

VILLAGE OF TARRYTOWN, NEW YORK

FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION

YEAR ENDED MAY 31, 2010

WITH INDEPENDENT AUDITORS' REPORT



# VILLAGE OF TARRYTOWN, NEW YORK

## TABLE OF CONTENTS

---

	<u>Page</u>
Independent Auditors' Report	1
Management's Discussion and Analysis	3
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Assets	13
Statement of Activities	14
Fund Financial Statements:	
Balance Sheet - Governmental Funds	16
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide	
Statement of Net Assets	18
Statement of Revenues, Expenditures and Changes in Fund Balances -	
Governmental Funds	19
Reconciliation of the Statement of Revenues, Expenditures and Changes	
in Fund Balances of Governmental Funds to the Statement of Activities	21
Statement of Revenues, Expenditures and Changes in Fund Balances -	
Budget and Actual - General and Water Funds	22
Statement of Net Assets - Fiduciary Funds	24
Statement of Changes in Net Assets - Fiduciary Funds - Pension Trust Funds	25
Notes to Financial Statements	26
Required Supplementary Information:	
Service Awards Programs:	
Supplementary Information - Fire Service Awards Program:	
Schedule of Funding Progress - Last Six Fiscal Years	48
Schedule of Contributions - Last Six Fiscal Years	49
Supplementary Information - Ambulance Service Awards Program:	
Schedule of Funding Progress - Last Six Fiscal Years	50
Schedule of Contributions - Last Six Fiscal Years	51
Other Post Employment Benefits -	
Schedule of Funding Progress - Last Three Fiscal Years	52
Combining and Individual Fund Financial Statements and Schedules:	
Major Governmental Funds:	
General Fund:	
Comparative Balance Sheet	53
Comparative Schedule of Revenues, Expenditures and Changes in	
Fund Balance - Budget and Actual	54
Schedule of Revenues and Other Financing Sources Compared to Budget	56
Schedule of Expenditures and Other Financing Uses Compared to Budget	59
Water Fund:	
Comparative Balance Sheet	63
Comparative Schedule of Revenues, Expenditures and Changes in	
Fund Balance - Budget and Actual	64
Capital Projects Fund:	
Comparative Balance Sheet	66
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	67
Non-Major Governmental Funds:	
Combining Balance Sheet	68
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	70

VILLAGE OF TARRYTOWN, NEW YORK

TABLE OF CONTENTS (Concluded)

---

	<u>Page</u>
Public Library Fund:	
Comparative Balance Sheet	72
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	73
Special Purpose Fund:	
Comparative Balance Sheet	75
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	76



O'Connor Davies Munns & Dobbins, llp  
ACCOUNTANTS AND CONSULTANTS

## INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Board of Trustees of  
the Village of Tarrytown, New York:

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Village of Tarrytown, New York ("Village") as of and for the year ended May 31, 2010, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village's management. Our responsibility is to express opinions on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes consideration 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 Village's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Village as of May 31, 2010 and the respective changes in financial position and the respective budgetary comparison for the General and Water funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's Discussion and Analysis, the Schedule of Funding Progress – Other Post Employment Benefits and the information pertaining to the Service Awards Programs are not required parts of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. We applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The accompanying financial information listed as combining and individual fund financial statements and schedules in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Village. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*O'Connor Davies Munns & Dobbins, LLP*

**O'Connor Davies Munns & Dobbins, LLP**  
November 8, 2010

**Village of Tarrytown, New York  
Management's Discussion and Analysis  
May 31, 2010**

---

**Introduction**

This discussion and analysis of the Village of Tarrytown, New York's financial statements provides an overview of the financial activities of the Village of Tarrytown for the fiscal year ended May 31, 2010. Please read the discussion and analysis in conjunction with the basic financial statements and the accompanying notes to those statements which immediately follows this section.

**Financial Highlights for Fiscal Year 2010**

- On the government-wide financial statements, the assets of the Village exceeded its liabilities at the close of fiscal year 2010 by \$14,894,432. Of this amount, the unrestricted net assets are a deficit of \$4,789,294. This deficit results primarily from the accrual of certain operating liabilities pursuant to Governmental Accounting Standards Board Statement No. 34, which will be satisfied in future years and borrowings for judgments and claims and for the accrual of the Village's other post employment benefit obligations payable pursuant to Governmental Accounting Standards Board Statement No. 45.
- As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances (deficits) of (\$12,567,308). Again this deficit balance is caused by government accounting standards that require a municipality to list short term borrowing for Capital Projects, called Bond Anticipation Notes, (BANs), as a liability until they are converted to permanent financing. There are \$21,752,020 of these notes outstanding at year-end that cause the deficit balance on an accrual basis. Exclusive of the Capital Projects deficit, the combined ending fund balances were \$5,443,199. Of this latter amount, the unreserved and undesignated fund balance was \$2,412,867 or 44%. This amount is available for spending at the discretion of the Board of Trustees.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$3,601,694 or 18% of total General Fund expenditures and other financing uses. The General Fund reported a total ending fund balance of \$4,411,980 on May 31, 2010 which represents an increase of \$646,914 from fiscal year 2009.
- During the 2010 fiscal year, the Village retired \$1,520,000 of general obligation debt and did not issue any new long-term debt. The Village's total outstanding general obligation bonds payable at May 31, 2010 totaled \$18,120,000.

- The Water Fund reported an ending fund balance of \$414,117, an increase of \$376,748 from the prior year. The Capital Projects Fund reported an ending fund deficit of \$18,010,507, an increase of \$1,785,118 from fiscal year ended 2009. This decrease is primarily attributable to an increase in capital outlay expenditures financed by bond anticipation notes as noted above.

## **Overview of the Financial Statements**

The Village's financial statements are composed of this Management's Discussion and Analysis (MD&A) and the basic financial statements. This discussion and analysis serves as an introduction to the basic financial statements. The MD&A provides analysis and overview of the Village's financial activities. The basic financial statements include three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to financial statements. This report also includes other supplementary information as listed in the table of contents.

## **Government-Wide Financial Statements**

The *government-wide financial statements* are presented in a manner similar to private-sector business financial statements. The statements are prepared using the accrual basis of accounting. The government-wide financial statements include two statements: Statement of Net Assets and Statement of Activities. Fiduciary activities, whose resources are not available to fund the Village's programs, are excluded from these statements.

The *Statement of Net Assets* presents the Village's total assets and liabilities with the difference reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator as to whether the financial position of the Village is improving or deteriorating.

The *Statement of Activities* presents information showing the change in the Village's net assets during the current fiscal year. All revenues and expenses are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods such as uncollected taxes and earned but unused vacation and sick leave. The focus of this statement is on the net cost of providing various activities to the citizens of the Village.

The government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The governmental activities of the Village include general government support, public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and interest.



## Fund Financial Statements

A fund is an accounting entity with a separate set of self-balancing accounts that comprise its assets, liabilities; fund balances/net assets, revenues, and expenditures/expenses. Government resources are allocated to and accounted for in an individual fund based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related and legal requirements. All of the funds of the Village can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds - Most of the basic services provided by the Village are financed and accounted for through governmental funds. Governmental fund financial statements focus on current inflows and outflows of spendable resources as well as the available balances of these resources at the end of the fiscal year. This information is useful in determining the Village's financing requirements for the subsequent fiscal period. Governmental funds use the modified accrual basis of accounting which measures the flow the current flow of financial resources.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. From this comparison, readers may better understand the long-term impact of the Village's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Village of Tarrytown has five (5) individual governmental funds: General, Water, Capital Projects, Public Library and Special Purpose. Of these, the General, Water and Capital Projects funds are reported as major funds, and are presented in separate columns on the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances. Data for the other governmental funds are combined into a single, aggregated presentation. Individual fund data for those non-major funds can be found on the *combining statements* elsewhere in this report.

The Village adopts an annual budget for its General, Water and Public Library funds. A budgetary comparison statement has been provided for the General and Water funds within the basic financial statements to demonstrate compliance with the respective budgets.

Fiduciary Funds - These funds are used to account for resources held for the benefit of parties outside the government. The fiduciary funds are *not* reflected in the government-wide financial statements because the assets of these funds are *not* available to support the activities of the Village. The Village maintains two types of

fiduciary funds that are known as an Agency Fund and Pension Trust Funds. Resources are held in these funds by the Village purely in a custodial capacity. The activity in these funds is limited to the receipt, temporary investment, and remittance of resources to the appropriate individual, organization or government and the activities of the Fire and Ambulance Service Awards Programs.

The financial statements for the Fiduciary Funds can be found in the basic financial statements section of this report.

### **Notes to Financial Statements**

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found following the basic financial statements section of this report.

### **Other Information**

Additional statements and schedules can be found immediately following the notes to the financial statements. These include the combining statements for the non-major governmental funds and schedules of budget to actual comparisons.

### **Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of the Village's financial position. In the case of the Village of Tarrytown, assets exceeded liabilities by \$14,894,432 for fiscal year 2010.

The following table reflects the condensed Statement of Net Assets:

### Statement of Net Assets

	May 31,	
	2010	2009
Current Assets	\$ 11,211,994	\$ 6,242,426
Capital Assets, net	50,365,926	46,821,017
<b>Total Assets</b>	<b>61,577,920</b>	<b>53,063,443</b>
Current Liabilities	23,979,047	18,193,887
Long-term Liabilities	22,704,441	22,621,004
<b>Total Liabilities</b>	<b>46,683,488</b>	<b>40,814,891</b>
<b>Net Assets:</b>		
Invested in capital assets, net of related debt	14,455,257	15,014,007
Restricted	5,228,469	1,623,301
Unrestricted	(4,789,294)	(4,388,756)
<b>Total Net Assets</b>	<b>\$ 14,894,432</b>	<b>\$ 12,248,552</b>

The largest components of the Village's net assets is Invested in Capital Assets (net of related debt) of \$14,455,257 which reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The Village uses the capital assets to provide services to its citizens and consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The restricted net assets of \$5,228,409 represent resources that are subject to external restrictions on their use. The restrictions are:

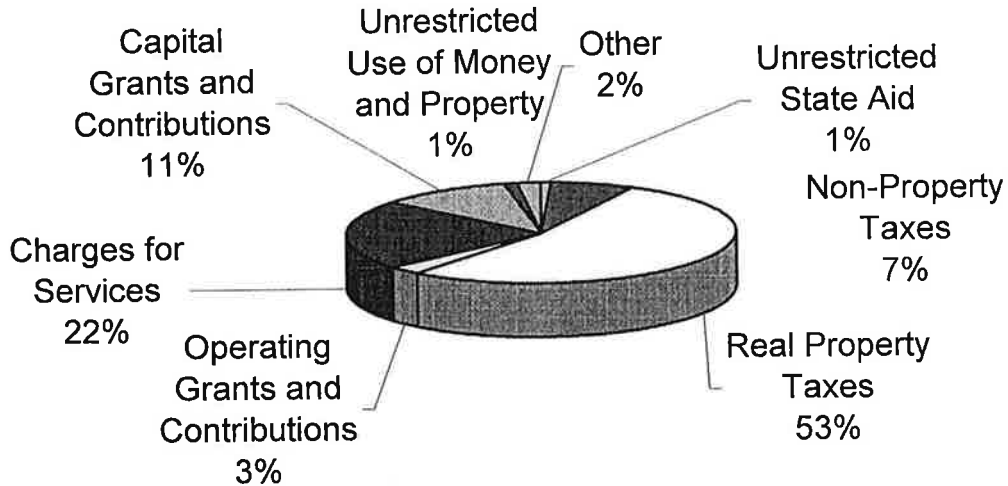
	May 31,	
	2010	2009
Special Purposes	\$ 436,077	\$ 577,446
Water	112,874	-
Capital projects	3,741,513	286,591
DARE	7,980	7,901
Debt Service	425,025	251,363
Capital Cost	505,000	500,000
<b>Restricted Net Assets</b>	<b>\$ 5,228,469</b>	<b>\$ 1,623,301</b>

The remaining balance is an unrestricted net deficit of \$4,789,294.

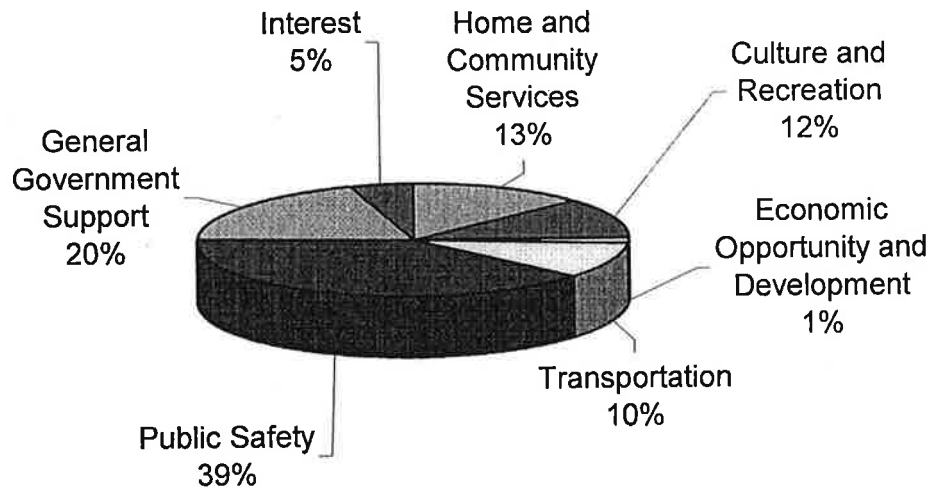
## Changes in Net Assets

	Year Ended May 31,	
	2010	2009
Revenues:		
Program Revenues:		
Charges for Services	\$ 6,044,328	\$ 5,767,289
Operating Grants and Contributions	763,290	362,576
Capital Grants and Contributions	2,935,583	1,194,153
General Revenues:		
Real Property Taxes	14,355,007	14,036,549
Other Tax Items	137,242	110,974
Non-Property Taxes	1,894,015	1,860,715
Unrestricted Use of Money and Property	8,615	38,424
Sale of property and compensation for loss	58,663	-
Unrestricted State Aid	238,261	293,425
Gain on sale of real property	433,168	-
Miscellaneous	78,863	71,230
Total Revenues	<u>26,947,035</u>	<u>23,735,335</u>
Program Expenses:		
General Government Support	4,740,672	5,055,578
Public Safety	9,587,991	9,213,648
Health	15,492	11,070
Transportation	2,540,292	2,604,322
Economic Opportunity and Development	121,393	112,304
Culture and Recreation	2,840,005	2,759,932
Home and Community Services	3,272,716	3,736,665
Interest	1,182,594	1,259,904
Total Expenses	<u>24,301,155</u>	<u>24,753,423</u>
Change in Net Assets	2,645,880	(1,018,088)
Net Assets - Beginning	<u>12,248,552</u>	<u>13,266,640</u>
Net Assets - Ending	<u>\$ 14,894,432</u>	<u>\$ 12,248,552</u>

### Sources of Revenue for Fiscal Year 2010 Governmental Activities



### Sources of Expenses for Fiscal Year 2010 Governmental Activities



**Governmental Activities:** Governmental activities increased the Village's net assets by \$2,645,880. This is attributable to one major area:

- This year the Village received capital grants of \$2,935,583 as compared to \$392,576 in the prior year.

For the fiscal year ended May 31, 2010, revenues from governmental activities totaled \$26,947,035. Tax revenues of \$16,386,264, comprised of real property taxes, other tax items and non-property taxes, represented the largest revenue source at 61%.

### **Financial Analysis of the Government's Funds**

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the current fiscal year, the Village's governmental funds reported a combined ending fund balance (deficit) of (\$12,567,308). As noted previously in this report, the deficit is as a result of the accrual method of accounting. The total combined fund balance (excluding the fund deficit of the Capital Projects Fund) was \$5,443,199 of which \$4,067,867 constitutes unreserved fund balance and \$680,000 of the unreserved fund balance has been designated for subsequent year's expenditures and represents the amount estimated for use in the 2010-2011 budget. An additional \$975,000 of the unreserved fund balance has been designated for tax certiorari refunds. The balance of \$2,412,867 net of the amount available in the Capital Projects Fund is available for spending at the Village's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed to prepaid expenses (\$1,250) trusts (\$436,077), DARE (\$7,980), debt service (\$425,025) and capital costs (\$505,000).

The General Fund is the primary operating fund of the Village. At the end of the current fiscal year, the total fund balance of the General Fund was \$4,411,980. Of this amount, \$3,601,694 was unreserved, comprised of \$600,000 designated for subsequent year's expenditures, \$975,000 for tax certioraris and \$2,026,694 undesignated.

### **General Fund Budgetary Highlights**

When the fiscal 2010 budget was adopted, it anticipated the use of \$600,000 of fund balance. However, actual results of operations resulted in an increase of \$646,914 to

fund balance. Overall, General Fund expenditures and other financing uses were \$19,750,663, which was \$22,437 more than the final budget. Revenues and other financing sources totaled \$20,397,577 which was \$1,269,351 more than the final budget.

### Capital Asset and Debt Administration

**Capital Assets:** The Village's investment in capital assets for its governmental activities as of May 31, 2010, amounted to \$50,365,926 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, infrastructure and construction-in-progress.

#### Capital Assets (Net of Depreciation)

	May 31,	
	2010	2009
Land	\$ 14,981,318	\$ 14,890,533
Buildings and improvements	18,140,465	18,692,396
Machinery and equipment	2,869,955	2,776,922
Infrastructure	5,138,621	5,434,034
Construction-in-progress	9,235,567	5,027,132
	<u>\$ 50,365,926</u>	<u>\$ 46,821,017</u>

Additional information on the Village's capital assets can be found in Note 3 of this report.

**Long-term Debt:** At the end of the current fiscal year, the Village had total bonded debt outstanding of \$18,120,000. The Village's general obligation bonded debt decreased by \$1,520,000. All of this debt is backed by the full faith and credit of the Village of Tarrytown.

Additional information on the Village's long-term debt can be found in Note 3 of this report.

### Requests for Information

This Management's Discussion and Analysis report is designed to provide a general overview of the Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or

requests for additional financial information should be addressed to James Hart, Treasurer, Village of Tarrytown, One Depot Plaza, Tarrytown, New York 10591.



VILLAGE OF TARRYTOWN, NEW YORK

STATEMENT OF NET ASSETS

MAY 31, 2010

	Governmental Activities
<b>ASSETS</b>	
Cash and equivalents	\$ 8,908,634
Investments	82,273
Receivables:	
Taxes	81,415
Accounts	248,406
Water rents	547,538
Due from other governments	1,342,478
Prepaid expenses	1,250
Capital assets (net of accumulated depreciation):	
Land	14,981,318
Construction-in-progress	9,235,567
Buildings and improvements	18,140,465
Machinery and equipment	2,869,955
Infrastructure	5,138,621
<b>Total Assets</b>	<b>61,577,920</b>
<b>LIABILITIES</b>	
Accounts payable	849,603
Accrued liabilities	488,794
Accrued interest payable	237,609
Retainages payable	218,164
Bond anticipation notes payable	21,752,020
Due to retirement systems	193,432
Unearned revenues	239,425
Non-current liabilities:	
Due within one year:	
Bonds payable - Capital construction	1,155,773
Bonds payable - Judgments and claims	404,227
Claims payable	174,709
Compensated absences	154,973
Due in more than one year:	
Bonds payable - Capital construction	13,002,876
Bonds payable - Judgments and claims	3,557,124
Compensated absences	1,394,759
Other post employment benefit obligations payable	2,860,000
<b>Total Liabilities</b>	<b>46,683,488</b>
<b>NET ASSETS</b>	
Invested in capital assets, net of related debt	14,455,257
Restricted for:	
Capital projects	3,741,513
DARE	7,980
Debt service	425,025
Capital costs	505,000
Special Revenue Funds:	
Water	112,874
Special purposes	436,077
Unrestricted	(4,789,294)
<b>Total Net Assets</b>	<b>\$ 14,894,432</b>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF TARRYTOWN, NEW YORK

STATEMENT OF ACTIVITIES  
YEAR ENDED MAY 31, 2010

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government support	\$ 4,740,672	\$ 136,613	\$ 45,500	\$ 10,986
Public safety	9,587,991	825,004	77,119	20,986
Health	15,492	-	-	-
Transportation	2,540,292	924,415	-	394,307
Economic opportunity and development	121,393	4,382	-	-
Culture and recreation	2,840,005	851,151	206,705	2,331,694
Home and community services	3,272,716	3,302,763	433,966	5,000
Interest	1,182,594	-	-	172,610
Total Governmental Activities	<u>\$ 24,301,155</u>	<u>\$ 6,044,328</u>	<u>\$ 763,290</u>	<u>\$ 2,935,583</u>

General Revenues:

Real property taxes

Other tax items:

Payments in lieu of taxes

Interest and penalties on real property taxes

Non-property taxes:

Franchise fees

Non-property tax distribution from County

Unrestricted use of money and property

Sale of property and compensation for loss

Unrestricted State aid

Miscellaneous

Gain on sale of real property

Total General Revenues

Change in Net Assets

Net Assets - Beginning

Net Assets - Ending

The notes to the financial statements are an integral part of this statement.

<u>Net (Expense)</u> <u>Revenue and</u> <u>Changes in</u> <u>Net Assets</u>	
\$	(4,547,573)
	(8,664,882)
	(15,492)
	(1,221,570)
	(117,011)
	549,545
	469,013
	<u>(1,009,984)</u>
	 (14,557,954)
	 14,355,007
	37,020
	100,222
	479,870
	1,414,145
	8,615
	58,663
	238,261
	78,863
	<u>433,168</u>
	 17,203,834
	 2,645,880
	 12,248,552
\$	<u><u>14,894,432</u></u>

VILLAGE OF TARRYTOWN, NEW YORK

BALANCE SHEET  
GOVERNMENTAL FUNDS  
MAY 31, 2010

	General Fund	Water Fund	Capital Projects Fund
<b>ASSETS</b>			
Cash and Equivalents	\$ 4,352,078	\$ 18,549	\$ 3,950,610
Investments	82,273	-	-
Taxes Receivable	81,415	-	-
Other Receivables:			
Accounts	198,286	1,700	-
Water rents	-	547,538	-
Due from other governments	717,174	-	625,304
Due from other funds	174	-	-
Prepaid Expenditures	1,250	-	-
<b>Total Assets</b>	<b>\$ 5,432,650</b>	<b>\$ 567,787</b>	<b>\$ 4,575,914</b>
<b>LIABILITIES AND FUND BALANCES (DEFICITS)</b>			
Liabilities:			
Accounts payable	\$ 81,528	\$ 147,112	\$ 616,063
Accrued liabilities	488,794	-	-
Retainages payable	-	-	218,164
Bond anticipation notes payable	-	-	21,752,020
Due to other funds	-	-	174
Due to retirement systems	173,059	6,558	-
Deferred revenues	277,289	-	-
<b>Total Liabilities</b>	<b>1,020,670</b>	<b>153,670</b>	<b>22,586,421</b>
Fund Balances (Deficits):			
Reserved for prepaid expenditures	1,250	-	-
Reserved for trusts	-	-	-
Reserved for DARE	7,980	-	-
Reserved for debt service	296,056	108,006	-
Reserved for capital costs	505,000	-	-
Unreserved, reported in			
General Fund	3,601,694	-	-
Special Revenue Funds	-	306,111	-
Capital Projects Fund	-	-	(18,010,507)
<b>Total Fund Balances (Deficits)</b>	<b>4,411,980</b>	<b>414,117</b>	<b>(18,010,507)</b>
<b>Total Liabilities and Fund Balances (Deficits)</b>	<b>\$ 5,432,650</b>	<b>\$ 567,787</b>	<b>\$ 4,575,914</b>

The notes to the financial statements are an integral part of this statement.

Other Governmental Funds	Total Governmental Funds
\$ 587,397	\$ 8,908,634
-	82,273
-	81,415
48,420	248,406
-	547,538
-	1,342,478
-	174
-	1,250
<u>\$ 635,817</u>	<u>\$ 11,212,168</u>

\$ 4,900	\$ 849,603
-	488,794
-	218,164
-	21,752,020
-	174
13,815	193,432
-	277,289
<u>18,715</u>	<u>23,779,476</u>

-	1,250
436,077	436,077
-	7,980
20,963	425,025
-	505,000
-	3,601,694
160,062	466,173
-	(18,010,507)
<u>617,102</u>	<u>(12,567,308)</u>
<u>\$ 635,817</u>	<u>\$ 11,212,168</u>

**(This page intentionally left blank.)**

VILLAGE OF TARRYTOWN, NEW YORK

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO  
THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS  
MAY 31, 2010

---

Fund Deficit - Total Governmental Funds \$ (12,567,308)

Amounts Reported for Governmental Activities in the Statement of Net  
Assets are Different Because:

Capital assets used in governmental activities are not financial  
resources and, therefore, are not reported in the funds. 50,365,926

Revenues in the statement of activities that do not provide current  
financial resources are not reported as revenues in the funds.  
Real property taxes 37,864

Long-term liabilities that are not due and payable in the current  
period are not reported in the funds.  
Accrued interest payable (237,609)  
Bonds payable (18,120,000)  
Claims payable (174,709)  
Compensated absences (1,549,732)  
Other post employment benefit obligations payable (2,860,000)

Net Assets of Governmental Activities \$ 14,894,432

The notes to the financial statement are an integral part of this statement.

VILLAGE OF TARRYTOWN, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
YEAR ENDED MAY 31, 2010

	General Fund	Water Fund	Capital Projects Fund
<b>REVENUES</b>			
Real property taxes	\$ 14,352,944	\$ -	\$ -
Other tax items	137,242	-	-
Non-property taxes	1,894,015	-	-
Departmental income	1,304,036	3,066,398	-
Intergovernmental charges	274,760	-	-
Use of money and property	87,594	-	-
Licenses and permits	258,972	-	-
Fines and forfeitures	451,784	-	-
Sale of property and compensation for loss	58,663	-	-
Interfund revenues	35,000	-	-
State aid	352,527	-	94,231
Federal aid	77,040	-	332,048
Miscellaneous	670,617	41,813	2,331,694
<b>Total Revenues</b>	<b>19,955,194</b>	<b>3,108,211</b>	<b>2,757,973</b>
<b>EXPENDITURES</b>			
Current:			
General government support	3,460,111	84,008	-
Public safety	5,320,747	-	-
Health	12,630	-	-
Transportation	1,450,520	-	-
Economic opportunity and development	100,211	-	-
Culture and recreation	855,481	-	-
Home and community services	881,725	1,832,170	-
Employee benefits	4,439,086	174,464	-
Debt service:			
Principal	1,157,109	357,711	-
Interest	983,095	222,035	-
Capital outlay	-	-	4,893,091
<b>Total Expenditures</b>	<b>18,660,715</b>	<b>2,670,388</b>	<b>4,893,091</b>
Excess (Deficiency) of Revenues Over Expenditures	1,294,479	437,823	(2,135,118)
<b>OTHER FINANCING SOURCES (USES)</b>			
Sale of real property	442,383	-	-
Transfers in	-	-	350,000
Transfers out	(1,089,948)	(61,075)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(647,565)</b>	<b>(61,075)</b>	<b>350,000</b>
<b>Net Change in Fund Balances</b>	<b>646,914</b>	<b>376,748</b>	<b>(1,785,118)</b>
<b>Fund Balances (Deficits) - Beginning of Year</b>	<b>3,765,066</b>	<b>37,369</b>	<b>(16,225,389)</b>
<b>Fund Balances (Deficits) - End of Year</b>	<b>\$ 4,411,980</b>	<b>\$ 414,117</b>	<b>\$ (18,010,507)</b>

The notes to the financial statements are an integral part of this statement.



Other Governmental Funds	Total Governmental Funds
\$ -	\$ 14,352,944
-	137,242
-	1,894,015
616,113	4,986,547
-	274,760
1,442	89,036
-	258,972
-	451,784
-	58,663
-	35,000
-	446,758
-	409,088
107,871	3,151,995
<u>725,426</u>	<u>26,546,804</u>
54,159	3,598,278
9,024	5,329,771
-	12,630
-	1,450,520
-	100,211
1,254,240	2,109,721
-	2,713,895
282,581	4,896,131
5,180	1,520,000
16,657	1,221,787
-	4,893,091
<u>1,621,841</u>	<u>27,846,035</u>
<u>(896,415)</u>	<u>(1,299,231)</u>
-	442,383
836,128	1,186,128
<u>(35,105)</u>	<u>(1,186,128)</u>
<u>801,023</u>	<u>442,383</u>
(95,392)	(856,848)
<u>712,494</u>	<u>(11,710,460)</u>
<u>\$ 617,102</u>	<u>\$ (12,567,308)</u>

**(This page intentionally left blank.)**

VILLAGE OF TARRYTOWN, NEW YORK

RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED MAY 31, 2010

---

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:

Net Change in Fund Balances - Total Governmental Funds	\$ (856,848)
--	--------------

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period. This amount may be less than the total capital outlay since capital outlay includes amounts under the capitalization threshold.

Capital outlay expenditures	4,880,300
Depreciation expense	(1,326,176)
	<u>3,554,124</u>

The net effect of the sale of capital assets is to decrease net assets.	<u>(9,215)</u>
---	----------------

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Real property taxes	<u>2,063</u>
---------------------	--------------

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Principal paid on bonds	<u>1,520,000</u>
-------------------------	------------------

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Accrued interest	39,193
Claims	(50,955)
Compensated absences	(82,482)
Other post employment benefit obligations	(1,470,000)
	<u>(1,564,244)</u>

Change in Net Assets of Governmental Activities	<u>\$ 2,645,880</u>
---	---------------------

The notes to the financial statements are an integral part of this statement.

VILLAGE OF TARRYTOWN, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL AND WATER FUNDS  
YEAR ENDED MAY 31, 2010

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Real property taxes	\$ 14,400,226	\$ 14,400,226	\$ 14,352,944	\$ (47,282)
Other tax items	119,000	119,000	137,242	18,242
Non-property taxes	1,833,000	1,833,000	1,894,015	61,015
Departmental income	1,349,000	1,349,000	1,304,036	(44,964)
Intergovernmental charges	212,000	212,000	274,760	62,760
Use of money and property	112,000	112,000	87,594	(24,406)
Licenses and permits	235,000	235,000	258,972	23,972
Fines and forfeitures	476,000	476,000	451,784	(24,216)
Sale of property and compensation for loss	24,500	24,500	58,663	34,163
Interfund revenues	35,000	35,000	35,000	-
State aid	285,000	285,000	352,527	67,527
Federal aid	-	-	77,040	77,040
Miscellaneous	47,500	47,500	670,617	623,117
Total Revenues	19,128,226	19,128,226	19,955,194	826,968
<b>EXPENDITURES</b>				
Current:				
General government support	3,273,799	3,437,674	3,460,111	(22,437)
Public safety	5,191,329	5,320,747	5,320,747	-
Health	13,500	12,630	12,630	-
Transportation	1,553,498	1,450,520	1,450,520	-
Economic opportunity and development	111,058	100,211	100,211	-
Culture and recreation	828,201	855,481	855,481	-
Home and community services	928,793	881,725	881,725	-
Employee benefits	4,386,075	4,439,086	4,439,086	-
Debt service:				
Principal	1,155,447	1,157,109	1,157,109	-
Interest	1,059,581	983,095	983,095	-
Total Expenditures	18,501,281	18,638,278	18,660,715	(22,437)
Excess of Revenues Over Expenditures	626,945	489,948	1,294,479	804,531
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of real property	-	-	442,383	442,383
Transfers out	(1,226,945)	(1,089,948)	(1,089,948)	-
Total Other Financing Uses	(1,226,945)	(1,089,948)	(647,565)	442,383
Net Change in Fund Balances	(600,000)	(600,000)	646,914	1,246,914
Fund Balances - Beginning of Year	600,000	600,000	3,765,066	3,165,066
Fund Balances - End of Year	\$ -	\$ -	\$ 4,411,980	\$ 4,411,980

The notes to the financial statements are an integral part of this statement.

Water Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
2,968,791	2,968,791	3,066,398	97,607
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
2,000	2,000	41,813	39,813
2,970,791	2,970,791	3,108,211	137,420
116,865	116,865	84,008	32,857
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
1,965,648	1,962,310	1,832,170	130,140
175,484	175,484	174,464	1,020
354,373	357,711	357,711	-
238,421	238,421	222,035	16,386
2,850,791	2,850,791	2,670,388	180,403
120,000	120,000	437,823	317,823
-	-	-	-
(120,000)	(120,000)	(61,075)	58,925
(120,000)	(120,000)	(61,075)	58,925
-	-	376,748	376,748
-	-	37,369	37,369
\$ -	\$ -	\$ 414,117	\$ 414,117

VILLAGE OF TARRYTOWN, NEW YORK

STATEMENT OF NET ASSETS  
FIDUCIARY FUNDS  
MAY 31, 2010

	Combined Pension Trusts	Agency
<b>ASSETS</b>		
Cash - Demand deposits	\$ 43,389	\$ 211,529
Cash - Time deposits	-	75,781
Investments:		
Certificates of deposits	503,841	-
Mutual funds	1,097,086	-
Accounts receivable	40,898	-
<b>Total Assets</b>	<b>1,685,214</b>	<b>287,310</b>
<b>LIABILITIES</b>		
Accounts payable	-	3,097
Deposits	-	284,213
<b>Total Liabilities</b>	<b>-</b>	<b>287,310</b>
<b>NET ASSETS</b>		
Held in trust for pension benefits (A schedule of funding progress for the plans are presented in the required supplementary information)	<u>\$ 1,685,214</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF TARRYTOWN, NEW YORK

STATEMENT OF CHANGES IN NET ASSETS  
FIDUCIARY FUNDS - COMBINED PENSION TRUST FUNDS  
YEAR ENDED MAY 31, 2010

---

Additions:

Earnings on investments	\$ 42,765
Pension contributions	320,981
Net change in fair value of investments	<u>115,607</u>
Total Additions	<u>479,353</u>

Deductions:

Pension benefits	84,477
Administrative costs	<u>9,296</u>
Total Deductions	<u>93,773</u>

Net Increase in Plan Net Assets	385,580
---------------------------------	---------

Net Assets Held in Trust for Pension  
Benefits - Beginning of Year

1,299,634

Net Assets Held in Trust for  
Pension Benefits - End of Year

\$ 1,685,214

The notes to the financial statements are an integral part of this statement.

**(This page intentionally left blank.)**



**Note 1 - Summary of Significant Accounting Policies**

The Village of Tarrytown, New York ("Village") was established in 1870 and operates in accordance with Village Law and the various other applicable laws of the State of New York. The Village Board of Trustees is the legislative body responsible for overall operation. The Village Mayor serves as the chief executive officer and the Village Treasurer serves as the chief financial officer. The Village provides the following services to its residents: public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and general and administrative support.

The accounting policies of the Village conform to generally accepted accounting principles for local governmental units and the Uniform System of Accounts as prescribed by the State of New York. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the Village's more significant accounting policies:

**A. Financial Reporting Entity**

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

In evaluating how to define the Village, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the Village's reporting entity was made by applying the criteria set forth by GASB, including legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, there are no other entities which would be included in the financial statements.

**B. Government-Wide Financial Statements**

The government-wide financial statements (i.e. the Statement of Net Assets and the Statement of Activities) report information on all non-fiduciary activities of the Village as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used.

The Statement of Net Assets presents the financial position of the Village at the end of its fiscal year. The Statement of Activities demonstrates the degree to which direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods or services, or privileges provided by a given function or segment, (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment and (3) interest earned on grants that is required to be used to support a particular program. Taxes and other items not identified as program revenues are reported as general revenues. The Village does not allocate indirect expenses to functions in the Statement of Activities.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

**Note 1 - Summary of Significant Accounting Policies (Continued)**

**C. Fund Financial Statements**

The accounts of the Village are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts which comprise its assets, liabilities, fund balances/net assets, revenues and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The Village maintains the minimum number of funds consistent with legal and managerial requirements. The focus of governmental fund financial statements is on major funds as that term is defined in professional pronouncements. Each major fund is to be presented in a separate column, with non-major funds, if any, aggregated and presented in a single column. Fiduciary funds are reported by type. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental activities column, a reconciliation is presented on the pages following, which briefly explain the adjustments necessary to transform the fund based financial statements into the governmental activities column of the government-wide presentation. The Village's resources are reflected in the fund financial statements in two broad fund categories, in accordance with generally accepted accounting principles as follows:

**Fund Categories**

- a. Governmental Funds - Governmental Funds are those through which most general government functions are financed. The acquisition, use and balances of expendable financial resources and the related liabilities are accounted for through governmental funds. The following are the Village's major governmental funds.

General Fund - The General Fund constitutes the primary operating fund of the Village in that it includes all revenues and expenditures not required by law to be accounted for in other funds.

Special Revenue Funds - Special revenue funds are established to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain defined purposes. The major special revenue fund of the Village is the Water Fund. The Water Fund is used to record the water utility operations of the Village, which renders services on a user charge basis to the general public.

Capital Projects Fund - The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The Village also reports the following non-major governmental funds.

**Special Revenue Funds:**

Public Library Fund - The Public Library Fund is used to account for the activities of the Village's Public Library.

Special Purpose Fund - The Special Purpose Fund is used to account for assets held by the Village in accordance with the terms of a trust agreement.

**Note 1 - Summary of Significant Accounting Policies (Continued)**

- b. Fiduciary Funds (Not Included in Government-Wide Financial Statements) - Fiduciary Funds are used to account for assets held by the Village in an agency capacity on behalf of others. These include Pension Trust and Agency Funds. The Pension Trust Funds account for the Village's Fire Service Awards and the Ambulance Service Awards Programs. The Agency Fund accounts for employee payroll tax withholdings and deposits that are payable to other jurisdictions or individuals.

**D. Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources (current assets less current liabilities) or economic resources (all assets and liabilities). The basis of accounting indicates the timing of transactions or events for recognition in the financial reports.

The government-wide financial statements and the pension trust fund are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The Agency Fund has no measurement focus and utilizes the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. A ninety day availability period is used for revenue recognition for all other governmental fund revenues. Property taxes associated with the current fiscal period as well as charges for services and intergovernmental revenues are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Fees and other similar revenues are not susceptible to accrual because generally they are not measurable until received in cash. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are accrued when the expenditure is made.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, other post employment benefit obligations and certain claims are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

**Note 1 - Summary of Significant Accounting Policies (Continued)**

**E. Assets, Liabilities and Net Assets or Fund Balances**

**Deposits, Investments and Risk Disclosure**

**Cash and Equivalents** - Cash and equivalents consist of funds deposited in demand deposit accounts, time deposit accounts and certificates of deposit with original maturities of less than three months.

The Village's investment policies are governed by State statutes. The Village has adopted its own written investment policy, which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The Village is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions.

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit at 100% of all deposits not covered by Federal deposit insurance. The Village has entered into custodial agreements with the various banks which hold their deposits. These agreements authorize the obligations that may be pledged as collateral. Such obligations include, among other instruments, obligations of the United States and its agencies and obligations of the State and its municipal and school district subdivisions.

Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. GASB Statement No. 40 directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the Village's name. The Village's aggregate bank balances that were not covered by depository insurance were not exposed to credit risk at May 31, 2010.

**Investments** - The Village participates in a cooperative investment pool established pursuant to General Municipal Law that meets the definition of a 2a7-like pool. In accordance with the provisions of General Municipal Law, Article 3A, CLASS has designated Cutwater Asset Management, a wholly owned subsidiary of MBIA, Inc. as its registered investment advisor. MBIA, Inc. is registered with the Securities and Exchange Commission ("SEC"), and is subject to all of the rules and regulations of an investment advisor handling public funds. As such, the SEC provides regulatory oversight of CLASS.

The pool is authorized to invest in various securities issued by the United States and its agencies. The amount represents the amortized cost of the cooperative shares and is considered to approximate fair value. The Village's position in the pool is equal to the value of the pool shares. Additional information concerning the cooperative is presented in the annual report of CLASS, which may be obtained from MBIA Municipal Investors Service Corporation, 113 King Street, Armonk, NY 10504.

**Note 1 - Summary of Significant Accounting Policies (Continued)**

CLASS is rated AAA/V1+ by Fitch Ratings. Local government investment cooperatives in this rating category meet the highest standards for credit quality, conservative investment policies and safety of principal. The cooperative invests in a high quality portfolio of investments legally permissible for municipalities and school districts in the State.

The Village was invested only in the above mentioned obligations and, accordingly, was not exposed to any interest rate or credit risk.

**Investments of the Pension Trust Funds** - Fire Service Award Program investments are held on deposit with an insurance company. The funds are invested along with the Company's other assets in a variety of instruments. Investments of the Pension Trust Fund - Ambulance Service Awards Program are stated at fair value. The amounts are invested in various portfolios by the trustee, who has been designated by the State Comptroller. These investments are not subject to risk categorization.

**Taxes Receivable** - Real property taxes attach as an enforceable lien on real property as of June 1st and are levied and payable in two installments due in June and December. The Village has the responsibility for the billing and collection of its own taxes.

**Other Receivables** - Other receivables include amounts due from other governments and individuals for services provided by the Village. Receivables are recorded and revenues recognized as earned or as specific program expenditures/expenses are incurred. Allowances are recorded when appropriate.

**Due From/To Other Funds** - During the course of its operations, the Village has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of May 31, 2010, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

**Inventories** - There are no inventory values presented in the balance sheets of the respective funds of the Village. Purchases of inventoriable items at various locations are recorded as expenses/expenditures at the time of purchase and year-end balances at these locations are not material.

**Prepaid Expenses/Expenditures** - Prepaid expenses/expenditures consist of certain costs which have been satisfied prior to the end of the fiscal year, but represent items which have been provided for in the subsequent year's budget and will benefit such periods. Reported amounts in the fund financial statements are equally offset by a reservation of fund balance, which indicates that these amounts do not constitute "available spending resources" even though they are a component of current assets.

**Capital Assets** - Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items) are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

**Note 1 - Summary of Significant Accounting Policies (Continued)**

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the Village chose to include all such items regardless of their acquisition dates or amount. The Village was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year).

Major outlays for capital assets and improvements are capitalized as projects are constructed. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives is not capitalized.

Land and construction-in-progress are not depreciated. Property, plant, equipment and infrastructure of the Village are depreciated using the straight line method over the following estimated useful lives.

<u>Class</u>	<u>Life in Years</u>
Buildings and improvements	15-40
Machinery and equipment	5-10
Infrastructure	40

The costs associated with the acquisition or construction of capital assets are shown as capital outlay expenditures on the governmental fund financial statements. Capital assets are not shown on the governmental fund balance sheet.

**Unearned/Deferred Revenues** - Unearned/deferred revenues arise when assets are recognized before revenue recognition criteria has been satisfied. In government-wide financial statements, unearned revenues consist of amounts received in advance or revenue from grants received before the eligibility requirements have been met.

Deferred revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Village has reported deferred revenues of \$37,864 for real property taxes, \$24,395 for day camp fees and \$215,030 for parking fees received in advance in the General Fund. These amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

**Long-Term Liabilities** - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are amortized over the term of the related debt.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as Capital Projects Fund expenditures.

**Note 1 - Summary of Significant Accounting Policies (Continued)**

**Compensated Absences** - The various collective bargaining agreements provide for the payment of accumulated vacation and sick leave upon separation from service. The liability for such accumulated leave is reflected in the government-wide Statement of Net Assets as current and long-term liabilities. A liability for these amounts is reported in the governmental funds only if the liability has matured through employee resignation or retirement. The liability for compensated absences includes salary related payments, where applicable.

**Net Assets** - Net assets represent the difference between assets and liabilities. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net assets on the Statement of Net Assets include, invested in capital assets, net of related debt, restricted for capital projects, DARE, debt service, capital costs and Special Revenue Funds. The balance is classified as unrestricted.

**Fund Balances - Reserves and Designations** - Portions of fund balance are segregated for future use and are, therefore, not available for future appropriation or expenditure. Amounts reserved for prepaid expenditures, trusts, DARE, debt service and capital costs represent portions of fund balance, which are required to be segregated in accordance with State law or generally accepted accounting principles. Designation of unreserved fund balances in governmental funds indicates the utilization of these resources in the ensuing year's budget or tentative plans for future use.

**F. Use of Estimates**

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**G. Subsequent Events Evaluation by Management**

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is November 8, 2010.

**Note 2 - Stewardship, Compliance and Accountability**

**A. Budgetary Data**

The Village generally follows the procedures enumerated below in establishing the budgetary data reflected in the fund financial statements:

- a) On or before March 20th, the budget officer submits to the Board of Trustees a tentative operating budget for the fiscal year commencing the following June 1st. The tentative budget includes the proposed expenditures and the means of financing.

**Note 2 - Stewardship, Compliance and Accountability (Continued)**

- b) The Board of Trustees, on or before March 31st, meets to discuss and review the tentative budget.
- c) The Board of Trustees conducts a public hearing on the tentative budget to obtain taxpayer comments on or before April 15th.
- d) After the public hearing and on or before May 1st, the Trustees meet to consider and adopt the budget.
- e) Formal budgetary integration is employed during the year as a management control device for General, Water and Public Library funds.
- f) Budgets for General, Water and Public Library funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. An annual budget is not adopted by the Board for the Special Purpose Fund.
- g) The Village Board has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Board of Trustees. Any modifications to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.
- h) Appropriations in General, Water and Public Library funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

Budgeted amounts are as originally adopted, or as amended by the Board of Trustees.

**B. Property Tax Limitation**

The Village is permitted by the Constitution of the State of New York to levy taxes up to 2% of the five year average full valuation of taxable real estate located within the Village, exclusive of the amount raised for the payment of interest on and redemption of long-term debt. In accordance with this definition, the maximum amount of the levy for the 2009-10 fiscal year was \$39,372,751, which exceeded the actual levy, less exclusions, by \$24,972,525.

**C. Expenditures in Excess of Budget**

The following functional expenditure category exceed its budgetary authorization by the amount indicated thereby overspending the entire General Fund budget.

General Fund - General Government Support - Judgments and Claims \$22,437

**D. Capital Projects Fund Deficit**

The undesignated deficit in the Capital Projects fund of \$18,010,507 arises because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance construction of capital projects are not



NOTES TO FINANCIAL STATEMENTS (Continued)  
MAY 31, 2010**Note 2 - Stewardship, Compliance and Accountability (Continued)**

recognized as an "other financing source". Liabilities for bond anticipation notes payable are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenues only to the extent that they are redeemed. This deficit will be reduced and eliminated as the bond anticipation notes are redeemed for interfund transfers from other governmental funds or converted to permanent financing.

**Note 3 - Detailed Notes on All Funds****A. Taxes Receivable**

Taxes receivable at May 31, 2010 consisted of the following:

Current Year	\$ 36,505
Prior Years	<u>44,910</u>
	<u>\$ 81,415</u>

**B. Due From/To Other Funds**

The balances reflected as due from/to other funds at May 31, 2010 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 174	\$ -
Capital Projects	<u>-</u>	<u>174</u>
	<u>\$ 174</u>	<u>\$ 174</u>

The outstanding balances between funds results mainly from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system and 3) payments between funds are made.

**C. Capital Assets**

Changes in the Village's capital assets are as follows:

	<u>Balance June 1, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance May 31, 2010</u>
Capital Assets, not being depreciated:				
Land	\$ 14,890,533	\$ 100,000	\$ 9,215	\$ 14,981,318
Construction-in-progress	<u>5,027,132</u>	<u>4,208,435</u>	<u>-</u>	<u>9,235,567</u>
Total Capital Assets, not being depreciated	<u>\$ 19,917,665</u>	<u>\$ 4,308,435</u>	<u>\$ 9,215</u>	<u>\$ 24,216,885</u>
Capital Assets, being depreciated:				
Buildings and improvements	\$ 22,710,708	\$ -	\$ -	\$ 22,710,708
Machinery and equipment	7,520,962	571,865	-	8,092,827
Infrastructure	<u>11,752,079</u>	<u>-</u>	<u>-</u>	<u>11,752,079</u>
Total Capital Assets, being depreciated	<u>41,983,749</u>	<u>571,865</u>	<u>-</u>	<u>42,555,614</u>

VILLAGE OF TARRYTOWN, NEW YORK

NOTES TO FINANCIAL STATEMENTS (Continued)  
MAY 31, 2010

**Note 3 - Detailed Notes on All Funds (Continued)**

	Balance June 1, 2009	Additions	Deletions	Balance May 31, 2010
Less Accumulated Depreciation for:				
Buildings and improvements	\$ 4,018,312	\$ 551,931	-	\$ 4,570,243
Machinery and equipment	4,744,040	478,832	-	5,222,872
Infrastructure	6,318,045	295,413	-	6,613,458
 Total Accumulated Depreciation	 15,080,397	 1,326,176	 -	 16,406,573
 Total Capital Assets, being depreciated, net	 \$ 26,903,352	 \$ (754,311)	 \$ -	 \$ 26,149,041
 Capital Assets, net	 \$ 46,821,017	 \$ 3,554,124	 \$ 9,215	 \$ 50,365,926

Depreciation expense was charged to the Village's functions and programs as follows:

General Government Support	\$ 282,176
Public Safety	506,708
Transportation	436,300
Culture and Recreation	69,914
Home and Community Services	31,078
 Total Depreciation Expense	 \$ 1,326,176

**D. Pension Plans**

The Village participates in the New York State and Local Employees' Retirement System ("ERS") and the New York State and Local Police and Fire Retirement System ("PFRS") ("Systems"). These Systems are cost-sharing multiple-employer defined benefit pension plans. The Systems provide retirement, disability and death benefits to plan members. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law. The Systems issue a publicly available financial report that includes financial statements and required supplementary information for the Systems. That report may be obtained by writing to the New York State and Local Employees' Retirement System, 110 State Street, Albany, New York 12224.

**Funding Policy** - The Systems are non-contributory except for employees in tiers 3 and 4 that have less than ten years of service, who contribute 3% of their salary and employees in tier 5 who also contribute 3% of their salary without regard to their years of service. Contributions are certified by the State Comptroller and expressed as a percentage of members' salary. Contribution rates are actuarially determined and based upon membership tier and plan. Contributions consist of a life insurance portion and regular pension contributions. Contribution rates for the plans' year ended March 31, 2010 are as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)  
MAY 31, 2010**Note 3 - Detailed Notes on All Funds (Continued)**

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	1 75I	9.3 %
	2 75I	8.6
	3 A14	7.0
	4 A15	7.0
	5 A15	5.7
PFRS	1 384D/3029D	16.7
	1 375I/3029D	18.7
	2 384D	10.3
	2 375I	13.8

Contributions made to the Systems for the current and two preceding years were as follows:

	<u>ERS</u>	<u>PFRS</u>
2010	\$ 365,735	\$ 681,392
2009	403,664	470,764
2008	344,388	625,622

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

The current ERS contribution for the Village was charged to the funds identified below. The current year PFRS contribution was charged to the General Fund.

<u>Fund</u>	<u>Amount</u>
General	\$ 286,084
Water	26,042
Public Library	53,609
	<u>\$ 365,735</u>

**Pension Trust - Fire Service Awards Program**

The Village, pursuant to Article 11-A of General Municipal Law and legislative resolution, has established a Service Awards Program ("Program") for volunteer firefighters. This Program is a single employer defined benefit plan. Active volunteer firefighters, upon attainment of age 18, and upon earning 50 or more points in a calendar year under the provisions of the program point system, are eligible to become participants in the Program. Participants are fully vested upon attainment of entitlement age, upon death or upon general disablement and after earning five years of service credit. A participant, upon attainment of entitlement age (the later of age 60 or the participant's age after earning 50 program points), shall be able to receive their service award, payable in the form of a ten-year certain and continuous monthly payment life annuity. The monthly benefits are \$20 for each year of service credit, up to a maximum of 40 years. The Program also provides disability and death benefits. The trustees of the Program, who are the members of the Village's Board, are authorized to invest the funds in authorized investment vehicles. Administrative costs are paid by the Village from the Pension Trust Fund. Separate financial statements are not issued by the Program.

NOTES TO FINANCIAL STATEMENTS (Continued)  
MAY 31, 2010**Note 3 - Detailed Notes on All Funds (Continued)**

Current membership in the Program is comprised of the following:

<u>Group</u>	<u>December 31, 2009</u>
Retirees and beneficiaries currently receiving benefits	38
Active - non-vested	48
Terminated plan members entitled to but not yet receiving benefits	5

The Village is required to contribute the amounts necessary to finance the plan as actuarially determined using the attained age normal frozen initial liability cost method. The asset valuation method is fair value. The assumed investment rate of return is 6.0% and there are no cost of living adjustments.

Contributions made to the Program for the current and two preceding years were as follows:

2010	\$ 280,083
2009	248,072
2008	228,546

The contribution made to the Program was equal to 100% of the actuarially required contribution for the current fiscal year.

The following is an audited summary of the financial information for the Fire Service Awards Program for the year ended May 31, 2010.

**ASSETS**

Cash - Demand deposits	<u>\$ 43,389</u>
Investments, at fair value:	
Certificates of deposit	503,841
Mutual funds	<u>781,236</u>
	<u>1,285,077</u>
Total Assets	<u>1,328,466</u>

**NET ASSETS**

Held in Trust for Pension Benefits	<u>\$ 1,328,466</u>
---------------------------------------	---------------------

**Note 3 - Detailed Notes on All Funds (Continued)**

ADDITIONS	
Earnings on investments	\$ 35,590
Pension contributions	280,083
Net change in fair value of investments	<u>75,464</u>
Total Additions	<u>391,137</u>
DEDUCTIONS	
Pension benefits	79,940
Administrative costs	<u>5,297</u>
Total Deductions	<u>85,237</u>
Change in Net Assets	305,900
Net Assets Held in Trust for Pension Benefits - Beginning of Year	<u>1,022,566</u>
Net Assets Held in Trust for Pension Benefits - End of Year	<u>\$ 1,328,466</u>

**Pension Trust - Ambulance Service Awards Program**

The Village, pursuant to Article 11-AAA of General Municipal Law and legislative resolution, has established a Service Awards Program ("Program") for volunteer members of the Ambulance Corporation. This Program is a single employer defined benefit plan. Participants are fully vested upon attainment of entitlement age, upon death or upon general disablement and after earning five years of service credit. A participant upon attainment of entitlement age (the later of age 65 or the participant's age after earning five years of service credit) shall be able to receive their service award, payable in the form of a ten-year monthly payment life annuity. The monthly benefits are \$20 for each year of service credit, up to a maximum of 40 years. The Program also provides disability and death benefits. The trustee of the Program, which has been designated by the State Comptroller, is authorized to invest the funds in authorized investment vehicles. Administrative costs are paid by the Village from the Pension Trust Fund. Separate financial statements are not issued by the Program.

Current membership in the program is comprised of the following:

Group	December 31, 2009
Retirees and beneficiaries currently receiving benefits	3
Active - non-vested	13
Terminated plan members entitled to but not yet receiving benefits	4

## NOTES TO FINANCIAL STATEMENTS (Continued)

MAY 31, 2010

**Note 3 - Detailed Notes on All Funds (Continued)**

The Village is required to contribute the amounts necessary to finance the plan as actuarially determined using the attained age normal frozen initial liability cost method. The asset valuation method is fair value. The assumed investment rate of return is 6.5% and there are no cost of living adjustments.

Contributions made to the Program for the current and two preceding years were as follows:

2010	\$	40,898
2009		47,670
2008		36,187

The contribution made to the Program was equal to 100% of the actuarially required contribution for the current fiscal year.

The following is an audited summary of the financial information for the Ambulance Service Awards Program for the year ended December 31, 2009:

**ASSETS**

Investments, at fair value - Mutual Funds	\$	315,850
Accounts Receivable		<u>40,898</u>
Total Assets		<u>356,748</u>

**NET ASSETS**

Held in Trust for Pension Benefits	\$	<u>356,748</u>
---------------------------------------	----	----------------

**ADDITIONS**

Earnings on investments	\$	7,175
Pension contributions		40,898
Net change in fair value of investments		<u>40,143</u>
Total Additions		<u>88,216</u>

**DEDUCTIONS**

Pension benefits	\$	4,537
Administrative costs		<u>3,999</u>
Total Deductions		<u>8,536</u>

Change in Net Assets		79,680
----------------------	--	--------

Net Assets Held in Trust for Pension Benefits - Beginning of Year		<u>277,068</u>
--	--	----------------

Net Assets Held in Trust for Pension Benefits - End of Year	\$	<u>356,748</u>
--	----	----------------

VILLAGE OF TARRYTOWN, NEW YORK

NOTES TO FINANCIAL STATEMENTS (Continued)  
MAY 31, 2010

**Note 3 - Detailed Notes on All Funds (Continued)**

**E. Short-Term Capital Borrowings – Bond Anticipation Notes**

The schedule below details the changes in short-term capital borrowings.

Purpose	Year of Original Issue	Maturity Date	Interest Rates	Balance June 1, 2009	New Issues	Redemptions	Balance May 31, 2010
Various Improvements	2007	05/26/11	1.50 %	\$ 7,275,000	\$ -	\$ 350,000	\$ 6,925,000
Various Improvements	2009	11/12/10	1.25	6,138,330	-	-	6,138,330
Various Improvements	2009	11/12/10	1.25	3,098,650	-	-	3,098,650
Various Improvements	2010	11/12/10	1.25	-	5,590,040	-	5,590,040
				<u>\$ 16,511,980</u>	<u>\$ 5,590,040</u>	<u>\$ 350,000</u>	<u>\$ 21,752,020</u>

Liabilities for bond anticipation notes are generally accounted for in the Capital Projects Fund. Bond anticipation notes issued for judgments or settled claims are recorded in the fund paying the claim. Principal payments on bond anticipation notes must be made annually. State law requires that bond anticipation notes issued for capital purposes or judgments be converted to long-term obligations generally within five years after the original issue date. However, bond anticipation notes issued for assessable improvement projects may be renewed for periods equivalent to the maximum life of the permanent financing, provided that stipulated annual reductions of principal are made.

Interest expenditures of \$314,265, \$47,262 and \$12,769 were recorded in the fund financial statements in the General, Water and Public Library funds, respectively. Interest expense of \$347,516 was recorded in the government-wide financial statements.

**F. Long-Term Liabilities**

The following table summarizes changes in the Village's long-term indebtedness for the year ended May 31, 2010:

	Balance June 1, 2009	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2010	Due Within One Year
Bonds Payable	<u>\$ 19,640,000</u>	<u>\$ -</u>	<u>\$ 1,520,000</u>	<u>\$ 18,120,000</u>	<u>\$ 1,560,000</u>
Other Non-Current Liabilities:					
Claims Payable	123,754	174,709	123,754	174,709	174,709
Compensated Absences	1,467,250	229,207	146,725	1,549,732	154,973
Other Post Employment Benefit Obligations Payable	<u>1,390,000</u>	<u>2,340,000</u>	<u>870,000</u>	<u>2,860,000</u>	<u>-</u>
	<u>2,981,004</u>	<u>2,743,916</u>	<u>1,140,479</u>	<u>4,584,441</u>	<u>329,682</u>
Total Long-Term Liabilities	<u>\$ 22,621,004</u>	<u>\$ 2,743,916</u>	<u>\$ 2,660,479</u>	<u>\$ 22,704,441</u>	<u>\$ 1,889,682</u>

NOTES TO FINANCIAL STATEMENTS (Continued)  
MAY 31, 2010**Note 3 - Detailed Notes on All Funds (Continued)**

Each governmental fund's liability for bonds payable, claims payable, compensated absences and other post employment benefit obligations is liquidated by the General, Water and Public Library funds.

**Bonds Payable**

Bonds payable at May 31, 2010 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at May 31, 2010
Various General and Water Improvements	1993	\$ 2,875,000	July, 2010	5.000 %	\$ 120,000
Various General, Water Improvements and Tax Certiorari	1997	4,570,000	October, 2013	4.80 - 4.875	1,550,000
Water Improvements	1998	395,000	March, 2018	4.90 - 5.200	150,000
Various Improvements and Tax Certiorari	2002	7,954,000	March, 2021	4.75 - 4.875	5,430,000
Various General, Water Improvements and Tax Certiorari	2004	3,240,055	May, 2024	4.00 - 4.750	2,235,000
Various General, Water Improvements and Tax Certiorari	2005	7,175,600	March, 2025	4.00 - 4.500	5,525,000
Various General and Water Improvements	2009	3,285,000	November, 2028	3.25 - 5.000	3,110,000
					<u>\$ 18,120,000</u>

Interest expenditures of \$847,491 were recorded in the fund financial statements in the funds identified below. Interest expense of \$835,078 was recorded in the government-wide financial statements for governmental activities.

Fund	Amount
General	\$ 668,830
Water	174,773
Public Library	<u>3,888</u>
	<u>\$ 847,491</u>



**Note 3 - Detailed Notes on All Funds (Continued)****Payments to Maturity**

The annual requirements to amortize all bonded debt outstanding as of May 31, 2010 including interest payments of \$5,507,366 are as follows:

Year Ending May 31,	Principal	Interest	Total
2011	\$ 1,560,000	\$ 787,455	\$ 2,347,455
2012	1,530,000	720,896	2,250,896
2013	1,570,000	653,718	2,223,718
2014	1,645,000	583,549	2,228,549
2015	1,275,000	519,865	1,794,865
2016-2020	6,695,000	1,742,050	8,437,050
2021-2025	3,445,000	459,958	3,904,958
2026-2029	400,000	39,875	439,875
	<u>\$ 18,120,000</u>	<u>\$ 5,507,366</u>	<u>\$ 23,627,366</u>

The above general obligation bonds are direct obligations of the Village for which its full faith and credit are pledged and are payable from taxes levied on all taxable real property within the Village.

**Claims Payable**

Claims payable consists of a liability of \$174,709 for court ordered tax refunds, which were not due and payable at year-end. These amounts have been recorded as an expense in the government-wide financial statements.

**Compensated Absences**

Under the terms of collective bargaining agreements, civil service employees with ten or more years of service may accumulate up to a maximum of 230 sick days. Upon retirement or resignation, these days shall be paid out at a fixed rate of \$65 or \$75 per day, based on the number of days accumulated. A maximum of one week's vacation is payable upon separation of service.

Under the terms of the Police Benevolent Association and United Federation of Police Lieutenants collective bargaining agreements, vacation time is payable upon separation of service, up to a maximum of two weeks. Sick time is not payable upon separation of service. In addition, compensatory time is payable upon separation of service, up to a maximum of 80 hours.

**Other Post Employment Benefit Obligations Payable**

In addition to providing pension benefits, the Village provides certain health care benefits for retired employees through a single employer defined benefit plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Village may vary according to length of service. Substantially all of the Village's employees may become eligible for those benefits if they reach normal retirement age while working for the Village. The cost of retiree health care benefits is recognized as an

NOTES TO FINANCIAL STATEMENTS (Continued)  
MAY 31, 2010

---

**Note 3 - Detailed Notes on All Funds (Continued)**

expenditure as claims are paid in the fund financial statements. The Village recognized revenues and expenditures of \$39,772 for Medicare Part D payments made directly to its health insurance carrier on behalf of its retirees.

The Village's annual other post employment benefit ("OPEB") cost (expense) is calculated based on the annual required contribution, ("ARC"), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. GASB Statement No. 45 establishes standards for the measurement, recognition and display of the expenses and liabilities for retirees' medical insurance. As a result, reporting of expenses and liabilities will no longer be accounted for under the "pay-as-you-go" approach. Instead of expensing the current year premiums paid, a per capita claims cost will be determined, which will be used to determine a "normal cost", an "actuarial accrued liability", and ultimately the ARC. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years.

Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Calculations are based on the OPEB benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. In addition, the assumptions and projections utilized do not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future. The actuarial calculations of the OPEB plan reflect a long-term perspective.

The Village is required to accrue on the district-wide financial statements the amounts necessary to finance the plan as actuarially determined, which is equal to the balance not paid by plan members. Funding for the Plan has been established on a pay-as-you-go basis. The assumed increase in postretirement benefits is 10% for the first year, decreases in years two through seven to 9%, 8%, 7%, 6% (for years five and six) and 5%, respectively, and then continues at 5% thereafter. The amortization basis is the level percentage of payroll method with 28 years remaining in the amortization period. The actuarial assumptions included a 4.5% investment rate of return and a 3.0% inflation rate. The unit credit method was used to determine the actuarial value of the assets of the OPEB plan, however, the Village currently has no assets set aside for the purpose of paying post employment benefits. The actuarial cost method utilized was the unit credit method.

The number of participants as of June 1, 2009 was as follows:

Active Employees	98
Retired Employees	<u>63</u>
Total	<u>161</u>

NOTES TO FINANCIAL STATEMENTS (Continued)  
MAY 31, 2010**Note 3 - Detailed Notes on All Funds (Continued)**

Amortization Component:	
Actuarial Accrued Liability as of June 1, 2009	\$ 32,060,000
Assets at Market Value	-
Unfunded Actuarial Accrued Liability ("UAAL")	<u>\$ 32,060,000</u>
Funded Ratio	<u>0.00%</u>
Covered Payroll (Active plan members)	<u>\$ 9,200,000</u>
UAAL as a Percentage of Covered Payroll	<u>348.48%</u>
Annual Required Contribution	\$ 2,330,000
Interest on Net OPEB Obligation	65,000
Adjustment to Annual Required Contribution	<u>(55,000)</u>
Annual OPEB Cost	2,340,000
Contributions Made	<u>(870,000)</u>
Increase in Net OPEB Obligation	1,470,000
Net OPEB Obligation - Beginning of Year	<u>1,390,000</u>
Net OPEB Obligation - End of Year	<u>\$ 2,860,000</u>

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for the current and preceding year is as follows:

Fiscal Year Ended May 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2010	\$ 2,340,000	36.75 %	\$ 2,860,000
2009	2,260,000	38.50	1,390,000

**G. Revenues and Expenditures****Interfund Transfers**

Interfund transfers are defined as the flow of assets, such as cash or goods and services, without the equivalent flow of assets in return. The interfund transfers reflected below have been reflected as transfers.

NOTES TO FINANCIAL STATEMENTS (Continued)  
MAY 31, 2010**Note 3 - Detailed Notes on All Funds (Continued)**

Transfers Out	Transfers In		Total
	Capital Projects Fund	Non-Major Governmental Funds	
General Fund	\$ 253,820	\$ 836,128	\$ 1,089,948
Water Fund	61,075	-	61,075
Non-Major Governmental Funds	35,105	-	35,105
	<u>\$ 350,000</u>	<u>\$ 836,128</u>	<u>\$ 1,186,128</u>

Transfers are used to 1) move amounts earmarked in the operating funds to fulfill commitments for Capital Projects Fund expenditures and 2) move amounts earmarked in the operating funds to fulfill commitments for Public Library Fund expenditures.

**H. Net Assets**

The components of net assets are detailed below:

*Invested in Capital Assets, net of Related Debt* - the component of net assets that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended proceeds, that is directly attributable to the acquisition, construction or improvement of those assets.

*Restricted for Capital Projects* - the component of net assets that reports the amounts restricted for capital projects, less unexpended bond proceeds and unrestricted interest earnings.

*Restricted for DARE* - the component of net assets that has been established pursuant to State authorization for unexpended gifts and donations, which are restricted to use in the Village's drug awareness program.

*Restricted for Debt Service* - the component of net assets that reports the difference between assets and liabilities with constraints placed on their use by Local Finance Law.

*Restricted for Capital Costs* - the component of net assets that is restricted by General Municipal Law to finance capital acquisitions for which bonds may be issued.

*Restricted for Special Revenue Funds* - the component of net assets that reports the difference between assets and liabilities of certain programs with constraints placed on their use by either external parties and/or statute.

*Unrestricted* - all other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

**Note 3 - Detailed Notes on All Funds (Continued)**

**I. Fund Balances**

Certain elements of reserved fund balance are described above. Those additional elements which are not reflected in the statement of net assets but are reported in the governmental funds balance sheet are described below. The unreserved components of fund balance are also detailed below.

**Reserved**

The Reserve for Prepaid Expenditures has been provided to account for certain payments made in advance. The reserve indicates that the funds are not "available" for appropriation or expenditure even though they are a component of current assets.

The Reserve for Trusts has been established to set aside funds in accordance with terms of the grants.

**Unreserved - Designated for Subsequent Year's Expenditures**

General Fund - Designations of fund balance are not legally required segregations, but represent intended use for a specific purpose. The Village's designation is detailed below.

Designated for Subsequent Year's Expenditures - At May 31, 2010 the Village Board has designated that \$600,000 of the fund balance of the General Fund and \$80,000 of the fund balance of the Public Library Fund be appropriated for the ensuing year's budget.

Designated for Tax Certiorari Refunds – This designation is used to segregate a portion of the fund balance to be utilized for potential tax certiorari settlements.

**Note 4 - Summary Disclosure of Significant Contingencies**

**Litigation**

The Village, in common with other municipalities, receives numerous notices of claims for money damages arising from false arrest, property damage or personal injury. Of the claims currently pending none are expected to have a material effect on the financial position of the Village if adversely settled.

There are currently pending certiorari proceedings, the results of which could require the payment of future tax refunds by the Village if existing assessment rolls are modified based on the outcome of the litigation proceedings. However, the amount of the possible refunds cannot be determined at the present time. Any payments resulting from adverse decisions will be funded in the year in which the payment is made.

**Contingencies**

The Village participates in various Federal grant programs. These programs may be subject to program compliance audits pursuant to the Single Audit Act. Accordingly, the Village's compliance with applicable grant requirements may be established at a future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the Village anticipates such amounts, if any, to be immaterial.

**Note 4 - Summary Disclosure of Significant Contingencies**

**Risk Management**

The Village purchases various insurance coverages to reduce its exposure to loss. The Village maintains general liability, automobile and comprehensive coverages with policy limits of \$1 million. In addition, the Village maintains an umbrella liability policy which provides coverage up to \$10 million. The Village also purchases conventional workers' compensation and medical insurance coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**Note 5 - Subsequent Event**

The Village, on October 12, 2010, issued a serial bond in the amount of \$6,485,000 with interest at 4.0% maturing on September 15, 2020. The proceeds were used to advance refund \$1,190,000 of outstanding 1997 serial bonds bearing interest at rates ranging from 4.80% to 4.875% and \$5,430,000 of outstanding 2002 serial bonds bearing interest at rates ranging from 4.75% to 4.875%.

VILLAGE OF TARRYTOWN, NEW YORK

SCHEDULE OF FUNDING PROGRESS  
PENSION TRUST FUND - FIRE SERVICE AWARDS PROGRAM  
LAST SIX FISCAL YEARS

Actuarial Valuation Date December 31,	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio
2004	\$ 357,109	\$ 953,839	\$ 596,730	37 %
2005	546,387	1,099,393	553,006	50
2006	517,942	1,199,012	681,070	43
2007	950,288	1,352,845	402,557	70
2008	1,015,909	1,492,476	476,567	68
2009	1,359,922	1,645,951	286,029	83

VILLAGE OF TARRYTOWN, NEW YORK

SCHEDULE OF CONTRIBUTIONS

PENSION TRUST FUND - FIRE SERVICE AWARDS PROGRAM

LAST SIX FISCAL YEARS

<u>Year Ended May 31,</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2005	\$ 212,152	100 %
2006	217,097	100
2007	223,127	100
2008	228,546	100
2009	248,072	100
2010	280,083	100



VILLAGE OF TARRYTOWN, NEW YORK

SCHEDULE OF FUNDING PROGRESS  
PENSION TRUST FUND - AMBULANCE SERVICE AWARDS PROGRAM  
LAST SIX FISCAL YEARS

Actuarial Valuation Date December 31,	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio
2004	\$ 77,794	\$ 161,158	\$ 83,364	48 %
2005	173,633	193,564	19,931	90
2006	235,467	220,547	(14,920)	107
2007	285,431	254,666	(30,765)	112
2008	229,398	293,908	64,510	78
2009	315,850	328,151	12,301	96

VILLAGE OF TARRYTOWN, NEW YORK

SCHEDULE OF CONTRIBUTIONS

PENSION TRUST FUND - AMBULANCE SERVICE AWARDS PROGRAM

LAST SIX FISCAL YEARS

<u>Year Ended May 31,</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2005	\$ 50,841	100 %
2006	45,638	100
2007	38,417	100
2008	36,187	100
2009	47,670	100
2010	40,898	100

VILLAGE OF TARRYTOWN, NEW YORK

SCHEDULE OF FUNDING PROGRESS  
OTHER POST EMPLOYMENT BENEFITS  
LAST THREE FISCAL YEARS

Valuation Date	Actuarial		Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
	Value of Assets	Accrued Liability				
June 1, 2008	\$ -	\$ 30,520,000	\$ 30,520,000	- %	\$ 8,680,000	351.61 %
June 1, 2009	-	32,060,000	32,060,000	-	9,200,000	348.48

Note - The Village implemented the provisions of Governmental Accounting Standard Board Statement No. 45 in fiscal ended May 31, 2009.

**(This page intentionally left blank.)**

VILLAGE OF TARRYTOWN, NEW YORK

GENERAL FUND  
COMPARATIVE BALANCE SHEET  
MAY 31, 2010 AND 2009

	2010	2009
<u>ASSETS</u>		
Cash:		
Demand deposits	\$ 4,330,373	\$ 2,577,312
Time deposits	20,605	20,578
Petty cash	1,100	1,100
	<u>4,352,078</u>	<u>2,598,990</u>
Investments	<u>82,273</u>	<u>82,078</u>
Taxes Receivable	<u>81,415</u>	<u>108,593</u>
Receivables:		
Accounts	198,286	190,238
Due from other governments	717,174	694,514
Due from other funds	174	999,428
	<u>915,634</u>	<u>1,884,180</u>
Prepaid Expenditures	<u>1,250</u>	<u>1,500</u>
Total Assets	<u>\$ 5,432,650</u>	<u>\$ 4,675,341</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 81,528	\$ 164,354
Accrued liabilities	488,794	101,900
Due to other funds	-	184,900
Due to retirement systems	173,059	135,750
Deferred revenues	277,289	323,371
Total Liabilities	<u>1,020,670</u>	<u>910,275</u>
Fund Balance:		
Reserved for prepaid expenditures	1,250	1,500
Reserved for DARE	7,980	7,901
Reserved for debt service	296,056	163,529
Reserved for capital costs	505,000	500,000
Unreserved:		
Designated for tax certiorari refunds	975,000	-
Designated for subsequent year's expenditures	600,000	600,000
Undesignated	2,026,694	2,492,136
Total Fund Balance	<u>4,411,980</u>	<u>3,765,066</u>
Total Liabilities and Fund Balance	<u>\$ 5,432,650</u>	<u>\$ 4,675,341</u>

VILLAGE OF TARRYTOWN, NEW YORK

GENERAL FUND  
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
YEARS ENDED MAY 31, 2010 AND 2009

	2010			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 14,400,226	\$ 14,400,226	\$ 14,352,944	\$ (47,282)
Other tax items	119,000	119,000	137,242	18,242
Non-property taxes	1,833,000	1,833,000	1,894,015	61,015
Departmental income	1,349,000	1,349,000	1,304,036	(44,964)
Intergovernmental charges	212,000	212,000	274,760	62,760
Use of money and property	112,000	112,000	87,594	(24,406)
Licenses and permits	235,000	235,000	258,972	23,972
Fines and forfeitures	476,000	476,000	451,784	(24,216)
Sale of property and compensation for loss	24,500	24,500	58,663	34,163
Interfund revenues	35,000	35,000	35,000	-
State aid	285,000	285,000	352,527	67,527
Federal aid	-	-	77,040	77,040
Miscellaneous	47,500	47,500	670,617	623,117
Total Revenues	19,128,226	19,128,226	19,955,194	826,968
Expenditures:				
Current:				
General government support	3,273,799	3,437,674	3,460,111	(22,437)
Public safety	5,191,329	5,320,747	5,320,747	-
Health	13,500	12,630	12,630	-
Transportation	1,553,498	1,450,520	1,450,520	-
Economic opportunity and development	111,058	100,211	100,211	-
Culture and recreation	828,201	855,481	855,481	-
Home and community services	928,793	881,725	881,725	-
Employee benefits	4,386,075	4,439,086	4,439,086	-
Debt service:				
Principal	1,155,447	1,157,109	1,157,109	-
Interest	1,059,581	983,095	983,095	-
Total Expenditures	18,501,281	18,638,278	18,660,715	(22,437)
Excess (Deficiency) of Revenues Over Expenditures	626,945	489,948	1,294,479	804,531
Other Financing Sources (Uses):				
Sale of real property	-	-	442,383	442,383
Transfers in	-	-	-	-
Transfers out	(1,226,945)	(1,089,948)	(1,089,948)	-
Total Other Financing Uses	(1,226,945)	(1,089,948)	(647,565)	442,383
Net Change in Fund Balance	(600,000)	(600,000)	646,914	1,246,914
Fund Balance - Beginning of Year	600,000	600,000	3,765,066	3,165,066
Fund Balance - End of Year	\$ -	\$ -	\$ 4,411,980	\$ 4,411,980

2009

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 14,040,169	\$ 14,040,169	\$ 14,036,549	\$ (3,620)
119,000	119,000	110,974	(8,026)
1,883,000	1,883,000	1,860,715	(22,285)
1,259,000	1,259,000	1,288,654	29,654
212,000	212,000	292,520	80,520
186,000	186,000	139,788	(46,212)
310,000	310,000	196,675	(113,325)
476,000	476,000	480,532	4,532
24,500	24,500	71,230	46,730
35,000	35,000	35,000	-
400,000	400,000	352,446	(47,554)
-	-	5,695	5,695
35,000	35,000	180,656	145,656
18,979,669	18,979,669	19,051,434	71,765
3,327,087	4,157,901	4,027,630	130,271
5,067,773	5,186,715	5,159,811	26,904
13,500	12,661	11,070	1,591
1,404,626	1,504,140	1,497,898	6,242
115,318	121,367	112,304	9,063
861,508	929,561	885,221	44,340
975,792	928,521	845,490	83,031
4,492,080	4,270,607	4,203,954	66,653
1,034,971	1,034,971	1,034,971	-
958,953	1,003,689	916,104	87,585
18,251,608	19,150,133	18,694,453	455,680
728,061	(170,464)	356,981	527,445
-	-	-	-
-	-	32,507	32,507
(1,328,061)	(1,328,061)	(1,195,496)	132,565
(1,328,061)	(1,328,061)	(1,162,989)	165,072
(600,000)	(1,498,525)	(806,008)	692,517
600,000	1,498,525	4,571,074	3,072,549
\$ -	\$ -	\$ 3,765,066	\$ 3,765,066

VILLAGE OF TARRYTOWN, NEW YORK

GENERAL FUND

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET  
YEAR ENDED MAY 31, 2010  
(With Comparative Actuals for 2009)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2009 Actual
REAL PROPERTY TAXES	\$ 14,400,226	\$ 14,400,226	\$ 14,352,944	\$ (47,282)	\$ 14,036,549
OTHER TAX ITEMS					
Payments in lieu of taxes	69,000	69,000	37,020	(31,980)	34,502
Interest and penalties on real property taxes	50,000	50,000	100,222	50,222	76,472
	119,000	119,000	137,242	18,242	110,974
NON-PROPERTY TAXES					
Franchise fees	433,000	433,000	479,870	46,870	441,030
Non-property tax distribution from County	1,400,000	1,400,000	1,414,145	14,145	1,419,685
	1,833,000	1,833,000	1,894,015	61,015	1,860,715
DEPARTMENTAL INCOME					
Clerk fees	4,000	4,000	4,974	974	3,666
Police fees	53,500	53,500	60,762	7,262	71,703
Fire department fees	13,000	13,000	28,450	15,450	9,625
Safety fees	12,000	12,000	23,550	11,550	14,400
Public works service charges	13,000	13,000	12,599	(401)	12,315
Decal parking	663,000	663,000	567,160	(95,840)	563,976
On-street parking	330,000	330,000	342,953	12,953	332,160
Parks and recreation charges	220,500	220,500	235,038	14,538	246,656
Senior van	6,000	6,000	4,382	(1,618)	5,257
Zoning fees	5,000	5,000	3,178	(1,822)	2,195
Planning fees	25,000	25,000	17,560	(7,440)	22,671
Emergency tenant protection fees	4,000	4,000	3,430	(570)	4,030
	1,349,000	1,349,000	1,304,036	(44,964)	1,288,654



# INTERGOVERNMENTAL CHARGES

Fire services for other governments  
Snow removal for other governments

200,000	200,000	249,309	49,309	277,998
12,000	12,000	25,451	13,451	14,522
212,000	212,000	274,760	62,760	292,520

# USE OF MONEY AND PROPERTY

Earnings on investments  
Rental of real property  
Commissions

60,000	60,000	15,329	(44,671)	41,872
50,000	50,000	71,213	21,213	96,358
2,000	2,000	1,052	(948)	1,558
112,000	112,000	87,594	(24,406)	139,788

# LICENSES AND PERMITS

Business and occupational licenses  
Permit fees

10,000	10,000	46,775	36,775	23,930
225,000	225,000	212,197	(12,803)	172,745
235,000	235,000	258,972	23,972	196,675

# FINES AND FORFEITURES

Fines and forfeited bail

476,000	476,000	451,784	(24,216)	480,532
---------	---------	---------	----------	---------

# SALE OF PROPERTY AND COMPENSATION FOR LOSS

Minor sales  
Sales of equipment  
Insurance recoveries  
Other compensation for loss

5,000	5,000	4,926	(74)	7,112
3,500	3,500	7,100	3,600	10,947
15,000	15,000	46,637	31,637	53,171
1,000	1,000	-	(1,000)	-
24,500	24,500	58,663	34,163	71,230
35,000	35,000	35,000	-	35,000

# INTERFUND REVENUES

# STATE AID

Per capita  
Mortgage tax  
Records management  
Youth programs  
Other

90,000	90,000	90,835	835	90,835
185,000	185,000	140,082	(44,918)	190,144
-	-	4,464	4,464	54,248
5,000	5,000	54,127	49,127	4,773
5,000	5,000	63,019	58,019	12,446
285,000	285,000	352,527	67,527	352,446

(Continued)

**(This page intentionally left blank.)**

VILLAGE OF TARRYTOWN, NEW YORK

GENERAL FUND  
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET (Continued)  
YEAR ENDED MAY 31, 2010  
(With Comparative Actuals for 2009)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2009 Actual
FEDERAL AID					
Public safety	\$ -	\$ -	\$ 77,040	\$ 77,040	\$ 5,695
MISCELLANEOUS					
Refunds of prior year's expenditures	5,000	5,000	1,264	(3,736)	900
Medicare part D	35,000	35,000	39,772	4,772	28,293
Easement	-	-	420,000	420,000	-
Unclassified	7,500	7,500	209,581	202,081	151,463
	47,500	47,500	670,617	623,117	180,656
TOTAL REVENUES	19,128,226	19,128,226	19,955,194	826,968	19,051,434
OTHER FINANCING SOURCES					
Sale of real property	-	-	442,383	442,383	-
Transfers in - Special Purpose Fund	-	-	-	-	32,507
TOTAL OTHER FINANCING SOURCES	-	-	442,383	442,383	32,507
TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 19,128,226	\$ 19,128,226	\$ 20,397,577	\$ 1,269,351	\$ 19,083,941

VILLAGE OF TARRYTOWN, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET  
YEAR ENDED MAY 31, 2010

(With Comparative Actuals for 2009)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2009 Actual
<b>GENERAL GOVERNMENT SUPPORT</b>					
Board of Trustees	\$ 61,900	\$ 38,298	\$ 38,298	\$ -	\$ 45,706
Justice	294,109	297,143	297,143	-	284,344
Mayor	5,800	6,598	6,598	-	5,630
Village Administrator	145,723	157,184	157,184	-	201,422
Treasurer	114,190	108,212	108,212	-	108,841
Assessment	14,000	13,300	13,300	-	13,300
Clerk	82,900	87,172	87,172	-	92,227
Law	256,000	156,135	156,135	-	325,909
Engineer	118,487	85,823	85,823	-	102,530
Elections	14,500	8,417	8,417	-	9,404
Buildings	413,663	489,984	489,984	-	504,628
Central garage	437,210	401,861	401,861	-	418,529
Central storeroom	14,000	18,945	18,945	-	34,356
Central printing and mailing	61,500	51,953	51,953	-	48,224
Central power	115,000	185,091	185,091	-	132,178
Unallocated insurance	669,665	539,523	539,523	-	643,459
Municipal association dues	9,000	13,985	13,985	-	13,621
Judgments and claims	250,000	699,180	721,617	(22,437)	998,525
Taxes and assessments on Village property	22,500	45,680	45,680	-	44,797
Metropolitan commuter transportation mobility tax	-	33,190	33,190	-	-
Contingency	173,652	-	-	-	-
	3,273,799	3,437,674	3,460,111	(22,437)	4,027,630
<b>PUBLIC SAFETY</b>					
Police	4,340,931	4,359,766	4,359,766	-	4,181,507
Jail	1,000	60	60	-	1,184
Traffic control	240,239	234,666	234,666	-	227,174
Fire department	401,900	521,029	521,029	-	522,166
Safety inspection	207,259	205,226	205,226	-	227,780
	5,191,329	5,320,747	5,320,747	-	5,159,811

## HEALTH

Public health	8,000	8,000	8,000	-	8,000
Registrar of vital statistics	5,500	4,630	4,630	-	3,070

## TRANSPORTATION

Street administration	30,531	32,726	32,726	-	43,692
Street maintenance	1,160,967	1,040,507	1,040,507	-	1,018,045
Snow removal	156,500	183,738	183,738	-	235,491
Street lighting	205,500	193,549	193,549	-	200,670
	1,553,498	1,450,520	1,450,520	-	1,497,898

## ECONOMIC OPPORTUNITY AND DEVELOPMENT

Programs for the aging	77,058	66,211	66,211	-	72,255
Social service programs	34,000	34,000	34,000	-	40,049
	111,058	100,211	100,211	-	112,304

## 8 CULTURE AND RECREATION

Playgrounds and recreation	656,901	662,664	662,664	-	717,895
Camp fees	139,800	168,549	168,549	-	125,224
Youth programs	1,500	1,378	1,378	-	1,462
Celebrations	30,000	22,890	22,890	-	40,640
	828,201	855,481	855,481	-	885,221

## HOME AND COMMUNITY SERVICES

Planning board	35,000	17,641	17,641	-	52,399
Storm sewers	15,100	4,191	4,191	-	11,491
Refuse and garbage	767,508	769,486	769,486	-	697,434
Street cleaning	75,185	70,229	70,229	-	68,660
Shade trees	29,500	14,142	14,142	-	9,952
Emergency tenant protection fees	6,500	6,036	6,036	-	5,554
	928,793	881,725	881,725	-	845,490

(Continued)

VILLAGE OF TARRYTOWN, NEW YORK

GENERAL FUND  
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET (Continued)  
YEAR ENDED MAY 31, 2010  
(With Comparative Actuals for 2009)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2009 Actual
<b>EMPLOYEE BENEFITS</b>					
State retirement	\$ 305,915	\$ 286,084	\$ 286,084	\$ -	300,898
State retirement - Police and fire	525,000	681,392	681,392	-	470,764
Social security	578,499	553,709	553,709	-	547,149
Workers' compensation benefits	530,000	518,329	518,329	-	520,618
Life insurance	45,889	44,769	44,769	-	45,992
Unemployment benefits	4,000	2,476	2,476	-	1,938
Hospital and medical insurance	2,073,772	1,995,834	1,995,834	-	1,992,445
Fire service awards program	257,102	280,083	280,083	-	248,072
Ambulance service awards program	40,898	40,898	40,898	-	47,670
Service awards programs administrative costs	-	14,464	14,464	-	7,398
Uniforms and other employee benefits	25,000	21,048	21,048	-	21,010
	4,386,075	4,439,086	4,439,086	-	4,203,954
<b>DEBT SERVICE</b>					
Principal -					
Serial bonds	1,155,447	1,157,109	1,157,109	-	1,034,971
Interest:					
Serial bonds	667,579	668,830	668,830	-	685,006
Bond anticipation notes	374,502	314,265	314,265	-	197,517
Tax anticipation notes	17,500	-	-	-	33,581
	1,059,581	983,095	983,095	-	916,104
	2,215,028	2,140,204	2,140,204	-	1,951,075
<b>TOTAL EXPENDITURES</b>	<b>18,501,281</b>	<b>18,638,278</b>	<b>18,660,715</b>	<b>(22,437)</b>	<b>18,694,453</b>

# OTHER FINANCING USES

## Transfers out:

Public Library Fund  
Capital Projects Fund

836,128	836,128	836,128	-	835,646
390,817	253,820	253,820	-	359,850
1,226,945	1,089,948	1,089,948	-	1,195,496

## TOTAL OTHER FINANCING USES

## TOTAL EXPENDITURES AND OTHER FINANCING USES

\$ 19,728,226	\$ 19,728,226	\$ 19,750,663	\$ (22,437)	\$ 19,889,949
---------------	---------------	---------------	-------------	---------------

**(This page intentionally left blank.)**



VILLAGE OF TARRYTOWN, NEW YORK

WATER FUND  
COMPARATIVE BALANCE SHEET  
MAY 31, 2010 AND 2009

	2010	2009
<u>ASSETS</u>		
Cash:		
Demand deposits	\$ 18,449	\$ 466,838
Petty cash	100	100
	<u>18,549</u>	<u>466,938</u>
Receivables:		
Accounts	1,700	-
Water rents	547,538	544,771
Due from other funds	-	20,038
	<u>549,238</u>	<u>564,809</u>
Total Assets	<u>\$ 567,787</u>	<u>\$ 1,031,747</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 147,112	\$ 120,155
Due to retirement systems	6,558	3,188
Due to other funds	-	871,035
Total Liabilities	<u>153,670</u>	<u>994,378</u>
Fund Balance (Deficit):		
Reserved for debt service	108,006	73,371
Unreserved and undesignated	306,111	(36,002)
Total Fund Balance	<u>414,117</u>	<u>37,369</u>
Total Liabilities and Fund Balance	<u>\$ 567,787</u>	<u>\$ 1,031,747</u>

VILLAGE OF TARRYTOWN, NEW YORK

WATER FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
YEARS ENDED MAY 31, 2010 AND 2009

	2010			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Departmental income	\$ 2,968,791	\$ 2,968,791	\$ 3,066,398	\$ 97,607
Use of money and property	-	-	-	-
Miscellaneous	2,000	2,000	41,813	39,813
Total Revenues	2,970,791	2,970,791	3,108,211	137,420
Expenditures:				
Current:				
General government support	116,865	116,865	84,008	32,857
Home and community services	1,965,648	1,962,310	1,832,170	130,140
Employee benefits	175,484	175,484	174,464	1,020
Debt service:				
Principal	354,373	357,711	357,711	-
Interest	238,421	238,421	222,035	16,386
Total Expenditures	2,850,791	2,850,791	2,670,388	180,403
Excess of Revenues Over Expenditures	120,000	120,000	437,823	317,823
Other Financing Uses - Transfers out	(120,000)	(120,000)	(61,075)	58,925
Net Change in Fund Balance	-	-	376,748	376,748
Fund Balance - Beginning of Year	-	-	37,369	37,369
Fund Balance - End of Year	\$ -	\$ -	\$ 414,117	\$ 414,117

2009

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,858,487	\$ 2,858,487	\$ 2,820,247	\$ (38,240)
-	-	3,174	3,174
2,300	2,300	22,764	20,464
2,860,787	2,860,787	2,846,185	(14,602)
114,989	108,127	98,544	9,583
1,929,605	1,941,850	1,941,850	-
183,783	183,783	166,199	17,584
245,059	245,059	245,059	-
210,351	246,824	246,824	-
2,683,787	2,725,643	2,698,476	27,167
177,000	135,144	147,709	12,565
(177,000)	(135,144)	(135,144)	-
-	-	12,565	12,565
-	-	24,804	24,804
\$ -	\$ -	\$ 37,369	\$ 37,369

VILLAGE OF TARRYTOWN, NEW YORK

CAPITAL PROJECTS FUND  
COMPARATIVE BALANCE SHEET  
MAY 31, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 3,950,610	\$ 838,212
Receivables:		
Due from other governments	625,304	-
Due from other funds	-	56,507
	<u>625,304</u>	<u>56,507</u>
Total Assets	<u>\$ 4,575,914</u>	<u>\$ 894,719</u>
<u>LIABILITIES AND FUND DEFICIT</u>		
Liabilities:		
Accounts payable	\$ 616,063	\$ 372,367
Retainages payable	218,164	208,500
Bond anticipation notes payable	21,752,020	16,511,980
Due to other funds	174	27,261
Total Liabilities	22,586,421	17,120,108
Fund Deficit -		
Unreserved and undesignated	<u>(18,010,507)</u>	<u>(16,225,389)</u>
Total Liabilities and Fund Deficit	<u>\$ 4,575,914</u>	<u>\$ 894,719</u>

VILLAGE OF TARRYTOWN, NEW YORK

CAPITAL PROJECTS FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE

YEARS ENDED MAY 31, 2010 AND 2009

	2010	2009
Revenues:		
State aid	\$ 94,231	\$ 642,787
Federal aid	332,048	394,697
Miscellaneous	2,331,694	-
Total Revenues	2,757,973	1,037,484
Expenditures - Capital outlay	4,893,091	5,231,036
Deficiency of Revenues Over Expenditures	(2,135,118)	(4,193,552)
Other Financing Sources:		
Bonds issued	-	3,285,000
Transfers in	350,000	539,364
Total Other Financing Sources	350,000	3,824,364
Net Change in Fund Balance	(1,785,118)	(369,188)
Fund Deficit - Beginning of Year	(16,225,389)	(15,856,201)
Fund Deficit - End of Year	<u>\$ (18,010,507)</u>	<u>\$ (16,225,389)</u>

VILLAGE OF TARRYTOWN, NEW YORK

COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
MAY 31, 2010  
(With Comparative Actuals for 2009)

	Public Library	Special Purpose
<u>ASSETS</u>		
Cash and Equivalents	\$ 151,320	\$ 436,077
Receivables:		
Accounts	48,420	-
Due from other funds	-	-
	48,420	-
Total Assets	\$ 199,740	\$ 436,077
<u>LIABILITIES AND FUND BALANCES</u>		
Liabilities:		
Accounts payable	\$ 4,900	\$ -
Due to retirement systems	13,815	-
Total Liabilities	18,715	-
Fund Balances:		
Reserved for trusts	-	436,077
Reserved for debt service	20,963	-
Unreserved:		
Designated for subsequent year's expenditures	80,000	-
Undesignated	80,062	-
Total Fund Balances	181,025	436,077
Total Liabilities and Fund Balances	\$ 199,740	\$ 436,077

---

Total Non-Major  
Governmental Funds

---

<u>2010</u>	<u>2009</u>
\$ 587,397	\$ 716,042
48,420	550
-	7,223
<u>48,420</u>	<u>7,773</u>
<u>\$ 635,817</u>	<u>\$ 723,815</u>

\$ 4,900	\$ 3,351
<u>13,815</u>	<u>7,970</u>
<u>18,715</u>	<u>11,321</u>
436,077	577,446
20,963	14,463
80,000	45,000
<u>80,062</u>	<u>75,585</u>
<u>617,102</u>	<u>712,494</u>
<u>\$ 635,817</u>	<u>\$ 723,815</u>

VILLAGE OF TARRYTOWN, NEW YORK

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES  
NON-MAJOR GOVERNMENTAL FUNDS  
YEAR ENDED MAY 31, 2010  
(With Comparative Actuals for 2009)

	Public Library	Special Purpose
Revenues:		
Departmental income	\$ 616,113	\$ -
Use of money and property	-	1,442
Miscellaneous	46,375	61,496
Total Revenues	662,488	62,938
Expenditures:		
Current:		
General government support	54,159	-
Public safety	-	9,024
Culture and recreation	1,058,957	195,283
Employee benefits	282,581	-
Debt service:		
Principal	5,180	-
Interest	16,657	-
Total Expenditures	1,417,534	204,307
Deficiency of Revenues Over Expenditures	(755,046)	(141,369)
Other Financing Sources (Uses):		
Transfers in	836,128	-
Transfers out	(35,105)	-
Total Other Financing Sources	801,023	-
Net Change in Fund Balances	45,977	(141,369)
Fund Balances - Beginning of Year	135,048	577,446
Fund Balances - End of Year	\$ 181,025	\$ 436,077



---

Total Non-Major  
Governmental Funds

---

2010	2009
\$ 616,113	\$ 590,745
1,442	-
107,871	244,487
<u>725,426</u>	<u>835,232</u>
54,159	51,582
9,024	5,702
1,254,240	1,143,207
282,581	296,282
5,180	4,970
16,657	25,141
<u>1,621,841</u>	<u>1,526,884</u>
<u>(896,415)</u>	<u>(691,652)</u>
836,128	835,646
(35,105)	(76,877)
<u>801,023</u>	<u>758,769</u>
(95,392)	67,117
<u>712,494</u>	<u>645,377</u>
<u>\$ 617,102</u>	<u>\$ 712,494</u>

**(This page intentionally left blank.)**

VILLAGE OF TARRYTOWN, NEW YORK

PUBLIC LIBRARY FUND  
COMPARATIVE BALANCE SHEET  
MAY 31, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
<u>ASSETS</u>		
Cash:		
Demand deposits	\$ 150,995	\$ 138,271
Petty cash	325	325
	<u>151,320</u>	<u>138,596</u>
Receivables:		
Accounts	48,420	550
Due from other funds	-	7,223
	<u>48,420</u>	<u>7,773</u>
Total Assets	<u>\$ 199,740</u>	<u>\$ 146,369</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 4,900	\$ 3,351
Due to retirement systems	13,815	7,970
Total Liabilities	<u>18,715</u>	<u>11,321</u>
Fund Balance:		
Reserved for debt service	20,963	14,463
Unreserved:		
Designated for subsequent year's expenditures	80,000	45,000
Undesignated	80,062	75,585
Total Fund Balance	<u>181,025</u>	<u>135,048</u>
Total Liabilities and Fund Balance	<u>\$ 199,740</u>	<u>\$ 146,369</u>

VILLAGE OF TARRYTOWN, NEW YORK

PUBLIC LIBRARY FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
YEARS ENDED MAY 31, 2010 AND 2009

	2010			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Departmental income	\$ 611,038	\$ 611,038	\$ 616,113	\$ 5,075
Miscellaneous	40,000	40,000	46,375	6,375
Total Revenues	651,038	651,038	662,488	11,450
Expenditures:				
Current:				
General government support	54,159	54,159	54,159	-
Culture and recreation	1,075,211	1,075,211	1,058,957	16,254
Employee benefits	332,496	332,496	282,581	49,915
Debt service:				
Principal	5,180	5,180	5,180	-
Interest	24,902	24,902	16,657	8,245
Total Expenditures	1,491,948	1,491,948	1,417,534	74,414
Deficiency of Revenues Over Expenditures	(840,910)	(840,910)	(755,046)	85,864
Other Financing Sources (Uses):				
Transfers in	836,128	836,128	836,128	-
Transfers out	(40,218)	(40,218)	(35,105)	5,113
Total Other Financing Sources	795,910	795,910	801,023	5,113
Net Change in Fund Balance	(45,000)	(45,000)	45,977	90,977
Fund Balance - Beginning of Year	45,000	45,000	135,048	90,048
Fund Balance - End of Year	\$ -	\$ -	\$ 181,025	\$ 181,025

2009

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 592,897	\$ 592,897	\$ 590,745	\$ (2,152)
40,000	40,000	51,565	11,565
632,897	632,897	642,310	9,413
51,582	51,582	51,582	-
1,098,390	1,098,390	1,062,790	35,600
304,454	304,454	296,282	8,172
4,970	4,970	4,970	-
27,048	27,048	25,141	1,907
1,486,444	1,486,444	1,440,765	45,679
(853,547)	(853,547)	(798,455)	55,092
835,646	835,646	835,646	-
(62,099)	(62,099)	(34,570)	27,529
773,547	773,547	801,076	27,529
(80,000)	(80,000)	2,621	82,621
80,000	80,000	132,427	52,427
\$ -	\$ -	\$ 135,048	\$ 135,048

VILLAGE OF TARRYTOWN, NEW YORK

SPECIAL PURPOSE FUND  
COMPARATIVE BALANCE SHEET  
MAY 31, 2010 AND 2009

---

	<u>2010</u>	<u>2009</u>
<u>ASSETS</u>		
Cash - Demand deposits	<u>\$ 436,077</u>	<u>\$ 577,446</u>
<u>FUND BALANCE</u>		
Reserved for Trusts	<u>\$ 436,077</u>	<u>\$ 577,446</u>

VILLAGE OF TARRYTOWN, NEW YORK

SPECIAL PURPOSE FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
YEARS ENDED MAY 31, 2010 AND 2009

	2010	2009
Revenues:		
Use of money and property	\$ 1,442	\$ -
Miscellaneous	61,496	192,922
Total Revenues	62,938	192,922
Expenditures -		
Current:		
Public safety	9,024	5,702
Culture and recreation	195,283	80,417
Total Expenditures	204,307	86,119
Excess (Deficiency) of Revenues Over Expenditures	(141,369)	106,803
Other Financing Uses -		
Transfers out	-	(42,307)
Net Change in Fund Balance	(141,369)	64,496
Fund Balance - Beginning of Year	577,446	512,950
Fund Balance - End of Year	\$ 436,077	\$ 577,446

