



PORT WASHINGTON PUBLIC LIBRARY

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION WITH
INDEPENDENT AUDITOR'S REPORT**

June 30, 2025

PORT WASHINGTON PUBLIC LIBRARY
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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Port Washington Public Library
One Library Drive
Port Washington, New York 11050

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component unit and each major fund of the Port Washington Public Library, Port Washington, New York, (the "Library"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Library'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, the aggregate discretely presented component unit and each major fund of the Port Washington Public Library, Port Washington, New York as of June 30, 2025, 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. 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 Library 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.

Change in Accounting Principle

As discussed in Note 2 to the Financial Statements, the Library adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

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

In performing an audit in accordance with generally accepted 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 Library'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 Library's ability to continue as a going concern for a reasonable period of time.

Auditor's Responsibilities for the Audit of the Financial Statements (cont.'d)

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 Library's Proportionate Share of the Net Pension Asset/Liability, the Schedule of Library Pension Contributions and Schedule of Changes in the Library's Total OPEB Liability and Related Ratios on pages 4 through 16 and pages 44 through 48 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 Port Washington Public Library, Port Washington, New York's basic financial statements. The other supplementary information on pages 49 through 51 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 were derived from and relate 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 other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.


RYNKAR, VAIL & BARRETT, LLP

Jericho, New York
April 7, 2026

**PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT’S DISCUSSION AND ANALYSIS (MD&A)**

The Port Washington Public Library’s (“the Library”) discussion and analysis of the financial performance provides an overall review of the Library’s financial activities for the fiscal year ended June 30, 2025, in comparison with the year ended June 30, 2024, with emphasis on the current year. This should be read in conjunction with the financial statements, notes to financial statements, and required supplementary information, which immediately follow this section.

1. FINANCIAL HIGHLIGHTS

Key financial highlights for fiscal year 2025 are as follows:

- The Library’s total net position, as reflected in the government-wide financial statements, decreased by \$225,563 or 12.63%. This was due to an excess of expenses over revenues using the economic resources measurement focus and the accrual basis of accounting.
- On the government-wide financial statements, the Library’s expenses for the year totaled \$8,277,027. Of this amount, \$382,082 was offset by charges for services, operating grants and contributions, and capital grants. General revenues of \$7,740,588 amount to 95.30% of total revenues, and were not adequate to cover the balance of program expenses.
- The general fund’s total fund balance, as reflected in the fund financial statements, decreased by \$157,895 (3.24%) to \$4,713,922. This was due to an excess of expenditures and other financing uses over revenues using the current financial resources measurement focus and the modified accrual basis of accounting.
- The Library’s 2025 property tax levy of \$7,357,901 was a 2.00% increase over the 2024 tax levy, and was less than the property tax cap of 3.84%.

2. OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts – management’s discussion and analysis (MD&A), the financial statements, required supplementary information (RSI), and supplementary information. The financial statements consist of government-wide financial statements, fund financial statements, and notes to financial statements. A graphic display of the relationship of these statements follows:



A. Government-Wide Financial Statements

The government-wide financial statements present the governmental activities of the Library and are organized to provide an understanding of the fiscal performance of the Library, as a whole, in a manner similar to a private sector business. There are two government-wide financial statements - the Statement of Net Position and the Statement of Activities. These statements provide both an aggregate and long-term view of the Library’s finances.

PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

These statements utilize the economic resources measurement focus and the accrual basis of accounting. This basis of accounting recognizes the financial effects of events when they occur, without regard to the timing of cash flows related to the events.

The government-wide financial statements include not only the Port Washington Public Library (known as the primary government), but also a legally separate not-for-profit foundation, Port Washington Library Foundation, for which the Library is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

The Statement of Net Position

The Statement of Net Position presents information on all of the Library's assets and deferred outflows of resources, and liabilities and deferred inflows of resources, with the difference reported as net position. Increases or decreases in net position may serve as a useful indicator of whether the financial position of the Library is improving or deteriorating. To assess the overall health of the Library, one needs to consider additional nonfinancial factors such as changes in the Library's property tax base and the condition of the Library's significant capital assets.

The Statement of Activities

The Statement of Activities presents information showing the change in net position during the fiscal year. All changes in net position are recorded at the time the underlying financial event occurs. Revenues are recognized in the period when they are earned and expenses are recognized in the period when the liability is incurred. Therefore, revenues and expenses are reported in the statement for some items that will result in cash flows in future fiscal periods.

B. Fund Financial Statements

The fund financial statements provide more detailed information about the Library's funds, not the Library as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Library also uses fund accounting to ensure compliance with finance-related legal requirements. The funds of the Library are reported in the governmental funds.

Governmental Funds

These statements utilize the current financial resources measurement focus and the modified accrual basis of accounting. This basis of accounting recognizes revenues in the period when they become measurable and available. It recognizes expenditures in the period when the Library incurs the liability, except for certain expenditures such as debt service on general long-term indebtedness, lease liabilities, compensated absences, pension costs, and other postemployment benefits (OPEB), which are recognized as expenditures to the extent the related liabilities mature each period.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, the governmental fund financial statements focus on shorter term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year for spending in future years. Consequently, the governmental fund statements provide a detailed short-term view of the Library's operations and the services it provides.

PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

Because the focus of governmental funds is narrower than that of 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, the reader may better understand the long-term impact of the Library's near-term financing decisions. Both the governmental funds Balance Sheet and the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Library maintains four individual governmental funds: general, special aid, capital projects, and permanent funds, each of which is considered to be a major fund and is presented separately in the fund financial statements.

The Library adopts an annual budget for the general fund. A budgetary comparison statement has been provided for the general fund within the RSI to demonstrate compliance with the budget.

3. FINANCIAL ANALYSIS OF THE LIBRARY AS A WHOLE

A. Net Position

The Library's total net position decreased by \$225,563 between fiscal year 2025 and 2024. The decrease is due to expenses in excess of revenues using the economic resources measurement focus and the accrual basis of accounting. A summary of the Library's Statements of Net Position follows:

	2025	2024	Increase (Decrease)	Percentage Change
Assets				
Current and Other Assets	\$ 6,058,250	\$ 6,385,158	\$ (326,908)	(5.12)%
Capital Assets, Net	6,882,465	6,886,280	(3,815)	(0.06)%
Total Assets	<u>12,940,715</u>	<u>13,271,438</u>	<u>(330,723)</u>	(2.49)%
Deferred Outflows of Resources	<u>1,972,230</u>	<u>2,831,126</u>	<u>(858,896)</u>	(30.34)%
Liabilities				
Current and Other Liabilities	425,472	452,300	(26,828)	(5.93)%
Long-Term Liabilities	1,027,943	959,821	68,122	7.10 %
Total OPEB Liability	6,489,975	7,436,652	(946,677)	(12.73)%
Net Pension Liability - Proportionate Share	<u>1,581,283</u>	<u>1,406,302</u>	<u>174,981</u>	12.44 %
Total Liabilities	<u>9,524,673</u>	<u>10,255,075</u>	<u>(730,402)</u>	(7.12)%
Deferred Inflows of Resources	<u>3,828,351</u>	<u>4,062,005</u>	<u>(233,654)</u>	(5.75)%
Net Position				
Net Investment in Capital Assets	6,879,945	6,874,168	5,777	0.08 %
Restricted	844,986	850,672	(5,686)	(0.67)%
Unrestricted (Deficit)	<u>(6,165,010)</u>	<u>(5,939,356)</u>	<u>(225,654)</u>	3.80 %
Total Net Position	<u>\$ 1,559,921</u>	<u>\$ 1,785,484</u>	<u>(225,563)</u>	(12.63)%
			<u>71,206</u>	
			<u>\$ (154,357)</u>	

The decrease in current and other assets is primarily evidenced by decreases in cash.

**PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)**

The decrease in capital assets, net is due to depreciation/amortization expense in excess of capital asset additions. The accompanying Notes to Financial Statements, "Capital Assets" provides additional information.

Deferred outflows of resources represents contributions to the pension plan subsequent to the measurement date and actuarial adjustments for the pension and OPEB plans that will be amortized in future years.

The decrease in current and other liabilities is mainly due to decreases in accounts payable, offset by increases to accrued liabilities and amounts due to employees' retirement system.

The increase in long-term liabilities is the result of increases in the compensated absences liability, offset by the repayments of the current maturities of lease liabilities.

Total OPEB liability increased, based on the actuarial valuation of the plan. The accompanying Notes to Financial Statements, "Postemployment Healthcare Benefits", provides additional information.

Net pension liability – proportionate share represents the Library's share of the New York State and Local Employees' Retirement System's (ERS) net pension liability at the measurement date. The net change in the net pension liability – proportionate share is the result of an increase in the proportionate share for the ERS, which was due to the net result of several factors, including increases in benefits earned by active employees, cost-of-living adjustments, and an increase in the number of retirees, resulting in larger benefit payments. The accompanying Notes to Financial Statements, "Pension Plans – New York State", provides additional information.

Deferred inflows of resources represents actuarial adjustments of the pension and OPEB plans that will be amortized in future years.

The net investment in capital assets is the investment in capital assets at cost, net of accumulated depreciation and related outstanding debt. This balance as of June 30, 2025, is computed as follows:

Capital assets, net	\$ 6,882,465
Deduct:	
Capital accounts payable	<u>(2,520)</u>
Net investment in capital assets	<u>\$ 6,879,945</u>

The restricted net position relates to the fund balance of the permanent fund and amounts restricted by grantors. This number increased over the prior year as grant resource additions exceeded usage.

The unrestricted (deficit) amount relates to the balance of the Library's net position. This balance does not include the Library's reserves, which are classified as restricted. Additionally, certain unfunded liabilities will have the effect of reducing the Library's unrestricted net position. One such unfunded liability is the total OPEB liability. In accordance with state guidelines, the Library is only permitted to fund OPEB on a "pay as you go" basis, and is not permitted to accumulate funds for the OPEB liability.

PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

B. Changes in Net Position

The results of operations, as a whole, are reported in the Statement of Activities. A summary of this statement for the years ended June 30, 2025 and 2024 is as follows:

	<u>2025</u>	<u>2024</u>	<u>Increase (Decrease)</u>	<u>Percentage Change</u>
Revenues				
Program Revenues				
Charges for services	\$ 15,507	\$ 13,891	\$ 1,616	11.63 %
Operating grants and contributions	245,146	225,051	20,095	8.93 %
Capital grants	121,429	206,500	(85,071)	(41.20)%
General Revenues				
Real property taxes	7,357,901	7,213,732	144,169	2.00 %
Other	382,687	378,405	4,282	1.13 %
Total Revenues	<u>8,122,670</u>	<u>8,037,579</u>	<u>85,091</u>	1.06 %
Expenses				
Personal services	4,035,498	3,777,159	258,339	6.84 %
Contractual and other	2,012,274	1,853,805	158,469	8.55 %
Employee benefits	1,765,672	2,093,567	(327,895)	(15.66)%
Debt service - interest		22	(22)	(100.00)%
Depreciation	463,583	332,709	130,874	39.34 %
Total Expenses	<u>8,277,027</u>	<u>8,057,262</u>	<u>219,765</u>	2.73 %
Change in Net Position	<u>(154,357)</u>	<u>\$ (19,683)</u>	<u>\$ (134,674)</u>	684.21 %
Total Net Position - Beginning of Year, as Previously Reported	1,785,484			
Change in Accounting Principle	<u>(71,206)</u>			
Total Net Position - Beginning of Year, as Restated	<u>1,714,278</u>			
Total Net Position - End of Year	<u>\$ 1,559,921</u>			

The Library's net position decreased by \$225,563 and \$19,683 for the years ended June 30, 2025 and 2024, respectively.

The Library's revenues increased when compared to the prior year, primarily due to the following changes:

- Real property taxes were increased to fund additional appropriations in the voter-approved 2024-2025 budget.
- Operating grants and contributions increased as a result of increased revenues from the Library foundation to fund a variety of library programs throughout the year.

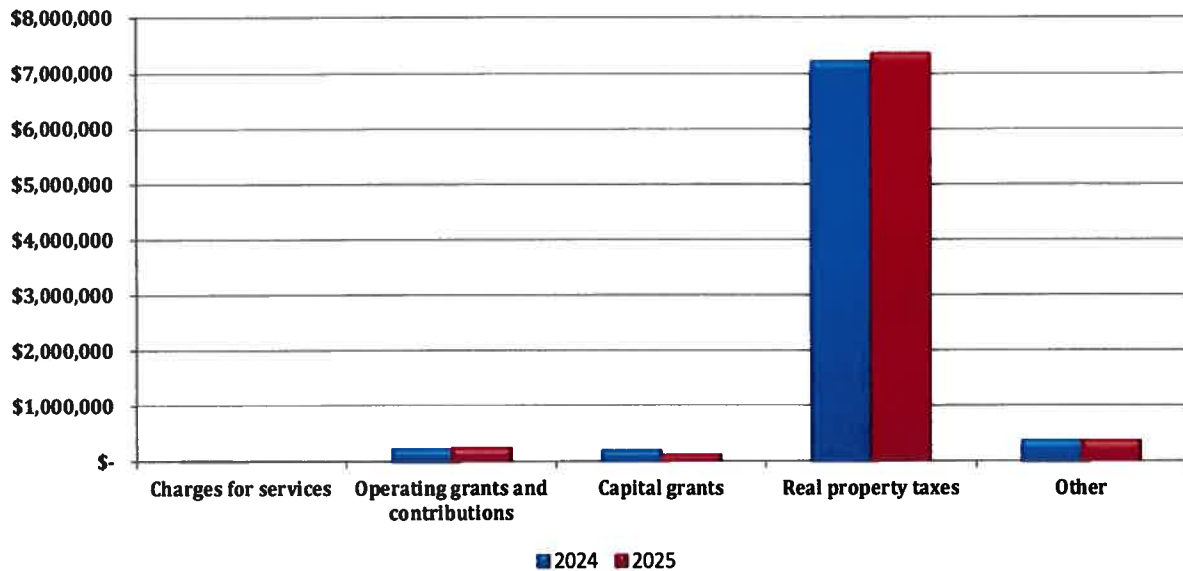
**PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)**

The Library's expenses increased when compared to the prior year, mainly due to the following changes:

- Personal services increased chiefly as a result of current year contractual increases.
- Contractual and other increased due to higher repair and maintenance costs as well as higher fuel and utilities costs.
- Employee benefits decreased based on the impact of the net change in actuarially determined pension expenses for ERS and OPEB, offset by increases to health insurance premiums.

As indicated by the graphs that follow, real property taxes is the largest component of revenues recognized (i.e., 90.6% and 89.8% of the total for the years 2025 and 2024, respectively). Personal services and contractual and other are the largest categories of expenses incurred (i.e., 73.1% and 69.9% of the total for the years 2025 and 2024, respectively).

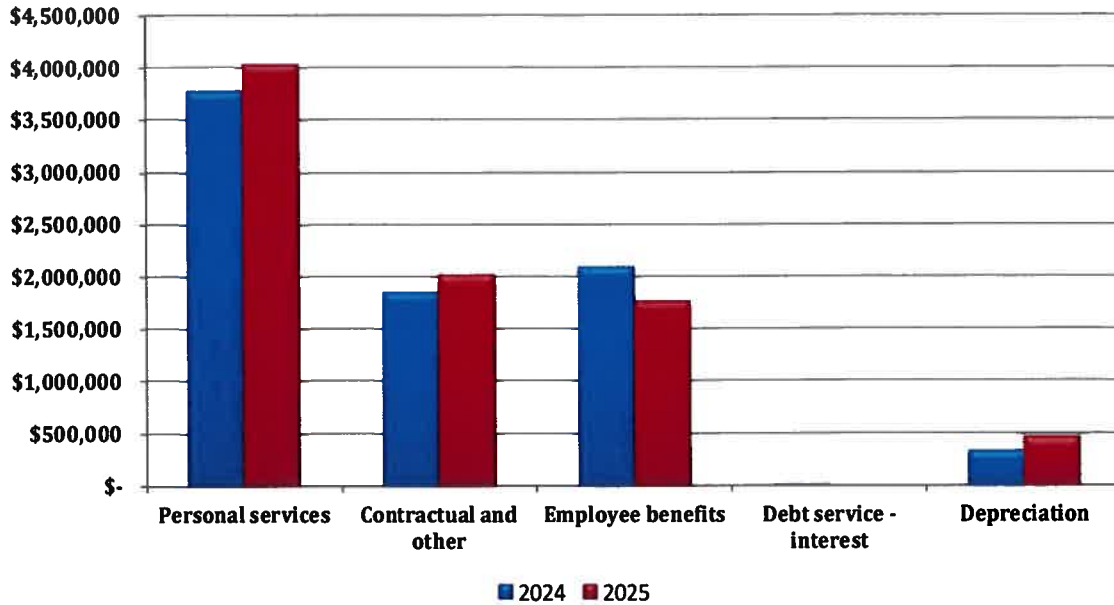
A graphic display of the distribution of revenues for the two years follows:



	Charges for services	Operating grants and contributions	Capital grants	Real property taxes	Other
2024	0.2%	2.8%	2.6%	89.8%	4.6%
2025	0.2%	3.0%	1.5%	90.6%	4.7%

**PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)**

A graphic display of the distribution of expenses for the two years follows:



	Personal services	Contractual and other	Employee benefits	Debt service - interest	Depreciation
2024	46.9%	23.0%	26.0%	0.0%	4.1%
2025	48.8%	24.3%	21.3%	0.0%	5.6%

4. FINANCIAL ANALYSIS OF THE LIBRARY'S FUNDS

At June 30, 2025, the Library's governmental funds reported a combined fund balance of \$5,432,778, which is a decrease of \$421,509 from the prior year. This decrease is due to expenditures and other financing uses exceeding revenues and other financing sources using the current financial resources measurement focus and the modified accrual basis of accounting. A summary of the change in the components of fund balance by fund is as follows:

	2025	2024	Increase (Decrease)	Percentage Change
General Fund				
Nonspendable: Prepaids	\$ 116,228	\$ 110,990	\$ 5,238	4.72 %
Assigned:				
Appropriated for subsequent year's expenditures	239,000	156,000	83,000	53.21 %
Capital projects	2,336,903	2,416,546	(79,643)	(3.30)%
Retirement contribution	462,749	509,749	(47,000)	(9.22)%
Terminal leave	763,760	882,646	(118,886)	(13.47)%
Unappropriated fund balance		16,382	(16,382)	(100.00)%
Unassigned: Fund balance	795,282	779,504	15,778	2.02 %
	<u>4,713,922</u>	<u>4,871,817</u>	<u>(157,895)</u>	<u>(3.24)%</u>

PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

	<u>2025</u>	<u>2024</u>	<u>Increase (Decrease)</u>	<u>Percentage Change</u>
Special Aid Fund				
Nonspendable: Prepays	\$ 3,670	\$ 1,405	\$ 2,265	161.21 %
Restricted: Grants	<u>709,981</u>	<u>715,667</u>	<u>(5,686)</u>	(0.79)%
	<u>713,651</u>	<u>717,072</u>	<u>(3,421)</u>	(0.48)%
Capital Projects Fund				
Assigned: Capital		130,393	(130,393)	(100.00)%
Unassigned: Fund balance	<u>(129,800)</u>	<u>(129,800)</u>	<u>(129,800)</u>	N/A
	<u>(129,800)</u>	<u>130,393</u>	<u>(260,193)</u>	
Permanent Fund				
Restricted: Endowment	<u>135,005</u>	<u>135,005</u>	<u>-</u>	0.00 %
Total Fund Balances	<u>\$ 5,432,778</u>	<u>\$ 5,854,287</u>	<u>\$ (421,509)</u>	(7.20)%

A. General Fund

The general fund-fund balance is a net decrease of \$157,895, compared to a decrease of \$216,983 in 2024. This resulted from expenditures and other financing uses in excess of revenues.

The following is a summary of major changes that resulted in revenues increasing over the prior year:

	<u>2025</u>	<u>2024</u>	<u>Increase (Decrease)</u>	<u>Percentage Change</u>
Real Property Taxes	\$ 7,357,901	\$ 7,213,732	\$ 144,169	2.00 %
Other Tax Items	154,928	119,755	35,173	29.37 %
Other Local Revenue	198,271	235,203	(36,932)	(15.70)%
State Sources	<u>14,432</u>	<u>9,632</u>	<u>4,800</u>	49.83 %
	<u>\$ 7,725,532</u>	<u>\$ 7,578,322</u>	<u>\$ 147,210</u>	1.94 %

- Property taxes increased due to a rise in the tax levy in accordance with the 2024-2025 voter-approved budget.
- Other local revenue decreased mainly due to lower interest earnings.

**PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)**

The following is a summary of major changes that resulted in expenditures and other financing uses increasing over the prior year:

	2025	2024	Increase (Decrease)	Percentage Change
Personal Services	\$ 4,035,498	\$ 3,777,159	\$ 258,339	6.84 %
Equipment	79,391	47,573	31,818	66.88 %
Contractual and Other Expenditures	1,773,684	1,670,244	103,440	6.19 %
Employee Benefits	1,903,099	1,675,222	227,877	13.60 %
Debt Service	12,112	12,526	(414)	(3.31)%
Other Financing Uses	79,643	612,581	(532,938)	(87.00)%
	<u>\$ 7,883,427</u>	<u>\$ 7,795,305</u>	<u>\$ 88,122</u>	1.13 %

- Other financing uses decreased as a result of the Library resolving to transfer less monies in the current year to the capital projects fund to provide additional funding for the HVAC, masonry, and phone system projects.
- Personal services increased as a result of current year contractual increases, and includes amounts related to the payment of unused accumulated leave.
- Employee benefits increased due to higher pension contribution rates, for the Libraries liabilities to ERS, as well as higher costs for health insurance due to rate increases.

B. Special Aid Fund

The net change in the special aid fund – fund balance is a decrease of \$3,421, as expenditures of \$268,130 exceeded revenues and other financing sources of \$264,709.

C. Capital Projects Fund

The net change in the capital projects fund – fund balance is a decrease of \$260,193, as expenditures of \$350,836 exceeded revenues and other financing sources of \$90,643.

D. Permanent Fund

The nonspendable endowment remained the same as the prior year. Earnings within the fund were transferred to the special aid fund.

5. GENERAL FUND BUDGETARY HIGHLIGHTS

A. 2024-2025 Budget

The Library's general fund voter-approved budget for the year ended June 30, 2025 was \$7,794,101. This amount was increased by encumbrances carried forward in the amount of \$16,382 and budget revisions of \$198,529, for a final budget of \$8,009,012. The final budget was funded through a combination of estimated revenues and appropriated fund balance. The majority of this funding source was \$7,357,901 in estimated property taxes.

**PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)**

B. Change in General Fund's Unassigned Fund Balance (Budget to Actual)

The general fund's unassigned fund balance is the component of total fund balance that is the residual of current and prior years' excess revenues over expenditures and other financing uses, net of amounts assigned for future purposes, such as appropriations to fund the subsequent year's budget, encumbrances, capital improvements, pension costs, termination payouts, and amounts classified as nonspendable. The change in this balance, demonstrated through a comparison of the actual revenues and expenditures and other financing uses for the year compared to budget, follows:

Opening, Unassigned Fund Balance	\$	779,504
Revenues Over Budget		87,431
Expenditures and Encumbrances Under Budget		125,585
Net Change in Nonspendable Fund Balance		(5,238)
Change in Assigned Fund Balance		47,000
Appropriated to Fund the June 30, 2026 Budget		<u>(239,000)</u>
Closing, Unassigned Fund Balance	\$	<u>795,282</u>

Opening, Unassigned Fund Balance

The \$779,504 shown in the table is the portion of the Library's June 30, 2024 fund balance that was retained as unassigned.

Revenues Over Budget

The 2024-2025 final budget for revenues was \$7,638,101. Actual revenues recognized for the year were \$7,725,532. The excess of actual revenues over estimated or budgeted revenues was \$87,431, which contributes directly to the change to the general fund unassigned fund balance from June 30, 2024 to June 30, 2025. The accompanying Required Supplementary Information, Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund, provides additional information.

Expenditures, Other Financing Uses, and Encumbrances Under Budget

The 2024-2025 final budget for expenditures and other financing uses, including prior year open encumbrances as of June 30, 2024, was \$8,009,012. Actual expenditures and other financing uses as of June 30, 2025 were \$7,883,427. The final budget variance was \$125,585, which contributes directly to the change in the unassigned portion of the general fund – fund balance from June 30, 2024 to June 30, 2025. The accompanying Required Supplementary Information, Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund, provides additional information.

Net Change in Nonspendable Fund Balance

Nonspendable fund balance consists of various prepaid insurance premiums at June 30, 2025. Nonspendable prepaids increased \$5,238 from the prior year. The resulting balance sheet asset cannot be spent because it is not in spendable form, meaning it will not be converted to cash. Accordingly, an equal amount of fund balance is classified as nonspendable. The net increase in nonspendable fund balance decreases unassigned fund balance.

**PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)**

Change in Assigned Fund Balance

The Library chose to assign an additional \$47,000 of its available June 30, 2025 fund balance for the assignment for retirement to fund the 2025-2026 budget. As such, the unassigned portion of the June 30, 2025, fund balance must be reduced by this amount.

Appropriated Fund Balance

The Library has chosen to use \$192,000 from unassigned fund balance, to partially fund the 2025-2026 approved operating budget. As such, the unassigned portion of the June 30, 2025, fund balance must be reduced by this amount.

Closing, Unassigned Fund Balance

Based upon the summary changes shown in the previous table, the unassigned fund balance at June 30, 2025 was \$795,282. This is a \$15,778 increase over the unassigned balance as of June 30, 2024.

6. CAPITAL ASSETS, DEBT ADMINISTRATION, AND OTHER LONG-TERM LIABILITIES

A. Capital Assets

At June 30, 2025, the Library had invested in a broad range of capital assets, as indicated in the table below. The net decrease in capital assets, net is due to depreciation/amortization expense of \$463,583 in excess of capital asset additions of \$459,768 recorded for the year ended June 30, 2025. A summary of the Library's capital assets, net of accumulated depreciation/amortization at June 30, 2025 and 2024 is as follows:

	<u>2025</u>	<u>2024</u>	<u>Increase (Decrease)</u>
Land	\$ 911,500	\$ 911,500	\$ -
Construction in progress	171,819	125,960	45,859
Site improvements	5,679,390	5,741,471	(62,081)
Furniture and equipment	119,756	95,238	24,518
Leased equipment and fixtures		12,111	(12,111)
	<u>\$ 6,882,465</u>	<u>\$ 6,886,280</u>	<u>\$ (3,815)</u>

B. Debt Administration

At June 30, 2025, all outstanding lease liabilities have been settled by the Library. A summary of outstanding debt at June 30, 2025 and 2024 is as follows:

	<u>Issue Date</u>	<u>Interest Rate</u>	<u>2025</u>	<u>2024</u>	<u>Increase (Decrease)</u>
Lease Liabilities					
	September 2022	2.04%	<u>\$</u>	<u>\$ 12,112</u>	<u>\$ (12,112)</u>

PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

C. Other Long-Term Liabilities

Included in the Library's long-term liabilities are the estimated amounts due for compensated absences, which are based on employment contracts, total OPEB liability, and net pension liability – proportionate share, which are based on actuarial valuations. The compensated absences liability, at June 30, 2025, includes the effect of the implementation of GASB Statement No. 101. A summary of the outstanding other long-term liabilities at June 30, 2025 and 2024 is as follows:

	2025	2024	Increase (Decrease)
Compensated absences payable	\$ 1,027,943	\$ 947,709	\$ 80,234
Total OPEB liability	6,489,975	7,436,652	(946,677)
Net pension liability - proportionate share	1,581,283	1,406,302	174,981
	<u>\$ 9,099,201</u>	<u>\$ 9,790,663</u>	<u>\$ (691,462)</u>

7. ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

A. Subsequent Year's Budget

The general fund budget, the only fund with a legally adopted budget, for the year ending June 30, 2026, is \$7,997,261. This is an increase of \$203,160 or 2.61% over the previous year's budget.

The Library's budgeted revenues, other than property taxes at a \$27,200 decrease over the prior year's estimate. The assigned, appropriated fund balance applied to the budget in the amount of \$239,000 is an increase of \$83,000 over the prior year. A property tax increase of \$147,360 (2.00%), levy to levy, was needed to meet the funding shortfall and cover the increase in appropriations.

B. Future Budgets

Significant increases in the cost of health insurance, pension contribution, and the property tax cap will greatly impact the Library's future budgets. Additional factors that could influence future budgets include changing circumstances due to unforeseen events and risks including natural disasters and global pandemics, as well as, external factors including market trends and economic conditions.

C. Tax Cap

New York State law limits the increase in the property tax levy of local governments to the lesser of 2% or the rate of inflation. There are additional statutory adjustments in the law. Public libraries are authorized to exceed the tax levy limit only if the governing body enacts, by a 60% vote, to override the tax levy limit, and the budget is approved by more than 50% of the voters. Based on the law, the Library's tax levy cap for 2025-2026 is 4.75%. The Library's 2025-2026 property tax increase of 2.00% was less than the tax cap and did not require an override vote.

PORT WASHINGTON PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

8. CONTACTING THE LIBRARY

This financial report is designed to provide the reader with a general overview of the Library's finances and to demonstrate the Library's accountability for the funds it receives. Requests for additional information can be directed to:

Mr. Keith Klang
Library Director
Port Washington Public Library
One Library Drive
Port Washington, New York 11050

PORT WASHINGTON PUBLIC LIBRARY
Statement of Net Position
June 30, 2025

	<u>Primary Government</u>	<u>Component Unit</u>
ASSETS		
Cash		
Unrestricted	\$ 4,835,601	\$ 211,597
Restricted	874,918	
Investments		1,530,707
Receivables		
Accounts receivable	2,399	
Due from component unit	25,106	
Due from state and federal	200,000	
Due from other governments	328	
Prepays	119,898	1,000
Capital assets not being depreciated/amortized	1,083,319	
Capital assets being depreciated/amortized, net of accumulated depreciation/amortization	<u>5,799,146</u>	
Total Assets	<u>12,940,715</u>	<u>1,743,304</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pensions	917,447	
Other postemployment benefits	<u>1,054,783</u>	
Total Deferred Outflows of Resources	<u>1,972,230</u>	<u>-</u>
LIABILITIES		
Payables		
Accounts payable	102,167	2,618
Accrued liabilities	148,507	-
Due to primary government		25,106
Due to employees' retirement system	156,388	
Other liabilities	18,410	
Long-term liabilities		
Due and payable within one year		
Compensated absences payable	154,546	
Total other postemployment benefits liability	333,164	
Due and payable after one year		
Compensated absences payable	873,397	
Total other postemployment benefits liability	6,156,811	
Net pension liability - proportionate share	<u>1,581,283</u>	
Total Liabilities	<u>9,524,673</u>	<u>27,724</u>
DEFERRED INFLOWS OF RESOURCES		
Pensions	127,746	
Other postemployment benefits	<u>3,700,605</u>	
Total Deferred Inflows of Resources	<u>3,828,351</u>	<u>-</u>
NET POSITION		
Net investment in capital assets	6,879,945	
Restricted		
Nonexpendable	135,005	
Expendable	709,981	
With donor restrictions		699,468
Without donor restrictions		1,016,112
Unrestricted (deficit)	<u>(6,165,010)</u>	
Total Net Position	<u>\$ 1,559,921</u>	<u>\$ 1,715,580</u>

PORT WASHINGTON PUBLIC LIBRARY
Statement of Activities
For The Year Ended June 30, 2025

	<u>Primary Government</u>	<u>Component Unit</u>
EXPENSES		
Library Services		
Personal services	\$ 4,035,498	\$
Contractual and other expenses	2,012,274	212,522
Employee benefits	1,765,672	
Depreciation/amortization	<u>463,583</u>	
Total Program Expenses	<u>8,277,027</u>	<u>212,522</u>
PROGRAM REVENUES		
Charges for services	15,507	
Operating grants and contributions	245,146	188,988
Capital grants	<u>121,429</u>	
Total Program Revenues	<u>382,082</u>	<u>188,988</u>
Net Program Expense	<u>7,894,945</u>	<u>23,534</u>
GENERAL REVENUES		
Real property taxes	7,357,901	
Other revenues	209,484	
Investment earnings		90,420
Use of money and property	<u>173,203</u>	<u>36,534</u>
Total General Revenues	<u>7,740,588</u>	<u>126,954</u>
Change in Net Position	<u>(154,357)</u>	<u>103,420</u>
Total Net Position - Beginning of Year, as Previously Reported	1,785,484	1,612,160
Restatement - Change in Accounting Principle	<u>(71,206)</u>	
Total Net Position - Beginning of Year, as Restated	<u>1,714,278</u>	
Total Net Position - End of year	<u>\$ 1,559,921</u>	<u>\$ 1,715,580</u>

PORT WASHINGTON PUBLIC LIBRARY
Balance Sheet - Governmental Funds
June 30, 2025

	General	Special Aid	Capital Projects	Permanent	Total Governmental Funds
ASSETS					
Cash					
Unrestricted	\$ 4,567,130	\$ 48,442	\$ 220,029	\$	\$ 4,835,601
Restricted		727,439		147,479	874,918
Receivables					
Accounts receivable	2,399				2,399
Due from other funds	439,349	12,474			451,823
Due from component unit	1,368	9,238	14,500		25,106
Due from state and federal			200,000		200,000
Due from other governments	328				328
Prepays	116,228	3,670			119,898
Total Assets	<u>\$ 5,126,802</u>	<u>\$ 801,263</u>	<u>\$ 434,529</u>	<u>\$ 147,479</u>	<u>\$ 6,510,073</u>
LIABILITIES					
Payables					
Accounts payable	\$ 89,575	\$ 10,072	\$ 2,520	\$	\$ 102,167
Accrued liabilities	148,507				148,507
Due to other funds		77,540	361,809	12,474	451,823
Due to employees' retirement system	156,388				156,388
Other liabilities	18,410				18,410
Total Liabilities	<u>412,880</u>	<u>87,612</u>	<u>364,329</u>	<u>12,474</u>	<u>877,295</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue			200,000		200,000
FUND BALANCES					
Nonspendable:					
Endowment				135,005	135,005
Prepays	116,228	3,670			119,898
Restricted: Grants		709,981			709,981
Assigned:					
Appropriated for subsequent year's expenditures	239,000				239,000
Capital projects	2,336,903				2,336,903
Retirement contribution	462,749				462,749
Terminal leave	763,760				763,760
Unassigned: Fund balance (deficit)	795,282		(129,800)		665,482
Total Fund Balances	<u>4,713,922</u>	<u>713,651</u>	<u>(129,800)</u>	<u>135,005</u>	<u>5,432,778</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 5,126,802</u>	<u>\$ 801,263</u>	<u>\$ 434,529</u>	<u>\$ 147,479</u>	<u>\$ 6,510,073</u>

PORT WASHINGTON PUBLIC LIBRARY
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2025

Total Governmental Fund Balances \$ 5,432,778

Amounts reported for governmental activities in the Statement of Net Position are different because:

The costs of building, acquiring, and the right-to-use capital assets financed from the governmental funds are reported as expenditures in the year they are incurred, and the assets do not appear on the Balance Sheet. However, the Statement of Net Position includes those capital assets among the assets of the Library as a whole, and their original costs are expensed annually over their useful lives.

Original cost/present value of capital assets	\$ 11,812,535	
Less: Accumulated depreciation/amortization	<u>(4,930,070)</u>	6,882,465

Proportionate share of the long-term liability, as well as deferred outflows and inflows associated with participation in the state retirement system are not current financial resources or liabilities and are not reported in the funds.

Deferred outflows of resources	917,447	
Net pension liability - employees' retirement system	(1,581,283)	
Deferred inflows of resources	<u>(127,746)</u>	(791,582)

Total other postemployment benefits liability, as well as deferred outflows and inflows related to providing benefits in retirement are not current financial resources or liabilities and are not reported in the funds.

Deferred outflows of resources	1,054,783	
Total other postemployment benefits liability	(6,489,975)	
Deferred inflows of resources	<u>(3,700,605)</u>	(9,135,797)

Some of the District's revenues will be collected after the year end, but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the governmental funds, but are not deferred on the Statement of Net Position. 200,000

Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year end consist of:

Compensated absences payable	<u>(1,027,943)</u>	<u>(1,027,943)</u>
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Total Net Position \$ 1,559,921

PORT WASHINGTON PUBLIC LIBRARY
Statement of Revenues, Expenditures,
and Changes in Fund Balances - Governmental Funds
For The Year Ended June 30, 2025

	General	Special Aid	Capital Projects	Permanent	Total Governmental Funds
REVENUES					
Real property taxes	\$ 7,357,901	\$	\$	\$	\$ 7,357,901
Other tax items	154,928				154,928
Library charges, fines & fees	15,507				15,507
Use of money and property	139,208	28,565		5,430	173,203
Sale of property and compensation for loss	2,101				2,101
Miscellaneous	41,455	230,714	11,000		283,169
State sources	14,432				14,432
Total Revenues	7,725,532	259,279	11,000	5,430	8,001,241
EXPENDITURES					
Personal services	4,035,498				4,035,498
Equipment	79,391				79,391
Contractual and other expenditures	1,773,684	268,130			2,041,814
Employee benefits	1,903,099				1,903,099
Debt Service					
Principal	12,112				12,112
Capital outlay			350,836		350,836
Total Expenditures	7,803,784	268,130	350,836	-	8,422,750
Excess (Deficiency) of Revenues Over Expenditures	(78,252)	(8,851)	(339,836)	5,430	(421,509)
OTHER FINANCING SOURCES AND USES					
Operating transfers in		5,430	79,643		85,073
Operating transfers out	(79,643)			(5,430)	(85,073)
Total Other Financing Sources and Uses	(79,643)	5,430	79,643	(5,430)	-
Net Change in Fund Balances	(157,895)	(3,421)	(260,193)	-	(421,509)
Fund Balances - Beginning of year, as Previously Stated	4,871,817	717,072	130,393	135,005	5,854,287
Fund Balances - End of year	\$ 4,713,922	\$ 713,651	\$ (129,800)	\$ 135,005	\$ 5,432,778

PORT WASHINGTON PUBLIC LIBRARY
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and
Changes in Fund Balances to the Statement of Activities
For The Year Ended June 30, 2025

Net Change in Fund Balances \$ (421,509)

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

Long-Term Revenue and Expense Differences

In the Statement of Activities, certain operating revenues are measured by the amounts earned during the year. In the governmental funds, however, revenues for these items are measured by the amount of financial resources provided (essentially, the amounts actually received). 121,429

Certain operating expenses do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds, but are expensed in the Statement of Activities.

Increase in compensated absences payable (9,028)

Capital Related Differences

Capital outlays to purchase, build, or the right-to-use capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized and shown in the Statement of Net Position and allocated over their useful lives as annual depreciation expense in the Statement of Activities. This is the amount by which depreciation expense exceeded capital outlays and other additions in the period.

Capital outlays and other additions	\$ 459,768	
Depreciation/amortization expense	<u>(463,583)</u>	(3,815)

Long-Term Debt Transactions Differences

Repayment of long-term debt principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the Statement of Net Position and does not affect the Statement of Activities.

Lease liabilities 12,112

Pension and Other Postemployment Benefits Differences

The change in the proportionate share of the collective pension expense of the state retirement plan and the change in other postemployment benefits expense reported in the Statement of Activities did not affect current financial resources and, therefore, are not reported in the governmental funds.

Employees' retirement system	179,297	
Other postemployment benefits	<u>(32,843)</u>	<u>146,454</u>

Change in Net Position of Governmental Activities \$ (154,357)

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Port Washington Public Library (Library) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) for governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles. Significant accounting principles and policies used by the Library are as follows:

A. Reporting Entity

The Library is governed by Education Law and other general laws of the State of New York. The governing body is the Board of Trustees of the Library (Board) consisting of seven members. The scope of activities included within the accompanying financial statements are those transactions which comprise library operations, and are governed by, or significantly influenced by, the Board. The primary function of the Library is to provide information services to the community.

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

The accompanying financial statements present the activities of the Library. The Library is not a component unit of another reporting entity. The decision to include a potential component unit in the Library's reporting entity is based on several criteria including legal standing, fiscal dependency, and financial accountability. Based on the application of these criteria, the Port Washington Library Foundation (Foundation) is included in the Library's reporting entity.

The financial statements of the Foundation have been prepared using the accrual basis of accounting in conformity with standards issued by the Financial Accounting Standards Board. The Foundation's assets are cash and investments which consist of shares of publicly traded equities, mutual funds investing in equity securities, and publicly traded partnerships, which are reported at fair market value. Gains and losses are included in revenues. The net assets of the Foundation are classified as with or without donor restrictions. Financial information for the Port Washington Library Foundation may be obtained directly from its administrative office by writing to the Port Washington Library Foundation, Inc., One Library Drive, Port Washington, NY 11050.

B. Basis of Presentation

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities present information about the overall governmental financial activities of the Library. Eliminations have been made to minimize the double counting of interfund transactions. Governmental activities generally are financed through taxes, state aid, intergovernmental revenues, and other exchange and nonexchange transactions. Operating grants and contributions include operating-specific and discretionary (either operating or capital) grants and contributions, while capital grants reflect capital-specific grants, if applicable.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The Statement of Net Position presents the financial position of the Library at fiscal year end. The Statement of Activities presents a comparison between program expenses for Library services and revenues of the Library's governmental activities for the fiscal year. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants that are restricted to meeting the operational or capital requirements of the Library. Revenues that are not classified as program revenues, including real property taxes, are presented as general revenues.

Fund Financial Statements

The fund financial statements provide information about the Library's funds. The Library's financial statements present the following fund type:

Governmental Funds – are those through which most governmental functions are financed. The acquisition, use, and balances of expendable financial resources, and the related liabilities are accounted for through governmental funds. The emphasis of governmental fund financial statements is on major funds as defined by GASB, each displayed in a separate column. The following are the Library's major governmental funds:

General Fund - is the general operating fund and is used to account for all financial transactions except those required to be accounted for in another fund.

Special Aid Fund - is used to account for the proceeds of specific revenue sources such as state and local grants that are legally restricted to expenditures for specified purposes, and other activities whose funds are restricted as to use. These legal restrictions may be imposed by either governments that provide the funds or outside parties.

Capital Projects Fund – is used to account for the financial resources used for the acquisition, construction, renovation, major repair, or leasing of capital facilities and other capital assets.

Permanent Fund - used to account for resources that are legally restricted to the extent that only earnings and not principal may be used for purposes that support the Library's programs, i.e., for the benefit of the Library.

C. Measurement Focus and Basis of Accounting

Measurement focus describes what type of information is reported, and is either the economic resources measurement focus or the current financial resources measurement focus. The economic resources measurement focus reports all assets, liabilities, and deferred resources related to given activity, as well as transactions of the period that affect net position. For example, all assets, whether financial (e.g., cash and receivables) or capital (e.g., property and equipment) and liabilities (including long-term debt and obligations) are reported. The current financial resources measurement focus reports more narrowly on assets, liabilities, and deferred resources that are relevant to near-term liquidity, along with net changes resulting from transactions of the period. Consequently, capital assets and unmatured portion of long-term debt and certain other liabilities the Library would not expect to liquidate currently with expendable available financial resources (e.g., compensated absences for employees still in active service) would not be reported.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Basis of accounting describes when changes are recognized, and is either the accrual basis of accounting or the modified accrual basis of accounting. The accrual basis of accounting recognizes changes in net position when the underlying event occurs, regardless of the timing of cash flows. The modified accrual basis of accounting recognizes changes only at the point they affect near-term liquidity.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Non-exchange transactions, in which the Library gives or receives value without directly receiving or giving equal value in exchange, include real property taxes, grants, and donations. On an accrual basis, revenue from real property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when measurable and available. The Library considers all revenues reported in the governmental funds to be available if the revenues are collected within 180 days after the end of the fiscal year, except for real property taxes, which are considered to be available if they are collected within 60 days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, lease liabilities, compensated absences, pension costs, and OPEB, which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

D. Real Property Taxes

Calendar

Real property taxes are levied annually by the Board of Education of the Port Washington Union Free School District during the month of August and become a lien on October 1st and April 1st. Property taxes are recognized as revenue in the year for which taxes have been levied.

Enforcement

The Library's tax levy is collected by the Town of North Hempstead and remitted to the school district. The school district remits the Library's share of the tax levy in 12 equal monthly installments. Uncollected real property taxes are subsequently enforced by Nassau County.

E. Payments in Lieu of Taxes (PILOT)

The Library reports PILOT revenues in the general fund as part of other tax items revenues. These PILOT revenues are often the result of tax abatements granted by industrial development agencies of the Town and/or the County to help promote local economic development. Property owners make PILOT payments to the government agencies, which in turn remit the collected payments to the Library.

F. Restricted Resources

When an expense is incurred for purposes for which both restricted and unrestricted net resources are available, the Library's policy concerning which to apply first varies with the intended use, and with associated legal requirements, many of which are described elsewhere in these Notes to Financial Statements.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

G. Interfund Transactions

The operations of the Library include transactions between funds. These transactions may be temporary in nature, such as with interfund borrowings. The Library 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 transfers to provide financing or other services. This includes the transfer of unrestricted general fund revenues to finance various programs that the Library must account for in other funds in accordance with budgetary authorizations.

In the government-wide statements, eliminations have been made for all interfund receivables and payables among the funds.

The governmental funds report all interfund transactions as originally recorded. Interfund receivables and payables are netted on the accompanying governmental funds balance sheet when it is the Library's practice to settle these amounts at a net balance based upon the right of legal offset.

A detailed disclosure by individual fund for interfund receivables and payables, transfers in, and transfers out activity is provided subsequently in these Notes to Financial Statements.

H. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources, and disclosure of contingencies at the date of the financial statements and the reported revenues and expenses/expenditures during the reporting period. Accordingly, actual results could differ from those estimates. Estimates and assumptions are made in a variety of areas, including revenue availability, lease liabilities, compensated absences, pension costs, OPEB, potential contingent liabilities and useful lives of capital assets.

I. Cash and Cash Equivalents / Investments

Cash and cash equivalents consists of cash on hand, bank deposits, and investments with a maturity date of 90 days or less from date of acquisition.

Investments are reported at fair value, based on quoted market prices.

Certain cash balances are restricted by various legal and contractual obligations such as endowment funds and grants.

J. Receivables

Receivables are recorded when the transaction takes place, and the respective revenues are recognized as earned in the government-wide financial statements, and when available in the fund financial statements. Receivables are shown net of an allowance for uncollectibles, if any. However, no allowance for uncollectibles has been provided since it is believed that such allowance would not be material.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

K. Prepaid Items

Prepaid items represent payments made by the Library for which benefits extend beyond year end. These payments to vendors reflect costs applicable to future accounting periods and are recorded as assets on the Statement of Net Position and Balance Sheet using the consumption method. Under the consumption method, a current asset for the prepaid item is recorded at the time of purchase and an expense/expenditure is reported in the year the services are consumed.

A portion of fund balance has been classified as nonspendable to indicate that prepaids do not constitute available spendable resources.

L. Capital Assets

The government-wide financial statements report capital and intangible assets such as right-to-use leased assets. Capital assets are reported at actual cost, when the information is available, or estimated historical cost based on professional third-party information. Donated assets are reported at acquisition value at the date of donation. Intangible assets are reported based on the estimated lease liabilities calculated in accordance with GASB standards.

All capital assets, except land and construction in progress, are depreciated on a straight line basis over their estimated useful lives, intangible assets are amortized on a straight-line basis over the term of their underlying agreements.

Capitalization thresholds, the dollar value above which asset acquisitions are added to the capital asset accounts, and estimated useful lives of capital assets as reported in the government-wide statements are as follows:

	<u>Capitalization Threshold</u>	<u>Estimated Useful Life</u>
Site improvements	\$ 5,000	20 years
Furniture and equipment	500	5-10 years
Leased equipment and fixtures	500	over the term of the debt

M. Deferred Outflows of Resources

Deferred outflows of resources, in the Statement of Net Position, represents a consumption of net assets that applies to a future reporting period and so will not be recognized as an outflow of resources (expense) until that time. The Library has two items that qualify for reporting in this category. The first item is related to pensions and consists of the Library's proportionate share of changes in the collective net pension assets or liabilities not included in the collective pension expense and the Library's contributions to the pension system subsequent to the measurement date. The second item is related to OPEB and represents the change in the total OPEB liability not included in OPEB expense.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

N. Employee Benefits – Compensated Absences

Compensated absences consist of unpaid accumulated sick leave and vacation leave.

Sick leave eligibility and accumulation is specified in collective bargaining agreements and in individual employment contracts. Upon retirement, resignation, or death, employees may contractually receive a payment based on unused accumulated sick leave.

Vacation eligibility and accumulation is specified in collective bargaining agreements and in individual employment contracts. Some earned benefits may be forfeited if not taken within varying time periods. Employees are compensated for unused accumulated vacation leave through paid time off or cash payment upon retirement, termination, or death.

Certain collectively bargained agreements require these payments to be paid in the form of non-elective contributions into the employee's §403(b) plan.

In the government-wide financial statements, the Library recognizes a liability for compensated absences, including vacation and sick leave, when employees have earned the right to the leave and it is more likely than not that the leave will be used for time off or otherwise paid in cash, or settled through other means. The Library utilizes historical data of past usage patterns to estimate the expected usage and payment of compensated absences. The liability is measured at the employees' pay rate at the reporting date, including salary-related payments, such as social security and Medicare taxes.

In the fund financial statements, a liability is reported only for payments due for unused compensated absences for those employees that have obligated themselves to separate from service with the Library by June 30th.

O. Other Benefits

Eligible Library employees participate in the ERS.

Library employees may choose to participate in the Library's elective deferred compensation plan established under Internal Revenue Code §403(b).

The Library provides individual or family health insurance coverage for active employees pursuant to collective bargaining agreements and individual employment contracts.

In addition to providing these benefits, the Library provides individual, family, or surviving spouse postemployment health insurance coverage for eligible retired employees. Collective bargaining agreements and individual employment contracts determine if Library employees are eligible for these benefits if they reach normal retirement age while working for the Library. Healthcare benefits are provided through plans whose premiums are based on the benefits paid during the year. The Library pays 50% to 95% of the cost of premiums for individuals and families based upon hire date, to an insurance company which provides healthcare insurance. The Library also reimburses Medicare eligible retirees for the cost of Medicare. The Library recognizes the cost of providing health insurance by recording its share of insurance premiums as an expenditure in the governmental funds as the liabilities for premiums mature (come due for payment). In the government-wide statements, the cost of postemployment health insurance coverage is recognized on the economic resources measurement focus and the accrual basis of accounting as set forth by GASB.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

P. Long-Term Debt

The Library enters into long-term right-to-use lease and installment purchase agreements for various computer equipment. This enables the cost of equipment to be borne by the present and future tax payers receiving the benefit of these assets. These long-term obligations are reported in the government-wide financial statements and represent the Library's future obligations. These amounts are reported as due in one year or due within more than one year in the Statement of Net Position. The repayment of principal is a reduction of the long-term liability in the government-wide financial statements where as in the fund financial statements the principal amount is reported as an expenditure. Interest is reported as an expense/expenditure in both the government-wide and fund financial statements.

Q. Deferred Inflows of Resources

Deferred inflows of resources represents an acquisition of net assets that applies to a future reporting period and so will not be recognized as an inflow of resources (revenue/expense credit) until that time. The Library has three items that qualify for reporting in this category. First is unavailable revenues reported in the governmental funds when potential revenues do not meet the availability criterion for recognition in the current period. This includes receivables for state grants relating to capital projects. The second item, reported in the Statement of Net Position, is related to pensions and consists of the Library's proportionate share of changes in the collective net pension assets or liabilities not included in collective pension expense. The third item is related to OPEB reported in the government-wide Statement of Net Position and represents the change in the total OPEB liability not included in OPEB expense.

R. Equity Classifications

Government-Wide Statements

In the government-wide statements there are three classes of net position:

Net investment in capital assets – Consists of net capital assets (cost less accumulated depreciation/amortization) reduced by outstanding balances of related debt obligations from the acquisition, construction, and improvements of those assets.

Restricted – Reports net position when constraints placed on the assets or deferred outflows of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted – Reports the balance of net position that does not meet the definition of the above two classifications.

Fund Statements

The fund statements report fund balance classifications according to the relative strength of spending constraints placed on the purpose for which resources can be used as follows:

Nonspendable – Consists of amounts that are inherently nonspendable in the current period either because of their form or because they must be maintained intact. Nonspendable fund balance consists of prepaids, which are recorded in the general fund and special revenue fund, and principal of an endowment which is recorded in the permanent fund.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Restricted – Consists of amounts that are subject to externally enforceable legal purpose restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments; or through constitutional provisions or enabling legislation. Restricted fund balance currently in use by the Library includes the following:

Grants – Consists of amounts that are legally restricted to expenditures for specified purposes and other activities as imposed by the grantors. These amounts are accounted for in the special aid fund.

Assigned – Consists of amounts that are subject to a purpose constraint that represents an intended use established by the Library’s Board. The purpose of the assignment must be narrower than the purpose of the general fund, and in funds other than the general fund, assigned fund balance represents the residual, positive amount of fund balance. Assigned fund balance also includes amounts appropriated to partially fund the subsequent year’s budget, amounts available for capital improvements, encumbrances not classified as restricted at the end of the fiscal year, pension costs, and employee termination payouts.

Unassigned – Represents the residual classification for the Library’s general fund and could report a surplus or deficit. In funds other than the general fund, the unassigned classification is used to report a deficit fund balance resulting from the overspending of available resources.

Fund Balance Classification

Any portion of fund balance may be applied or transferred for a specific purpose by law, voter approval if required by law or by formal action of the Board if voter approval is not required. Amendments or modification to the applied or transferred fund balance must also be approved by formal action of the Board.

The Board shall delegate the authority to assign fund balance, for encumbrance purposes, to the person(s) to whom it has delegated the authority to sign purchase orders.

In circumstances where an expenditure is incurred for a purpose for which amounts are available in multiple fund balance classifications (that is restricted, assigned, or unassigned) the Board will assess the current financial condition of the Library and then determine the order of application of expenditures to which fund balance classification will be charged.

2. CHANGE IN ACCOUNTING PRINCIPLE

For the year ended June 30, 2025, the Library implemented GASB Statement No. 101 *Compensated Absences*. This statement requires that liabilities for compensated absences be recognized for leave that has not been used and leave that has been used, but not yet paid in cash or settled through noncash means. This liability would include leave that has not been used if the leave is attributable to services already rendered, the leave accumulates, and the leave is more likely that not to be used for time off or otherwise paid in cash, or settled through noncash means. This change in accounting principle, to the July 1, 2024 balances of \$71,206, resulted in an increase to the long-term compensated absences liability, and a decrease in total net position.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

3. FUTURE ACCOUNTING STANDARDS

The GASB Statements are issued to set GAAP for state and local governments. The following is not an all-inclusive list of GASB statements issued, but statements that the Library feels may have a future impact on these financial statements. The Library will evaluate the impact of these pronouncements and implement them, as applicable, if material.

Effective for the Year Ending	Statement
June 30, 2026	GASB No. 103 – <i>Financial Reporting Model Improvements</i>
June 30, 2026	GASB No. 104 – <i>Disclosure of Certain Capital Assets</i>
June 30, 2027	GASB No. 105 – <i>Subsequent Events</i>

GASB Statement No. 103 was issued to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues.

GASB Statement No. 104 requires certain types of capital assets to be disclosed separately in the capital assets note disclosure such as leased assets, intangible right-to-use assets, and assets held for sale.

GASB Statement No. 105 was issued to improve financial reporting related to subsequent events by clarifying the subsequent events time frame and the subsequent events that constitute recognized and unrecognized events, and by specifying the information items that are required to be disclosed about subsequent events.

4. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENT-WIDE STATEMENTS AND THE GOVERNMENTAL FUND STATEMENTS

Due to the differences in the measurement focus and basis of accounting used in the government-wide statements and the governmental fund statements, certain financial transactions are treated differently. The financial statements contain a full reconciliation of these items.

A. Total Fund Balances of Governmental Funds vs. Net Position of Governmental Activities

Total fund balances of the Library's governmental funds differ from net position of governmental activities reported in the Statement of Net Position. This difference primarily results from the long-term economic focus of the Statement of Net Position versus the current financial resources focus of the governmental funds Balance Sheet, as applied to the reporting of capital assets and deferred outflows of resources, long-term assets and liabilities, and deferred inflows of resources.

B. Statement of Revenues, Expenditures, and Changes in Fund Balances vs. Statement of Activities

Differences between the Statement of Revenues, Expenditures, and Changes in Fund Balances and the Statement of Activities fall into any of four broad categories.

Long-Term Revenue and Expense Differences

Long-term revenue differences arise because governmental funds report revenues only when they are considered "available", whereas the Statement of Activities reports revenues when earned. Differences in long-term expenses arise because governmental funds report on a current financial resources measurement focus and the modified accrual basis, whereas the economic resources measurement focus and the accrual basis of accounting is used on the Statement of Activities, thereby affecting expenses such as compensated absences.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Capital Related Differences

Capital related differences include the difference between proceeds from the sale of capital assets reported on fund statements and the gain or loss on the sale of assets as reported on the Statement of Activities, and the difference between recording an expenditure for the acquisition or financing of capital items in the fund statements and depreciation/amortization expense on those items as recorded in the Statement of Activities.

Long-Term Debt Transaction Differences

Long-term debt transaction differences occur because the issuance of long-term debt provides current financial resources to governmental funds, but is recorded as a liability in the Statement of Net Position. In addition, both interest and principal payments are recorded as expenditures in the fund statements when due and payable, whereas interest expense is recorded in the Statement of Activities as it accrues, and principal payments are recorded as a reduction of liabilities in the Statement of Net Position.

Pension and Other Postemployment Benefits Differences

Pension differences occur as a result of recognizing pension costs using the current financial resources measurement focus and the modified accrual basis of accounting, whereby an expenditure is recognized based on the contractually required contribution as calculated by the plan, versus the economic resources measurement focus and the accrual basis of accounting, whereby an expense is recognized related to the Library's proportionate share of the collective pension expense of the plan.

OPEB differences occur as a result of recognizing OPEB costs using the current financial resources measurement focus and the modified accrual basis of accounting, whereby an expenditure is recognized for health insurance premiums and OPEB costs as they mature (come due for payment), versus the economic resources measurement focus and the accrual basis of accounting, whereby an expense is recognized related to the future cost of benefits in retirement over the term of employment.

5. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgets

The Library's administration prepares a proposed budget for approval by the Board for the general fund, the only fund with a legally adopted budget.

The voters of the Library approved the proposed appropriation budget for the general fund.

Appropriations are established by the adoption of the budget, are recorded at the program line item level, and constitute a limitation on expenditures (and encumbrances) that may be incurred. Appropriations authorized for the year may be increased by the amount of encumbrances carried forward from the prior year. Appropriations lapse at the end of the fiscal year unless expended or encumbered. Encumbrances will lapse if not expended in the subsequent year. Appropriations authorized for the current year can be funded by the planned use of specific reserves, and can be increased by budget amendments approved by the Board as a result of selected new revenue sources not included in the original budget (when permitted by law) and appropriation of fund balances. These supplemental appropriations may occur subject to legal restrictions, if the Board approves them because of a need that exists which was not determined at the time the budget was adopted. The following supplemental appropriations occurred during the year:

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Appropriation for unanticipated retiree payouts funded by prior year assigned fund balance	118,886
Appropriation for transfer to the capital projects fund funded by unreserved fund balance	<u>79,643</u>
	<u>\$ 198,529</u>

Budgets are adopted annually on a basis consistent with GAAP.

Budgets are established and used for individual capital projects based on authorized funding. The maximum project amount authorized is based upon the estimated cost of the project. These budgets do not lapse and are carried over to subsequent fiscal years until the completion of the projects.

B. Encumbrances

Encumbrance accounting is used for budget control and monitoring purposes and is reported as a part of the governmental funds. Under this method, purchase orders, contracts, and other commitments for the expenditure of monies are recorded to reserve applicable appropriations. Outstanding encumbrances as of year end are presented as part of assigned fund balance, unless classified as restricted, and do not represent expenditures or liabilities. These commitments will be honored in the subsequent period. Related expenditures are recognized at that time, as the liability is incurred or the commitment is paid.

6. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

The Library's investment policies are governed by state statutes and Library policy. Resources must be deposited in Federal Deposit Insurance Corporation (FDIC) insured commercial banks or trust companies located within the state. 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 and time deposits, and certificates of deposit not covered by FDIC insurance. Obligations that may be pledged as collateral are obligations of the United States and its Agencies and obligations of New York State and its municipalities.

Custodial credit risk is the risk that in the event of a bank failure, the Library may be unable to recover deposits or collateral securities that are in possession of an outside agency. GASB directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are as follows:

- A. Uncollateralized,
- B. Collateralized by securities held by the pledging financial institution, or
- C. Collateralized by securities held by the pledging financial institution's trust department or agent but not in the Library's name.

The Library's aggregate bank balances were covered by FDIC insurance or fully collateralized by securities pledged on the Library's behalf at year end.

The Library did not have any investments at year end or during the year. Consequently, the Library was not exposed to any material interest rate risk or foreign currency risk.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

7. CAPITAL ASSETS

A. Changes

Capital assets balances and activity for the year ended June 30, 2025 were as follows:

	Balance June 30, 2024	Additions	Reductions	Balance June 30, 2025
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 911,500	\$	\$	\$ 911,500
Construction in progress	125,960	350,835	(304,976)	171,819
Total capital assets not being depreciated	<u>1,037,460</u>	<u>350,835</u>	<u>(304,976)</u>	<u>1,083,319</u>
Capital assets being depreciated/amortized:				
Site improvements	8,925,234	339,588		9,264,822
Furniture and equipment	1,420,553	74,321	(30,480)	1,464,394
Leased equipment and fixtures	36,273		(36,273)	-
Total capital assets being depreciated/amortized	<u>10,382,060</u>	<u>413,909</u>	<u>(66,753)</u>	<u>10,729,216</u>
Less accumulated depreciation/amortization for:				
Site improvements	3,183,763	401,669		3,585,432
Furniture and equipment	1,325,315	49,803	(30,480)	1,344,638
Leased equipment and fixtures	24,162	12,111	(36,273)	-
Total accumulated depreciation/amortization	<u>4,533,240</u>	<u>463,583</u>	<u>(66,753)</u>	<u>4,930,070</u>
Total capital assets being depreciated/amortized, net	<u>5,848,820</u>	<u>(49,674)</u>	<u>-</u>	<u>5,799,146</u>
Capital assets, net	<u>\$ 6,886,280</u>	<u>\$ 301,161</u>	<u>\$ (304,976)</u>	<u>\$ 6,882,465</u>

Depreciation/amortization expense for the year was \$463,583.

B. Lease Assets

The Library had previously entered into a lease agreement that is subject to GASB 87, *Leases*. The lease was for 36 months with an interest rate of 2.04%. This lease is included in leased equipment and fixtures as shown on the previous table. The Library has settled all outstanding lease liabilities as of June 30, 2025.

C. Impairment Losses

The Library evaluates prominent events or changes in circumstances affecting capital or intangible assets to determine whether impairment of a capital or intangible asset has occurred. The Library's policy is to record an impairment loss in the period when the Library determines that the carrying amount of the asset will not be recoverable. At June 30, 2025, the Library has not recorded any such impairment losses.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

8. INTERFUND TRANSACTIONS

Interfund balances and activities at June 30, 2025 are as follows:

	Interfund			
	Receivable	Payable	Transfers In	Transfers Out
General Fund	\$ 439,349	\$	\$	\$ 79,643
Special Aid Fund	12,474	77,540	5,430	
Capital Projects Fund		361,809	79,643	
Permanent Fund		12,474		5,430
Total Governmental Funds	\$ 451,823	\$ 451,823	\$ 85,073	\$ 85,073

The amounts in interfund receivables and payables represent loans between funds for the purpose of providing cash flow. The transfer from the permanent fund to the special aid fund represents interest earned on endowments. The transfer from the general fund to the capital projects fund was for the HVAC system, masonry, and phone system projects, and was in accordance with a Board-approved budgeted transfer.

9. LONG-TERM LIABILITIES

A. Changes

Long-term liabilities balances and activities, excluding pension liabilities, for the year are summarized below:

	*Balance June 30, 2024	Additions	Reductions	Balance June 30, 2025	Amounts Due Within One Year
<u>Long-term debt:</u>					
Lease liabilities	\$ 12,112	\$	\$ (12,112)	\$ -	\$
<u>Other long-term liabilities:</u>					
Compensated absences*	1,018,915	9,028		1,027,943	154,546
Total OPEB liability	7,436,652		(946,677)	6,489,975	333,164
	\$ 8,467,679	\$ 9,028	\$ (958,789)	\$ 7,517,918	\$ 487,710

*The beginning balance of compensated absences of \$947,709 as previously reported, was increased by \$71,206 to present the cumulative effect of GASB Statement No. 101.

The general fund has typically been used to liquidate other long-term liabilities.

Additions and reductions to compensated absences are shown net since it is impractical to separately determine these amounts. The maturity of compensated absences is not determinable.

For total OPEB liability, see "Postemployment Healthcare Benefits" Note for additional information.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

10. PENSION PLAN – NEW YORK STATE

A. General Information

The Library participates in the ERS. This is a cost-sharing multiple employer, defined benefit, public employee retirement system. The system provides retirement, disability, withdrawal, and death benefits to plan members and beneficiaries related to years of service and final average salary.

B. Provisions and Administration

Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law (NYSRSSL). The net position of the ERS is held in the New York State Common Retirement Fund (the Fund), which was established to hold all net assets and record changes in plan net position allocated to the ERS. As set forth in the NYSRSSL, the Comptroller of the State of New York (Comptroller) serves as the trustee of the Fund and is the administrative head of the ERS. Once a public employer elects to participate in the ERS, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The Library also participates in the Public Employees' Group Life Insurance Plan (GLIP), which provides death benefits in the form of life insurance. The ERS is included in the State's financial report as a pension trust fund. That report, including information with regard to benefits provided may be found on the NYS Comptroller's website at www.osc.state.ny.us/retire/publications/index.php or obtained by writing to the New York State and Local Employees' Retirement System, 110 State Street, Albany, NY 12244.

C. Funding Policies

Plan members who joined the ERS before July 27, 1976, are not required to make contributions. Those joining on or after July 27, 1976, and before January 1, 2010, with less than ten years of credited services are required to contribute 3% of their salary. Those joining on or after January 1, 2010 and before April 1, 2012, are required to contribute 3% of their salary throughout active membership. Those joining on or after April 1, 2012, are required to contribute between 3% and 6% dependent on their salary throughout active membership. Employers are required to contribute at an actuarially determined rate based on covered salaries paid. The Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions for the ERS' fiscal year ended March 31st, and employer contributions are either paid by the prior December 15th less a 1% discount or by the prior February 1st. The Library paid 100% of the required contributions as billed for the current year. The Library's average contribution rate was 15.82% of covered payroll for the ERS' fiscal year ended March 31, 2025.

The Library's share of the required contributions, based on covered payroll paid for the Library's year ended June 30, 2025, was \$564,261 for ERS at an average contribution rate of 14.06%.

D. Pension Asset/(Liability), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2025, the Library reported the following asset/(liability) for its proportionate share of the net pension asset/(liability) for the system. The net pension asset/(liability) was measured as of March 31, 2025 for ERS. The total pension liability used to calculate the net pension asset/(liability) was determined by an actuarial valuation. The Library's proportion of the net pension asset/(liability) was based on a projection of the Library's long-term share of contributions to the system relative to the projected contributions of all participating members, actuarially determined. This information was provided by the ERS in reports provided to the Library.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

	ERS
Measurement date	March 31, 2025
Library's proportionate share of the net pension liability	\$ (1,581,283)
Library's proportion of the Plan's net pension liability	0.0092226%
Change in proportion since the prior measurement date	(0.0003285)

For the year ended June 30, 2025, the Library recognized pension expense of \$384,963 for ERS. At June 30, 2025, the Library reported deferred outflows and inflows of resources related to the pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 392,485	\$ 18,514
Changes of assumptions	66,316	
Net difference between projected and actual earnings on pension plan investments	124,063	
Changes in proportion and differences between the Library's contributions and proportionate share of contributions	178,195	109,232
Library contributions subsequent to the measurement date	156,388	
Total	\$ 917,447	\$ 127,746

Library contributions, subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ending June 30, 2025. Other amounts reported as deferred outflows and inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending June 30,	ERS
2026	\$ 310,638
2027	423,171
2028	(129,517)
2029	29,021
2030	0
Thereafter	0
	\$ 633,313

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Assumptions

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

Measurement date	March 31, 2025
Actuarial valuation date	April 1, 2024
Inflation	2.90%
Salary increases	4.30%
Investment rate of return (net of investment expense, including inflation)	5.90%
Cost of living adjustments	1.50%

Annuitant mortality rates are based on April 1, 2015 – March 31, 2020 system experience with adjustments for mortality improvements based on the Society of Actuaries’ Scale MP-2021. The actuarial assumptions were 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 in which best estimate ranges of expected future real rates of return (expected return, net of investment expenses 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 the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of the arithmetic real rates of return for each major asset class are summarized below:

	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Measurement date		March 31, 2025
Asset class		
Domestic equity	25.0%	3.54%
International equity	14.0%	6.57%
Real estate equity	12.0%	4.95%
Private equity	15.0%	7.25%
Alternative investments	11.0%	5.25-5.55%
Fixed income	22.0%	2.00%
Cash	1.0%	0.25%
	<u>100.0%</u>	

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Discount Rate

The discount rate used to measure the total pension liability was 5.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. 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 of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of the Net Pension Asset/(Liability) to the Discount Rate Assumption

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

	1% Decrease 4.90 %	Current Assumption 5.90 %	1% Increase 6.90 %
Library's proportionate share of the net pension asset/(liability)	\$ (4,576,432)	\$ (1,581,283)	\$ 919,669

Pension Plan Fiduciary Net Position

The components of the current-year net pension asset/(liability) of the employers as of the respective measurement date were as follows:

	<i>(Dollars in Thousands)</i>
Measurement date	March 31, 2025
Employers' total pension liability	\$ (247,600,239)
Plan fiduciary net position	230,454,512
Employers' net pension liability	\$ (17,145,727)
Ratio of plan fiduciary net position to the employers' total pension liability	93.08%

Payable to the Pension Plan

Employer contributions are paid annually based on the system's fiscal year, which ends on March 31st. Accrued retirement contributions as of June 30, 2025, represent the projected employer contribution for the period of April 1, 2025 through June 30, 2025 based on paid ERS covered wages multiplied by the employer's contribution rate, by tier. Accrued retirement contributions as of June 30, 2025 amounted to \$156,388 of employer contributions. Employee contributions are remitted monthly.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

11. PENSION PLANS - OTHER

Tax Sheltered Annuities

The Library has adopted a 403(b) plan covering all eligible employees. Employees may defer up to 100% of their compensation subject to Internal Revenue Code elective deferral limitations. The Library may also make non-elective contributions of certain compensated absence payments based on collectively bargained agreements; however, no non-elective contributions were made in the current year. Contributions made by employees for the year ended June 30, 2025, totaled \$157,527.

12. POSTEMPLOYMENT HEALTHCARE BENEFITS

A. General Information about the OPEB Plan

Plan Description – The Library provides OPEB for eligible retired employees of the Library. The benefits provided to employees upon retirement are based on provisions in the various contracts that the Library has in place with different classifications of employees. The plan is a single-employer defined benefit OPEB plan administered through the New York State Health Insurance Program – Empire Plan. No assets are accumulated in a trust.

Benefits Provided – The Library provides healthcare benefits and Medicare Part B coverage for eligible retirees. The benefit terms are dependent on which contract each employee falls under. The specifics of each contract are on file at the Library’s offices and are available upon request.

Employees Covered by Benefit Terms – At July 1, 2023, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	28
Inactive employees entitled to but not yet receiving benefits	-
Active employees	40
	68

B. Total OPEB Liability

The Library’s total OPEB liability of \$6,489,975 was measured as of June 30, 2025, and was determined by an actuarial valuation as of July 1, 2023. Update procedures were used to roll forward the total OPEB liability to the measurement date.

Actuarial Assumptions and Other Inputs – The total OPEB liability, as of the measurement date, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Inflation	2.00%	annually
Salary increases	2.50%	average, including inflation
Discount rate	5.20%	
Healthcare cost trend rates	7.00%	decreasing to an ultimate rate of 5.0% by 2029
Retirees' share of benefit-related costs	6.50% - 50%	of projected health insurance premiums for retirees

The discount rate was based on the Buyer's 20 Year Municipal Bond Index.

Mortality rates were based on the RPH-2014 total dataset headcount-weighted fully generational mortality table with Society of Actuaries' projection scale MP-2021.

C. Changes in the Total OPEB Liability

Balance at June 30, 2024	<u>\$ 7,436,652</u>
Changes for the year	
Service cost	329,249
Interest on total OPEB liability	298,716
Changes of benefit terms	
Differences between expected and actual experience	
Changes in assumptions or other inputs	(1,241,478)
Benefit payments	<u>(333,164)</u>
	<u>(946,677)</u>
Balance at June 30, 2025	<u><u>\$ 6,489,975</u></u>

There were no changes of benefit terms however the discount rate was changed from 3.93% for the year ended June 30, 2024 to 5.20% for the year ended June 30, 2025.

The Pre-Medicare cost trend rate was reset to 7.0% in 2025, grading down by 0.5% per annum to an ultimate trend rate of 5.0% in years 2029 and later. The mortality improvement scale was updated to MP-2021.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate – The following presents the total OPEB liability of the Library, as well as what the Library's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.20%) or 1 percentage point higher (6.20%) than the current discount rate:

OPEB	1% Decrease 4.20%	Discount Rate 5.20%	1% Increase 6.20%
Total OPEB liability	<u>\$ (7,440,065)</u>	<u>\$ (6,489,975)</u>	<u>\$ (5,710,719)</u>

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates – The following presents the total OPEB liability of the Library, as well as what the Library’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (6.0% decreasing to 4.0%) or 1 percentage point higher (8.0% decreasing to 6.0%) than the current healthcare cost trend rate:

	1% Decrease 6.0% decreasing to 4.0%	Healthcare Cost Trend Rates 7.0% decreasing to 5.0%	1% Increase 8.0% decreasing to 6.0%
<u>OPEB</u>			
Total OPEB liability	<u>\$ (5,499,348)</u>	<u>\$ (6,489,975)</u>	<u>\$ (7,753,512)</u>

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

For the year ended June 30, 2025, the Library recognized OPEB expense of \$366,007. At June 30, 2025, the Library reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred	
	Outflows of Resources	Inflows of Resources
Differences between expected and actual experience	\$ 849,869	\$ 1,169,402
Changes of assumptions	204,914	2,531,203
Total	\$ 1,054,783	\$ 3,700,605

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

Year Ending June 30,	Amount
2026	\$ (307,434)
2027	(447,312)
2028	(456,309)
2029	(400,405)
2030	(353,213)
Thereafter	(681,149)
	\$ (2,645,822)

13. ASSIGNED: APPROPRIATED FUND BALANCE

The Library has appropriated \$192,000 from unassigned fund balance to reduce taxes for the year ending June 30, 2026.

PORT WASHINGTON PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

14. DEFERRED INFLOWS OF RESOURCES

In the governmental fund financial statements, deferred inflows of resources at June 30, 2025, is the amount due from a New York State DASNY grant to cover expenditures relating to the Makerspace project in the capital projects fund. Grant expenditures to date on the project total \$200,000, in which the Library is anticipating to be reimbursed by the grant for the full amount.

15. RISK MANAGEMENT

The Library is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; errors and omissions; and natural disasters, etc. These risks are covered by commercial insurance purchased from independent third parties. There have been no significant reductions in insurance coverage as compared to the prior year, and settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

16. TAX ABATEMENT

The Nassau County IDA and Town of North Hempstead enters into various property tax abatement programs for the purpose of economic development. The Library's property tax revenue was reduced \$222,942 and \$13,133, respectively. The Library received payment in lieu of taxes (PILOT) payments totaling \$152,059.

17. COMMITMENTS AND CONTINGENCIES

A. Grants

The Library has received grants, which are subject to audit by agencies of the state government. Such audits may result in disallowances and a request for a return of funds. Based on prior audits, the Library's administration believes disallowances, if any, would be immaterial.

B. Litigation

The Library is not aware of any material pending or threatened litigation claims against the Library. The Library is also unaware of any unasserted claims or assessments that would require financial statement disclosure.

18. SUBSEQUENT EVENTS

The Library has evaluated subsequent events through the date of the auditor's report, which is the date the financial statements were available to be issued. No significant events were identified that would require adjustment of or disclosure in the financial statements.

PORT WASHINGTON PUBLIC LIBRARY
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
For The Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Final Budget Variance with Actual
REVENUES				
Local Sources				
Real property taxes	\$ 7,357,901	\$ 7,357,901	\$ 7,357,901	\$ -
Other tax items	100,000	100,000	154,928	54,928
Total Local Sources	<u>7,457,901</u>	<u>7,457,901</u>	<u>7,512,829</u>	<u>54,928</u>
Other Local Revenue				
Library charges, fines & fees	16,500	16,500	15,507	(993)
Use of money and property	139,400	139,400	139,208	(192)
Sale of property and compensation for loss	3,000	3,000	2,101	(899)
Miscellaneous	12,500	12,500	41,455	28,955
Total Other Local Sources	<u>171,400</u>	<u>171,400</u>	<u>198,271</u>	<u>26,871</u>
State Sources	<u>8,800</u>	<u>8,800</u>	<u>14,432</u>	<u>5,632</u>
Total Revenues	<u>7,638,101</u>	<u>7,638,101</u>	<u>7,725,532</u>	<u>\$ 87,431</u>
APPROPRIATED FUND BALANCE				
Prior Years' Surplus	156,000	235,643		
Prior Year's Encumbrances	16,382	16,382		
Appropriated Fund Balance		<u>118,886</u>		
	<u>172,382</u>	<u>370,911</u>		
Total Revenues and Appropriated Fund Balance	<u>\$ 7,810,483</u>	<u>\$ 8,009,012</u>		

Note to Required Supplementary Information

Budget Basis of Accounting

Budgets are adopted on the modified accrual basis of accounting consistent with accounting principles generally accepted in the United States of America.

PORT WASHINGTON PUBLIC LIBRARY
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund (Continued)
For The Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Encumbrances	Final Budget Variance with Actual and Encumbrances
EXPENDITURES					
Personal services	\$ 4,132,730	\$ 4,050,316	\$ 4,035,498	\$	\$ 14,818
Equipment	63,890	93,890	79,391	-	14,499
Contractual and Other Expenditures					
Books and information services	273,500	320,200	309,276	-	10,924
Software & databases	95,000	101,600	101,245	-	355
Periodicals	32,500	41,900	36,567	-	5,333
A-V Materials	54,000	62,250	57,111	-	5,139
A-V Recordings	16,000	18,915	18,716	-	199
A-V Rental and maintenance	4,500	4,500	2,782	-	1,718
Office and library supplies	61,506	83,796	73,447	-	10,349
Telephone	35,000	23,500	20,952	-	2,548
Postage and freight	25,000	25,000	19,905	-	5,095
Publicity and printing	47,500	47,910	45,160	-	2,750
Travel and mileage	20,000	6,000	3,180	-	2,820
Nassau Library System	106,000	107,750	103,731	-	4,019
Program services	65,000	70,500	65,528	-	4,972
Memberships	7,000	7,000	6,376	-	624
Rent, repair & maint. office equipment	30,500	37,950	34,497	-	3,453
Professional services	276,800	318,970	315,642	-	3,328
Fuel and utilities	202,970	191,370	184,334	-	7,036
Custodial supplies	25,900	47,950	46,374	-	1,576
Repairs	108,036	151,036	144,870	-	6,166
Insurance	85,000	85,000	80,007	-	4,993
Other operation & maintenance	76,500	108,000	103,984	-	4,016
Total Contractual and Other Expenditures	1,648,212	1,861,097	1,773,684	-	87,413
Employee Benefits					
NYS employees' retirement system	526,384	565,134	564,261	-	873
Social security and Medicare	316,154	292,654	292,651	-	3
Workers' compensation insurance	38,000	20,800	20,799	-	1
NYS disability insurance	10,000	10,000	3,013	-	6,987
Unemployment	1,390	2,010	1,972	-	38
Health and dental insurance	1,061,612	1,020,757	1,020,403	-	354
Total Employee Benefits	1,953,540	1,911,355	1,903,099	-	8,256
Debt Service					
Principal	11,562	12,162	12,112	-	50
Interest	549	549	-	-	549
Total Debt Service	12,111	12,711	12,112	-	599
Total Expenditures	7,810,483	7,929,369	7,803,784	-	125,585
OTHER FINANCING USES					
Operating Transfers Out		79,643	79,643	-	-
Total Expenditures and Other Uses	\$ 7,810,483	\$ 8,009,012	7,883,427	\$ -	\$ 125,585
Net Change in Fund Balance			(157,895)		
Fund Balance - Beginning of Year			4,871,817		
Fund Balance - End of Year			\$ 4,713,922		

Note to Required Supplementary Information

Budget Basis of Accounting

Budgets are adopted on the modified accrual basis of accounting consistent with accounting principles generally accepted in the United States of America.

See Paragraph on Required Supplementary Information Included in Auditor's Report

PORT WASHINGTON PUBLIC LIBRARY
Schedule of the Library's Proportionate Share of the Net Pension Asset/(Liability)
Last Ten Fiscal Years

Employees' Retirement System

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Library's proportion of the net pension asset/(liability)	0.0092226%	0.0095511%	0.0109012%	0.0103808%	0.0096142%	0.0100419%	0.0101142%	0.0096563%	0.0091841%	0.0096419%
Library's proportionate share of the net pension asset/(liability)	\$ (1,581,283)	\$ (1,406,302)	\$ (2,337,660)	\$ 848,590	\$ (9,573)	\$ (2,659,158)	\$ (716,625)	\$ (311,650)	\$ (862,954)	\$ (1,547,555)
Library's covered payroll	\$ 3,437,735	\$ 3,255,528	\$ 3,386,862	\$ 3,032,877	\$ 2,979,805	\$ 3,210,834	\$ 3,161,676	\$ 3,083,419	\$ 3,083,642	\$ 3,056,155
Library's proportionate share of the net pension asset/(liability) as a percentage of its covered payroll	46.00 %	43.20 %	69.02 %	27.98 %	0.32 %	82.82 %	22.67 %	10.11 %	27.98 %	50.64 %
Plan fiduciary net position as a percentage of the total pension liability	93.08%	93.88%	90.78%	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%	90.68%
Discount rates	5.90%	5.90%	5.90%	5.90%	5.90%	6.80%	7.00%	7.00%	7.00%	7.00%

PORT WASHINGTON PUBLIC LIBRARY
Schedule of Library Pension Contributions
 Last Ten Fiscal Years

Employees' Retirement System

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 564,261	\$ 467,823	\$ 408,885	\$ 481,387	\$ 457,802	\$ 469,161	\$ 510,783	\$ 484,905	\$ 480,097	\$ 595,324
Contributions in relation to the contractually required contribution	564,261	467,823	408,885	481,387	457,802	469,161	510,783	484,905	480,097	595,324
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Library's covered payroll	\$ 4,012,051	\$ 3,515,445	\$ 3,270,011	\$ 3,301,419	\$ 3,049,306	\$ 3,033,871	\$ 3,173,966	\$ 3,102,983	\$ 3,086,723	\$ 3,183,612
Contributions as a percentage of covered payroll	14%	13%	13%	15%	15%	15%	16%	16%	16%	19%

PORT WASHINGTON PUBLIC LIBRARY
Schedule of Changes in the Library's Total OPEB Liability and Related Ratios
Last Eight Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018
Total OPEB liability								
Service cost	\$ 329,249	\$ 345,334	\$ 306,790	\$ 436,421	\$ 338,714	\$ 244,246	\$ 225,554	\$ 238,139
Interest on total OPEB liability	298,716	278,122	312,548	229,303	197,406	254,286	267,717	251,231
Changes in benefit terms	-	-	-	-	-	-	-	-
Differences between expected and actual experience	-	(1,463,502)	-	1,849,713	-	(395,492)	-	-
Changes of assumptions or other inputs	(1,241,478)	(241,347)	(139,917)	(2,539,129)	71,091	1,560,174	383,758	(288,737)
Benefit payments	(333,164)	(310,887)	(342,504)	(324,027)	(320,549)	(331,223)	(293,514)	(282,666)
Net change in total OPEB liability	(946,677)	(1,392,280)	136,917	(347,719)	286,662	1,331,991	583,515	(82,033)
Total OPEB liability, beginning	7,436,652	8,828,932	8,692,015	9,039,734	8,753,072	7,421,081	6,837,566	6,919,599
Total OPEB liability, ending	<u>\$ 6,489,975</u>	<u>\$ 7,436,652</u>	<u>\$ 8,828,932</u>	<u>\$ 8,692,015</u>	<u>\$ 9,039,734</u>	<u>\$ 8,753,072</u>	<u>\$ 7,421,081</u>	<u>\$ 6,837,566</u>
Covered employee payroll	\$ 2,709,671	\$ 2,450,270	\$ 2,487,760	\$ 2,455,900	\$ 2,476,659	\$ 2,281,160	\$ 2,991,228	\$ 1,450,000
Total OPEB liability as a percentage of covered employee payroll	239.51%	303.50%	354.89%	353.92%	365.00%	383.71%	248.09%	471.56%
Discount rates	5.20%	3.93%	3.65%	3.54%	2.16%	2.21%	3.50%	3.87%
Healthcare trend rates	7.00% to 5.00% by 2029	8.00% to 5.00% by 2029	6.50% to 5.00% by 2025	7.00% to 5.00% by 2025	7.00% to 4.50% by 2025	7.50% to 4.50% by 2025	8.50% to 5.00% by 2025	9.00% to 5.00% by 2025
Mortality Improvement Scale	MP-2021	MP-2021	MP-2021	MP-2021	MP-2019	MP-2019	MP-2016	MP-2016

An additional year of historical information will be added each year, subsequent to the year of implementation, until 10 years of historical data is available.

Note to Required Supplementary Information

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

PORT WASHINGTON PUBLIC LIBRARY
Schedule of Project Expenditures -
Capital Projects Fund
For The Year Ended June 30, 2025

PROJECT TITLE	Budget June 30, 2024	Budget June 30, 2025	Expenditures			Unexpended Balance
			Prior Years	Current Year	Total	
Five year capital plan	\$ 35,753	\$ 35,753	\$ 27,675	\$	\$ 27,675	\$ 8,078
Interior design project	181,000	191,000	124,968	59,732	184,700	6,300
Energy efficiency	179,000	161,016	34,148	32,076	66,224	94,792
Makerspace	203,500	214,500	82,069	173,401	255,470	(40,970)
HVAC system	-	34,984	-	34,984	34,984	-
Masonry remediation	-	27,000	-	25,000	25,000	2,000
Phone system	-	25,643	-	25,643	25,643	-
Total	\$ 599,253	\$ 689,896	\$ 268,860	\$ 350,836	\$ 619,696	70,200
				Less: Grant revenue not yet realized		(200,000)
				Total Fund Balance		\$ (129,800)

PORT WASHINGTON PUBLIC LIBRARY
Schedule of Revenues and Expenditures
By Grant - Special Aid Fund
For The Year Ended June 30, 2025

	Reserved for Special Programs and Projects June 30, 2024	Revenues			Expenditures	Reserved for Special Programs and Projects June 30, 2025
		Grants & Donations	Interest	Transfers		
Miscellaneous Grants						
Friends of the Library	\$ 30,433	\$ 129,501	\$	\$	\$ (139,321)	\$ 20,613
Friends of the Library - Bogen	46,547	29,559	2,562		(6,488)	72,180
Foundation Grant Career Coaching	5,983	5,000	260		(3,100)	8,143
Foundation Storytelling	390		17			407
Foundation Intergenerational	4,173		175		(3,303)	1,045
Adult Literacy	23,979	24,500	938		(34,298)	15,119
Job Boot Camp	3					3
Epstein Book Fund	384		17			401
American Girl Dolls	156		6		(31)	131
Parent Child Home Program	23,372	63	997		(1,079)	23,353
NLS - Computers	714		31			745
NLS - Bullet Aid	3,131		98		(556)	2,673
NLS - ESL Grant Supplies	300		13			313
Theater for Dessert	1,099	10,000	276			11,375
	<u>140,664</u>	<u>198,623</u>	<u>5,390</u>	<u>-</u>	<u>(188,176)</u>	<u>156,501</u>
State Grants						
9/11 Project - 10/02 Shodell	137		6			143
Construction Grant	601		26			627
Media Room Renovation Grant	12,741		558			13,299
Construction Grant	22,113		968		(11,788)	11,293
Lobby Renovation Grant	11,400		499			11,899
Goodman Assistive Technology	6,478		283			6,761
	<u>53,470</u>	<u>-</u>	<u>2,340</u>	<u>-</u>	<u>(11,788)</u>	<u>44,022</u>
Local - Specific Purposes						
Art Advisory Council	14,595	2,354	612	895	(9,388)	9,068
Health Information Center	29,991	845	1,078	1,978	(12,495)	21,397
Health Information-Anti Smoking	14,293		625			14,918
Burtis	20,077		879			20,956
Underhill	25,541		1,127	478		27,146
Brown Fund	6,063		265			6,328
Fendrick Memorial	1,352		59			1,411
Morse Fund	1,930		85			2,015
Nautical Center	259,011	2,438	11,083	92	(15,270)	257,354
Children's Grant	2,201		96			2,297
Children's Advisory Council	11,230	10,000	387		(14,650)	6,967
S. Steyn Memorial Book Fund	8,187		359			8,546
Vera Fiddler	274		12			286
Unger / Beslity Memorial Fund	11,398		499			11,897
Whittemore Memorial Fund	2,207		97			2,304
Robert Stern - Books	214		9			223
Zucker Grant	16,936	4,500	741		(420)	21,757
Saltzman Grant	6,684		292			6,976
Outdoor Wi-Fi	3,187		139			3,326
Maker Space	11,467		364			11,831
Russell and Jane Stern - Wi-Fi Hotspots	60		2			62
Regional Technology & Media	874		39			913
Small Study Room Upgrade	1,638		72			1,710
HEARTS Grant	23		1			24
T. Bier Fund	10,588		464			11,052
	<u>460,021</u>	<u>20,137</u>	<u>19,386</u>	<u>3,443</u>	<u>(52,223)</u>	<u>450,764</u>
Local - General Library Purposes						
Music Advisory Council	21,119	11,800	797	1,987	(15,442)	20,261
Special Trust Account	2,801		123			2,924
Publication Fund	7,588	140			(16)	7,712
Miscellaneous Workshops	19,931	14			(485)	19,460
National Endowment for Arts	132		32			164
Bronson	11,346		497			11,843
	<u>62,917</u>	<u>11,954</u>	<u>1,449</u>	<u>1,987</u>	<u>(15,943)</u>	<u>62,364</u>
Total	\$ 717,072	\$ 230,714	\$ 28,565	\$ 5,430	\$ (268,130)	\$ 713,651

PORT WASHINGTON PUBLIC LIBRARY
Schedule of Revenues and Expenditures by Account -
Permanent Fund
For The Year Ended June 30, 2025

	Reserve	Revenues			Expenditures	Reserve
	Balance	Donations	Interest	Transfers		Balance
	June 30, 2024					June 30, 2025
Permanent Fund						
Art Advisory Council	\$ 22,240	\$	\$ 895	\$ (895)	\$	\$ 22,240
Health Information Center	49,181		1,978	(1,978)		49,181
Music Advisory Council	49,406		1,987	(1,987)		49,406
Nautical Center	2,296		92	(92)		2,296
Underhill Grant	11,882		478	(478)		11,882
Total Permanent Fund	\$ 135,005	\$ -	\$ 5,430	\$ (5,430)	\$ -	\$ 135,005