

TOWN OF PORTVILLE, NEW YORK

December 24, 2008

Dear Citizens of the Town of Portville,

2008 was a year of many fiscal challenges for the country, but, for the Town of Portville, we were able to weather that financial storm quite well. Having brought in more than \$921,000 in revenue from taxes and other sources, the town ended up with nearly \$93,000 in unspent 2008 revenue. That \$93,000 at the end of the year will be transferred into the respective Unallocated Fund Balance accounts, sometimes called colloquially "reserves".

2008 Year-End Projections	Revenue	Expense	Net Revenue	Unallocated Fund Balance
A - General Townwide, Including Village	393,457	342,930	50,527	155,043
B - General Townwide, Excluding Village	32,466	14,471	17,995	13,043
DA - Highway Townwide, Including Village	206,082	206,082	-	97,842
DB - Highway Townwide, Excluding Village	267,095	250,239	16,857	50,126
LD740 - Happy Hollow Lighting District	2,400	2,195	205	285
LD741 - Westons Mills Lighting District	4,200	3,432	768	506
SD741 - Happy Hollow Sewer District Bond	9,338	9,338	-	-
SD741 - Happy Hollow Sewer District Maintenance Fees	<u>6,642</u>	<u>-</u>	<u>6,642</u>	<u>9,894</u>
	<u>921,680</u>	<u>828,686</u>	<u>92,994</u>	<u>326,739</u>

That means that with the initial \$327,000 in Unallocated Fund Balances, another \$93,000 will be added bringing the new Unallocated Fund Balance on December 31, 2008 to right around \$420,000.

2008 Year-End Projected Cash Balances

A - General Townwide, Including Village	205,570
B - General Townwide, Excluding Village	31,038
DA - Highway Townwide, Including Village	97,842
DB - Highway Townwide, Excluding Village	66,983
LD740 - Happy Hollow Lighting District	490
LD741 - Westons Mills Lighting District	1,274
SD741 - Happy Hollow Sewer District Bond	-
SD741 - Happy Hollow Sewer District Maintenance Fees	<u>16,536</u>
	<u>419,732</u>

When we begin the 2009 fiscal year, we will be taking approximately \$131,000 out of the Unallocated Fund Balance and using it in part to fund the general administrative activities of the town. That in turn will reduce our A Fund Unallocated Balance to \$75,000. We also will be using \$92,000 of the highway townwide Unallocated Fund Balance to fund that portion of the highway operation. The net result is that we will use around \$222,000 of Unallocated Fund Balance money to partially fund our 2009 operations which will in turn leave us with an overall Unallocated Fund Balance at the beginning of 2009 of \$197,000.

2009 Beginning Revenue & Fund Balances	Tax Revenue	Other Revenue	Allocated Fund Balance	Unallocated Fund Balance
A - General Townwide, Including Village	44,876	45,781	130,563	75,007
B - General Townwide, Excluding Village	164,390	51,600	-	31,038
DA - Highway Townwide, Including Village	-	-	92,000	5,842
DB - Highway Townwide, Excluding Village	300,733	52,500	-	66,983
LD740 - Happy Hollow Lighting District	2,880	-	-	490
LD741 - Westons Mills Lighting District	4,896	-	-	1,274
SD741 - Happy Hollow Sewer District Bond	9,338	-	-	-
SD741 - Happy Hollow Sewer District Maintenance Fees	<u>-</u>	<u>10,675</u>	<u>-</u>	<u>16,536</u>
	<u>527,113</u>	<u>160,556</u>	<u>222,563</u>	<u>197,169</u>