



City of Peekskill, New York

Audit Presentation

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Overview & Required Communications

- **Managements Responsibility**

- Selecting and implementing appropriate accounting policies
- Fairly presenting the financial statements in accordance with U.S. GAAP
- Establishing and maintaining effective internal control over financial reporting
- Compliance with laws, regulations and provisions of contracts and agreements
- Providing all financial records and related information to the auditors

Overview & Required Communications (Cont'd)

■ Our Responsibility

- Form and express an opinion
 - Unmodified Opinion
- Perform tests of City's compliance with provisions of laws, contracts and grants as well as compliance with the Uniform Guidance
- Communicate in writing deficiencies in internal controls
- Advise management of appropriateness of accounting policies
- Communicate any fraud or illegal acts that are noted during the audit
- We encountered no significant difficulties in the conduct of our audit
- No disagreements with management
- Auditor independence

2024 General Fund Revenues (excluding LOSAP programs) & Expenditures Compared to Budget

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance With Final Budget</u> |
|--------------------------------------------------------------|----------------------------|-------------------------|----------------------|---------------------------------------|
| Revenues | \$ 47,755,756 | \$ 48,738,005 | \$ 50,865,846 | \$ 2,127,841 |
| Expenditures | <u>51,032,213</u> | <u>52,014,462</u> | <u>51,675,903</u> | <u>338,559</u> |
| Excess (Deficiency) of Revenues Over Expenditures | (3,276,457) | (3,276,457) | (810,057) | 2,466,400 |
| Other Financing Sources\Uses | <u>747,478</u> | <u>747,478</u> | <u>671,479</u> | <u>(75,999)</u> |
| Net Change in Fund Balance | (2,528,979) | (2,528,979) | (138,578) | <u>\$ 2,390,401</u> |
| Fund Balance - Beginning | <u>2,528,979</u> | <u>2,528,979</u> | <u>14,465,135</u> | |
| Fund Balance - Ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 14,326,557</u> | |

Major General Fund Revenues

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance With Final Budget</u> | <u>2023</u> |
|-------------------------------------------|----------------------------|-------------------------|----------------------|---------------------------------------|----------------------|
| Real property taxes | \$ 19,146,032 | \$ 19,146,032 | \$ 18,667,521 | \$ (478,511) | \$ 17,964,555 |
| PILOT's | 7,613,520 | 7,613,520 | 7,557,951 | (55,569) | 7,403,487 |
| Real estate transfer tax | 900,000 | 900,000 | 1,249,420 | 349,420 | 1,074,327 |
| Non-property tax distribution from County | 6,728,000 | 6,728,000 | 6,823,613 | 95,613 | 6,609,490 |
| Departmental income | 4,309,345 | 4,386,091 | 4,154,208 | (231,883) | 4,049,969 |
| Earnings on investment | 319,000 | 319,007 | 312,298 | (6,709) | 333,852 |
| Rentals of real property | 364,000 | 364,000 | 387,373 | 23,373 | 353,027 |
| Building permits | 600,000 | 600,000 | 639,977 | 39,977 | 744,801 |
| State aid - mortgage tax | 550,000 | 550,000 | 521,407 | (28,593) | 384,678 |
| State aid - per capita | 2,219,384 | 2,219,384 | 2,219,384 | - | 2,219,384 |
| Federal aid- ARPA | - | - | 2,282,567 | 2,282,567 | - |
| Total Major Revenues | 42,749,281 | 42,826,034 | 44,815,719 | 1,989,685 | 41,137,570 |
| Other revenues | 5,006,475 | 5,911,971 | 6,050,127 | 138,156 | 3,887,204 |
| Total Revenues | <u>\$ 47,755,756</u> | <u>\$ 48,738,005</u> | <u>\$ 50,865,846</u> | <u>\$ 2,127,841</u> | <u>\$ 45,024,774</u> |
| % of Major Revenues to Total Revenues | <u>89.52%</u> | <u>87.87%</u> | <u>88.11%</u> | <u>93.51%</u> | <u>91.37%</u> |

Major General Fund Expenditures

| | Original Budget | Final Budget | Actual | Variance With Final Budget | 2023 |
|--------------------------------|----------------------|----------------------|----------------------|-------------------------------|----------------------|
| General Government Support | \$ 5,506,051 | \$ 6,135,872 | \$ 5,994,313 | \$ 141,559 | \$ 6,311,958 |
| Police Department | 10,612,709 | 12,016,303 | 11,757,469 | 258,834 | 10,523,287 |
| Fire Department | 5,032,277 | 5,514,262 | 5,475,420 | 38,842 | 5,044,823 |
| Street Maintenance | 1,985,755 | 2,103,733 | 1,964,173 | 139,560 | 1,275,985 |
| Culture and Recreation | 2,853,304 | 3,125,499 | 2,971,198 | 154,301 | 2,943,112 |
| Refuse collection and disposal | 1,965,234 | 1,954,531 | 1,935,888 | 18,643 | 1,969,699 |
| Planning and development | 1,001,147 | 896,773 | 868,501 | 28,272 | 945,699 |
| Employee benefits | 14,958,320 | 13,284,673 | 13,982,340 | (697,667) | 12,995,229 |
| Debt Service | 3,249,981 | 3,264,633 | 3,264,067 | 566 | 3,452,323 |
| Total Major Expenditures | 47,164,778 | 48,296,279 | 48,213,369 | 82,910 | 45,462,115 |
| Other | 3,867,435 | 3,718,183 | 3,462,534 | 255,649 | 3,245,592 |
| Total Expenditures | <u>\$ 51,032,213</u> | <u>\$ 52,014,462</u> | <u>\$ 51,675,903</u> | <u>\$ 338,559</u> | <u>\$ 48,707,707</u> |
| % of Total Expenditures | <u>92.42%</u> | <u>92.85%</u> | <u>93.30%</u> | <u>24.49%</u> | <u>93.34%</u> |

5 Year General Fund Fund Balance Analysis

| | 2024 | 2023 | 2022 | 2021 | 2020 |
|-----------------------------------------|---------------|---------------|---------------|---------------|---------------|
| Nonspendable | | | | | |
| Prepaid expenditures | \$ 364,757 | \$ 1,402,023 | \$ 1,283,403 | \$ 1,227,320 | \$ 1,134,582 |
| Restricted | | | | | |
| Liability and casualty claims | 360,603 | 358,809 | 357,024 | 355,248 | 353,481 |
| Workers compensation | 252,617 | 251,360 | 250,109 | 248,865 | 247,627 |
| Debt service | 85,118 | 68,698 | 16,187 | - | - |
| Debt service - Fire House | 5,633,242 | 5,264,285 | 5,084,483 | 4,641,291 | 4,461,300 |
| Fire service award program | 2,355,485 | 2,350,219 | 2,328,817 | 2,780,109 | 2,733,258 |
| Ambulance service award program | 1,078,000 | 954,819 | 856,694 | 964,374 | 833,414 |
| Total Restricted | 9,765,065 | 9,248,190 | 8,893,314 | 8,989,887 | 8,629,080 |
| Committed | | | | | |
| State retirement systems expenditures | 300,000 | 300,000 | 300,000 | 300,000 | 300,000 |
| Tax stabilization | 223,975 | 223,975 | 223,975 | 573,975 | 573,975 |
| Designated for subsequent year's budget | - | - | 350,000 | - | - |
| Total Committed | 523,975 | 523,975 | 873,975 | 873,975 | 873,975 |
| Assigned | | | | | |
| Purchases on order | 630,921 | 403,979 | 135,393 | 96,681 | 103,838 |
| Subsequent year's expenditures | 350,000 | 2,125,000 | 2,150,000 | 1,510,000 | 2,051,000 |
| Tax certiorari payments | - | - | 102,008 | 102,700 | 170,080 |
| Total Assigned | 980,921 | 2,528,979 | 2,387,401 | 1,709,381 | 2,324,918 |
| Unassigned | 6,125,324 | 4,067,006 | 7,583,438 | 8,921,373 | 5,025,538 |
| Total Fund Balances, as restated | \$ 17,760,042 | \$ 17,770,173 | \$ 21,021,531 | \$ 21,721,936 | \$ 17,988,093 |

Fund Balance – Other Funds

| Capital Fund | | Water Fund | | Section 8 Fund | |
|------------------------------|---------------------|------------------------------|---------------------|------------------------------|-------------------|
| Beginning of Year | \$ 1,136,142 | Beginning of Year | \$ 8,015,921 | Beginning of Year | \$ 307,213 |
| Revenues | 5,362,970 | Revenues | 8,789,840 | Revenues | 9,646,159 |
| Expenditures | 7,924,928 | Expenditures | 7,396,225 | Expenditures | 9,748,903 |
| Other Financing Sources/Uses | <u>770,000</u> | Other Financing Sources/Uses | <u>(590,000)</u> | Other Financing Sources/Uses | <u>-</u> |
| End of Year | <u>\$ (655,816)</u> | End of Year | <u>\$ 8,819,536</u> | End of Year | <u>\$ 204,469</u> |
| Community Development Fund | | Non-Major Funds | | | |
| Beginning of Year | \$ 1,790,028 | Beginning of Year | \$ 3,579,707 | | |
| Revenues | 39,816 | Revenues | 2,006,712 | | |
| Expenditures | - | Expenditures | 687,761 | | |
| Other Financing Sources/Uses | <u>-</u> | Other Financing Sources/Uses | <u>(697,000)</u> | | |
| End of Year | <u>\$ 1,829,844</u> | End of Year | <u>\$ 4,201,658</u> | | |

Debt Service – Payments to Maturity

| Year Ending December 31, | General Obligation Bonds | | Notes Payable | | Total | |
|---------------------------------------|--------------------------|---------------------|---------------------|-------------------|----------------------|---------------------|
| | Principal | Interest | Principal | Interest | Principal | Interest |
| 2025 | \$ 3,945,000 | \$ 692,848 | \$ 687,208 | \$ 149,503 | \$ 4,632,208 | \$ 842,351 |
| 2026 | 4,105,000 | 575,937 | 633,344 | 129,747 | 4,738,344 | 705,684 |
| 2027 | 4,150,000 | 499,868 | 538,386 | 111,209 | 4,688,386 | 611,077 |
| 2028 | 4,115,000 | 454,025 | 511,785 | 97,240 | 4,626,785 | 551,265 |
| 2029 | 1,850,000 | 408,951 | 525,109 | 83,917 | 2,375,109 | 492,868 |
| 2030-2034 | 7,805,000 | 1,366,225 | 1,221,052 | 285,666 | 9,026,052 | 1,651,891 |
| 2035-2039 | 4,575,000 | 393,825 | 1,399,105 | 107,613 | 5,974,105 | 501,438 |
| 2040 | 525,000 | 7,875 | - | - | 525,000 | 7,875 |
| | <u>\$ 31,070,000</u> | <u>\$ 4,399,554</u> | <u>\$ 5,515,989</u> | <u>\$ 964,895</u> | <u>\$ 36,585,989</u> | <u>\$ 5,364,449</u> |
| % of Debt Paid off in 10 Years | <u>83.59%</u> | | <u>74.64%</u> | | <u>82.24%</u> | |

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