



**Freeport Community Development Agency  
Village of Freeport, New York**

Financial Report

August 31, 2023

**Freeport Community Development Agency  
Village of Freeport, New York**

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## Independent Auditor's Report

Honorable Mayor and Board of Directors  
Freeport Community Development Agency  
Village of Freeport, New York

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the financial statements of the governmental activities and the governmental fund of the Freeport Community Development Agency of the Village of Freeport, New York (Agency), as of and for the year ended August 31, 2023, and the related notes to the financial statements, which collectively comprise the Agency's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and governmental fund of the Agency as of August 31, 2023, and the respective changes in financial position thereof 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 (GAAS) 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 Agency 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 Agency's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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.

***Auditor's Responsibilities for the Audit of the Financial Statements - Continued***

In performing an audit in accordance with GAAS 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 Agency'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 Agency'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 Management's Discussion and Analysis and the required supplementary information listed in the accompanying 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.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2023, on our consideration of the Agency'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 Agency'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 the Agency's internal control over financial reporting and compliance.

**BST + Co. CPAs, LLP**

Latham, New York  
December 11, 2023



# Freeport Community Development Agency Village of Freeport, New York

Management's Discussion and Analysis  
August 31, 2023

## Introduction

The Freeport Community Development Agency of the Village of Freeport, New York (Agency) is a public benefit corporation which was created by New York State Legislation in 2010 Under Section 620 of the General Municipal Law, as amended by Chapter 169. The mission of the Agency is to engage in economic development, downtown revitalization, public service programs and moderate to low-income housing rehabilitation in the Village of Freeport, New York (Village). The Agency functions as a key component; a partner and advisor in a variety of efforts to improve the quality of life for a diverse community of owners, stakeholders, and residents. The Agency works to maintain a sustainable, vibrant, safe, walkable, transit-oriented community.

The Board of Directors of the Agency consists of the Mayor of Freeport, New York, who acts as the chairperson, and four other Directors who are appointed by the Mayor.

We encourage readers to consider the information presented here in conjunction with the Agency's basic financial statements that follows.

## Overview of the Basic Financial Statements

The government-wide financial statements are designed to present a broad overview of the financial position of the Agency in a manner analogous to a private-sector business. The government-wide financial statements consist of the Statement of Net Position and the Statement of Activities and are prepared using the economic resources measurement focus and the accrual basis of accounting, as opposed to the modified accrual basis of accounting. This means that all current year revenues and expenses are included regardless of when cash is received or paid, producing a view of the Agency's financial position that is presented most similar to a private-sector company.

The Statement of Net Position consolidates reporting of the Agency's current financial resources with reporting of capital assets, deferred outflows of resources, deferred inflows of resources and long-term liabilities. The difference between assets, deferred outflows of resources and liabilities and deferred inflows of resources represents net position. In evaluating the net position of the Agency, other non-financial factors affecting the Agency's overall health and financial condition should be considered, such as changes in demographics and economic conditions.

The Statement of Activities presents the change in net position of the Agency during the most recent fiscal year. All of the current year revenues and expenses are recognized regardless of when cash is received or paid. Some of the reported revenues and expenses will have corresponding cash flows in future fiscal periods (e.g., deferred revenues and earned but not used vacation leave). The Statement of Activities focuses on both the gross and net cost of the various activities.

## Fund Financial Statements

A "fund" is a self-balancing accounting entity. The Agency, like other state and local governments, uses fund accounting to ensure and disclose compliance with finance-related laws and regulations. The Agency utilizes a single governmental fund as required by the State of New York. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the governmental funds financial statements utilize the modified accrual basis of accounting, which measures cash and other assets that can be readily converted to cash.

# Freeport Community Development Agency Village of Freeport, New York

Management's Discussion and Analysis  
August 31, 2023

## Fund Financial Statements - Continued

The governmental fund statements provide a detailed short-term view of the Agency's general governmental operations and the basic services it provides. The fund financial statements focus on near-term inflows and outflows of spendable resources and the spendable resources available at the end of the fiscal year for the Agency's programs.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented in the governmental funds with similar information presented for governmental activities in the government-wide financial statements. Reconciliations following the governmental fund balance sheet and governmental fund statement of revenues, expenditures, and changes in fund balance explain the difference between the government-wide statement of net position and the governmental fund balance sheet, as well as the difference between the government-wide statement of activities and the governmental statement of revenues, expenditures, and changes in fund balance.

## Notes to Financial Statements

The notes supply information that is essential to a full understanding of the data in the government-wide and fund financial statements.

## Government-Wide Financial Highlights

The following comparative condensed financial statements and other selected information provide key financial data:

	August 31,		\$ Change	% Change
	2023	2022		
<b>ASSETS</b>	\$ 180,965	\$ 80,446	\$ 100,519	125.0%
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	41,791	44,902	(3,111)	100.0%
<b>LIABILITIES</b>				
Current liabilities	190,857	58,562	132,295	225.9%
Noncurrent liabilities	497,793	423,154	74,639	17.6%
Total liabilities	688,650	481,716	206,934	43.0%
<b>DEFERRED INFLOWS OF RESOURCES</b>	17,738	104,873	(87,135)	-83.1%
<b>NET POSITION</b>	<u>\$ (483,632)</u>	<u>\$ (461,241)</u>	<u>\$ (22,391)</u>	<u>4.9%</u>

# Freeport Community Development Agency Village of Freeport, New York

## Management's Discussion and Analysis August 31, 2023

### Government-Wide Financial Highlights - Continued

	Years Ended August 31,		\$ Change	% Change
	2023	2022		
<b>REVENUES</b>				
Federal aid	\$ 1,057,112	\$ 724,621	\$ 332,491	45.9%
Use of money and property	2,077	3	2,074	69133.3%
Total revenues	<b>1,059,189</b>	<b>724,624</b>	<b>334,565</b>	<b>46.2%</b>
<b>EXPENDITURES</b>				
Home and community services	1,081,580	750,980	330,600	44.0%
<b>Change in net position</b>	(22,391)	(26,356)	3,965	-15.0%
<b>NET POSITION, beginning of year</b>	<b>(461,241)</b>	<b>(434,885)</b>	<b>(26,356)</b>	<b>6.1%</b>
<b>NET POSITION, end of year</b>	<b>\$ (483,632)</b>	<b>\$ (461,241)</b>	<b>\$ (22,391)</b>	<b>4.9%</b>

The following are the significant elements of the Agency's financial performance for the fiscal year ended August 31, 2023 in comparison to the fiscal year ended August 31, 2022:

- The Agency had total assets and deferred outflows of resources of \$222,756 as of August 31, 2023. The assets and deferred outflows of resources increased by \$97,408 from \$125,348 at August 31, 2022. The increase primarily reflected an increase in amounts due from other governments as a result of the timing of cash receipts of reimbursement based grants at August 31, 2023 compared to August 31, 2022.
- The Agency's total governmental activities liabilities and deferred inflows of resources were \$706,388 on August 31, 2023, which was an increase of \$119,799 from \$586,589 on August 31, 2022. The increase in liabilities and deferred inflows of resources was primarily the result of an increase in other postemployment benefits and the net pension liability.
- The Agency's expenses exceeded its revenues and therefore the net position of the governmental activities decreased by \$22,391 from a deficit balance of \$461,241 at August 31, 2022 to a deficit balance of \$483,632 on August 31, 2023.

Net position decreased approximately \$22,391, or 4.9% compared to the prior year, primarily as a result of the change in OPEB valuation and net pension liability.

During the fiscal year ended August 31, 2023, total federal aid increased \$332,491 compared to the fiscal year ended August 31, 2022. The federal aid revenues of the Agency are expenditure driven. Total home and community service expenditures increased \$330,600 during the fiscal year ended August 31, 2023 compared to the fiscal year ended August 31, 2022.

### Financial Analysis of the Governmental Fund

The focus on the Agency's governmental fund is to provide information on near-term inflows, outflows, and balances on spendable resources. Such information is useful in assessing the Agency's financing requirements. In particular, fund balances may serve as a useful measure of the Agency's net resources available for spending at the end of the year.

During the fiscal year ended August 31, 2023, revenues increased \$334,565, or 46.2% compared to the year ended August 31, 2022. Expenditures increased \$330,600 during the year ended August 31, 2023, or 44.0%, in comparison to the year ended August 31, 2022. As a result, on August 31, 2023, the Agency's governmental fund reported ending fund balance deficit of \$9,892, a decrease of \$14,586, or 310.7% from the fund balance on August 31, 2022. The decrease is primarily the result of increased expenditures and the timing of related federal aid funding received on the reimbursement basis.

# **Freeport Community Development Agency Village of Freeport, New York**

Management's Discussion and Analysis  
August 31, 2023

## **Economic Factors**

The Village is located within the Town of Hempstead and Nassau County on Long Island. As a part of the greater New York City metropolitan area, it is approximately 22 miles east of Midtown Manhattan, and 7 miles east of the Nassau-Queens border. The Village occupies 4.6 square miles along the southern edge of Nassau County, and has its own municipal electric and water utilities, police force, and fire department.

Federal appropriation levels, particularly funding from the Community Development Block Grants, have a major impact on the Agency's economic position. This federal funding represents substantially all of the Agency's revenues. Federal revenues are anticipated to remain relatively stable. However, changes to the federal appropriation levels could have a significant impact on the Agency's financial position.

## **Contacting the Agency's Financial Management**

The financial report is designed to provide the reader with a general overview of the Agency's finances and to demonstrate the Agency's accountability for the money it receives. If you have questions about this report or need additional information, contact the Community Development Agency at (516) 442-4844.

**Freeport Community Development Agency  
Village of Freeport, New York**

Government-Wide Financial Statements  
Statement of Net Position

	<b>August 31, 2023</b>
	<b>Governmental Activities</b>
<b>CURRENT ASSETS</b>	
Cash and cash equivalents	\$ 25,319
Due from other governments	155,646
<b>Total assets</b>	180,965
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Other postemployment benefits deferrals	8,431
Net pension liability deferrals	33,360
<b>Total deferred outflows of resources</b>	41,791
<b>CURRENT LIABILITIES</b>	
Accounts payable and accrued expenses	69,231
Due to Village of Freeport, New York	121,626
	190,857
<b>NONCURRENT LIABILITIES</b>	
Net pension liability	28,980
Other postemployment benefits	468,813
<b>Total liabilities</b>	688,650
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Net pension liability deferrals	2,265
Other postemployment benefits deferrals	15,473
<b>Total deferred inflows of resources</b>	17,738
<b>NET POSITION</b>	
Unrestricted	\$ (483,632)

**Freeport Community Development Agency  
Village of Freeport, New York**

Government-Wide Financial Statements  
Statement of Activities

<u>Functions/Programs</u>	Year Ended August 31, 2023				<b>Net (Expense) Revenue and Changes in Net Position</b>
	Program Revenue				
	Expenses	Charges for Services	Operating Grants	Capital Grants	
Governmental Activities:					
Home and community services	\$ 1,081,580	\$ -	\$ 1,057,112	\$ -	\$ (24,468)
<b>General revenues</b>					
Interest income					2,077
Change in net position					(22,391)
<b>Net position, beginning of year</b>					(461,241)
<b>Net position, end of year</b>					\$ (483,632)

**Freeport Community Development Agency  
Village of Freeport, New York**

Fund Financial Statements  
Balance Sheet – Governmental Fund

	<u>August 31, 2023</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 25,319
Due from other governments	<u>155,646</u>
<b>Total assets</b>	<b><u>\$ 180,965</u></b>
<b>LIABILITIES AND FUND BALANCE</b>	
Liabilities	
Accounts payable and accrued expenses	\$ 69,231
Due to Village of Freeport, New York	<u>121,626</u>
Total liabilities	190,857
Fund balance	
Unassigned	<u>(9,892)</u>
<b>Total liabilities and fund balance</b>	<b><u>\$ 180,965</u></b>

**Freeport Community Development Agency  
Village of Freeport, New York**

Fund Financial Statements  
Reconciliation of the Total Fund Balance Shown in the  
Governmental Fund to the Statement of Net Position

	<u>August 31, 2023</u>
Fund balance of the governmental fund.	\$ (9,892)
The net pension liability and related deferred outflows of resources and deferred inflows of resources, if any, are not available in the current period and, therefore, are not reported in the governmental funds.	2,115
Other postemployment benefits and related deferred outflows of resources and deferred inflows of resources, if any, are not due and payable in the current period and, therefore, are not reported in the governmental funds.	<u>(475,855)</u>
<b>Net position of governmental activities</b>	<b><u><u>\$ (483,632)</u></u></b>

**Freeport Community Development Agency  
Village of Freeport, New York**

Fund Financial Statements  
Statement of Revenues, Expenditures,  
and Changes in Fund Balance – Governmental Fund

	<b>Year Ended <u>August 31, 2023</u></b>
<b>REVENUES</b>	
Federal aid	\$ 1,061,112
Use of money and property	<u>2,077</u>
Total revenues	<u>1,063,189</u>
 <b>EXPENDITURES</b>	
Residential rehabilitation	157,760
Public service	102,660
Public facilities improvement	649,569
Administrative salaries	65,000
Administrative benefits	64,450
Professional expenses	25,500
Other administrative expenses	<u>12,836</u>
Total expenditures	<u>1,077,775</u>
<b>Change in fund balance</b>	<b>(14,586)</b>
<b>FUND BALANCE, <i>beginning of year</i></b>	<u>4,694</u>
<b>FUND BALANCE, <i>end of year</i></b>	<u><u>\$ (9,892)</u></u>

**Freeport Community Development Agency  
Village of Freeport, New York**

Fund Financial Statements  
Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balance of the Governmental Fund to the Change  
in Net Position Shown in the Statement of Activities

	<u>Year Ended August 31, 2023</u>
Net change in fund balance of the governmental fund.	\$ (14,586)
Receivables for revenues earned, measurable but not available to provide current financial resources are included in the government-wide financial statements.	(4,000)
The net pension liability and related deferred outflows of resources and deferred inflows of resources, if any, are not available in the current period and, therefore, are not reported in the governmental funds.	(11,120)
Other postemployment benefits and related deferred outflows of resources and deferred inflows of resources, if any, are not due and payable in the current period and, therefore, are not reported in the governmental funds.	7,315
<b>Change in net position of governmental activities</b>	<u><u>\$ (22,391)</u></u>

# Freeport Community Development Agency Village of Freeport, New York

Notes to Financial Statements  
August 31, 2023

## **Note 1 - Organization and Summary of Significant Accounting Policies**

### *a. Organization*

The Freeport Community Development Agency of the Village of Freeport, New York (Agency) is a public benefit corporation which was created by New York State Legislation in 2010 under Section 620, as amended by Chapter 169, of the General Municipal Law of the State of New York. The Agency is a separate legal entity from the Village of Freeport, New York (Village). The Agency provides commercial façade renovation, historic preservation, public facility infrastructure rehabilitation, residential rehabilitation, and urban renewal within the Village.

### *b. Financial Reporting Entity*

The decision to include a component unit in the Agency's reporting entity is based on several criteria including legal standing, fiscal dependency, and financial accountability. Based on the application of this criteria, no other entities should be included in defining the Agency's reporting entity.

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

The accompanying basic financial statements of the Agency have been prepared in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP) for governments. Such principles are prescribed by the Governmental Accounting Standards Board (GASB), which is the standard-setting body for establishing accounting and financial reporting principles in the United States of America.

The government-wide financial statements are prepared using the economic resources measurement focus and 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.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, generally only current assets and current liabilities are included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances of these funds present increases (i.e., revenues and other financing sources, where applicable) and decreases (i.e., expenditures and other financing uses, where applicable) in net current assets.

Under the modified accrual basis of accounting, governmental fund revenues are recognized when susceptible to accrual (i.e., as soon as they are both measurable and available). "Measurable" means the amount of the transaction can be reasonably determined, and "available" means the related cash resources are collectible within the current period or soon enough thereafter to be used to pay current liabilities of the period. For this purpose, the Agency considers revenues to be available if they are collected within 60 days of the end of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

The basic financial statements have been prepared primarily from accounts maintained by the Executive Director of the Agency.

# Freeport Community Development Agency Village of Freeport, New York

Notes to Financial Statements  
August 31, 2023

## Note 1 - Organization and Summary of Significant Accounting Policies - Continued

### *d. Nassau County Urban Consortium*

The Agency is a member of the 34 member Nassau County Urban Consortium (Consortium). The Consortium includes three towns (unincorporated areas), two cities, and twenty-nine villages. The mission of the Consortium is to deal with a broad cross section of urban and suburban problems, such as a shortage of affordable, decent housing and job opportunities, a growing homeless population, aging infrastructure, a growing need for support services to meet the demands of a changing population and a need for job creation and retention. As a member of the Consortium, the Agency receives annual funding from the United States Community Development Block Grant Program (CDBG), HOME Investment Partnerships Program and the Emergency Shelter Grant Program, which are all funding through the United States Department of Housing and Urban Development.

The United States Department of Housing & Urban Development (HUD) has required all members of the Consortium to consolidate application and submission requests. Accordingly, all applications for federal funding and submissions for reimbursements associated with ongoing projects of the Agency are first submitted to the Consortium, who provides HUD with final applications and submissions for reimbursement on behalf of the Agency.

Annually, the Agency receives an application from the Consortium to apply for CDBG funds. Upon receipt of the application, the Agency's Board of Directors approve the Executive Director to submit the application to the Consortium. In addition, a public hearing is called to approve the application's submission to the Consortium.

Upon submission and approval of the application, the Agency is allotted with funding that serves commercial rehabilitation, residential rehabilitation, public service, and public facilities improvement. In addition, the Agency is allotted with funding to administer administrative salaries and benefits, professional expenses, and other administrative costs.

### *e. Net Position and Fund Balance*

The following terms are used in reporting net position:

- Net Investment in Capital Assets consists of capital assets, including restricted capital assets, reduced by outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted Net Position is reported when constraints placed on the use of resources are either:
  - (1) Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws and regulations of other governments; or
  - (2) Imposed by law through constitutional provisions or enabling legislation.
- Unrestricted is the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or restricted components of net position described above.

# Freeport Community Development Agency Village of Freeport, New York

Notes to Financial Statements  
August 31, 2023

## Note 1 - Organization and Summary of Significant Accounting Policies - Continued

### *e. Net Position and Fund Balance - Continued*

Fund balance for governmental funds are reported in the following classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The five fund balance classifications are as follows:

- Nonspendable - Amounts that cannot be spent because they are either: (a) not in spendable form; or (b) are legally or contractually required to be maintained intact.
- Restricted - Amounts that have restraints that are either: (a) externally imposed by creditors, grantors, contributors, or laws and regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
- Committed - Amounts that can only be used for specific purposes pursuant to constraints imposed by a formal action, such as legislation, resolution, or ordinance by the government's highest level of decision-making authority.
- Assigned - Amounts that are constrained only by the government's intent to be used for a specified purpose but are not restricted or committed in any manner.
- Unassigned - In a special revenue fund, if expenditures and other financing uses exceed the amounts restricted, committed, or assigned for those purposes, then a negative unassigned fund balance will occur.

When resources are available from multiple classifications, the Agency spends funds in the following order: restricted, committed, assigned, unassigned.

The Agency's Board of Directors, as the highest level of decision-making authority, must take formal action, through a motion or resolution adopted at an official meeting, to authorize or accept any nonspendable restriction or commitments of fund balance.

The Agency reports its total fund balance deficit of \$9,892 as unassigned fund balance at August 31, 2023. The Agency intends to eliminate this deficit through future grants and project cost reimbursements in future periods.

### *f. Budget*

The Agency annually prepares budgets for operations. The Agency submits the annual budget to the Board of Directors for approval. The Executive Director, with the approval of the Board of Directors, is authorized to amend the budget allocations and total appropriations.

### *g. Estimates*

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures and other financing sources and uses, where applicable, during the reporting period. Actual results could differ from those estimates.

# Freeport Community Development Agency Village of Freeport, New York

Notes to Financial Statements  
August 31, 2023

## **Note 1 - Organization and Summary of Significant Accounting Policies - Continued**

### *h. Deferred Outflows of Resources and Deferred Inflows of Resources*

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

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

Pension and Other Postemployment Benefit deferred outflows of resources and deferred inflows of resources are detailed in Notes 4 and 5, respectively.

### *i. Pensions*

The Agency is a participating employer in the New York State and Local Retirement System (System). Employees in permanent positions are required to enroll in the System, and employees in part-time or seasonal positions have the option of enrolling in the System. The System is a cost sharing, multiple employer, public employee defined benefit retirement system.

### *j. Other Postemployment Benefits (OPEB)*

In addition to providing pension benefits, the Agency recognizes the financial impact of other postemployment benefits, principally employer funded retiree health care costs.

### *k. Subsequent Events*

Management has evaluated subsequent events for potential recognition or disclosure through December 11, 2023, the date the financial statements were available to be issued.

## **Note 2 - Cash and Cash Equivalents**

Cash and cash equivalents include amounts in demand deposits and time deposits with a maturity date within three months of the date acquired by the Agency.

New York State statutes require the Agency to collateralize its cash deposits in excess of the Federal Deposit Insurance Corporation limit of \$250,000. This collateral must be in the form of state and local government securities held in trust for and pledged for the Agency's deposits. The Agency's deposits were adequately insured or collateralized as of August 31, 2023.

# Freeport Community Development Agency Village of Freeport, New York

Notes to Financial Statements  
August 31, 2023

## Note 3 - Due from Other Governments

Receivables due from other governments are carried at original invoice amount less an estimate made for doubtful receivables based on a review of all outstanding amounts on a periodic basis. Management determines the allowance for doubtful accounts, if any, by identifying troubled accounts and using historical experience applied to an aging of accounts. No allowance was deemed necessary at August 31, 2023.

## Note 4 - New York State and Local Employees' Retirement System

### *a. Plan Description and Benefits Provided*

The Agency participates in the New York State and Local Employees' Retirement System (System), which is a cost-sharing multiple-employer, public employee retirement system. The System provides retirement benefits including an automatic cost of living adjustment, as well as death and disability benefits. New York State Retirement and Social Security Law governs obligations of employers and employees to contribute and provide benefits to employees. The net position of the System is held in the New York Common Retirement Fund (Fund), which was established to hold all net assets and record changes in fiduciary net position allocated to the System. The Comptroller of the State of New York serves as the Trustee of the Fund and is the administrative head of the System. The Comptroller is an elected official determined in a direct statewide election and serves a four-year term. The System's benefits are established under the provisions of the New York State Retirement and Social Security Law. Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship, and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a New York State statute. The System issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained from the System at [www.osc.state.ny.us/retire](http://www.osc.state.ny.us/retire) or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

In general, retirement benefits are determined based on an employee's individual circumstances using a pension factor, age factor, and final average salary. The benefits vary depending on the individual's employment tier, with pension factors determined based on tier and an employee's years of service, among other factors. The System uses a tier concept to distinguish groups as follows:

- Tier 1 – Those persons who last became members 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 corrections 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 corrections 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 on or after January 1, 2010, but before April 1, 2012.
- Tier 6 – Those who first became members on or after April 1, 2012.

# Freeport Community Development Agency Village of Freeport, New York

## Notes to Financial Statements August 31, 2023

### Note 4 - New York State and Local Employees' Retirement System - Continued

#### *a. Plan Description and Benefits Provided - Continued*

Generally, members of the System may retire at age 55; however, members of Tiers 2, 3, and 4 will receive a reduced benefit if they retire before age 62 with less than 30 years of service. Tier 5 members must be 62 years of age with at least ten years of service credit to retire with full benefits. The full benefit age for Tier 6 is 63. Tier 6 members with 10 years of service or more can retire as early as age 55 with reduced benefits. A member with less than five years of service may withdraw and obtain a refund, including interest, of the accumulated employee contributions. Members who joined the System prior to January 1, 2010 generally need five years of service to be 100 percent vested. Members who joined on or after January 1, 2010 need ten years of service credit to be 100 percent vested.

Subsequent to March 31, 2022, legislation was passed that reduced the number of years of service credit from ten years to five years. Therefore, all Members are vested when they reach five years of service credit.

Typically, the benefit for members in all Tiers within the System is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If a Tier 1 or 3 member retires with 20 or more years of service, the benefit is 2 percent of final average salary for each year of service. If a Tier 3, 4 or 5 member retires with between 20 and 30 years of service, the benefit is 2 percent of final average salary for each year of service. If a Tier 3, 4, or 5 member retires with more than 30 years of service, an additional benefit of 1.5 percent of final average salary is applied for each year of service over 30 years. Final average salary for Tiers 1 through 5 is the average of the wages earned in the three highest consecutive years of employment. Each year used in the final average salary calculation is limited to no more than 20 percent of the previous year (Tier 1) or no more than 20 percent of the average of the previous two years (Tier 2). For Tier 3, 4, and 5 members, each year used in the final average salary calculation is limited to no more than 10 percent of the average of the previous two years. The benefit for Tier 6 members who retire with 20 years of service is 1.75 percent of final average salary for each year of service. If a Tier 6 member retires with more than 20 years of service, an additional benefit of 2 percent of final average salary is applied to each year of service over 20 years. The final average salary for a Tier 6 member is computed as the average of the wages earned in the five highest consecutive years. Each year of final average salary is limited to no more than 10 percent of the average of the previous four years.

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

#### *b. Contributions*

Employees in System Tiers I through IV are noncontributory except for employees with less than 10 years of service who contribute 3% of their salary, Tier V employees who contribute 3% of their salary, and Tier VI employees who contribute between 3% and 6% of their salary. The Comptroller annually certifies the rates, expressed as proportions of payroll of members, which are used in computing the contributions required to be made by employers.

# Freeport Community Development Agency Village of Freeport, New York

## Notes to Financial Statements August 31, 2023

### Note 4 - New York State and Local Employees' Retirement System - Continued

*b. Contributions - Continued*

Participating employers of the System are required to contribution at an actuarially determined rate adopted annually by the Comptroller. The average contribution rate for the fiscal year ended March 31, 2023 was approximately 11.6 percent of covered payroll. The Agency's required contributions for the current year and the two preceding years were:

2023	\$	9,162
2022		15,498
2021		4,303

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

*c. Pension Liability, Pension Deferred Outflows of Resources and Pension Deferred Inflows of Resources*

At August 31, 2023, the Agency reported a net pension liability of \$28,980. The net pension liability was measured as of March 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Agency's proportion of the net pension liability was based on a projection of the Agency's long-term share of contributions to the System relative to the projected contributions of all participating members, actuarially determined.

At August 31, 2023, the Agency's proportion in the System was 0.0001351%.

At August 31, 2023, the Agency reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,087	\$ 814
Change of assumptions	14,075	156
Net difference between projected and actual investment earnings on pension plan investments	-	170
Changes in proportion and differences between employer contribution and proportionate share of contributions	12,380	1,125
Employer contributions subsequent to the measurement date	3,818	-
	\$ 33,360	\$ 2,265

# Freeport Community Development Agency Village of Freeport, New York

Notes to Financial Statements  
August 31, 2023

## Note 4 - New York State and Local Employees' Retirement System - Continued

*c. Pension Liability, Pension Deferred Outflows of Resources and Pension Deferred Inflows of Resources - Continued*

Contributions subsequent to the measurement date will be recognized as a component of pension expense during the year ending August 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year ending August 31,		
2024	\$	7,563
2025		2,228
2026		9,688
2027		7,798
		7,798
	\$	27,277

*d. Actuarial Assumptions*

The net pension asset was measured as of March 31, 2023, and the total pension liability was determined by an actuarial valuation as of April 1, 2022. The actuarial assumptions used in the April 1, 2022 valuation, with updated procedures used to roll forward the total pension asset to March 31, 2023, were based on the results of an actuarial experience study for the period of April 1, 2015 to March 31, 2020. These assumptions are:

Actuarial cost method	Aggregate Cost Method
	5-year level smoothing of the difference between the actual gain and the expected gain using the assumed rate of return
Asset valuation period	
Inflation rate	2.9 percent
Salary scale	4.4 percent, indexed by service
Investment rate of return	5.9 percent compounded annually, net of expenses
Cost of living adjustments	1.5 percent annually
Active member decrements	Based upon FY 2015 - 2020 experience
Pensioner mortality	Gender/Collar specific tables based upon 2015 - 2020 experience
Mortality improvement	Society of Actuaries' Scale MP-2021

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

*e. Investment Asset Allocation*

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

# Freeport Community Development Agency Village of Freeport, New York

Notes to Financial Statements  
August 31, 2023

## Note 4 - New York State and Local Employees' Retirement System - Continued

### e. Investment Asset Allocation - Continued

Best estimates of the arithmetic real rates of return for each major asset class included in the target asset allocation as of March 31, 2023, are summarized below:

Asset Type	Target Allocation	Long-Term Expected Real Rate
Domestic equity	32.0%	4.30%
International equity	15.0%	6.85%
Private equity	10.0%	7.50%
Real estate	9.0%	4.60%
Opportunistic/absolute return strategy	3.0%	5.38%
Credit	4.0%	5.43%
Real assets	3.0%	5.84%
Fixed income	23.0%	1.50%
Cash	1.0%	0.00%
	100.0%	

### f. Discount Rate

The discount rate used to calculate the total pension liability was 5.9 percent. The discount rate projection of cash flows assumes that contributions from members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits payments to determine the total pension asset.

### g. Sensitivity of the Proportionate Share of the Net Pension Liability to the Discount Rate Assumption

The following presents the Agency's proportionate share of the net pension liability calculated using the discount rate of 5.9%, as well as what the Agency's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage-point lower (4.90%) or one percentage-point higher (6.90%) than the current rate:

	1% Decrease 4.90%	Current Discount 5.90%	1% Increase 6.90%
Share of net pension liability (asset)	\$ 70,033	\$ 28,980	\$ (5,324)

# Freeport Community Development Agency Village of Freeport, New York

Notes to Financial Statements  
August 31, 2023

## Note 4 - New York State and Local Employees' Retirement System - Continued

### *h. Pension Plan Fiduciary Net Position*

The components of the current-year net pension liability of the New York State and Local Employees' Retirement System as of March 31, 2023 were as follows (amounts in thousands):

Employers' total pension liability	\$ 232,627,259
Plan net position	<u>(211,183,223)</u>
Employers' net pension asset	<u>\$ 21,444,036</u>
Ratio of fiduciary net position to employers' total pension liability	<u>90.78%</u>

## Note 5 - Other Postemployment Benefits

The Agency administers a single employer defined benefit healthcare plan (Plan). The Plan provides for continuation of medical insurance benefits for certain retirees and their families. Substantially all of the Agency's employees become eligible for the Plan provided the employee has a minimum of five years of full time employment with the Agency, has obtained 55 years of age and has terminated employment with the agency within five years of the date on which the employee is entitled to receive retirement benefits under the New York State and Local Employees' Retirement System. The Plan does not issue a publicly available financial report.

A summary of active and retired employees covered under the plan as of August 31, 2023 is as follows:

Active employees	1
Retirees	<u>3</u>
	<u>4</u>

The Agency pays the full cost of coverage for retirees as well as the retiree's spouse and children. The Agency is not required to fund the plan other than the pay-as-you-go amount necessary to provide current benefits to retirees. For the Plan year ended August 31, 2023, the Agency paid \$21,516 on behalf of the members of the Plan.

# Freeport Community Development Agency Village of Freeport, New York

## Notes to Financial Statements August 31, 2023

### Note 5 - Other Postemployment Benefits - Continued

At August 31, 2023, the Agency reported a liability of \$468,813 for its liability in the Plan. The liability was measured as of September 1, 2021 by an actuarial valuation as of that date. For the year ended August 31, 2023, the Agency recognized Plan expense of \$67,175. A summary of changes in the Agency's Plan liability is as follows:

September 1, 2022	\$	423,154
Changes for the year		
Service cost		34,806
Interest		17,692
Changes of assumptions		14,677
Benefit payments		<u>(21,516)</u>
Net changes for the year		<u>45,659</u>
August 31, 2023	\$	<u><u>468,813</u></u>

At August 31, 2023, the Agency reported deferred outflows of resources and deferred inflows of resources related to the Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Impact due to changes in assumptions	\$ 8,431	\$ 15,473

Amounts reported as deferred inflows of resources at August 31, 2023 will be recognized in Plan expense as follows:

Year ending August 31,		
2024	\$	(9,227)
2025		<u>2,185</u>
	\$	<u><u>(7,042)</u></u>

The Plan liability actuarial valuation was determined using the following actuarial assumptions:

Valuation date	September 1, 2021
Discount rate	4.29 percent
Actuarial cost method	Entry age normal as a level percentage of payroll
Healthcare cost trend	7.00 percent, grading 0.25 percent per year to the ultimate trend of 4.50 percent.
Participation rate	100.00 percent
Salary increase	3.0. percent
Mortality rate	Society of Actuaries Pub-2010 Public Retirement Plans Healthy Male and Female mortality tables

# Freeport Community Development Agency Village of Freeport, New York

## Notes to Financial Statements August 31, 2023

### Note 5 - Other Postemployment Benefits - Continued

The following presents the Plan liability as of August 31, 2023 using current health care cost trend rates as well as what the Plan liability would be if it were calculated using health care cost trend rates that are 1% lower or 1% higher than the current rate:

	1% Decrease	Current Rates	1% Increase
Plan liability	\$ 411,172	\$ 468,813	\$ 538,800

The following presents the Plan liability as of August 31, 2023 using the current discount rate of 4.29% as well as what the Plan liability would be if it were calculated using discount rates that are 1% lower or 1% higher than the current rate:

	1% Decrease 3.29%	Current Rate 4.29%	1% Increase 5.29%
Plan liability	\$ 526,374	\$ 468,813	\$ 420,583

### Note 6 - Contingencies

The Agency receives grants which are subject to audit by agencies of the federal government. Such audits may report findings and questioned costs which could result in the disallowance of funding and a request for a return of funds to the federal government. Based on past audits, the Agency's administration believes that such disallowances, if any, will be immaterial to the financial statements.

### Note 7 - Accounting Standards Issued But Not Yet Implemented

GASB Statement No. 99, *Omnibus 2022*. This statement addresses a variety of topics. The requirements of this statement related to the extension of the use of LIBOR, accounting for Supplement Nutrition Assistance Program distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of the provisions of GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, as amended, and terminology updates related to GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments* (GASB 53), and GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, were effective upon issuance of the statement in April 2022. The requirements of this statement related to leases, PPPs and SBITAs are effective for reporting periods beginning after June 15, 2022. The requirements of this statement related to financial guarantees and the classification of reporting of derivative instruments within the scope of GASB 53 are effective for reporting periods beginning after June 15, 2023.

# Freeport Community Development Agency Village of Freeport, New York

Notes to Financial Statements  
August 31, 2023

## Note 7 - Accounting Standards Issued But Not Yet Implemented - Continued

GASB Statement No. 100, *Accounting Changes and Error Corrections*. The primary objective of this statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. This statement defines accounting changes as changes in accounting principles, changes in accounting estimates, and change to or within the financial reporting entity and describes the transactions or other events that constitute those changes. As part of those descriptions, for (1) certain changes in accounting principles and (2) certain changes in accounting estimates that result from a change in measurement methodology, a new principle or methodology should be justified on the basis that is preferable to the principle or methodology used before the change. That preferability should be based on the qualitative characteristics of financial reporting – understandability, reliability, relevance, timeliness, consistency, and comparability. This statement also addresses corrections of errors in previously issued financial statements. This statement prescribes the accounting and financial reporting for (1) each type of accounting changes and (2) error corrections. This statement requires that (a) changes in accounting principles and error corrections be reported retroactively by restating prior periods, (b) changes to or within the financial reporting entity be reported by adjusting beginning balances of the current period, and (c) changes in accounting estimates be reported prospectively by recognizing the change in the current period. The requirements of this statement for changes in accounting principles apply to the implementation of a new pronouncement in absence of specific transition provisions in the new pronouncement. This statement also requires that the aggregate amount of adjustments to and restatements of beginning net position, fund balance, or fund net position, as applicable, be displayed by reporting unit in the financial statements. This statement requires disclosures in notes to financial statements of descriptive information about accounting changes and error corrections, such as their nature. In addition, information about quantitative effects of beginning balances of each accounting change and error correction should be disclosed by reporting unit in a tabular format to reconcile beginning balances as previously reported to beginning balances as restated. Furthermore, this statement addresses how information that is affected by a change in accounting principle or error correction should be presented in required supplementary information and supplementary information. For periods that are earlier than those included in the basic financial statements, information presented as required supplementary information and supplementary information should be restated for error corrections, if practicable, but not for changes in accounting principles. The requirements of this statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

GASB Statement No. 101, *Compensated Absences*. This statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Leave is attributable to services already rendered when an employee has performed the services required to earn the leave.

# Freeport Community Development Agency Village of Freeport, New York

Notes to Financial Statements  
August 31, 2023

## **Note 7 - Accounting Standards Issued But Not Yet Implemented - Continued**

Leave that accumulates is carried forward from the reporting period in which it is earned to a future reporting period during which it may be used for time off or otherwise paid or settled. In estimating the leave that is more likely than not to be used or otherwise paid or settled, a government should consider relevant factors such as employment policies related to compensated absences and historical information about the use or payment of compensated absences. However, leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits should not be included in a liability for compensated absences. This statement requires that a liability for certain types of compensated absences—including parental leave, military leave, and jury duty leave—not be recognized until the leave commences. This statement also requires that a liability for specific types of compensated absences not be recognized until the leave is used. This statement also establishes guidance for measuring a liability for leave that has not been used, generally using an employee's pay rate as of the date of the financial statements. A liability for leave that has been used but not yet paid or settled should be measured at the amount of the cash payment or noncash settlement to be made. Certain salary-related payments that are directly and incrementally associated with payments for leave also should be included in the measurement of the liabilities. With respect to financial statements prepared using the current financial resources measurement focus, this Statement requires that expenditures be recognized for the amount that normally would be liquidated with expendable available financial resources. The requirements of this statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter.

The estimated potential impact of these pronouncements on the Agency's financial statements, if any, has not been determined at this time.

**Freeport Community Development Agency  
Village of Freeport, New York**

Required Supplementary Information  
Schedule of Other Postemployment Benefits Liability

	2023	2022	2021	2020
Beginning of year	\$ 423,154	\$ 493,798	\$ 453,411	\$ 576,029
Changes for the year				
Service cost	34,806	31,927	51,879	50,683
Interest	17,692	22,186	10,154	12,788
Changes of assumptions	14,677	(103,891)	(1,668)	(165,741)
Benefit payments	(21,516)	(20,866)	(19,978)	(20,348)
Net changes for the year	45,659	(70,644)	40,387	(122,618)
End of year	\$ 468,813	\$ 423,154	\$ 493,798	\$ 453,411
Covered-employee payroll	\$ 65,000	\$ 65,000	\$ 65,000	\$ 65,000
OPEB liability as a percentage of covered employee payroll	721.25%	651.01%	759.69%	697.56%

Schedule is intended to show information for ten years. Additional years will be displayed as they become available.

No assets are accumulated in a trust that meets the criteria to pay related benefits of the other postemployment benefits liability.

**Freeport Community Development Agency  
Village of Freeport, New York**

Required Supplementary Information  
Schedule of Proportionate Share of the Net Pension Liability

	<u>2023</u>	<u>2022</u>
Agency's proportion of the net pension liability/asset	0.0001351%	0.0001613%
Agency's proportionate share of the net pension liability (asset)	\$ 28,980	\$ (13,190)
Agency's covered-employee payroll	\$ 65,000	\$ 65,000
Agency's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	44.58%	-20.29%
Plan fiduciary net position as a percentage of the total pension liability	90.78%	103.65%

Schedule is intended to show information for ten years. Additional years will be displayed as they become available.

**Freeport Community Development Agency  
Village of Freeport, New York**

Required Supplementary Information  
Schedule of Pension Contributions

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 9,162	\$ 15,498	\$ 4,303	\$ 4,304	\$ 4,359	\$ 4,322	\$ 2,523	-	\$ 5,245	\$ 30,546
Contributions in relation to the contractually required contribution	9,162	15,498	4,303	4,304	4,359	4,322	2,523	-	5,245	30,546
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
Agency's covered payroll	65,000	65,000	65,000	65,000	65,000	72,406	66,459	37,685	43,036	118,550
Contributions as a percentage of covered payroll	14.10%	23.84%	6.62%	6.62%	6.71%	5.97%	3.80%	0.00%	12.19%	25.77%

**Freeport Community Development Agency  
Village of Freeport, New York**

Required Supplementary Information  
Statement of Revenues and Expenditures Budget to Actual – Governmental Fund

	<b>Year Ended August 31, 2023</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	
<b>REVENUES</b>				
Federal aid	\$ 750,000	\$ 750,000	\$ 1,061,112	\$ 311,112
Use of money and property	1,000	1,000	2,077	1,077
Total revenues	<u>751,000</u>	<u>751,000</u>	<u>1,063,189</u>	<u>312,189</u>
<b>EXPENDITURES</b>				
Residential rehabilitation	75,000	75,000	157,760	(82,760)
Public service	100,000	100,000	102,660	(2,660)
Public facilities improvement	437,500	437,500	649,569	(212,069)
Administrative salaries	65,000	65,000	65,000	-
Administrative benefits	100,000	100,000	64,450	35,550
Professional expenses	17,000	17,000	25,500	(8,500)
Other administrative expenses	13,680	13,680	12,836	844
Total expenditures	<u>808,180</u>	<u>808,180</u>	<u>1,077,775</u>	<u>(269,595)</u>
<b>Change in fund balance</b>	<b>(57,180)</b>	<b>(57,180)</b>	<b>(14,586)</b>	<b>581,784</b>
<b>FUND BALANCE, beginning of year</b>	<u>4,694</u>	<u>4,694</u>	<u>4,694</u>	<u>-</u>
<b>FUND BALANCE, end of year</b>	<u><b>\$ (52,486)</b></u>	<u><b>\$ (52,486)</b></u>	<u><b>\$ (9,892)</b></u>	<u><b>\$ 581,784</b></u>

See Independent Auditor's Report.