000 | 80,418 | (15,582) | 75,599 |
| | 175,000 | 175,000 | 92,303 | (82,697) | 123,709 |
| LICENSES AND PERMITS | | | | | |
| Building and alteration permits | 800,000 | 800,000 | 309,679 | (490,321) | 561,016 |
| SALE OF PROPERTY AND COMPENSATION FOR LOSS | | | | | |
| Sale of equipment | - | - | 714 | 714 | 100 |
| Sale of refuse for recycling | 100,000 | 100,000 | 74,113 | (25,887) | 75,915 |
| | 100,000 | 100,000 | 74,827 | (25,173) | 76,015 |
| STATE AID | | | | | |
| Per capita | 450,000 | 450,000 | 464,090 | 14,090 | 464,090 |
| MISCELLANEOUS | | | | | |
| Other | 70,000 | 70,000 | 20,683 | (49,317) | 85,967 |
| TOTAL REVENUES | \$ 4,642,803 | \$ 4,642,803 | \$ 4,129,049 | \$ (512,243) | \$ 4,460,054 |

TOWN OF RAMAPO, NEW YORK

TOWN OUTSIDE VILLAGES FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET
YEAR ENDED DECEMBER 31, 2009
(With Comparative Actuals for 2008)

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) | 2008 Actual |
|--|--------------------|-----------------|--------------|---|----------------|
| GENERAL GOVERNMENT SUPPORT | | | | | |
| Unallocated insurance | \$ 17,689 | \$ 17,689 | \$ 17,689 | \$ - | \$ 17,781 |
| HOME AND COMMUNITY SERVICES | | | | | |
| Zoning - Board of appeals | 32,487 | 32,487 | 25,092 | 7,395 | 27,782 |
| Planning | 92,655 | 92,655 | 91,276 | 1,379 | 89,795 |
| Building and zoning | 1,535,466 | 1,328,220 | 1,210,409 | 117,811 | 1,562,980 |
| Sanitation - Solid waste and recycling | 2,928,284 | 3,135,530 | 3,135,530 | - | 2,758,182 |
| EMPLOYEE BENEFITS | 4,588,892 | 4,588,892 | 4,462,307 | 126,585 | 4,438,739 |
| Health, dental and life insurance | 108,133 | 108,133 | 96,243 | 11,890 | 85,212 |
| TOTAL EXPENDITURES | 4,714,714 | 4,714,714 | 4,576,239 | 138,475 | 4,541,732 |
| OTHER FINANCING USES | | | | | |
| Transfers out - Debt Service Fund | 58,089 | 58,089 | 55,839 | 2,250 | 27,707 |
| TOTAL EXPENDITURES AND OTHER FINANCING USES | \$ 4,772,803 | \$ 4,772,803 | \$ 4,632,078 | \$ 140,725 | \$ 4,569,439 |

TOWN OF RAMAPO, NEW YORK

POLICE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2009 AND 2008

| | 2009 | 2008 |
|-------------------------------------|---------------------|---------------------|
| <u>ASSETS</u> | | |
| Cash: | | |
| Demand deposits | \$ 1,467,526 | \$ 1,689,248 |
| Petty cash | 950 | 950 |
| | <u>1,468,476</u> | <u>1,690,198</u> |
| Investments | <u>2,564</u> | <u>691,401</u> |
| Receivables: | | |
| Accounts | 74,231 | 8,897 |
| State and Federal aid | 27,300 | 21,457 |
| Due from other governments | 190,684 | 55,553 |
| Due from other funds | <u>3,339,113</u> | <u>167,159</u> |
| | <u>3,631,328</u> | <u>253,066</u> |
| Prepaid Expenditures | <u>-</u> | <u>637,712</u> |
| Total Assets | <u>\$ 5,102,368</u> | <u>\$ 3,272,377</u> |
| <u>LIABILITIES AND FUND BALANCE</u> | | |
| Liabilities: | | |
| Accounts payable | \$ 129,085 | \$ 52,379 |
| Accrued liabilities | 2,049,379 | 213,067 |
| Due to other funds | <u>-</u> | <u>138,108</u> |
| Total Liabilities | <u>2,178,464</u> | <u>403,554</u> |
| Fund Balance: | | |
| Reserved for compensated absences | 1,909,921 | 1,909,921 |
| Reserved for prepaid expenditures | - | 637,712 |
| Reserved for encumbrances | 35,655 | 65,216 |
| Reserved for DARE | 34,884 | 35,133 |
| Unreserved and undesignated | <u>943,444</u> | <u>220,841</u> |
| Total Fund Balance | <u>2,923,904</u> | <u>2,868,823</u> |
| Total Liabilities and Fund Balance | <u>\$ 5,102,368</u> | <u>\$ 3,272,377</u> |

POLICE FUND

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

| | 2009 | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|-----------------|---------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Real property taxes | \$ 28,003,456 | \$ 28,003,456 | \$ 28,050,017 | \$ 46,561 |
| Other tax items | 60,000 | 60,000 | 61,468 | 1,468 |
| Departmental income | - | - | 7,164 | 7,164 |
| Intergovernmental charges | - | 17,736 | 17,736 | - |
| Use of money and property | 585,000 | 585,000 | 135,997 | (449,003) |
| Sale of property and compensation for loss | - | 211 | 4,352 | 4,141 |
| State aid | 20,000 | 63,139 | 59,045 | (4,094) |
| Federal aid | - | 13,347 | 13,347 | - |
| Miscellaneous | 176,000 | 263,535 | 347,153 | 83,618 |
| Total Revenues | 28,844,456 | 29,006,424 | 28,696,279 | (310,145) |
| Expenditures - | | | | |
| Current: | | | | |
| General government support | 142,677 | 142,677 | 142,677 | - |
| Public safety | 28,651,932 | 28,813,900 | 28,385,708 | 428,192 |
| Total Expenditures | 28,794,609 | 28,956,577 | 28,528,385 | 428,192 |
| Excess (Deficiency) of Revenues Over Expenditures | 49,847 | 49,847 | 167,894 | 118,047 |
| Other Financing Uses - | | | | |
| Transfers out | (115,063) | (115,063) | (112,813) | 2,250 |
| Net Change in Fund Balance | (65,216) | (65,216) | 55,081 | 120,297 |
| Fund Balance - Beginning of Year | 65,216 | 65,216 | 2,868,823 | 2,803,607 |
| Fund Balance - End of Year | \$ - | \$ - | \$ 2,923,904 | \$ 2,923,904 |

2008

| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--------------------|-----------------|---------------|---|
| \$ 26,483,144 | \$ 26,483,144 | \$ 26,525,235 | \$ 42,091 |
| 60,000 | 60,000 | 57,353 | (2,647) |
| - | - | 17,389 | 17,389 |
| - | 20,745 | 20,745 | - |
| 460,000 | 460,000 | 338,852 | (121,148) |
| - | - | 3,418 | 3,418 |
| 20,000 | 43,048 | 41,784 | (1,264) |
| - | 31,052 | 31,052 | - |
| 121,000 | 133,991 | 189,691 | 55,700 |
| 25,750,762 | 27,231,980 | 27,225,519 | (6,461) |
| 211,078 | 143,423 | 143,423 | - |
| 26,882,185 | 27,552,728 | 27,552,728 | - |
| 27,093,263 | 27,696,151 | 27,696,151 | - |
| 50,881 | (464,171) | (470,632) | (6,461) |
| (102,270) | (102,270) | (102,270) | - |
| (51,389) | (566,441) | (572,902) | (6,461) |
| 51,389 | 566,441 | 3,441,725 | 2,875,284 |
| \$ - | \$ - | \$ 2,868,823 | \$ 2,868,823 |

TOWN OF RAMAPO, NEW YORK

HIGHWAY FUND

COMBINING BALANCE SHEET - SUB FUNDS

DECEMBER 31, 2009

(With Comparative Totals for 2008)

| ASSETS | Town Outside Villages | Town-Wide | Totals | |
|--|-----------------------------|-------------------|---------------------|---------------------|
| | | | 2009 | 2008 |
| Cash: | | | | |
| Demand deposits | \$ 149,299 | \$ 725,965 | \$ 875,264 | \$ 844,913 |
| Petty cash | 350 | - | 350 | 350 |
| | 149,649 | 725,965 | 875,614 | 845,263 |
| Investments | 53 | 712 | 765 | 762 |
| Receivables: | | | | |
| Accounts | 2,941 | - | 2,941 | 5,050 |
| Due from other governments | 173,631 | - | 173,631 | 194,658 |
| Due from other funds | 53,721 | 6,735 | 60,456 | 272,153 |
| | 230,293 | 6,735 | 237,028 | 471,861 |
| Prepaid Expenditures | - | - | - | 48,546 |
| Total Assets | <u>\$ 379,995</u> | <u>\$ 733,412</u> | <u>\$ 1,113,407</u> | <u>\$ 1,366,432</u> |
| <u>LIABILITIES AND FUND BALANCES</u> | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 40,525 | \$ 106,713 | \$ 147,238 | \$ 188,114 |
| Accrued liabilities | 71,632 | 128,095 | 199,727 | 48,390 |
| Due to other funds | 6,735 | 140,000 | 146,735 | 447,001 |
| Deferred revenues | - | - | - | 9,243 |
| Total Liabilities | 118,892 | 374,808 | 493,700 | 692,748 |
| Fund Balances: | | | | |
| Reserved for compensated absences | 25,315 | 40,730 | 66,045 | 66,045 |
| Reserved for prepaid expenditures | - | - | - | 48,546 |
| Reserved for encumbrances | 6,466 | 26,074 | 32,540 | 5,684 |
| Unreserved: | | | | |
| Designated for subsequent year's expenditures | - | - | - | 117,000 |
| Undesignated | 229,322 | 291,800 | 521,122 | 436,409 |
| Total Fund Balances | 261,103 | 358,604 | 619,707 | 673,684 |
| Total Liabilities and Fund Balances | <u>\$ 379,995</u> | <u>\$ 733,412</u> | <u>\$ 1,113,407</u> | <u>\$ 1,366,432</u> |

TOWN OF RAMAPO, NEW YORK

HIGHWAY FUND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCES - SUB FUNDS

YEAR ENDED DECEMBER 31, 2009

(With Comparative Totals for 2008)

| | Town Outside Villages | Town-Wide | Totals | |
|---|-----------------------------|--------------|--------------|--------------|
| | | | 2009 | 2008 |
| Revenues: | | | | |
| Real property taxes | \$ 932,510 | \$ 3,342,698 | \$ 4,275,208 | \$ 3,926,605 |
| Intergovernmental charges | 1,883,816 | 447,973 | 2,331,789 | 2,236,948 |
| Use of money and property | 6,216 | 6,735 | 12,951 | 42,602 |
| Licenses and permits | 16,650 | - | 16,650 | 31,550 |
| Sale of property and compensation for loss | 31,936 | - | 31,936 | 3,441 |
| State aid | 155,332 | 2,311 | 157,643 | 103,209 |
| Federal aid | - | 6,932 | 6,932 | - |
| Miscellaneous | 9,290 | 29,721 | 39,011 | 2,650 |
| Total Revenues | 3,035,750 | 3,836,370 | 6,872,120 | 6,347,005 |
| Expenditures - | | | | |
| Current: | | | | |
| General government support | 146,475 | 158,655 | 305,130 | 306,726 |
| Transportation | 1,775,508 | 3,621,240 | 5,396,748 | 5,440,541 |
| Employee benefits | 186,767 | - | 186,767 | 144,621 |
| Total Expenditures | 2,108,750 | 3,779,895 | 5,888,645 | 5,891,888 |
| Excess of Revenues Over Expenditures | 927,000 | 56,475 | 983,475 | 455,117 |
| Other Financing Sources (Uses): | | | | |
| Transfers in | 200,000 | - | 200,000 | 200,000 |
| Transfers out | (1,237,452) | - | (1,237,452) | (817,123) |
| Total Other Financing Uses | (1,037,452) | - | (1,037,452) | (617,123) |
| Net Change in Fund Balances | (110,452) | 56,475 | (53,977) | (162,006) |
| Fund Balances - Beginning of Year | 371,555 | 302,129 | 673,684 | 835,690 |
| Fund Balances - End of Year | \$ 261,103 | \$ 358,604 | \$ 619,707 | \$ 673,684 |

HIGHWAY FUND - TOWN OUTSIDE VILLAGES
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | | | |
|---|--------------------|-----------------|-------------|---|
| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| Revenues: | | | | |
| Real property taxes | \$ 932,494 | \$ 932,494 | \$ 932,510 | \$ 16 |
| Intergovernmental charges | 2,233,995 | 2,233,995 | 1,883,816 | (350,179) |
| Use of money and property | 50,000 | 50,000 | 6,216 | (43,784) |
| Licenses and permits | 20,000 | 20,000 | 16,650 | (3,350) |
| Sale of property and compensation for loss | - | - | 31,936 | 31,936 |
| State aid | 75,000 | 75,000 | 155,332 | 80,332 |
| Miscellaneous | - | - | 9,290 | 9,290 |
| Total Revenues | 3,311,489 | 3,311,489 | 3,035,750 | (275,739) |
| Expenditures - | | | | |
| Current: | | | | |
| General government support | 146,475 | 146,475 | 146,475 | - |
| Transportation | 1,999,661 | 1,999,661 | 1,775,508 | 224,153 |
| Employee benefits | 211,640 | 211,640 | 186,767 | 24,873 |
| Total Expenditures | 2,357,776 | 2,357,776 | 2,108,750 | 249,026 |
| Excess of Revenues Over Expenditures | 953,713 | 953,713 | 927,000 | (26,713) |
| Other Financing Sources (Uses): | | | | |
| Transfers in | 200,000 | 200,000 | 200,000 | - |
| Transfers out | (1,271,202) | (1,271,202) | (1,237,452) | 33,750 |
| Total Other Financing Uses | (1,071,202) | (1,071,202) | (1,037,452) | 33,750 |
| Net Change in Fund Balance | (117,489) | (117,489) | (110,452) | 7,037 |
| Fund Balance - Beginning of Year | 117,489 | 117,489 | 371,555 | 254,066 |
| Fund Balance - End of Year | \$ - | \$ - | \$ 261,103 | \$ 261,103 |

2008

| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--------------------|-----------------|------------|---|
| \$ 616,324 | \$ 616,324 | \$ 618,938 | \$ 2,614 |
| 2,049,525 | 2,049,525 | 2,051,101 | 1,576 |
| 40,000 | 40,000 | 20,449 | (19,551) |
| 20,000 | 20,000 | 31,550 | 11,550 |
| - | - | 3,441 | 3,441 |
| 75,000 | 103,209 | 103,209 | - |
| - | - | 2,398 | 2,398 |
| 2,800,849 | 2,829,058 | 2,831,086 | 2,028 |
| 147,241 | 147,241 | 147,241 | - |
| 1,866,509 | 2,091,267 | 2,091,267 | - |
| 171,398 | 144,621 | 144,621 | - |
| 2,185,148 | 2,383,129 | 2,383,129 | - |
| 615,701 | 445,929 | 447,957 | 2,028 |
| 200,000 | 200,000 | 200,000 | - |
| (817,123) | (817,123) | (817,123) | - |
| (617,123) | (617,123) | (617,123) | - |
| (1,422) | (171,194) | (169,166) | 2,028 |
| 1,422 | 171,194 | 540,721 | 369,527 |
| \$ - | \$ - | \$ 371,555 | \$ 371,555 |

HIGHWAY FUND - TOWN-WIDE

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | | | |
|--|--------------------|-----------------|--------------|---|
| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| Revenues: | | | | |
| Real property taxes | \$ 3,342,534 | \$ 3,342,534 | \$ 3,342,698 | \$ 164 |
| Intergovernmental charges | 100,000 | 100,000 | 447,973 | 347,973 |
| Use of money and property | - | - | 6,735 | 6,735 |
| State aid | - | - | 2,311 | 2,311 |
| Federal aid | - | - | 6,932 | 6,932 |
| Miscellaneous | - | - | 29,721 | 29,721 |
| Total Revenues | 3,442,534 | 3,442,534 | 3,836,370 | 393,836 |
| Expenditures - | | | | |
| Current: | | | | |
| General government support | 158,655 | 158,655 | 158,655 | - |
| Transportation | 3,289,074 | 3,621,240 | 3,621,240 | - |
| Total Expenditures | 3,447,729 | 3,779,895 | 3,779,895 | - |
| Excess (Deficiency) of Revenues Over Expenditures | (5,195) | (337,361) | 56,475 | 393,836 |
| Fund Balance - Beginning of Year | 5,195 | 337,361 | 302,129 | (35,232) |
| Fund Balance - End of Year | \$ - | \$ - | \$ 358,604 | \$ 358,604 |

2008

| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--------------------|-----------------|--------------|---|
| \$ 3,295,403 | \$ 3,295,403 | \$ 3,307,667 | \$ 12,264 |
| 96,000 | 96,000 | 185,847 | 89,847 |
| - | - | 22,153 | 22,153 |
| - | - | - | - |
| - | - | - | - |
| - | - | 252 | 252 |
| 3,391,403 | 3,391,403 | 3,515,919 | 124,516 |
| 159,485 | 159,485 | 159,485 | - |
| 3,282,962 | 3,349,274 | 3,349,274 | - |
| 3,442,447 | 3,508,759 | 3,508,759 | - |
| (51,044) | (117,356) | 7,160 | 124,516 |
| 51,044 | 117,356 | 294,969 | 177,613 |
| \$ - | \$ - | \$ 302,129 | \$ 302,129 |

TOWN OF RAMAPO, NEW YORK

SPECIAL DISTRICTS FUND
 COMBINING BALANCE SHEET - SUB FUNDS
 DECEMBER 31, 2009
 (With Comparative Totals for 2008)

| | Combined Fire | Consolidated Water | Consolidated Ambulance | Sewer |
|---|------------------|-----------------------|---------------------------|---------------------|
| <u>ASSETS</u> | | | | |
| Cash - Demand deposits | \$ 24 | \$ 84,775 | \$ 134,181 | \$ 1,655,853 |
| Investments | - | 742 | 447 | 374 |
| Receivables: | | | | |
| Accounts, net of allowance for uncollectible amounts of \$1,434,291 in 2009 and \$433,677 in 2008 | - | 240 | 1,292,388 | 9,125 |
| Due from other funds | - | 485 | - | 3,457 |
| | - | 725 | 1,292,388 | 12,582 |
| Prepaid Expenditures | - | - | - | - |
| Total Assets | <u>\$ 24</u> | <u>\$ 86,242</u> | <u>\$ 1,427,016</u> | <u>\$ 1,668,809</u> |
| <u>LIABILITIES AND FUND BALANCES (DEFICITS)</u> | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ - | \$ 115,134 | \$ 47,619 | \$ 7,499 |
| Accrued liabilities | - | 2,697 | 1,603 | 97,624 |
| Due to other funds | 485 | - | - | - |
| Total Liabilities | <u>485</u> | <u>117,831</u> | <u>49,222</u> | <u>105,123</u> |
| Fund Balances (Deficits): | | | | |
| Reserved for compensated absences | - | - | - | 29,680 |
| Reserved for prepaid expenditures | - | - | - | - |
| Reserved for encumbrances | - | - | - | 20,521 |
| Unreserved and undesignated | (461) | (31,589) | 1,377,794 | 1,513,485 |
| Total Fund Balances (Deficits) | <u>(461)</u> | <u>(31,589)</u> | <u>1,377,794</u> | <u>1,563,686</u> |
| Total Liabilities and Fund Balances (Deficits) | <u>\$ 24</u> | <u>\$ 86,242</u> | <u>\$ 1,427,016</u> | <u>\$ 1,668,809</u> |

| Street Lighting | Totals | |
|--------------------|---------------------|---------------------|
| | 2009 | 2008 |
| <u>\$ 84,087</u> | <u>\$ 1,958,920</u> | <u>\$ 3,096,733</u> |
| <u>-</u> | <u>1,563</u> | <u>1,560</u> |
| - | 1,301,753 | 806,616 |
| - | 3,942 | 485 |
| <u>-</u> | <u>1,305,695</u> | <u>807,101</u> |
| <u>-</u> | <u>-</u> | <u>21,846</u> |
| <u>\$ 84,087</u> | <u>\$ 3,266,178</u> | <u>\$ 3,927,240</u> |
| | | |
| \$ 465 | \$ 170,717 | \$ 48,112 |
| - | 101,924 | 17,185 |
| - | 485 | 957,634 |
| <u>465</u> | <u>273,126</u> | <u>1,022,931</u> |
| - | 29,680 | 29,680 |
| - | - | 21,846 |
| - | 20,521 | 2,271 |
| <u>83,622</u> | <u>2,942,851</u> | <u>2,850,512</u> |
| <u>83,622</u> | <u>2,993,052</u> | <u>2,904,309</u> |
| <u>\$ 84,087</u> | <u>\$ 3,266,178</u> | <u>\$ 3,927,240</u> |

TOWN OF RAMAPO, NEW YORK

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

| | Fire Protection Districts | | | | Consolidated Water District |
|--|---------------------------|----------------|----------------|--------------------------|-----------------------------------|
| | Park Crest | Ramapo #1 | Ramapo #2 | Johnson- town Road | |
| Revenues: | | | | | |
| Real property taxes | \$ 10,901 | \$ 174,707 | \$ 241,013 | \$ 7,974 | \$ 1,728,984 |
| Departmental income | - | - | - | - | - |
| Use of money and property | - | - | - | - | 6,644 |
| Sale of property and compensation for loss | - | - | - | - | - |
| Miscellaneous | - | - | - | - | - |
| Total Revenues | <u>10,901</u> | <u>174,707</u> | <u>241,013</u> | <u>7,974</u> | <u>1,735,628</u> |
| Expenditures - | | | | | |
| Current: | | | | | |
| General government support | - | - | - | - | - |
| Public safety | 10,038 | 175,000 | 241,533 | 8,000 | - |
| Health | - | - | - | - | - |
| Home and community services | - | - | - | - | 1,811,947 |
| Total Expenditures | <u>10,038</u> | <u>175,000</u> | <u>241,533</u> | <u>8,000</u> | <u>1,811,947</u> |
| Excess (Deficiency) of Revenues Over Expenditures | 863 | (293) | (520) | (26) | (76,319) |
| Other Financing Uses - | | | | | |
| Transfers out | - | - | - | - | - |
| Net Change in Fund Balances | 863 | (293) | (520) | (26) | (76,319) |
| Fund Balances (Deficits) - | | | | | |
| Beginning of Year | <u>(1,343)</u> | <u>304</u> | <u>526</u> | <u>28</u> | <u>44,730</u> |
| Fund Balances (Deficits) - End of Year | <u>\$ (480)</u> | <u>\$ 11</u> | <u>\$ 6</u> | <u>\$ 2</u> | <u>\$ (31,589)</u> |

| Consolidated Ambulance District | Sewer District | Street Lighting District | Totals | |
|---------------------------------------|---------------------|--------------------------------|---------------------|---------------------|
| | | | 2009 | 2008 |
| \$ 3,003,495 | \$ 2,257,971 | \$ 529,667 | \$ 7,954,712 | \$ 9,344,892 |
| 3,670,738 | 35,785 | - | 3,706,523 | 2,515,558 |
| 3,571 | 18,906 | 2,699 | 31,820 | 99,588 |
| - | 1,207 | - | 1,207 | 695 |
| - | 13,109 | - | 13,109 | 14,655 |
| 6,677,804 | 2,326,978 | 532,366 | 11,707,371 | 11,975,388 |
| - | 66,564 | - | 66,564 | 63,717 |
| - | - | - | 434,571 | 393,754 |
| 5,155,974 | - | - | 5,155,974 | 4,969,471 |
| - | 2,164,868 | 563,754 | 4,540,569 | 3,873,821 |
| 5,155,974 | 2,231,432 | 563,754 | 10,197,678 | 9,300,763 |
| 1,521,830 | 95,546 | (31,388) | 1,509,693 | 2,674,625 |
| (1,280,000) | (140,950) | - | (1,420,950) | (2,669,767) |
| 241,830 | (45,404) | (31,388) | 88,743 | 4,858 |
| 1,135,964 | 1,609,090 | 115,010 | 2,904,309 | 2,899,451 |
| <u>\$ 1,377,794</u> | <u>\$ 1,563,686</u> | <u>\$ 83,622</u> | <u>\$ 2,993,052</u> | <u>\$ 2,904,309</u> |

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

| | 2009 | | | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|-----------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues - Real property taxes | \$ 10,038 | \$ 10,038 | \$ 10,901 | \$ 863 |
| Expenditures - Current - Public safety | <u>10,038</u> | <u>10,038</u> | <u>10,038</u> | <u>-</u> |
| Excess of Revenues Over Expenditures | - | - | 863 | 863 |
| Fund Deficit - Beginning of Year | <u>-</u> | <u>-</u> | <u>(1,343)</u> | <u>(1,343)</u> |
| Fund Deficit - End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (480)</u> | <u>\$ (480)</u> |

| 2008 | | | |
|--------------------|-----------------|-------------------|---|
| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| \$ 16,179 | \$ 16,179 | \$ 16,183 | \$ 4 |
| 16,179 | 16,179 | 16,179 | - |
| - | - | 4 | 4 |
| - | - | (1,347) | (1,347) |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ (1,343)</u> | <u>\$ (1,343)</u> |

TOWN OF RAMAPO, NEW YORK

SPECIAL DISTRICTS FUND - RAMAPO #1 FIRE PROTECTION DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|-----------------|--------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues - Real property taxes | \$ 175,000 | \$ 175,000 | \$ 174,707 | \$ (293) |
| Expenditures - Current - Public safety | 175,000 | 175,000 | 175,000 | - |
| Excess (Deficiency) of Revenues Over Expenditures | - | - | (293) | (293) |
| Fund Balance - Beginning of Year | - | - | 304 | 304 |
| Fund Balance - End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 11</u> | <u>\$ 11</u> |

| 2008 | | | |
|--------------------|-----------------|---------------|---|
| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| \$ 150,000 | \$ 150,000 | \$ 150,009 | \$ 9 |
| 150,000 | 150,000 | 150,000 | - |
| - | - | 9 | 9 |
| - | - | 295 | 295 |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ 304</u> | <u>\$ 304</u> |

TOWN OF RAMAPO, NEW YORK

SPECIAL DISTRICTS FUND - RAMAPO #2 FIRE PROTECTION DISTRICT
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|-----------------|----------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues - Real property taxes | \$ 241,533 | \$ 241,533 | \$ 241,013 | \$ (520) |
| Expenditures - Current - Public safety | <u>241,533</u> | <u>241,533</u> | <u>241,533</u> | <u>-</u> |
| Excess (Deficiency) of Revenues Over Expenditures | - | - | (520) | (520) |
| Fund Balance - Beginning of Year | <u>-</u> | <u>-</u> | <u>526</u> | <u>526</u> |
| Fund Balance - End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 6</u> | <u>\$ 6</u> |

| 2008 | | | | Variance with Final Budget Positive (Negative) |
|--------------------|-----------------|---------------|-----------|---|
| Original Budget | Final Budget | Actual | | |
| \$ 219,575 | \$ 219,575 | \$ 219,588 | \$ | 13 |
| 219,575 | 219,575 | 219,575 | | - |
| - | - | 13 | | 13 |
| - | - | 513 | | 513 |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ 526</u> | <u>\$</u> | <u>526</u> |

TOWN OF RAMAPO, NEW YORK

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

| | 2009 | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|-----------------|-------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues - Real property taxes | \$ 8,000 | \$ 8,000 | \$ 7,974 | \$ (26) |
| Expenditures - Current - Public safety | 8,000 | 8,000 | 8,000 | - |
| Excess (Deficiency) of Revenues Over Expenditures | - | - | (26) | (26) |
| Fund Balance - Beginning of Year | - | - | 28 | 28 |
| Fund Balance - End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2</u> | <u>\$ 2</u> |

| 2008 | | | | Variance with Final Budget Positive (Negative) |
|--------------------|-----------------|--------------|-----------|---|
| Original Budget | Final Budget | Actual | | |
| \$ 8,000 | \$ 8,000 | \$ 8,000 | \$ | - |
| 8,000 | 8,000 | 8,000 | | - |
| - | - | - | | - |
| - | - | 28 | | 28 |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ 28</u> | <u>\$</u> | <u>28</u> |

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

| | 2009 | | | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|--------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Real property taxes | \$ 3,002,900 | \$ 3,002,900 | \$ 3,003,495 | \$ 595 |
| Departmental income | 2,380,000 | 2,380,000 | 3,670,738 | 1,290,738 |
| Use of money and property | - | - | 3,571 | 3,571 |
| Total Revenues | 5,382,900 | 5,382,900 | 6,677,804 | 1,294,904 |
| Expenditures - Current - Health | 5,382,900 | 5,382,900 | 5,155,974 | 226,926 |
| Excess of Revenues Over Expenditures | - | - | 1,521,830 | 1,521,830 |
| Other Financing Uses - Transfers out | - | (1,280,000) | (1,280,000) | - |
| Net Change in Fund Balance | - | (1,280,000) | 241,830 | 1,521,830 |
| Fund Balance - Beginning of Year | - | 1,280,000 | 1,135,964 | (144,036) |
| Fund Balance - End of Year | \$ - | \$ - | \$ 1,377,794 | \$ 1,377,794 |

2008

| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--------------------|-----------------|--------------|---|
| \$ 3,002,900 | \$ 3,002,900 | \$ 3,003,522 | \$ 622 |
| 2,030,000 | 2,030,000 | 2,430,666 | 400,666 |
| - | - | 14,565 | 14,565 |
| 5,032,900 | 5,032,900 | 5,448,753 | 415,853 |
| 5,032,900 | 5,032,900 | 4,969,471 | 63,429 |
| - | - | 479,282 | 479,282 |
| - | (600,000) | (600,000) | - |
| - | (600,000) | (120,718) | 479,282 |
| - | 600,000 | 1,256,682 | 656,682 |
| \$ - | \$ - | \$ 1,135,964 | \$ 1,135,964 |

TOWN OF RAMAPO, NEW YORK

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

| | 2009 | | | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|--------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Real property taxes | \$ 1,727,014 | \$ 1,727,014 | \$ 1,728,984 | \$ 1,970 |
| Use of money and property | - | - | 6,644 | 6,644 |
| Total Revenues | 1,727,014 | 1,727,014 | 1,735,628 | 8,614 |
| Expenditures - Current - | | | | |
| Home and community services | 1,727,014 | 1,727,014 | 1,811,947 | (84,933) |
| Deficiency of Revenues Over Expenditures | - | - | (76,319) | (76,319) |
| Fund Balance - Beginning of Year | - | * - | 44,730 | 44,730 |
| Fund Balance (Deficit) - End of Year | \$ - | \$ - | \$ (31,589) | \$ (31,589) |

2008

| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--------------------|-----------------|--------------|---|
| \$ 1,515,000 | \$ 1,515,000 | \$ 1,516,951 | \$ 1,951 |
| - | - | 21,906 | 21,906 |
| 1,515,000 | 1,515,000 | 1,538,857 | 23,857 |
| 1,515,000 | 1,551,010 | 1,551,010 | - |
| - | (36,010) | (12,153) | 23,857 |
| - | 36,010 | 56,883 | 20,873 |
| \$ - | \$ - | \$ 44,730 | \$ 44,730 |

TOWN OF RAMAPO, NEW YORK

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

| | 2009 | | | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|--------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Real property taxes | \$ 2,216,085 | \$ 2,216,085 | \$ 2,257,971 | \$ 41,886 |
| Departmental income | 55,000 | 55,000 | 35,785 | (19,215) |
| Use of money and property | - | - | 18,906 | 18,906 |
| Sale of property and compen- sation for loss | - | - | 1,207 | 1,207 |
| Miscellaneous | - | - | 13,109 | 13,109 |
| Total Revenues | 2,271,085 | 2,271,085 | 2,326,978 | 55,893 |
| Expenditures - | | | | |
| Current: | | | | |
| General government support | 63,386 | 66,564 | 66,564 | - |
| Home and community services | 2,066,769 | 2,164,868 | 2,164,868 | - |
| Total Expenditures | 2,130,155 | 2,231,432 | 2,231,432 | - |
| Excess of Revenues Over Expenditures | 140,930 | 39,653 | 95,546 | 55,893 |
| Other Financing Uses - | | | | |
| Transfers out | (143,201) | (140,951) | (140,950) | 1 |
| Net Change in Fund Balance | (2,271) | (101,298) | (45,404) | 55,894 |
| Fund Balance - Beginning of Year | 2,271 | 101,298 | 1,609,090 | 1,507,792 |
| Fund Balance - End of Year | \$ - | \$ - | \$ 1,563,686 | \$ 1,563,686 |

2008

| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--------------------|-----------------|--------------|---|
| \$ 4,030,087 | \$ 4,030,087 | \$ 4,068,982 | \$ 38,895 |
| 55,000 | 55,000 | 84,892 | 29,892 |
| - | - | 59,083 | 59,083 |
| - | - | 695 | 695 |
| - | - | 14,655 | 14,655 |
| 4,085,087 | 4,085,087 | 4,228,307 | 143,220 |
| 63,717 | 63,717 | 63,717 | - |
| 1,882,091 | 2,008,294 | 2,008,294 | - |
| 1,945,808 | 2,072,011 | 2,072,011 | - |
| 2,139,279 | 2,013,076 | 2,156,296 | 143,220 |
| (2,161,767) | (2,161,767) | (2,069,767) | 92,000 |
| (22,488) | (148,691) | 86,529 | 235,220 |
| 22,488 | 148,691 | 1,522,561 | 1,373,870 |
| \$ - | \$ - | \$ 1,609,090 | \$ 1,609,090 |

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

| | 2009 | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|-----------------|------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Real property taxes | \$ 528,000 | \$ 528,000 | \$ 529,667 | \$ 1,667 |
| Use of money and property | - | - | 2,699 | 2,699 |
| Total Revenues | 528,000 | 528,000 | 532,366 | 4,366 |
| Expenditures - Current - | | | | |
| Home and community services | 528,000 | 563,754 | 563,754 | - |
| Excess (Deficiency) of Revenues Over Expenditures | - | (35,754) | (31,388) | 4,366 |
| Fund Balance - Beginning of Year | - | 35,754 | 115,010 | 79,256 |
| Fund Balance - End of Year | \$ - | \$ - | \$ 83,622 | \$ 83,622 |

2008

| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--------------------|-----------------|------------|---|
| \$ 360,000 | \$ 360,000 | \$ 361,657 | \$ 1,657 |
| - | - | 4,034 | 4,034 |
| 360,000 | 360,000 | 365,691 | 5,691 |
| 360,000 | 360,000 | 314,517 | 45,483 |
| - | - | 51,174 | 51,174 |
| - | - | 63,836 | 63,836 |
| \$ - | \$ - | \$ 115,010 | \$ 115,010 |

(This page intentionally left blank.)

TOWN OF RAMAPO, NEW YORK

 DEBT SERVICE FUND
 COMPARATIVE BALANCE SHEET
 DECEMBER 31, 2009 AND 2008

| | 2009 | 2008 |
|--|--------------|--------------|
| <u>ASSETS</u> | | |
| Cash - Demand deposits | \$ 2,106,498 | \$ 3,252,533 |
| Investments | 34,212 | 33,822 |
| Receivables: | | |
| Accounts | - | 95,725 |
| Due from other funds | 89,862 | 37,050 |
| | 89,862 | 132,775 |
| Total Assets | \$ 2,230,572 | \$ 3,419,130 |
| <u>LIABILITIES AND FUND BALANCE</u> | | |
| Liabilities - | | |
| Due to other funds | \$ 225,000 | \$ 600,000 |
| Fund Balance: | | |
| Reserved for debt service | 1,205,572 | 1,714,513 |
| Unreserved - Designated for subsequent year's expenditures | 800,000 | 1,104,617 |
| Total Fund Balance | 2,005,572 | 2,819,130 |
| Total Liabilities and Fund Balance | \$ 2,230,572 | \$ 3,419,130 |

DEBT SERVICE FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | | | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|--------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues- | | | | |
| Use of money and property | \$ - | \$ - | \$ 269,125 | \$ 269,125 |
| Expenditures: | | | | |
| Current - General government support | - | 4,177 | 4,177 | - |
| Debt service - | | | | |
| Serial bonds: | | | | |
| Principal | 6,280,002 | 6,280,002 | 6,280,000 | 2 |
| Interest | 4,434,141 | 4,434,141 | 4,183,028 | 251,113 |
| | 10,714,143 | 10,714,143 | 10,463,028 | 251,115 |
| Total Expenditures | 10,714,143 | 10,718,320 | 10,467,205 | 251,115 |
| Deficiency of Revenues Over Expenditures | (10,714,143) | (10,718,320) | (10,198,080) | 520,240 |
| Other Financing Sources (Uses): | | | | |
| Transfers in | 10,714,143 | 10,714,143 | 10,489,139 | (225,004) |
| Transfers out | (1,104,617) | (1,104,617) | (1,104,617) | - |
| Total Other Financing Sources | 9,609,526 | 9,609,526 | 9,384,522 | (225,004) |
| Net Change in Fund Balance | (1,104,617) | (1,108,794) | (813,558) | 295,236 |
| Fund Balance - Beginning of Year | 1,104,617 | 1,108,794 | 2,819,130 | 1,710,336 |
| Fund Balance - End of Year | \$ - | \$ - | \$ 2,005,572 | \$ 2,005,572 |

2008

| Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--------------------|-----------------|--------------|---|
| \$ - | \$ - | \$ 391,932 | \$ 391,932 |
| - | - | 4,797 | (4,797) |
| 6,803,489 | 6,803,489 | 6,711,489 | 92,000 |
| 3,140,000 | 3,140,000 | 2,807,025 | 332,975 |
| 9,943,489 | 9,943,489 | 9,518,514 | 424,975 |
| 9,943,489 | 9,943,489 | 9,523,311 | 420,178 |
| (9,943,489) | (9,943,489) | (9,131,379) | 812,110 |
| 9,943,489 | 9,443,489 | 9,251,489 | (192,000) |
| (500,000) | (500,000) | (500,000) | - |
| 9,443,489 | 8,943,489 | 8,751,489 | (192,000) |
| (500,000) | (1,000,000) | (379,890) | 620,110 |
| 500,000 | 1,000,000 | 3,199,020 | 2,199,020 |
| \$ - | \$ - | \$ 2,819,130 | \$ 2,819,130 |

TOWN OF RAMAPO, NEW YORK

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

| | 2009 | 2008 |
|-------------------------------------|----------------------|----------------------|
| <u>ASSETS</u> | | |
| Cash - Demand deposits | \$ 25,524,864 | \$ 24,420,871 |
| Investments | 20,716 | 178,676 |
| Receivables: | | |
| Accounts | - | 504 |
| State and Federal aid | 11,340 | - |
| Due from other funds | - | 3,510 |
| | 11,340 | 4,014 |
| Total Assets | <u>\$ 25,556,920</u> | <u>\$ 24,603,561</u> |
| <u>LIABILITIES AND FUND BALANCE</u> | | |
| Liabilities: | | |
| Accounts payable | \$ 15,459 | \$ 676,399 |
| Retained percentages | 417,376 | 325,893 |
| Due to other funds | 89,862 | 98,907 |
| Bond anticipation notes payable | 23,200,000 | - |
| Total Liabilities | <u>23,722,697</u> | <u>1,101,199</u> |
| Fund Balance: | | |
| Reserved for recreation | 473,786 | 962,896 |
| Unreserved: | | |
| Designated for beautification | 351,290 | 345,093 |
| Undesignated | 1,009,147 | 22,194,373 |
| Total Fund Balance | <u>1,834,223</u> | <u>23,502,362</u> |
| Total Liabilities and Fund Balance | <u>\$ 25,556,920</u> | <u>\$ 24,603,561</u> |

CAPITAL PROJECTS FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE

YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | 2008 |
|--|--------------|---------------|
| Revenues: | | |
| Departmental income | \$ 101,500 | \$ 350,306 |
| State aid | 248,725 | 48,302 |
| Federal aid | 11,340 | 608,245 |
| Miscellaneous | 37,953 | 31,736 |
| Total Revenues | 399,518 | 1,038,589 |
| Expenditures - Capital outlay | 22,067,657 | 22,291,019 |
| Deficiency of Revenues Over Expenditures | (21,668,139) | (21,252,430) |
| Other Financing Sources (Uses): | | |
| Bonds issued | - | 34,985,000 |
| Transfers out | - | (24,905) |
| Total Other Financing Sources | - | 34,960,095 |
| Net Change in Fund Balance | (21,668,139) | 13,707,665 |
| Fund Balance - Beginning of Year | 23,502,362 | 9,794,697 |
| Fund Balance - End of Year | \$ 1,834,223 | \$ 23,502,362 |

TOWN OF RAMAPO, NEW YORK

CAPITAL PROJECTS FUND
PROJECT-LENGTH SCHEDULE

INCEPTION OF PROJECT THROUGH DECEMBER 31, 2009

| PROJECT | Project Number | Project Budget | Expenditures and Transfers | Unexpended Balance |
|--|-------------------|-----------------------|-------------------------------|-----------------------|
| Police Building | 04 | \$ 100,000 | \$ 57,017 | \$ 42,983 |
| Catch Basins | 05 | 413,820 | 410,292 | 3,528 |
| Reconstruction of Sidewalks and Curbs | 08 | 1,604,117 | 1,584,985 | 19,132 |
| Original Improvement and Embellishment of Various Parks and Recreation Facilities | 14 | 41,640,638 | 39,036,445 | 2,604,193 |
| Recreation Facility | 15 | 9,845,913 | 9,804,923 | 40,990 |
| Spring Valley Cultural Arts Center | 17 | 1,939,208 | 1,932,825 | 6,383 |
| Sewer Benefited Area | 20 | 33,014,380 | 32,782,310 | 232,070 |
| Construction of Drainage Facilities | 21 | 2,028,997 | 1,716,258 | 312,739 |
| Post Closure Solid Waste Management Facility | 24 | 30,370,858 | 20,904,562 | 9,466,296 |
| Reconstruction of Sidewalks and Curbs | 31 | 80,000 | 69,009 | 10,991 |
| Vehicles and Machinery | 33 | 9,518,576 | 8,805,074 | 713,502 |
| Construction of Building | 34 | 12,517,530 | 10,471,047 | 2,046,483 |
| Computer System | 35 | 2,798,539 | 2,815,714 | (17,175) |
| Road Resurfacing | 36 | 23,103,029 | 13,494,515 | 9,608,514 |
| Building Repairs | 40 | 2,614,216 | 1,523,492 | 1,090,724 |
| HTI Building | 42 | 1,000,000 | 986,562 | 13,438 |
| Torne Valley Park | 43 | 17,600,844 | 16,640,486 | 960,358 |
| Elm Street Improvements | 45 | 7,268,600 | 7,111,190 | 157,410 |
| Torne Valley Brook Road | 46 | 6,279,380 | 3,932,182 | 2,347,198 |
| Waste Management Building Improvements | 47 | 1,449,220 | 1,452,058 | (2,838) |
| Economic Development Projects | 48 | 15,000,000 | 6,175,714 | 8,824,286 |
| Burgess Meredith Property | 49 | 2,800 | 12,800 | (10,000) |
| Totals | | <u>\$ 220,190,665</u> | <u>\$ 181,719,460</u> | <u>\$ 38,471,205</u> |

| Proceeds of Obligations | Methods of Financing | | | | Fund Balance (Deficit) at December 31, 2009 | Bond Anticipation Notes Outstanding at December 31, 2009 |
|----------------------------|-----------------------------|---------------------|--------------------|-----------------------|--|--|
| | State and Federal Aid | Transfers | Miscel- laneous | Totals | | |
| \$ 100,000 | \$ - | \$ - | \$ - | \$ 100,000 | \$ 42,983 | \$ - |
| 413,820 | - | - | - | 413,820 | 3,528 | - |
| 654,830 | 938,440 | - | - | 1,593,270 | 8,285 | - |
| 38,877,849 | 446,076 | 2,193,180 | 81,258 | 41,598,363 | 2,561,918 | - |
| 7,595,900 | 1,245,980 | 982,000 | 22,033 | 9,845,913 | 40,990 | - |
| 1,755,000 | - | 184,208 | - | 1,939,208 | 6,383 | - |
| 31,863,000 | 50,430 | 1,085,950 | 15,000 | 33,014,380 | 232,070 | - |
| 1,350,000 | 417,419 | 23,750 | - | 1,791,169 | 74,911 | - |
| 8,146,784 | 12,748,817 | 5,752 | 3,209 | 20,904,562 | - | - |
| 80,000 | - | - | - | 80,000 | 10,991 | - |
| 9,505,326 | - | - | 250 | 9,505,576 | 700,502 | - |
| 12,077,230 | 5,300 | - | - | 12,082,530 | 1,611,483 | - |
| 2,686,414 | 109,125 | - | 3,000 | 2,798,539 | (17,175) | - |
| 9,901,300 | 1,225,462 | 26,251 | 108,553 | 11,261,566 | (2,232,949) | 8,200,000 |
| 2,111,500 | 27,716 | 100,000 | - | 2,239,216 | 715,724 | - |
| 1,000,000 | - | - | - | 1,000,000 | 13,438 | - |
| 17,337,995 | 222,500 | - | - | 17,560,495 | 920,009 | - |
| 7,268,600 | - | - | - | 7,268,600 | 157,410 | - |
| 6,279,380 | - | - | - | 6,279,380 | 2,347,198 | - |
| 1,449,220 | - | - | - | 1,449,220 | (2,838) | - |
| - | - | - | - | - | (6,175,714) | 15,000,000 |
| 2,800 | - | - | - | 2,800 | (10,000) | - |
| <u>\$ 160,456,948</u> | <u>\$ 17,437,265</u> | <u>\$ 4,601,091</u> | <u>\$ 233,303</u> | <u>\$ 182,728,607</u> | <u>\$ 1,009,147</u> | <u>\$ 23,200,000</u> |

TOWN OF RAMAPO, NEW YORK

INTERNAL SERVICE FUNDS
 COMBINING STATEMENT OF NET ASSETS
 DECEMBER 31, 2009
 (With Comparative Totals for 2008)

| | Workers' Compensation Benefits | General Liability Claims | Totals | |
|--------------------------------------|--------------------------------------|--------------------------------|--------------|--------------|
| | | | 2009 | 2008 |
| <u>ASSETS</u> | | | | |
| Cash - Demand deposits | \$ 1,872,923 | \$ 425,214 | \$ 2,298,137 | \$ 3,026,756 |
| Investments | 807 | 673 | 1,480 | 2,409 |
| Receivables: | | | | |
| Accounts | - | 600 | 600 | 43,469 |
| Due from other funds | 229,500 | - | 229,500 | 181,704 |
| | 229,500 | 600 | 230,100 | 225,173 |
| Prepaid Expenses | 86,600 | - | 86,600 | 633,183 |
| Total Assets | 2,189,830 | 426,487 | 2,616,317 | 3,887,521 |
| <u>LIABILITIES</u> | | | | |
| Current Liabilities: | | | | |
| Accounts payable | 54,962 | 10,180 | 65,142 | 25,922 |
| Current portion of claims payable | 211,098 | 40,000 | 251,098 | 231,937 |
| Due to other funds | - | - | - | 1,406,917 |
| Total Current Liabilities | 266,060 | 50,180 | 316,240 | 1,664,776 |
| Non-current Liabilities - | | | | |
| Claims payable, less current portion | 1,899,878 | - | 1,899,878 | 1,968,779 |
| Total Liabilities | 2,165,938 | 50,180 | 2,216,118 | 3,633,555 |
| <u>NET ASSETS</u> | | | | |
| Unrestricted | \$ 23,892 | \$ 376,307 | \$ 400,199 | \$ 253,966 |

TOWN OF RAMAPO, NEW YORK

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES

IN NET ASSETS

YEAR ENDED DECEMBER 31, 2009

(With Comparative Totals for 2008)

| | Workers' Compensation Benefits | General Liability Claims | Totals | |
|--|--------------------------------------|--------------------------------|--------------|--------------|
| | | | 2009 | 2008 |
| Operating Revenues: | | | | |
| Departmental charges | \$ 813,606 | \$ 810,843 | \$ 1,624,449 | \$ 9,649,085 |
| Insurance recoveries | 242,039 | - | 242,039 | 173,244 |
| Total Operating Revenues | 1,055,645 | 810,843 | 1,866,488 | 9,822,329 |
| Operating Expenses: | | | | |
| Insurance | 188,832 | 487,676 | 676,508 | 825,071 |
| Judgments and claims | - | 187,768 | 187,768 | 71,867 |
| Employee benefits | 880,895 | - | 880,895 | 8,602,366 |
| Contractual | - | 536 | 536 | 52,557 |
| Total Operating Expenses | 1,069,727 | 675,980 | 1,745,707 | 9,551,861 |
| Income (Loss) from Operations | (14,082) | 134,863 | 120,781 | 270,468 |
| Non-Operating Revenues - | | | | |
| Interest income | 21,631 | 3,821 | 25,452 | 68,896 |
| Change in Net Assets | 7,549 | 138,684 | 146,233 | 339,364 |
| Net Assets (Deficits) - Beginning of Year | 16,343 | 237,623 | 253,966 | (85,398) |
| Net Assets - End of Year | \$ 23,892 | \$ 376,307 | \$ 400,199 | \$ 253,966 |

TOWN OF RAMAPO, NEW YORK

INTERNAL SERVICE FUNDS
 COMBINING STATEMENT OF CASH FLOWS
 YEAR ENDED DECEMBER 31, 2009
 (With Comparative Totals for 2008)

| | Workers' Compensation Benefits | General Liability Claims | Health Benefits |
|---|--------------------------------------|--------------------------------|--------------------|
| Cash Flows From Operating Activities: | | | |
| Cash received from departmental charges and other | \$ 639,214 | \$ 610,843 | \$ 16,900 |
| Cash payments to vendors | - | (536) | - |
| Cash payments to insurance carriers, claimants and other | (1,091,321) | (664,681) | (263,542) |
| Net Cash Used in Operating Activities | (452,107) | (54,374) | (246,642) |
| Cash Flows From Investing Activities: | | | |
| Interest income | 21,631 | 3,821 | - |
| Purchase of investments | (807) | (673) | - |
| Sale of investments | 804 | 673 | 932 |
| Net Cash Provided by Investing Activities | 21,628 | 3,821 | 932 |
| Net Decrease in Cash | (430,479) | (50,553) | (245,710) |
| Cash - Beginning of Year | 2,303,402 | 475,767 | 247,587 |
| Cash - End of Year | \$ 1,872,923 | \$ 425,214 | \$ 1,877 |
| Reconciliation of Income (Loss) from Operations to Net Cash Used in Operating Activities: | | | |
| Income (loss) from operations | \$ (14,082) | \$ 134,863 | \$ - |
| Adjustments to reconcile income (loss) from operations to net cash used in operating activities: | | | |
| Changes in operating assets and liabilities: | | | |
| Accounts receivable | 26,569 | (600) | 16,900 |
| Due from other funds | (229,500) | - | 181,704 |
| Prepaid expenses | - | - | 546,583 |
| Accounts payable | 54,962 | (15,453) | (289) |
| Claims payable | (76,556) | 26,816 | - |
| Due to other funds | (213,500) | (200,000) | (991,540) |
| Net Cash Used in Operating Activities | \$ (452,107) | \$ (54,374) | \$ (246,642) |

| Totals | |
|---------------------|---------------------|
| 2009 | 2008 |
| \$ 1,266,957 | \$ 9,480,340 |
| (536) | (52,557) |
| (2,019,544) | (9,893,217) |
| (753,123) | (465,434) |
| 25,452 | 68,896 |
| (1,480) | (2,409) |
| 2,409 | 2,364 |
| 26,381 | 68,851 |
| (726,742) | (396,583) |
| 3,026,756 | 3,423,339 |
| <u>\$ 2,300,014</u> | <u>\$ 3,026,756</u> |

| | |
|------------|------------|
| \$ 120,781 | \$ 270,468 |
|------------|------------|

| | |
|---------------------|---------------------|
| 42,869 | 5,437 |
| (47,796) | (281,944) |
| 546,583 | 42,475 |
| 39,220 | 25,332 |
| (49,740) | (874,975) |
| (1,405,040) | 347,773 |
| <u>\$ (753,123)</u> | <u>\$ (465,434)</u> |

INTERNAL SERVICE FUND - WORKERS' COMPENSATION BENEFITS FUND
 COMPARATIVE STATEMENT OF NET ASSETS
 DECEMBER 31, 2009 AND 2008

| | 2009 | 2008 |
|--------------------------------------|--------------|--------------|
| <u>ASSETS</u> | | |
| Cash - Demand deposits | \$ 1,872,923 | \$ 2,303,402 |
| Investments | 807 | 804 |
| Receivables: | | |
| Accounts | - | 26,569 |
| Due from other funds | 229,500 | - |
| | 229,500 | 26,569 |
| Prepaid Expenses | 86,600 | 86,600 |
| Total Assets | 2,189,830 | 2,417,375 |
| <u>LIABILITIES</u> | | |
| Current Liabilities: | | |
| Accounts payable | 54,962 | - |
| Current portion of claims payable | 211,098 | 218,753 |
| Due to other funds | - | 213,500 |
| Total Current Liabilities | 266,060 | 432,253 |
| Non-current Liabilities - | | |
| Claims payable, less current portion | 1,899,878 | 1,968,779 |
| Total Liabilities | 2,165,938 | 2,401,032 |
| <u>NET ASSETS</u> | | |
| Unrestricted | \$ 23,892 | \$ 16,343 |

INTERNAL SERVICE FUND - WORKERS' COMPENSATION BENEFITS FUND
 COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES
 IN NET ASSETS
 YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | 2008 |
|--|------------|--------------|
| Operating Revenues: | | |
| Departmental charges | \$ 813,606 | \$ 1,156,682 |
| Insurance recoveries | 242,039 | 173,244 |
| Total Operating Revenues | 1,055,645 | 1,329,926 |
| Operating Expenses: | | |
| Insurance | 188,832 | 247,839 |
| Employee benefits | 880,895 | 667,287 |
| Total Operating Expenses | 1,069,727 | 915,126 |
| Income (Loss) from Operations | (14,082) | 414,800 |
| Non-Operating Revenues - Interest income | 21,631 | 51,823 |
| Change in Net Assets | 7,549 | 466,623 |
| Net Assets (Deficit) - Beginning of Year | 16,343 | (450,280) |
| Net Assets - End of Year | \$ 23,892 | \$ 16,343 |

INTERNAL SERVICE FUND - WORKERS' COMPENSATION BENEFITS FUND
 COMPARATIVE STATEMENT OF CASH FLOWS
 YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | 2008 |
|---|---------------------|---------------------|
| Cash Flows From Operating Activities: | | |
| Cash received from departmental charges and other | \$ 639,214 | \$ 856,857 |
| Cash payments to insurance carriers, claimants and other | (1,091,321) | (1,118,344) |
| Net Cash Used in Operating Activities | (452,107) | (261,487) |
| Cash Flows From Investing Activities: | | |
| Interest income | 21,631 | 51,823 |
| Purchase of investments | (807) | (804) |
| Sale of investments | 804 | 789 |
| Net Cash Provided by Investing Activities | 21,628 | 51,808 |
| Net Decrease in Cash | (430,479) | (209,679) |
| Cash - Beginning of Year | 2,303,402 | 2,513,081 |
| Cash - End of Year | <u>\$ 1,872,923</u> | <u>\$ 2,303,402</u> |
| Reconciliation of Income (Loss) from Operations to Net Cash Used in Operating Activities | | |
| Income (loss) from operations | \$ (14,082) | \$ 414,800 |
| Adjustments to reconcile income (loss) from operations to net cash used in operating activities: | | |
| Changes in assets and liabilities: | | |
| Accounts receivable | 26,569 | (26,569) |
| Due from other funds | (229,500) | 10,000 |
| Prepaid expenses | - | (86,600) |
| Accounts payable | 54,962 | - |
| Claims payable | (76,556) | (116,618) |
| Due to other funds | (213,500) | (456,500) |
| Net Cash Used in Operating Activities | <u>\$ (452,107)</u> | <u>\$ (261,487)</u> |

INTERNAL SERVICE FUND - GENERAL LIABILITY CLAIMS FUND
 COMPARATIVE STATEMENT OF NET ASSETS
 DECEMBER 31, 2009 AND 2008

| | <u>2009</u> | <u>2008</u> |
|---------------------------|-------------------|-------------------|
| <u>ASSETS</u> | | |
| Cash - Demand deposits | \$ 425,214 | \$ 475,767 |
| Investments | 673 | 673 |
| Accounts Receivable | <u>600</u> | <u>-</u> |
| Total Assets | <u>426,487</u> | <u>476,440</u> |
| <u>LIABILITIES</u> | | |
| Current Liabilities: | | |
| Accounts payable | 10,180 | 25,633 |
| Claims payable | 40,000 | 13,184 |
| Due to other funds | <u>-</u> | <u>200,000</u> |
| Total Current Liabilities | <u>50,180</u> | <u>238,817</u> |
| <u>NET ASSETS</u> | | |
| Unrestricted | <u>\$ 376,307</u> | <u>\$ 237,623</u> |

TOWN OF RAMAPO, NEW YORK

INTERNAL SERVICE FUND - GENERAL LIABILITY CLAIMS FUND
 COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES
 IN NET ASSETS
 YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | 2008 |
|--|------------|------------|
| Operating Revenues - | | |
| Departmental charges | \$ 810,843 | \$ 579,888 |
| Operating Expenses: | | |
| Insurance | 487,676 | 519,069 |
| Judgments and claims | 187,768 | 71,867 |
| Contractual | 536 | 52,557 |
| Total Operating Expenses | 675,980 | 643,493 |
| Income (Loss) from Operations | 134,863 | (63,605) |
| Non-Operating Revenues - Interest income | 3,821 | 13,049 |
| Change in Net Assets | 138,684 | (50,556) |
| Net Assets - Beginning of Year | 237,623 | 288,179 |
| Net Assets - End of Year | \$ 376,307 | \$ 237,623 |

INTERNAL SERVICE FUND - GENERAL LIABILITY CLAIMS FUND
 COMPARATIVE STATEMENT OF CASH FLOWS
 YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | 2008 |
|---|-------------|-------------|
| Cash Flows From Operating Activities: | | |
| Cash received from departmental charges and other | \$ 610,843 | \$ 549,888 |
| Cash payments to vendors | (536) | (52,557) |
| Cash payments to insurance carriers, claimants and other | (664,681) | (562,738) |
| Net Cash Used in Operating Activities | (54,374) | (65,407) |
| Cash Flows From Investing Activities: | | |
| Interest income | 3,821 | 13,049 |
| Purchase of investments | (673) | (673) |
| Sale of investments | 673 | 660 |
| Net Cash Provided by Investing Activities | 3,821 | 13,036 |
| Net Decrease in Cash | (50,553) | (52,371) |
| Cash - Beginning of Year | 475,767 | 528,138 |
| Cash - End of Year | \$ 425,214 | \$ 475,767 |
| Reconciliation of Income (Loss) from Operations to Net Cash Used in Operating Activities: | | |
| Income (Loss) from operations | \$ 134,863 | \$ (63,605) |
| Adjustments to reconcile income (loss) from operations to net cash used in operating activities: | | |
| Changes in assets and liabilities: | | |
| Accounts receivable | (600) | - |
| Accounts payable | (15,453) | 25,633 |
| Claims payable | 26,816 | 2,565 |
| Due to other funds | (200,000) | (30,000) |
| Net Cash Used in Operating Activities | \$ (54,374) | \$ (65,407) |

TOWN OF RAMAPO, NEW YORK

INTERNAL SERVICE FUND - HEALTH BENEFITS FUND
 COMPARATIVE STATEMENT OF NET ASSETS
 DECEMBER 31, 2009 AND 2008

| | 2009 | 2008 |
|------------------------|------|------------|
| <u>ASSETS</u> | | |
| Cash - Demand deposits | \$ - | \$ 247,587 |
| Investments | - | 932 |
| Receivables: | | |
| Accounts | - | 16,900 |
| Due from other funds | - | 181,704 |
| | - | 198,604 |
| Prepaid Expenses | - | 546,583 |
| Total Assets | - | 993,706 |
| <u>LIABILITIES</u> | | |
| Current Liabilities: | | |
| Accounts payable | - | 289 |
| Due to other funds | - | 993,417 |
| Total Liabilities | \$ - | \$ 993,706 |

INTERNAL SERVICE FUND - HEALTH BENEFITS FUND
 COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN NET ASSETS
 YEARS ENDED DECEMBER 31, 2009 AND 2008

| | <u>2009</u> | <u>2008</u> |
|--|--------------------|---------------------|
| Operating Revenues - | | |
| Departmental charges | <u>\$ -</u> | <u>\$ 7,912,515</u> |
| Operating Expenses: | | |
| Insurance | - | 58,163 |
| Employee benefits | <u>-</u> | <u>7,935,079</u> |
| Total Operating Expenses | <u>-</u> | <u>7,993,242</u> |
| Income (Loss) from Operations | - | (80,727) |
| Non-Operating Revenues - Interest income | <u>-</u> | <u>4,024</u> |
| Change in Net Assets | - | (76,703) |
| Net Assets - Beginning of Year | <u>-</u> | <u>76,703</u> |
| Net Assets - End of Year | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

INTERNAL SERVICE FUND - HEALTH BENEFITS FUND
 COMPARATIVE STATEMENT OF CASH FLOWS
 YEARS ENDED DECEMBER 31, 2009 AND 2008

| | 2009 | 2008 |
|---|---------------------|---------------------|
| Cash Flows From Operating Activities: | | |
| Cash received from departmental charges and other | \$ 16,900 | \$ 8,073,595 |
| Cash payments to insurance carriers, claimants and other | (263,542) | (8,212,135) |
| Net Cash Used in Operating Activities | (246,642) | (138,540) |
| Cash Flows From Investing Activities: | | |
| Interest income | - | 4,024 |
| Purchase of investments | - | (932) |
| Sale of investments | 932 | 915 |
| Net Cash Provided by Investing Activities | 932 | 4,007 |
| Net Decrease in Cash | (245,710) | (134,533) |
| Cash - Beginning of Year | 247,587 | 382,120 |
| Cash - End of Year | <u>\$ 1,877</u> | <u>\$ 247,587</u> |
| Reconciliation of Income (Loss) from Operations to Net Cash Used in Operating Activities: | | |
| Income (loss) from operations | \$ - | \$ (80,727) |
| Adjustments to reconcile income (loss) from operations to net cash used in operating activities: | | |
| Changes in assets and liabilities: | | |
| Accounts receivable | 16,900 | 32,006 |
| Due from other funds | 181,704 | (291,944) |
| Prepaid expenses | 546,583 | 129,075 |
| Accounts payable | (289) | (301) |
| Claims payable | - | (760,922) |
| Due to other funds | (991,540) | 834,273 |
| Net Cash Used in Operating Activities | <u>\$ (246,642)</u> | <u>\$ (138,540)</u> |