
Agenda

March 18, 2026 at 8:00 a.m.
Watershed Education Center (Vitale Park)
Lakeville, NY 14480

All attachments and reports may be found at
www.lcwsa.us

1. **Call to Order**
2. **Approval of Agenda**
3. **Approval of Minutes**
 - a. February 18, 2026 – Regular Meeting
 - b. March 13, 2026 - Audit & Finance Committee Meeting
4. **Reports**
 - a. Financial Report – February 2026
 - b. Operations Report
 - c. Capital Report
 - d. Executive Director’s Report

5. **Other Business**

Resolution No.: 2026 - 07 RESOLUTION ACCEPTING THE 2025 ANNUAL AUDIT

Resolution No.: 2026 – 08 RESOLUTION TO APPROVE THE CLARK, PATTERSON & LEE RATES FOR
GENERAL PROFESSIONAL ENGINEERING SERVICES TO THE
LIVINGSTON COUNTY WATER AND SEWER AUTHORITY

6. **Adjournment**

Next Regular Meeting: Wednesday, April 15, 2026 @ 8:00 am

Unreviewed Minutes
REGULAR MEETING
February 18, 2026 at 8:00 a.m.
Watershed Education Center (Vitale Park)
Lakeville, NY 14480

Members Attending: M. McKeown, R. White, S. Beardsley, S. Caccamise, B. Ceci, W. Wadsworth, and T. Saunders

Others attending: J. Molino (Executive Director), L. Monaghan (Deputy Executive Director), M. Kosakowski (Director of Operations), R. Lewis (Principal Accountant), and S. Wright (Secretary)

Call to Order: 8:00 a.m.

Approval of Agenda:

Motion: R. White moved, and S. Beardsley seconded to approve the agenda. Carried unanimously.

Approval of Minutes:

January 21, 2026 – Organizational Meeting

Motion: S. Caccamise moved, and T. Saunders seconded to approve the Organizational meeting minutes dated January 21, 2026. Carried unanimously.

January 21, 2026 – Regular Meeting

Motion: S. Beardsley moved, and S. Caccamise seconded to approve the Regular meeting minutes dated January 21, 2026. Carried unanimously.

Reports:

Financial Report January 2026

R. Lewis reviewed the January 2026 Financial Report.

Motion: T. Saunders moved, and R. White seconded to approve the January 2026 Financial Report. Carried unanimously.

Operations Report

M. Kosakowski reviewed the Operations Report.

Capital Report

L. Monaghan reviewed the Capital Report.

Executive Director Report

J. Molino reviewed:

- The 2026 Work Plan is being crafted and will be made available by the end of the week. The staff is taking a proactive role in scheduling major projects and tasks this year.
- The Regional Project Engineering Design contract is being reviewed by both attorneys. The subrecipient agreement with the Town of Leicester is also under review. Next steps are detailed conversations involving the Project Financing Agreement.
- The Town of Livonia has been awarded a Community Development Block Grant and will be signing a Project Management Agreement with the Authority.
- The Town of Livonia is also planning a Pedestrian Improvement Project on a portion of Big Tree Road. The project would include improvements to curbing, sidewalks, and storm drainage. The Authority is coordinating with the Town as the water main in this area was installed in 1955 and needs replacing. The projects need to be concurrent, and the Town and the Authority are willing to work together to achieve both goals.
- The survey has been completed for the Groveland Correctional Wastewater Plant. There are multiple easements and utilities. J. Molino will be asking for clarification and will be working to understand the property better.

Other Business:

Resolutions:

- 2026-04 RESOLUTION AMENDING THE AWARD FOR THE BID FOR WATER & SEWER CONSTRUCTION AND MAINTENANCE MATERIALS
Motion: R. White moved, and S. Caccamise seconded to approve Resolution 2026-04. Carried unanimously.
- 2026-05 RESOLUTION AMENDING THE AWARD FOR PROFESSIONAL ENGINEERING SERVICES TO GHD CONSULTING SERVICES INC FOR THE REGIONAL WATER SUPPLY PROJECT
Motion: S. Beardsley moved, and B. Ceci seconded to approve Resolution 2026-05. Carried unanimously.
- 2026-06 RESOLUTION AUTHORIZING THE EXECUTIVE DIRECTOR OF THE LIVINGSTON COUNTY WATER AND SEWER AUTHORITY TO SIGN AN INTERMUNICIPAL AGREEMENT WITH THE TOWN OF LIVONIA FOR PROJECT MANAGEMENT AND OVERSIGHT SERVICES
Motion: W. Wadsworth moved, and R. White seconded to approve Resolution 2026-06. Carried unanimously.

Adjournment: 9:06 a.m.

Motion: R. White moved, and S. Caccamise seconded to close the meeting. Carried unanimously.

Minutes
AUDIT & FINANCE COMMITTEE MEETING
March 13, 2026 at 8:00 a.m.
Watershed Education Center (Vitale Park)
Lakeville, NY 14480

Members Attending: R. White, B. Ceci, and Steve Beardsley

Others attending: R. Lewis (Principal Accountant), S. Wright (Secretary), J. Molino (Executive Director) via phone, and Thomas Zuber (MMB+CO)

T. Zuber reviewed the 2025 Draft Required Communication Letter and Financial Statements

- Answered all questions from S. Beardsley, B. Ceci, and R. White.

The Committee agreed to present the Required Communication Letter and Financial Statements to the Board for approval at the March 18, 2026 meeting.

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February 2026
Revenue & Expenses (Un-Audited)

REVENUE

2026 Budget Revenue - \$4,874,860

Year to date- Operations	\$468,668
Transfer from Water Capital Reserves-Springwater Meters	<u>\$ 39,938</u>
	\$706,549

Current Period	\$ 26,041
Retail Fees up	\$ 28,964

-Retail Fees represents billing 11/1/25-01/31/26, next billing May 2026 for 2/1/26-4/30/26

EXPENSES

2026 Budget Expenses - \$4,874,912

Year to Date Expenses \$

Current Period \$149,974

Decreases

5050 Health Insurance	\$ 95,447	HSA reductions, employee contributions
6210 Electric	\$ 43,493	Nexam credits behind
6510 Purchased Water	\$ 42,986	No all PY Entries moved to CY
6621 Maint. & Repair	\$ 26,034	

Increases

6125 Project Engineering	\$25,940	Water Loss Pilot Program-Grant Funding 2026/2027
6310 Outside Services	\$45,850	Higher accrual in 2025, Lakeville SCADA Exp. (approved reserve cash)
6620 Building Repair/Supply	\$18,067	Higher accrual in 2025
6640 Customer Install Supplies	\$26,651	Springwater Meters (Meter Replacement) (Money transferred in from Water Capital Reserve)

Date 3/12/2026

Balance Sheet - Grouping Net P

Time 2:54 PM

Balance Sheet - Grouping

Period 02/2026

February 2026

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CURRENT ASSETS

Cash & Cash Equivalents:

01 Checking - Operating	68,737.00
03 Checking - Reserve	1,180,955.11
04 Checking - Debt Reserve	1,271,360.53
Total Cash & Cash Equivalents	2,521,052.64

Accounts Receivable:

03.1210	A/R Retail Fees	786,293.94
03.1211	A/R Town of Springwater Debt	814.16
04.1215	A/R Fees Debt	173,525.24
03.1230	Accrued Billing	0.00
04.1230	Accrued Billing	0.00
03.1235	A/R Relevy	302,757.55
04.1235	A/R Debt Relevy	58,951.11
03.1240	A/R Other Services	62,628.70
01.1290	Other Receivables-jv	8,083.50
03.1290	Other Receivables	145,073.23
	Total Accounts Receivable	1,538,127.43

Capital Contributions Receiv

03.1275	Contributions Receivable	43,747.03
03.1380	Contributuons Receivable-LT	9,410.50
03.1382	Cont. Rec.-LT Dairy Knoll	110,074.32
	Total Capital Contributions Re	163,231.85

Inventory:

01.1300	Inventory	193,558.00
	Total Inventory	193,558.00

Prepaid Expenses:

01.1700	Prepaid Expenses	136,000.42
	Total Prepaid Expenses	136,000.42

Funds Held for Others:

02.1100	Checking - Clearing	5.93
06.1185	Checking - Funds Held for Othe	1,508.27
	Total Funds Held for Others	1,514.20

Total CURRENT ASSETS **2,032,431.90**

NON-CURRENT ASSETS

Restricted Cash:

05.1160	Checking - Restricted	12,772.05
01.1181	SLGS Debt Reserve	113,922.50
01.1182	C8-6449-05-00-Reserve	292,328.60
04.1175	CD - for loan covenant's	88,521.75
07.1183	2024 BAN On Deposit with Trust	128,402.01

Date 3/12/2026

Balance Sheet - Grouping Net P

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Total Restricted Cash		635,946.91
Property & Equipment, Net Dep		
01.1410	Land	150,284.85
01.1420	DP, Electronic, Comm Equip	648,421.54
01.1430	Automotive Equipment	1,194,137.42
01.1440	Bldg Maint, Tools, Machines	3,798,058.95
01.1450	Water Distribution Systems	22,582,796.61
01.1460	Sewer Collection Systems	32,435,747.71
01.1470	Buildings	6,205,399.54
01.1480	Leased Holdings Improvements	871,376.63
01.1490	Right to Use Asset VLivonia	259,308.62
01.1510	Accum Depr: Land	(1,500.00)
01.1520	Accum Depr: Electronic Equip	(551,970.71)
01.1530	Accum Depr: Automotive	(562,070.38)
01.1540	Accum Depr: Tools, Machines	(2,323,525.98)
01.1550	Accum Depr: Water Systems	(6,345,457.63)
01.1560	Accum Depr: Sewer Systems	(13,621,810.09)
01.1570	Accum Depr: Buildings	(3,414,872.65)
01.1580	Accum. Dep-leased Holdings	(134,337.38)
01.1590	Accum Depr Right to Use	(103,077.50)
Total Property & Equipment		41,086,909.55
Work-In-Progress		
01.1600	Work-In-Progress	5,377,038.97
Total Work-In-Progress		5,377,038.97
Deferred Outflow Asset		
01.2200	Deferred Outflow-Pension	453,649.50
01.2210	Deferred Outflow -OPEB	406,628.00
Total Deferred Outflow Asset		860,277.50
Total NON-CURRENT ASSETS		47,960,172.93
TOTAL ASSETS		52,513,657.47
CURRENT LIABILITIES		
Accounts Payable		
01.2050	Accrued Payroll	(5,621.16)
04.2025	Accrued Interest	1,023.03
Total Accounts Payable		(4,598.13)
Current Portion Loans Payabl		
01.2021	Current Portion-Vlivonia lease	37,537.03
03.2015	Loan Payable ST- C8-6449-06-00	3,289,153.62
03.2019	Loan Pay ST-D0-18746	3,689,517.27
04.2019	Loan Pay ST-D0-18746	(67,500.00)
04.2020	Current Debt Payable	171,725.00
04.2022	Cur Port Debt C8-6449-05-00	255,080.00
07.2023	2023 BAN	60,000.00
Total Current Portion Loans Pa		7,435,512.92

Date 3/12/2026

Balance Sheet - Grouping Net P

Time 2:54 PM

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Other Current Liabilities		
01.2090	Other Accounts Payable	0.00
	Total Other Current Liability	0.00
Fund Held for Others		
01.2080	Funds Held for Others	0.02
06.2080	Funds Held for others	305.46
02.2085	Billing Owed to other Entity	9.93
	Total Funds Held for Others	315.41
	Total CURRENT LIABILITIES	7,431,230.20
NON-CURRENT LIABILITIES		
System Revenue Notes Payable		
01.2150	Lease Liability-V Livonia	77,502.42
01.2215	Deferred Inflows	400,632.00
01.2250	Deferred Inflow-Pension	15,162.00
01.2270	Net Pension Liability	608,306.00
01.2280	Total OPEB Liability	942,360.70
01.2290	Compensated Absences	55,691.77
01.2295	Retainage	0.00
04.2100	LT Debt	2,764,150.00
04.2101	LT Debt C8-6449-05-00	6,631,785.38
07.2102	LT Debt 2024 BAN	1,215,682.15
	Total System Revenue Notes Pay	12,711,272.42
	Total NON-CURRENT LIABILITIES	12,711,272.42
RETAIN EARNINGS & NET POSITION		
01.3020	Unrestricted	11,845,088.54
01.3030	Capital Assets, net debt	29,300,214.25
01.3040	Restricted	391,888.25
05.3030	Capital Assets, net debt	(510.00)
07.3030	Capital Assets, net debt	(123,343.00)
	Total Other	41,413,338.04
	Total Funds Equity Balance	(9,042,183.19)
	Net Position	(32,371,154.85)
	TOTAL LIABILITIES	52,513,657.47

Project Code	Project Name	Expenditures Expenses	Capitalized	Budget	Budget		Service Area	Funding	Financing			Date Began	End Date
					Balance				Grant/Contributed	Reserve	Debt		
DEBT & REIMBURSABLE PROJECTS													
31131	County Wide WaterSystem Improvements (EFC WIIA)	67,834.04	5,225,644.15	9,750,000	4,456,521.81		WR	DO 18746	\$ 3,000,000	\$ -	\$ 6,750,000	7/12/2019	
31450	Leicester/York Regional Water Project	331,735.23		35,800,000.00			WR	Project 19225					
31455	Conesus Lake PS Improvements (EFC WIIA)	4,712,006.90		8,750,000	4,037,993.10		SL	C8-6449-06-00	\$ 3,750,000	\$ -	\$ 5,000,000	2023	
		5,111,576.17			8,494,514.91								
GENERAL RESERVE PROJECTS													
Reserve Cash for Debt & Reimbursable Projects					\$ -								
31148	SCADA Design (Phase 1)	\$ 265,462.80		\$ 370,000	\$ 104,537.20							1/1/2022	
	Total General Reserve Projects	265,462.80			104,537.20								
	Total WIP Expense (GL 1600)	5,377,038.97											
Studies/ Other Exp		Expenses		Budget									
	Succession (1.5FTE w/WW Maint)			150,000.00	150,000.00								
	SCADA Expansion Lakeville	59,605.42		77,000.00	17,394.58								
	SCADA Expansion Springwater	43,781.75		49,000.00	5,218.25								
	Total Studies/Non Capital Projects				172,612.83								
	Less Grants				-								
	Total General Reserves Projects +												
	Total Studies/Non Capital				277,150.03								

	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26
	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Est	Est
Cash on hand 1st of each month	\$ 462	\$ 1,115	\$ 1,054	\$ 1,167	\$ 1,330	\$ 998	\$ 972	\$ 1,108	\$ 959	\$ 832	\$ 974	\$ 797	\$ 1,251	\$ 1,469
Cash Received														
Customer Billing	514.6	36.5	466.6	551.7	50.5	480.9	718.5	74.4	317.8	758.6	48.7	405.2	675	45
Miscellaneous	24.4	3.5	63.4	4.1	3.7	18.9	3.1	32.6	33.3	4.1	9.7	3.6	3	3
Debt/Project Related														
Transferred from other funds											39.9			
Billing Services/O & M Services	4.4			16.4		16.4			16.4			38.9		
Relevy		320.6												303
adj. pre. Month														
BAN/Debt/Grant/Contrib Receipts	494.7		25					25				50		
EFC			70.7		136.7	22.5	80.9	1146.5	702	658.7	952	885.8		
Cash Balance before expenditures	\$ 1,500	\$ 1,476	\$ 1,679	\$ 1,739	\$ 1,521	\$ 1,537	\$ 1,774	\$ 2,387	\$ 2,029	\$ 2,254	\$ 2,025	\$ 2,180	\$ 1,929	\$ 1,820
Operating Vouchers	304	415.5	444.9	373.8	377.9	540.8	584	437.4	606.1	391.2	370	431.4	450	450
Transfer to Debt/Relevy			53.5											
Project Vouchers	80.7	6.8	13.8	35.2	145.3	24.3	82.1	989.8	590.4	776.4	857.9	497.7	10	10
Cash for Payroll										112				
Estimated Expenditures														
Utilities														
Operating														
Projects														
Cash Balance after expenditures	\$ 1,115	\$ 1,054	\$ 1,167	\$ 1,330	\$ 998	\$ 972	\$ 1,108	\$ 959	\$ 832	\$ 974	\$ 797	\$ 1,251	\$ 1,469	\$ 1,360
Reserve Projects in Progress Budget Bal + Equipment to Purchase	177	177	177	110	104	104	104	104	104	104	277	277	277	277
Unallocated Cash Balance	\$ 938	\$ 877	\$ 990	\$ 1,220	\$ 894	\$ 868	\$ 1,004	\$ 855	\$ 728	\$ 870	\$ 520	\$ 974	\$ 1,192	\$ 1,083

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Profit Loss Report - Grouping Report
 March 2026

Account Description	MTD CY	YTD LY	YTD CY	Over/Under Prev. year	Budget	Uncollected/ Uncommitted
OPERATING REVENUE:						
Fees:						
4110 Retail Fees	(687.87)	323,092.84	352,056.59	28,963.75	4,434,688.00	4,082,631.41
4120 Wholesale Fees	0.00	0.00	380.25	380.25	0.00	(380.25)
4125 Wholesale Fees V Caledoni	18,840.18	44,015.77	55,520.52	11,504.75	180,000.00	124,479.48
Total Fees...	18,152.31	367,108.61	407,957.36	40,848.75	4,614,688.00	4,206,730.64
Permit Fees:						
4200 Permits	6,065.00	35,249.22	18,875.00	(16,374.22)	55,000.00	36,125.00
Total Permit Fees...	6,065.00	35,249.22	18,875.00	(16,374.22)	55,000.00	36,125.00
O&M Services:						
4130 O&M Services	0.00	23,460.00	21,341.88	(2,118.12)	26,350.00	5,008.12
Total O&M Services...	0.00	23,460.00	21,341.88	(2,118.12)	26,350.00	5,008.12
Other Income:						
4140 Late Fees	0.00	26,298.21	(118.84)	(26,417.05)	62,287.00	62,405.84
4145 Fire Service	0.00	0.00	3,400.00	3,400.00	13,000.00	9,600.00
4150 Surcharges	0.00	0.00	800.00	800.00	0.00	(800.00)
4155 Customer Fines	0.00	0.00	2,510.76	2,510.76	0.00	(2,510.76)
4160 Billing Services	0.00	3,375.00	4,400.00	1,025.00	16,600.00	12,200.00
4410 Miscellaneous Income	1,824.08	21,488.33	9,501.78	(11,986.55)	4,045.00	(5,456.78)
Total Other Income...	1,824.08	51,161.54	20,493.70	(30,667.84)	95,932.00	75,438.30
Total OPERATING REVENUE...	(26,041.39)	(476,979.37)	(468,667.94)	8,311.43	(4,791,970.00)	(4,323,302.06)
OPERATING EXPENSE:						
Wages & Fringes:						
5010 Wages & Salaries	58,851.23	299,826.52	277,470.08	(22,356.44)	1,515,677.02	1,238,206.94
5020 Overtime	1,726.97	13,380.15	15,065.59	1,685.44	50,215.01	35,149.42
5030 FICA	4,426.15	23,995.23	18,431.84	(5,563.39)	119,790.73	101,358.89
5040 Retirement	0.00	43,252.68	33,761.52	(9,491.16)	245,046.66	211,285.14
5048 Retiree Health Insurance	1,401.93	15,885.70	15,043.25	(842.45)	64,500.00	49,456.75



Profit Loss Report - Grouping Report
 March 2026

Account Description	MTD CY	YTD LY	YTD CY	Over/Under Prev.	Budget	Uncollected/ Uncommitted
				year		
5050 Health Insurance	375.00	254,625.28	159,178.11	(95,447.17)	440,076.80	280,898.69
5060 Workman's Comp/Disability	0.00	22,321.00	21,324.00	(997.00)	25,000.00	3,676.00
5070 Unemployment	892.15	7,596.53	6,538.13	(1,058.40)	16,000.00	9,461.87
Total Wages & Fringes...	67,673.43	680,883.09	546,812.52	(134,070.57)	2,476,306.22	1,929,493.70
Professional Services:						
6110 Legal Services	0.00	667.00	1,586.01	919.01	27,500.00	25,913.99
6120 Engineering Services	3,510.00	1,340.00	4,870.21	3,530.21	25,000.00	20,129.79
6125 Project Engineering NC	31,575.00	5,635.00	31,575.00	25,940.00	0.00	(31,575.00)
6130 Financial Services	239.09	1,473.97	7,340.60	5,866.63	33,390.00	26,049.40
6140 Computer Services	946.28	37,272.37	39,063.09	1,790.72	52,145.00	13,081.91
6150 Insurance	0.00	36,686.44	27,014.00	(9,672.44)	160,110.00	133,096.00
6190 Other Professional Servic	0.00	400.00	475.00	75.00	15,000.00	14,525.00
Total Professional Ser...	36,270.37	83,474.78	111,923.91	28,449.13	313,145.00	201,221.09
Utilities:						
6210 Electricity	12,543.09	50,514.10	7,020.94	(43,493.16)	370,223.00	363,202.06
6220 Gas/Heating	0.00	3,922.62	5,773.95	1,851.33	32,478.00	26,704.05
6230 Telephone	100.00	6,405.91	5,421.83	(984.08)	19,500.00	14,078.17
Total Utilities...	12,643.09	60,842.63	18,216.72	(42,625.91)	422,201.00	403,984.28
Vehicle Expense:						
6420 Vehicle Maintenance	1,697.49	2,399.99	1,772.76	(627.23)	25,000.00	23,227.24
6430 Gasoline	0.00	0.00	0.00	0.00	44,500.00	44,500.00
Total Vehicle Expense...	1,697.49	2,399.99	1,772.76	(627.23)	69,500.00	67,727.24
Purchased Water/Sewer:						
6510 Purchased Water	2,783.30	81,929.70	38,943.58	(42,986.12)	559,400.00	520,456.42
6515 Purchased Water MCWA	0.00	29,300.23	18,929.55	(10,370.68)	180,000.00	161,070.45
6520 Purchased Sewer Treatment	0.00	7,534.71	10,585.20	3,050.49	82,000.00	71,414.80
Total Purchased WA/SW...	2,783.30	118,764.64	68,458.33	(50,306.31)	821,400.00	752,941.67
Equipment Maintenance:						
6610 Equipment Repair/Supply	608.31	1,280.32	3,891.43	2,611.11	19,200.00	15,308.57
6625 Equipment	0.00	21,888.03	18,331.82	(3,556.21)	107,025.00	88,693.18
6635 Equip Lease/Rental Contra	346.01	3,407.74	887.99	(2,519.75)	4,200.00	3,312.01

Profit Loss Report - Grouping Report
 March 2026

Account Description	MTD CY	YTD LY	YTD CY	Over/Under Prev. year	Budget	Uncollected/ Uncommitted
Total Equipment Maintenance...	954.32	26,576.09	23,111.24	(3,464.85)	130,425.00	107,313.76
Building Maintenance:						
6310 Outside O&M Services	7,766.48	(23,327.44)	22,522.99	45,850.43	106,795.00	84,272.01
6315 Water/Sewer Repair	0.00	7,700.00	0.00	(7,700.00)	30,000.00	30,000.00
6320 Laboratory Services	2,376.00	7,037.00	4,701.00	(2,336.00)	50,700.00	45,999.00
6325 Sludge Hauling	0.00	0.00	0.00	0.00	44,000.00	44,000.00
6350 Refuse Collection	0.00	681.05	0.00	(681.05)	0.00	0.00
6360 Cleaning Service	0.00	775.00	0.00	(775.00)	0.00	0.00
6370 Building Rent	0.00	900.00	3,000.00	2,100.00	12,000.00	9,000.00
6620 Building Repair/Supply	8,573.13	8,296.29	26,363.46	18,067.17	175,070.00	148,706.54
6621 Maintenance & Repair	0.00	27,377.09	1,343.49	(26,033.60)	3,500.00	2,156.51
6640 Customer Installation Sup	0.00	13,431.69	40,083.00	26,651.31	37,500.00	(2,583.00)
6650 Chemicals	3,123.63	1,855.80	4,215.13	2,359.33	76,100.00	71,884.87
Total Building Maintenance...	21,839.24	44,726.48	102,229.07	57,502.59	535,665.00	433,435.93
Other Expenses:						
6340 Uniforms/Clothing	112.79	4,497.32	5,587.40	1,090.08	13,400.00	7,812.60
6700 Permits, Fees, & Inspecti	0.00	179.00	0.00	(179.00)	4,850.00	4,850.00
6810 Postage & Freight	0.00	366.52	1,199.56	833.04	3,400.00	2,200.44
6820 Office Supplies	0.00	1,280.60	590.18	(690.42)	4,025.00	3,434.82
6830 Advertising	0.00	1,563.56	0.00	(1,563.56)	3,750.00	3,750.00
6840 Travel & Training	0.00	6,192.49	6,006.55	(185.94)	21,845.00	15,838.45
6885 Fines Errors & Losses	0.00	148.93	0.00	(148.93)	0.00	0.00
6891 Contingency	0.00	0.00	0.00	0.00	15,000.00	15,000.00
Total Other Expenses...	112.79	14,228.42	13,383.69	(844.73)	66,270.00	52,886.31
Easements & Judgements:						
6870 Easements & Landtaking	0.00	0.00	0.00	0.00	40,000.00	40,000.00
Total Easements & Judg...	0.00	0.00	0.00	0.00	40,000.00	40,000.00
Total OPERATING EXPENSE	143,974.03	1,031,896.12	885,908.24	(145,987.88)	4,874,912.22	3,989,003.98
GAIN/LOSS BEFORE DEPRECIATION	(117,932.64)	(554,916.75)	(417,240.30)	137,676.45	(82,942.22)	334,298.08

Depreciation Expense:

9

Profit Loss Report - Grouping Report
 March 2026

Account Description	MTD CY	YTD LY	YTD CY	Over/Under Prev. year	Budget	Uncollected/ Uncommitted
6910 Deprec Expense-Water	0.00	288,779.39	102,657.68	(186,121.71)	0.00	(102,657.68)
6920 Deprec Expense-Sewer	0.00	166,594.98	158,024.69	(8,570.29)	0.00	(158,024.69)
Total Depreciation Exp...	0.00	455,374.37	260,682.37	(194,692.00)	0.00	(260,682.37)
OPERATING GAIN/LOSS	(117,932.64)	(1,010,291.12)	(677,922.67)	332,368.45	(82,942.22)	594,980.45
NON-OPERATING REVENUE/EXPENSE						
Non-Operating Income:						
4115 Retail Fees-Debt Related	(54.20)	78,615.74	84,600.43	5,984.69	1,018,766.00	934,165.57
4300 Restricted Revenue	0.00	125.45	73.17	(52.28)	0.00	(73.17)
7110 Interest Income	0.00	19,925.42	13,933.76	(5,991.66)	28,890.00	14,956.24
Total Non-Oper Income...	(54.20)	98,666.61	98,607.36	(59.25)	1,047,656.00	949,048.64
Non-Operating Expense:						
8110 Interest Expense	0.00	30,628.11	5,429.06	(25,199.05)	0.00	(5,429.06)
8140 Debt Fees	0.00	2,999.00	3,411.00	412.00	9,648.00	6,237.00
Total Non-Operat Expen...	0.00	(33,627.11)	(8,840.06)	24,787.05	(9,648.00)	(807.94)
Total NON-OPERATING	(54.20)	65,039.50	89,767.30	24,727.80	1,038,008.00	948,240.70
NET GAIN/LOSS BEFORE CONTRIB	(54.20)	65,039.50	89,767.30	24,727.80	1,038,008.00	948,240.70
CAPITAL CONTRIBUTIONS						
Grant Revenue:						
9110 Grant & Donation Revenue	0.00	723,309.34	50,000.00	(673,309.34)	0.00	(50,000.00)
Total Grant Revenue...	0.00	723,309.34	50,000.00	(673,309.34)	0.00	(50,000.00)
Contributed Capital:						
Total CAPITAL CONTRIBUTIONS	0.00	723,309.34	50,000.00	(673,309.34)	0.00	(50,000.00)
CHANGE IN NET ASSETS.....	(117,986.84)	(221,942.28)	(538,155.37)	(316,213.09)	955,065.78	1,493,221.15

Retail Sales Comparison

Feb-25	Feb-26	% (+/-)	
\$ 28,563.31	\$ 31,771.48	11.23	2 new customers as well as decreased allowance had more customers over threshold
\$ 11,444.93	\$ 12,097.36	5.70	
\$ 9,352.11	\$ 11,088.26	18.56	Rate increase adds \$500 in base charges as well as 6 additional units increases \$660.
\$ 7,166.75	\$ 6,628.74	(7.51)	
\$ 294,558.94	\$ 308,289.99	4.66	Sweeteners no longer has deduct sewer based on flow calculations
\$ 14,605.69	\$ 15,505.33	6.16	
\$ 17,819.61	\$ 17,988.89	0.95	
\$ 79,318.41	\$ 76,799.17	(3.18)	
\$ 13,936.04	\$ 16,064.91	15.28	Kidstart had bad leak of 578,863 gallons or reduced charge after adj of \$2,729.19
\$ 10,148.50	\$ 9,757.92	(3.85)	
	\$ 30,678.63	100.00	
\$ 7,265.18	\$ 6,989.65	(3.79)	
\$ 3,304.31	\$ 3,080.19	(6.78)	
\$ 3,146.13	\$ 3,190.24	1.40	
\$ 13,587.33	\$ -	(100.00)	moved to WR12
\$ 3,052.02	\$ -	(100.00)	moved to WR12
\$ 13,190.94	\$ 13,144.16	(0.35)	
\$ 32,180.77	\$ 32,401.55	0.69	
\$ 11,002.97	\$ 11,159.46	1.42	
\$ 1,491.81	\$ 1,503.27	0.77	
\$ 16,639.35	\$ 17,387.31	4.50	
\$ 884.61	\$ 883.52	(0.12)	
\$ 88,039.03	\$ 97,384.86	10.62	
\$ 6,279.13	\$ 6,954.33	10.75	
\$ 317.74	\$ 305.51	(3.85)	
\$ 31,846.96	\$ 32,658.47	2.55	
\$ 38,544.15	\$ 36,598.63	(5.05)	
\$ 3,898.88	\$ 4,029.07	3.34	
\$ 94,736.25	\$ 106,035.75	11.93	
\$ 27,258.63	\$ 27,815.70	2.04	
\$ -	\$ 166.50	100.00	
\$ 61,004.56	\$ 62,010.65	1.65	
\$ 3,417.70	\$ 3,507.96	2.64	
\$ 10,865.60	\$ 11,908.64	9.60	
\$ 2,897.43	\$ 3,070.27	5.97	
\$ 684.21	\$ 631.81	(7.66)	
\$ 22,075.70	\$ 22,289.98	0.97	
\$ 4,139.71	\$ 4,761.22	15.01	
\$ -	\$ 13,216.79	100.00	
\$ 988,665.39	\$ 1,059,756.17	\$71,090.78	

(11)

Vendor Activity - Cash Disbursements - Board Meeting - Capital Expense Overview
From 2/1/2026 through 2/28/2026

②

<u>Vendor Name</u>	<u>Date Paid</u>	<u>Transaction Description</u>	<u>GL Code</u>	<u>Account Description</u>	<u>Expenses</u>	<u>Check #</u>
Crane Hogan Structural Systems, Inc						
	2/4/2026	P31455 - Pay App 5	1600	Work-In-Progress	452,113.94	6026
				Transaction Total	452,113.94	
GHD Consulting Services Inc*						
	2/4/2026	P31455 -SCADA Improvements II 12/1.	1600	Work-In-Progress	32,716.43	6029
				Transaction Total	32,716.43	
Moody's Investors Service, Inc.*						
	2/4/2026	P31131 Drinking Water Facility Note 2C	1600	Work-In-Progress	6,000.00	6040
				Transaction Total	6,000.00	
Rochester Gas & Electric*						
	2/4/2026	P31455 - 5641 Pebble Beach Gas Svs	1600	Work-In-Progress	7,937.85	6044
				Transaction Total	7,937.85	
				Grand Totals...	498,768.22	

Vendor Activity - Cash Disbursements - Board Meeting - Operating Expense Overview
From 2/1/2026 through 2/28/2026

(13)

<u>Vendor Name</u>	<u>Date Paid</u>	<u>Transaction Description</u>	<u>GL Code</u>	<u>Account Description</u>	<u>Expenses</u>	<u>Check #</u>
ALS Group USA*						
	2/4/2026	Springwater Samples 01/29/26	6320	Laboratory Services	75.00	6019
	2/4/2026	Water Samples 01/20/26	6320	Laboratory Services	270.00	6019
	2/4/2026	Water Samples Leicester 01/24/26	6320	Laboratory Services	60.00	6019
	2/4/2026	Lakeville Samples 01/22/26	6320	Laboratory Services	189.00	6019
	2/4/2026	Springwater Samples 01/15/26	6320	Laboratory Services	193.00	6019
	2/4/2026	Groveland Samples 01/15/26	6320	Laboratory Services	202.00	6019
	2/4/2026	Lakeville Samples 01/22/26	6320	Laboratory Services	189.00	6019
	2/4/2026	Springwater Samples 01/22/26	6320	Laboratory Services	268.00	6019
	2/4/2026	Groveland Samples 01/22/26	6320	Laboratory Services	202.00	6019
	2/4/2026	Lakeville Samples 01/15/26	6320	Laboratory Services	189.00	6019
Transaction Total					1,837.00	
Alliance Door & Hardware, Inc*						
	2/18/2026	Garage Door in Shop	6310	Outside O & M Services	62.57	6052
	2/18/2026	Garage Door in Shop	6310	Outside O & M Services	86.91	6052
	2/18/2026	Garage Door in Shop	6310	Outside O & M Services	100.80	6052
	2/4/2026	Garage Door in Shop	6620	Building Supply	565.19	6020
	2/4/2026	Garage Door in Shop	6620	Building Supply	487.31	6020
	2/4/2026	Garage Door in Shop	6620	Building Supply	185.74	6020
Transaction Total					1,488.52	
Automatech*						
	2/4/2026	iFIX Support - 01/07/26-01/27/26	6140	Computer Services	819.46	6021
	2/4/2026	iFIX Support - 01/07/26-01/27/26	6140	Computer Services	706.54	6021
Transaction Total					1,526.00	
CSEA Employee Benefit Fund Dental						
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	5050	Health Insurance	306.36	6053
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	5050	Health Insurance	45.00	6053
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	5050	Health Insurance	228.46	6053
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	5050	Health Insurance	9.17	6053
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	5050	Health Insurance	9.17	6053
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	5050	Health Insurance	343.58	6053
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	5050	Health Insurance	5.24	6053
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	5050	Health Insurance	28.82	6053
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	2050	Accrued Payroll	739.89	6053
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	5050	Health Insurance	190.31	6053
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	5050	Health Insurance	164.11	6053
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	5050	Health Insurance	3.28	6053
	2/18/2026	Dental and Vision 03/01/26 - 03/31/26	5050	Health Insurance	3.28	6053
Transaction Total					2,076.67	
CSEA, Inc*						
	2/4/2026	Union Dues 01/02, 01/16, 01/30/26	2050	Accrued Payroll	753.45	6022
Transaction Total					753.45	
Casella Waste Services*						
	2/18/2026	Trash Removal 02/01/26 - 02/28/26	6310	Outside O & M Services	140.88	6054
	2/18/2026	Trash Removal 02/01/26 - 02/28/26	6310	Outside O & M Services	163.41	6054
Transaction Total					304.29	
Charter Communications*						
	2/18/2026	02/01/26-02/28/26 Internet Svs 1997 D	6140	Computer Services	96.66	6055
	2/18/2026	02/01/26-02/28/26 Internet Svs 1997 D	6140	Computer Services	83.34	6055
	2/4/2026	Internet 01/20/26-02/19/26 Airport Tank	6140	Computer Services	85.19	6023

Vendor Name	Date Paid	Transaction Description	GL Code	Account Description	Expenses	Check #
	2/4/2026	Internet 01/20/26-02/19/26 Airport Tank	6140	Computer Services	98.81	6023

Transaction Total 364.00

City Treasurer, Rochester, NY*

2/18/2026	01/01/26 - 01/29/26	6510	Purchased Water - CoRoche	34,565.09	6056
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Transaction Total 34,565.09

Colacino Industries Inc*

2/18/2026	Adams Rd Generator	6310	Outside O & M Services	450.00	6057
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Transaction Total 450.00

Commercial Automotive*

2/18/2026	2002 Ford F150 Luke #107 Oil Change	6420	Vehicle Maint/Repair	24.16	6058
2/18/2026	2002 Ford F150 Luke #107 Oil Change	6420	Vehicle Maint/Repair	20.83	6058

Transaction Total 44.99

Complete Payroll*

2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5030	FICA	831.99	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5030	FICA	964.97	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5030	FICA	1,099.70	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5050	Health Insurance	201.38	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5050	Health Insurance	173.63	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5070	Unemployment	694.38	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5070	Unemployment	598.70	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	6130	Financial Services	128.40	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5030	FICA	133.15	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5030	FICA	642.82	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5030	FICA	745.61	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5010	Wages & Salaries	9,569.25	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5010	Wages & Salaries	8,250.58	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5010	Wages & Salaries	1,708.94	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5010	Wages & Salaries	13,144.21	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5010	Wages & Salaries	11,197.80	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5010	Wages & Salaries	9,654.72	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5020	Overtime	970.34	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5020	Overtime	1,187.42	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	5020	Overtime	1,023.79	353
2/13/2026	PR4 (01.25.26-02.07.26) PD 02.13.26	6130	Financial Services	110.70	353
2/27/2026	PR 5 (2/8/26-2/21/26)	6130	Financial Services	63.85	355
2/27/2026	PR 5 (2/8/26-2/21/26)	6130	Financial Services	74.08	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5030	FICA	749.39	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5030	FICA	646.09	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5030	FICA	133.66	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5030	FICA	1,087.63	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5030	FICA	1,084.54	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5030	FICA	935.09	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5050	Health Insurance	201.38	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5050	Health Insurance	173.63	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5070	Unemployment	589.06	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5020	Overtime	1,772.16	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5050	Health Insurance	2,055.40	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5070	Unemployment	683.20	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5010	Wages & Salaries	8,250.30	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5010	Wages & Salaries	1,708.94	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5010	Wages & Salaries	13,123.70	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5010	Wages & Salaries	11,811.13	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5010	Wages & Salaries	10,183.53	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5020	Overtime	12.00	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5020	Overtime	10.30	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5020	Overtime	782.39	355
2/27/2026	PR 5 (2/8/26-2/21/26)	5010	Wages & Salaries	9,568.92	355

<u>Vendor Name</u>	<u>Date Paid</u>	<u>Transaction Description</u>	<u>GL Code</u>	<u>Account Description</u>	<u>Expenses</u>	<u>Check #</u>
Transaction Total					128,732.85	
Constellation NewEnergy, Inc*						
	2/4/2026	electric 12/30/25 - 01/28/26	6210	Electricity	492.05	6024
	2/4/2026	electric 12/30/25 - 01/28/26	6210	Electricity	97.72	6024
Transaction Total					589.77	
Core and Main LP*						
	2/18/2026	Stock	6620	Building Supply	2,547.74	6059
	2/4/2026	Saddles Stock Purchase	6620	Building Supply	1,731.89	6025
Transaction Total					4,279.63	
Elan Financial Services*						
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	48.00	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	974.40	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	164.24	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	164.24	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	40.28	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	34.72	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	577.52	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6621	Maint & Repair (Bldg & Prop)	18.95	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	6.77	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	223.40	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6810	Postage	541.71	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6820	Office Supplies	146.74	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6820	Office Supplies	126.51	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6810	Postage	5.31	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6810	Postage	4.57	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6810	Postage	5.63	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6810	Postage	4.85	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	91.96	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6625	Purchased Equipment	182.96	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	60.37	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	59.29	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	51.12	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	5.37	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	4.62	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	135.31	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	116.66	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	38.10	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6625	Purchased Equipment	137.47	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6820	Office Supplies	6.24	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6820	Office Supplies	7.25	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6310	Outside O & M Services	10.00	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6610	Equipment Repair/Supply	34.69	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	974.40	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	23.96	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	73.68	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	63.52	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	7.01	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	6.03	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6810	Postage	628.29	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6840	Travel & Training	195.00	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	145.00	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	35.78	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	88.77	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	102.96	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6625	Purchased Equipment	53.95	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	184.99	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6625	Purchased Equipment	81.01	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6625	Purchased Equipment	93.98	358

<u>Vendor Name</u>	<u>Date Paid</u>	<u>Transaction Description</u>	<u>GL Code</u>	<u>Account Description</u>	<u>Expenses</u>	<u>Check #</u>
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6625	Purchased Equipment	175.00	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	40.76	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	30.85	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	118.12	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6610	Equipment Repair/Supply	29.90	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	118.12	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	69.99	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	75.99	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	65.28	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	75.72	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	126.00	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	117.86	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	101.83	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	35.23	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6625	Purchased Equipment	121.32	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6420	Vehicle Maint/Repair	16.26	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6420	Vehicle Maint/Repair	14.02	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	27.38	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	23.60	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	11.81	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	10.17	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	14.47	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	12.47	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	61.95	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6810	Postage	9.20	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	138.96	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6625	Purchased Equipment	104.59	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6625	Purchased Equipment	32.21	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6625	Purchased Equipment	27.76	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	91.27	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6620	Building Supply	78.69	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	192.89	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	166.30	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6310	Outside O & M Services	16.95	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6310	Outside O & M Services	14.61	359
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6340	Uniforms & Clothing	101.83	358
	2/27/2026	01/15/26 - 02/12/26 Five Star Bank CC	6625	Purchased Equipment	118.51	359

Transaction Total 9,375.45

Excellus Health Plan-Group*

	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5050	Health Insurance	136.31	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5050	Health Insurance	631.33	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5050	Health Insurance	114.79	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5050	Health Insurance	606.94	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5050	Health Insurance	136.31	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5050	Health Insurance	4,352.88	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5048	Retiree Health Insurance	1,027.35	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5048	Retiree Health Insurance	885.78	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5050	Health Insurance	4,914.36	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5050	Health Insurance	4,483.90	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5050	Health Insurance	316.38	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5050	Health Insurance	316.38	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	2050	Accrued Payroll	2,544.47	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5050	Health Insurance	9,239.63	6060
	2/18/2026	Health Coverage 03/01/26 - 03/31/26	5050	Health Insurance	9,560.24	6060

Transaction Total 39,267.05

FW Webb*

	2/4/2026	Groveland Check Valves, PRVs	6845	Other Governments	8,083.50	6027
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Transaction Total 8,083.50

Vendor Name	Date Paid	Transaction Description	GL Code	Account Description	Expenses	Check #
Filter Source*	2/18/2026	Filters for Springwater	6620	Building Supply	3,561.28	6061
Transaction Total					3,561.28	
GHD Consulting Services Inc*	2/4/2026	SCADA Expansion 12/14/25 - 01/31/26	6120	Engineering Services	1,006.36	6028
	2/18/2026	SCADA 2025 On-Call Svs 12/01/25 - 0	6120	Engineering Services	190.02	6062
	2/18/2026	SCADA 2025 On-Call Svs 12/01/25 - 0	6120	Engineering Services	163.83	6062
Transaction Total					1,360.21	
Genesee Lumber Inc*	2/18/2026	Stock - bolts and screws	6620	Building Supply	25.12	6063
	2/4/2026	stock electrical supplies	6620	Building Supply	3.88	6031
	2/18/2026	Tape measures for Shop	6625	Purchased Equipment	30.08	6063
	2/18/2026	Stock - bolts and screws	6620	Building Supply	21.65	6063
	2/4/2026	stock electrical supplies	6620	Building Supply	4.50	6031
	2/4/2026	Shop Supplies	6620	Building Supply	19.34	6031
	2/4/2026	Hemlock Tank	6620	Building Supply	6.59	6030
	2/4/2026	Hemlock Tank	6620	Building Supply	15.48	6030
	2/4/2026	Shop Supplies	6620	Building Supply	13.51	6030
	2/4/2026	Shop Supplies	6620	Building Supply	11.65	6030
	2/4/2026	Tractor Receptacle plug in Water Buildi	6620	Building Supply	43.50	6030
	2/4/2026	Tractor Receptacle plug in Water Buildi	6620	Building Supply	50.46	6030
	2/4/2026	Shop supply	6620	Building Supply	8.59	6030
	2/4/2026	Shop supply	6620	Building Supply	7.40	6030
	2/4/2026	Truck supply - pail	6620	Building Supply	4.62	6030
	2/4/2026	Truck supply - pail	6620	Building Supply	3.97	6030
	2/4/2026	Truck supplies	6620	Building Supply	33.29	6030
	2/4/2026	Truck supplies	6620	Building Supply	28.69	6030
	2/4/2026	Digester Building Water upgrades	6620	Building Supply	52.95	6030
	2/4/2026	Digester Building Water and Gasline up	6620	Building Supply	50.24	6030
	2/4/2026	Hemlock Water Tank	6620	Building Supply	24.99	6031
	2/4/2026	Shop Supplies	6620	Building Supply	22.43	6031
	2/4/2026	Digester Building Water upgrades	6620	Building Supply	20.57	6030
	2/4/2026	Digester Building Water upgrades	6620	Building Supply	22.32	6030
	2/4/2026	Uniform Allowance - Luke P	6340	Uniforms & Clothing	38.11	6030
	2/4/2026	Uniform Allowance - Luke P	6340	Uniforms & Clothing	32.86	6030
	2/4/2026	WWTP Pump Repair	6610	Equipment Repair/Supply	26.36	6030
	2/4/2026	Digester Building Water upgrades	6620	Building Supply	31.96	6030
	2/18/2026	Tape measures for Shop	6625	Purchased Equipment	34.90	6063
	2/18/2026	Staple Gun - Todd Truck	6625	Purchased Equipment	16.96	6063
	2/18/2026	Staple Gun - Todd Truck	6625	Purchased Equipment	14.62	6063
	2/18/2026	Livonia Comm Park - Insulation for wat	6620	Building Supply	29.89	6063
	2/18/2026	Propane cylinder for Todd Truck	6625	Purchased Equipment	11.56	6063
	2/18/2026	Propane cylinder for Todd Truck	6625	Purchased Equipment	13.42	6063
Transaction Total					776.46	
Grainger*	2/4/2026	Supplies Shop and Scottsburg PRV	6620	Building Supply	345.71	6032
	2/4/2026	Supplies Shop and Scottsburg PRV	6620	Building Supply	123.62	6032
	2/4/2026	WWTP Digester Building	6620	Building Supply	19.89	6032
	2/4/2026	snow shovels	6620	Building Supply	45.16	6032
	2/4/2026	snow shovels	6620	Building Supply	52.37	6032
	2/18/2026	Air Vent for the Gas Room	6621	Maint & Repair (Bldg & Prop)	39.54	6064
	2/18/2026	Brass Key Blanks	6620	Building Supply	5.69	6064
Transaction Total					631.98	
Hach Company*	2/4/2026	Springwater Lab Supplies	6610	Equipment Repair/Supply	638.33	6033
	2/4/2026	Springwater Lab Supplies	6610	Equipment Repair/Supply	692.56	6033

<u>Vendor Name</u>	<u>Date Paid</u>	<u>Transaction Description</u>	<u>GL Code</u>	<u>Account Description</u>	<u>Expenses</u>	<u>Check #</u>
Heidelberg Materials Northeast LLC*					Transaction Total	1,330.89
	2/18/2026	Crusher Run	6620	Building Supply	125.74	6065
	2/18/2026	Crusher Run	6620	Building Supply	108.42	6065
					Transaction Total	234.16
Integrated Corporate Health, LLC*						
	2/18/2026	Health Screening / Coaching 01/31/26	5050	Health Insurance	222.85	6066
	2/18/2026	Health Screening / Coaching 01/31/26	5050	Health Insurance	192.15	6066
					Transaction Total	415.00
Invoice Cloud*						
	2/5/2026	Bill Portal Feed 1.1.26-1.30.26	6310	Outside O & M Services	85.54	351
	2/5/2026	Bill Portal Feed 1.1.26-1.30.26	6310	Outside O & M Services	73.76	351
					Transaction Total	159.30
Jackson Welding & Gas Products*						
	2/4/2026	Shop Supplies	6620	Building Supply	35.97	6034
	2/4/2026	Shop Supplies	6620	Building Supply	41.71	6034
	2/4/2026	Cylinder Rental 02/01/26 - 02/28/26	6620	Building Supply	20.11	6034
	2/4/2026	Cylinder Rental 02/01/26 - 02/28/26	6620	Building Supply	23.32	6034
					Transaction Total	121.11
Law Office of Susan M. McClaren, PL						
	2/18/2026	Legal Services 01/05/26 - 01/29/26	6110	Legal Services	734.32	6067
	2/18/2026	Legal Services 01/05/26 - 01/29/26	6110	Legal Services	851.68	6067
					Transaction Total	1,586.00
Layer 3 Technologies*						
	2/4/2026	10/14/25 - 05/14/26 Joe H, Sean L	6140	Computer Services	105.33	6035
	2/4/2026	10/14/25 - 05/14/26 Joe H, Sean L	6140	Computer Services	122.17	6035
	2/18/2026	Computer Services and time block	6140	Computer Services	1,146.00	6068
	2/4/2026	Communications SCADA Data Verizon	6140	Computer Services	115.75	6035
	2/18/2026	Computer Services and time block	6140	Computer Services	988.07	6068
	2/18/2026	SCADA - Time Block	1700	Prepaid Expenses	11,500.00	6068
	2/4/2026	Communications SCADA Data Verizon	6140	Computer Services	134.25	6035
					Transaction Total	14,111.57
Livingston Co Treasurer*						
	2/4/2026	Workers Comp Insurance 01/01/26 - 1:	5060	Workers Comp	3,774.35	6036
	2/4/2026	Workers Comp Insurance 01/01/26 - 1:	5060	Workers Comp	213.24	6036
	2/4/2026	Workers Comp Insurance 01/01/26 - 1:	5060	Workers Comp	213.24	6036
	2/4/2026	Workers Comp Insurance 01/01/26 - 1:	5060	Workers Comp	5,586.89	6036
	2/4/2026	Workers Comp Insurance 01/01/26 - 1:	5060	Workers Comp	4,584.66	6036
	2/4/2026	Workers Comp Insurance 01/01/26 - 1:	5060	Workers Comp	213.24	6036
	2/4/2026	Workers Comp Insurance 01/01/26 - 1:	5060	Workers Comp	213.24	6036
	2/4/2026	Workers Comp Insurance 01/01/26 - 1:	5060	Workers Comp	213.24	6036
	2/4/2026	Workers Comp Insurance 01/01/26 - 1:	5060	Workers Comp	3,113.30	6036
	2/4/2026	Retiree Health Insurance 01/01/26 - 01	5048	Retiree Health Insurance	649.09	6037
	2/4/2026	Retiree Health Insurance 01/01/26 - 01	5048	Retiree Health Insurance	752.84	6037
	2/4/2026	Workers Comp Insurance 01/01/26 - 1:	5060	Workers Comp	234.56	6036
	2/4/2026	Workers Comp Insurance 01/01/26 - 1:	5060	Workers Comp	255.89	6036
	2/4/2026	Workers Comp Insurance 01/01/26 - 1:	5060	Workers Comp	2,708.15	6036
					Transaction Total	22,725.93
MMB + CO Accounting*						
	2/18/2026	Progress bill Financial Audit of 2025	6130	Financial Services	3,222.00	6069
	2/18/2026	Progress bill Financial Audit of 2025	6130	Financial Services	2,778.00	6069
					Transaction Total	6,000.00

<u>Vendor Name</u>	<u>Date Paid</u>	<u>Transaction Description</u>	<u>GL Code</u>	<u>Account Description</u>	<u>Expenses</u>	<u>Check #</u>
Molino, Jason*						
	2/4/2026	Cell phone allowance 02/01/26-02/28/2	6230	Telephone	26.85	6038
	2/4/2026	NYWEA Conference 02/01/26-02/04/26	6840	Travel & Training	209.01	6038
	2/4/2026	Cell phone allowance 02/01/26-02/28/2	6230	Telephone	23.15	6038
Transaction Total					259.01	
Monaghan, Lauren*						
	2/4/2026	Cell phone allowance 02/01/26-02/28/2	6230	Telephone	26.85	6039
	2/4/2026	Cell phone allowance 02/01/26-02/28/2	6230	Telephone	23.15	6039
Transaction Total					50.00	
Monroe County Water Authority*						
	2/18/2026	12/31/25 - 01/30/26	6515	Purchased Water - MCWA	18,929.55	6070
Transaction Total					18,929.55	
NE Controls, LLC*						
	2/4/2026	Emergency Repair on Digester Building	6621	Maint & Repair (Bldg & Prop)	1,285.00	6041
Transaction Total					1,285.00	
NYS Deferred Compensation Plan*						
	2/27/2026	PR 5 (2/8/26-2/21/26) PD 2/27/26	2050	Accrued Payroll	1,570.78	356
	2/13/2026	PR4 457 Def Comp PD 02.13.2026	2050	Accrued Payroll	1,353.37	352
Transaction Total					2,924.15	
NYS Employees Retirement System*						
	2/27/2026	2/1/26-2/28/26 Retirement	2050	Accrued Payroll	2,372.14	357
Transaction Total					2,372.14	
NYSEG*						
	2/18/2026	01/09/26 - 02/10/26	6210	Electricity	165.79	6071
	2/18/2026	01/09/26 - 02/10/26	6220	Gas/Heating	746.15	6071
	2/18/2026	01/09/26 - 02/10/26	6210	Electricity	665.55	6071
	2/18/2026	01/09/26 - 02/10/26	6210	Electricity	511.00	6071
	2/18/2026	01/09/26 - 02/10/26	6210	Electricity	1,530.79	6071
	2/18/2026	01/09/26 - 02/10/26	6220	Gas/Heating	540.36	6071
	2/18/2026	01/09/26 - 02/10/26	6220	Gas/Heating	112.83	6071
Transaction Total					4,272.47	
National Grid*						
	2/4/2026	12/26/26 - 01/26/26	6210	Electricity	787.30	6042
	2/4/2026	12/26/26 - 01/26/26	6210	Electricity	3,155.90	6042
	2/4/2026	12/26/26 - 01/26/26	6210	Electricity	6,977.69	6042
Transaction Total					10,920.89	
Nexamp*						
	2/18/2026	08/14/25 - 10/14/25 Solar Billing	6210	Electricity	11,834.75	6072
	2/18/2026	08/14/25 - 10/14/25 Solar Billing	6210	Electricity	5,800.31	6072
	2/18/2026	08/14/25 - 10/14/25 Solar Billing	6210	Electricity	7,559.43	6072
Transaction Total					25,194.49	
Ohio Power Tool, Inc*						
	2/18/2026	Pipeline Inspection System - Sewer	6625	Purchased Equipment	10,514.38	6073
Transaction Total					10,514.38	
PVS Nolwood Chemicals, Inc*						
	2/18/2026	Chlorine	6650	Chemicals	1,091.50	6074
Transaction Total					1,091.50	
Piranha Tec Dr LLC*						
	2/18/2026	03/01/25 - 03/31/25 Tec Dr Rent	6370	Building Rent	537.00	6075
	2/18/2026	03/01/25 - 03/31/25 Tec Dr Rent	6370	Building Rent	463.00	6075

<u>Vendor Name</u>	<u>Date Paid</u>	<u>Transaction Description</u>	<u>GL Code</u>	<u>Account Description</u>	<u>Expenses</u>	<u>Check #</u>
PlanTech*					Transaction Total	1,000.00
	2/18/2026	Lakville SCADA Expansion	6310	Outside O & M Services	11,900.00	6076
	2/18/2026	Adams Rd PS Emergency visit	6310	Outside O & M Services	400.00	6076
	2/18/2026	WWTP Lakeville	6310	Outside O & M Services	600.00	6076
	2/4/2026	Hemlock Water Station	6310	Outside O & M Services	2,406.00	6043
	2/18/2026	Lakeville Digester Building	6310	Outside O & M Services	250.00	6076
					Transaction Total	15,556.00
Rochester Gas & Electric*						
	2/18/2026	01/14/26 - 02/11/26	6220	Gas/Heating	563.26	6077
	2/18/2026	01/14/26 - 02/11/26	6220	Gas/Heating	59.47	6077
	2/18/2026	01/14/26 - 02/11/26	6220	Gas/Heating	72.87	6077
	2/18/2026	01/14/26 - 02/11/26	6220	Gas/Heating	2,894.34	6077
	2/18/2026	01/14/26 - 02/11/26	6210	Electricity	47.98	6077
	2/18/2026	01/14/26 - 02/11/26	6210	Electricity	424.67	6077
					Transaction Total	4,062.59
SMG - Batavia, LLC*						
	2/18/2026	Public Notice - Hemlock Pump Station	6840	Travel & Training	107.46	6078
	2/18/2026	Public Notice - Hemlock Pump Station	6840	Travel & Training	128.98	6078
					Transaction Total	236.44
ServiceMaster*						
	2/4/2026	Carpet Cleaning 12/31/25	6310	Outside O & M Services	93.98	6045
	2/4/2026	Carpet Cleaning 12/31/25	6310	Outside O & M Services	81.02	6045
					Transaction Total	175.00
Siewert Equipment Company*						
	2/18/2026	Sludge Pump Replacement Valves	6620	Building Supply	2,400.00	6079
					Transaction Total	2,400.00
Staples Contract & Commercial*						
	2/4/2026	Water Sample Labels	6820	Office Supplies	82.57	6046
	2/4/2026	Paper and Calendars	6820	Office Supplies	42.42	6046
	2/4/2026	Paper and Calendars	6820	Office Supplies	44.18	6046
	2/18/2026	Office Supplies	6820	Office Supplies	20.75	6080
	2/18/2026	Office Supplies	6820	Office Supplies	24.07	6080
					Transaction Total	213.99
Ti-Sales Inc*						
	2/18/2026	Meter Freeze Plates	6640	Customer Installation Supplie	145.08	6081
					Transaction Total	145.08
Toshiba American Business Solution						
	2/18/2026	HP 606 02/02/26 - 05/01/26	6820	Office Supplies	41.41	6082
	2/18/2026	HP 606 02/02/26 - 05/01/26	6820	Office Supplies	48.04	6082
	2/4/2026	01/15/26 - 02/15/26 Printer Lease	6635	Equipment Lease/Rental Coi	204.39	6047
	2/4/2026	01/15/26 - 02/15/26 Printer Lease	6635	Equipment Lease/Rental Coi	176.22	6047
					Transaction Total	470.06
Town of Avon*						
	2/4/2026	Water Usage 10/30/25 - 01/31/26	6510	Purchased Water - TofAvon	2,454.10	6048
					Transaction Total	2,454.10
Verizon Wireless*						
	2/18/2026	Cell Phone 01/02/26 - 02/01/26	6230	Telephone	309.94	6083
	2/18/2026	Cell Phone 01/02/26 - 02/01/26	6230	Telephone	359.48	6083
					Transaction Total	669.42

<u>Vendor Name</u>	<u>Date Paid</u>	<u>Transaction Description</u>	<u>GL Code</u>	<u>Account Description</u>	<u>Expenses</u>	<u>Check #</u>
Village of Avon*						
	2/18/2026	Water 11/01/25 - 01/31/26	6510	Purchased Water - V of Avor	3,697.91	6085
	2/18/2026	Sewer 11/01/25 - 01/31/26	6520	Purchased Sewer Treatment	11,497.14	6084
					Transaction Total	15,195.05
Village of Mt Morris*						
	2/18/2026	Sewer Treatment 11/01/25 - 01/31/26	6520	Purchased Sewer Treatment	13,448.80	6086
					Transaction Total	13,448.80
Waypoint Technology*						
	2/18/2026	Trimble Subscription 02/01/26 - 01/31/26	6140	Computer Services	1,099.51	6087
	2/18/2026	Trimble Subscription 02/01/26 - 01/31/26	6140	Computer Services	947.99	6087
					Transaction Total	2,047.50
Western NY Water Work Conference*						
	2/17/2026	Workshop 2/19/26	6840	Travel & Training	20.83	6051
	2/11/2026	2/12 WS (Kosakowski, Monaghan, Ba	6840	Travel & Training	77.87	6050
	2/11/2026	2/12 WS (Kosakowski, Monaghan, Ba	6840	Travel & Training	67.13	6050
	2/17/2026	Workshop 2/19/26	6840	Travel & Training	24.17	6051
					Transaction Total	190.00
Ziptility, INC*						
	2/4/2026	Software and Services 2026	6140	Computer Services	4,000.32	6049
	2/4/2026	Software and Services 2026	6140	Computer Services	4,639.68	6049
					Transaction Total	8,640.00
Grand Totals...					431,469.76	

Livingston County WGA
Vendor Activity - Cash Disbursements - Board Meeting - Debt Reserve Expense Overview
From 2/1/2026 through 2/28/2026



<u>Vendor Name</u>	<u>Date Paid</u>	<u>Transaction Description</u>	<u>GL Code</u>	<u>Account Description</u>	<u>Expenses</u>	<u>Check #</u>
Wilmington Trust*	2/20/2026	D0-17369 Trustee Payment	8140	Debt Fees	500.00	354
Transaction Total					500.00	
Grand Totals...					500.00	

LCWSA OPERATIONS REPORT

March 18, 2026

Water and Sewer Work Program

Customer Work Orders	Staff completed 128 workorders up 22 from last month.
UFPO	Staff completed 111 stakeouts up 4 from last month
PM Maintenance	All PM maintenance was completed.
Sampling & Testing	All sampling and testing was completed.

Water Work Program

Curb Box Replacement	Staff replaced 2 - curb box and rod
Hydrant and Valve Replacement	Staff replaced a 3 hydrants (Sliker Hill Rd, Railroad Ave, and South Livonia Rd)
Water repair	Staff repaired a service line on Big Tree Rd in the Village of Livonia. Helped Village of Lima near the Town Vault, located large water leak in vacant home in Springwater.
Meter Replacements	Staff has replaced over 50% of water meter in Springwater to date
Mainline and Hydrant Valve Inspections	Staff have been working on the list of water and sewer items on Ziptility in preparation to the workplan for 2026.

Sewer Work Program

E-One Replacements	Replaced 3 E-One pumps in Springwater
Sewer System Maintenance	Staff reinstalled air reliefs on the force main in Hemlock, continuing manhole inspections in preparation of 2026 workplan

LCWSA CAPITAL PROJECTS REPORT	
March 18, 2026	
31450 Regional Water Supply Project	
	Survey and Geotech work is underway, we have a kick-off meeting with the State DOH on 3/20 to discuss the design approach.
31131 Countywide Water System Improvements	
Shelly Tank	The new tank site pad has been prepped. Construction of the tank will start in the coming months and is scheduled to be online by October/November 2026.
SCADA - Water Assets	Design will be starting soon to upgrade the SCADA communication and control panels at Shelly Tank (New and Existing), Shelly Pump Station, Hemlock Pump Station and Niver Tank.
31455 Conesus Lake Pump Station Improvements *	
	There are 13 pump stations now operating with all new equipment. There are 9 stations operating on the new radio network. The generator work as been delayed until we can have the has company upgrade gas meters at each location. The overall project is on schedule to be completed by July of 2026.
Hemlock Pump Station Improvements	
	The Town of Livonia received 1.5M in CDBG Grant funding to improve the 5 sewer lift stations in the Hamlet of Hemlock. We will work with the Town to get agreements in place to start design work.
Big Tree - Lakeville Watermain Replacement	
	The Town of Livonia has received a grant from NYSDOT to complete a roadway project on Big Tree in Lakeville which includes new storm drains, curbing, sidewalk and bikelanes. LCWSA will be working with the Town to also replace the watermain in that section prior to the road project construction. The existing 8" watermain is the original 1954 asbestos cement watermain that will be abandoned in place. The total length of watermain to be replaced is approximately 2,000 LF and will include 5 new hydrants, new valves, and new services for about 33 customers.
Groveland Water District #1 *	
	Construction is on-going. We have been accepted approximately 90 new water permit applications from homeowners. The first section of main is active and customers will be allowed to connect once all inspections are complete.
Lima Water District #5 *	
	Draft design has been submitted to the permitting agencies for review. DOH comments have been received. CPL is waiting on other agency reviews before plans can be finalized for bidding.

* Visit our updated Project Websites! <https://lcwsa.us/projects/>

LIVINGSTON COUNTY WATER & SEWER AUTHORITY

FINANCIAL EXECUTIVE SUMMARY

For Years Ended December 31, 2025 and 2024



Livingston County Water & Sewer Authority Audit Committee

Dated: March 13, 2026

By: Thomas Zuber, CPA, Partner

Mengel Metzger Barr & Co., LLP

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LIVINGSTON COUNTY WATER & SEWER AUTHORITY
Summarized Balance Sheet
December 31, 2025 and 2024

<u>Assets and Deferred Outflows:</u>	<u>2025</u>	<u>2024</u>	<u>Variance</u>
<u>Assets -</u>			
Cash and cash equivalents	\$ 2,467,813	\$ 1,769,516	\$ 698,297
Restricted cash, net	12,699	12,205	494
Accounts receivable (net of allowance)	2,438,380	1,372,807	1,065,573
Inventory	222,778	47,406	175,372
Capital contributions receivable, net	177,500	244,752	(67,252)
Prepaid items	289,682	223,503	66,179
Funds held by trustee/others	536,153	517,875	18,278
Capital assets	46,827,635	44,261,225	2,566,410
Total Assets	<u>\$ 52,972,640</u>	<u>\$ 48,449,289</u>	<u>\$ 4,523,351</u>
Deferred Outflows -	<u>\$ 860,278</u>	<u>\$ 943,707</u>	<u>\$ (83,429)</u>
<u>Liabilities, Deferred Outflows, and Net Position:</u>			
<u>Liabilities -</u>			
Accounts payable/accrued liabilities/retainage	\$ 1,769,778	\$ 474,911	\$ 1,294,867
Bond anticipation note	5,923,275	3,421,189	2,502,086
Bonds payable	11,092,377	11,575,228	(482,851)
Lease liability	115,039	151,790	(36,751)
Net pension liability	608,306	532,073	76,233
Compensated absences	55,692	47,743	7,949
OPEB liability	942,361	1,916,411	(974,050)
Total Liabilities	<u>\$ 20,506,828</u>	<u>\$ 18,119,345</u>	<u>\$ 2,387,483</u>
Deferred Inflows -	<u>\$ 415,794</u>	<u>\$ 677,415</u>	<u>\$ (261,621)</u>
<u>Net Position -</u>			
Net investment in capital assets	\$ 29,528,217	\$ 29,176,361	\$ 351,856
Restricted	547,352	528,639	18,713
Unrestricted net position	2,834,727	891,236	1,943,491
Total Net Position	<u>\$ 32,910,296</u>	<u>\$ 30,596,236</u>	<u>\$ 2,314,060</u>

Financial Highlights:

- * Unqualified Opinion, no material weaknesses, no significant deficiencies.
- * Accounts receivable - accrued billing increased \$85,192 to \$864,484 and the grants receivable increased \$855,143 to \$995,063 which relate to the EFC draw and \$50,000 camp run grant. Relevy's increased \$41,069 to \$361,709.
- * Capital contributions receivable - relate to water system improvements for the Village of Geneseo and a farm.
- * Investment in Capital assets - Various infrastructure improvements, and equipment purchases in excess of depreciation.
- * The NYS Pension system reported a net pension liability in the current year based on their March 31, 2025 measurement date. The impact on net position is as follows:

Deferred Outflow	\$ 453,650	\$ 638,664
Net pension (liability) asset	(608,306)	(532,073)
Deferred inflow	(15,162)	(277,865)
Impact to Net Position	<u>\$ (169,818)</u>	<u>\$ (171,274)</u>

- * Accounts payable/accrued liabilities - Increase relates to capital project related accounts payable increasing \$1.3 million
- * Bond Anticipation Notes - EFC

	Total	Outstanding
Water Systems Improvement	6,750,000	3,582,516
Conesus Lake Pump Station Improvement Project	5,000,000	2,340,759
Totals	<u>\$ 11,750,000</u>	<u>\$ 5,923,275</u>

- * Bonds Payable - the authority paid down \$482,850 in outstanding bonds during the year
- * OPEB - decrease in liability was a result of changes to the benefit terms however, impact to net position was as follows:

Deferred Outflow	\$ 406,628	\$ 305,043
Net pension (liability) asset	(974,050)	(1,916,411)
Deferred inflow	(400,632)	(399,550)
Impact to Net Position	<u>\$ (968,054)</u>	<u>\$ (2,010,918)</u>

- * Total Net position increase \$2,314,060.

LIVINGSTON COUNTY WATER & SEWER AUTHORITY
Summarized Income Statement
For Years Ended December 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>	<u>Variance</u>
Operating Revenues	\$ 5,859,447	\$ 5,221,303	\$ 638,144
Operating Expenses -			
Operations	4,232,074	4,706,684	(474,610)
Depreciation and amortization	1,514,076	1,566,517	(52,441)
Total Operating Expenses	<u>\$ 5,746,150</u>	<u>\$ 6,273,201</u>	<u>\$ (527,051)</u>
Operating (Loss) Income	\$ 113,297	\$ (1,051,898)	\$ 1,165,195
Nonoperating Revenues	\$ 2,111,990	\$ 485,940	\$ 1,626,050
Nonoperating Expenses	<u>(113,077)</u>	<u>(170,060)</u>	<u>56,983</u>
Income (Loss) Before Capital Contributions	\$ 2,112,210	\$ (736,018)	\$ 2,848,228
Contributed Capital - pumps	<u>201,850</u>	<u>-</u>	<u>201,850</u>
(Decrease) Increase in Net Position	\$ 2,314,060	\$ (736,018)	\$ 3,050,078
Net Position - Beginning of Year	<u>30,596,236</u>	<u>31,332,254</u>	<u>(736,018)</u>
Net Position - End of Year	<u>\$ 32,910,296</u>	<u>\$ 30,596,236</u>	<u>\$ 2,314,060</u>

Financial Highlights:

- * Operating revenue increased \$638,144
- * Operating expense decreased \$527,051, which was impacted by the decrease in the OPEB obligation totaling approximately 1 million.
- * Non operating Revenues increased \$1,626,050, primarily related to grant revenue for projects
- * Overall net position decreased \$2,314,060 over the prior year.
- * Depreciation impact - if depreciation is added back to operating income the overall result is a net Income totaling \$1,627,373. The depreciation is impacted for buildings and infrastructure that is being depreciated over 40-50 years however, they may last much longer.

LIVINGSTON COUNTY WATER & SEWER AUTHORITY
Water Fund Summarized Income Statement
For Years Ended December 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>	<u>Variance</u>
<u>Operating Revenues</u>			
Service fees	\$ 2,699,419	\$ 2,444,861	\$ 254,558
Permit fees	122,444	106,020	16,424
Other operating income	171,376	53,661	117,715
Total Operating Revenues	<u>\$ 2,993,239</u>	<u>\$ 2,604,542</u>	<u>\$ 388,697</u>
<u>Operating Expenses</u>			
Wages and benefits	\$ 467,993	\$ 1,018,548	\$ (550,555)
Professional services	189,326	168,303	21,023
Utilities	182,244	185,978	(3,734)
Vehicle expense	41,724	32,966	8,758
Purchased water and sewer	756,126	689,337	66,789
Equipment maintenance	51,947	22,756	29,191
Building maintenance	343,198	311,915	31,283
Other	93,517	79,753	13,764
Depreciation and amortization	536,834	609,685	(72,851)
Total Operating Expenses	<u>\$ 2,662,909</u>	<u>\$ 3,119,241</u>	<u>\$ (456,332)</u>
Operating (Loss) Income	\$ 330,330	\$ (514,699)	\$ 845,029
Nonoperating Revenues	56,548	49,289	7,259
Nonoperating (Expenses)	(10,510)	(17,472)	6,962
(Decrease) Increase in Net Position	<u>\$ 376,368</u>	<u>\$ (482,882)</u>	<u>\$ 859,250</u>

Financial Highlights:

- * Service Fees - increase \$254,558
- * Other operating income - increased \$117,715 due to sale of equipment, and reimbursements related to meters sales
- * Wages and benefits - decreased based on the OPEB related adjustments for changes in benefit terms which reduced water health benefits by \$496,443, overall total wages and benefits were down approximately \$50,000
- * Depreciation and amortization decreased slightly due to lease adjustments
- * Overall water net position increased \$376,368

LIVINGSTON COUNTY WATER & SEWER AUTHORITY
Sewer Fund Summarized Income Statement
For Years Ended December 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>	<u>Variance</u>
<u>Operating Revenues</u>			
Service fees	\$ 2,749,682	\$ 2,534,727	\$ 214,955
Operation and maintenance service fees	23,460	23,230	230
Permit fees	37,563	20,390	17,173
Other operating income	55,503	38,414	17,089
Total Operating Revenues	<u>\$ 2,866,208</u>	<u>\$ 2,616,761</u>	<u>\$ 249,447</u>
<u>Operating Expenses</u>			
Wages and benefits	\$ 877,814	\$ 1,187,447	\$ (309,633)
Professional services	394,016	184,837	209,179
Utilities	237,077	223,504	13,573
Vehicle expense	34,976	26,274	8,702
Purchased water and sewer	85,692	93,682	(7,990)
Equipment maintenance	51,875	33,321	18,554
Building maintenance	399,342	374,057	25,285
Other	25,207	77,006	(51,799)
Depreciation and amortization	977,242	956,832	20,410
Total Operating Expenses	<u>\$ 3,083,241</u>	<u>\$ 3,156,960</u>	<u>\$ (73,719)</u>
Operating (Loss) Income	\$ (217,033)	\$ (540,199)	\$ 323,166
Nonoperating Revenues	2,055,442	436,651	1,618,791
Nonoperating (Expenses)	(102,567)	(152,588)	50,021
Capital Contributions - pumps	201,850	-	201,850
(Decrease) Increase in Net Position	<u>\$ 1,937,692</u>	<u>\$ (256,136)</u>	<u>\$ 2,193,828</u>

Financial Highlights:

- * Service fees - increased \$214,995
- * Wages and benefits - decreased based on the OPEB related adjustments for changes in benefit terms which reduced sewer health benefits by \$578,110, overall total wages and benefits increased approximately \$268,000 excluding the OPEB adjustment due to new employee and additional employee's on the health insurance program
- * Professional services - increased \$209,179 related to engineering services for the Lakeville WWTP and Alarming system
- * Nonoperating revenue - draw down of grant funds totaling \$1,997,094, \$22,094 for Lakeville WWTP, \$756,466 for the Conesus Lake Pump Station, and 100,000 for the Camp Run Grant. In addition, interest earnings totaled \$58,348
- * Contributed capital related to the pumps acquired from Springwater and included in inventory at year end.
- * Overall net position increased \$2,193,828.

LIVINGSTON COUNTY WATER & SEWER AUTHORITY
Management Letter And Single Audit
For Years Ended December 31, 2025

Management Letter

- * The operating checking account was reconciled to a negative cash balance at December 31, 2025 due to an entry made to cash instead of accounts payable.
- * The Authority should continue to document their cyber risk assessment process in writing and should consider cyber training for all their employees.
- * Two prior year findings corrected.

Single Audit

- * Total Federal Expenditures \$3,590,759.
- * Major program audited was the capitalization grants for state revolving funds.
- * Not considered low risk because a single audit was not performed in the two consecutive years.
- * No findings.

**LIVINGSTON COUNTY
WATER AND SEWER AUTHORITY**

NEW YORK

BASIC FINANCIAL STATEMENTS

For Year Ended December 31, 2025

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INDEPENDENT AUDITORS' REPORT

To the Board Members
Livingston County
Water and Sewer Authority, New York

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the business-type activities, of Livingston County Water and Sewer Authority, New York (the Authority), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise Authority's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the business-type activities, of the Authority, as of December 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

The Authority's 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 Authority's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Authority'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 Authority's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in Authority's total OPEB liability and related ratio, schedule of the Authority's proportionate share of the net pension liability, and schedule of Authority contributions on pages 4-12 and pages 36-38 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 Authority's basic financial statements. The accompanying supplemental information as listed in the table of are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying supplementary information as listed in the table of contents is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 9, 2026 on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Authority's internal control over financial reporting and compliance.

Fairport, New York
March 9, 2026

**Livingston County Water & Sewer Authority
Livingston County, New York**

Management's Discussion and Analysis (MD&A)

December 31, 2025

Introduction

The Livingston County Water and Sewer Authority, New York (the Authority) is a public benefit corporation formed in 1995, created by legislation passed by the State of New York. Livingston County's (the County) Board of Supervisors appoints the volunteer members who comprise the Authority's Board. The NYS Authority Budget Office provides oversight of operations and practices of all public authorities in New York. The Authority also is required to meet the requirements of Federal, State, and County water pollution control and sale drinking water laws, thereby helping to protect the health of citizens, improving drinking water quality, and protecting the environment.

The Authority functions with required fair bidding laws, prevailing wage rates and financial safeguards. It is required to report as an Enterprise Fund similar to private business. Financial statements are prepared on the accrual basis in accordance with Generally Accepted Accounting Principles set forth by the Government Accounting Standards Board (GASB). Within these principles, revenues are recognized when earned, not received. Expenses are recognized when incurred, not when they are paid. The Authority is self-supporting and does not receive Federal, State or County appropriations for operating expenses or issuance of debt.

The Authority leased most of its workforce from the County's Public Works Department through December 31, 2018. Up until this time, employee related services, such as payroll, personnel, etc. were provided by the County. The County then billed the Authority annually for a share of the related indirect expenses. Payroll and health care costs were reimbursed monthly by the Authority. Beginning January 1, 2019, the Authority began employing these individuals directly and is no longer utilizing the County Department of Public Works.

The Authority has an overall staff of 20 full-time employees, which includes: One (1) Executive Director (who is the Chief Executive Officer and Chief Financial Officer of the Authority), One (1) Deputy Director, one (1) Director of Operations, One (1) Wastewater Treatment Manager, One (1) Water/Wastewater Maintenance Supervisor, One (1) Principal Account Clerk, Five (5) Administrative Staff, Six (6) Water/Wastewater Maintenance Persons, and Four (4) Wastewater Treatment Plant Operators.

The discussion and analysis of the Authority's financial performance provides highlights of the Authority's major activities that and an effect on the operations of the Authority for the year ended December 31, 2025 with comparative data for 2024. This report should be used and considered in conjunction with the 2025 audited financial statements, which follows this report.

Overview of the Financial Statements

The Statement of Net Position and the Statement of Revenues, Expenses, and Changes in Net Position report information at the Authority as a whole and about its activities. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Authority's net position and changes in them from one year to the next. The Authority's net position, the difference between assets and liabilities, is one way to measure the Authority's financial health, or financial position. Over time, increases or decreases in the Authority's net position are one indicator of whether its financial health is improving or deteriorating. Consideration should also be given to other factors, such as changes in the Authority's operating revenue and the fluctuation of the Authority's expenses, to assess the overall health of the Authority.

Financial Highlights

- Net position increased by \$2,314,060, resulting in total 2025 net position of \$32,910,296.
- 2025 operating revenues increased over 2024 by approximately \$639,000.
- 2025 operating expenses decreased over 2024 by approximately \$526,000.

The remainder of this report contains a series of financial information and tables disclosing the basis for the above financial highlights and the operations of the Authority.

Notes to Financial Statements

The financial statements also include notes that explain the information in the financial statements. They are essential to obtain a full understanding of the data provided in the financial statements.

Statements of Net Position

The condensed Statement of Net Position that follow provides information about the nature and amounts of resources (assets) and the obligations to the Authority's creditors (liabilities). The difference between the assets and liabilities is reported as net position. The following is a summary of the Authority's net position as of December 31 (in thousands).

Summary of Net Position (In Thousands)

	<u>2025</u>	<u>2024</u>	<u>Variance</u>
<u>ASSETS:</u>			
Current Assets	\$ 5,478	\$ 3,482	\$ 1,996
Noncurrent Assets	667	706	(39)
Capital Assets	46,828	44,261	2,567
Total Assets	\$ 52,973	\$ 48,449	\$ 4,524
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>			
Deferred Outflows of Resources	\$ 860	\$ 944	\$ (84)
<u>LIABILITIES:</u>			
Current Liabilities	\$ 8,279	\$ 4,416	\$ 3,863
Noncurrent Liabilities	12,228	13,704	(1,476)
Total Liabilities	\$ 20,507	\$ 18,120	\$ 2,387
<u>DEFERRED INFLOWS OF RESOURCES:</u>			
Deferred Inflows of Resources	\$ 416	\$ 677	\$ (261)
<u>NET POSITION:</u>			
Net Investment in Capital Assets	\$ 29,528	\$ 29,176	\$ 352
Restricted	547	529	18
Unrestricted	2,835	891	1,944
Total Net Position	\$ 32,910	\$ 30,596	\$ 2,314

Current and noncurrent assets reflect the value of all cash accounts, accounts receivable, inventory, capital contribution receivables, prepaid expenses and funds held for others. These funds are the total customer payments and other operation deposits less the Authority's operating and repair expenses. The balance increased approximately \$4.524 million from 2024 to 2025. Current assets increased \$1.99 million primarily in receivables related to the EFC project draws totaling \$855,000, as well as cash increasing \$698,000. Capital Assets increased related to the various infrastructure improvement projects related to the sewer collection project, Conesus Lake Pump Station and the water system improvement project.

Total liabilities show the total funds the Authority borrowed to improve infrastructure either with debt or other current year payables, as well as liabilities related to future retirement benefits of Authority employees. Total liabilities increased approximately \$2.387 million from 2024 to 2025. Current Liabilities increased \$3.863 million primarily in accounts payable for project related payments totaling approximately \$1.3 million. In addition, the Authority continues to draw down on the short-term BAN's related to the Water System improvement project and the Conesus Lake Pump Station Improvement Project which increased \$2.5 million. Noncurrent liabilities decreased \$1.476 million primarily due to a decrease of 1 million in the OPEB liability as a result of changes to the benefit terms as well as repayment of \$482 thousand in Bonds.

Statements of Revenues, Expenses, and Changes in Net Position

Net position changes as a result of operating activities over a period of one year (revenues earned and expenses incurred). The following Statements of Revenues, Expenses, and Changes in Net Position provide information on the Authority's operations for the year ended December 31:

Summary Statement of Revenues, Expenses and Changes in Net Position (In Thousands)

	2025		2024		Variance	
	Sewer Activity	Water Activity	Sewer Activity	Water Activity	Sewer Activity	Water Activity
Operating Revenues	\$ 2,866	\$ 2,993	\$ 2,616	\$ 2,604	\$ 250	\$ 389
Operating Expenses	3,083	2,663	3,156	3,116	(73)	(453)
Operating Income (Loss)	\$ (217)	\$ 330	\$ (540)	\$ (512)	\$ 323	\$ 842
Non-Operating Revenues	2,055	57	437	49	1,618	8
Non-Operating Expenses	(102)	(11)	(153)	(17)	51	6
Income Before Contributed Capital	\$ 1,736	\$ 376	\$ (256)	\$ (480)	\$ 1,992	\$ 856
Contributed Capital	202	-	-	-	202	-
Increase (Decrease) in Net Position	\$ 1,938	\$ 376	\$ (256)	\$ (480)		

The Statements of Revenues, Expenses, and Changes in Net Position shows a total increased in net position in 2025 of \$2.314 million. Operating revenue is income earned by the Authority from normal operations. Total operating revenue increased approximately \$639,000 in 2025. This increase is a result of taking over the Town of Springwater water activity, second quarter prison leak and Dairy Knoll usage as well as price increases, lowering sewer use allowed for higher consumption.

Non-Operating Revenues and Expenses increased approximately \$1,683,000 in 2025 compared to 2024. This increase is a result of the grant activity for the Conesus Lake Pump Station Improvement Project in which the Authority received \$3.75 million in grants that were partially drawn down on during the year.

Operating expense reflects the expenses incurred by the Authority during the execution of normal operating procedures. These normal operating costs include: personnel, professional, utilities, vehicle, equipment, building, permit, supply, and depreciation on capital assets. The Authority has Administrative, Treatment and Transmission/Collection Departments. The workforce performs work for both the water and sewer areas. All direct costs are applied directly to the applicable water/sewer service area. All indirect costs (costs applicable to both water and sewer, such as administrative salaries) are applied according to the number of service units which each service area. Operating expenses decreased approximately \$526,000 in 2025 from 2024. This decrease is a result of an adjustment to the OPEB obligation which decreased approximately 1 million dollars due to changes in the benefit terms net of operating increases to salaries and engineering services for new projects.

Capital Assets at Year End (In Thousands)

<u>Capital Assets</u>	<u>2025</u>	<u>2024</u>
Land	\$ 150	\$ 150
Construction in progress	5,396	2,261
Buildings	6,226	6,227
Water distribution system	22,663	22,583
Sewer collection system	32,363	31,531
Machinery and equipment	5,642	5,579
Leasehold improvements	871	871
<u>Less: Accumulated depreciation</u>	<u>(26,714)</u>	<u>(25,107)</u>
Total Capital Assets	<u>\$ 46,597</u>	<u>\$ 44,095</u>
<u>Lease Assets</u>	<u>2025</u>	<u>2024</u>
Lease-Water distribution system	\$ 259	\$ 259
<u>Less: Accumulated amortization</u>	<u>(29)</u>	<u>(93)</u>
Total Lease Assets	<u>\$ 230</u>	<u>\$ 166</u>

The Authority's capital assets increased approximately \$2,505,000 in 2025. This is the result of Sewer Collection Project totaling \$884,000 and the Conesus Lake Sewer Pump Station Project totaling \$2.6 million.

Long-Term Debt Outstanding at Year End (In Thousands)

	<u>2025</u>	<u>2024</u>
EFC Revenue Bonds	\$ 11,008	\$ 11,485
Bond Premium	85	91
Lease Liability	115	152
OPEB Liability	942	1,916
Retainage Payable	169	-
Compensated Absences	56	47
Net Pension Liability	608	532
Total Long-Term Debt	<u>\$ 12,983</u>	<u>\$ 14,223</u>

Future Factors

Capital Projects

- Regional Water Supply Expansion Project** – The project is intended to provide enhanced public drinking water infrastructure for the Town of Leicester, as well as supporting regional interests of providing greater access to affordable safe drinking water for all participating municipalities. The grant funding sources include \$14.3M IMG program, \$5.43M Leicester/Akzo Funding, \$1M LGE program and \$1M NBRC program. *Success: 2026 will include finalizing project financing and municipal partner agreements, identifying accounting procedures for project management and design of project. Design project by the end of 2026/early 2027. Project Costs are estimated at \$37,700,000 (Ongoing).*
- Countywide Water System Improvements** – Remaining Countywide water improvements include construction of new Shelly Rd. water tank and SCADA upgrades. Total project cost is \$9.75M; \$3M grant from WIIA and \$6.75M long-term financing. *Success: Shelly Rd. tank construction and SCADA upgrades to Shelly Rd., Hemlock PS and Niver Rd. (December 2026).*

3. **Conesus Lake Pump Station Improvements Project** – This project will replace 26 pump stations around Conesus Lake and make needed SCADA upgrades. Total project cost is estimated to be \$8.75M; \$1.25M WIIA grant, \$2.5 BIL grant and \$5M long-term financing. The long-term financing is interest-free financing from NYS Environmental Facilities Corporation. The project is currently under construction *Success: Construct project by December 2026. (December 2026).*
4. **Hemlock Pump Station Improvement Project** – The Town of Livonia has been awarded \$1.5M of CDBG grant funding for the replacement and improve the 5 pump stations in the Hemlock Sewer District. These improvements include pump, controller and SCADA replacements and various other upgrades to improve worker safety. Total project cost is estimated to be \$1.5M. *Success: Assist the Town in managing the project. Select engineer, design and bid project by December 2026; construction completed by October 2027. (October 2027)*
5. **Groveland Water District #1** – In 2021 the Town of Groveland created Water District #1 and received funding from USDA and WIIA to install approximately 80,000 linear feet of 4-inch, 6-inch, 8-inch, and 12-inch water main in the Town of Groveland Water District No. 1 service area to provide potable water and fire service. The project is currently under construction. *Success: Work with Town, project engineer and contractor to monitor water line installation and accept operation and maintenance of WD#1 upon completion. (August 2026).*
6. **Lima Water District #5** – In 2023 the Town was awarded \$11,140,000 in grant funds and \$20,000,000 in low interest through USDA for the proposed Water District No. 5 project. In July 2025 the Town created Water District #5 to install approximately 86,810 linear feet of 8-inch and 12-inch water main to provide potable water and fire service. The project also includes the construction of a booster pump station to provide increased pressures for domestic usage and increased flow for fire protection. The project is currently under design. *Success: Work with Town, project engineer and contractor to monitor water line installation and accept operation and maintenance of WD#5 upon completion. (August 2027).*
7. **Springwater Wastewater Treatment Plant Upgrades** – The Town of Springwater WWTP has continually been in non-compliance with its SPDES permit for over a decade. Over the past year the Authority has assumed operational responsibility for the facility through a long-term lease. In addition, the Authority has agreed to assist the Town with managing the WWTP improvement project. The current project cost (\$5.9M) has increased due to a scope change. While the Town has received a \$1.1M WIIA grant and zero interest long-term financing for a prior project, the Town will need to receive additional funding to make the project financially feasible. *Success: Assist the Town in applying for additional funding. January 2026 – The Town was not awarded WQIP grant funding; next grant opportunity will be WIIA – June 2026.*
8. **Compactor Room and UV Treatment SCADA Upgrades** – Currently the Lakeville WWTP compactor, grit classifier, UV treatment facility and intermediate pumps are not connected to the SCADA system. There is no alarming or remote monitoring of these assets. Installing alarming and remote monitoring capabilities within our existing SCADA system will provide optimal oversight for operation at the Lakeville WWTP. Total cost of the project is \$64,000. *Success: SCADA panels have been fabricated. Installation and integration are currently being scheduled. (June 2026).*

Administrative

1. **Policy Review & Update** – Continuing to review policies and make recommendations to the Authority Board consistent with Authority practices and strategic direction. Policy reviews this year should include travel/conference, water/sewer design standards, volunteer fire dept. and cemetery. *Success: Put an internal team together to review policies. Estimated completion dates: Water/Sewer Design Standards– June/July; Travel/Conference – September; Volunteer FD/Cemetery – November (December 2026).*

2. **Bill Payment Options** – In 2024 the Authority customers had approximately 900 customers that paid water/sewer bills through direct pay/ACH. Currently with billing software upgrades customers now can pay water/sewer bills online or direct pay. Direct pay provides customers with the ability to pay water/sewer bills with a direct debit from a bank account quarterly at no processing charge to the customer or Authority. This method is preferable as it is the lowest cost to customers and Authority and easiest to implement and receive payment. As of November 2025, approximately 2,700 customers have paid their water/sewer bills with direct pay or invoice cloud. *Success: Send out communication to non-direct pay customers to educate and encourage them to sign up for direct pay. Target to increase of 25%, or 650, customers signed up for direct pay. (August 2026).*
3. **Greater Tompkins County Municipal Health Insurance Consortium** - The Health Consortium launched in 2009 in Tompkins County includes sixteen contiguous counties in upstate NY with 53 municipal partners. The goal of the Health Consortium is to provide competitive health insurance premiums to its members. The Health Consortium has a NYS Insurance Article 47 certificate and operates with state oversight to ensure financial stability. In 2022 the Municipal Cooperative Agreement was amended to include Madison and Livingston Counties. Preliminary discussions have taken place with State Legislators to amend the NYS Insurance Law to recognize LCWSA for inclusion in the consortium. Savings Estimate: \$40,000 annually, based on current Authority health insurance costs. *Success: State legislation drafted and approved. Acceptance into the Consortium to achieve a reduction in healthcare costs with same coverage for 2027. (December 2026).*

Operations

1. **Distribution and Collection System Asset Maintenance and Reliability** – The water distribution and wastewater collection systems rely on the continued functionality of numerous buried and above-ground appurtenances to ensure reliable service, public safety, and regulatory compliance. Valves, fire hydrants, and manholes are critical components that must remain accessible and operable to support routine operations, emergency response, and system maintenance. This objective focuses on the planned inspection, maintenance, and repair of these assets to reduce service disruptions, extend asset life, and improve system reliability. Given limited staffing, equipment, and financial resources, work activities will be prioritized and scheduled to balance operational needs with available manpower while maintaining a proactive, cost-effective maintenance program.
 - a. **Manholes** – Over 1,000 manholes have been inspected and conditions documented. Prioritization of manhole improvements which may include frame and cover replacement, and manhole lining needs to be determined, and workforce assignment and resource allocation committed to complete the needed improvements. *Success: A five-year plan is developed to identify what manholes need improvements and what improvements are needed to ensure safe and continued use of the asset. (April 2026).*
 - b. **Springwater Collection System** – There are approximately 215 sewer injection pumps in the Springwater sewer district. There is also an inventory of 46 new injection pumps. An assessment of the current system, evaluation of recent replacements and rebuilding of existing inventory is needed to properly monitor and respond to injection pump failures throughout the system. In addition, sewer line flushing and air relief valve maintenance needs to be planned and implemented to ensure the collection system is functioning properly. *Success: Assess and allocate resources to evaluate current available information regarding injection pumps and plan replacements/system maintenance. (October 2026).*
 - c. **Water Valves** – Currently the Authority has over 2,000 mainline and hydrant valves and 4,000 curb stops throughout the water distribution system. An operating and maintenance schedule needs to be developed to routinely operate/inspect critical valves to determine functionality, condition and system improvements if needed. Currently there is a backlog of over 200 curb stops, mainline, hydrant valves that have been identified as needing further evaluation for possible maintenance/repair. *Success: A resource allocation plan needs to be developed (March 2026) and implemented to evaluate and make the needed repairs to complete the backlog (November 2026).*

- d. Pressure Reducing Valves (PRV)** – The water distribution system includes a significant number of PRVs located in areas affected by topographical elevation changes. These PRVs play a critical role in managing pressure fluctuations, protecting infrastructure, reducing water loss, and maintaining consistent service levels. Without regular inspection and maintenance, PRVs may drift out of calibration, fail to respond to pressure changes, or operate inefficiently, increasing the risk of main breaks, service disruptions, and premature asset deterioration. This initiative establishes a comprehensive, structured PRV maintenance program to ensure reliable pressure control, support system integrity, and optimize resource allocation. *Success: Implement a standardized PRV maintenance and monitoring program to ensure pressure reducing valves operate as intended, stabilize system pressures in high-variation zones, and reduce operational and maintenance risks associated with pressure fluctuations. (October 2026).*
- e. Fire Hydrants**– The Authority has over 850 fire hydrants throughout its distribution system composed of various vintages and models. Regular maintenance, repairs and replacement is critical to ensure hydrants are kept in good working order. Developing a formal program identifying regular maintenance, flushing and repairs throughout the system is critical for long-term operations of the public fire system. *Success: Flush and evaluate one quarter of the hydrants in the water system. These areas include Hemlock, Livonia Center and the Village of Livonia. Replace/repair 10 hydrants (November 2026).*
- 2. Springwater Water Meter Replacement** – Currently the Town of Springwater has 157 Sensus water meters for all water customers. The current meters are 8-10 years old. These meters are read by a manual touch read process, which requires additional maintenance staff to physically connect a reading device to an exterior touch pad on each customer’s home/property to unload water usage data. Considering travel time to and from Springwater, staff time to read meters manually and process billing, changing to Neptune water meters in Springwater will save over 100 hours of staff time annually and decrease the probably of errors during the meter reading and billing process. *Success: Funding was approved in December 2025 for the change of water meters. Appointments are currently being scheduled with homeowners which will include water meter change outs, sump pump inspections and lead and copper service inspection. Completion is expected by mid-summer 2026. (August 2026).*
- 3. Develop Non-Water Revenue Water Strategy** – Currently LCWSA has limited systems in place to monitor water loss. Developing a more comprehensive water loss management strategy will assist in reducing the amount of revenue lost that specifically targets water leakage, carbon emission reduction and identify infrastructure weaknesses. *Success: The Authority received funding from the LGE program to establish a Livingston/Wyoming Water Loss Pilot Program. The program will assist with validating the AWWA water audit process and establish a non-revenue water loss strategy for tracking water loss, carbon emissions and making improvements to LCWSA water systems. (December 2027).*
- 4. Continue Implementation of Infiltration & Inflow (I/I) Program** – As required NYS DEC consent order, LCWSA has created an I/I mitigation program. Over the past two years LCWSA has inspected/confirmed over 2,500 sewer customers are not connected to the sanitary sewer system. In addition, the Authority has identified 105 violations and worked with residential and commercial property owners to disconnect over 95 sump pump connections from the sanitary sewer system with 10 more in progress. 2026 will focus on completing remaining customers within the Lakeville service area and initiating inspections for sewer customers in the Towns of Avon and Springwater. *Success: Continue system inspections, property inspections and compliance follow up with sewer customers in Avon and Springwater that have unknown connections. Continue to monitor sewer flow levels throughout the system before and after recommendations are implemented. (December 2026).*

5. **Lakeville WWTP Improvements** – In 2026 there are several small to medium sized improvements for the facility. They include: an electrical evaluation of the digester building, sludge pump replacement, interior and exterior painting, clarifier valve replacements, intermediate pump station valve investigation, bio-tower electrical plug installation and davit crane installation. Some projects are funded from 2026 operational budget, while others are supported with capital reserve funds. *Success: Complete all improvements on or under budget. (December 2026).*
6. **Wastewater Treatment Data Analytics** – The 2026 budget included the installation of new pH and oxidation reduction potential probes at the Lakeville WWTP and dissolved oxygen probe at the Groveland WWTP. These probes will provide operators with real time insight into the chemical characteristics of the wastewater at each facility.
 - a. **Lakeville pH and Oxidation Reduction Potential (ORP) Probes** – These sensors act as an early warning system, allowing staff to quickly identify unusual or high strength discharges before they reach our most sensitive treatment processes. Over the next year, the data from these probes will help operators better understand how daily and seasonal patterns affect overall plant performance such as brewery cleaning cycles, industrial activity, low flow overnight conditions, and warm weather septicity influence influent chemistry. This information will support more informed operational decisions. *Success: Installation of probes and connectivity to SCADA for monitoring and alarming.*
 - b. **Groveland WWTP Dissolved Oxygen (D.O.) Probe** – These probes in the aeration tank will be used to continuously monitor oxygen levels within the small, activated sludge process. This real-time monitoring will provide valuable insight into organic loading patterns and aeration demands, helping operators maintain optimal D.O. levels to keep the biological population healthy and performing efficiently. The probe will be monitored by SCADA, allowing our operators to trend data more easily over time and make smarter, data driven process decisions that improve effluent quality, enhance system stability, and reduce unnecessary energy use. *Success: Installation of probes and connectivity to SCADA for monitoring and alarming.*
7. **Conesus Creek Gauge** – Currently the Lakeville WWTP SPDES permit requires the Authority to maintain 10 cubic feet per second (cfs) of flow through the Conesus Creek. This is monitored by a USGS Station and costs approximately \$26,000 per year to operate through an agreement with USGS. This cost is reimbursed to the Authority by the Compact of Towns. After further evaluation in partnership with the Conesus Lake Association, it was determined that a separate flow monitor can be installed along the creek that can achieve the same creek flow as the USGS station. The one-time cost for the monitor and equipment is approximately \$4,000 with annual maintenance and subscription costs of \$500. This alternative will provide the Compact of Towns with annual savings to be redirected towards evaluating the Conesus Flood Gates. *Success: Purchase and install monitoring equipment, calibrate equipment and compare data to USGS data, discontinue USGS contract. (September 2026).*
8. **GIS Expansion** – To date over 40,000 assets have been located and entered into the Ziptility software. In addition, the software is used daily for workorders, material inventory and preventative maintenance routines. Over the next year, staff intends to expand the use of Ziptility to include real-time field inspections and installations during construction of Groveland WD #1 and Lima WD#5. In addition, the Authority will assist the Village of Lima and the Village of Leicester in creating basic water and sewer infrastructure GIS layers of their systems. Lastly, GIS layers will be created for Lakeville WWTP to include plant valves and pumps. Continuing to expand on the use of the software will greatly assist in streamlining operations. *Success: Incorporate Villages of Lima and Leicester and Lakeville WWTP into Ziptility. (October 2026).*

9. **Rain Gauge Installations** – Currently the Authority has automated rain gauges at Shelly Rd. Tank and Sliker Hill Tank, with additional gauges to be installed at Clay St. Pump Station and the Lakeville WWTP. Rain data is helpful to assess the impacts of rain events on the sewer collection system and flows at the Lakeville WWTP. *Success: Install new rain gauges a Clay St. Pump Station and Lakeville WWTP and work with SCADA provider to ensure proper connection of rain gauge data to SCADA system.*
10. **Groveland Correctional WWTP** – In September 2024 the State legislation authorizing the Authority to apply for the conveyance of the facility from the State to the Authority. In August 2025 the Authority started the application process to review the opportunity to assume the Groveland Correctional WWTP. A survey of the property is required to start the review process, followed by negotiations with the DOCCS regarding the conveyance of the facility from the State to the Authority. *Success: Complete the facility survey and begin negotiations for property transfer with DOCCS. (December 2026).*

Personnel

1. **Succession Planning** – In 2026 the Authority will be hiring several new staff members, including new supervisory staff. Training new staff will include familiarization with existing equipment, water and sewer assets, SCADA system, Ziptility and preventative maintenance schedules. In addition, training new staff will be in preparation of upcoming retirements over the next three years. *Success: Strategically plan and train staff internally as well as making use of external training opportunities. Quarterly review progress of existing staff and adjust the schedule as needed. (December 2026).*
2. **Develop Training Program** – Currently field staff and newly hired staff need a minimum amount of safety and technical training for basic job knowledge, advance within the organization and maintain professional certifications. In addition, some training is required to be maintained annually or every several years. Developing a training program with updated training records will assist in schedule employees for needed and required training. *Success: Develop a training program for newly hired staff and current employees, including frequency of training, estimated timeline for training and trainer/vendor. (June 2026).*

Requests for Information

This financial report is designed to provide a general overview of the Livingston County Water & Sewer Authority, Livingston County, New York's finances for all those interested. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Jason Molino, Executive Director, Livingston County Water & Sewer Authority, P.O. Box 396, Lakeville, New York 14480.

**LIVINGSTON COUNTY WATER & SEWER AUTHORITY
LIVINGSTON COUNTY, NEW YORK**

STATEMENT OF NET POSITION

December 31, 2025

<u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:</u>	<u>2025</u>
<u>Current Assets -</u>	
Cash and cash equivalents	\$ 2,467,813
Accounts receivable (net of allowance)	2,438,380
Current portion of capital contributions receivable	58,015
Materials and supplies inventory	222,778
Prepaid items	289,682
Funds held for others	1,500
Total Current Assets	<u>\$ 5,478,168</u>
<u>Noncurrent Assets -</u>	
Restricted cash	\$ 12,699
Funds held by trustee	534,653
Capital contributions receivable, net of current portion	119,485
Total Noncurrent Assets	<u>\$ 666,837</u>
<u>Capital Assets -</u>	
Land and work in progress	\$ 5,546,623
Capital assets, net of depreciation	41,050,875
Lease assets, net of amortization	230,137
Total Capital Assets, Net	<u>\$ 46,827,635</u>
TOTAL ASSETS	<u>\$ 52,972,640</u>
<u>Deferred Outflows of Resources -</u>	
Deferred outflows of resources	\$ 860,278
TOTAL ASSETS AND DEFERRED OUTFLOW OF RESOURCES	<u>\$ 53,832,918</u>
<u>LIABILITIES, DEFERRED INFLOW OF RESOURCES AND NET POSITION:</u>	
<u>Current Liabilities -</u>	
Accounts payable	\$ 1,558,293
Accrued liabilities	14,283
Accrued interest	28,168
Funds held for others	307
Bond anticipation note	5,923,275
Retainage payable	168,727
Compensated absences	55,692
Current portion of debt	530,092
Total Current Liabilities	<u>\$ 8,278,837</u>
<u>Noncurrent Liabilities -</u>	
Bonds payable, net of current portion	\$ 10,599,822
Lease liability, net of current portion	77,502
Net pension liability	608,306
OPEB liability	942,361
Total Noncurrent Liabilities	<u>\$ 12,227,991</u>
TOTAL LIABILITIES	<u>\$ 20,506,828</u>
<u>Deferred Inflows of Resources -</u>	
Deferred inflows of resources	\$ 415,794
<u>Net Position -</u>	
Net investment in capital assets	\$ 29,528,217
Restricted	547,352
Unrestricted net position	2,834,727
Total Net Position	<u>\$ 32,910,296</u>
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND NET POSITION	<u>\$ 53,832,918</u>

(The accompanying notes are an integral part of these financial statements)

**LIVINGSTON COUNTY WATER & SEWER AUTHORITY
LIVINGSTON COUNTY, NEW YORK**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION**

For Year Ended December 31, 2025

<u>OPERATING REVENUES:</u>	<u>2025</u>
Service fees	\$ 5,449,101
Operation and maintenance service fees	23,460
Permit fees	160,007
Other operating income	226,879
TOTAL OPERATING REVENUES	<u>\$ 5,859,447</u>
<u>OPERATING EXPENSES:</u>	
Wages, salaries, and benefits	\$ 1,345,807
Professional services	583,342
Utilities	419,321
Vehicle expense	76,700
Purchased water and sewer	841,818
Equipment maintenance	103,822
Building maintenance	742,540
Other	118,724
Depreciation and amortization	1,514,076
TOTAL OPERATING EXPENSES	<u>\$ 5,746,150</u>
OPERATING (LOSS) INCOME	<u>\$ 113,297</u>
<u>NONOPERATING REVENUES (EXPENSES):</u>	
Interest earnings	\$ 114,896
Interest expense	(102,353)
Debt fees	(10,724)
Grant revenue	1,997,094
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>\$ 1,998,913</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS	<u>\$ 2,112,210</u>
<u>CAPITAL CONTRIBUTIONS:</u>	
Contributed capital	\$ 201,850
TOTAL CAPITAL CONTRIBUTIONS	<u>\$ 201,850</u>
(DECREASE) INCREASE IN NET POSITION	<u>\$ 2,314,060</u>
NET POSITION - BEGINNING OF YEAR	<u>30,596,236</u>
NET POSITION - END OF YEAR	<u>\$ 32,910,296</u>

(The accompanying notes are an integral part of these financial statements)

**LIVINGSTON COUNTY WATER & SEWER AUTHORITY
LIVINGSTON COUNTY, NEW YORK**

STATEMENT OF CASH FLOWS

For Year Ended December 31, 2025

<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>	<u>2025</u>
Revenues -	
Receipts from service fees	\$ 5,402,051
Receipts from permit fees	160,007
Other operating receipts	226,879
Expenses -	
Payments to vendors and suppliers for goods and services	(2,865,347)
Payments to employees for wages and benefits	(2,546,274)
Service fees remitted to other governments	(19,741)
Net Cash Provided by Operating Activities	<u><u>\$ 357,575</u></u>
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</u>	
Purchases of capital assets	\$ (2,704,473)
Cash received for capital contributions	67,252
Grants received for capital assets	1,947,094
Proceeds from bond anticipation note payable	1,685,523
Repayments on bond payable	(611,351)
Interest on capital debt	(91,972)
Bond issuance cost	(10,724)
Lease principal payments	(36,751)
Net Cash Used In Capital and Related Financing Activities	<u><u>\$ 244,598</u></u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>	
Interest income	\$ 96,618
Net Cash Provided by Investing Activities	<u><u>\$ 96,618</u></u>
Net (Decrease) Increase in Cash and Cash Equivalents	\$ 698,791
Cash and Cash Equivalents - Beginning of Year	<u>1,781,721</u>
Cash and Cash Equivalents - End of Year	<u><u>\$ 2,480,512</u></u>
Classified as:	
Cash and cash equivalents	\$ 2,467,813
Restricted cash and cash equivalents	12,699
Total cash and cash equivalents	<u><u>\$ 2,480,512</u></u>
<u>RECONCILIATION OF CHANGE IN NET POSITION TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</u>	
Operating (loss) income	\$ 113,297
Adjustments to reconcile changes in net position to cash Provided by Activities -	
Depreciation	1,514,076
Changes in assets and liabilities -	
Accounts receivable	(70,510)
Funds held by others	(19,741)
Inventory	26,478
Prepaid expense	(66,179)
Accounts payable	(32,933)
Compensated absences	7,949
Net pension asset/(liability)	76,233
Other postemployment benefit	(974,050)
Deferred inflows	(261,621)
Deferred outflows	83,429
Other current liabilities	(38,853)
Net Cash Provided by Operating Activities	<u><u>\$ 357,575</u></u>

(The accompanying notes are an integral part of these financial statements)

**LIVINGSTON COUNTY WATER & SEWER AUTHORITY
LIVINGSTON COUNTY, NEW YORK**

NOTES TO FINANCIAL STATEMENTS

December 31, 2025

I. Summary of Significant Accounting Policies:

The financial statements of the Livingston County Water & Sewer Authority, Livingston County, New York, (the Authority) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. The Reporting Entity

The Authority is a public benefit corporation organized under the Public Authorities Law of the State of New York. The Authority was created to finance, construct, operate and maintain water and sewage facilities for the benefit of the residents of the County of Livingston, New York.

The Authority was created by special New York State legislation July 26, 1995 and commenced operations with the appointment of its officers on August 23, 1995 and September 13, 1995.

Members of the Authority's governing board are appointed by the County's Board of Supervisor, however, the Board of Supervisors exercises no oversight responsibility for management of the Authority, or accountability for fiscal matters. The County is not liable for any Authority indebtedness. The Authority is considered a component unit of the County and is included as such within the County's basis financial statements as a discretely presented component unit.

B. Measurement Focus, Basis of Accounting and Basis of Presentation

The accompanying basic financial statements of the Authority have been prepared in conformity with generally accepted accounting principles ("GAAP") for governments as prescribed by the Governmental Accounting Standards Board ("GASB"), which is the primary standard setting body for establishing governmental accounting and financial reporting principles.

Revenues and expenses are recorded under the accrual method of accounting.

C. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Authority considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

D. Accounts Receivable

Accounts receivable consist of fees for services for sewer and water charges due from individuals and other governments and project and grant receivables. Accounts receivable are carried on the balance sheet at net realizable value. Generally accepted accounting principles requires the allowance method be used to recognize bad debts, however, the effect of using the direct write-off method is not materially different from the results that would have been obtained under the allowance method.

(I.) (Continued)

E. Capital Contributions Receivable

Capital contributions receivable represents contractual agreements with the village and two farms to repay the Authority for capital improvements that were made to system infrastructure to benefit the Village's water system, and to provide additional system capacity to meet the farms' anticipated water demands. In addition, interest is charged by the Authority for amounts expended during project completion at rates equivalent to borrowings incurred by the Authority during that time and are recorded as interest income in the accompanying statement of revenues, expenses and charges in net position.

F. Materials and Supplies Inventories

Materials and supplies are stated at cost, determined on the first-in, first-out method, which approximates market.

G. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

H. Capital Assets

Capital assets, including distribution and collection systems, are stated at cost. Depreciation is provided using the straight-line method over the following estimated useful life:

Machinery and Equipment	5-10 Years
Buildings	20-40 Years
Water Distribution System	30-50 Years
Sewer Collection System	20-50 Years
Leasehold Improvements	40 Years

Improvements, renewals and significant repairs that do not extend the life of the asset are expensed as incurred. When assets are retired or otherwise disposed of, the related asset and accumulated depreciation are written off and any unrelated gains or losses are recorded.

I. Revenue Recognition

Revenues from water and sewer sales are recognized at the time of service delivery based on actual or estimated water meter readings and actual sewer units. Construction revenues are recognized at the time an expenditure is incurred for the project.

J. Contributed Capital

Contributed capital represent amounts that developers, customers and governments have contributed for betterments or additions to capital assets. These contributions are received in cash or in the form of non-cash contributions of capital items and are recorded at fair value on the date of donation.

(I.) (Continued)

K. Operating and Non-Operating Revenues and Expenses

Operating revenue consists of water and sewer service fees and other related revenue. The Authority defines non-operating revenue as grant revenues, interest earnings on investment assets, and gains or losses on the sales of assets. Non-operating expenses consist of financing expense.

L. Deferred Outflows and Inflows of Resources

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

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

M. Compensated Absences

Authority employees earn vacation time based on length of employment and employee contracts. Upon termination, employees are paid full value for any accrued unused vacation time. The Authority records this as a long-term liability. The Authority tracks sick leave balances which do not accrue and follow a last in first out methodology.

N. Pension Benefits

The Authority participates in the New York State Employee's Retirement System.

O. Total Other Postemployment Benefits

The Authority administers a single-employer defined benefit Other Postemployment Benefit (OPEB) Plan (the Plan). The only employees eligible for the health care benefits through the Plan are the four employees previously employed by the County who were transferred to the Authority without a break in service on January 1, 2019. Those county employees who worked for the Authority but retired prior to the employee lease termination with the County will receive retiree health care benefits through the County, but these costs will be reimbursed by the Authority. Employees hired by the Authority after January 1, 2019 are not eligible for retiree health insurance. The total other postemployment benefit liability is actuarially determined and presented as a long-term liability.

P. Taxes

As a public benefit corporation, the Authority is exempt from federal and state income taxes, as well as state and local property and sales taxes.

Q. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of management estimates. Actual results could differ from those estimates.

(I.) (Continued)

R. Budgets

The Authority is not required to have a legally adopted budget. However, under the New York State Public Authorities Law, the Authority board must approve and issue a budget on an annual basis representing the Authority's objectives and priorities for the year.

S. Net Position

GASB requires the classification of net position into three components as defined below:

1. **Net investment in capital assets** - consists of capital assets net of accumulated depreciation, reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Additionally, deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt should be included in this component of net position.
2. **Restricted net position** - consists of restricted assets (i.e. restrictions imposed by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enable legislation) reduced by liabilities and deferred inflows related to those assets.
3. **Unrestricted net position** - consists of the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investments in capital assets or the restricted component of net position.

T. New Accounting Standards

The Authority has adopted all current Statements of the Governmental Accounting Standards Board (GASB) that are applicable. At December 31, 2025, the Authority implemented the following new standards issued by GASB:

GASB has issued Statement 102, *Certain Risk Disclosures*.

U. Future Changes in Accounting Standards

GASB has issued Statement 103, *Financial Reporting Model Improvements*, which will be effective for fiscal years beginning after June 15, 2025.

GASB has issued Statement 104, *Disclosure of Certain Capital Assets*, which will be effective for fiscal years beginning after June 15, 2025.

GASB has issued Statement 105, *Subsequent Events*, which will be effective for fiscal years beginning after June 15, 2026.

The Authority is currently studying these statements and plans on adoption as required.

II. Cash and Investments

The guidelines established by the Authority permit the investment of funds held by the Authority to be invested in accordance with New York State {public Authorities Law. Investments must be in the form of obligations of the State of New York, or in general obligations of its political subdivisions, obligations of the United States.

The Authority's investment policy requires its deposits and investments to be 100% collateralized through federal deposit insurance or other obligations. Obligations that may be pledged as collateral are obligations of, or guaranteed by, the United States or the State of New York. Collateral must be delivered to the Authority or an authorized custodial bank. In addition, the Authority's investment policy includes the following provisions for interest rate risk, credit risk and custodial credit risk.

- **Interest Rate Risk** – Interest rate risk is the risk that the fair value of investments will be affected by changing interest rates.
- **Credit Risk** – The Authority's policy is to minimize the risk of loss due to failure of an issuer or other counterparty to an investment to fulfill its obligations. The Authority's investment and deposit policy authorizes the reporting entity to purchase the following types of investments:
 - Interest bearing demand accounts
 - Certificates of Deposit
 - Obligations of the United States Treasurer and United States agencies
 - Obligations of New York State and its localities
- **Custodial Credit Risk** – Custodial credit risk is the risk that in the event of a failure of a depository financial institution, the reporting entity may not recover its deposits. In accordance with the authority's investment and deposit policy, all deposits of the Authority including interest bearing demand accounts and certificates of deposit, in excess of the amount incurred under the provisions of the Federal Deposit Insurance Act (FDIA) shall be secured by a pledge of securities with an aggregate value equal to 100% of the aggregate amount of deposits. The Authority's investment and deposit policy authorizes the reporting entity to purchase the following types of investments:
 - Obligations issued, fully insured or guaranteed as to the payment of principal and interest, by the United States Treasurer and United States agencies
 - Obligations issued or fully insured or guaranteed by New York State and its localities

The Authority categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principals. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The Authority did not have any investments that are measured using Level 3 inputs.

Governmental bonds and other fixed income instruments classified in Level 2 of the fair value hierarchy are valued based on significant other observable inputs, which may include, but are not limited to, quoted prices for similar assets or liabilities in market that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market corroborated inputs.

(II.) (Continued)

A. Cash and Cash Equivalents

At December 31, 2025, cash and cash equivalents and restricted cash held by the Authority in financial institutions (not including funds held for others or funds held by trustee) were \$2,484,108. At December 31, 2025, cash and cash equivalents and restricted cash consisted of bank demand deposits and money market accounts, which are not subject to investment risk relating to changing interest rates. The Authority's deposits and investments are required to be collateralized in the event of loss due to the failure of the issuer or counterpart to its investments.

At December 31, 2025, the reported amount of the Authority's deposits, including funds held for others, was \$2,482,012 and the bank balance was \$2,485,608. Of the bank balance, \$250,000 was covered by federal depository insurance, with the remaining amount covered by collateral held in the pledging banks trust department in the Authority's name.

B. Restricted Cash

The Authority's restricted cash for 2025 is as follows:

	<u>2025</u>
Capital Development and Repairs	\$ 12,699
Total	<u>\$ 12,699</u>

C. Investments

The Authority's investments are recorded at fair value and have been categorized based upon a fair market value.

The following table presents information about the Authority's investments measured at fair value as of December 31, 2025:

<u>Investments</u>	<u>Investment Maturity</u>			<u>Total</u>
	<u>Fair Value</u>	<u>Within 1 Year</u>	<u>In More Than 1 Year</u>	
US Treasury Bond	<u>\$ 90,277</u>	<u>\$ -</u>	<u>\$ 90,277</u>	<u>\$ 90,277</u>

On the Statement of Net Position, these investments are included in the funds held by trustees.

United States Treasury obligations are considered level 2 investments.

III. Funds Held by Trusts

Funds held by trustee refers to cash held by a third party for the benefit of the authority. The funds held by trustee are not subject to the Authority's investment and deposit policy or collateralization requirements. As of December 31, 2025, this amount was \$534,653. The funds held by trustee are for debt service required for by the Authority's Trust Indenture. The debt service funds held by trustee include U.S. Treasury Bonds which are stated at market value. The remaining balance in funds held with trustee is comprised of cash and cash equivalents.

IV. Accounts Receivable

The balance of accounts receivable for 2025 is as follows:

	<u>2025</u>
Water and Sewer Service Fees	\$ 1,443,317
Due From Other Governments	995,063
Total	<u>\$ 2,438,380</u>

V. Capital Contributions Receivable

Capital contribution receivable for 2025 is as follows:

	<u>2025</u>
Village of Geneseo	\$ 60,346
Dairy Knoll Farms, LLC	117,154
Less: Current Portion	(58,015)
Total	<u>\$ 119,485</u>

Future scheduled principal payments of capital contributions are as follows:

<u>Year</u>	
2026	\$ 58,016
2027	16,741
2028	7,591
2029	7,860
2030	8,139
2031-35	45,233
2036-39	33,920
Total	<u>\$ 177,500</u>

VI. Capital Assets

The Authority's capital assets for 2025 are as follows:

	<u>Balance at</u> <u>1/1/2025</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at</u> <u>12/31/2025</u>
<u>Non Depreciated Assets</u>				
Land	\$ 150,285	\$ -	\$ -	\$ 150,285
Construction in progress	2,260,969	2,133,374	1,001,995	5,396,338
Total Non Depreciated Assets	<u>\$ 2,411,254</u>	<u>\$ 2,133,374</u>	<u>\$ 1,001,995</u>	<u>\$ 5,546,623</u>
<u>Depreciated Assets</u>				
Buildings	\$ 6,226,286	\$ -	\$ -	\$ 6,226,286
Water distribution system	22,582,797	80,545	-	22,663,342
Sewer collection system	31,531,248	831,274	-	32,362,522
Machinery and equipment	5,579,114	62,259	-	5,641,373
Leasehold improvements	871,377	-	-	871,377
Less: Accumulated depreciation	(25,107,187)	(1,606,838)	-	(26,714,025)
Total Depreciated Assets	<u>\$ 41,683,635</u>	<u>\$ (632,760)</u>	<u>\$ -</u>	<u>\$ 41,050,875</u>
Total Capital Assets	<u>\$ 44,094,889</u>	<u>\$ 1,500,614</u>	<u>\$ 1,001,995</u>	<u>\$ 46,597,498</u>

(VI.) (Continued)

The Authority's lease assets for 2025 are as follows:

	<u>Balance at</u> <u>1/1/2025</u>	<u>Additions</u>	<u>Deletions</u>	<u>Adjustments</u>	<u>Balance at</u> <u>12/31/2025</u>
Lease-water distribution system	\$ 259,309	\$ -	\$ -	\$ -	\$ 259,309
Less: accumulated amortization	(92,973)	(6,483)	-	70,284	(29,172)
Total Lease Assets	<u>\$ 166,336</u>	<u>\$ (6,483)</u>	<u>\$ -</u>	<u>\$ 70,284</u>	<u>\$ 230,137</u>

The Authority assessed their capital assets and re-allocated values to align with current methodologies. These adjustments were immaterial both individually and in the aggregate.

VII. Deferred Outflows and Deferred Inflows

The Authority reported deferred outflows and deferred inflows at December 31, 2025 as follows:

	<u>Deferred Outflows</u> <u>2025</u>	<u>Deferred Inflows</u> <u>2025</u>
Pension	\$ 453,650	\$ 15,162
OPEB	406,628	400,632
Total	<u>\$ 860,278</u>	<u>\$ 415,794</u>

VIII. Short-Term Debt

A. Bond Anticipation Notes

1. On November 4, 2021, the Authority issued a Bond Anticipation Note (BAN) through the Environmental Facilities Corporation (EFC) for a maximum amount of \$4,000,000 for the Water System Improvements Project. This BAN included an interest free sum of \$1,333,333 and a market rate sum of \$2,666,667 at a market rate of 0.33% under a NYS EFC short-term financing program, which is considered a direct borrowing. On November 20, 2025, the Authority signed an updated Project Finance Agreement which increased the borrowing through EFC to a maximum amount of \$6,750,000 for the Water System Improvements Project. This BAN now includes an interest free sum of \$2,250,000 and a market rate sum of \$4,500,000 at a market rate of 2.65%. The BAN has a maturity date of June 30, 2027. At this time, the Authority can convert the BAN to long-term financing if all conditions are met and if such financing is made available by EFC. The Authority drew down \$1,615,438 on this BAN in 2022, \$1,452,900 in 2023, \$388,851 in 2024, and \$289,827 in 2025. In addition, the first short-term principal payment of \$36,000 was made in 2024. Principal payments totaling \$128,500 were made in 2025.

2. On January 9, 2025, the Authority issued a Bond Anticipation Note (BAN) funded by the Bipartisan Infrastructure Law (BIL) through the Environmental Facilities Corporation (EFC) for a maximum amount of \$5,000,000 for the Conesus Lake Pump Station Improvements Project. This BAN includes an interest free sum of \$5,000,000 under a NYS EFC short-term financing program, which is considered a direct borrowing. The BAN has a maturity date of 1/9/2030.

(VIII.) (Continued)

The following is a summary of the changes in short-term debt as of December 31, 2025:

	<u>Original Amount</u>	<u>Maturity</u>	<u>Interest Rate</u>	<u>Balance 1/1/25</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 12/31/25</u>
BAN-2021	\$ 1,615,438	6/30/2027	2.65%	\$ 3,421,189	\$ 289,827	\$ (128,500)	\$ 3,582,516
BAN-2025	\$ 5,000,000	1/9/2030	0.00%	-	2,340,759	-	2,340,759
Total Short-Term Debt				\$ 3,421,189	\$ 2,630,586	\$ (128,500)	\$ 5,923,275

IX. Long-Term Debt

A. EFC Revenue Bond Payable

1. On August 27, 2009, the Authority issued a \$2,921,000 Sewer Installment Bond with the NYS Environmental Facilities Corporation to fund the cost of various sewer projects. The bond has an interest rate of 4.27% and will mature on August 1, 2039.
2. On February 7, 2011, the Authority issued a \$951,750 Drinking Water Installment Bond with the NYS Environmental Facilities Corporation to fund the cost of the Groveland Station water project. The Bond has an interest rate of 0% and will mature on August 31, 2040.
3. On May 1, 2012, the Authority was a part of a \$1,322,692 offering of the NYS EFC Revenue Bonds to fund the cost of various sewer projects. The bond has an interest rate of 3.74% and will mature on May 1, 2042.
4. As of December 31, 2022, the Authority owed \$6,686,416 on the EFC BAN which funded the Lakeville Wastewater Treatment Plant upgrades. The balance was subsequently refinanced on a long-term basis. The long-term debt was issued on January 5, 2023 and is a \$7,652,105 Clean Water Installment Bond with NYS Environmental Facilities Corporation. The bond has an interest rate of 0% and will mature on January 5, 2052.
5. The \$1,705,000 System Revenue Notes were permanently financed on August 7, 2024 through the issuance of a \$1,245,000 Bond. The bond has a maturity date of August 1, 2039.

In 2008, the Authority entered into a Trust Indenture under which debt is issued. The Trust Indenture pledges all revenues and other income collected by the Authority for payment of principal and interest on the bonds. The Trust Indenture also generally requires establishment of certain trust funds, for which the Bank acts as a trustee, into which monies are to be deposited. The Authority is required to maintain on deposit amounts sufficient to cover the annual debt service (as defined in the Trust Indenture) of its bonds. The Authority covenants in its indenture that it will establish water and sewer rates sufficient to cover the sum of : (1) 105% times debt service, (2) operating revenues exceed operating expenses as defined by the covenant, and (3) any additional amounts required to restore the debt service reserve fund to the debt service reserve requirement. As of December 31, 2025 and 2024, there were no covenant violations with any outstanding debt issues for the Authority. The Authority includes in their customer billings an amount designated for debt service. The intention by the Board, related to the use of these revenues, is to satisfy debt service requirements.

(IX.) (Continued)

Should an event of default occur on any of the bond under the general revenue bond resolution, the Trustee may declare the principal of all bonds outstanding to be due and payable immediately.

B. Lease Liability – On July 2021, the Authority and the Village of Livonia (the Village) entered into an agreement in which the Village leases its water distribution system to the Authority so that the Authority can operate and maintain such improvements and provide water delivery services for the benefit of Village residents. The term of this agreement is 40 years. In accordance with this agreement, the Authority shall make annual payments of \$40,000 to the Village, with an additional one-time payment which was made in the first year (2021) of \$52,495. The lease does not contain a renewal option. The Authority’s incremental borrowing rate of 2.12% was used in calculating the lease liability.

C. Compensated Absences – The Authority reports the value of compensated absences as a liability. Authority employees earn vacation time based on length of employment and employee contracts. Upon termination, employees are paid full value for any accrued unused vacation time.

D. Change in Long-Term Debt

	<u>Balance at</u> <u>1/1/2025</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at</u> <u>12/31/2025</u>	<u>Current</u> <u>Portion</u>	<u>Non-Current</u> <u>Portion</u>
EFC Revenue Bonds	\$ 11,484,546	\$ -	\$ 476,806	\$ 11,007,740	\$ 486,510	\$ 10,521,230
Bond Premium	90,682	-	6,045	84,637	6,045	78,592
Total Bonds	<u>\$ 11,575,228</u>	<u>\$ -</u>	<u>\$ 482,851</u>	<u>\$ 11,092,377</u>	<u>\$ 492,555</u>	<u>\$ 10,599,822</u>
Lease Liability	151,790	-	36,751	115,039	37,537	77,502
OPEB Liability	1,916,411	-	974,050	942,361	-	942,361
Retainage Payable	-	168,727	-	168,727	168,727	-
Compensated Absences	47,743	7,949	-	55,692	55,692	-
Net Pension Liability	532,073	76,233	-	608,306	-	608,306
Total Long-Term Debt	<u>\$ 14,223,245</u>	<u>\$ 252,909</u>	<u>\$ 1,493,652</u>	<u>\$ 12,982,502</u>	<u>\$ 754,511</u>	<u>\$ 12,227,991</u>

E. Estimated Debt Service Requirements

<u>Year</u>	<u>EFC Revenue Bonds</u>		<u>Lease Liability</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 486,510	\$ 160,593	\$ 37,537	\$ 2,463
2027	491,805	152,016	38,341	1,659
2028	496,805	143,135	39,161	838
2029	501,805	134,093	-	-
2030	511,805	124,855	-	-
2031-35	2,649,025	471,553	-	-
2036-40	2,609,025	178,326	-	-
2041-45	1,475,400	11,269	-	-
2046-50	1,275,400	-	-	-
2051-52	510,160	-	-	-
Total	<u>\$ 11,007,740</u>	<u>\$ 1,375,840</u>	<u>\$ 115,039</u>	<u>\$ 4,960</u>

X. Funds Held for Others

The Authority maintained funds for other unrelated governments related to collections for customer charges billed by the Authority in the amount of \$307 at December 31, 2025.

XI. Other Notes:

A. Employee Pension and Other Benefit Plans

1. Plan Description

The Authority participates in the New York State Local Employees' Retirement System (ERS). This is a cost sharing multiple employer defined benefit retirement system. The net position of the System is held in the New York State Common Retirement Fund (the Fund), which was established to hold all net assets and record changes in fiduciary net position allocated to the System. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the System. The Comptroller is an elected official determined in a direct statewide election and serves a four-year term. System benefits are established under the provisions of the New York State Retirement and Social Security Law (RSSL). Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The Authority also participates in the Public Employees' Group Life Insurance Plan (GLIP), which provides death benefits in the form of life insurance. The System is included in the State's financial report as a pension trust fund. That report may be found at www.osc.state.ny.us/retire/publications/index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, New York 12244.

2. Benefits Provided

The System provides retirement benefits as well as death and disability benefits.

Tier 1 and 2

Eligibility: Tier 1 members, with the exception of those retiring under special retirement plans, must be at least age 55 to be eligible to collect a retirement benefit. There is no minimum service requirement for Tier 1 members. Tier 2 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. The age at which full benefits may be collected for Tier 1 is 55, and the full benefit age for Tier 2 is 62.

Benefit Calculation: Generally, the benefit is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If the member retires with 20 or more years of service, the benefit is 2 percent of final average salary for each year of service. Tier 2 members with five or more years of service can retire as early as age 55 with reduced benefits. Tier 2 members age 55 or older with 30 or more years of service can retire with no reduction in benefits. As a result of Article 19 of the RSSL, Tier 1 and Tier 2 members who worked continuously from April 1, 1999 through October 1, 2000 received an additional month of service credit for each year of credited service they have at retirement, up to a maximum of 24 additional months.

Final average salary is the average of the wages earned in the three highest consecutive years. For Tier 1 members who joined on or after June 17, 1971, each year of final average salary is limited to no more than 20 percent of the previous year. For Tier 2 members, each year of final average salary is limited to no more than 20 percent of the average of the previous two years.

(XI.) (Continued)

Tier 3, 4, 5

Eligibility: Tier 3 and 4 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. Tier 5 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. The full benefit age for Tiers 3, 4, and 5 is 62.

Benefit Calculation: Generally, the benefit is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If a member retires with between 20 and 30 years of service, the benefit is 2 percent of final average salary for each year of service. If a member retires with more than 30 years of service, an additional benefit of 1.5 percent of final average salary is applied for each year of service over 30 years. Tier 3 and 4 members with five or more years of service and Tier 5 members with five or more years of service can retire as early as age 55 with reduced benefits. Tier 3 and 4 members age 55 or older with 30 or more years of service can retire with no reduction in benefits.

Final average salary is the average of wages earned in the three highest consecutive years. For Tier 3, 4, and 5 members, each year of final average salary is limited to no more than 10 percent of the average of the previous two years.

Tier 6

Eligibility: Tier 6 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. The full benefit age of Tier 6 is 63 for ERS members.

Benefit Calculation: Generally, the benefit is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If a member retires with 20 years of service, the benefit is 1.75 percent of final average salary for each year of service. If a member retires with more than 20 years of service, an additional benefit of 2 percent of final average salary is applied for each year of service over 20 years. Tier 6 members with five or more years of service can retire as early as 55 with reduced benefits.

Final average salary is the average of the wages earned in the three highest consecutive years. For Tier 6 members, each year of final average salary is limited to no more than 10 percent of the average of the previous four years.

Ordinary Disability Benefits

Generally, ordinary disability benefits, usually one-third of salary, are provided to eligible members after ten years of service; in some cases, they are provided after five years of service.

Accidental Disability Benefits

For all eligible Tier 1 and Tier 2 ERS and PFRS members, the accidental disability benefit is a pension of 75 percent of final average salary, with an offset for any Workers' Compensation benefits received. The benefit for eligible Tier 3, 4, 5, and 6 members is the ordinary disability benefit with the years-of-service eligibility requirement dropped.

(XI.) (Continued)

Ordinary Death Benefits

Death benefits are payable upon the death, before retirement, of a member who meets eligibility requirements as set forth by law. The first \$50,000 of an ordinary death benefit is paid in the form of group term life insurance. The benefit is generally three times the member's annual salary. For most members, there is also a reduced post-retirement ordinary death benefit available.

Post-Retirement Benefit Increases

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

3. Contributions

The System is noncontributory except for employees who joined the New York State and Local Employees' Retirement System after July 27, 1976, who contribute 3 percent of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010 (ERS) who generally contribute 3 percent of their salary for their entire length of service. For Tier 6 members, the contribution rate varies from 3 percent to 6 percent depending on salary. Generally, Tier 5 and 6 members are required to contribute for all years of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly, used in computing the employers' contributions based on salaries paid during the Systems' financial year ending March 31. Contributions for the current year and two preceding years were equal to 100 percent of the contributions required, and were as follows:

Prepayment	
<u>Due Date</u>	<u>ERS</u>
12/15/2025	\$ 202,663
12/15/2024	\$ 173,012
12/15/2023	\$ 150,242

B. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources related to Pensions

At December 31, 2025, the Authority reported a liability of \$608,306 for its proportionate share of the net pension liability. The net pension liability was measured as of March 31, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Authority's proportion of the net pension liability was based on a projection of the Authority's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

(XI.) (Continued)

At December 31, 2025, the Authority's proportion was 0.0035479%.

For the year ended December 31, 2025 the Authority recognized pension expense of \$193,721. At December 31, 2025, the Authority reported deferred inflows and deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources
	<u>2025</u>
Differences between expected and actual experience	\$ 150,986
Changes of assumptions	25,511
Net difference between projected and actual investment earning on pension plan investments	47,726
Changes in proportion and differences between the Authority's contributions and proportionate share of contributions	77,430
Subtotal	\$ 301,653
Authority's contributions subsequent to the measurement date	151,997
Grand Total	\$ 453,650
	Deferred Inflows of Resources
	<u>2025</u>
Differences between expected and actual experience	\$ 7,122
Net difference between projected and actual earnings on pension plan investments	
Authority's contributions and proportionate share of contributions	8,040
Grand Total	\$ 15,162

\$151,997 is reported as deferred outflows of resources related to pensions resulting from Authority contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expenses as follows:

<u>Year</u>	<u>Amount</u>
2026	\$ 131,678
2027	181,774
2028	(32,326)
2029	5,366
Total	\$ 286,492

(XI.) (Continued)

1. **Actuarial Assumptions**

The total pension liability at March 31, 2025 was determined by using an actuarial valuation of April 1, 2024, with update procedures used to roll forward the total pension liability to March 31, 2025. The actuarial valuations used the following actuarial assumptions:

Significant actuarial assumptions used in the valuations were as follows:

	<u>ERS</u>
Interest rate	5.90%
Salary increases	4.30%
Inflation rate	2.90%
COLA'S	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 long term expected rate of return on pension plan investments was determined in accordance with Actuarial Standard of Practice (ASOP) No. 27, Selection of Economic Assumptions for Measuring Pension Obligations. ASOP No. 27 provides guidance on the selection of an appropriate assumed investment rate of return. Consideration was given to expected future real rates of return (expected returns, net of pension plan investment expense and inflation) for equities and fixed income as well as historical investment data and plan performance.

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of March 31, 2025 are summarized below:

	2024
<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	3.54%
International equity	6.57%
Private equity	7.25%
Real estate	4.95%
Opportunistic portfolios	5.25%
Credit	5.40%
Real assets	5.55%
Fixed income	2.00%
Cash	0.25%

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

(XI.) (Continued)

2. **Discount Rate**

The discount rate used to calculate the total pension liability was 5.90%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

3. **Sensitivity of the Proportionate Share of the Net Pension Liability to the Discount Rate Assumption**

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

	2025		
	1% Decrease (4.90%)	Current Discount (5.90%)	1% Increase (6.90%)
Employer's proportionate share of the net pension asset (liability)	\$ (1,760,514)	\$ (608,306)	\$ 353,789

4. **Pension Plan Fiduciary Net Position**

The components of the current year net pension liability of the employers as of the March 31, 2025, were as follows:

	2025 (In Thousands)
	<u>ERS</u>
Employers' total pension liability	\$ 247,600,239
Plan net position	230,454,512
Employers' net pension asset/(liability)	<u>\$ (17,145,727)</u>
Ration of plan net position to the employers' total pension liability	93.08%

XII. Postemployment Benefits

A. General Information About the OPEB Plan

Plan Description – Full time employees who retire after 25 or more years of continuous service with the Authority or after 25 or more years of combined continuous service with both the Authority and a municipality that joins the Authority (with at least 5 years of those combined years spent working for the Authority) and who are retiring in accordance with the NYS Retirement System eligibility requirements, may elect to continue to be covered by the health insurance plan(s) offered to current employees.

If the employee elects to continue coverage under the Authority’s plan, the former employee and spouse will pay the premium due by the first day of the month of coverage. If the former employee fails to pay his or her share of the premium when due, the Authority reserves the right to cancel the coverage without notice. Once the retired employee is no longer covered by the Authority’s health insurance plan, whether because the retired employee does not elect to maintain coverage, or the retired employee does not pay his or her share of the premium when due, then the retired employee’s right to this benefit shall terminate and may only be reinstated by the action of the Board of the Authority, in its sole discretion. This benefit shall also terminate upon the death of the retired employee, when the retired employee is no longer eligible for coverage under the terms of the Authority’s health insurance plan, or when the retired employee becomes eligible for other coverage (excluding Medicare)

At age 65, the retired employee must switch from regular coverage to Medicare Supplement coverage. Several different Medicare Supplement policies are available. It is the retired employee’s responsibility to apply for Medicare Parts A and B, so he or she is eligible for a Medicare Supplement policy. After the retired employee has applied for such coverage, the Authority will contribute up to \$2,400 annually toward the cost of any approved supplemental insurance policy to help cover the Medicare “gap”.

Employees Covered by Benefit Terms – At March 31, 2025, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	1
Active Employees	<u>3</u>
Total	<u>4</u>

B. Total OPEB Liability

The Authority’s total OPEB liability of \$942,361 was measured as of December 31, 2025, and was determined using the alternative method.

The assumptions used for the alternative method are as follows:

Inflation	2.60%
Discount Rate	4.08%
Healthcare Cost Trend Rates	7.00% in 2026 to 4.04% in 2095
Retirees' Share of Benefit-Related Costs	0-20%

The discount rate was based on the rate for a 20-year high quality tax-exempt municipal bond index as of the measurement date.

Mortality rates were based on the Pub-2010 Public Retirement Plans Mortality Tables adjusted for mortality improvements with the scale MP-2021.

(XII.) (Continued)

C. Changes in the Total OPEB Liability

	<u>2025</u>
Beginning Balance at December 31	\$ 1,916,411
<u>Changes for the Year -</u>	
Service cost	\$ 34,187
Interest	63,115
Changes of benefit terms	(1,128,475)
Differences between expected and actual experience	289,798
Changes in assumptions or other inputs	(203,596)
Benefit payments	(29,079)
Net Changes	<u>\$ (974,050)</u>
Ending Balance at December 31	<u>\$ 942,361</u>

The change in the OPEB liability was impacted by the change in benefit terms which reduced the overall OPEB obligation.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate – The following presents the total OPEB liability of the Authority, as well as what the Authority’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.08%) or 1-percentage-point higher (5.08%) than the current discount rate:

	<u>2025</u>		
	Discount		
	1% Decrease	Rate	1% Increase
	<u>(3.08%)</u>	<u>(4.08%)</u>	<u>(5.08%)</u>
Total OPEB Liability	\$ 1,003,618	\$ 942,361	\$ 886,462

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

	<u>2025</u>		
	Current Trend		
	1% Decrease	Rates	1% Increase
Total OPEB Liability	\$ 884,919	\$ 942,361	\$ 1,005,546

(XII.) (Continued)

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

For the year ended December 31, 2025, the Council recognized OPEB expense of (\$1,033,208). At December 31, 2025, the Council reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experiences	\$ 206,283	\$ 69,593
Changes of assumptions	159,000	331,039
Contributions after measurement date	41,345	-
Grand Total	<u>\$ 406,628</u>	<u>\$ 400,632</u>

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

<u>Year</u>	
2026	\$ (6,470)
2027	(56,584)
2028	27,344
2029	361
Total	<u>\$ (35,349)</u>

XIII. Commitments and Contingencies:

1. Lakeville Wastewater Treatment Plant Upgrades Project

On February 1, 2018, the Authority entered into a short-term Clean Water State Revolving Fund financing agreement with the New York State Environmental Facilities Corporation for a total project cost of \$5,716,460. The budget was amended in 2020 to a total project cost of \$9,877,366 to finance additional improvements at the WWTP. The project is financed with \$7,652,105 of debt (0% long-term interest rate) along with a WIIA grant in the amount of \$1,412,500 and a WQIP grant in the amount of \$767,250.

2. Water System Improvement Project

On November 4, 2021, the Authority entered into a short-term Drinking Water State Revolving Fund financing agreement with New York State Environmental Facilities Corporation for a total project cost of \$7,000,000. In November of 2025, the Board signed an updated Project Finance Agreement which increased the total borrowing to \$6,750,000 bringing the total project financing to \$9,750,000. The project is financed with \$6,750,000 of debt (\$2,250,000 at a long-term interest rate of 0% and \$4,500,000 at a long-term rate of 2.65% along with a WIIA grant in the amount of \$3,000,000.

(VIII.) (Continued)

3. **Leicester-York Regional Water Supply Expansion Project**

On February 2022, the Livingston County Board of Supervisors engaged with the Authority to lead a water project intended to achieve the County's interest in providing enhanced public drinking water infrastructure for the Towns of Leicester and York, as well as supporting regional interests of providing greater access to affordable safe drinking water for all participating municipalities. On November 9, 2022, the Authority was awarded \$5,000,000 from NYS Water Infrastructure Improvement (WIIA) program for the Leicester-York Regional Water Supply Expansion Project. This project is coupled with the commitment from Livingston County to commit up to \$17,000,000 of Akzo Settlement funds to support the project. 2023 included finalizing and gaining consensus on the preferred distribution and water supply sources along with municipal partner commitments. Following municipal partner commitment, preliminary and final design can begin. Construction of the project is currently ongoing.

4. **Conesus Lake Pump Station Improvements**

The project consists of planning, design, and construction of pump station improvements around Conesus Lake. The project estimate is \$8,750,000 which will be funded through the issuance of \$5,000,000 BIL EFC Clean Water Facility Notes, a Water Infrastructure Improvement Act Grant of \$1,250,000 and a BIL State Revolving Fund General Supplemental Grant of \$2,500,000.

5. **Litigation**

There is one pending claim as of the balance sheet date in which the financial impact, if any, cannot be determined at this time.

Required Supplemental Information
LIVINGSTON COUNTY WATER & SEWER AUTHORITY
LIVINGSTON COUNTY, NEW YORK

**SCHEDULE OF CHANGES IN AUTHORITY'S TOTAL OPEB
LIABILITY AND RELATED RATIO**
(Unaudited)

For Year Ended December 31, 2025

	TOTAL OPEB LIABILITY						
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Service cost	\$ 34,187	\$ 29,611	\$ 61,312	\$ 59,198	\$ 51,388	\$ 31,936	\$ -
Interest	63,115	65,508	47,033	45,660	54,111	59,058	-
Changes in benefit terms	(1,128,475)						
Differences between expected and actual experiences	289,798	-	(134,582)	-	-	-	-
Changes of assumptions or other inputs	(203,596)	90,606	(462,524)	-	(139,918)	-	-
Benefit payments	(29,079)	(1,299)	(2,232)	23,556	205,503	423,975	-
Transfer from County	-	-	-	-	-	-	1,408,511
Net Change in Total OPEB Liability	\$ (974,050)	\$ 184,426	\$ (490,993)	\$ 128,414	\$ 171,084	\$ 514,969	\$ 1,408,511
Total OPEB Liability - Beginning	\$ 1,916,411	\$ 1,731,985	\$ 2,222,978	\$ 2,094,564	\$ 1,923,480	\$ 1,408,511	\$ -
Total OPEB Liability - Ending	\$ 942,361	\$ 1,916,411	\$ 1,731,985	\$ 2,222,978	\$ 2,094,564	\$ 1,923,480	\$ 1,408,511
Covered Employee Payroll	\$ 341,410	\$ 301,366	\$ 304,202	\$ 204,961	\$ 284,875	\$ 279,865	\$ 259,234
Total OPEB Liability as a Percentage of Covered Employee Payroll	276.02%	635.91%	569.35%	1084.59%	735.26%	687.29%	543.34%

10 years of historical information is not available and will be reported each year going forward

(See Independent Auditors' Report)

Required Supplemental Information
LIVINGSTON COUNTY WATER & SEWER AUTHORITY
LIVINGSTON COUNTY, NEW YORK

**SCHEDULE OF THE AUTHORITY'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
(Unaudited)**

For Year Ended December 31, 2025

	NYSERS Pension Plan						
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Proportion of the net pension liability (asset)	0.0035479%	0.0036136%	0.0027339%	0.0021437%	0.0022341%	0.0007925%	0.0001872%
Proportionate share of the net pension liability (asset)	\$ 608,306	\$ 532,073	\$ 586,264	\$ (175,240)	\$ 2,225	\$ 209,871	\$ 13,264
Covered-employee payroll	\$ 1,271,239	\$ 1,173,192	\$ 1,165,904	\$ 700,362	\$ 689,904	\$ 219,459	\$ 52,308
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	47.851%	45.353%	50.284%	(25.021%)	0.323%	95.631%	25.357%
Plan fiduciary net position as a percentage of the total pension liability	93.08%	93.88%	90.78%	103.65%	99.95%	86.39%	86.27%

10 years of historical information is not available and will be reported each year going forward

(See Independent Auditors' Report)

Required Supplemental Information
LIVINGSTON COUNTY WATER & SEWER AUTHORITY
LIVINGSTON COUNTY, NEW YORK

SCHEDULE OF AUTHORITY CONTRIBUTIONS
(Unaudited)

For Year Ended December 31, 2025

	NYSERS Pension Plan						
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contributions	\$ 202,663	\$ 173,012	\$ 150,242	\$ 113,546	\$ 97,052	\$ 28,775	\$ 4,772
Contributions in relation to the contractually required contribution	<u>(202,663)</u>	<u>(173,012)</u>	<u>(150,242)</u>	<u>(113,546)</u>	<u>(97,052)</u>	<u>(28,775)</u>	<u>(4,772)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 1,271,239	\$ 1,173,192	\$ 1,165,904	\$ 700,362	\$ 689,904	\$ 219,459	\$ 52,308
Contributions as a percentage of covered-employee payroll	15.94%	14.75%	12.89%	16.21%	14.07%	13.11%	9.12%

10 years of historical information is not available and will be reported each year going forward

(See Independent Auditors' Report)

Supplemental Schedule
LIVINGSTON COUNTY WATER & SEWER AUTHORITY
LIVINGSTON COUNTY, NEW YORK

COMBINING SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION

For Year Ended December 31, 2025

	Sewer	Water	2025
	Activity	Activity	Total
<u>OPERATING REVENUES:</u>			
Service fees	\$ 2,749,682	\$ 2,699,419	\$ 5,449,101
Operation and maintenance service fees	23,460	-	23,460
Permit fees	37,563	122,444	160,007
Other operating income	55,503	171,376	226,879
TOTAL OPERATING REVENUES	<u>\$ 2,866,208</u>	<u>\$ 2,993,239</u>	<u>\$ 5,859,447</u>
<u>OPERATING EXPENSES:</u>			
Wages, salaries, and benefits	\$ 877,864	\$ 467,943	\$ 1,345,807
Professional services	394,016	189,326	583,342
Utilities	237,077	182,244	419,321
Vehicle expense	34,976	41,724	76,700
Purchased water and sewer	85,692	756,126	841,818
Equipment maintenance	51,875	51,947	103,822
Building maintenance	399,342	343,198	742,540
Other	25,207	93,517	118,724
Depreciation and amortization	977,242	536,834	1,514,076
TOTAL OPERATING EXPENSES	<u>\$ 3,083,291</u>	<u>\$ 2,662,859</u>	<u>\$ 5,746,150</u>
OPERATING (LOSS) INCOME	<u>\$ (217,083)</u>	<u>\$ 330,380</u>	<u>\$ 113,297</u>
<u>NONOPERATING REVENUES (EXPENSES):</u>			
Interest earnings	\$ 58,348	\$ 56,548	\$ 114,896
Interest expense	(92,343)	(10,010)	(102,353)
Debt fees	(10,224)	(500)	(10,724)
Grant revenue	1,997,094	-	1,997,094
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>\$ 1,952,875</u>	<u>\$ 46,038</u>	<u>\$ 1,998,913</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS	<u>\$ 1,735,792</u>	<u>\$ 376,418</u>	<u>\$ 2,112,210</u>
<u>CAPITAL CONTRIBUTIONS:</u>			
Contributed capital	\$ 201,850	\$ -	\$ 201,850
TOTAL CAPITAL CONTRIBUTIONS	<u>\$ 201,850</u>	<u>\$ -</u>	<u>\$ 201,850</u>
(DECREASE) INCREASE IN NET POSITION			<u>\$ 2,314,060</u>
NET POSITION - BEGINNING OF YEAR			<u>30,596,236</u>
NET POSITION - END OF YEAR			<u>\$ 32,910,296</u>

(See Independent Auditors' Report)

Supplemental Schedule
LIVINGSTON COUNTY WATER & SEWER AUTHORITY
LIVINGSTON COUNTY, NEW YORK

SCHEDULE OF OPERATING EXPENSES

For Year Ended December 31, 2025

<u>OPERATING EXPENSES:</u>	<u>Sewer</u>	<u>Water</u>	<u>2025</u>
	<u>Activity</u>	<u>Activity</u>	<u>Total</u>
<u>Administrative -</u>			
Wages, salaries, and benefits	\$ 255,754	\$ 154,327	\$ 410,081
Professional services	147,933	172,409	320,342
Utilities	2,387	2,786	5,173
Equipment maintenance	4,819	8,202	13,021
Building maintenance	19,266	20,914	40,180
Other	10,499	18,783	29,282
Total Administrative	<u>\$ 440,658</u>	<u>\$ 377,421</u>	<u>\$ 818,079</u>
<u>Treatment -</u>			
Wages, salaries, and benefits	\$ 314,301	\$ 28,458	\$ 342,759
Professional services	144,661	-	144,661
Utilities	110,726	11,609	122,335
Purchased water & sewer	85,692	749,809	835,501
Equipment maintenance	28,769	714	29,483
Building maintenance	243,007	11,618	254,625
Other	7,979	-	7,979
Total Treatment	<u>\$ 935,135</u>	<u>\$ 802,208</u>	<u>\$ 1,737,343</u>
<u>Transmission/Collection -</u>			
Wages, salaries, and benefits	\$ 307,809	\$ 285,158	\$ 592,967
Professional services	101,422	16,917	118,339
Utilities	123,964	167,849	291,813
Vehicle expense	34,976	41,724	76,700
Purchased water & sewer	-	6,317	6,317
Equipment maintenance	18,287	43,031	61,318
Building maintenance	137,069	310,666	447,735
Other	6,729	74,734	81,463
Total Transmission/Collection	<u>\$ 730,256</u>	<u>\$ 946,396</u>	<u>\$ 1,676,652</u>
Depreciation and Amortization -	<u>\$ 977,242</u>	<u>\$ 536,834</u>	<u>\$ 1,514,076</u>
TOTAL OPERATING EXPENSES	<u>\$ 3,083,291</u>	<u>\$ 2,662,859</u>	<u>\$ 5,746,150</u>

(See Independent Auditors' Report)

**Report on Internal Control Over Financial Reporting
And on Compliance and Other Matters Based on an Audit
of Financial Statements Performed in Accordance
With *Government Auditing Standards***

Independent Auditors' Report

To the Board Members
Livingston County Water & Sewer Authority
Livingston County, New York

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities, of the Livingston County Water and Sewer Authority, New York (the Authority) as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated March 9, 2026.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Fairport, New York
March 9, 2026

Independent Auditors' Report

To the Board Members
Livingston County
Water and Sewer Authority, New York

We have examined the Livingston County Water and Sewer Authority, New York's (the Authority) compliance with its own investment guidelines, the New York State Comptroller's Investment Guidelines, or Section 2925 of the New York State Public Authorities Law (collectively, investment guidelines) during the period January 1, 2024 to December 31, 2025. Management of Authority is responsible for the Authority's compliance with the specified requirements. Our responsibility is to express an opinion on the Authority's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether Authority complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether Authority complied with the specified requirements. The nature, timing, and extent of the procedures selected depending on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on Authority's compliance with specified requirements.

In our opinion, the Authority complied, in all material respects, with its own investment guidelines, the New York State Comptroller's Investment Guidelines, or Section 2925 of the New York State Public Authorities Law (collectively, investment guidelines) during the period January 1, 2025 to December 31, 2025.

Fairport, New York
March 9, 2026

**LIVINGSTON COUNTY
WATER AND SEWER AUTHORITY**

NEW YORK

LETTER OF COMMUNICATION

For Year Ended December 31, 2025

March 9, 2026

To the Board Members
Livingston County
Water and Sewer Authority, New York

We have audited the financial statements of the Livingston County Water and Sewer Authority, New York (the Authority) for the year ended December 31, 2025, and have issued our report thereon dated March 9, 2026. Professional standards require that we provide you with the following information related to our audit.

A. Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated November 19, 2025, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of the system of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, as part of our audit, we considered the system of internal control of the Authority solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgement, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

B. Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

C. Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, our firm, and our network firms have complied with all relevant ethical requirements regarding independence. Safeguards in place to eliminate or reduce threats to independence to an acceptable level include a skilled, knowledgeable and experienced person who reviews draft financial statements prior to issuance and accepts responsibility for them.

D. Significant Risks Identified

Professional standards require that we identify and assess risks and design and perform our audit procedures to assess those risks. The two risks which are always identified in an audit are management override of internal controls and revenue recognition. The identification of a risk does not mean that it has occurred, but rather it has the potential to impact the financial statements.

E. Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the Authority is included in Note 1 to the financial statements. As described in the Notes to the financial statements, during the year, the Town changed its method of accounting by adopting GASB Statement 102, *Certain Risk disclosures*. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates and Related Disclosures

Accounting estimates and related disclosures are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgements.

The most sensitive accounting estimates affecting the financial statements are as follows:

1. Management's estimate of the other postemployment benefits and related deferred inflows/outflows is based on an actuarial calculation provided by a third party.
2. Management's estimate of the net pension asset/liability and deferred outflows/inflows is based on actual assumptions provided by the individual state plans.
3. Management's estimate of the depreciable lives of property and equipment are based on judgments regarding the length of time an asset will provide value to the Authority.

We evaluated the factors and assumptions used to develop the above noted estimates and determined that they are reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgement and are particularly sensitive because of their significance to financial statement users.

F. Significant Difficulties Encountered During the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

G. Uncorrected and Corrected Misstatements

For the purposes of this communication, professional standards also require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole and each applicable opinion unit. Management has corrected all such misstatements. Uncorrected misstatements or matters underlying those uncorrected misstatements could potentially cause future-period financial statements to be materially misstated, even though the uncorrected misstatements are immaterial to the financial statements currently under audit.

H. Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter which could be significant to the Authority's financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

I. Representations Requested from Management

We have requested certain representations from management that are included in the management representation letter dated March 9, 2026.

J. Management Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

K. Other Significant Matters, Findings, or Issues

In the normal course of our professional association with the Authority, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, significant events or transactions that occurred during the year, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the Authority's auditors.

L. Other Matters

We applied certain limited procedures to the management's discussion and analysis, schedule of changes in Authority's total OPEB liability and related ratio, schedule of the Authority's proportionate share of the net pension liability, and schedule of Authority contributions, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on supplementary information accompanying the financial statements (as listed in the table of contents) but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

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This report is intended solely for the use of the Board and management and is not intended to be and should not be used by anyone other than these specified parties.

Fairport, New York
March 9, 2026

DRAFT MEETING

**LIVINGSTON COUNTY WATER AND SEWER
AUTHORITY**

NEW YORK

**COMMUNICATING INTERNAL CONTROL
RELATED MATTERS IDENTIFIED IN AN AUDIT**

For Year Ended December 31, 2025

_____, 2026

To the Board Members
Livingston County
Water and Sewer Authority, New York

In planning and performing our audit of the financial statements of Livingston County Water and Sewer Authority, New York (the Authority) as of and for the year ended December 31, 2025, in accordance with auditing standards generally accepted in the United States of America, we considered the Authority's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. We did not identify any deficiencies in internal control that we consider to be material weaknesses. However, as discussed below, we identified certain matters involving the internal control and other operational matters that are presented for your consideration. This letter does not affect our report dated _____, 2026 on the financial statements of the Authority. We will review the status of these comments during our next audit engagement. Our comments and recommendations, all of which have been discussed with appropriate members of management, are intended to improve the internal control or result in other operating efficiencies. Our comments are summarized as follows:

Prior Year Recommendations Pending Corrective Action:

Bank Reconciliations

During our examination, we noted that the operating checking account was reconciled to a negative cash balance at December 31, 2025. This was due to an entry that was made to cash instead of accounts payable for invoices related to 2025 but not paid until 2026.

We recommend the Authority review invoices near year end to determine whether they should be recorded as accounts payable.

Cyber Risk Management –

The Authority's IT personnel routinely assesses cyber risk as part of their normal operating procedures. We recommend the Authority continue to document their cyber risk assessment process in writing which should include the risk assessment process and type of testing completed, the frequency of the risk assessment, how findings are to be communicated to the appropriate level of management, and how the process will be monitored. In addition, the Authority should consider cyber training for their employees who have email and/or access to computer systems.

Prior Year Recommendations:

We are pleased to report the following prior year recommendations have been implemented to our satisfaction:

1. The December 31, 2025 bank accounts were fully reconciled to the accounting software.
2. Disbursements examined followed the Authority's procurement policy and complied with Sections 103 and 104(b) of the General Municipal Law.

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We believe that the implementation of these recommendations will provide the Authority with a stronger system of internal control while also making its operations more efficient. We will be happy to discuss the details of these recommendations with you at your convenience.

This communication is intended solely for the information and use of management, the Board others within the organization and is not intended to be, and should not be, used by anyone other than these specified parties.

We wish to express our appreciation to all staff for the courtesies extended to us during the course of our examination.

Fairport, New York
_____, 2026

DRAFT MEETING

**LIVINGSTON COUNTY WATER AND
SEWER AUTHORITY**

SINGLE AUDIT REPORT

For Year Ended December 31, 2025

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**Report on Compliance For Each Major Federal Program;
Report on Internal Control Over Compliance;
and Report on the Schedule of Expenditures of
Federal Awards Required by the Uniform Guidance**

Independent Auditors' Report

To the Board Members
Livingston County
Water and Sewer Authority, New York

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Livingston County Water and Sewer Authority, New York's (the Authority) compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of the Authority's major federal programs for the year ended December 31, 2025. The Authority's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Authority complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States (Government Auditing Standards); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Authority and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Authority's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the Authority's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Authority's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, Government Auditing Standards, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Authority's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, Government Auditing Standards, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Authority's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Authority's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the business-type activities of the Authority as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements. We issued our report thereon, dated March 9, 2026, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subject to auditing procedures applied in the audit of the 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Fairport, New York
March 9, 2026

LIVINGSTON COUNTY WATER AND SEWER AUTHORITY, NEW YORK

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR YEAR ENDED DECEMBER 31, 2025

<u>Grantor / Pass - Through Agency</u>	<u>Assistance</u>	<u>Pass-Through</u>	<u>Total</u>
<u>Federal Award Cluster / Program</u>	<u>Listing</u>	<u>Agency</u>	<u>Expenditures</u>
	<u>Number</u>	<u>Number</u>	
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY:</u>			
<u>Passed Through the New York State Environmental Facilities Corporation -</u>			
<u>Clean Water State Revolving Fund (CWSRF) Cluster:</u>			
Capitalization Grants for State Revolving Funds	66.458	C8-6449-06-00	\$ 3,590,759 *
Total Clean Water State Revolving Fund (CWSRF) Cluster			\$ 3,590,759
Total U.S. Environmental Protection Agency			\$ 3,590,759
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 3,590,759

* Major Program

LIVINGSTON COUNTY WATER AND SEWER AUTHORITY, NEW YORK

Notes to Schedule of Expenditures of Federal Awards

December 31, 2025

1. **Basis of Presentation:**

The accompanying Schedule of Expenditures of Federal Awards (the schedule) includes the federal award activity of the Livingston County Water and Sewer Authority, New York (the Authority) under programs of the federal government for the year ended December 31, 2025. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirement's, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Authority, it is not intended to and does not present the financial position or changes in net position.

2. **Summary of Significant Accounting Policies:**

Expenditures reported on the schedule are reported on the GAAP basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

3. **Indirect Costs:**

The Authority has elected to not use the 10 percent de minimus indirect cost rate allowed under the Uniform Guidance. Indirect costs are included in the reported expenditures to the extent they are included in the federal financial reports used as the source for the data presented.

4. **Matching Costs**

Matching costs, i.e., the Authority's share of certain program costs, are not included in the reported expenditures.

5. **Subrecipients**

The Authority did not pass through any awards to subrecipients during the fiscal year.

6. **Financial Statement Reconciliation**

	Per Financial Statements	Federal Revenues
Grant Revenue	\$1,997,094	\$1,250,000
Draw's on Loans	-	2,340,759
Total Expenditures of Federal Awards	<u>\$1,997,094</u>	<u>\$3,590,759</u>

LIVINGSTON COUNTY WATER AND SEWER AUTHORITY, NEW YORK

Schedule of Findings and Questioned Costs

December 31, 2025

I. Summary of the Auditor's Results

Financial Statements

- a) Type of auditor's report issued Unmodified.
- b) Internal control over financial reporting
 - 1. Material weaknesses identified No.
 - 2. Significant deficiency(ies) identified No.
- c) Noncompliance material to financial statements noted No.

Federal Awards

- a) Internal control over major programs
 - 1. Material weaknesses identified No.
 - 2. Significant deficiency(ies) identified No.
- b) Type of auditor's report issued on compliance for major programs Unmodified.
- c) Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a) No.
- d) Identification of major programs

<u>Assistance Listing Number(s)</u>	<u>Name of Federal Program or Cluster</u>
#66.458	Capitalization Grants for State Revolving Funds

- e) Dollar threshold used to distinguish between Type A and Type B programs \$1,000,000.
- f) Auditee qualifies as low-risk auditee No.

II. Financial Statement Findings

There were no current year findings.

III. Federal Award Findings and Questioned Costs

There were no current year findings or questioned costs.



RESOLUTION NO. 2026 - 07

RESOLUTION ACCEPTING THE 2025 ANNUAL AUDIT

WHEREAS, New York Public Authorities Law requires all Public Authorities to conduct an annual financial audit, and the Livingston County Water & Sewer Authority's ("Authority") has an existing auditing services contract with MMB+CO; and

WHEREAS, the Authority Audit and Finance Committee met on March 13, 2026 to review the draft financial statements, communication letter and management letter, and now, therefore be it,

RESOLVED, that the Livingston County Water & Sewer Authority Board accepts the annual audit as presented by the Audit and Finance Committee and direct staff to file the report as necessary, per Livingston County Water & Sewer Authority enabling legislation.

March 18, 2026
Livingston County Water & Sewer Authority
Moved By:
Seconded By:
AYES:
NAYS:



January 1, 2026

Jason Molino, Executive Director
Livingston County Water & Sewer Authority
1997 D'Angelo Drive
Lakeville, NY 14480

RE: 2026 PROPOSAL GENERAL PROFESSIONAL ENGINEERING SERVICES

Dear Mr. Molino:

CPL is excited to have the opportunity to continue working with the Livingston County Water & Sewer Authority (LCWSA) by providing general professional engineering services for 2026. We have valued the long-term relationship, but more importantly, we value the relationship we have built with you and your team over the last 3-years.

We are proud to be a part of that team helping to secure funding for critical infrastructure projects, problem solving during critical events, and providing solid technical guidance. We feel that we are a valued partner and are looking forward to helping the LCWSA accomplish more in 2026 and beyond

The billing rates under this agreement are based on reduced multiplier and only apply to our fees billed under general services. The rates are broken down as follows:

Team Member	2026
Principal	\$300
Project Manager	\$185
Senior Engineer	\$140
Junior Engineer	\$115
CADD or Technical Staff	\$105
Resident Engineer	\$125
Intern	\$70

Any expenses (postage, copies, mileage, etc.) will be billed directly with no multiplier.



Please contact me directly at (585) 402-7529 should you have any questions or require additional information.

Very truly yours,

CPL

A handwritten signature in blue ink, appearing to read 'Eric C. Wies'.

Eric C. Wies, P.E.
Principal

Acceptance of Proposal:

Signature: _____ Date: _____



RESOLUTION NO. 2026 - 08

RESOLUTION TO APPROVE THE CLARK, PATTERSON & LEE RATES FOR GENERAL PROFESSIONAL ENGINEERING SERVICES TO THE LIVINGSTON COUNTY WATER AND SEWER AUTHORITY

WHEREAS, under the Public Authorities Law, Title 8-G, §1199-cccc, Section 3, the Livingston County Water and Sewer Authority ("LCWSA") is authorized to contract with expert professional services, and

WHEREAS, The LCWSA Board has reviewed the engagement letter from Clark, Patterson & Lee, dated January 1, 2026 including proposed billing rates for 2026, and

WHEREAS, The Executive Director recommends that Clark, Patterson & Lee continue to provide the LCWSA with general professional engineering services, and now therefore be it,

RESOLVED, The Livingston County Water and Sewer Authority Board accepts the proposed billing rates from Clark, Patterson & Lee effective January 1, 2026.

March 18, 2026
Livingston County Water & Sewer Authority
Moved By:
Seconded By:
AYES:
NAYS: