

Village of Medina, New York

**Financial Statements
with Required Supplementary Information
and Supplementary Information
As of May 31, 2024
Together With
Independent Auditor's Report**

VILLAGE OF MEDINA, NEW YORK

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INDEPENDENT AUDITOR'S REPORT

Honorable Village Board
Village of Medina
Medina, New York

Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Village of Medina, New York as of May 31, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village of Medina, New York 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 opinions.

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 Village of Medina, New York'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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, 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 Village of Medina, New York'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 Village of Medina, New York'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, budgetary comparison information, schedule of proportionate share of the net pension liability, schedule of contributions – pension plans, and changes in total OPEB liability, as listed in the table of contents, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Medina, New York's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 20, 2024, on our consideration of the Village of Medina, New York's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village of Medina, New York's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Village of Medina, New York's internal control over financial reporting and compliance.

Allied CPAs, P.C.

Amherst, New York
November 20, 2024

MANAGEMENT DISCUSSION AND ANALYSIS

VILLAGE OF MEDINA, NEW YORK
MANAGEMENT'S DISCUSSION AND ANALYSIS
MAY 31, 2024

This section of the Village of Medina's (the "Village") annual financial report presents a discussion and analysis of the Village's financial performance during the fiscal year ended May 31, 2024. Please read it in conjunction with the Village's basic financial statements following this section.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the Village of Medina exceeded the liabilities and deferred inflows of resources at the close of the fiscal year by \$19,382,722. Of this amount, \$370,449 is restricted for specific purposes (restricted net position), (\$2,433,554) is unrestricted, and \$21,445,827 is invested in capital assets, net of related debt.
- The Village's net position increased by \$455,256 as a result of this year's activity.
- At the end of the fiscal year, unassigned fund balance for the general fund was \$421,855 or 41.54% of total general fund balance.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts - *Management's Discussion and Analysis* (this section), *Basic Financial Statements*, *Required Supplementary Information*, and *Supplementary Information*.

Basic Financial Statements

Government-Wide Financial Statements are two statements designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private sector business.

The *Statement of Net Position* presents information on all Village 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 Village is improving or deteriorating.

The *Statement of Activities* presents information showing how net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event occurs giving rise to the change, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (i.e., unallocated taxes and earned but unused vacation leave).

Both of these government-wide financial statements distinguish functions of the Village that are principally supported by taxes, intergovernmental revenues, and State and Federal aid (governmental activities). The governmental activities of the Village include general government, public safety, health, transportation, economic assistance and opportunity, culture and recreation, home and community services, interest and fiscal charges.

The government-wide financial statements can be found on pages 12 - 13 of this report.

Fund Financial Statements

These funds are groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate finance related legal compliance. All funds of the Village can be categorized as governmental funds.

VILLAGE OF MEDINA, NEW YORK
MANAGEMENT'S DISCUSSION AND ANALYSIS
MAY 31, 2024

OVERVIEW OF THE FINANCIAL STATEMENTS (CONT.)

Governmental Funds

These 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 funds financial statements focus on near-term inflows and outflows of spendable resources, as well as, balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a Village's near term financing requirements.

Because of 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 financial decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains three individual major governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the general fund, special revenue funds, and the capital projects fund. Data for the other non-major governmental funds is presented elsewhere in this report.

The Village adopts an annual appropriated budget for its general fund, water fund and sewer fund. A budgetary comparison statement has been provided for the general fund water and sewer fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 14 – 17 of this report.

Notes to the Financial Statements

Notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes can be found on pages 18 - 39 of this report.

Required Supplementary Information

This information explains and supports the financial statements and includes budgetary comparison information, schedule of the Village's proportionate share of the net pension liability (asset), and schedule of the Village's pension contributions.

The required supplementary information can be found on pages 40 - 45 of this report.

Supplementary Information

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information.

The supplementary information can be found on pages 46 - 47 of this report.

VILLAGE OF MEDINA, NEW YORK
MANAGEMENT'S DISCUSSION AND ANALYSIS
MAY 31, 2024

GOVERNMENTAL-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve, over time, as a useful indicator of a government's financial position. In the case of the Village, assets and deferred outflows exceeded liabilities and deferred inflows by \$19,382,722 at the close of the most recent fiscal year.

Summary of Village of Medina's Net Position

	Total Governmental Activities May 31, 2024	Total Governmental Activities May 31, 2023
<u>ASSETS AND DEFERRED OUTFLOWS</u>		
<u>ASSETS</u>		
Current and other assets	\$ 5,536,784	\$ 5,343,339
Capital assets	29,472,905	29,785,108
TOTAL ASSETS	35,009,689	35,128,447
Deferred outflows of resources	3,658,665	4,142,119
TOTAL DEFERRED OUTFLOWS OF RESOURCES	3,658,665	4,142,119
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</u>		
<u>LIABILITIES</u>		
Long-term liabilities	15,194,919	13,224,803
Other liabilities	1,002,068	5,223,793
TOTAL LIABILITIES	16,196,987	18,448,596
Deferred inflows of resources	3,088,645	1,894,504
TOTAL DEFERRED INFLOWS OF RESOURCES	3,088,645	1,894,504
 <u>NET POSITION</u>		
Net investment in capital assets	21,445,827	21,123,632
Restricted	370,449	287,368
Unrestricted	(2,433,554)	(2,483,534)
TOTAL NET POSITION	\$ 19,382,722	\$ 18,927,466

The largest portion of the Village's net position of \$21,445,827 reflects its investment in capital assets (e.g., land, buildings, improvements, infrastructure, and equipment); less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village'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.

Another portion of the Village's net position of \$370,449 represents resources that are subject to external restrictions on how they may be used.

The remaining balance of the Village's net position represents unrestricted net position for governmental activities of (\$2,433,554).

VILLAGE OF MEDINA, NEW YORK
MANAGEMENT'S DISCUSSION AND ANALYSIS
MAY 31, 2024

GOVERNMENTAL-WIDE FINANCIAL ANALYSIS

Governmental Activities

Governmental activities increased the Village's net position by \$455,256. The following table indicates the changes in net assets for governmental activities:

Summary of Village of Medina's Changes in Net Position

	Governmental	
	Activities	
	May 31,	May 31,
	2024	2023
<u>REVENUES:</u>		
PROGRAM REVENUES:		
Charges for services	\$ 4,926,786	\$ 4,662,825
Operating grants and contributions	1,260,284	572,892
Capital grants and contributions	33,783	196,087
GENERAL REVENUES:		
Real property taxes and tax items	3,816,990	3,350,717
Non-property tax items	304,981	316,454
Use of money and property	122,701	47,874
Licenses and fees	98,535	46,422
Fines and forfeitures	-	125
Sale of property and compensation for loss	84,477	63,599
Miscellaneous	17,386	49,185
State aid not restricted for a specific purpose	84,410	81,568
TOTAL REVENUES	<u>10,750,333</u>	<u>9,387,748</u>
<u>EXPENSES:</u>		
General government support	931,742	978,082
Public safety	2,943,266	3,324,878
Health	1,656,338	1,620,295
Transportation	1,215,034	524,593
Economic assistance and opportunity	293,680	66,187
Cultural and recreation	235,066	167,052
Home and community services	2,940,451	3,274,845
Interest and fiscal charges	79,500	83,541
TOTAL EXPENSES	<u>10,295,077</u>	<u>10,039,473</u>
Change in Net Position	455,256	(651,725)
NET POSITION - BEGINNING	<u>18,927,466</u>	<u>19,579,191</u>
NET POSITION - ENDING	<u>\$ 19,382,722</u>	<u>\$ 18,927,466</u>

VILLAGE OF MEDINA, NEW YORK
MANAGEMENT'S DISCUSSION AND ANALYSIS
MAY 31, 2024

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

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

Governmental Funds

The general governmental functions are contained in the general, sewer, water capital projects, and nonmajor governmental funds. The focus of the Village's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the Village's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At May 31, 2024, the Village's governmental funds reported combined fund balances of \$4,534,716, an increase of \$4,793,813 in comparison with the prior year. Of the combined fund balances, \$421,855 constitutes *unassigned fund balance*, which is available to meet the Village's current and future operational and capital needs. *Assigned fund balance* represents amounts designated for subsequent years' expenditures and assigned fund balance in the amount of \$3,742,412. *Restricted fund balance* represents amounts restricted by outside sources in the amount of \$370,449.

The General Fund is the chief operating fund of the Village. At May 31, 2024, unassigned fund balance was \$421,855 and total fund balance of the General Fund was \$1,015,436. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 5.90% of total fund expenditures, while total fund balance represents 14.20% of that same amount.

GOVERNMENTAL-WIDE FINANCIAL ANALYSIS

The table below summarizes changes in fund balances of the Village's Governmental Funds for year's ending May 31, 2024 and 2023.

Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds

	General	Special Revenue Funds		Capital Projects	Nonmajor Governmental Funds	Total
		Water Fund	Sewer Fund			
FUND BALANCE AT MAY 31, 2022	\$ 1,069,898	\$ 1,663,329	\$ 1,100,348	\$ (4,498,477)	\$ 316,929	\$ (347,973)
Revenues	5,958,968	2,037,132	1,097,147	196,087	98,414	9,387,748
Expenditures	(6,170,350)	(1,935,371)	(1,225,236)	(106,479)	(94,171)	(9,531,607)
Excess (deficiency) of revenues over expenditures	(211,382)	101,761	(128,089)	89,608	4,243	(143,859)
Other financing sources, net	-	-	-	232,735	-	232,735
FUND BALANCE AT MAY 31, 2023	858,516	1,765,090	972,259	(4,176,134)	321,172	(259,097)
Revenues	7,333,728	1,935,410	1,086,155	33,783	361,257	10,750,333
Expenditures	(7,147,558)	(1,755,429)	(1,189,165)	(48,107)	(358,168)	(10,498,427)
Excess (deficiency) of revenues over expenditures	186,170	179,981	(103,010)	(14,324)	3,089	251,906
Other financing sources, net	(29,250)	26,358	2,892	4,541,907	-	4,541,907
FUND BALANCE AT MAY 31, 2024	\$ 1,015,436	\$ 1,971,429	\$ 872,141	\$ 351,449	\$ 324,261	\$ 4,534,716

VILLAGE OF MEDINA, NEW YORK
MANAGEMENT'S DISCUSSION AND ANALYSIS
MAY 31, 2024

FINANCIAL ANALYSIS – GOVERNMENTAL REVENUES

Revenues for governmental functions totaled \$10,750,333 in fiscal year ended May 31, 2024, which represents an increase of 14.51% from the fiscal year ended May 31, 2023.

The following table presents the amount of revenues from various sources, as well as increases or decreases from the prior year:

Revenues Classified by Source - Governmental Funds

	<u>2024</u> <u>Amount</u>	<u>Percent of</u> <u>Total</u>	<u>2023</u> <u>Amount</u>	<u>Amount of</u> <u>Increase</u> <u>(Decrease)</u>	<u>Percent of</u> <u>Increase</u> <u>(Decrease)</u>
<u>REVENUES:</u>					
Real property taxes and tax items	\$ 3,816,990	35.51%	\$ 3,350,717	\$ 466,273	13.92%
Non-property tax items	304,981	2.84%	316,454	(11,473)	-3.63%
Departmental income	4,708,213	43.80%	4,485,371	222,842	4.97%
Intergovernmental charges	218,573	2.03%	177,454	41,119	23.17%
Use of money and property	122,701	1.14%	47,874	74,827	156.30%
Licenses and permits	98,535	0.92%	46,422	52,113	112.26%
Fines and forfeitures	-	0.00%	125	(125)	100.00%
Sale of property and compensation for loss	84,477	0.79%	63,599	20,878	32.83%
Miscellaneous	17,386	0.16%	49,185	(31,799)	-64.65%
State aid	1,135,508	10.56%	594,449	541,059	91.02%
Federal aid	242,969	2.26%	256,098	(13,129)	100.00%
TOTAL REVENUES	\$ 10,750,333	100.00%	\$ 9,387,748	\$ 1,362,585	14.51%

The following provides an explanation of revenue by source that changed significantly over the prior year:

- Real property taxes and tax items increased due to an increase in property taxes.
- Department income increased due to the village receiving OCR funds this year.
- Use of money and property increased due increase in interest and earnings.
- Licenses and permits increased because they received more vacant building registry fees this year.
- Miscellaneous income decreased due to the Village not receiving a grant for a capital project this year.
- State aid increased because the Village received more Chips money this year.

VILLAGE OF MEDINA, NEW YORK
MANAGEMENT'S DISCUSSION AND ANALYSIS
MAY 31, 2024

FINANCIAL ANALYSIS – GOVERNMENTAL EXPENSES

Expenses for governmental functions totaled \$10,498,427 in fiscal year ended May 31, 2024, which represents an increase of 10.14% from the fiscal year ended May 31, 2023.

The following table presents the amount of expenditures from various sources, as well as increases or decreases from the prior year:

Expenditures by Function - Governmental Funds

	2024	Percent of	2023	Amount of	Percent of
	Amount	Total	Amount	Increase	Increase
				(Decrease)	(Decrease)
<u>EXPENDITURES:</u>					
General government support	\$ 723,038	6.89%	\$ 741,425	\$ (18,387)	-2.48%
Public safety	1,935,591	18.44%	1,906,787	28,804	1.51%
Health	1,159,008	11.04%	1,082,261	76,747	7.09%
Transportation	1,349,379	12.85%	671,817	677,562	100.86%
Economic assistance and opportunity	293,680	2.80%	66,187	227,493	343.71%
Culture and recreation	262,570	2.50%	89,243	173,327	194.22%
Home and community services	2,216,274	21.11%	2,442,105	(225,831)	-9.25%
Employee benefits	1,819,733	17.33%	1,772,692	47,041	2.65%
Debt service - principal	659,654	6.28%	675,549	(15,895)	-2.35%
Debt service - interest	79,500	0.76%	83,541	(4,041)	-4.84%
TOTAL EXPENDITURES	\$ 10,498,427	100.00%	\$ 9,531,607	\$ 966,820	10.14%

The following provides an explanation of expenditures by source that changed significantly over the prior year:

- Transportation increased due to an increase in the paving project this year.
- Economic assistance and opportunity increased due to use of the OCR funds.
- Culture and recreation increased due to the village building new basketball courts this year.
- Home and community services decreased due to the Village not purchasing new equipment and not needing as much supply and power this year.

VILLAGE OF MEDINA, NEW YORK
MANAGEMENT'S DISCUSSION AND ANALYSIS
MAY 31, 2024

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village's investment in capital assets for its governmental activities as of May 31, 2024, amounted to \$29,472,905 (net of accumulated depreciation). This investment in capital assets includes land, infrastructure, buildings, machinery and equipment, and vehicles.

All depreciable capital assets were depreciated under the straight-line method using the full-year convention. Capital assets net of depreciation are presented below:

Summary of Village of Medina's Capital Assets
(Net of Depreciation)

	2024	2023
Land	\$ 462,900	\$ 462,900
Work in process	-	7,178,165
Building improvements	660,814	624,264
Machinery and equipment	1,603,728	1,462,973
Infrastructure	26,628,463	19,906,032
Right of use assets	117,000	150,774
TOTAL CAPITAL ASSETS, NET	\$ 29,472,905	\$ 29,785,108

Long-Term Debt

At May 31, 2024, the Village had total bonded long-term debt outstanding of \$7,707,019 as compared to \$3,954,769 in the prior year. During the year the Village increased direct borrowings by \$4,344,904 due to a BAN conversion. The Village had retirement of debt amounted to \$592,654 during the year. New York State statutes limit the amount of general obligation debt of a governmental entity to 7% of its five-year average full valuation. The current debt limitation for the Village is significantly in excess of the Village's outstanding general obligation debt.

The following is a summary of the Village of Medina's long-term liabilities for governmental activities, as shown on the Statement of Net Position, for the year ending May 31, 2024:

	2024	2023
Serial bonds	\$ 2,410,000	\$ 2,785,000
Direct borrowings	5,297,019	1,169,769
Leases payable	55,059	64,800
Compensated absences	1,023,724	1,175,509
Total OPEB liability	2,362,783	2,671,663
Net pension liability	4,046,334	5,358,062
TOTAL	\$ 15,194,919	\$ 13,224,803

Additional information on the Village's long-term debt can be found in the Notes to the Financial Statements.

Request for Information

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report, or requests for additional financial information, should be addressed to: Village of Medina, Village Mayor, 119 Park Ave, Medina, NY 14103.

BASIC FINANCIAL STATEMENTS

VILLAGE OF MEDINA, NEW YORK
STATEMENT OF NET POSITION
MAY 31, 2024

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

ASSETS

Cash and cash equivalents	\$	4,227,854
Accounts receivable		1,235,685
Tax receivable		73,245
Capital assets:		
Land		462,900
Other capital assets, net of depreciation		28,893,005
Right to use assets, net of amortization		117,000
TOTAL ASSETS		35,009,689

DEFERRED OUTFLOWS OF RESOURCES

Pensions - ERS		399,600
Pensions - PFRS		2,655,527
Other post employment benefits		603,538
TOTAL DEFERRED OUTFLOWS OF RESOURCES		3,658,665

TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES \$ **38,668,354**

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION

LIABILITIES

Accounts payable	\$	243,741
Accrued liabilities		139,116
Deferred revenues		8,563
Unearned revenue - ARPA		137,423
Bond anticipation notes payable		265,000
Due to NYS retirement systems		143,586
Compensated absences - current portion		64,639
Long term liabilities:		
Due within one year:		
Bonds payable		557,654
Lease payable		29,219
Due in more than one year:		
Bonds payable		7,149,365
Lease payable		25,840
Compensated absences		1,023,724
Net pension liability - proportionate share - ERS		518,855
Net pension liability - proportionate share - PFRS		3,527,479
Total OPEB liability		2,362,783
TOTAL LIABILITIES		16,196,987

DEFERRED INFLOWS OF RESOURCES

Pensions - ERS		300,413
Pensions - PFRS		1,942,254
Other post employment benefits		845,978
TOTAL DEFERRED INFLOWS OF RESOURCES		3,088,645

NET POSITION

Net investment in capital assets		21,445,827
Restricted		370,449
Unrestricted		(2,433,554)
TOTAL NET POSITION		19,382,722

TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION \$ **38,668,354**

The accompanying notes are an integral part of the basic financial statements

VILLAGE OF MEDINA, NEW YORK
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MAY 31, 2024

	Program Revenues			Net (Expense)
Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
<u>FUNCTIONS / PROGRAM</u>				
Governmental activities:				
General government	\$ (931,742)	\$ 2,282	\$ 242,969	\$ -
Public safety	(2,943,266)	112,755	-	(2,830,511)
Health	(1,656,338)	1,250,434	-	(405,904)
Transportation	(1,215,034)	18,270	1,015,815	(180,949)
Economic assistance and opportunity	(293,680)	-	-	(293,680)
Culture and recreation	(235,066)	79,959	1,500	(153,607)
Home and community services	(2,940,451)	3,463,086	-	556,418
Unallocated interest	(79,500)	-	-	(79,500)
TOTAL GOVERNMENTAL ACTIVITIES	(10,295,077)	4,926,786	1,260,284	33,783
 General revenues:				
Real property tax				3,745,235
Real property tax items				71,755
Non-property tax items				304,981
Use of money and property				122,701
Licenses and permits				98,535
Sale of property and compensation for loss				84,477
Miscellaneous				17,386
State aid				84,410
TOTAL GENERAL REVENUES				4,529,480
 Change in net position				 455,256
Total net position at beginning of year				18,927,466
 Total net position at end of year				\$ 19,382,722

The accompanying notes are an integral part of the basic financial statements

VILLAGE OF MEDINA, NEW YORK
GOVERNMENTAL FUNDS – BALANCE SHEET
MAY 31, 2024

ASSETS

	General Fund	Special Revenue Funds		Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
		Water Fund	Sewer Fund			
ASSETS						
Cash and cash equivalents	\$ 1,582,634	\$ 1,617,539	\$ 611,622	\$ 91,798	\$ 324,261	\$ 4,227,854
Accounts receivable	463,932	481,299	290,454	-	-	1,235,685
Tax receivable	73,245	-	-	-	-	73,245
Due from other funds	15,993	21,065	15,858	538,975	-	591,891
TOTAL ASSETS	\$ 2,135,804	\$ 2,119,903	\$ 917,934	\$ 630,773	\$ 324,261	\$ 6,128,675

LIABILITIES AND FUND BALANCES

LIABILITIES

Accounts payable	\$ 100,129	\$ 114,316	\$ 14,972	\$ 14,324	\$ -	\$ 243,741
Accrued Liabilities	113,419	13,345	12,352	-	-	139,116
Bond anticipation notes payable	-	-	-	265,000	-	265,000
Due to employees' retirement system	130,824	6,381	6,381	-	-	143,586
Due to other funds	568,934	12,756	10,201	-	-	591,891
Compensated absences - current portion	64,639	-	-	-	-	64,639
Deferred revenue	5,000	1,676	1,887	-	-	8,563
Unearned revenue - ARPA	137,423	-	-	-	-	137,423
TOTAL LIABILITIES	1,120,368	148,474	45,793	279,324	-	1,593,959

FUND BALANCE

Restricted	370,449	-	-	-	-	370,449
Assigned	223,132	1,971,429	872,141	351,449	324,261	3,742,412
Unassigned	421,855	-	-	-	-	421,855
TOTAL FUND BALANCE	1,015,436	1,971,429	872,141	351,449	324,261	4,534,716

TOTAL LIABILITIES AND FUND BALANCE	\$ 2,135,804	\$ 2,119,903	\$ 917,934	\$ 630,773	\$ 324,261	\$ 6,128,675
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The accompanying notes are an integral part of the basic financial statements

VILLAGE OF MEDINA, NEW YORK
RECONCILIATION OF THE STATEMENT OF NET POSITION
TO GOVERNMENTAL FUND BALANCES
MAY 31, 2024

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

Total governmental fund balances	\$	4,534,716
Capital assets, net of accumulated depreciation, are not current financial resources and are not reported in the funds.		29,355,905
Right to use assets, net of accumulated amortization, are not current financial resources and are not reported in the funds.		117,000
Certain liabilities and deferred inflows are not considered financial uses or are not due or payable in the current period and therefore are not reported in the funds:		
Bonds payable		(7,707,019)
Lease payable		(55,059)
Compensated absences		(1,023,724)
Proportionate share of employee retirement system liability		(518,855)
Proportionate share of police and fire retirement system liability		(3,527,479)
Total other post employment benefit liability		(2,362,783)
Deferred outflows related to the employee retirement system liability		399,600
Deferred outflows related to the police and fire retirement system liability		2,655,527
Deferred outflows related to other post employment benefits		603,538
Deferred inflows related to the employee retirement system liability		(300,413)
Deferred inflows related to the police and fire retirement system liability		(1,942,254)
Deferred inflows related to other post employment benefits		(845,978)
		19,382,722
NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u>19,382,722</u>

The accompanying notes are an integral part of the basic financial statements

VILLAGE OF MEDINA, NEW YORK
GOVERNMENTAL FUNDS
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED MAY 31, 2024

	General Fund	Special Revenue Funds		Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
		Water Fund	Sewer Fund			
REVENUES:						
Real property taxes	\$ 3,745,235	\$ -	\$ -	\$ -	\$ -	\$ 3,745,235
Real property tax items	71,755	-	-	-	-	71,755
Non-property tax items	304,981	-	-	-	-	304,981
Departmental income	1,398,585	1,892,717	1,064,213	-	352,698	4,708,213
Intergovernmental charges	218,573	-	-	-	-	218,573
Use of money and property	49,507	42,693	21,942	-	8,559	122,701
Licenses and permits	98,535	-	-	-	-	98,535
Sale of property and compensation for loss	84,477	-	-	-	-	84,477
Miscellaneous	17,386	-	-	-	-	17,386
State aid	1,101,725	-	-	33,783	-	1,135,508
Federal aid	242,969	-	-	-	-	242,969
TOTAL REVENUES	7,333,728	1,935,410	1,086,155	33,783	361,257	10,750,333
EXPENDITURES:						
General government support	571,336	37,298	37,297	48,107	29,000	723,038
Public safety	1,935,591	-	-	-	-	1,935,591
Health	1,159,008	-	-	-	-	1,159,008
Transportation	1,349,379	-	-	-	-	1,349,379
Economic assistance and opportunity	6,179	-	-	-	287,501	293,680
Culture and recreation	262,570	-	-	-	-	262,570
Home and community services	210,069	1,250,811	713,727	-	41,667	2,216,274
Employee benefits	1,402,612	208,647	208,474	-	-	1,819,733
Debt service - principal	226,000	205,000	228,654	-	-	659,654
Debt service - interest	24,814	53,673	1,013	-	-	79,500
TOTAL EXPENDITURES	7,147,558	1,755,429	1,189,165	48,107	358,168	10,498,427
Excess (deficiency) of revenues over expenditures	186,170	179,981	(103,010)	(14,324)	3,089	251,906
OTHER SOURCES AND (USES):						
Proceeds from obligations	-	-	-	4,344,904	-	4,344,904
BANS redeemed from appropriations	-	-	-	197,003	-	197,003
Transfers in	-	29,250	2,892	-	-	32,142
Transfers out	(29,250)	(2,892)	-	-	-	(32,142)
TOTAL OTHER SOURCES AND (USES)	(29,250)	26,358	2,892	4,541,907	-	4,541,907
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	156,920	206,339	(100,118)	4,527,583	3,089	4,793,813
Fund balance - beginning of year	858,516	1,765,090	972,259	(4,176,134)	321,172	(259,097)
Fund Balance - end of year	\$ 1,015,436	\$ 1,971,429	\$ 872,141	\$ 351,449	\$ 324,261	\$ 4,534,716

The accompanying notes are an integral part of the basic financial statements

VILLAGE OF MEDINA, NEW YORK
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MAY 31, 2024

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

Net change in fund balances total governmental funds.	\$	4,793,813
Capital outlay expenditures for capital assets and right to use assets are recorded in governmental funds as expenditures and are not recorded in the Statement of Activities because they are recorded as capital assets and right to use assets.		562,977
Depreciation recorded on the statement of activities but not in the governmental funds.		(841,406)
Amortization recorded on the statement of activities but not in the governmental funds.		(33,774)
Bond and other debt proceeds provide current financial resources to governmental funds, but issuing increases long-term liabilities in the statement of net position. Repayment of bond and other debt principal is an expenditure in the governmental funds, but repayment reduced long-term liabilities on the statement of net position.		
Issuance of lease payable		(18,034)
Issuance of direct borrowing		(4,344,904)
Payment of bond payable		375,000
Payment of lease payable		27,775
Payment of direct borrowing		217,654
The net change in compensated absences are recorded in the statement of activities but not in the statement of governmental funds.		151,785
Other post employment benefits change deferred outflows, liabilities, and deferred inflows in the statement of activities, but not the governmental funds:		
Change in deferred outflows		(51,697)
Change in total OPEB liability		308,880
Change in deferred inflows		(234,804)
Retirement benefits change assets, deferred outflows, liabilities, and deferred inflows in the statement of activities, but not the governmental funds:		
Change in deferred outflows - employee retirement system		(99,246)
Change in deferred outflows - police and fire retirement system		(332,511)
Change in proportionate share of employee retirement liability		256,230
Change in proportionate share of police and fire retirement liability		1,055,498
Change in deferred inflows - employee retirement system		(248,954)
Change in deferred inflows - police and fire retirement system		(1,089,026)
CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u>455,256</u>

The accompanying notes are an integral part of the basic financial statements

NOTES TO THE FINANCIAL STATEMENTS

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 1 - Summary of Significant Accounting Policies

The financial statements of the Village of Medina, New York (the "Village") have been prepared in conformity with accounting principles generally accepted in the United States of America 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 preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. The more significant of the Village's accounting policies are described below.

Financial Reporting Entity

The Village of Medina was established in 1832 and is governed by its Charter, the Village law and other general laws of the State of New York and various local laws. The Village Board is the legislative body responsible for overall operations, the Mayor serves as chief executive officer and the Village Clerk-Treasurer serves as chief fiscal officer.

The following basic services are provided: public safety, public health, highway maintenance, recreation programs, water and sewer services, police and law enforcement.

Independently elected officials of the Village consist of the following:

- Mayor (1)
- Village Trustees (4)

All governmental activities and functions performed for the Village of Medina are its direct responsibility. No other component units have been included or excluded from the reporting entity.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all the nonfiduciary activities of the primary government. For the most part, the effects of interfund activity within governmental has been eliminated from these statements. However, balances due and resource flows between governmental activities have not been eliminated. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Certain indirect costs have been allocated and are reported as direct program expenses of individual functions or programs. Program revenues include: charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; grants and contributions that are restricted to meeting the operational requirements of a particular function or segment; and capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Taxes and other items not included as program revenues are reported as general revenues, as required.

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

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 1 - Summary of Significant Accounting Policies (Cont.)

Fund Categories

Governmental Funds

The fund statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental funds. All remaining governmental funds are aggregated and reported as nonmajor funds. Major Individual governmental funds are reported as separate columns in the fund financials statements.

The Village reports the following major governmental funds:

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

Sewer Fund – this fund accounts for the revenues and expenditures derived from debt service associated with sewer line maintenance.

Water Fund – this fund accounts for the revenues and expenditures derived from debt service associated with water line maintenance.

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

Non-Major Governmental funds

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

Nonmajor Special Revenue Funds – These refunds are 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 Village. The following are non-major special revenue funds utilized by the Village:

- Special Grant Fund
- Permanent Fund

Government-wide financial statements apply all applicable Governmental Accounting Standards Board ("GASB") pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict subsequent GASB pronouncements, Statements and Interpretations of the Financial Accounting Standards Board ("FASB"), Accounting Principles Board ("APB") Opinions, and Accounting Research Bulletins ("ARBs") of the Committee on Accounting Procedure.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenue include: (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. General revenues are those that cannot be associated directly with program activities.

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

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 1 - Summary of Significant Accounting Policies (Cont.)

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Taxes are recognized as revenues in the year in which they are earned. Grants, entitlements, and donations are recognized as revenues as soon as all eligibility requirements have been met.

Accrual Basis

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Property taxes associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Modified Accrual Basis

All governmental funds are accounted for using the modified accrual basis of accounting. Under this basis of accounting, revenues are recorded when measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities for the current period. Material revenues that are accrued include real property taxes, state and federal aid, sales tax and certain user charges. If expenditures are the prime factor for determining eligibility, revenues from federal and state grants are accrued when the expenditure is made.

Expenditures are recorded when incurred except when:

- a) Expenditures for prepaid expenses and inventory-type items are recognized at the time of purchase.
- b) Principal and interest on long-term debt are not recognized as expenditure until due.
- c) Compensated absences, such as vacation and sick leave, which vests or accumulates, are charged as an expenditure when paid.

Property Taxes Revenue Recognition

Village property taxes are levied annually by June 1st and become a lien on February 28th of the year following the levy. Taxes are collected during the period June 1st to November 1st.

Budgetary and Budgetary Data

The budget policies are as follows:

- a) No later than March 31 the budget officer submits a tentative budget to the Village Board for the fiscal year commencing the following June 1. The tentative budget includes proposed expenditures and the proposed means of financing for all funds except the Capital Projects Fund, Special Grants, and Permanent Funds.
- b) After public hearings are conducted to obtain taxpayer comments, no later than May 1, the Village Board adopts the budget.
- c) All modifications of the budget must be approved by the Village Board.

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 1 - Summary of Significant Accounting Policies (Cont.)

Budget Basis of Accounting

Budgets are adopted annually on a basis consistent with accounting principles generally accepted in the United States of America. Appropriations authorized for the current year are increased by the amount of encumbrances carried forward from the prior year.

General Fund comparisons of budgetary and actual data at the legal level of budgetary control, i.e. the object level, are not presented in this report due to the excessive detail involved. However, a separate budgetary comparison report is available which contains this information.

Encumbrances

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

Cash and Cash Equivalents

Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the Village.

Receivables

Receivables are carried at their net realizable value. Receivables are written off as uncollectible after the likelihood of payment is considered remote by management. Generally accepted accounting principles require the establishment of an allowance for uncollectible receivables, however, no allowance for uncollectible receivables has been provided since it is believed that such an allowance would not be material.

Due To and Due From Other Funds

In the fund financial statements, non-current portions of long-term interfund loans receivable are reported as advances and are offset equally by a fund balance reserve account, which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation. A detailed description of the individual fund balances at year end is provided subsequently in the notes to the financial statements.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., streets, water lines, and sewer lines), are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost equal to or greater than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Major outlays for capital assets and improvements are capitalized as projects are constructed. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives is not capitalized.

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 1 - Summary of Significant Accounting Policies (Cont.)

Property, plant and equipment are depreciated using the straight-line method over the estimated useful lives as follows:

Buildings	20 - 40 years
Sanitary sewer and water system	40 years
Machinery and equipment	5 - 10 years
Vehicles	5 - 20 years
Building improvements	20 - 40 years
Roads, sidewalks, curbing, and gutters	15 - 40 years

When capital assets are retired, or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts and any resulting gain or loss is reflected in income for the period in the government-wide statements.

Accrued Liabilities and Long-Term Obligation

Payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements. In the governmental funds, payables and accrued liabilities are paid in a timely manner and in full, from current financial resources. 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 Village's future obligations or future economic outflows. The liabilities are reported as due in one year or due within more than one year in the statement of net position.

Insurance

The Village purchases insurance covering liability for most risks including, but not limited to, property damage, general liability, vehicle liability, workers' compensation and excess liability. Judgments and claims are recorded when it is probable that an asset has been impaired or a liability has been incurred, the amount of loss can be reasonably estimated and the estimated amount of loss exceeds insurance coverage.

Deferred Outflows and Deferred Inflows of Resources

In addition to assets, the Statement of Net Position will 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 (expense/expenditure) until then. The government has one item that qualify for reporting in this category. It is deferred amounts related to the pension reported in the government-wide Statement of Net Position. The deferred amounts related to pension relate difference s between estimated and actual investing earnings, changes in assumptions and other pension related changes.

In addition to liabilities, the Statement of Net Position includes 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 that time. The District has one item that qualify for reporting in this category. In the government-wide financial statements the Village reports deferred amounts related to pension.

Federal Grants

Federal grants are recorded as grants receivable and deferred revenue when the entitlement period occurs. Revenues are recognized using the modified accrual basis of accounting as the Village meets the performance requirements of the grants.

Pensions

Nearly all Village employees are members of various New York State retirement systems. The Village is invoiced annually by the systems for its share of the costs.

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 1 - Summary of Significant Accounting Policies (Cont.)

Compensated Absences

Village employees are granted vacation, sick and personal leave in varying amounts in accordance with various negotiated contracts. In certain instances, employees can sell back unused sick days for payout in the next fiscal year and can receive bonuses based on the number of days unused in the prior year. These amounts are accrued as short-term obligations in the governmental funds. In the event of retirement, an employee is entitled to payment for accumulated vacation leave and sick leave. To the extent negotiated contracts allow, employees have the option to convert unused sick time at retirement to be used to pay retiree health insurance premiums. The expenditures for these fringe benefits upon retirement are recorded in the governmental funds at the time benefits are paid. The balance of compensated absences is accrued in the Statement of Net Position for the governmental activities.

Net Position/Fund Balance:

Net Position Flow Assumptions

Sometimes the Village will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the governmental-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

Fund Balance Flow Assumption

Sometimes the Village will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the Village's policy that the Village Board will assess the current financial condition of the Village and then determine the order of application of expenditures to which fund balance classification will be charged.

Interfund Transactions

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

Order of Use of Fund Balance

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

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 1 - Summary of Significant Accounting Policies (Cont.)

Net Position Classifications:

Governmental-Wide Financial Statements

The governmental-wide financial statements display net position in three classes:

Net Investment in Capital Assets - This category groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.

Restricted Net Position - This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position - This category represents net position of the Village not restricted for any project or other purpose.

Governmental Funds Statements

The fund balance financial statements have five classifications of fund balance.

Non-spendable - Includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable fund balance includes prepaid expenditures.

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

Committed - Includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision-making authorities. i.e., The Village Board.

Assigned - Includes amounts that are constrained by the Village's intent to be used for specific purposes but are neither restricted nor committed. Assigned fund balance includes amounts designated for subsequent years' expenditures.

Unassigned - Includes all other net assets that do not meet the definition of the above four classifications and are deemed to be available for general use by the Village.

Use of Estimates

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

Subsequent Events

The Village has evaluated events and transactions for potential recognition or disclosure in the financial statements through November 20, 2024, which is the date the financial statements were available to be issued.

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 2 – Stewardship, Compliance and Accountability

Budget

Budgetary control of the General Fund is minimally exercised at the department and account level. There were no excesses of expenditures over appropriations at the established control level.

Note 3 – Cash and Cash Equivalents

The Village investment policies are governed by state statutes. In addition, the Village also has its own written investment policy. Village monies must be deposited in FDIC-insured commercial banks or trust companies located within the state. The Clerk Treasurer is authorized to use demand accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury and U.S. Agencies, repurchase agreements, and obligations of New York State or its localities.

Collateral is required for demand deposits and certificates of deposit at 100% of the amount of all deposits not covered by federal deposit insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of the state and its municipalities and school districts.

Deposits

All deposits including certificates of deposit are carried at cost plus accrued interest.

Deposits at year end were entirely covered by federal deposit insurance or by collateral held by the Villages custodial bank in the Village's Name. They consisted of:

	Bank Balance	Carrying Amount
Insured (FDIC)	\$ 500,000	\$ 500,000
<u>COLLATERALIZED:</u>		
Collateral Held by Bank's Agent in Village's Name	3,757,811	3,727,854
TOTAL DEPOSITS	\$ 4,257,811	\$ 4,227,854

Investment and Deposit Policy

The Village follows an investment and deposit policy, the overall objective of which is to adequately safeguard the principal amount of funds invested or deposited; conformance with Federal, state and other legal requirements; and provide sufficient liquidity of invested funds in order to meet obligations as they become due. Oversight of investment activity is the responsibility of the Village Administrator.

Interest Rate Risk

Interest rate risk is the risk that the fair value of investments will be affected by changing interest rates. The Village's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk

The Village's policy is to minimize the risk of loss due to failure of an issuer or other counterparty to an investment to fulfill its obligations. The Village's investment and deposit policy authorizes the reporting entity to purchase the following types of investments:

- Interest bearing demand accounts.
- Certificates of deposit.

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 3 – Cash and Cash Equivalents (Cont.)

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a failure of a depository financial institution, the reporting entity may not recover its deposits. In accordance with the Village's investment and deposit policy, all deposits of the Village including interest bearing demand accounts and certificates of deposit, in excess of the amount insured under the provisions of the Federal Deposit Insurance Act (FDIC) shall be secured by a pledge of securities with an aggregate value equal to 100% of the aggregate amount of deposits.

Note 4 – Accounts Receivable

Major revenues accrued by the Village at May 31, 2024 include the following:

<u>GENERAL FUND:</u>	
Ambulance charges	\$ 463,932
<u>WATER FUND:</u>	
Water rent receivables	\$ 481,299
<u>SEWER FUND:</u>	
Sewer rent receivables	\$ 290,454
TOTAL RECEIVABLES	\$ 1,235,685

The Village expects to collect all amounts subsequent to year end.

Note 5 – Capital Assets and Right of Use Assets

Capital assets for the year ended May 31, 2024 were as follows:

	Balance at May 31, 2023	Additions	Deletions	Balance at May 31, 2024
<u>CAPITAL ASSETS NOT BEING DEPRECIATED:</u>				
Land	\$ 462,900	\$ -	\$ -	\$ 462,900
Work in progress	7,178,165	48,108	(7,226,273)	-
TOTAL CAPITAL ASSETS NOT BEING DEPRECIATED	7,641,065	48,108	(7,226,273)	462,900
<u>CAPITAL ASSETS BEING DEPRECIATED:</u>				
Building improvements	8,561,628	123,332	-	8,684,960
Machinery and equipment	4,008,892	391,537	(76,734)	4,323,695
Infrastructure	33,779,276	7,226,273	-	41,005,549
TOTAL CAPITAL ASSETS BEING DEPRECIATED	46,349,796	7,741,142	(76,734)	54,014,204
<u>LESS: ACCUMULATED DEPRECIATION:</u>				
Building improvements	(7,937,364)	(86,782)	-	(8,024,146)
Machinery and equipment	(2,545,919)	(250,782)	76,734	(2,719,967)
Infrastructure	(13,873,244)	(503,842)	-	(14,377,086)
TOTAL ACCUMULATED DEPRECIATION	(24,356,527)	(841,406)	76,734	(25,121,199)
Total capital assets being depreciated, net	21,993,269	6,899,736	-	28,893,005
TOTAL GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	\$ 29,634,334	\$ 6,947,844	\$ (7,226,273)	\$ 29,355,905

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 5 – Capital Assets and Right of Use Assets (Cont.)

Depreciation expense was charged to function/programs of the primary government as follows:

<u>GOVERNMENTAL ACTIVITIES:</u>	
General government	\$ 39,756
Public safety	77,387
Health	28,917
Transportation	79,580
Culture and recreation	65,894
Home and community services	549,873
TOTAL DEPRECIATION EXPENSE	<u>\$ 841,407</u>

Right to use asset balances and activity on equipment leased from Zoll and Community Leasing Partners is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements / Reclassifications</u>	<u>Ending Balance</u>
<u>RIGHT TO USE ASSETS</u>				
Equipment	\$ 270,192	\$ -	\$ -	\$ 270,192
Less: accumulated amortization	(119,418)	-	(33,774)	(153,192)
TOTAL RIGHT TO USE ASSETS, NET	<u>150,774</u>	<u>-</u>	<u>(33,774)</u>	<u>117,000</u>

Total amortization expense of \$33,774 was charged to health.

Note 6 – Deferred Revenue – American Rescue Plan Act (ARPA)

In July 2021, the Village was awarded \$580,101 of funding from the American Recovery Plan Act (ARPA) Coronavirus Local Fiscal Recovery Fund and received all installments, which were passed through the New York State Office of the State Comptroller. The Village has spent \$442,678 of ARPA funds as of May 31, 2024. As of May 31, 2024, the Village had total deferred revenue related to ARPA in the amount of \$137,423.

Note 7 - Short-Term Debt

Bond Anticipation Notes (BANs)

Notes issued in anticipation of proceeds from the subsequent sale of bonds are recorded as current liabilities of the funds that will receive the proceeds from the issuance of the bonds. Such notes may be classified as part of long-term debt when (1) the intention is to refinance the debt on a long-term basis and (2) the intention can be substantiated through a post balance sheet issuance of a long-term debt or by an acceptable financing agreement. State law requires that bond anticipation notes issued for capital purposes be converted to long-term financing within seven years after the original issue date. The following is a summary of BAN activity for the year ended May 31, 2024:

<u>Purpose</u>	<u>Balance 5/31/2023</u>	<u>Additions</u>	<u>Payments</u>	<u>Bonded</u>	<u>Reduction in BAN</u>	<u>Balance 5/31/2024</u>
Ban 2022	\$ 167,000	\$ 165,000	\$ 67,000	\$ -	\$ -	\$ 265,000
NYS EFC WWTP Ban	4,474,907	-	-	4,344,904	130,003	-
TOTAL	<u>\$ 4,641,907</u>	<u>\$ 165,000</u>	<u>\$ 67,000</u>	<u>\$ 4,344,904</u>	<u>\$ 130,003</u>	<u>\$ 265,000</u>

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 8 – Long-Term Obligations

Serial Bonds

The Village borrows money in order to acquire land or 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, which are full faith and credit debt of the Village. 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.

Other Long-Term Liabilities

In addition to the above long-term debt the Village had the following noncurrent liabilities:

Leases Payable – represents a liability for leased buildings and equipment that the Village uses for various purposes.

Compensated Absences - represents the value of earned and unused portion of the liability for compensated absences.

Other Postemployment Benefits Liability – represents the Village’s obligation for benefits expected to be paid out to retirees (e.g. health insurance costs), discounted to the present value, over a number of years.

Net Pension Liability – ERS and PFRS – represents the difference between the total pension liability (the projected benefit payments to employees based on their past service) and the pension assets reserved to pay current employees, retirees, and applicable beneficiaries.

The following table summarized the Village’s long-term obligations as of May 31, 2024:

Serial bonds	\$	2,410,000
Direct borrowings		5,297,019
Leases payable		55,059
Compensated absences		1,023,724
Total OPEB liability		2,362,783
Net pension liability		4,046,334
TOTAL	\$	<u>15,194,919</u>

The following is a summary of changes in non-current long-term liabilities for the year ended May 31, 2024:

	<u>Balance</u> <u>May 31, 2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>May 31, 2024</u>
<u>GOVERNMENTAL ACTIVITIES:</u>				
Serial bonds	\$ 2,785,000	\$ -	\$ (375,000)	\$ 2,410,000
Direct borrowings	1,169,769	4,344,904	(217,654)	5,297,019
Leases payable	64,800	18,034	(27,775)	55,059
Compensated absences	1,175,509	-	(151,785)	1,023,724
Total OPEB liability	2,671,663	-	(308,880)	2,362,783
Net pension liability:				
ERS	775,085	-	(256,230)	518,855
PFRS	4,582,977	-	(1,055,498)	3,527,479
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 13,224,803</u>	<u>\$ 4,362,938</u>	<u>\$ (2,392,822)</u>	<u>\$ 15,194,919</u>

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 8 – Long-Term Obligations (Cont.)

General Obligation Serial Bonds

The following is a summary of general obligation bond transactions of the Village for the year ended May 31, 2024

Description	Issue Date	Maturity Date	Interest Rate	Balance at May 31, 2023	Additions	Deletions	Balance at May 31, 2024
General Obligation Bonds:							
Energy improvement project and water storage	May 2017	May 2037	2.25%	\$ 2,200,000	\$ -	\$ (200,000)	\$ 2,000,000
Pass thru bond	May 2006	May 2024	5.10%	35,000	-	(35,000)	-
Gwinn St	May 2013	May 202	2.50%	145,000	-	(75,000)	70,000
Street Sweeper	October 2017	October 2027	0.75%	100,000	-	(25,000)	75,000
EPC phase II	May 2020	May 2030	0.00%	305,000	-	(40,000)	265,000
TOTAL				\$ 2,785,000	\$ -	\$ (375,000)	\$ 2,410,000

Description	Issue Date	Maturity Date	Interest Rate	Balance at May 31, 2023	Additions	Deletions	Balance at May 31, 2024
NYS EFC	December 2005	December 2035	0.00%	\$ 576,769	\$ -	\$ (48,064)	\$ 528,705
EFC Clean Water Statutory Installment Bond	May 2018	May 2047	0.00%	593,000	-	(24,750)	568,250
2024 EFC Clean Water Statutory Installment Bond	March 2024	May 2053	0.00%	-	4,344,904	(144,840)	4,200,064
				\$ 1,169,769	\$ 4,344,904	\$ (217,654)	\$ 5,297,019

Long-Term Maturity Schedule

The following schedule sets forth the remaining annual maturities and annual interest payments on serial bonds at May 31, 2024:

Year	Bond Principal	Direct Borrowing Principal	Total
2025	\$ 340,000	\$ 217,654	\$ 557,654
2026	280,000	217,654	497,654
2027	285,000	217,654	502,654
2028	270,000	217,654	487,654
2029	275,000	217,654	492,654
2030 - 2034	735,000	1,088,270	1,823,270
2035 - 2039	225,000	896,014	1,121,014
2040 - 2044	-	847,950	847,950
2045 - 2049	-	797,450	797,450
2050 - 2054	-	579,360	579,360
TOTAL	\$ 2,410,000	\$ 5,297,314	\$ 7,707,314

Year	Bond Interest
2025	\$ 64,102
2026	56,325
2027	50,100
2028	43,413
2029	36,775
2030 - 2034	81,700
2035 - 2039	13,500
TOTAL	\$ 345,915

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 8 – Long-Term Obligations (Cont.)

Leases Payable

The Village recognizes lease liabilities and leased assets at the commencement of the lease term, unless the lease is a short-term lease or it transfers ownership of the underlying asset. The lease liability is measured at the present value of payments expected to be made during the lease term (less any lease incentives). The leased asset is measured at the amount of the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. The lease liability is reduced as principal payments are made and interest expense is recognized as an expenditure in the funds. The Village amortizes the leased asset over the life of the lease agreement on a straight-line basis.

During 2019, the Village entered into a lease agreement to lease twenty SCBAs and during 2021, the Village entered into a lease agreement to lease Cardiac Monitors to use for the Fire Department. The following is the remaining annual maturity and annual interest payments on the leases.

<u>Fiscal Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 29,219	\$ 1,932	\$ 31,151
2026	16,170	1,651	17,821
2027	3,762	677	4,439
2028	4,095	345	4,440
2029	1,813	39	1,852
Total	\$ 55,059	\$ 4,644	\$ 59,703

Note 9 – Pension Plans

Plan Description

The Village of Medina participates in the New York State and Local Employees' Retirement System (ERS), the New York State and Local Police and Fire Retirement System (PFRS) and the Public Employees' Group Life Insurance Plan (Systems). These are cost-sharing multiple-employer retirement systems. The Systems provide retirement benefits as well as death and disability benefits. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law (NYSRSSL). As set forth in the NYSRSSL, the Comptroller of the State of New York (Comptroller) serves as sole trustee and administrative head of the Systems. The Comptroller shall adopt and may amend rules and regulations for the administration and transaction of the business of the Systems and for the custody and control of their funds. The Systems issue a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the New York State and Local Retirement Systems, 110 State Street, Albany, New York 12244.

Funding Policy

The Systems are noncontributory for employees who joined prior to July 27, 1976. For employees who joined the Systems after July 27, 1976, and prior to January 1, 2010, employees contribute 3% of their salary, except that employees in the Systems more than ten years are no longer required to contribute. For employees who joined after January 1, 2010, employees in the Systems contribute 3% of their salary throughout their active membership. Employees who join on or after April 1, 2012 will contribute 3% of their reportable salary. Beginning April 1, 2013, the contribution rate for Tier 6 members varied based on each member's annual compensation, between 3% and 6%. Under the authority of the NYSRSSL, the Comptroller annual determines and certifies the employer contribution rates expressed as proportions of payroll of members, which rate is used in computing the contributions required to be made by employers to the pension fund.

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 9 – Pension Plans (Cont.)

Membership, benefits and employer and employee obligations to contribute are described in the NYSRSSL using the tier concept. Pension legislation established tier membership by the date a member last joined the Retirement System. They are as follows:

ERS

- Tier 1 - Those persons who last became members of the System before July 1, 1973.
- Tier 2 – Those persons who last became members on or after July 1, 1973, but before July 27, 1976.
- Tier 3 – Generally those persons who are State correction officers who last became members on or after July 27, 1976, but before January 1, 2010, and all others who last became members on or after July 27, 1976, but before September 1, 1983.
- Tier 4 – Generally, except for correction officers, those persons who last became members on or after September 1, 1983, but before January 1, 2010.
- Tier 5 – Those persons who last became members of the System on or after January 1, 2010, but before April 1, 2012.
- Tier 6 - Those persons who first became members of the System on or after April 1, 2012.

PFRS

- Tier 1 – Those persons who last became members before July 31, 1973.
- Tier 2 – Those persons who last became members on or after July 31, 1973, but before July 1, 2009.
- Tier 3 – Those persons who last became members on or after July 1, 2009, but before January 9, 2010.
- Tier 4 - Not applicable.
- Tier 5 - Those persons who last became members on or after January 9, 2010, but before April 1, 2012, or who were previously PFRS Tier 3 members who elected to become Tier 5.
- Tier 6 - Those persons who first became members on or after April 1, 2012.

The Village is required to contribute at an actuarially determined rate. The required contributions for the current year and two preceding year were:

	<u>ERS</u>	<u>PRFS</u>
2024	\$ 122,266	\$ 589,467
2023	\$ 105,923	\$ 576,543
2022	\$ 148,811	\$ 510,554

Pension Liabilities, Pension Expenses and Deferred Outflows of resources and deferred Inflows of Resourced Related to Pensions

At May 31, 2024, the Village of Medina reported a liability (asset) of \$4,046,334 for its proportionate share of the pension liability (asset), (\$518,855 for ERS, \$3,527,479 for PFRS). The net pension liability (asset) was measured as of March 31, 2024, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of April 1, 2023. The Village of Medina's proportion of the net pension liability (asset) was based on a projection of the Village of Medina's long-term share of contributions to the pension plan relative to the projected contribution of all participating members, actuarially determined.

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 9 – Pension Plans (Cont.)

At May 31, 2024, the Village of Medina's proportion was .077899 percent. (.0035239% for ERS, .0743751% for PFRS). For the year ended May 31, 2024, the Village of Medina recognized pension expense of \$1,187,060 (\$218,181 for ERS, \$968,879 for PFRS). At May 31, 2024, the village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following resources:

	<u>ERS</u>		<u>PFRS</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 167,123	\$ 14,148	\$ 1,086,769	\$ -
Changes of assumptions	196,167	-	1,330,568	-
Net difference between projected and actual investment earnings on pension plan investments	-	253,458	-	957,540
Changes in proportion and differences between Village's contributions and the proportionate share of contributions	10,784	32,807	120,129	984,714
Village contributions subsequent to the measurement date	25,526	-	118,061	-
TOTAL	<u>\$ 399,600</u>	<u>\$ 300,413</u>	<u>\$ 2,655,527</u>	<u>\$ 1,942,254</u>

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

<u>Year Ended</u> <u>May 31,</u>	<u>ERS</u>	<u>PFRS</u>
2025	\$ (99,730)	\$ (519,296)
2026	90,475	844,343
2027	143,711	413,649
2028	(60,795)	(222,423)
2029	-	78,939
Thereafter	-	-

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 9 – Pension Plans (Cont.)

Actuarial Assumptions

The total pension liability at March 31, 2024 was determined by using an actuarial valuation as of April 1, 2023, with update procedures used to roll forward the total pension liability to March 31, 2024. The actuarial valuation used the following actuarial assumptions:

	<u>ERS</u>	<u>PFRS</u>
Interest rate	5.90%	5.90%
Inflation rate	2.90%	2.90%
Salary	4.40%	6.20%
Investment rate of return	5.90%	5.90%
Costs of living adjustments	1.50%	1.50%
Decrement Tables	April 1, 2015 - March 31, 2020 system's experience	April 1, 2015 - March 31, 2020 system's experience

Annuitant mortality rates are based on April 1, 2015- March 31, 2020 System's experience with adjustments for mortality improvement based on the Society of Actuaries' Scale MP-2020. The previous actuarial valuation as of April 1, 2020 used the same assumptions for the measure of total pension liability.

The actuarial assumptions used in the April 1, 2023 valuation are based on the results of an actuarial experience study for the period April 1, 2015-March 31, 2020.

The long term expected rate of return on pension plan investments was determined using a building block method which is best estimates ranges of best estimate future real rates of return (expected returns nets 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of March 31, 2024 are summarized below:

<u>Asset Type</u>	<u>Long-Term Expected Real Rate</u>
Domestic Equity	4.00%
International Equity	6.65%
Private Equity	7.25%
Real Estate	4.60%
Opportunistic / ARS Portfolio	5.25%
Credit	5.40%
Real Assets	5.79%
Fixed Income	1.50%
Cash	0.25%

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

Discount Rate

The discount used to calculate the total pension liability was 5.90% The project 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 the statutorily required rates, actuarially. Based upon the assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods projected benefit payments to determine the total pension liability.

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 9 – Pension Plans (Cont.)

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

	<u>1%</u> <u>Decrease</u> <u>(4.90%)</u>	<u>Current</u> <u>Assumption</u> <u>(5.90%)</u>	<u>1%</u> <u>Increase</u> <u>(6.90%)</u>
Village proropriate share of the net pension liability - ERS	\$ 1,631,332	\$ 518,855	\$ (410,295)
Village proropriate share of the net pension liability - PFRS	\$ 8,244,546	\$ 3,527,479	\$ (369,507)

Pension Plan Fiduciary Net Position

The components of the current-year net position liability of the employers participating in the System as of March 31, 2024, were as follows:

	<u>Employees'</u> <u>Retirement System</u>	<u>(Dollars in thousands)</u> <u>Police and Fire</u> <u>Retirement System</u>
Employers' total pension liability	\$ 240,696,851	\$ 46,137,717
Fiduciary net position	225,972,800	41,394,895
Employer's net pension liability (asset)	<u>\$ 14,724,051</u>	<u>\$ 4,742,822</u>
Ratio of fiduciary net position to the employers' total pension ability	93.88%	89.72%

Payables to the Pension Plan

For ERS and PFRS, employer contributions are paid annually based on the Retirement System’s fiscal year which ends on March 31st. Accrued retirement contributions as of May 31, 2024, represent the projected employer contribution for the period of April 1, 2023 to March 31, 2024 ERS wages multiplied by the employer’s contribution rate by tier. Accrued retirement contributions, as of June 30, 2024, amounted to \$143,586.

Note 10 - Other Postemployment Benefits (GASB 75)

Plan Description

The Village’s defined benefit OPEB plan provides OPEB for all permanent full-time employees of the Village. The plan is a single-employer defined benefit OPEB plan administered by the Village. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Village Trustees. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. The OPEB plan is currently unfunded.

Funding Policy

The Village provides healthcare 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 Village offices and are available upon request.

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 10 - Other Postemployment Benefits (GASB 75) (Cont.)

Employees Covered By The Benefit Terms

At May 31, 2024, the following employees were covered by the benefit terms:

Inactive participants currently receiving benefit payments	9	
Active participants	55	
TOTAL	64	

Total OPEB Liability

The Village's total OPEB liability of \$2,362,783 was measured as of June 1, 2023 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the 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	3.67%
Long-term bond rate	3.67%
Salary increases	3.00%

The long-term bond rate is based on the Bond Buyer Weekly 20-Bond GO Index as of the measurement date.

The Pub-2010 Mortality Table for healthy retirees: sex distinct, job category-specific, headcount weighted, and adjusted for mortality improvements with scale MP-2021 mortality improvement scale on a generational basis.

Changes in the Total OPEB Liability

Balance as of 6/1/2022 measurement date		\$ 2,671,663
Service cost		21,559
Interest		83,507
Differences between expected and actual experience		(232,581)
Changes of assumptions and other inputs		(80,158)
Benefit payments		(101,207)
Net changes		(308,880)
Balance as of 6/1/2023 measurement date		\$ 2,362,783

Changes of assumptions and other inputs reflect a change in the discount rate from 3.16 percent in 2023 to 3.67 percent in 2024.

Sensitivity to the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.67 percent) or 1 percentage point higher (4.67 percent) than the current discount rate:

	1% Decrease (2.67%)	Current Discount Rate (3.67%)	1% Increase (4.67%)
Total OPEB liability	\$ 2,717,531	\$ 2,362,783	\$ 2,074,824

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 10 - Other Postemployment Benefits (GASB 75) (Cont.)

Sensitivity to the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rate:

	<u>1% Decrease</u>	<u>Current Trend Rates</u>	<u>1% Increase</u>
Total OPEB liability	\$ 2,057,309	\$ 2,362,783	\$ 2,742,870

OPEB Expense and Deferred Outflows and Deferred Inflows of Resources Related to OPEB (Cont.)

For the year ended May 31, 2024, the District 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	\$ -	\$ 401,996
Changes of assumptions of other inputs	496,950	443,982
Benefit payments and administrative expenses subsequent to the measurement date	106,588	-
TOTAL	\$ 603,538	\$ 845,978

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

Year ended May 31:	
2025	\$ (20,857)
2026	(20,857)
2027	(20,857)
2028	(20,857)
2029	(20,857)
Thereafter	(244,743)

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 11 –Interfund Receivables and Payables

The following is a summary of interfund activity as of May 31, 2024:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
<u>Governmental Fund Types:</u>		
General fund	\$ 15,993	\$ 568,934
Water fund	21,065	12,756
Sewer fund	15,858	10,201
Capital project funds	538,975	-
TOTAL	<u>\$ 591,891</u>	<u>\$ 591,891</u>

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. The balances result from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur, transactions are recorded in the accounting system, and payments between funds are made.

Note 12 –Interfund Transfers

	<u>Transfer In</u>	<u>Transfer Out</u>
<u>Governmental Fund Types:</u>		
General fund	\$ -	\$ 29,250
Water fund	29,250	2,892
Sewer fund	2,892	-
TOTAL	<u>\$ 32,142</u>	<u>\$ 32,142</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and move residual cash from closed projects to debt service to be used for debt payments at a later date. The purpose of the government's interfund transfers are debt service payments and capital projects.

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 13 – Fund Balance

Restricted Fund Balances, which have external constraints, are as follows:

Fund	Balance
GENERAL FUND:	
Street repair reserve	86,179
Equipment reserve	259,700
AMB PCR - Electronics reserve	24,570
TOTAL GENERAL FUND	370,449
TOTAL RESTRICTED FUND BALANCE	\$ 370,449

Assigned Fund Balances, which are constrained by the Village's intent to be used for specific purposes, are as follows:

Fund	Balance
GENERAL FUND:	
Appropriated	\$ 223,132
SPECIAL REVENUE FUNDS:	
Water fund - unappropriated	1,971,429
Sewer fund - unappropriated	872,141
TOTAL HIGHWAY FUND	2,843,570
CAPITAL PROJECT FUND:	
Fund balance	351,449
NON-MAJOR GOVERNMENTAL FUNDS:	
Special grant fund - unappropriated	227,523
Permanent fund - unappropriated	96,738
TOTAL NON-MAJOR FUNDS	324,261
TOTAL ASSIGNED FUND BALANCE	\$ 3,742,412

Note 14 - Commitments and Contingencies

The Village receives financial assistance from numerous federal and state governmental agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed expenditures resulting from such audits could become a liability of the governmental funds.

VILLAGE OF MEDINA, NEW YORK
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2024

Note 15 – Tax Abatements

All real property in New York State is subject to taxation unless specific legal provision grants it exempt status. Real property exemptions are granted on the basis of many different criteria, including the use to which the property is put, the owner's ability to pay taxes, the desire of the state and local governments to encourage certain economic or social activities, and other considerations. Most exemptions are granted under Article 4 of the Real Property Tax Law, but others are authorized by a wide variety of statutes ranging from Article 18-A of the Real Property Tax Law, The Agriculture and Markets Law and the Transportation Law. Certain exemptions provide full relief from taxation (wholly exempt property) and others reduce the taxes which would otherwise be payable by varying degrees (partially exempt property). Some exemptions apply to taxes levied for county, city/Village, and school purposes, whereas other pertain only to certain of these purposes. Some tax exemptions are mandated by State law, others are subject to local option and/or local determination of eligibility criteria.

The Village has six real property tax abatements agreements entered into by the County of Orleans IDA under Article 18-A of the real property tax law. These agreements provide for abatement of real property taxes in exchange for a payment in lieu of taxes (PILOT). As a result of these tax abatement agreements, for the year ended May 31, 2024. The Villages tax revenues were reduced by \$39,939.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF MEDINA, NEW YORK
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:				
Real property taxes	\$ 3,786,964	\$ 3,786,964	\$ 3,745,235	\$ 41,729
Real property tax items	60,000	60,000	71,755	(11,755)
Non-property tax items	309,000	309,000	304,981	4,019
Departmental income	1,304,200	1,304,200	1,398,585	(94,385)
Intergovernmental charges	257,000	257,000	218,573	38,427
Use of money and property	20,000	20,000	49,507	(29,507)
Licenses and permits	37,400	37,400	98,535	(61,135)
Fines and forfeitures	200	200	-	200
Sale of property and compensation for loss	21,000	21,000	84,477	(63,477)
Miscellaneous	140,000	140,000	17,386	122,614
State aid	1,068,122	1,068,122	1,101,725	(33,603)
Federal aid	120,000	120,000	242,969	(122,969)
TOTAL REVENUES	<u>7,123,886</u>	<u>7,123,886</u>	<u>7,333,728</u>	<u>(209,842)</u>
EXPENDITURES:				
General government support	755,704	714,871	571,336	143,535
Public safety	2,037,632	2,040,976	1,935,591	105,385
Health	1,068,368	1,159,008	1,159,008	-
Transportation	1,407,982	1,407,982	1,349,379	58,603
Economic assistance and opportunity	7,000	7,000	6,179	821
Culture and recreation	253,250	263,096	262,570	526
Home and community services	221,708	228,306	210,069	18,237
Employee benefits	1,580,725	1,580,725	1,402,612	178,113
Debt services - principal	226,000	226,000	226,000	-
Debt services - interest	24,817	24,817	24,814	3
TOTAL EXPENDITURES	<u>7,583,186</u>	<u>7,652,781</u>	<u>7,147,558</u>	<u>505,223</u>
Excess (deficiency) of revenues over expenditures	<u>(459,300)</u>	<u>(528,895)</u>	<u>186,170</u>	<u>(715,065)</u>
OTHER SOURCES (USES):				
Operating transfers out	-	-	(29,250)	29,250
TOTAL OTHER SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(29,250)</u>	<u>29,250</u>
Excess (deficiency) of revenues and other sources over expenditures and other (uses)	<u>(459,300)</u>	<u>(528,895)</u>	<u>156,920</u>	<u>(685,815)</u>
Fund balance at May 31, 2023	<u>858,516</u>	<u>858,516</u>	<u>858,516</u>	<u>-</u>
Fund balance at May 31, 2024	<u>\$ 399,216</u>	<u>\$ 329,621</u>	<u>\$ 1,015,436</u>	<u>\$ (685,815)</u>

See independent auditor's report

VILLAGE OF MEDINA, NEW YORK
WATER FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>REVENUES:</u>				
Departmental income	\$ 1,905,000	\$ 1,905,000	\$ 1,892,717	\$ 12,283
Use of money and property	15,000	15,000	42,693	(27,693)
TOTAL REVENUES	<u>1,920,000</u>	<u>1,920,000</u>	<u>1,935,410</u>	<u>(15,410)</u>
<u>EXPENDITURES:</u>				
General government support	37,300	37,300	37,298	2
Home and community services	1,505,438	1,515,108	1,250,811	264,297
Employee benefits	218,240	218,240	208,647	9,593
Debt services - principal	205,000	205,000	205,000	-
Debt services - interest	53,673	53,673	53,673	-
TOTAL EXPENDITURES	<u>2,019,651</u>	<u>2,029,321</u>	<u>1,755,429</u>	<u>273,892</u>
Excess (deficiency) of revenues over expenditures	<u>(99,651)</u>	<u>(109,321)</u>	<u>179,981</u>	<u>(289,302)</u>
<u>OTHER SOURCES (USES):</u>				
Operating transfers in	-	-	29,250	(29,250)
Operating transfers out	-	-	(2,892)	2,892
TOTAL OTHER SOURCES (USES)	<u>-</u>	<u>-</u>	<u>26,358</u>	<u>(26,358)</u>
Excess (deficiency) of revenues and other sources over expenditures and other (uses)	<u>(99,651)</u>	<u>(109,321)</u>	<u>206,339</u>	<u>(315,660)</u>
Fund balance at May 31, 2023	<u>1,765,090</u>	<u>1,765,090</u>	<u>1,765,090</u>	<u>-</u>
Fund balance at May 31, 2024	<u>\$ 1,665,439</u>	<u>\$ 1,655,769</u>	<u>\$ 1,971,429</u>	<u>\$ (315,660)</u>

See independent auditor's report

VILLAGE OF MEDINA, NEW YORK
SEWER FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>REVENUES:</u>				
Departmental income	\$ 1,075,000	\$ 1,075,000	\$ 1,064,213	\$ 10,787
Use of money and property	15,000	15,000	21,942	(6,942)
TOTAL REVENUES	<u>1,090,000</u>	<u>1,090,000</u>	<u>1,086,155</u>	<u>3,845</u>
<u>EXPENDITURES:</u>				
General government support	37,300	37,300	37,297	3
Home and community services	788,679	792,179	713,727	78,452
Employee benefits	215,969	215,969	208,474	7,495
Debt services - principal	249,550	249,550	228,654	20,896
Debt services - interest	1,013	1,013	1,013	-
TOTAL EXPENDITURES	<u>1,292,511</u>	<u>1,296,011</u>	<u>1,189,165</u>	<u>106,846</u>
Excess (deficiency) of revenues over expenditures	<u>(202,511)</u>	<u>(206,011)</u>	<u>(103,010)</u>	<u>(103,001)</u>
<u>OTHER SOURCES (USES):</u>				
Operating transfers in	-	-	2,892	(2,892)
TOTAL OTHER SOURCES (USES)	<u>-</u>	<u>-</u>	<u>2,892</u>	<u>(2,892)</u>
Excess (deficiency) of revenues and other sources over expenditures and other (uses)	<u>(202,511)</u>	<u>(206,011)</u>	<u>(100,118)</u>	<u>(105,893)</u>
Fund balance at May 31, 2023	<u>972,259</u>	<u>972,259</u>	<u>972,259</u>	<u>-</u>
Fund balance at May 31, 2024	<u>\$ 769,748</u>	<u>\$ 766,248</u>	<u>\$ 872,141</u>	<u>\$ (105,893)</u>

See independent auditor's report

VILLAGE OF MEDINA, NEW YORK
SCHEDULE OF THE VILLAGE'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY (ASSET) NYSLRS PENSION PLAN
MAY 31, 2024

2019, 2020, and 2021 Years (Dollars amounts displayed in thousands)

	Year Ended May 31,					
	2024	2023	2022	2021	2020	2019
<u>Employees' Retirement System (ERS)</u>						
Measurement date, March 31,	2024	2023	2022	2021	2020	2019
Village's proportion of the net pension liability (asset)	0.0035239%	0.0036145%	0.0034665%	0.003%	0.003%	0.003%
Village's proportionate share of the net pension liability (asset)	\$ 518,855	\$ 775,085	\$ (283,373)	\$ 3	\$ 851	\$ 238
Village's covered-employee payroll	\$ 1,084,418	\$ 998,974	\$ 999,000	\$ 1,003	\$ 924	\$ 883
Village's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	47.85%	77.59%	-28.37%	0.30%	92.10%	26.95%
Plan fiduciary net position as a percentage of the total pension liability (asset)	93.88%	90.78%	103.65%	99.95%	86.39%	96.27%
<u>Police and Fire Retirement System (PFRS)</u>						
Measurement date, March 31,	2024	2023	2022	2021	2020	2019
Village's proportion of the net pension liability (asset)	0.0743751%	0.0831685%	0.0836325%	0.076%	0.071%	0.080%
Village's proportionate share of the net pension liability (asset)	\$ 3,527,479	\$ 4,582,977	\$ 475,070	\$ 1,315	\$ 3,804	\$ 1,353
Village's covered-employee payroll	\$ 2,465,695	\$ 2,392,507	\$ 2,393,000	\$ 2,084	\$ 1,983	\$ 1,831
Village's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	143.06%	191.56%	19.85%	63.10%	191.8%	73.9%
Plan fiduciary net position as a percentage of the total pension liability (asset)	89.72%	87.43%	98.66%	95.79%	84.86%	95.09%

See independent auditor's report

VILLAGE OF MEDINA, NEW YORK
SCHEDULE OF THE VILLAGE'S CONTRIBUTIONS
NYSLRS PENSION PLAN
MAY 31, 2024

2019, 2020, and 2021 Years (Dollars amounts displayed in thousands)

	Year Ended May 31,					
	2024	2023	2022	2021	2020	2019
<u>Employees' Retirement System (ERS)</u>						
Contractually required contribution	\$ 122,266	\$ 105,923	\$ 148,811	\$ 133	\$ 125	\$ 127
Contributions in relation to the contractually required contribution	\$ 122,266	\$ 105,923	\$ 148,811	\$ 133	\$ 125	\$ 127
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Village's covered-employee payroll	\$ 1,084,418	\$ 998,974	\$ 999,000	\$ 1,003	\$ 924	\$ 883
Contributions as a percentage of covered-employee payroll	11.27%	10.60%	14.90%	13.26%	13.53%	14.38%
<u>Police and Fire Retirement System (PFRS)</u>						
Contractually required contribution	\$ 589,467	\$ 576,543	\$ 510,554	\$ 411	\$ 384	\$ 475
Contributions in relation to the contractually required contribution	\$ 589,467	\$ 576,543	\$ 510,554	\$ 411	\$ 384	\$ 475
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Village's covered-employee payroll	\$ 2,465,695	\$ 2,392,507	\$ 2,393,000	\$ 2,084	\$ 1,983	\$ 1,831
Contributions as a percentage of covered-employee payroll	23.91%	24.10%	21.34%	19.72%	19.36%	25.94%

See independent auditor's report

VILLAGE OF MEDINA, NEW YORK
SCHEDULE OF CHANGES IN THE VILLAGE'S TOTAL OPEB AND RELATED RATIO
FOR THE YEARS ENDED MAY 31,

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total OPEB Liability					
Service cost	\$ 21,559	\$ 29,631	\$ 40,391	\$ 26,237	\$ 23,099
Interest	83,507	65,167	72,152	93,835	96,033
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	(232,581)	-	(245,181)	-	-
Changes in assumptions or other inputs	(80,158)	(309,489)	(141,486)	628,194	105,259
Expected benefit payments	<u>(101,207)</u>	<u>(92,322)</u>	<u>(94,360)</u>	<u>(96,475)</u>	<u>(92,958)</u>
Net change in total OPEB liability	(308,880)	(307,013)	(368,484)	651,791	131,433
Total OPEB liability - beginning	<u>2,671,663</u>	<u>2,978,676</u>	<u>3,347,160</u>	<u>2,695,369</u>	<u>2,563,936</u>
Total OPEB liability - ending	<u>\$ 2,362,783</u>	<u>\$ 2,671,663</u>	<u>\$ 2,978,676</u>	<u>\$ 3,347,160</u>	<u>\$ 2,695,369</u>
Covered employee payroll	\$ 3,683,493	\$ 3,478,150	\$ 3,295,579	\$ 3,109,749	\$ 3,973,787
Total OPEB liability as a percentage of covered-employee payroll	64.15%	76.81%	90.38%	107.63%	67.83%

See independent auditor's report

SUPPLEMENTARY INFORMATION

VILLAGE OF MEDINA, NEW YORK
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
MAY 31, 2024

ASSETS

	Special Grant Fund	Permanent Fund	Total
<u>ASSETS</u>			
Cash and cash equivalents	\$ 227,523	\$ 96,738	\$ 324,261
TOTAL ASSETS	\$ 227,523	\$ 96,738	\$ 324,261

FUND BALANCE

<u>FUND BALANCE</u>			
Assigned	\$ 227,523	\$ 96,738	\$ 324,261
TOTAL FUND BALANCE	\$ 227,523	\$ 96,738	\$ 324,261

VILLAGE OF MEDINA, NEW YORK
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MAY 31, 2024

	<u>Special Grant Fund</u>	<u>Permanent Fund</u>	<u>Total</u>
REVENUES:			
Departmental income	\$ 352,698	\$ -	\$ 352,698
Use of money and property	4,674	3,885	8,559
TOTAL REVENUES	<u>357,372</u>	<u>3,885</u>	<u>361,257</u>
EXPENDITURES:			
General Government	29,000	-	29,000
Economic opportunity and development	287,501	-	287,501
Home and community services	41,667	-	41,667
TOTAL EXPENDITURES	<u>358,168</u>	<u>-</u>	<u>358,168</u>
Excess (deficiency) of revenues over expenditures	<u>(796)</u>	<u>3,885</u>	<u>3,089</u>
Fund balances - beginning of year	<u>228,319</u>	<u>92,853</u>	<u>321,172</u>
Fund balances - end of year	<u>\$ 227,523</u>	<u>\$ 96,738</u>	<u>\$ 324,261</u>



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

Honorable Village Board
Village of Medina
Medina, New York

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Village of Medina, New York, as of and for the year ended May 31, 2024, and the related notes to the financial statements, which collectively comprise Village of Medina, New York's basic financial statements, and have issued our report thereon dated November 20, 2024.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

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Purpose of This Report

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

Allied CPAs, P.C.

Amherst, New York
November 20, 2024