

**TOWN OF ARCADIA**

**Wayne County, New York**

**BASIC FINANCIAL STATEMENTS**

**For Year Ended December 31, 2025**



BUSINESS  
ADVISORS  
AND CPAS

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## **Independent Auditors' Report**

To the Honorable Town Council  
The Town of Arcadia  
Wayne County, New York

### ***Opinions***

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Arcadia, Wayne County, New York, (the Town) as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town, as of December 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Town and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

## ***Auditor’s Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS, we:

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

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis, schedule of changes in Town’s total OPEB liability and related ratio, schedule of the Town’s proportionate share of the net pension liability, schedule of Town contributions, and budgetary comparison information on pages 3-12 and 47-54 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Mengel, Metzger, Barw & Co. LLP*

Fairport, New York  
April 20, 2026

**Town of Arcadia, Wayne County, New York**  
**Management's Discussion and Analysis (MD&A)**

**December 31, 2025**

**Introduction**

Our discussion and analysis of the Town of Arcadia, Wayne County, New York's (the Town) financial performance provides an overview of the Town's financial activities for the year ended December 31, 2025. It should be read in conjunction with the basic financial statements to enhance understanding of the Town's financial performance, which immediately follows this section.

**Financial Highlights**

Key financial highlights for year 2025 are as follows:

- ◆ On the government-wide financial statements, the total assets of the Town exceeded liabilities by \$13,414,474 (net position) an increase of \$1,094,766. Of the current year amount, the unrestricted portion is \$2,408,377. The balance of net position is either restricted for specific purposes or the net investment in capital assets.
- ◆ General revenues which include Property Taxes, Non-Property Taxes, Mortgage Tax, Compensation for Loss, Investment Earnings, and Miscellaneous accounted for \$4,530,557 or 83% of all revenues. Program specific revenues in the form of Charges for Services, Operating Grants and Contributions and Capital Grants, and Contributions accounted for \$908,131 or 17% of total revenues.
- ◆ The Town's governmental fund financial statements report a combined ending fund balance of \$7,631,003 an increase of \$579,043 in comparison with the prior year. At the end of the current year, \$1,156,012 is available for spending at the Town's discretion.
- ◆ At the end of the current year, the fund balance of the General Fund was \$1,740,440 an increase of \$127,324 from the prior year.

**Overview of the Financial Statements**

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

*1. Government-Wide Financial Statements*

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

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

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

## 2. Fund Financial Statements

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

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

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

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

### 3. *Notes to the Financial Statements*

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

## Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the Town's financial position. In the case of the Town, net position at the close of the current year were \$13,414,474.

### Net Position

The Town's combined net position was more on December 31, 2025, than they were the year before, as shown in table below:

	<u>Governmental Activities</u>		<u>Total</u>
	<u>2025</u>	<u>2024</u>	<u>Variance</u>
<b><u>ASSETS:</u></b>			
Current and Other Assets	\$ 9,094,320	\$ 7,122,101	\$ 1,972,219
Capital Assets	17,572,284	17,427,418	144,866
<b>Total Assets</b>	<b>\$ 26,666,604</b>	<b>\$ 24,549,519</b>	<b>\$ 2,117,085</b>
<b><u>DEFERRED OUTFLOWS OF RESOURCES:</u></b>			
Deferred Outflows of Resources	\$ 1,002,727	\$ 1,279,426	\$ (276,699)
<b><u>LIABILITIES:</u></b>			
Long-Term Debt Obligations	\$ 11,986,209	\$ 12,433,212	\$ (447,003)
Other Liabilities	156,906	120,035	36,871
<b>Total Liabilities</b>	<b>\$ 12,143,115</b>	<b>\$ 12,553,247</b>	<b>\$ (410,132)</b>
<b><u>DEFERRED INFLOWS OF RESOURCES:</u></b>			
Deferred Inflows of Resources	\$ 2,111,742	\$ 955,990	\$ 1,155,752
<b><u>NET POSITION:</u></b>			
Net Investment in Capital Assets	\$ 9,243,312	\$ 8,999,940	\$ 243,372
<u>Restricted For,</u>			
Other Purposes	1,762,785	1,627,534	135,251
Unrestricted	2,408,377	1,692,234	716,143
<b>Total Net Position</b>	<b>\$ 13,414,474</b>	<b>\$ 12,319,708</b>	<b>\$ 1,094,766</b>

### Key Variances

- Current and Other Assets increased \$1,972,219 as a result of a new solar lease agreement, and cash increases due to revenues exceeding expenses.
- Deferred Inflows of Resources increased \$1,155,752 as a result of a new solar lease agreement.

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

The balance of unrestricted net position is \$2,408,377.

## Changes in Net Position

The Town's total revenues were less for 2025 than they were the year before, decreasing by 10% to \$5,438,688.

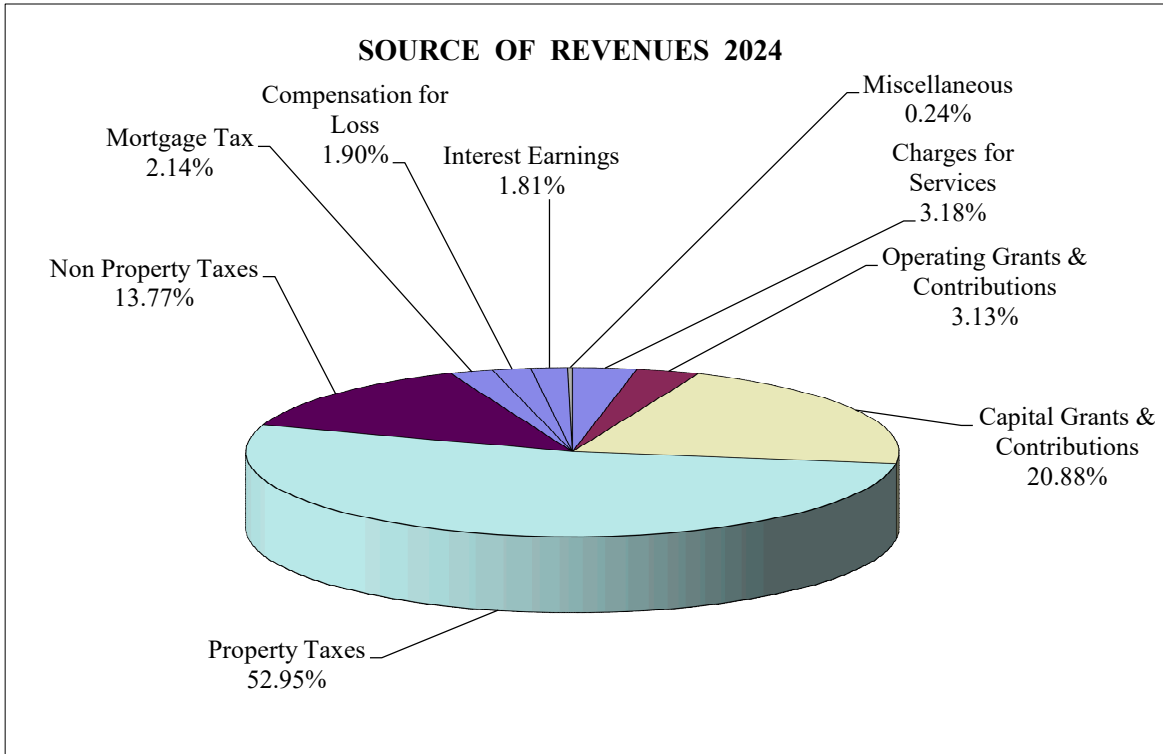
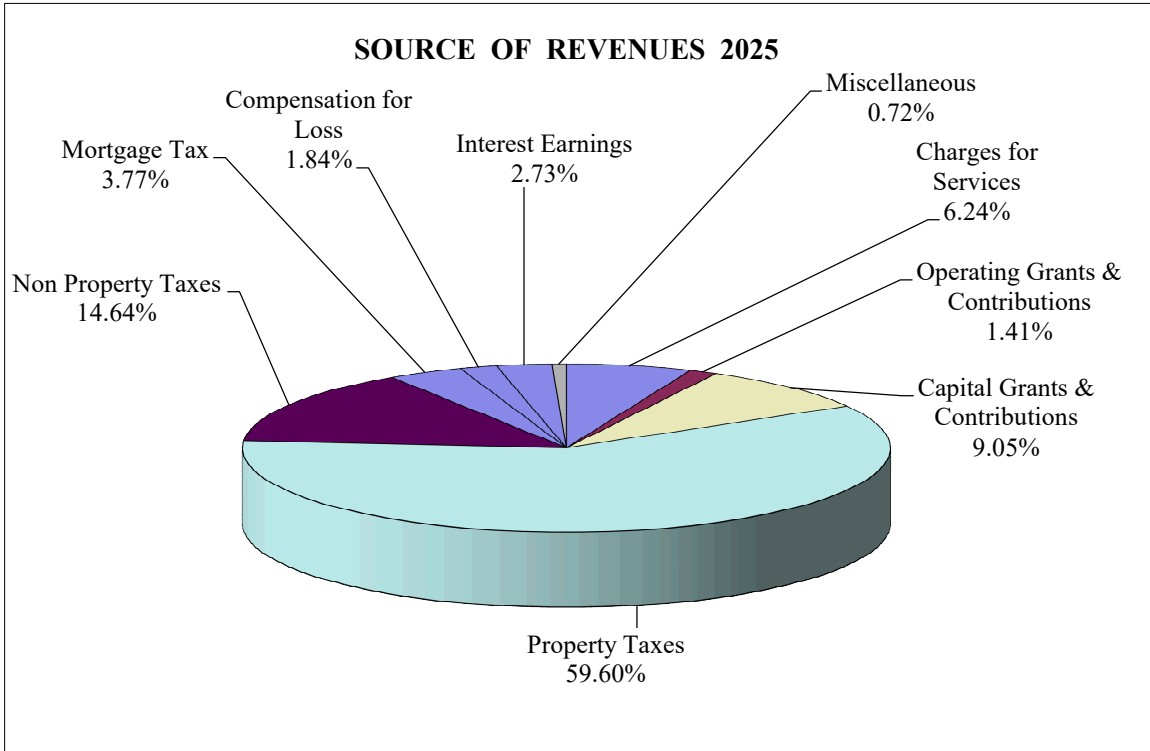
The Town's total expenditures were less for 2025 than they were the year before, decreasing by 1% to \$4,343,922.

See table below:

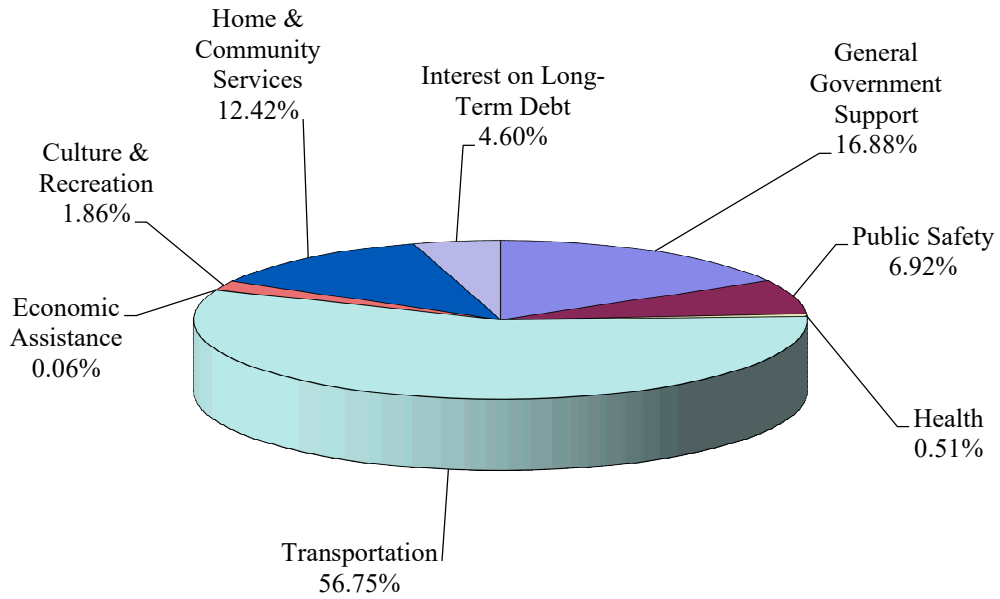
	<u>Governmental Activities</u>		<u>Total Variance</u>
	<u>2025</u>	<u>2024</u>	
<b><u>REVENUES:</u></b>			
<b><u>Program -</u></b>			
Charges for Service	\$ 339,361	\$ 192,941	\$ 146,420
Operating Grants & Contributions	76,461	189,820	(113,359)
Capital Grants & Contributions	492,309	1,267,219	(774,910)
<b>Total Program</b>	<b>\$ 908,131</b>	<b>\$ 1,649,980</b>	<b>\$ (741,849)</b>
<b><u>General -</u></b>			
Property Taxes	\$ 3,241,427	\$ 3,213,856	\$ 27,571
Non Property Taxes	795,991	835,732	(39,741)
Mortgage Tax	204,826	129,970	74,856
Compensation for Loss	100,202	115,362	(15,160)
Investment Earnings	149,058	109,920	39,138
Miscellaneous	39,053	14,655	24,398
<b>Total General</b>	<b>\$ 4,530,557</b>	<b>\$ 4,419,495</b>	<b>\$ 111,062</b>
<b>TOTAL REVENUES</b>	<b>\$ 5,438,688</b>	<b>\$ 6,069,475</b>	<b>\$ (630,787)</b>
<b><u>EXPENSES:</u></b>			
General Government Support	\$ 733,452	\$ 795,073	\$ (61,621)
Public Safety	300,765	305,897	(5,132)
Health	22,181	23,940	(1,759)
Transportation	2,465,031	2,512,295	(47,264)
Economic Assistance & Development	2,709	2,739	(30)
Culture & Recreation	80,821	79,404	1,417
Home & Community Services	539,359	439,562	99,797
Interest	199,604	212,281	(12,677)
<b>TOTAL EXPENSES</b>	<b>\$ 4,343,922</b>	<b>\$ 4,371,191</b>	<b>\$ (27,269)</b>
<b>INCREASE IN NET POSITION</b>	<b>\$ 1,094,766</b>	<b>\$ 1,698,284</b>	
<b>NET POSITION, BEGINNING OF YEAR</b>	<b>12,319,708</b>	<b>10,621,424</b>	
<b>NET POSITION, END OF YEAR</b>	<b>\$ 13,414,474</b>	<b>\$ 12,319,708</b>	

### Key Variances

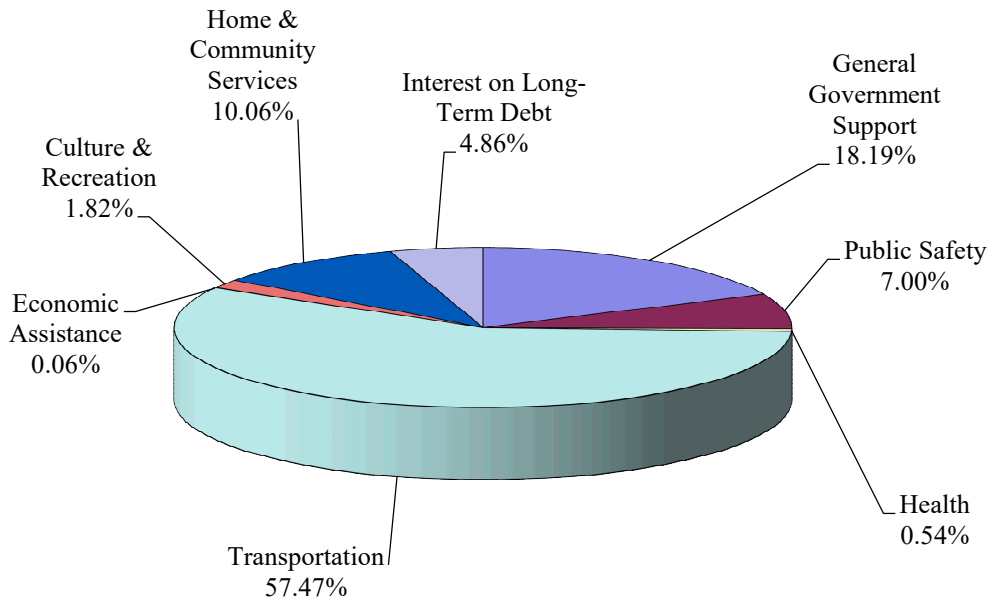
- Capital Grants & Contributions decreased \$774,910 as a result of a Rural Development water project in the prior year.



### SOURCE OF EXPENDITURES 2025



### SOURCE OF EXPENDITURES 2024



## Financial Analysis of the Town of Arcadia's Funds

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

### *Governmental Funds*

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

As of the end of the current year, the Town's combined governmental fund balances are \$7,631,003 which is more than last year's ending fund balance of \$7,051,960.

Of the total combined fund balances, \$49,914 has been designated as nonspendable fund balance, \$1,762,785 has been designated as restricted fund balance, \$4,662,292 has been designated as assigned fund balance and the remaining balance of \$1,156,012 (unassigned fund balance) is primarily for providing cash flow and for future spending needs.

The General Fund is the chief operating fund of the Town. At the end of the current year, the total fund balance of the General Fund was \$1,740,440, of which \$1,352,685 was unassigned. The fund balance for the Town's General Fund increased by \$127,324 compared with the prior year.

## Budgetary Highlights

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

<u>Revenue Items</u>	<b>Budget Variance Original Vs. Amended</b>	<u>Explanations for Budget Variance</u>
Highway Part-Town-State and County Aid	\$252,309	CHIPS Money Received
<u>Expenditure Items</u>	<b>Budget Variance Original Vs. Amended</b>	<u>Explanations for Budget Variance</u>
Highway Part-Town Fund-Transportation	\$252,309	CHIPS Money spent

<b>Revenue Items</b>	<b>Budget Variance Amended Vs. Actual</b>	<b>Explanation for Budget Variance</b>
General Fund-State and County Aid	\$89,223	Mortgage Tax
General Part-Town Fund-Non-Property Taxes	\$193,144	Sales Tax
Highway Fund-Intergovernmental Charges	\$155,894	Snow & Ice Removal
Highway Fund-Sale of Property and Compensation for Loss	\$84,083	Sold some Highway Equipment
Highway Part-Town Fund-Non-Property Taxes	\$171,043	Sales Tax
Highway Part-Town Fund-State and County Aid	(\$60,000)	CHIPS
<b>Expenditure Items</b>	<b>Budget Variance Amended Vs. Actual</b>	<b>Explanations for Budget Variance</b>
General Fund-General Government Support	\$99,723	Conservative budgeting – legal, clerk PT
General Fund-Home and Community Services	\$57,823	New water project expenses moved to Capital Fund
General Fund-Employee Benefits	\$54,933	Conservative budgeting – health insurance
General Part-Town Fund-General Government Support	\$26,526	Conservative budgeting - engineering
Highway Fund-Employee Benefits	\$37,121	Conservative budgeting – health insurance
Highway Part-Town Fund-Employee Benefits	\$37,960	Conservative budgeting – health insurance

### Capital Assets

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

	<u>2025</u>	<u>2024</u>
<b>Capital Assets</b>		
Land	\$ 102,000	\$ 102,000
Work in Progress	196,673	57,392
Buildings and Improvements	538,965	382,582
Machinery and Equipment	1,560,073	1,679,958
Infrastructure	15,174,573	15,205,486
<b>Total Capital Assets</b>	<u>\$ 17,572,284</u>	<u>\$ 17,427,418</u>

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

## Long-Term Debt

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

<u>Type</u>	<u>2025</u>	<u>2024</u>
Serial Bonds Payable	\$ 8,071,000	\$ 8,306,000
Amortized Bond Premium	61,299	64,086
Net Pension Liability	573,429	489,263
Compensated Absences	46,343	45,228
OPEB Liability	3,234,138	3,528,635
<b>Total Long-Term Obligations</b>	<b>\$ 11,986,209</b>	<b>\$ 12,433,212</b>

The amount of principal paid on outstanding debt was \$235,000. More detailed information about the Town's long-term liabilities is presented in the notes to the financial statements.

## Factors Bearing on the Town's Future

- SWIA #3 is moving forward. Hoping to start the line in May if all goes well.
- Water District # 18 is progressing along.
- We continue to look into opportunities to better & improve the Town.

## Requests for Information

This financial report is designed to provide the Town's citizens, taxpayers, customers, investors, and creditors with a general overview of the Town's finances and to demonstrate the Town's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the following:

Town of Arcadia  
201 Frey Street  
Newark, New York 14513

**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**

**Statement of Net Position**

**December 31, 2025**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 7,406,706
Accounts receivable, net	1,637,700
Prepaid items	49,914
<b>Capital assets:</b>	
Land and work in progress	298,673
Other capital assets, net of depreciation	17,273,611
<b>TOTAL ASSETS</b>	<u><u>\$ 26,666,604</u></u>
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred outflows of resources	<u><u>\$ 1,002,727</u></u>
 <b>LIABILITIES</b>	
Accounts payable	\$ 91,067
Accrued liabilities	60,839
Other liabilities	5,000
<b>Noncurrent liabilities:</b>	
Due in one year	287,130
Due in more than one year	11,699,079
<b>TOTAL LIABILITIES</b>	<u><u>\$ 12,143,115</u></u>
 <b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred inflows of resources	<u><u>\$ 2,111,742</u></u>
 <b>NET POSITION</b>	
Net investment in capital assets	\$ 9,243,312
<b>Restricted for:</b>	
Other purposes	1,762,785
Unrestricted	2,408,377
<b>TOTAL NET POSITION</b>	<u><u><u>\$ 13,414,474</u></u></u>

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

**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**

**Statement of Activities**

**For the Year Ended December 31, 2025**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government Governmental Activities</u>
<b>Primary Government:</b>					
<b>Governmental Activities:</b>					
General government support	\$ 733,452	\$ 8,872	\$ 76,461	\$ -	\$ (648,119)
Public safety	300,765	39,489	-	-	(261,276)
Health	22,181	-	-	-	(22,181)
Transportation	2,465,031	275,894	-	492,309	(1,696,828)
Economic assistance and development	2,709	-	-	-	(2,709)
Culture and recreation	80,821	-	-	-	(80,821)
Home and community services	539,359	15,106	-	-	(524,253)
Interest on long-term debt	199,604	-	-	-	(199,604)
<b>Total Primary Government</b>	<b>\$ 4,343,922</b>	<b>\$ 339,361</b>	<b>\$ 76,461</b>	<b>\$ 492,309</b>	<b>\$ (3,435,791)</b>
<b>General Revenues:</b>					
<b>Taxes:</b>					
Property taxes					\$ 3,241,427
Non-property taxes					795,991
Mortgage tax					204,826
Compensation for loss					100,202
Investment earnings					149,058
Miscellaneous					39,053
<b>Total General Revenues</b>					<b>\$ 4,530,557</b>
Change in Net Position					\$ 1,094,766
<b>Net Position - Beginning</b>					<b>12,319,708</b>
<b>Net Position - Ending</b>					<b>\$ 13,414,474</b>

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

**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**

**Balance Sheet**

**Governmental Funds**

**December 31, 2025**

	<b>Major</b>		
	<b>General Fund</b>	<b>General Fund Part-Town</b>	<b>Capital Projects Fund</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 1,505,375	\$ 1,810,242	\$ -
Receivables, net	1,397,238	798	-
Due from other funds	197,731	622	-
Due from other governments, net	3,165	-	-
Prepaid items	27,690	1,862	-
<b>Total Assets</b>	<b>\$ 3,131,199</b>	<b>\$ 1,813,524</b>	<b>\$ -</b>
<b>Liabilities, Deferred Inflows and Fund Balances</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 18,509	\$ 1,212	\$ -
Accrued liabilities	11,079	-	-
Due to other funds	-	1,630	196,673
Due to other governments	623	-	-
Other liabilities	5,000	-	-
Overpayments and collections in advance	464	-	-
<b>Total Liabilities</b>	<b>\$ 35,675</b>	<b>\$ 2,842</b>	<b>\$ 196,673</b>
<b>Deferred Inflows</b>			
Deferred Inflows of Resources	\$ 1,355,084	\$ -	\$ -
<b>Fund Balances:</b>			
Nonspendable	\$ 27,690	\$ 1,862	\$ -
Restricted	105,065	-	-
Assigned	255,000	1,808,820	-
Unassigned	1,352,685	-	(196,673)
<b>Total Fund Balances</b>	<b>\$ 1,740,440</b>	<b>\$ 1,810,682</b>	<b>\$ (196,673)</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$ 3,131,199</b>	<b>\$ 1,813,524</b>	<b>\$ -</b>

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

**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**

**Balance Sheet**

**Governmental Funds**

**December 31, 2025**

<u>Highway Fund</u>	<u>Highway Fund Part-Town</u>	<u>Water Fund</u>	<u>Nonmajor Fire Protection Fund</u>	<u>Total Governmental Funds</u>
\$ 1,218,867	\$ 1,955,524	\$ 913,705	\$ 2,993	\$ 7,406,706
-	-	-	-	1,398,036
-	-	-	-	198,353
77,250	159,249	-	-	239,664
10,181	10,181	-	-	49,914
<u>\$ 1,306,298</u>	<u>\$ 2,124,954</u>	<u>\$ 913,705</u>	<u>\$ 2,993</u>	<u>\$ 9,292,673</u>
\$ 71,346	\$ -	\$ -	\$ -	\$ 91,067
-	-	-	-	11,079
50	-	-	-	198,353
-	-	-	-	623
-	-	-	-	5,000
-	-	-	-	464
<u>\$ 71,396</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 306,586</u>
\$ -	\$ -	\$ -	\$ -	\$ 1,355,084
\$ 10,181	\$ 10,181	\$ -	\$ -	\$ 49,914
741,022	-	913,705	2,993	1,762,785
483,699	2,114,773	-	-	4,662,292
-	-	-	-	1,156,012
<u>\$ 1,234,902</u>	<u>\$ 2,124,954</u>	<u>\$ 913,705</u>	<u>\$ 2,993</u>	<u>\$ 7,631,003</u>
<u>\$ 1,306,298</u>	<u>\$ 2,124,954</u>	<u>\$ 913,705</u>	<u>\$ 2,993</u>	

**Amounts reported for governmental activities in the**

**Statement of Net Position are different because:**

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

17,572,284

Interest is accrued on outstanding bonds in the Statement of Net Position but not in the funds.

(48,673)

The following long-term obligations are not due and payable in the current period, therefore are not reported in the governmental funds:

Serial Bonds Payable	(8,071,000)
Amortized Bond Premium	(61,299)
Deferred Inflows - Pensions	(25,207)
Deferred Outflows - Pensions	362,285
Deferred Inflows - OPEB	(731,451)
Deferred Outflows - OPEB	640,442
Net Pension Liability	(573,429)
OPEB Liability	(3,234,138)

Compensated absences are not reported in the funds under fund accounting but are expensed as the liability is incurred in the Statement of Net Position.

(46,343)

**Net Position of Governmental Activities**

**\$ 13,414,474**

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

**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended December 31, 2025**

	<b>Major</b>		
	<b>General Fund</b>	<b>General Fund Part-Town</b>	<b>Capital Projects Fund</b>
<b>Revenues:</b>			
Real property and tax items	\$ 732,998	\$ 953	\$ -
Non-property taxes	46,304	358,644	-
Departmental income	30,320	700	-
Intergovernmental charges	-	-	-
Use of money and property	54,013	17,785	-
Licenses and permits	6,362	10,979	-
Fines and forfeitures	16,119	-	-
Sale of property and § compensation for loss	-	-	-
Miscellaneous	36,266	-	-
State and county aid	272,070	-	-
Federal aid	9,217	-	-
<b>Total Revenues</b>	<b>\$ 1,203,669</b>	<b>\$ 389,061</b>	<b>\$ -</b>
<b>Expenditures:</b>			
<b>Current:</b>			
General government support	\$ 585,824	\$ 9,474	\$ -
Public safety	49,149	40,360	-
Health	15,161	1,500	-
Transportation	152,503	-	-
Economic assistance and development	2,709	-	-
Culture and recreation	1,355	79,018	-
Home and community services	8,577	6,842	139,281
Employee benefits	261,067	11,330	-
<b>Debt Service:</b>			
Debt service - principal	-	-	-
Debt service - interest and other charges	-	-	-
<b>Total Expenditures</b>	<b>\$ 1,076,345</b>	<b>\$ 148,524</b>	<b>\$ 139,281</b>
Excess (deficiency) of revenue over expenditures	\$ 127,324	\$ 240,537	\$ (139,281)
<b>Fund Balance - Beginning</b>	<b>1,613,116</b>	<b>1,570,145</b>	<b>(57,392)</b>
<b>Fund Balance - Ending</b>	<b>\$ 1,740,440</b>	<b>\$ 1,810,682</b>	<b>\$ (196,673)</b>

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

**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended December 31, 2025**

<u>Highway Fund</u>	<u>Highway Fund Part-Town</u>	<u>Water Fund</u>	<u>Nonmajor Fire Protection Fund</u>	<u>Total Governmental Funds</u>
\$ 1,274,272	\$ 550,982	\$ 486,382	\$ 195,840	\$ 3,241,427
-	391,043	-	-	795,991
-	-	-	-	31,020
275,894	-	15,106	-	291,000
28,032	27,606	21,541	81	149,058
-	-	-	-	17,341
-	-	-	-	16,119
84,083	-	-	-	84,083
-	-	-	-	36,266
-	492,309	-	-	764,379
-	-	-	-	9,217
<u>\$ 1,662,281</u>	<u>\$ 1,461,940</u>	<u>\$ 523,029</u>	<u>\$ 195,921</u>	<u>\$ 5,435,901</u>
\$ -	\$ -	\$ -	\$ -	\$ 595,298
-	-	-	195,840	285,349
-	-	-	-	16,661
1,385,460	1,142,121	-	-	2,680,084
-	-	-	-	2,709
-	-	-	-	80,373
-	-	49,943	-	204,643
149,879	133,640	-	-	555,916
-	-	235,000	-	235,000
-	-	200,825	-	200,825
<u>\$ 1,535,339</u>	<u>\$ 1,275,761</u>	<u>\$ 485,768</u>	<u>\$ 195,840</u>	<u>\$ 4,856,858</u>
\$ 126,942	\$ 186,179	\$ 37,261	\$ 81	\$ 579,043
1,107,960	1,938,775	876,444	2,912	7,051,960
<u><u>\$ 1,234,902</u></u>	<u><u>\$ 2,124,954</u></u>	<u><u>\$ 913,705</u></u>	<u><u>\$ 2,993</u></u>	<u><u>\$ 7,631,003</u></u>

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

**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**  
**Reconciliation of the Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**For the Year Ended December 31, 2025**

**Net Change in Fund Balances - Total Governmental Funds** \$ 579,043

**Amounts reported for governmental activities in the Statement of Activities are different because:**

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

Capital outlay	\$	139,281	
Addition of assets, net		936,605	
Depreciation		(832,672)	
(Loss) on sale of assets		(98,348)	
			144,866

Bond and installment purchase debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term obligations in the Statement of Net Position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term obligations in the Statement of Net Position. The following details these items as they effect the governmental activities:

Debt repayment	\$	235,000	
Amortization of bond premium		2,787	
			237,787

The net OPEB liability does not require the use of current financial resources, and therefore, is not reported as an expenditure in the governmental funds. 103,889

(Increase) decrease in proportionate share of net pension asset/liability reported in the Statement of Activities do not provide for or require the use of current financial resources and therefore are not reported as revenues and expenditures in the governmental funds:

Employees' Retirement System			29,075
------------------------------	--	--	--------

Compensated absences represents the value of the earned and unused portion of the liability for vacation and compensatory time. They are reported in the Statement of Activities but do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. This is the net change of compensated absences. (1,115)

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 1,221

**Change in Net Position of Governmental Activities** \$ 1,094,766

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

**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**

**Statement of Fiduciary Net Position**

**Fiduciary Funds**

**December 31, 2025**

	<b>Custodial Funds</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ -
<b>TOTAL ASSETS</b>	<b>\$ -</b>
<b>LIABILITIES</b>	
Other liabilities	\$ -
<b>TOTAL LIABILITIES</b>	<b>\$ -</b>
<b>NET POSITION</b>	
Unrestricted	\$ -
<b>TOTAL NET POSITION</b>	<b>\$ -</b>

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

**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**

**Statement of Changes in Fiduciary Net Position**

**Fiduciary Funds**

**For the Year Ended December 31, 2025**

	<b>Custodial Funds</b>
	<u>                    </u>
<b>ADDITIONS</b>	
Clerk fees	\$      9,970
Taxes collected other governments	5,153,821
Court fees	35,121
Bail deposits	15,250
	<u>                    </u>
<b>TOTAL ADDITIONS</b>	<u>\$     5,214,162</u>
<b>DEDUCTIONS</b>	
Clerk fees paid to the State	\$      9,970
Taxes paid to the County	5,153,821
Court fees paid to the State	35,121
Bail payments	15,250
	<u>                    </u>
<b>TOTAL DEDUCTIONS</b>	<u>\$     5,214,162</u>
Change in net position	\$          -
<b>NET POSITION - BEGINNING</b>	<u>          -</u>
<b>NET POSITION - ENDING</b>	<u><u>          -</u></u>

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

**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**

**Notes To The Basic Financial Statements**

**December 31, 2025**

**I. Summary of Significant Accounting Policies:**

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

**A. Financial Reporting Entity**

The Town is governed by Town Law and other general laws of the State of New York and various local laws. The Town Board, which is the legislative body responsible for the overall operation of the Town. The Supervisor serves as Chief Executive Officer and Chief Fiscal Officer of the Town.

The Town provides the following basic services to all or some residents of the Town: Public safety, transportation (highway), culture/recreations, planning and zoning, public improvement and general administration, fire protection, and water districts.

The Town defines its reporting entity in accordance with GASB Statement No. 14 as amended by GASB Statement No. 39 of the Governmental Accounting Standards Board (GASB), *Financial Reporting Entity*. The statements define the primary government and redefine and establish the criteria for which potential component units are included in the reporting entity. They also define financial accountability of the primary government as being determined on the basis of fiscal dependency, appointment of a voting majority of a governing board, ability to impose its will or potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. Based on the criteria under this Statement, there are no component units required to be included in the reporting entity.

**B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

**1. Town-wide Statements**

The Statement of Net Position and the Statement of Activities display information about the Town as a whole. These statements include the financial activities of the primary government, except for Fiduciary Funds.

The Town-wide statements are prepared using the economic resources measurement focus. This differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the Town-wide statements and the statements for governmental funds.

( I. ) (Continued)

The Town-wide Statement of Activities presents a comparison between direct expenses and program revenues for each function or program of the Town's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the Town. The comparison of direct expenses with program revenues identifies the extent to which governmental function is self-financing or draws from the general operating fund.

2. **Fund Financial Statements**

Fund financial statements report detailed information about the Town. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is reported in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary Funds are reported by fund type.

The Governmental Funds are accounted for on the "flow of current financial resources" measurement focus. This measurement focus is based on the concept of accountability, which includes measuring interperiod equity whether current year revenues were sufficient to pay for current year services. The private purpose trust fund is reported using the economic resources measurement focus.

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

1. **Major Governmental Funds**

**General Fund Whole Town and General Fund Part Town** - the Town uses two General Funds to account for the financial resources related to the general town wide activities and the activities associated solely with the portion of the Town which lies outside the Village of Newark (the Village).

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

**Capital Projects Fund** – used to account for the financial resources and activities associated with the construction of the water districts.

**Highway Fund Whole Town and Highway Fund Part Town** - the Town utilizes two special revenue funds used to account for taxes, user fees, or other revenues which are raised or received to provide highway services Town wide and the activities associated solely with the portion of the Town which lies outside the Village.

( I. ) (Continued)

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

2. **Nonmajor Governmental Funds**

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

**Special Revenue Fund – Fire Protection Fund** - used to account for taxes, user fees, or other revenues which are raised or received to provide special services to areas that may or may not encompass the whole Town.

b. **Fiduciary Funds**

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

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

3. **Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Town-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Fiduciary Funds also use the accrual basis of accounting.

a. **Modified Accrual**

Under the modified accrual basis, revenues are recognized in the accounting period in which they become susceptible to accrual, i.e., both available and measurable. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Significant revenues susceptible to accrual include ad valorem taxes, reimbursable- type grants, town clerk fees and snow and ice reimbursements. The Town considers all revenues as available if collected within one year from the balance sheet date. Property taxes are recognized when taxes are received. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due and compensated absences which are recorded when due/paid.

**( I. ) (Continued)**

In applying the susceptible to accrual concept to revenues from Federal and State sources, the legal contractual requirements of the numerous individual programs are used as guidance. Revenue from grants and entitlements is recognized when all eligibility requirements have been satisfied. There are, however, essentially two types of these revenues. In one, monies must be expended for the specific purpose or project before the Town will receive any amounts; therefore, revenues are recognized based upon the occurrence of expenditures. In the other type, monies are virtually unrestricted as to purpose of expenditure and are usually revocable only for failure to comply with prescribed legal and contractual requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met. In all cases, monies received before the revenue recognition criteria have been met are reported as deferred revenue.

**b. Accrual**

Under this basis of accounting, revenues are recognized in the period earned and expenses are recognized in the period incurred regardless of the timing of cash inflows and outflows.

**C. Assets, Liabilities, and Equity**

**1. Cash and Investments**

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

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

**2. Receivables**

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

In addition, the Town will report a receivable relating to a lease arrangement. The receivable is recorded at the present value of the future payments and recognized over the life of the lease.

**3. Inventory**

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

( I. ) (Continued)

4. **Prepaid Items**

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

5. **Capital Assets**

Capital assets represent the cumulative amount of capital assets owned by the Town. Purchased assets are recorded as expenditures in the fund financial statements and are capitalized at cost on the Town-wide Statement of Net Position. In the case of gifts or contributions, such assets are recorded at fair market value at the time received.

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

A capitalization threshold of \$5,000 is used to report capital assets. Other costs incurred for repairs and maintenance are expensed as incurred. All reported capital assets except land and construction in progress are depreciated. Depreciation is computed using the straight-line method over the following estimated useful lives:

<u>Class</u>	<u>Estimated Useful Life</u>
Buildings & Building Improvements	15 - 50 Years
Machinery & Equipment	5 - 10 Years
Vehicles	5 - 10 Years
Infrastructure	15 - 40 Years

6. **Unearned Revenue**

The Town reports unearned revenues in its basic financial statements. Unearned revenue arises when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. Unearned revenue also arises when resources are received by the Town before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both recognition criteria are met, or when the Town has legal claim to resources, the liability for unearned revenue is removed and revenue is recognized.

7. **Deferred Outflows and Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenses/expenditure) until then.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until then.

( I. ) (Continued)

**8. Accrued Liabilities and Long-Term Obligations**

Payables, accrued liabilities and long-term obligations are reported in the Town-wide financial statements. In the governmental funds, payables and accrued liabilities are paid in a timely manner and in full from current financial resources. Claims and judgments, other post-employment benefits payable and compensated absences that will be paid from governmental funds are reported as a liability in the funds financial statements only to the extent that they are due for payment in the current year. Bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

Long-term obligations represent the Town's future obligations or future economic outflows. These liabilities are reported as due in one year or due within more than one year in the Statement of Net Position.

**a. Other Benefits**

Town employees participate in the New York State Employees' Retirement System.

In addition to providing pension benefits, the Town provides post-employment health coverage to retired employees in accordance with the provision of various employment contracts in effect at the time of retirement. The Town recognizes the cost of providing health insurance by recording its share of insurance premiums as an expenditure.

**9. Encumbrances**

For financial reporting purposes encumbrances have been reclassified to assigned fund balance on the governmental funds for General Fund and assigned or restricted fund balance in the Highway and Water Fund. Encumbrance accounting, under which purchase orders, contracts or other commitments for the expenditure of monies are recorded for budgetary control purposes to reserve that portion of the applicable appropriations, is employed in the general, Town-wide capital improvement project and nonmajor funds.

**10. Equity Classifications**

**a. Town-wide Statements**

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

1. **Net investment in capital assets** - consists of capital assets net of accumulated depreciation, reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Additionally, deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt should be included in this component of net position.

( I. ) (Continued)

2. **Restricted net position** - consists of restricted assets (i.e. restrictions imposed by (1). external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enable legislation) reduced by liabilities and deferred inflows related to those assets.
3. **Unrestricted Net Position** - reports the balance of net position that does not meet the definition of the above two classifications.

b. **Financial Statements –Fund Balance**

The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used.

1. **Nonspendable fund balance** – Amounts that are not in a spendable form (i.e. inventory or prepaids) or are legally or contractually required to be maintained intact.
2. **Restricted fund balance** – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
3. **Assigned fund balance** – Amounts a government intends to use for a specific purpose; intent can be expressed by the Board or by an official or body to which the Board delegates the authority.
4. **Unassigned fund balance** – Amounts that are available for town purposes pursuant to any Law restrictions. Any positive amounts are reported only in the General Fund.

c. The Board has passed the following policies that relate to GASB No. 54:

1. **Assigned fund balance** – The purchasing agent is responsible for all of the purchasing activities of the Town and therefore, is designated as having the authority to assign amounts intended to be used for a specific purpose.

The Town Board has the authority to assign fund balance (appropriation of fund balance for ensuing year’s budget) for the purpose of tax reduction on an annual basis.

2. **Spending policy** – Resources will generally be spent from Budgetary Appropriations first. Utilization of reserve funds will be determined based on the legal appropriation of such funds which require either the Town Board and/or Town voter approval. Furthermore, assigned amounts will be considered expended when the transaction for which the assignment was made does occur.



( I. ) (Continued)

1. **Fund Financial Statements**

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

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

2. **Town-wide Financial Statements**

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

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

F. **Use of Estimates**

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

G. **New Accounting Standards**

The Town has adopted all current Statements of the Governmental Accounting Standards Board (GASB) that are applicable. At December 31, 2025, the Town implemented the following new standards issued by GASB:

GASB has issued Statement 102, *Certain Risk Disclosures*.

H. **Future Changes in Accounting Standards**

GASB has issued Statement 103, *Financial Reporting Model Improvements*, which will be effective for fiscal years beginning after June 15, 2025.

**( I. ) (Continued)**

GASB has issued Statement 104, *Disclosure of Certain Capital Assets*, which will be effective for fiscal years beginning after June 15, 2025.

GASB has issued Statement 105, *Subsequent Events*, which will be effective for fiscal years beginning after June 15, 2026.

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

**II. Stewardship, Compliance and Accountability:**

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

**A. Budgetary Data**

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

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

**2. Budget Basis of Accounting**

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

**3. Revenue Restrictions**

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

**B. Deposit and Investment Laws and Regulations**

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

( II. ) (Continued)

New York State Law governs the Town’s investment policies. Resources must be deposited in FDIC-insured commercial banks or trust companies located within the State. Permissible investments include obligations of the United States Treasury, United States Agencies, repurchase agreements and obligations of New York State or its localities.

Collateral is required for demand and time deposits and certificates of deposit not covered by FDIC insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of the State and its municipalities and Districts.

**C. Deficit Fund Balance – Capital Projects Fund**

The Capital Projects Fund had a deficit unassigned fund balance of \$196,673 at December 31, 2025, which is a result of expenses incurred by the Water District SW Quad Benefit Area #3 project and Water District SW Quad Benefit Area #18 before receiving financing.

**III. Detail Notes on All Funds and Account Groups:**

**A. Cash**

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

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

Uncollateralized	\$	-
Collateralized with Securities held by the Pledging Financial Institution		6,722,806
<b>Total</b>	<b>\$</b>	<b>6,722,806</b>

Restricted cash represents cash and cash equivalents where use is limited by legal requirements. These assets represent amounts required by statute to be reserved for various purposes. Restricted cash as of year-end included \$1,762,785 within the governmental funds.

**B. Receivables**

1. Receivables at December 31, 2025 consisted of the following:

<u>Description</u>	<u>Amount</u>
Sales tax	\$ 159,249
Lease receivable	1,355,084
Snow and ice	77,250
Miscellaneous	46,117
<b>Total Receivables</b>	<b>\$ 1,637,700</b>

( III. ) (Continued)

2. Lease Receivable – the Town has entered into a solar lease which matures in 2063. The future principal and interest collections are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 29,444	\$ 16,247
2027	29,629	16,063
2028	29,824	15,868
2029	30,028	15,664
2030	30,242	15,450
Thereafter	1,205,917	301,911
<b>Total</b>	<b>1,355,084</b>	<b>381,203</b>

C. Interfund Receivables and Payables

Interfund receivables and payables at December 31, 2025 were as follows:

	<u>Interfund</u>	
	<u>Receivables</u>	<u>Payables</u>
General Fund	\$ 197,731	\$ -
General Part-Town Fund	622	1,630
Highway Fund	-	50
Capital Projects Fund	-	196,673
<b>Total</b>	<b>\$ 198,353</b>	<b>\$ 198,353</b>

D. Changes In Capital Assets

A summary of changes in capital assets follows:

<u>Type</u>	<u>Balance</u> <u>1/1/25</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/25</u>
<b>Governmental Activities:</b>				
<b><u>Capital Assets that are not Depreciated -</u></b>				
Land	\$ 102,000	\$ -	\$ -	\$ 102,000
Work in progress	57,392	139,281	-	196,673
<b>Total Nondepreciable</b>	<b>\$ 159,392</b>	<b>\$ 139,281</b>	<b>\$ -</b>	<b>\$ 298,673</b>
<b><u>Capital Assets that are Depreciated -</u></b>				
Buildings and Improvements	\$ 617,676	\$ 169,584	\$ -	\$ 787,260
Machinery and equipment	3,301,380	274,712	175,656	3,400,436
Infrastructure	21,666,777	492,309	-	22,159,086
<b>Total Depreciated Assets</b>	<b>\$ 25,585,833</b>	<b>\$ 936,605</b>	<b>\$ 175,656</b>	<b>\$ 26,346,782</b>
<b><u>Less Accumulated Depreciation -</u></b>				
Buildings and Improvements	\$ 235,094	\$ 13,201	\$ -	\$ 248,295
Machinery and equipment	1,621,422	296,249	77,308	1,840,363
Infrastructure	6,461,291	523,222	-	6,984,513
<b>Total Accumulated Depreciation</b>	<b>\$ 8,317,807</b>	<b>\$ 832,672</b>	<b>\$ 77,308</b>	<b>\$ 9,073,171</b>
<b>Total Capital Assets Depreciated, Net of Accumulated Depreciation</b>	<b>\$ 17,268,026</b>	<b>\$ 103,933</b>	<b>\$ 98,348</b>	<b>\$ 17,273,611</b>
<b>Total Capital Assets</b>	<b>\$ 17,427,418</b>	<b>\$ 243,214</b>	<b>\$ 98,348</b>	<b>\$ 17,572,284</b>

( III. ) (Continued)

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

<u>Governmental Activities:</u>	<u>Depreciation</u>
General Government	\$ 7,105
Transportation	353,623
Home and Community Services	471,944
<b>Total</b>	<b>\$ 832,672</b>

E. Long-Term Debt

At December 31, 2025 the total outstanding obligations of the Town aggregated \$11,986,209 as follows:

1. Serial Bonds - The Town, borrows money in order to acquire land or high cost equipment or construct buildings and improvements. This enables the cost of these capital assets to be borne by the present and future taxpayers receiving the benefit of the capital assets. These long-term liabilities are full faith and credit debt of the Town. The provision to be made in future budgets for capital indebtedness represents the amount, exclusive of interest, authorized to be collected in future years from taxpayers and others for liquidation of the long-term liabilities.

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

<u>Governmental Activities:</u>	
Interest Paid	\$ 200,825
Less: Interest Accrued in the Prior Year	(49,894)
Plus: Interest Accrued in the Current Year	48,673
<b>Total Long-Term Interest Expense</b>	<b>\$ 199,604</b>

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

Net Pension Liability – represents Town’s portion of NYS and Local Retirement System liability.

OPEB Liability- represents health and life insurance benefits provided to employees upon retirement.

( III. ) (Continued)

3. **Summary of Debt** - The following is a summary of obligations outstanding at December 31, 2025:

	<b>Balance</b>			<b>Balance</b>	<b>Due Within</b>
	<b>1/1/25</b>	<b>Additions</b>	<b>Deletions</b>	<b>12/31/25</b>	<b>One Year</b>
<b>Governmental Activities:</b>					
Serial Bonds Payable	\$ 8,306,000	\$ -	\$ 235,000	\$ 8,071,000	\$ 238,000
Amortized Bond Premium	64,086	-	2,787	61,299	2,787
Net Pension Liability	489,263	84,166	-	573,429	-
Compensated Absences	45,228	1,115	-	46,343	46,343
OPEB Liability	3,528,635	-	294,497	3,234,138	-
<b>Total Long-Term Obligations</b>	<b>\$ 12,433,212</b>	<b>\$ 85,281</b>	<b>\$ 532,284</b>	<b>\$ 11,986,209</b>	<b>\$ 287,130</b>

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

<b>Description</b>	<b>Original</b>	<b>Issue</b>	<b>Final</b>	<b>Interest</b>	<b>Amount</b>
	<b>Amount</b>	<b>Date</b>	<b>Maturity</b>	<b>Rate</b>	<b>12/31/25</b>
<b>Governmental Activities:</b>					
<b>Serial Bonds -</b>					
Water District #11	\$ 1,455,000	2010	2048	3.00%	\$ 1,056,000
Refunding Bonds	\$ 2,945,000	2016	2047	2.0%-3.5%	2,080,000
Water District #12	\$ 961,000	2017	2055	2.25%	820,000
Water District #17	\$ 514,000	2019	2057	2.375%	459,000
Water District #16	\$ 1,315,000	2020	2057	1.50%	1,138,000
Water District #15	\$ 2,108,000	2024	2062	1.75%	2,069,000
Water District #15	\$ 456,000	2024	2062	2.625%	449,000
<b>Total</b>					<b>\$ 8,071,000</b>

5. The following table summarizes the Town's future debt service requirements as of December 31, 2025:

<b>Year</b>	<b>Serial Bonds</b>	
	<b>Principal</b>	<b>Interest</b>
2026	\$ 238,000	\$ 195,701
2027	239,000	190,085
2028	248,000	183,975
2029	250,000	177,722
2030	260,000	171,250
2031-35	1,385,000	747,793
2036-40	1,504,000	543,991
2041-45	1,311,000	345,860
2046-50	1,016,000	207,790
2051-55	871,000	118,402
2056-60	562,000	42,556
2061-62	187,000	3,627
<b>Total</b>	<b>\$ 8,071,000</b>	<b>\$ 2,928,752</b>

( III. ) (Continued)

F. **Deferred Inflows/Outflows of Resources**

The following is a summary of the deferred inflows/outflows of resources:

	<b><u>Deferred Outflows</u></b>	<b><u>Deferred Inflows</u></b>
Pension	\$ 362,285	\$ 25,207
Leases	-	1,355,084
OPEB	640,442	731,451
<b>Total</b>	<b><u>\$ 1,002,727</u></b>	<b><u>\$ 2,111,742</u></b>

G. **Fund Balances/Net Position**

1. **Fund Balances**

a. **Nonspendable**

The Town has the following nonspendable funds:

**Nonspendable Prepaid Items** - The Town has prepaid various items and the cash is no longer available therefore those funds are nonspendable.

b. **Restricted**

**Reserves** - Currently, New York State laws still use the terminology reserves. The Town currently utilizes the following reserves which are classified as restricted funds:

**Capital Reserves** - established for the purpose of funding future capital construction costs. These reserves are accounted for in the General Fund and Highway Fund.

**Special Districts** – Town special districts fund balance is considered restricted as the revenues are raised by a specific taxing jurisdiction and can only be expended for that purpose. The Town has the Water Fund and Fire Protection Fund as special districts:

c. **Assigned**

The Town has the following assigned funds:

General Fund –	1. Year End Equity
	2. Appropriated for Taxes
General Fund Part-Town –	1. Year End Equity
	2. Appropriated for Taxes
Highway Fund –	1. Year End Equity
	2. Appropriated for Taxes
Highway Fund Part-Town –	1. Year End Equity
	2. Appropriated for Taxes

( III. ) (Continued)

Encumbrances represent purchase commitments made by the Town’s purchasing agent through their authorization of a purchase order prior to year-end. The Town assignment is based on the functional level of expenditures. For significant encumbrances for the General Fund, management has determined that amounts in excess of \$4,600 are considered significant. There were no significant encumbrances.

**d. Unassigned**

Unassigned funds include the residual classification for the Town’s General Fund and all spendable amounts not contained in other classifications.

The following table summarizes the Town’s fund balance according to the descriptions above:

	General Fund	General Part-Town Fund	Capital Projects Fund	Highway Fund	Highway Part-Town Fund	Water Fund	Fire Protection Fund	Total
<b>FUND BALANCE:</b>								
<u>Nonspendable -</u>								
Prepaid items	\$ 27,690	\$ 1,862	\$ -	\$ 10,181	\$ 10,181	\$ -	\$ -	\$ 49,914
<b>Total Nonspendable</b>	<b>\$ 27,690</b>	<b>\$ 1,862</b>	<b>\$ -</b>	<b>\$ 10,181</b>	<b>\$ 10,181</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 49,914</b>
<u>Restricted -</u>								
Capital reserve	\$ 105,065	\$ -	\$ -	\$ 741,022	\$ -	\$ -	\$ -	\$ 846,087
Fire protection	-	-	-	-	-	-	2,993	2,993
Water	-	-	-	-	-	913,705	-	913,705
<b>Total Restricted</b>	<b>\$ 105,065</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 741,022</b>	<b>\$ -</b>	<b>\$ 913,705</b>	<b>\$ 2,993</b>	<b>\$ 1,762,785</b>
<u>Assigned -</u>								
Appropriated for taxes	\$ 255,000	\$ 25,004	\$ -	\$ 190,000	\$ 29,000	\$ -	\$ -	\$ 499,004
General Part Town	-	1,783,816	-	-	-	-	-	1,783,816
Highway	-	-	-	293,699	-	-	-	293,699
Highway Part Town	-	-	-	-	2,085,773	-	-	2,085,773
<b>Total Assigned</b>	<b>\$ 255,000</b>	<b>\$ 1,808,820</b>	<b>\$ -</b>	<b>\$ 483,699</b>	<b>\$ 2,114,773</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,662,292</b>
<b>Unassigned</b>	<b>\$ 1,352,685</b>	<b>\$ -</b>	<b>\$ (196,673)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,156,012</b>
<b>TOTAL FUND BALANCE</b>	<b>\$ 1,740,440</b>	<b>\$ 1,810,682</b>	<b>\$ (196,673)</b>	<b>\$ 1,234,902</b>	<b>\$ 2,124,954</b>	<b>\$ 913,705</b>	<b>\$ 2,993</b>	<b>\$ 7,631,003</b>

**2. Net Position - Restricted for Other Purposes**

Represents those amounts which have been restricted by enabling legislation or Board Resolutions.

Fire Protection	\$ 2,993
Capital Reserves	846,087
Water	913,705
<b>Total Net Position - Restricted for Other Purposes</b>	<b>\$ 1,762,785</b>

#### **IV. Tax Abatement**

The County of Wayne enters into various property tax and sales tax abatement programs for the purpose of Economic Development. As a result, the Town property tax revenue was decreased \$54,624. The Town received payment in lieu of tax (PILOT) payment totaling \$41,070 to help offset the property tax reduction.

#### **V. General Information and Pension Plans:**

##### **A. General Information About Pension Plan**

###### **1. Plan Description**

The Town participates in the New York State Local Employees' Retirement System (ERS) which is collectively referred to as New York State and Local Retirement System (the System). This is a cost sharing multiple employer defined benefit retirement system. The net position of the System is held in the New York State Common Retirement Fund (the Fund), which was established to hold all net assets and record changes in fiduciary net position allocated to the System. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the System. The Comptroller is an elected official determined in a direct statewide election and serves a four-year term. System benefits are established under the provisions of the New York State Retirement and Social Security Law (RSSL). Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The Town also participates in the Public Employees' Group Life Insurance Plan (GLIP), which provides death benefits in the form of life insurance. The System is included in the State's financial report as a pension trust fund. That report may be found at [www.osc.state.ny.us/retire/publications/index.php](http://www.osc.state.ny.us/retire/publications/index.php) or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, New York 12244.

###### **2. Benefits Provided**

The System provides retirement benefits as well as death and disability benefits.

###### *Tier 1 and 2*

Eligibility: Tier 1 members, with the exception of those retiring under special retirement plans, must be at least age 55 to be eligible to collect a retirement benefit. There is no minimum service requirement for Tier 1 members. Tier 2 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. The age at which full benefits may be collected for Tier 1 is 55, and the full benefit age for Tier 2 is 62.

Benefit Calculation: Generally, the benefit is 1.67% of final average salary for each year of service if the member retires with less than 20 years. If the member retires with 20 or more years of service, the benefit is 2% of final average salary for each year of service. Tier 2 members with five or more years of service can retire as early as age 55 with reduced benefits. Tier 2 members age 55 or older with 30 or more years of service can retire with no reduction in benefits. As a result of Article 19 of the RSSL, Tier 1 and Tier 2 members who worked continuously from April 1, 1999 through October 1, 2000 received an additional month of service credit for each year of credited service they have at retirement, up to a maximum of 24 additional months.

**( V. ) (Continued)**

Final average salary is the average of the wages earned in the three highest consecutive years. For Tier 1 members who joined on or after June 17, 1971, each year of final average salary is limited to no more than 20% of the previous year. For Tier 2 members, each year of final average salary is limited to no more than 20% of the average of the previous two years.

*Tier 3, 4, 5*

Eligibility: Tier 3 and 4 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. Tier 5 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. The full benefit age for Tiers 3, 4, and 5 is 62.

Benefit Calculation: Generally, the benefit is 1.67% of final average salary for each year of service if the member retires with less than 20 years. If a member retires with between 20 and 30 years of service, the benefit is 2% of final average salary for each year of service. If a member retires with more than 30 years of service, an additional benefit of 1.5% of final average salary is applied for each year of service over 30 years. Tier 3 and 4 members with five or more years of service and Tier 5 members with five or more years of service can retire as early as age 55 with reduced benefits. Tier 3 and 4 members age 55 or older with 30 or more years of service can retire with no reduction in benefits.

Final average salary is the average of wages earned in the three highest consecutive years. For Tier 3, 4, and 5 members, each year of final average salary is limited to no more than 10% of the average of the previous two years.

*Tier 6*

Eligibility: Tier 6 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. The full benefit age of Tier 6 is 63 for ERS members.

Benefit Calculation: Generally, the benefit is 1.67% of final average salary for each year of service if the member retires with less than 20 years. If a member retires with 20 years of service, the benefit is 1.75% of final average salary for each year of service. If a member retires with more than 20 years of service, an additional benefit of 2% of final average salary is applied for each year of service over 20 years. Tier 6 members with five or more years of service can retire as early as 55 with reduced benefits.

Final average salary is the average of the wages earned in the three highest consecutive years. For Tier 6 members, each year of final average salary is limited to no more than 10% of the average of the previous four years.

*Special Plans*

The 25-Year Plans allow a retirement after 25 years of service with a benefit of one-half of final average salary, and the 20-Year Plans allow a retirement after 20 years of service with a benefit of one-half of final average salary. These plans are available to sheriffs and correction officers.

( V. ) (Continued)

*Ordinary Disability Benefits*

Generally, ordinary disability benefits, usually one-third of salary, are provided to eligible members after ten years of service; in some cases, they are provided after five years of service.

*Accidental Disability Benefits*

For all eligible Tier 1 and Tier 2 ERS members, the accidental disability benefit is a pension of 75% of final average salary, with an offset for any Workers' Compensation benefits received. The benefit for eligible Tier 3, 4, 5, and 6 members is the ordinary disability benefit with the years-of-service eligibility requirement dropped.

*Ordinary Death Benefits*

Death benefits are payable upon the death, before retirement, of a member who meets eligibility requirements as set forth by law. The first \$50,000 of an ordinary death benefit is paid in the form of group term life insurance. The benefit is generally three times the member's annual salary. For most members, there is also a reduced post-retirement ordinary death benefit available.

*Post-Retirement Benefit Increases*

A cost-of-living adjustment is provided annually to: (i) all pensioners who have attained age 62 and have been retired for five years; (ii) all pensioners who have attained age 55 and have been retired for ten years; (iii) all disability pensioners, regardless of age, who have been retired for five years; (iv) ERS recipients of an accidental death benefit, regardless of age, who have been receiving such benefit for five years and (v) the spouse of a deceased retiree receiving a lifetime benefit under an option elected by the retiree at retirement. An eligible spouse is entitled to one-half the cost-of-living adjustment amount that would have been paid to the retiree when the retiree would have met the eligibility criteria. This cost-of-living adjustment is a percentage of the annual retirement benefit of the eligible member as computed on a base benefit amount not to exceed \$18,000 of the annual retirement benefit. The cost-of-living percentage shall be 50% of the annual Consumer Price Index as published by the U.S. Bureau of Labor, but cannot be less than 1% or exceed 3%.

**3. Contributions**

The System is noncontributory except for employees who joined the New York State and Local Employees' Retirement System after July 27, 1976, who contribute 3% of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010 (ERS) or January 9, 2010 (PFRS) who generally contribute 3% of their salary for their entire length of service. For Tier 6 members, the contribution rate varies from 3% to 6% depending on salary. Generally, Tier 5 and 6 members are required to contribute for all years of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly, used in computing the employers' contributions based on salaries paid during the Systems' financial year ending March 31. Contributions for the current year and two preceding years were equal to 100% of the contributions required, and were as follows:

( V. ) (Continued)

<b>Prepayment</b>		
<b>Due Date</b>		<b>ERS</b>
12/15/2025	\$	174,394
12/15/2024	\$	155,068
12/15/2023	\$	128,124

**B. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources related to Pensions**

At December 31, 2025, the Town reported a liability of \$573,429 for its proportionate share of the net pension liability. The net pension liability was measured as of March 31, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

At December 31, 2025, the Town's proportion was 0.0033444% for ERS.

For the year ended December 31, 2025 the Town recognized pension expense of \$140,488. At

December 31, 2025, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
	<b>ERS</b>	<b>ERS</b>
Differences between expected and actual experience	\$ 142,329	\$ 6,714
Changes of assumptions	24,048	-
Net difference between projected and actual earnings on pension plan investments	44,990	-
Changes in proportion and differences between the District's contributions and proportionate share of contributions	20,123	18,493
Subtotal	<u>\$ 231,490</u>	<u>\$ 25,207</u>
Town's contributions subsequent to the measurement date	130,795	-
<b>Grand Total</b>	<b><u><u>\$ 362,285</u></u></b>	<b><u><u>\$ 25,207</u></u></b>

( V. ) (Continued)

The Town reported \$130,795 as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expenses as follows:

<u>Year</u>		<u>ERS</u>
2026	\$	105,916
2027		147,639
2028		(52,746)
2029		5,474
<b>Total</b>	<b>\$</b>	<b><u>206,283</u></b>

**1. Actuarial Assumptions**

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

	<u>ERS</u>
Interest rate	5.90%
Salary scale	4.30%
Inflation rate	2.90%
COLA's	1.50%

Annuitant mortality rates are based on April 1, 2015 – March 31, 2020 System experience with adjustments for mortality improvement base on the Society of Actuaries' Scale MP-2021.

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

( V. ) (Continued)

<u>Asset Type</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	3.54%
International equity	6.57%
Private equity	7.25%
Real estate	4.95%
Opportunistic portfolios	5.25%
Credit	5.40%
Real assets	5.55%
Fixed income	2.00%
Cash	0.25%

The real rate of return is net of the long-term inflation assumption of 2.90%

2. **Discount Rate**

The discount rate used to calculate the total pension liability was 5.90%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the Systems' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 5.90%, as well as what the Town's proportionate share of the net pension asset/(liability) would be if it were calculated using a discount rate that is 1-percentage-point lower (4.90%) or 1-percentage-point higher (6.90%) than the current rate:

<u>ERS</u>	<u>1% Decrease (4.90%)</u>	<u>Current Assumption (5.90%)</u>	<u>1% Increase (6.90%)</u>
Employer's proportionate share of the net pension asset (liability)	\$ (1,659,576)	\$ (573,429)	\$ 333,504

( V. ) (Continued)

4. **Pension Plan Fiduciary Net Position**

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

	<u>(In Thousands)</u>
	<u>ERS</u>
Employers' total pension liability	\$ 247,600,239
Plan net position	230,454,512
Employers' net pension asset/(liability)	<u>\$ (17,145,727)</u>
Ratio of plan net position to the employers' total pension asset/(liability)	93.08%

VI. **Postemployment Benefits**

A. **General Information About the OPEB Plan**

*Plan Description* – The Town’s defined benefit OPEB plan, provides OPEB for all permanent full-time general and public safety employees of the Town. The plan is a single-employer defined benefit OPEB plan administered by the Town. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Town Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

*Benefits Provided* – The Town provides healthcare and life insurance benefits for retirees and their dependents. The benefit terms are dependent on which contract each employee falls under. The specifics of each contract are on file at the Town offices and are available upon request.

*Employees Covered by Benefit Terms* – At December 31, 2025, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	17
Active Employees	<u>17</u>
<b>Total</b>	<u><b>34</b></u>

B. **Total OPEB Liability**

The Town’s total OPEB liability of \$3,234,138 was measured as of December 31, 2025 and was determined by an actuarial valuation as of that date.

*Actuarial Assumptions and Other Inputs* – The total OPEB liability in the December 31, 2025 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate	4.42%
Healthcare Cost Trend Rates	5.30% to an ultimate rate of 3.71%
Retirees' Share of Benefit-Related Costs	Varies depending on when you were hired

( VI. ) ( Continued )

The discount rate was based on Fidelity Municipal Go AA 20-Year Bond rate.

Mortality rates were based on the Pub-2016 Public Retirement Plans Mortality Tables, Headcount-Weighted, distinct for Teachers, General, and Safety, without separate Contingent Survivor mortality, fully generational using scale MP-2021 mortality rates.

**C. Changes in the Total OPEB Liability**

Balance at December 31, 2024	\$ 3,528,635
<u>Changes for the Year -</u>	
Service cost	\$ 43,519
Interest	132,645
Differences between expected and actual experience	(88,465)
Changes in assumptions or other inputs	(228,726)
Benefit payments	(153,470)
Net Changes	<u>\$ (294,497)</u>
<b>Balance at December 31, 2025</b>	<b><u>\$ 3,234,138</u></b>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.88% in 2024 to 4.42% in 2025.

*Sensitivity of the Total OPEB Liability to Changes in the Discount Rate* – The following presents the total OPEB liability of the Town, as well as what the Town’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.42%) or 1-percentage-point higher (5.42%) than the current discount rate:

	<b>1% Decrease</b>	<b>Discount</b>	<b>1% Increase</b>
	<b>(3.42%)</b>	<b>Rate</b>	<b>(5.42%)</b>
	<b>(4.42%)</b>	<b>(4.42%)</b>	<b>(5.42%)</b>
Total OPEB Liability	\$ 3,664,069	\$ 3,234,138	\$ 2,881,716

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

	<b>1% Decrease</b>	<b>Healthcare Cost</b>	<b>1% Increase</b>
	<b>(4.30% to 2.71%)</b>	<b>Trend Rate</b>	<b>(6.30% to 4.71%)</b>
	<b>(5.30% to 3.71%)</b>	<b>(5.30% to 3.71%)</b>	<b>(6.30% to 4.71%)</b>
Total OPEB Liability	\$ 2,837,300	\$ 3,234,138	\$ 3,717,459

( VI. ) ( Continued )

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

For the year ended December 31, 2025, the Town recognized OPEB expense of \$56,214. At December 31, 2025, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 432,144	\$ 147,965
Changes of assumptions	169,509	583,486
Subtotal	\$ 601,653	\$ 731,451
Town's contributions subsequent to the measurement date	38,789	-
<b>Grand Total</b>	<b><u>\$ 640,442</u></b>	<b><u>\$ 731,451</u></b>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year</u>	
2026	\$ (119,950)
2027	(119,950)
2028	63,670
2029	89,429
2030	(37,794)
Thereafter	<u>(5,203)</u>
<b>Total</b>	<b><u>\$ (129,798)</u></b>

**VII. Risk Management**

**A. General Information**

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

**VIII. Commitments and Contingencies**

**A. Litigation**

There is no pending litigation for the Town as of the balance sheet date.

**Required Supplemental Information**  
**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**  
**Schedule of Changes in Town's Total OPEB Liability and Related Ratio**  
**(Unaudited)**  
**For the Year Ended December 31, 2025**

	<b>TOTAL OPEB LIABILITY</b>							
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service cost	\$ 43,519	\$ 29,760	\$ 32,141	\$ 50,838	\$ 44,608	\$ 42,872	\$ 37,766	\$ 49,094
Interest	132,645	118,052	112,882	83,776	84,384	88,574	112,591	109,739
Differences between expected and actual experiences	(88,465)	614,165	38,068	(214,958)	153,615	115,237	(469,797)	(84,388)
Changes of assumptions or other inputs	(228,726)	252,195	(74,415)	(1,029,562)	145,007	130,725	686,194	(160,966)
Benefit payments	<u>(153,470)</u>	<u>(127,577)</u>	<u>(131,262)</u>	<u>(109,897)</u>	<u>(98,579)</u>	<u>(90,727)</u>	<u>(97,837)</u>	<u>(86,936)</u>
<b>Net Change in Total OPEB Liability</b>	<b>\$ (294,497)</b>	<b>\$ 886,595</b>	<b>\$ (22,586)</b>	<b>\$ (1,219,803)</b>	<b>\$ 329,035</b>	<b>\$ 286,681</b>	<b>\$ 268,917</b>	<b>\$ (173,457)</b>
<b>Total OPEB Liability - Beginning</b>	<b>\$ 3,528,635</b>	<b>\$ 2,642,040</b>	<b>\$ 2,664,626</b>	<b>\$ 3,884,429</b>	<b>\$ 3,555,394</b>	<b>\$ 3,268,713</b>	<b>\$ 2,999,796</b>	<b>\$ 3,173,253</b>
<b>Total OPEB Liability - Ending</b>	<b>\$ 3,234,138</b>	<b>\$ 3,528,635</b>	<b>\$ 2,642,040</b>	<b>\$ 2,664,626</b>	<b>\$ 3,884,429</b>	<b>\$ 3,555,394</b>	<b>\$ 3,268,713</b>	<b>\$ 2,999,796</b>
Covered Employee Payroll	\$ 1,146,260	\$ 1,109,642	\$ 1,071,761	\$ 1,036,319	\$ 790,144	\$ 763,867	\$ 740,038	\$ 740,038
Total OPEB Liability as a Percentage of Covered Employee Payroll	282.15%	318.00%	246.51%	257.12%	491.61%	465.45%	441.70%	405.36%

10 years of historical information is not available and will be reported each year going forward

**Required Supplemental Information**  
**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**  
**Schedule of the Town's Proportionate Share of the Net Pension Liability**  
**(Unaudited)**  
**For the Year Ended December 31, 2025**

<b>NYSERS Pension Plan</b>										
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Proportion of the net pension liability (assets)	0.0033444%	0.0033229%	0.0035593%	0.0030432%	0.0029258%	0.0027172%	0.0028924%	0.0031076%	0.0030066%	0.0035570%
Proportionate share of the net pension liability (assets)	\$ 573,429	\$ 489,263	\$ 763,255	\$ (248,771)	\$ 2,913	\$ 719,531	\$ 204,933	\$ 100,297	\$ 282,508	\$ 570,913
Covered-employee payroll	\$ 1,105,237	\$ 1,078,299	\$ 1,031,287	\$ 1,019,903	\$ 1,016,228	\$ 947,764	\$ 837,480	\$ 875,466	\$ 819,743	\$ 835,423
Proportionate share of the net pension liability (assets) as a percentage of its covered-employee payroll	51.883%	45.374%	74.010%	(24.392%)	0.287%	75.919%	24.470%	11.456%	34.463%	68.338%
Plan fiduciary net position as a percentage of the total pension liability	93.08%	93.88%	90.78%	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%	90.70%

**Required Supplemental Information**  
**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**  
**Schedule of Town Contributions**  
**(Unaudited)**  
**For the Year Ended December 31, 2025**

<b>NYSERS Pension Plan</b>										
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Contractually required contributions	\$ 155,068	\$ 127,018	\$ 116,050	\$ 161,563	\$ 134,905	\$ 119,228	\$ 126,463	\$ 123,594	\$ 114,988	\$ 128,458
Contributions in relation to the contractually required contribution	<u>(155,068)</u>	<u>(127,018)</u>	<u>(116,050)</u>	<u>(161,563)</u>	<u>(134,905)</u>	<u>(119,228)</u>	<u>(126,463)</u>	<u>(123,594)</u>	<u>(114,988)</u>	<u>(128,458)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 1,105,237	\$ 1,078,299	\$ 1,031,287	\$ 1,019,903	\$ 1,016,228	\$ 947,764	\$ 837,480	\$ 875,466	\$ 819,743	\$ 835,423
Contributions as a percentage of covered-employee payroll	14.03%	11.78%	11.25%	15.84%	13.28%	12.58%	15.10%	14.12%	14.03%	15.38%

**Required Supplemental Information**  
**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget (Non GAAP Basis) and Actual - General and Major Special Revenue Fund Types**  
**(Unaudited)**  
**For the Year Ended December 31, 2025**

	<b>GENERAL FUND</b>			
	<b>Original Budget (Incl. Carryover Encumbrances)</b>	<b>Budget (Amended)</b>	<b>Actual</b>	<b>Variance</b>
<b>Revenues:</b>				
Real property and tax items	\$ 736,055	\$ 736,055	\$ 732,998	\$ (3,057)
Non-property taxes	34,085	34,085	46,304	12,219
Departmental income	22,050	22,050	30,320	8,270
Use of money and property	52,500	52,500	54,013	1,513
Licenses and permits	5,050	5,050	6,362	1,312
Fines and forfeitures	13,000	13,000	16,119	3,119
Miscellaneous	25,000	25,000	36,266	11,266
State and county aid	182,847	182,847	272,070	89,223
Federal aid	-	9,217	9,217	-
<b>Total Revenues</b>	<b>\$ 1,070,587</b>	<b>\$ 1,079,804</b>	<b>\$ 1,203,669</b>	<b>\$ 123,865</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government support	\$ 686,284	\$ 685,547	\$ 585,824	\$ 99,723
Public safety	52,600	52,600	49,149	3,451
Health	14,599	15,161	15,161	-
Transportation	149,190	158,532	152,503	6,029
Economic assistance and development	4,209	4,209	2,709	1,500
Culture and recreation	1,305	1,355	1,355	-
Home and community services	66,400	66,400	8,577	57,823
Employee benefits	316,000	316,000	261,067	54,933
<b>Total Expenditures</b>	<b>\$ 1,290,587</b>	<b>\$ 1,299,804</b>	<b>\$ 1,076,345</b>	<b>\$ 223,459</b>
Excess (deficiency) of revenue over expenditures	\$ (220,000)	\$ (220,000)	\$ 127,324	\$ 347,324
<b>Fund Balance - Beginning</b>	<b>1,613,116</b>	<b>1,613,116</b>	<b>1,613,116</b>	<b>-</b>
<b>Fund Balance - Ending</b>	<b>\$ 1,393,116</b>	<b>\$ 1,393,116</b>	<b>\$ 1,740,440</b>	<b>\$ 347,324</b>

**Required Supplemental Information**  
**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget (Non GAAP Basis) and Actual - General and Major Special Revenue Fund Types**  
**(Unaudited)**  
**For the Year Ended December 31, 2025**

	<b>GENERAL PART - TOWN FUND</b>			
	<b>Original Budget (Incl. Carryover Encumbrances)</b>	<b>Budget (Amended)</b>	<b>Actual</b>	<b>Variance</b>
<b>Revenues:</b>				
Real property and tax items	\$ 953	\$ 953	\$ 953	\$ -
Non-property taxes	165,500	165,500	358,644	193,144
Departmental income	1,000	1,000	700	(300)
Use of money and property	14,000	14,000	17,785	3,785
Licenses and permits	8,000	8,000	10,979	2,979
<b>Total Revenues</b>	<b>\$ 189,453</b>	<b>\$ 189,453</b>	<b>\$ 389,061</b>	<b>\$ 199,608</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government support	\$ 36,000	\$ 36,000	\$ 9,474	\$ 26,526
Public safety	45,725	45,725	40,360	5,365
Health	1,560	1,560	1,500	60
Culture and recreation	79,018	79,018	79,018	-
Home and community services	14,100	13,633	6,842	6,791
Employee benefits	13,050	13,517	11,330	2,187
<b>Total Expenditures</b>	<b>\$ 189,453</b>	<b>\$ 189,453</b>	<b>\$ 148,524</b>	<b>\$ 40,929</b>
Excess (deficiency) of revenue over expenditures	\$ -	\$ -	\$ 240,537	\$ 240,537
<b>Fund Balance - Beginning</b>	<b>1,570,145</b>	<b>1,570,145</b>	<b>1,570,145</b>	<b>-</b>
<b>Fund Balance - Ending</b>	<b>\$ 1,570,145</b>	<b>\$ 1,570,145</b>	<b>\$ 1,810,682</b>	<b>\$ 240,537</b>

**Required Supplemental Information**  
**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget (Non GAAP Basis) and Actual - General and Major Special Revenue Fund Types**  
**(Unaudited)**  
**For the Year Ended December 31, 2025**

	<b>HIGHWAY FUND</b>			
	<b>Original Budget (Incl. Carryover Encumbrances)</b>	<b>Budget (Amended)</b>	<b>Actual</b>	<b>Variance</b>
<b>Revenues:</b>				
Real property and tax items	\$ 1,274,272	\$ 1,274,272	\$ 1,274,272	\$ -
Intergovernmental charges	120,000	120,000	275,894	155,894
Use of money and property	26,000	26,000	28,032	2,032
Sale of property and compensation for loss	-	-	84,083	84,083
<b>Total Revenues</b>	<b>\$ 1,420,272</b>	<b>\$ 1,420,272</b>	<b>\$ 1,662,281</b>	<b>\$ 242,009</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government support	\$ 7,000	\$ 7,000	\$ -	\$ 7,000
Transportation	1,401,272	1,401,272	1,385,460	15,812
Employee benefits	187,000	187,000	149,879	37,121
<b>Total Expenditures</b>	<b>\$ 1,595,272</b>	<b>\$ 1,595,272</b>	<b>\$ 1,535,339</b>	<b>\$ 59,933</b>
Excess (deficiency) of revenue over expenditures	\$ (175,000)	\$ (175,000)	\$ 126,942	\$ 301,942
<b>Fund Balance - Beginning</b>	<b>1,107,960</b>	<b>1,107,960</b>	<b>1,107,960</b>	<b>-</b>
<b>Fund Balance - Ending</b>	<b>\$ 932,960</b>	<b>\$ 932,960</b>	<b>\$ 1,234,902</b>	<b>\$ 301,942</b>

**Required Supplemental Information**  
**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget (Non GAAP Basis) and Actual - General and Major Special Revenue Fund Types**  
**(Unaudited)**  
**For the Year Ended December 31, 2025**

	<b>HIGHWAY PART-TOWN FUND</b>			
	<b>Original Budget (Incl. Carryover Encumbrances)</b>	<b>Budget (Amended)</b>	<b>Actual</b>	<b>Variance</b>
<b>Revenues:</b>				
Real property and tax items	\$ 550,982	\$ 550,982	\$ 550,982	\$ -
Non-property taxes	220,000	220,000	391,043	171,043
Use of money and property	23,000	23,000	27,606	4,606
State and county aid	300,000	552,309	492,309	(60,000)
<b>Total Revenues</b>	<b>\$ 1,093,982</b>	<b>\$ 1,346,291</b>	<b>\$ 1,461,940</b>	<b>\$ 115,649</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government support	\$ 7,000	\$ 7,000	\$ -	\$ 7,000
Transportation	915,382	1,167,691	1,142,121	25,570
Employee benefits	171,600	171,600	133,640	37,960
<b>Total Expenditures</b>	<b>\$ 1,093,982</b>	<b>\$ 1,346,291</b>	<b>\$ 1,275,761</b>	<b>\$ 70,530</b>
Excess (deficiency) of revenue over expenditures	\$ -	\$ -	\$ 186,179	\$ 186,179
<b>Fund Balance - Beginning</b>	<b>1,938,775</b>	<b>1,938,775</b>	<b>1,938,775</b>	<b>-</b>
<b>Fund Balance - Ending</b>	<b>\$ 1,938,775</b>	<b>\$ 1,938,775</b>	<b>\$ 2,124,954</b>	<b>\$ 186,179</b>

**Required Supplemental Information**  
**TOWN OF ARCADIA, WAYNE COUNTY, NEW YORK**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget (Non GAAP Basis) and Actual - General and Major Special Revenue Fund Types**  
**(Unaudited)**  
**For the Year Ended December 31, 2025**

	<b>WATER FUND</b>			
	<b>Original Budget (Incl. Carryover Encumbrances)</b>	<b>Budget (Amended)</b>	<b>Actual</b>	<b>Variance</b>
<b>Revenues:</b>				
Real property and tax items	\$ 485,773	\$ 485,773	\$ 486,382	\$ 609
Intergovernmental charges	-	-	15,106	15,106
Use of money and property	-	-	21,541	21,541
<b>Total Revenues</b>	<b>\$ 485,773</b>	<b>\$ 485,773</b>	<b>\$ 523,029</b>	<b>\$ 37,256</b>
<b>Expenditures:</b>				
<b>Current:</b>				
Home and community services	\$ 49,944	\$ 49,944	\$ 49,943	\$ 1
<b>Debt Service:</b>				
Debt service - principal	235,000	235,000	235,000	-
Debt service - interest and other charges	200,829	200,829	200,825	4
<b>Total Expenditures</b>	<b>\$ 485,773</b>	<b>\$ 485,773</b>	<b>\$ 485,768</b>	<b>\$ 5</b>
Excess (deficiency) of revenue over expenditures	\$ -	\$ -	\$ 37,261	\$ 37,261
<b>Fund Balance - Beginning</b>	<b>876,444</b>	<b>876,444</b>	<b>876,444</b>	<b>-</b>
<b>Fund Balance - Ending</b>	<b>\$ 876,444</b>	<b>\$ 876,444</b>	<b>\$ 913,705</b>	<b>\$ 37,261</b>