

Village of Rye Brook, New York

Financial Statements and
Supplementary Information

Year Ended May 31, 2015

Village of Rye Brook, New York

Table of Contents

	Page No
Independent Auditors' Report	1
Management's Discussion and Analysis	3
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	14
Statement of Activities	15
Fund Financial Statements	
Balance Sheet – Governmental Funds	17
Reconciliation of Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position	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	20
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	21
Statement of Assets and Liabilities - Fiduciary Fund	22
Notes to Financial Statements	23
Required Supplementary Information	
Other Post Employment Benefits	
Schedule of Funding Progress - Last Three Fiscal Years	44
Individual Fund Financial Statements and Schedules	
Major Governmental Funds	
General Fund	
Comparative Balance Sheet	45
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	46
Schedule of Revenues and Other Financing Sources Compared to Budget	48
Schedule of Expenditures and Other Financing Uses Compared to Budget	50
Capital Projects Fund	
Comparative Balance Sheet	53
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	54
Project Length Schedule	55
Non-Major Governmental Fund	
Special Purpose Fund	
Combining Balance Sheet – Sub Funds	59
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Sub Funds	60

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Independent Auditors' Report

**The Honorable Mayor and Board of Trustees
of the Village of Rye Brook , New York**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Village of Rye Brook, New York ("Village") as of and for the year ended May 31, 2015, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

O'CONNOR DAVIES, LLP

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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, 2015, and the respective changes in financial position, thereof, and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis and the Schedule of Funding Progress – Other Post Employment Benefits be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

O'Connor Davies, LLP

O'Connor Davies, LLP
Harrison, New York
November 30, 2015

Village of Rye Brook, New York

Management's Discussion and Analysis (MD&A) May 31, 2015

Introduction

The management of the Village of Rye Brook, New York ("Village"), offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended May 31, 2015. It should be read in conjunction with the basic financial statements, which immediately follow this section, to enhance understanding of the Village's financial performance.

Financial Highlights

- ❖ On the government-wide financial statements, the assets of the Village exceeded its liabilities at the close of fiscal year 2015 by \$20,014,108. Of this amount, a net unrestricted deficit of \$9,205,024 exists.
- ❖ As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$7,295,711 of which \$4,437,719 is unassigned, which is available for spending at the Village's discretion. The fund balance of all governmental funds decreased by \$202,956, primarily attributable expenditures and other financing uses exceeding revenues and other financing sources.
- ❖ At the end of the fiscal years 2015 and 2014, the unassigned fund balance for the General Fund was \$4,437,719 or 22% and \$4,132,866 or 22% respectively of total General Fund expenditures and other financing uses.
- ❖ During the current fiscal year, the Village did not issue new long-term obligations. Other long-term liabilities were reduced by \$610,000 in scheduled payments.
- ❖ During the current fiscal year, the Village issued short-term obligations (bond anticipation notes) in the amount of \$866,500 at interest rates ranging from 1.05% to 1.38%. Existing bond anticipation notes used to finance the cost of various capital projects were reduced by \$176,444.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements, which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the Village's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position 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 how the Village's net position changed during the most recent fiscal year. All changes in net position 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 only result in cash flows in future fiscal periods (for example, uncollected taxes and earned but unused vacation leave).

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 a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Government resources are allocated to and accounted for in individual funds based upon the purposes 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 legal requirements. All of the funds of the Village can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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. By doing so, readers may better understand the long-term impact of the government'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 maintains two major governmental funds: the General Fund and the Capital Projects Fund. This information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances. The Friends of Rye Brook and the Recreation Trust Fund are grouped together as a Special Purpose non-major governmental fund.

Budgetary comparison statements have been provided for the General Fund within the basic financial statements to demonstrate compliance with the respective budget.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Village programs. The Village maintains one type of fiduciary fund, an Agency Fund. Resources in the Agency Fund are held by the Village purely in a custodial capacity. The activity in this fund is limited to the receipt, temporary investment, and remittance of resources to the appropriate individual, organization, or government.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

Additional statements and schedules can be found immediately following the notes to the financial statements and include combining and individual fund financial statements and schedules of budgets to actual comparisons.

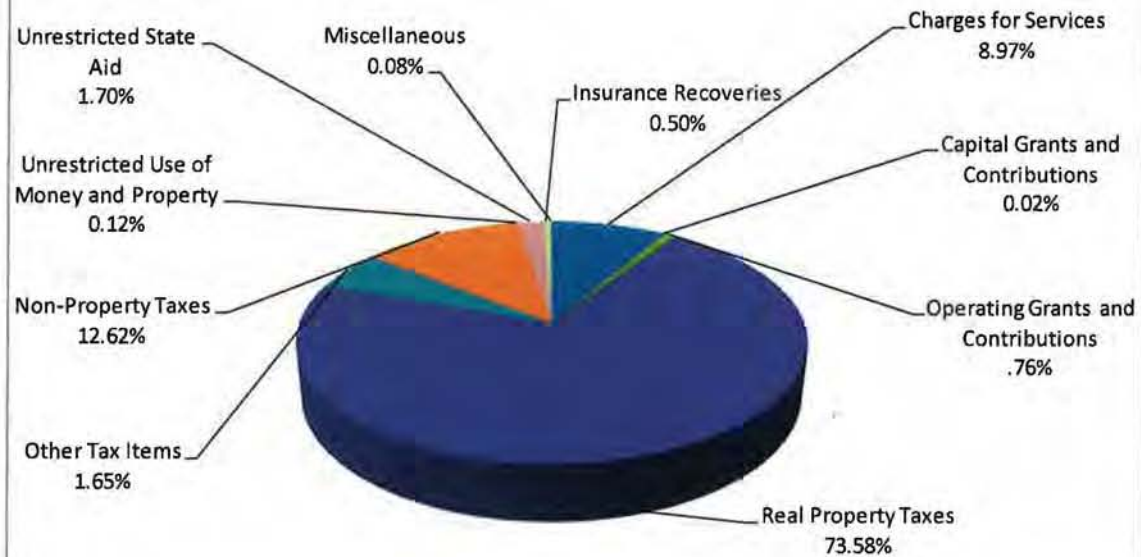
Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the Village, assets exceeded liabilities by \$20,014,108 at the close of the fiscal year 2014-2015. The largest portion of the Village's net position is its investment in capital assets (land, land improvements, buildings and improvements, infrastructure, machinery and equipment and construction-in-progress), less any related debt outstanding that was used to acquire those assets. The Village uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the Village's investments 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 the debt.

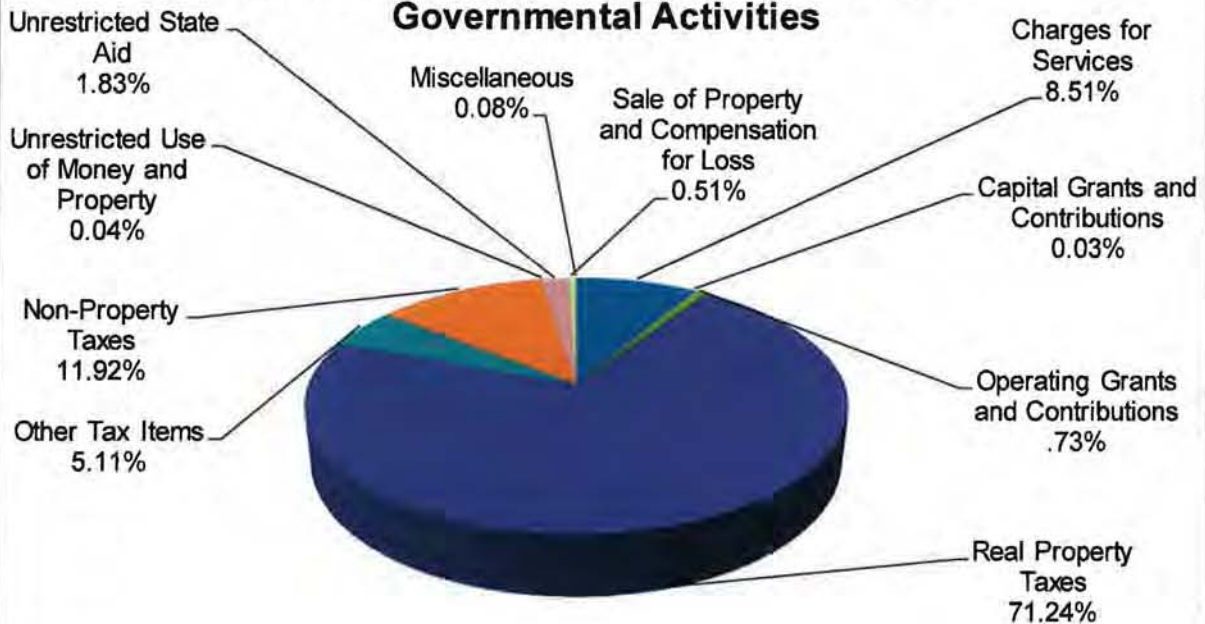
The following table reflects the condensed Statement of Net Position:

	May 31,	
	2015	2014
Current Assets	\$ 11,195,070	\$ 10,566,754
Capital Assets, net	30,360,957	29,752,299
Total Assets	41,556,027	40,319,053
Deferred amounts on refunding bonds	2,767	8,305
Current Liabilities	3,926,504	3,090,488
Long-term Liabilities	17,618,182	15,952,954
Total Liabilities	21,544,686	19,043,442
Net Position		
Net Investment in Capital Assets	25,115,233	24,574,079
Restricted	4,103,899	3,785,036
Unrestricted	(9,205,024)	(7,075,199)
Total Net Position	\$ 20,014,108	\$ 21,283,916

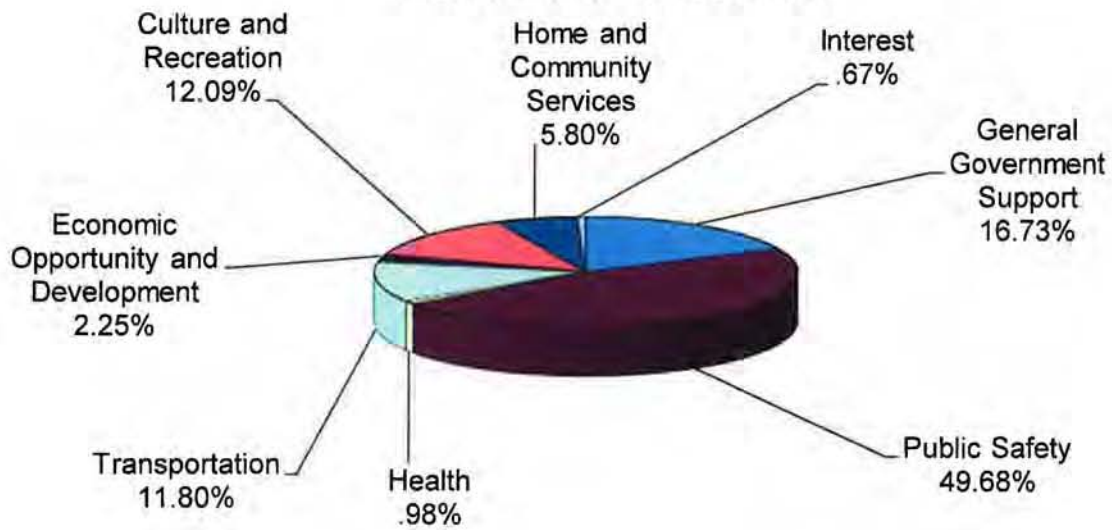
Sources of Revenue for Fiscal Year 2015 Governmental Activities



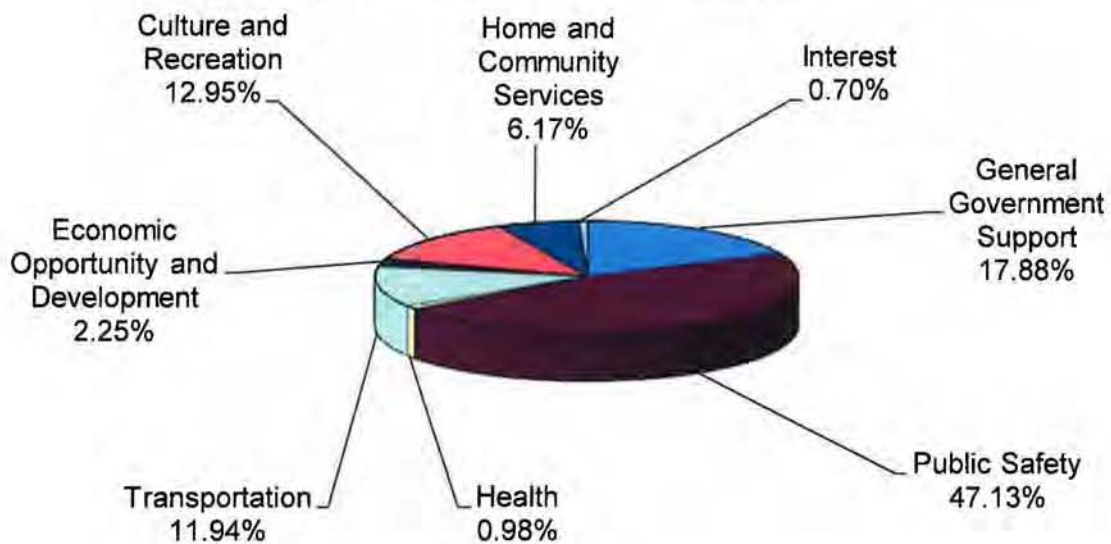
Sources of Revenue for Fiscal Year 2014 Governmental Activities



Sources of Expenses for Fiscal Year 2015 Governmental Activities



Sources of Expenses for Fiscal Year 2014 2014 Governmental Activities



Statement of Activities

	2015	2014
Revenues:		
Program Revenues:		
Charges for Services	\$ 1,705,222	\$ 1,604,905
Operating Grants and Contributions	145,812	138,268
Capital Grants and Contributions	4,208	5,297
Total Program Revenues	<u>1,855,242</u>	<u>1,748,470</u>
General Revenues:		
Real Property Taxes	13,987,981	13,442,341
Other Tax Items	313,743	963,290
Non-Property Taxes	2,398,878	2,248,717
Unrestricted Use of Money and Property	22,787	8,298
Unrestricted State Aid	322,572	346,040
Insurance Recoveries	95,022	96,703
Miscellaneous	15,067	14,800
Total General Revenues	<u>17,156,050</u>	<u>17,120,189</u>
Total Revenues	<u>19,011,292</u>	<u>18,868,659</u>
Program Expenses:		
General Government Support	3,392,086	3,643,500
Public Safety	10,076,624	9,597,655
Health	198,842	198,842
Transportation	2,394,179	2,430,323
Economic Opportunity and Development	455,320	457,346
Culture and Recreation	2,451,274	2,636,237
Home and Community Services	1,176,574	1,255,847
Interest	136,201	142,382
Total Expenses	<u>20,281,100</u>	<u>20,362,132</u>
Change in Net Position	(1,269,808)	(1,493,473)
Net Position - Beginning	<u>21,283,916</u>	<u>22,777,389</u>
Net Position - Ending	<u>\$ 20,014,108</u>	<u>\$ 21,283,916</u>

Governmental Activities

Governmental activities decreased the Village's net position by \$1,269,808 and \$1,493,473 in 2015 and 2014 respectively.

For the fiscal years ended May 31, 2015 and 2014, revenues from governmental activities totaled \$19,011,292 and \$18,868,659, respectively. Tax revenues (\$16,700,602, in 2015 and \$16,654,318 in 2014), comprised of real property taxes, other tax items and non-property taxes, represent the largest revenue source (88% in 2015 and 2014 respectively).

The largest components of governmental activities' expenses are public safety (50% in 2015 and 47% in 2014), general government support (17% in 2015 and 18% in 2014) and culture and recreation (12% in 2015 and 13% 2014). The major changes are as follows:

Revenues:

- Total general revenues increased \$35,861 or 0.21% with real property taxes increasing by \$545,640 due to an increase in the tax levy and the inclusion of the Doral-Arrowood property, other tax items decreasing by \$649,547, mainly due to the removal of the Doral-Arrowood property from the PILOT program and entered on the tax rolls, non-property taxes increasing by \$150,161 mainly due to an increase in utility taxes. All other revenue sources decreased by \$10,393.

Expenses:

- Total general expenses decreased by \$81,032 or 0.40% mainly due to increases in public safety of \$478,969 and decreases in general government support by \$251,414, culture and recreation by \$184,963 and home and community services by \$79,273. All other functions/programs decreased by a total of \$44,351.

Financial Analysis of the Village's Funds

Fund Balance Reporting

Governmental Accounting Standards Board ("GASB") issued its Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in February 2009. GASB Statement No. 54 abandons the reserved and unreserved classifications of fund balance and replaces them with five new classifications: nonspendable, restricted, committed, assigned and unassigned. An explanation of these classifications follows below.

Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form (inventories, prepaid amounts, long-term receivables, advances) or they are legally or contractually required to be maintained intact (the corpus of a permanent fund).

Restricted fund balance is to be reported when constraints placed on the use of the resources are imposed by grantors, contributors, laws or regulations of other governments or imposed by law through enabling legislation. Enabling legislation includes a legally enforceable requirement that these resources be used only for the specific purposes as provided in the legislation. This fund balance classification will be used to report funds that are restricted for debt service obligations and for other items contained in General Municipal Law of the State of New York.

Committed fund balance will be reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. The Board of Trustees is the highest level of decision making authority for the Village that can, by the adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, these funds may only be used for the purpose specified unless the Village removes or changes the purpose by taking the same action that was used to establish the commitment. This classification includes certain amounts established and approved by the Board of Trustees.

Assigned fund balance, in the General Fund, will represent amounts constrained either by the entity's highest level of decision making authority or a person with delegated authority from the governing board to assign amounts for a specific intended purpose. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted or committed fund balance amounts.

Unassigned fund balance, in the General Fund, represents amounts not classified as nonspendable, restricted, committed or assigned. The General Fund is the only fund that would report a positive amount in unassigned fund balance. For all governmental funds other than the General Fund, unassigned fund balance would necessarily be negative, since the fund's liabilities and deferred inflows of resources, together with amounts already classified as nonspendable, restricted and committed would exceed the fund's assets and deferred outflows of resources.

When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the Village's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the Village's policy to use fund balance in the following order: committed, assigned, and unassigned.

These changes were made to reflect spending constraints on resources, rather than availability for appropriations and to bring greater clarity and consistency to fund balance reporting. This pronouncement should result in an improvement in the usefulness of fund balance information.

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, unassigned 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 combined ending fund balances of \$7,295,711. Of this amount \$353,702 has been classified as non-spendable, \$1,419,463 has been classified as restricted, \$1,084,827 has been classified as assigned and \$4,437,719 has been classified as unassigned.

The General Fund is the primary operating fund of the Village. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$4,437,719, representing 66% of the total General Fund balance of \$6,685,861. Revenues and other financing sources were \$18,988,213, which was \$606,165 greater than the final budget. The major areas where revenues exceeded the

budget were departmental income, intergovernmental charges and state aid. Expenditures and other financing uses were \$18,973,497, which was \$810,593 less than the final budget.

Capital Assets and Debt Administration

Capital Assets

The Village's investment in capital assets for governmental activities at May 31, 2015, net of \$22,398,813 of accumulated depreciation, was \$30,360,957. This investment in capital assets includes land, land improvements, buildings and improvements, machinery and equipment and construction-in-progress.

Major capital asset activity during the current fiscal year included the following:

Capital Assets			
May 31,			
<u>Class</u>	<u>2015</u>		<u>2014</u>
Land	\$ 13,094,447	\$	13,094,447
Land Improvements	5,972,942		5,911,024
Building and Improvements	7,688,148		7,688,148
Machinery and Equipment	4,541,868		4,324,057
Infrastructure	20,666,207		19,602,225
Construction-in-Progress	796,158		805,450
Less - accumulated depreciation	<u>(22,398,813)</u>		<u>(21,673,052)</u>
Total (net of depreciation)	<u>\$ 30,360,957</u>	<u>\$</u>	<u>29,752,299</u>

Additional information on the Village's capital assets can be found in Note 3 in the notes to the financial statements.

Long-Term Debt /Short-Term Debt

At the end of the current fiscal year, the Village had total bonded debt outstanding of \$2,660,000. As required by New York State Law, all bonds issued by the Village are general obligation bonds, backed by the full faith and credit of the Village.

During the current fiscal year, the Village issued \$866,500 of short-term debt (bond anticipation notes/BAN's), and paid down \$176,444 (all from General Fund appropriations) on existing BAN's for capital projects.

Pursuant to Article VIII of the State Constitution and Title 9 of Article 2 of the Local Finance Law, the Village is subject to a "constitutional debt limit". This debt limit is calculated by taking 7% of the latest five-year average of the full valuation of all taxable real property within the Village. At May 31, 2015 the Village has the authority to issue \$179,233,785 of general obligation long-term debt.

Additional information on the Village's long-term and short-term debt can be found in Note 3 in the notes to the financial statements.

Requests for Information

This financial report is designed to provide a general overview of the Village of Rye Brook, New York's finances. Questions and comments concerning any of the information provided in this report should be addressed to Diane DiSanto, Treasurer, Village of Rye Brook, 938 King Street, Rye Brook, New York 10573.

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Village of Rye Brook, New York**Statement of Net Position
May 31, 2015**

	Governmental Activities
ASSETS	
Cash and equivalents	\$ 9,781,635
Investments	211,323
Receivables	
Taxes	65,836
Accounts	278,981
State and Federal aid	9,515
Due from other governments	494,078
Prepaid expenses	353,702
Capital assets	
Not being depreciated	13,890,605
Being depreciated, net	16,470,352
Total Assets	41,556,027
DEFERRED OUTFLOWS OF RESOURCES	
Deferred amounts on refunding bonds	2,767
LIABILITIES	
Accounts payable	287,534
Accrued liabilities	259,013
Deposits and other liabilities	4,590
Due to retirement systems	232,792
Unearned revenues	579,099
Bond anticipation notes payable	2,536,331
Accrued interest payable	27,145
Non-current liabilities	
Due within one year	755,000
Due in more than one year	16,863,182
Total Liabilities	21,544,686
NET POSITION	
Net investment in capital assets	25,115,233
Restricted	
Capital projects	2,961,618
Debt service	809,613
Special purposes	244,615
Unrestricted	(9,116,971)
Total Net Position	\$ 20,014,108

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

Village of Rye Brook, New York

Statement of Activities
Year Ended May 31, 2015

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government support	\$ 3,392,086	\$ 13,051	\$ -	\$ -
Public safety	10,076,624	967,387	5,642	-
Health	198,842	-	-	-
Transportation	2,394,179	40,000	116,100	-
Economic opportunity and development	455,320	9,970	-	-
Culture and recreation	2,451,274	483,638	24,070	-
Home and community services	1,176,574	191,176	-	-
Interest	136,201	-	-	4,208
Total Governmental Activities	\$ 20,281,100	\$ 1,705,222	\$ 145,812	\$ 4,208

General revenues
Real property taxes
Other tax items
 Payments in lieu of taxes
 Interest and penalties on real property taxes
Non-property taxes
 Non-property tax distribution from County
 Utilities gross receipts taxes
 Hotel occupancy tax
 Franchise fees
Unrestricted use of money and property
Unrestricted State aid
Miscellaneous
Insurance recoveries

Total General Revenues

Change in Net Position

Net Position - Beginning

Net Position - 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 Position</u>	
\$	(3,379,035)
	(9,103,595)
	(198,842)
	(2,238,079)
	(445,350)
	(1,943,566)
	(985,398)
	<u>(131,993)</u>
	<u>(18,425,858)</u>
	13,987,981
	304,613
	9,130
	1,339,612
	265,720
	551,734
	241,812
	22,787
	322,572
	15,067
	<u>95,022</u>
	<u>17,156,050</u>
	(1,269,808)
	<u>21,283,916</u>
\$	<u><u>20,014,108</u></u>

Village of Rye Brook, New York

Balance Sheet
Governmental Funds
May 31, 2015

	General	Capital Projects	Other Governmental	Total Governmental Funds
ASSETS				
Cash and equivalents	\$ 7,644,591	\$ 1,884,401	\$ 252,643	\$ 9,781,635
Investments	211,323	-	-	211,323
Taxes receivable	65,836	-	-	65,836
Other receivables				
Accounts	278,981	-	-	278,981
State and Federal aid	9,515	-	-	9,515
Due from other governments	494,078	-	-	494,078
Due from other funds	8,028	1,116,771	-	1,124,799
Prepaid expenditures	353,702	-	-	353,702
Total Assets	<u>\$ 9,066,054</u>	<u>\$ 3,001,172</u>	<u>\$ 252,643</u>	<u>\$ 12,319,869</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 187,928	\$ 99,606	\$ -	\$ 287,534
Accrued liabilities	259,013	-	-	259,013
Deposits and other liabilities	4,590	-	-	4,590
Due to retirement systems	232,792	-	-	232,792
Due to other funds	1,116,771	-	8,028	1,124,799
Unearned revenues	579,099	-	-	579,099
Bond anticipation notes payable	-	2,536,331	-	2,536,331
Total Liabilities	<u>2,380,193</u>	<u>2,635,937</u>	<u>8,028</u>	<u>5,024,158</u>
Fund balances				
Nonspendable	353,702	-	-	353,702
Restricted	809,613	365,235	244,615	1,419,463
Assigned	1,084,827	-	-	1,084,827
Unassigned	4,437,719	-	-	4,437,719
Total Fund Balances	<u>6,685,861</u>	<u>365,235</u>	<u>244,615</u>	<u>7,295,711</u>
Total Liabilities and Fund Balances	<u>\$ 9,066,054</u>	<u>\$ 3,001,172</u>	<u>\$ 252,643</u>	<u>\$ 12,319,869</u>

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

Village of Rye Brook, New York

Reconciliation of Governmental Funds Balance Sheet to
the Government-Wide Statement of Net Position
May 31, 2015

Fund Balances - Total Governmental Funds	<u>\$ 7,295,711</u>
Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>30,360,957</u>
Losses on refunding bonds are deferred and amortized in the statement of activities	
Deferred amounts on refunding bonds	<u>2,767</u>
Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(27,145)
Bonds payable	(2,712,160)
Compensated absences	(1,306,280)
Other post employment benefit obligations payable	<u>(13,599,742)</u>
	<u>(17,645,327)</u>
Net Position of Governmental Activities	<u>\$ 20,014,108</u>

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

Village of Rye Brook, New York

Statement of Revenues, Expenditures and
Changes in Fund Balances
Governmental Funds
Year Ended May 31, 2015

	General	Capital Projects	Other Governmental	Total Governmental Funds
REVENUES				
Real property taxes	\$ 13,987,981	\$ -	\$ -	\$ 13,987,981
Other tax items	313,743	-	-	313,743
Non-property taxes	2,398,878	-	-	2,398,878
Departmental income	1,442,126	-	-	1,442,126
Intergovernmental charges	231,176	-	-	231,176
Use of money and property	26,995	-	35	27,030
Fines and forfeitures	31,920	-	-	31,920
State aid	445,305	-	-	445,305
Miscellaneous	15,067	-	23,044	38,111
Total Revenues	18,893,191	-	23,079	18,916,270
EXPENDITURES				
Current				
General government support	2,391,763	-	-	2,391,763
Public safety	5,767,062	-	-	5,767,062
Health	198,842	-	-	198,842
Transportation	1,190,673	-	-	1,190,673
Economic opportunity and development	271,602	-	-	271,602
Culture and recreation	1,552,894	-	14,489	1,567,383
Home and community services	1,073,745	-	-	1,073,745
Employee benefits	4,341,141	-	-	4,341,141
Debt service				
Principal	610,000	-	-	610,000
Interest	144,009	-	-	144,009
Capital outlay	-	1,658,028	-	1,658,028
Total Expenditures	17,541,731	1,658,028	14,489	19,214,248
Excess (Deficiency) of Revenues Over Expenditures	1,351,460	(1,658,028)	8,590	(297,978)
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	95,022	-	-	95,022
Transfers in	-	1,431,766	-	1,431,766
Transfers out	(1,431,766)	-	-	(1,431,766)
Total Other Financing Sources (Uses)	(1,336,744)	1,431,766	-	95,022
Net Change in Fund Balances	14,716	(226,262)	8,590	(202,956)
FUND BALANCES				
Beginning of Year	6,671,145	591,497	236,025	7,498,667
End of Year	\$ 6,685,861	\$ 365,235	\$ 244,615	\$ 7,295,711

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

Village of Rye Brook, 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, 2015

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

Net Change in Fund Balances - Total Governmental Funds	<u>\$ (202,956)</u>
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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 amount may be less than the total capital outlay since capital outlay includes amounts under the capitalization threshold.

Capital outlay expenditures	1,655,829
Depreciation expense	<u>(1,047,171)</u>

608,658

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Principal paid on serial bonds	610,000
Amortization of loss on refunding and premium	<u>12,552</u>

622,552

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	(4,744)
Compensated absences	(145,689)
Other post employment benefit obligations	<u>(2,147,629)</u>

(2,298,062)

Change in Net Position of Governmental Activities	<u><u>\$ (1,269,808)</u></u>
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The notes to the financial statements are an integral part of this statement.

Village of Rye Brook, New York

Statement of Revenues, Expenditures And Changes
In Fund Balance - Budget And Actual
General Fund
Year Ended May 31, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Real property taxes	\$ 13,987,981	\$ 13,987,981	\$ 13,987,981	\$ -
Other tax items	308,723	308,723	313,743	5,020
Non-property taxes	2,401,500	2,401,500	2,398,878	(2,622)
Departmental income	1,040,405	1,040,405	1,442,126	401,721
Intergovernmental charges	158,442	158,442	231,176	72,734
Use of money and property	16,000	16,000	26,995	10,995
Fines and forfeitures	40,000	40,000	31,920	(8,080)
Sale of property and compensation for loss	10,000	10,000	-	(10,000)
State aid	390,397	390,397	445,305	54,908
Miscellaneous	5,600	5,600	15,067	9,467
Total Revenues	18,359,048	18,359,048	18,893,191	534,143
EXPENDITURES				
Current				
General government support	2,623,855	2,565,309	2,391,763	173,546
Public safety	5,696,818	5,733,848	5,767,062	(33,214)
Health	198,842	198,842	198,842	-
Transportation	1,319,324	1,340,802	1,190,673	150,129
Economic opportunity and development	295,208	295,208	271,602	23,606
Culture and recreation	1,722,880	1,725,630	1,552,894	172,736
Home and community services	1,192,847	1,193,833	1,073,745	120,088
Employee benefits	4,366,300	4,356,300	4,341,141	15,159
Debt service				
Principal	610,000	610,000	610,000	-
Interest	144,052	144,052	144,009	43
Total Expenditures	18,170,126	18,163,824	17,541,731	622,093
Excess of Revenues Over Expenditures	188,922	195,224	1,351,460	1,156,236
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	23,000	23,000	95,022	72,022
Transfers out	(1,619,266)	(1,620,266)	(1,431,766)	188,500
Total Other Financing Uses	(1,596,266)	(1,597,266)	(1,336,744)	260,522
Net Change in Fund Balance	(1,407,344)	(1,402,042)	14,716	1,416,758
FUND BALANCE				
Beginning of Year	1,407,344	1,402,042	6,671,145	5,269,103
End of Year	\$ -	\$ -	\$ 6,685,861	\$ 6,685,861

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

Village of Rye Brook, New York

Statement of Assets and Liabilities
Fiduciary Fund
May 31, 2015

	<u>Agency</u>
ASSETS	
Cash and equivalents	\$ 76,805
Cash and equivalents - senior services	<u>13,401</u>
Total Assets	<u><u>\$ 90,206</u></u>
LIABILITIES	
Accounts payable	\$ 9,049
Employee payroll deductions	728
Deposits	67,028
Deposits - senior services	<u>13,401</u>
Total Liabilities	<u><u>\$ 90,206</u></u>

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

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Note 1 - Summary of Significant Accounting Policies

The Village of Rye Brook, New York ("Village") was incorporated in 1982 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 Administrator serves as the chief administrative 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 as applicable to 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 Position 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 Position 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 is 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.

Note 1 - Summary of Significant Accounting Policies (Continued)

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.

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, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures. 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.

Capital Projects Fund - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of major capital facilities and other capital assets.

The Village also reports the following non-major governmental fund -

Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specified purposes other than debt service or capital projects. The non-major Special Revenue Fund of the Village is as follows:

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) - The Fiduciary Funds are used to account for assets held by the Village in an agency capacity on behalf of others.

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 statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The Agency Fund has no measurement focus but 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 most 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 and other post employment benefit obligations 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.

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position 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.

Note 1 - Summary of Significant Accounting Policies (Continued)

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, and accordingly, the Village's policy provides for no credit risk on investments.

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 Village 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 custodial credit risk at May 31, 2015.

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

Investments - All investments are stated at fair value and/or amortized cost, which approximates fair value.

Taxes Receivable - Real property taxes attach as an enforceable lien on real property as of May 1st and are levied and payable in two installments due in June and February. The Town of Rye is responsible for the billing and collection of the Village's real property 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 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, 2015, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

Prepaid Expenses/Expenditures - Certain payments to vendors reflect costs applicable to future accounting periods, and are recorded as prepaid items using the consumption method in both the district-wide and fund financial statements. Prepaid expenses/expenditures consist of insurance and other costs which have been satisfied prior to the end of the fiscal year, but represent items

Note 1 - Summary of Significant Accounting Policies (Continued)

which have been provided for in the subsequent year's budget and will benefit such periods. Reported amounts in governmental funds are equally offset by a reservation of fund balance which indicates that these amounts do not constitute "available spendable 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.

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>
Land improvements	20
Buildings and improvements	15 - 45
Machinery and equipment	5 - 20
Infrastructure	15 - 50

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

Unearned 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 unearned revenues of \$579,099 within the General Fund for hotel tax. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

The Village reported deferred outflows of resources of \$2,767 for a deferred loss on refunding bonds in the government-wide Statement of Net Position. This amount results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

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 Position. Bond premiums and discounts 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 expended as incurred.

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 the 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.

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 Position 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 Position - Net position represent the difference between assets and liabilities. Net position is reported as restricted when there are limitations imposed on its 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 position on the Statement of Net Position includes, net investment in capital assets, restricted for capital projects, debt service and special purposes. The balance is classified as unrestricted.

Fund Balance - Generally, fund balance represents the difference between the current assets and deferred outflows of resources and current liabilities and deferred inflows of resources. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the Village District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Under this standard the fund balance classifications are as follows:

Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form (inventories, prepaid amounts, long-term receivables) or they are legally or contractually required to be maintained intact (the corpus of a permanent fund).

Note 1 - Summary of Significant Accounting Policies (Continued)

Restricted fund balance is reported when constraints placed on the use of the resources are imposed by grantors, contributors, laws or regulations of other governments or imposed by law through enabling legislation. Enabling legislation includes a legally enforceable requirement that these resources be used only for the specific purposes as provided in the legislation. This fund balance classification is used to report funds that are restricted for debt service obligations and for other items contained in General Municipal Law of the State of New York.

Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. The Board of Trustees is the highest level of decision making authority for the Village that can, by the adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, these funds may only be used for the purpose specified unless the entity removes or changes the purpose by taking the same action that was used to establish the commitment. This classification includes certain amounts established and approved by the Board of Trustees.

Assigned fund balance, in the General Fund, represents amounts constrained either by policies of the entity's highest level of decision making authority or a person with delegated authority from the governing board to assign amounts for a specific intended purpose. Unlike commitments, assignments generally only exist temporarily, in that additional action does not normally have to be taken for the removal of an assignment. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted or committed fund balance amounts.

Unassigned fund balance, in the General Fund, represents amounts not classified as nonspendable, restricted, committed or assigned. The General Fund is the only fund that would report a positive amount in unassigned fund balance. For all governmental funds other than the General Fund, unassigned fund balance would necessarily be negative, since the fund's liabilities and deferred inflows of resources, together with amounts already classified as nonspendable, restricted and committed would exceed the fund's assets and deferred outflows of resources.

In order to calculate the amounts to report as restricted and unrestricted fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the Village's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the Village's policy to use fund balance in the following order: committed, assigned, and unassigned.

Note 1 - Summary of Significant Accounting Policies (Continued)

F. Encumbrances

In governmental funds, encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve applicable appropriations, is generally employed as an extension of formal budgetary integration in the General Fund. Encumbrances outstanding at year-end are generally reported as assigned fund balance since they do not constitute expenditures or liabilities.

G. 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, deferred outflows of resources, liabilities and deferred inflows of resources 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.

H. 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 30, 2015.

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 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 proposed expenditures and the means of financing for all funds.
- 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 the General Fund.
- f) The budget for the General Fund is 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 legally adopted by the Board for the Special Purpose Fund.

Note 2 - Stewardship, Compliance and Accountability (Continued)

- g) The Village Board of Trustees 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 Village Administrator. However, any modification to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations require a majority vote by the Board.
- h) Appropriations in the General Fund 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 2014-2015 was \$51,209,653 which exceeded the actual levy by \$37,221,672.

On June 24, 2011, the Governor signed Chapter 97 of the Laws of 2011 ("Tax Levy Limitation Law"). This applies to all local governments.

The Tax Levy Limitation Law restricts the amount of real property taxes that may be levied by a Village in a particular year. The original legislation that established the Tax levy Limitation Law was set to expire on June 16, 2016. Chapter 20 of the Laws of 2015 extends the Tax Levy Limitation Law through June 2020.

The following is a brief summary of certain relevant provisions of the Tax Levy Limitation Law. The summary is not complete and the full text of the Tax Levy Limitation Law should be read in order to understand the details and implementations thereof.

The Tax Levy Limitation Law imposes a limitation on increases in the real property tax levy, subject to certain exceptions. The Tax Levy Limitation Law permits the Village to increase its overall real property tax levy over the tax levy of the prior year by no more than the "Allowable Levy Growth Factor," which is the lesser of one and two-one hundredths or the sum of one plus the Inflation Factor; provided, however that in no case shall the levy growth factor be less than one. The "Inflation Factor" is the quotient of: (i) the average of the 20 National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the coming fiscal year minus the average of the National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the prior fiscal year, divided by (ii) the average of the National Consumer Price Indexes determined by the United States with the result expressed as a decimal to four places. The Village is required to calculate its tax levy limit for the upcoming year in accordance with the provision above and provide all relevant information to the New York State Comptroller prior to adopting its budget. The Tax Levy Limitation Law sets forth certain exclusions to the real property tax levy limitation of the Village, including exclusions for certain portions of the expenditures for retirement system contributions and tort judgments payable by the Village. The Board may adopt a budget that exceeds the tax levy limit for the

Note 2 - Stewardship, Compliance and Accountability (Continued)

coming fiscal year, only if the Board first enacts, by a vote of at least sixty percent of the total voting power of the Board, a local law to override such limit for such coming fiscal year.

C. Capital Projects Fund Deficits

The deficit in certain individual capital projects arises in-part 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 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 revenue only to the extent that they are redeemed. The deficit will be reduced and eliminated as the bond anticipation notes are redeemed from interfund transfers from other governmental funds or converted to permanent financing. Other deficits, where no bond anticipation notes were issued or outstanding to the extent of the deficit, arise either because of expenditures exceeding current financing on the projects or from capital projects exceeding their budgetary authorization. These deficits will be eliminated with the subsequent receipt or issuance of authorized financing.

D. Expenditures in Excess of Budget

The following functional expenditure categories exceeded their budgetary authorization by the amounts indicated:

General Fund	
General Government Support	
Treasurer	2,371
Clerk	737
Engineering	2,820
Public Safety	
Police Department	72,481
Safety Inspection	2,705
Employee Benefits	
State Retirement – Police	16,577

The following capital projects exceeded their budgetary provisions by the amounts indicated:

Comprehensive Plan	\$	10,000
Laser Fische Project		26,768
Pine Ridge Park Tennis Court Resurfacing		7,200
Pine Ridge Park Tennis Wall Reconstruction		2,418
Garibaldi Parking Lot and Building Demolition		6,785

Note 3 - Detailed Notes on All Funds

A. Taxes Receivable

Taxes receivable at May 31, 2015 consisted of the following:

Current Year	\$ <u>65,836</u>
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Village of Rye Brook, New York

Notes to Financial Statements (Continued)
May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

B. Due From/To Other Funds

The balances reflected as due from/to other funds at May 31, 2015 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 8,028	\$ 1,116,771
Capital Projects	1,116,771	-
Non-Major Governmental	-	8,028
	<u>\$ 1,124,799</u>	<u>\$ 1,124,799</u>

C. Capital Assets

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

<u>Class</u>	<u>Balance June 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance May 31, 2015</u>
Capital Assets, not being depreciated				
Land	\$ 13,094,447	\$ -	\$ -	\$ 13,094,447
Construction-in-Progress	805,450	418,158	427,450	796,158
Total Capital Assets, not being depreciated	<u>\$ 13,899,897</u>	<u>\$ 418,158</u>	<u>\$ 427,450</u>	<u>\$ 13,890,605</u>
Capital Assets, being depreciated				
Land Improvements	\$ 5,911,024	\$ 61,918	\$ -	\$ 5,972,942
Buildings and Improvements	7,688,148	-	-	7,688,148
Machinery and Equipment	4,324,057	539,221	321,410	4,541,868
Infrastructure	19,602,225	1,063,982	-	20,666,207
Total Capital Assets, being depreciated	<u>37,525,454</u>	<u>1,665,121</u>	<u>321,410</u>	<u>38,869,165</u>
Less Accumulated Depreciation for				
Land Improvements	2,096,493	305,122	-	2,401,615
Buildings and Improvements	2,264,874	172,126	-	2,437,000
Machinery and Equipment	3,540,604	185,910	321,410	3,405,104
Infrastructure	13,771,081	384,013	-	14,155,094
Total Accumulated Depreciation	<u>21,673,052</u>	<u>1,047,171</u>	<u>321,410</u>	<u>22,398,813</u>
Total Capital Assets, being depreciated, net	<u>\$ 15,852,402</u>	<u>\$ 617,950</u>	<u>\$ -</u>	<u>\$ 16,470,352</u>
Capital Assets, net	<u>\$ 29,752,299</u>	<u>\$ 1,036,108</u>	<u>\$ 427,450</u>	<u>\$ 30,360,957</u>

Village of Rye Brook, New York

Notes to Financial Statements (Continued)

May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

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

General Government Support	\$ 64,782
Public Safety	184,575
Transportation	367,960
Culture and Recreation	332,109
Home and Community Services	<u>97,745</u>
Total Depreciation Expense	<u>\$ 1,047,171</u>

D. Accrued Liabilities

The Village has reported accrued liabilities for payroll and employee benefits of \$259,013 in the General Fund.

E. 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 joined ERS in tiers 3 and 4 that have less than ten years of service, who contribute 3% of their salary, employees in tier 5 who also contribute 3% of their salary without regard to years of service and employees in tier 6 who contribute between 3% and 6% depending on salary levels and also without regard to year 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, 2015 are as follows:

	<u>Tier/Plan/Option</u>	<u>Rate</u>
ERS	4/A15/41J	20.3%
	5/A15/41J	16.6
	6/A15/41J1	10.9
PFRS	2/384D	27.3
	6/384D	15.4

Village of Rye Brook, New York

Notes to Financial Statements (Continued)
May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

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

	ERS	PFRS
2015	\$ 573,027	\$ 1,071,494
2014	599,793	1,119,946
2013	541,144	920,849

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

The current year ERS and PFRS contributions were charged to the General Fund.

F. 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	Rate of Interest	Balance June 1, 2014	New Issues	Redemptions	Balance May 31, 2015
Accounting and Records Retention Software	2012	1/16	1.38 %	\$ 30,000	\$ -	\$ 10,000	\$ 20,000
Jacqueline Lane Drainage	2012	1/16	1.38	56,250	-	31,250	25,000
Parks and Recreation Maintenance Vehicle	2012	1/16	1.38	37,500	-	-	37,500
Village Administration Passenger Vehicle	2012	1/16	1.38	21,000	-	7,000	14,000
Village Hall Improvements	2012	1/16	1.38	33,750	-	11,250	22,500
John Deere Mower	2013	1/16	1.38	40,000	-	10,000	30,000
King Street Sidewalks	2013	1/16	1.38	80,000	-	20,000	60,000
Laser Fiche Project	2013	1/16	1.38	260,000	-	65,000	195,000
Leaf Loader with Attachments	2013	1/16	1.38	28,500	-	-	28,500
Pick-up Truck	2013	1/16	1.38	34,000	-	15,625	18,375
Police Car Video System	2013	1/16	1.38	25,275	-	6,319	18,956
Land and Highway Garage	2013	10/15	1.25	750,000	-	-	750,000
Garibaldi Parking Lot and Building Demolition	2014	1/16	1.38	70,000	-	-	70,000
Highway Maintenance and Construction	2014	1/16	1.38	298,000	-	-	298,000
Pine Ridge Park Tennis Wall Reconstruction	2014	1/16	1.38	40,000	-	-	40,000
Talcott Road Street Lighting Replacement	2014	1/16	1.38	42,000	-	-	42,000
Replace Playground Equipment - Pine Ridge	2015	8/15	1.36	-	100,000	-	100,000
Salter and Dump Body For Hook Lift Truck	2015	8/15	1.36	-	43,500	-	43,500
Street Sweeper	2015	8/15	1.36	-	185,000	-	185,000
Backhoe Loader	2015	8/15	1.36	-	103,000	-	103,000
Bobcat	2015	8/15	1.36	-	60,000	-	60,000
Land - 37 Garibaldi Place	2015	3/16	1.05	-	375,000	-	375,000
				<u>\$ 1,846,275</u>	<u>\$ 866,500</u>	<u>\$ 176,444</u>	<u>\$ 2,536,331</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

Village of Rye Brook, New York

Notes to Financial Statements (Continued)

May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

equivalent to the maximum life of the permanent financing, provided that stipulated annual reductions of principal are made.

Interest expenditures of \$22,059 were recorded in the fund financial statements in the General Fund. Interest expense of \$28,386 was recorded in the government-wide financial statements for governmental activities.

G. Long-Term Liabilities

The following table summarizes changes in the Village's long-term liabilities for the year ended May 31, 2015:

	Balance June 1, 2014	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2015	Due Within One-Year
Bonds Payable	\$ 3,270,000	\$ -	\$ 610,000	\$ 2,660,000	\$ 625,000
Add - Unamortized premium on bonds	70,250	-	18,090	52,160	-
	3,340,250	-	628,090	2,712,160	625,000
Other Non-current Liabilities					
Compensated Absences	1,160,591	261,689	116,000	1,306,280	130,000
Other Post Employment Benefit Obligations Payable	11,452,113	2,928,018	780,389	13,599,742	-
Total Non-current Liabilities	12,612,704	3,189,707	896,389	14,906,022	130,000
Total Long-Term Liabilities	\$ 15,952,954	\$ 3,189,707	\$ 1,524,479	\$ 17,618,182	\$ 755,000

Each governmental fund's liability for bonds, compensated absences and other post employment benefit obligations are liquidated by the General Fund.

Bonds Payable

Bonds payable at May 31, 2015 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at May 31, 2015
Various Village Purposes	2003	\$ 3,100,000	September, 2018	4.00-4.50 %	\$ 1,390,000
Various Village Purposes-Refunding	2009	1,560,000	November, 2016	2.75	250,000
Various Village Purposes	2010	2,200,000	November, 2020	3.00-5.00	1,020,000
					<u>\$ 2,660,000</u>

Interest expenditures of \$121,950 were recorded in the fund financial statements in the General Fund. Interest expense of \$107,815 was recorded in the government-wide financial statements.

Note 3 - Detailed Notes on All Funds (Continued)

Payments to Maturity

The annual requirements to amortize all bonded debt outstanding as of May 31, 2015 including interest payments of \$371,135 are as follows:

Year Ending May 31,	Principal	Interest	Total
2016	\$ 625,000	\$ 100,576	\$ 725,576
2017	370,000	79,388	449,388
2018	375,000	63,388	438,388
2019	375,000	50,138	425,138
2020	400,000	34,513	434,513
2021	515,000	43,132	558,132
	<u>\$ 2,660,000</u>	<u>\$ 371,135</u>	<u>\$ 3,031,135</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.

Compensated Absences

Pursuant to the terms of existing collective bargaining agreements, certain employees are permitted to accumulate sick and personal leave. The maximum accumulation varies with each agreement. Upon termination, employees will be compensated for such accumulated leave at varying amounts according to the terms of each agreement. The value of the compensated absences has been reflected in the government-wide financial statements.

Other Post Employment Benefit Obligations Payable

In addition to providing pension benefits, the Village provides certain health care benefits for retired employees. 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. The cost of providing post-employment health care benefits is shared between the Village and the retired employee. Substantially all of the Village's employees may become eligible for these benefits if they reach normal retirement age while working for the Village. The cost of retiree health care benefits is recognized as expenditure as claims are paid in the fund financial statements.

The Village's annual other postemployment 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 45. GASB Statement 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 done 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

Village of Rye Brook, New York

Notes to Financial Statements (Continued)

May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

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. The actuarial calculations of the OPEB plan reflect a long-term perspective.

The Village is required to accrue on the government-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 rate increase in postretirement benefits is as follows:

Year	Non-Medicare Eligible Medical & Rx	Medicare Eligible Medical	Medicare Part B Reimbursement	Dental
2015	8.5 %	5.0 %	5.0 %	5.0 %
2016	8.0	5.0	5.0	5.0
2017	7.5	5.0	5.0	5.0
2018	7.0	5.0	5.0	5.0
2019	6.5	5.0	5.0	5.0
2020	6.0	5.0	5.0	5.0
2021	5.5	5.0	5.0	5.0
2022+	5.0	5.0	5.0	5.0

The amortization basis is the level percentage of payroll method with a closed group amortization approach with 25 years remaining in the amortization period. The actuarial assumptions include a 4% rate of return. The entry age 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 postemployment benefits. The actuarial cost method utilized was the entry age method.

The number of participants as of May 31, 2015 was as follows:

Active Employees	68
Retired Employees	<u>46</u>
Total	<u>114</u>

Village of Rye Brook, New York

Notes to Financial Statements (Continued)

May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

Amortization Component:	
Actuarial Accrued Liability as of June 1, 2014	\$ 36,081,549
Assets at Market Value	-
Unfunded Actuarial Accrued Liability	<u>\$ 36,081,549</u>
Funded Ratio	<u>0.00%</u>
Covered Payroll (active plan members)	<u>\$ 5,951,092</u>
UAAL as a Percentage of Covered Payroll	<u>606.30%</u>
Annual Required Contribution	\$ 3,027,151
Adjustment on annual required contribution	(557,217)
Interest on Net OPEB Obligation	<u>458,084</u>
Annual OPEB Cost	2,928,018
Contributions Made	<u>(780,389)</u>
Increase in Net OPEB Obligation	2,147,629
Net OPEB Obligation - beginning of year	<u>11,452,113</u>
Net OPEB Obligation - end of year	<u>\$ 13,599,742</u>

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

Fiscal Year Ended May 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2015	\$ 2,928,018	26.65 %	\$ 13,599,742
2014	2,822,259	28.93	11,452,113
2013	2,693,772	28.10	9,446,463

The Schedule of funding progress for the OPEB plan immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of the plan assets is increasing or decreasing relative to the actual accrued liability for the benefits over time.

H. 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:

Village of Rye Brook, New York

Notes to Financial Statements (Continued)

May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

<u>Transfers Out</u>	<u>Transfers In Capital Projects Fund</u>
General Fund	<u>\$ 1,431,766</u>

Transfers are used to move amounts earmarked in the General Fund to fulfill commitments for Capital Projects Fund expenditures.

I. Net Position

The components of net position are detailed below:

Net Investment in Capital Assets - the component of net position 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 position that reports the amounts restricted for capital projects, exclusive of unexpended bonds proceeds and unrestricted interest earnings.

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

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

Unrestricted - all other amounts that do not meet the definition of "restricted" or "net investment in capital assets".

Village of Rye Brook, New York

Notes to Financial Statements (Continued)
May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

J. Fund Balances

	2015				2014			
	General Fund	Capital Projects Fund	Non-Major Governmental Funds	Total	General Fund	Capital Projects Fund	Non-Major Governmental Funds	Total
Nonspendable								
Prepaid expenditures	\$ 353,702	\$ -	\$ -	\$ 353,702	\$ 325,350	\$ -	\$ -	\$ 325,350
Restricted								
Capital projects	-	365,235	-	365,235	-	591,497	-	591,497
Debt service	809,613	-	-	809,613	805,585	-	-	805,585
Parklands	-	-	183,601	183,601	-	-	183,566	183,566
Trusts	-	-	61,014	61,014	-	-	52,459	52,459
Total Restricted	809,613	365,235	244,615	1,419,463	805,585	591,497	236,025	1,633,107
Assigned								
Purchases on order								
General government support	33,802	-	-	33,802	25,626	-	-	25,626
Public safety	7,896	-	-	7,896	28,953	-	-	28,953
Transportation	23,474	-	-	23,474	11,061	-	-	11,061
Economic opportunity and development	2,067	-	-	2,067	2,200	-	-	2,200
Culture and recreation	47,223	-	-	47,223	34,717	-	-	34,717
Home and community services	76,190	-	-	76,190	49,465	-	-	49,465
	190,652	-	-	190,652	152,022	-	-	152,022
Subsequent years' expenditures	894,175	-	-	894,175	1,255,322	-	-	1,255,322
Total Assigned	1,084,827	-	-	1,084,827	1,407,344	-	-	1,407,344
Unassigned	4,437,719	-	-	4,437,719	4,132,866	-	-	4,132,866
Total Fund Balances	\$ 6,685,861	\$ 365,235	\$ 244,615	\$ 7,295,711	\$ 6,671,145	\$ 591,497	\$ 236,025	\$ 7,498,667

Note 3 - Detailed Notes on All Funds (Continued)

Certain elements of fund balance are described above. Those additional elements which are not reflected in the statement of net position but are reported in the governmental funds balance sheet are described below.

Prepaid Expenditures has been provided to account for certain payments made in advance. The amount is classified as nonspendable to indicate that funds are not "available" for appropriation or expenditure even though they are a component of current assets.

The Restriction for Parklands has been established to account for funds received by the Village in lieu of parklands as a condition precedent to the approval of a parcel of land by the Planning Board. These funds may be used only for recreation purposes.

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

Purchases on order are assigned and represent the Village's intention to honor the contracts in process at year-end. The subsequent year's appropriation will be amended to provide authority to complete the transactions.

Subsequent year's expenditures represent that at May 31, 2015, the Board of Trustees has assigned the above amounts to be appropriated for the ensuing year's budget.

Unassigned fund balance in the General Fund represents amounts not classified as nonspendable, restricted or assigned.

Note 4 - Summary Disclosure of Significant Contingencies

A. 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 these possible refunds cannot be determined at the present time. Any payments resulting from adverse decisions will be funded in the year the payment is made.

B. 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 (Continued)

C. Risk Management

The Village purchases various conventional insurance coverages to reduce its exposure to loss. The Village maintains a general liability policy, public official's liability and law enforcement liability with coverage up to \$1 million per occurrence and \$2 million in the aggregate. In addition, the Village also maintains an umbrella policy with coverage up to \$20 million. The Village purchases conventional workers' compensation insurance with coverage at statutory limits. The Village also purchases conventional health insurance from one provider. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past three fiscal years.

Village of Rye Brook, New York

**Required Supplementary Information - 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, 2012	\$ -	\$ 32,577,629	\$ 32,577,629	- %	\$ 5,711,789	570.36 %
June 1, 2013	-	34,350,519	34,350,519	-	5,854,584	586.73
June 1, 2014	-	36,081,549	36,081,549	-	5,951,092	606.30

Village of Rye Brook, New York

General Fund
Comparative Balance Sheet
May 31,

	2015	2014
ASSETS		
Cash and equivalents	\$ 7,644,591	\$ 8,486,759
Investments	211,323	181,227
Taxes receivable	65,836	64,404
Other receivables		
Accounts	278,981	288,357
State and Federal aid	9,515	5,637
Due from other governments	494,078	476,758
Due from other funds	8,028	8,028
	790,602	778,780
Prepaid expenditures	353,702	325,350
Total Assets	\$ 9,066,054	\$ 9,836,520
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 187,928	\$ 287,664
Accrued liabilities	259,013	216,418
Deposits and other liabilities	4,590	5,115
Due to retirement systems	232,792	227,214
Due to other funds	1,116,771	2,024,450
Unearned revenues	579,099	404,514
Total Liabilities	2,380,193	3,165,375
Fund balance		
Nonspendable	353,702	325,350
Restricted	809,613	805,585
Assigned	1,084,827	1,407,344
Unassigned	4,437,719	4,132,866
Total Fund Balance	6,685,861	6,671,145
Total Liabilities and Fund Balance	\$ 9,066,054	\$ 9,836,520

Village of Rye Brook, New York

General Fund
Comparative Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Years Ended May 31,

2015

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Real property taxes	\$ 13,987,981	\$ 13,987,981	\$ 13,987,981	\$ -
Other tax items	308,723	308,723	313,743	5,020
Non-property taxes	2,401,500	2,401,500	2,398,878	(2,622)
Departmental income	1,040,405	1,040,405	1,442,126	401,721
Intergovernmental charges	158,442	158,442	231,176	72,734
Use of money and property	16,000	16,000	26,995	10,995
Fines and forfeitures	40,000	40,000	31,920	(8,080)
Sale of property and compensation for loss	10,000	10,000	-	(10,000)
State aid	390,397	390,397	445,305	54,908
Miscellaneous	5,600	5,600	15,067	9,467
Total Revenues	18,359,048	18,359,048	18,893,191	534,143
EXPENDITURES				
Current				
General government support	2,623,855	2,565,309	2,391,763	173,546
Public safety	5,696,818	5,733,848	5,767,062	(33,214)
Health	198,842	198,842	198,842	-
Transportation	1,319,324	1,340,802	1,190,673	150,129
Economic opportunity and development	295,208	295,208	271,602	23,606
Culture and recreation	1,722,880	1,725,630	1,552,894	172,736
Home and community services	1,192,847	1,193,833	1,073,745	120,088
Employee benefits	4,366,300	4,356,300	4,341,141	15,159
Debt service				
Principal	610,000	610,000	610,000	-
Interest	144,052	144,052	144,009	43
Total Expenditures	18,170,126	18,163,824	17,541,731	622,093
Excess (Deficiency) of Revenues Over Expenditures	188,922	195,224	1,351,460	1,156,236
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	23,000	23,000	95,022	72,022
Transfers out	(1,619,266)	(1,620,266)	(1,431,766)	188,500
Total Other Financing Uses	(1,596,266)	(1,597,266)	(1,336,744)	260,522
Net Change in Fund Balance	(1,407,344)	(1,402,042)	14,716	1,416,758
FUND BALANCE				
Beginning of Year	1,407,344	1,402,042	6,671,145	5,269,103
End of Year	\$ -	\$ -	\$ 6,685,861	\$ 6,685,861

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 13,442,341	\$ 13,442,341	\$ 13,442,341	\$ -
816,000	816,000	963,290	147,290
2,312,500	2,312,500	2,248,717	(63,783)
986,040	986,040	1,323,797	337,757
154,502	154,502	242,198	87,696
20,000	20,000	13,595	(6,405)
40,000	40,000	38,910	(1,090)
5,000	5,000	945	(4,055)
346,397	346,397	459,193	112,796
5,600	5,600	14,800	9,200
18,128,380	18,128,380	18,747,786	619,406
2,636,303	2,570,887	2,539,983	30,904
5,690,180	5,651,974	5,612,976	38,998
200,500	199,355	198,842	513
1,200,620	1,283,565	1,255,811	27,754
290,859	291,665	281,076	10,589
1,716,666	1,697,582	1,656,313	41,269
1,259,213	1,228,254	1,155,761	72,493
4,343,437	4,386,720	4,351,092	35,628
680,000	680,000	680,000	-
147,353	150,129	150,129	-
18,165,131	18,140,131	17,881,983	258,148
(36,751)	(11,751)	865,803	877,554
23,000	23,000	95,758	72,758
(950,000)	(975,000)	(975,000)	-
(927,000)	(952,000)	(879,242)	72,758
(963,751)	(963,751)	(13,439)	950,312
963,751	963,751	6,684,584	5,720,833
\$ -	\$ -	\$ 6,671,145	\$ 6,671,145

Village of Rye Brook, New York

General Fund

Schedule of Revenues and Other Financing Sources Compared to Budget

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
REAL PROPERTY TAXES	<u>\$ 13,987,981</u>	<u>\$ 13,987,981</u>	<u>\$ 13,987,981</u>	<u>\$ -</u>	<u>\$ 13,442,341</u>
OTHER TAX ITEMS					
Payments in lieu of taxes	302,723	302,723	304,613	1,890	952,891
Interest and penalties on real property taxes	<u>6,000</u>	<u>6,000</u>	<u>9,130</u>	<u>3,130</u>	<u>10,399</u>
	<u>308,723</u>	<u>308,723</u>	<u>313,743</u>	<u>5,020</u>	<u>963,290</u>
NON-PROPERTY TAXES					
Non-property tax distribution from County	1,316,500	1,316,500	1,339,612	23,112	1,342,890
Utilities gross receipts taxes	250,000	250,000	265,720	15,720	190,641
Hotel occupancy tax	630,000	630,000	551,734	(78,266)	468,198
Franchise fees	<u>205,000</u>	<u>205,000</u>	<u>241,812</u>	<u>36,812</u>	<u>246,988</u>
	<u>2,401,500</u>	<u>2,401,500</u>	<u>2,398,878</u>	<u>(2,622)</u>	<u>2,248,717</u>
DEPARTMENTAL INCOME					
Clerk fees	2,100	2,100	13,051	10,951	1,130
Police fees	6,000	6,000	2,768	(3,232)	2,779
Safety inspection fees	390,000	390,000	812,022	422,022	745,058
Alarm permits	87,940	87,940	120,677	32,737	80,005
Parks and recreation charges	545,365	545,365	483,638	(61,727)	487,425
Senior center rental	<u>9,000</u>	<u>9,000</u>	<u>9,970</u>	<u>970</u>	<u>7,400</u>
	<u>1,040,405</u>	<u>1,040,405</u>	<u>1,442,126</u>	<u>401,721</u>	<u>1,323,797</u>

INTERGOVERNMENTAL CHARGES

Airport revenue	40,000	40,000	40,000	-	40,000
Other governmental services					
Home and community services	<u>118,442</u>	<u>118,442</u>	<u>191,176</u>	<u>72,734</u>	<u>202,198</u>
	<u>158,442</u>	<u>158,442</u>	<u>231,176</u>	<u>72,734</u>	<u>242,198</u>

USE OF MONEY AND PROPERTY

Interest earnings	<u>16,000</u>	<u>16,000</u>	<u>26,995</u>	<u>10,995</u>	<u>13,595</u>
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FINES AND FORFEITURES

Fines and forfeited bail	<u>40,000</u>	<u>40,000</u>	<u>31,920</u>	<u>(8,080)</u>	<u>38,910</u>
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**SALE OF PROPERTY AND COMPENSATION
FOR LOSS**

Sale of equipment	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>(10,000)</u>	<u>945</u>
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STATE AID

Per capita	45,334	45,334	55,271	9,937	52,784
Mortgage tax	265,000	265,000	267,301	2,301	293,256
Consolidated highway improvement aid	70,000	70,000	80,124	10,124	73,782
Youth funding	900	900	991	91	-
Snow removal	-	-	35,976	35,976	35,230
Speed and alcohol enforcement	<u>9,163</u>	<u>9,163</u>	<u>5,642</u>	<u>(3,521)</u>	<u>4,141</u>
	<u>390,397</u>	<u>390,397</u>	<u>445,305</u>	<u>54,908</u>	<u>459,193</u>

MISCELLANEOUS

Unclassified	<u>5,600</u>	<u>5,600</u>	<u>15,067</u>	<u>9,467</u>	<u>14,800</u>
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TOTAL REVENUES

18,359,048	18,359,048	18,893,191	534,143	18,747,786
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OTHER FINANCING SOURCES

Insurance recoveries	<u>23,000</u>	<u>23,000</u>	<u>95,022</u>	<u>72,022</u>	<u>95,758</u>
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**TOTAL REVENUES AND OTHER
FINANCING SOURCES**

<u>\$ 18,382,048</u>	<u>\$ 18,382,048</u>	<u>\$ 18,988,213</u>	<u>\$ 606,165</u>	<u>\$ 18,843,544</u>
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Village of Rye Brook, New York

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
GENERAL GOVERNMENT SUPPORT					
Board of Trustees	\$ 18,701	\$ 18,701	\$ 18,296	\$ 405	\$ 23,584
Administrator	266,308	256,953	250,920	6,033	263,327
Treasurer	480,592	506,600	508,971	(2,371)	481,046
Village office	84,062	85,262	60,116	25,146	91,789
Clerk	75,589	82,698	83,435	(737)	74,746
Village attorney	195,000	172,941	172,941	-	227,435
Engineering	92,953	106,587	109,407	(2,820)	97,122
Management information systems	204,360	222,078	221,821	257	213,692
Central communications	55,000	56,416	56,415	1	55,783
Central garage	557,129	557,129	495,188	61,941	567,325
Central supplies	36,000	30,353	22,327	8,026	28,768
Central printing and mailing	15,000	15,000	7,543	7,457	17,046
Unallocated insurance	230,511	230,511	229,004	1,507	246,121
Consulting fees	92,650	89,119	87,119	2,000	98,433
Bonding expenses	3,000	7,000	7,000	-	5,803
Judgments and claims	5,000	17,844	17,843	1	-
Tax on property	-	18,692	18,692	-	22,796
Contingency account	182,000	66,699	-	66,699	-
Metropolitan commuter transportation mobility tax	30,000	24,726	24,725	1	25,167
	<u>2,623,855</u>	<u>2,565,309</u>	<u>2,391,763</u>	<u>173,546</u>	<u>2,539,983</u>
PUBLIC SAFETY					
Police Department	3,455,152	3,454,182	3,526,663	(72,481)	3,432,537
Control of animals	13,545	13,545	12,419	1,126	13,546
Fire protection	1,914,671	1,952,671	1,911,825	40,846	1,848,871
Safety inspection	313,450	313,450	316,155	(2,705)	318,022
	<u>5,696,818</u>	<u>5,733,848</u>	<u>5,767,062</u>	<u>(33,214)</u>	<u>5,612,976</u>

HEALTH

Ambulance services	198,842	198,842	198,842	-	198,842
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TRANSPORTATION

Highway maintenance	1,007,534	972,308	880,376	91,932	890,279
Snow removal	145,000	201,705	201,703	2	209,130
Street lighting	166,790	166,789	108,594	58,195	156,402
	1,319,324	1,340,802	1,190,673	150,129	1,255,811

ECONOMIC OPPORTUNITY AND DEVELOPMENT

Community services - Programs for the aging	295,208	295,208	271,602	23,606	281,076
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CULTURE AND RECREATION

Recreation	1,164,578	1,159,197	989,587	169,610	1,127,247
Teen center	5,000	5,000	2,374	2,626	2,745
Public library	543,921	546,671	546,171	500	518,940
Handicapped	9,381	14,762	14,762	-	7,381
	1,722,880	1,725,630	1,552,894	172,736	1,656,313

HOME AND COMMUNITY SERVICES

Part-time videotaping	5,400	5,886	5,703	183	3,272
Planning board	500	1,000	1,000	-	275
Hydrant rental	32,000	54,141	54,141	-	172,849
Disposal fees	92,000	92,000	89,609	2,391	74,378
Recycling and refuse collection	818,782	818,782	818,782	-	792,962
Shade trees	74,497	74,497	52,053	22,444	57,326
Sewer district	169,668	147,527	52,457	95,070	54,699
	1,192,847	1,193,833	1,073,745	120,088	1,155,761

EMPLOYEE BENEFITS

State retirement	595,000	585,000	573,027	11,973	599,793
State retirement - Police	1,100,000	1,054,917	1,071,494	(16,577)	1,119,946
Social security	535,000	535,000	525,597	9,403	525,751
Worker's compensation benefits	230,000	243,716	243,716	-	219,561
Life insurance	24,500	22,489	21,060	1,429	23,497
Unemployment insurance	25,000	19,954	13,353	6,601	17,374
Disability insurance	3,500	3,500	1,996	1,504	1,854
Health and dental insurance	1,848,300	1,890,744	1,889,918	826	1,839,177
Other benefits	5,000	980	980	-	4,139
	4,366,300	4,356,300	4,341,141	15,159	4,351,092

(Continued)

Village of Rye Brook, New York

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget (Continued)

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
DEBT SERVICE					
Principal					
Serial bonds	\$ 610,000	\$ 610,000	\$ 610,000	\$ -	\$ 680,000
Interest					
Serial bonds	121,950	121,950	121,950	-	141,589
Bond anticipation notes	22,102	22,102	22,059	43	8,540
	144,052	144,052	144,009	43	150,129
	754,052	754,052	754,009	43	830,129
TOTAL EXPENDITURES	18,170,126	18,163,824	17,541,731	622,093	17,881,983
OTHER FINANCING USES					
Transfers out					
Capital Projects Fund	1,619,266	1,620,266	1,431,766	188,500	975,000
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 19,789,392</u>	<u>\$ 19,784,090</u>	<u>\$ 18,973,497</u>	<u>\$ 810,593</u>	<u>\$ 18,856,983</u>

Village of Rye Brook, New York

Capital Projects Fund
Comparative Balance Sheet
May 31,

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and equivalents	\$ 1,884,401	\$ 477,426
Due from other funds	<u>1,116,771</u>	<u>2,038,293</u>
Total Assets	<u>\$ 3,001,172</u>	<u>\$ 2,515,719</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 99,606	\$ 77,947
Bond anticipation notes payable	<u>2,536,331</u>	<u>1,846,275</u>
Total Liabilities	2,635,937	1,924,222
Fund balance		
Restricted	<u>365,235</u>	<u>591,497</u>
Total Liabilities and Fund Balance	<u>\$ 3,001,172</u>	<u>\$ 2,515,719</u>

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Village of Rye Brook, New York**Capital Projects Fund****Comparative Statement of Revenues, Expenditures and Changes**

in Fund Balance

Years Ended May 31,

	<u>2015</u>	<u>2014</u>
REVENUES	\$ -	\$ -
EXPENDITURES		
Capital outlay	<u>1,658,028</u>	<u>1,719,839</u>
Deficiency of Revenues Over Expenditures	(1,658,028)	(1,719,839)
OTHER FINANCING SOURCES		
Transfers in	<u>1,431,766</u>	<u>975,000</u>
Net Change in Fund Balance	(226,262)	(744,839)
FUND BALANCE		
Beginning of Year	<u>591,497</u>	<u>1,336,336</u>
End of Year	<u>\$ 365,235</u>	<u>\$ 591,497</u>

Village of Rye Brook, New York

Capital Projects Fund

Project Length Schedule

Inception of Project Through May 31, 2015

Project	Authorization	Expenditures and Transfers	Unexpended Balance
Purchase of Dump Truck	\$ 121,000	\$ 97,631	\$ 23,369
Various Village Projects	341,000	-	341,000
Windows/FACIA Trim/Fire Department	15,000	-	15,000
Police Vehicles	42,964	35,429	7,535
Comprehensive Plan	130,000	140,000	(10,000)
Road Resurfacing - 2012	500,010	-	500,010
Capital Reserve - Ballfield	120,000	-	120,000
Jacqueline Lane Drainage	90,000	55,745	34,255
Parks and Recreation Maintenance Vehicle	62,500	49,726	12,774
Village Hall Repairs	13,036	13,000	36
Pine Ridge Park - Basketball Hoops	15,000	12,780	2,220
Accounting and Records Retention Software	40,000	-	40,000
Village Administration Passenger Vehicle	28,000	23,781	4,219
Land - Garibaldi Place and Parking lot	446,500	453,285	(6,785)
Village Hall Improvements	290,000	252,809	37,191
Laser Fiche Project	260,000	286,768	(26,768)
Leaf Loader with Attachments	38,000	38,000	-
Pick-up Truck	24,500	24,095	405
Police Car Video System	25,275	25,275	-
Police Vehicles - 2013	165,000	154,361	10,639
AJP Community Center Renovations	90,000	80,268	9,732
Pine Ridge Park Tennis Court Resurfacing	20,000	27,200	(7,200)
Road Resurfacing - 2013	760,774	427,450	333,324
King Street Sidewalks	80,000	64,640	15,360
John Deere Mower	40,000	40,000	-
Highway Equipment	298,000	197,104	100,896
Talcott Road Street Lighting Replacement	42,000	41,658	342
Pine Ridge Park Tennis Wall Reconstruction	40,000	42,418	(2,418)
Land and Highway Garage	750,000	693,122	56,878
Police Vehicles - 2014	27,000	-	27,000
Air Compressor	18,000	17,209	791
Add/Extend Water Main on Upper Lincoln	155,000	-	155,000
Village Hall/AJP Center/Firehouse/Central Station	23,000	-	23,000
Resurface Basketball Courts at Rye Hills Park	20,000	19,500	500
Storage Shed at Rye Hills Park	20,000	-	20,000
Magnolia Road Street Lighting Replacement	20,000	9,000	11,000
Police Vehicles	106,322	44,123	62,199
Police Vehicles - Radar Trailer/New Server	32,000	23,793	8,207
Highway Design Study	50,000	-	50,000

		Bond	
		Anticipation	Notes Out-
Total	Fund Balance	Notes Out-	standing at
Revenues	(Deficit) at	standing at	May 31, 2015
	May 31, 2015	May 31, 2015	
\$ 90,750	\$ (6,881)	\$ -	
341,000	341,000	-	
15,000	15,000	-	
42,964	7,535	-	
130,000	(10,000)	-	
500,010	500,010	-	
120,000	120,000	-	
37,500	(18,245)	25,000	
25,000	(24,726)	37,500	
13,036	36	-	
15,000	2,220	-	
20,000	20,000	20,000	
14,000	(9,781)	14,000	
1,500	(451,785)	445,000	
267,500	14,691	22,500	
65,000	(221,768)	195,000	
9,500	(28,500)	28,500	
6,125	(17,970)	18,375	
6,319	(18,956)	18,956	
165,000	10,639	-	
90,000	9,732	-	
20,000	(7,200)	-	
760,774	333,324	-	
20,000	(44,640)	60,000	
10,000	(30,000)	30,000	
-	(197,104)	298,000	
-	(41,658)	42,000	
-	(42,418)	40,000	
-	(693,122)	750,000	
27,000	27,000	-	
18,000	791	-	
155,000	155,000	-	
23,000	23,000	-	
20,000	500	-	
20,000	20,000	-	
20,000	11,000	-	
106,322	62,199	-	
32,000	8,207	-	
50,000	50,000	-	

(Continued)

Village of Rye Brook, New York

Capital Projects Fund

Project Length Schedule

Inception of Project Through May 31, 2015 (Continued)

<u>Project</u>	<u>Authorization</u>	<u>Expenditures and Transfers</u>	<u>Unexpended Balance</u>
Financial Software	\$ 90,000	\$ 55,242	\$ 34,758
High Street Full Depth Reclamation	250,000	-	250,000
Road Resurfacing - 2015	500,000	82,933	417,067
Trailer for Parks	12,300	-	12,300
Resurface Basketball/Tennis Courts - Pine Ridge	40,000	19,500	20,500
Construct Drain Line - Pine Ridge Basketball Court	12,000	-	12,000
Playground Equipment - Pine Ridge	125,524	21,333	104,191
Salter And Dump Body For Hook Lift Truck	43,500	43,500	-
Street Sweeper	185,000	184,887	113
Backhoe Loader	104,200	-	104,200
Bobcat	60,000	-	60,000
 TOTALS	 <u>\$ 6,782,405</u>	 <u>\$ 3,797,565</u>	 <u>\$ 2,984,840</u>

<u>Total Revenues</u>	<u>Fund Balance (Deficit) at May 31, 2015</u>	<u>Bond Anticipation Notes Out- standing at May 31, 2015</u>
\$ 90,000	\$ 34,758	\$ -
250,000	250,000	-
500,000	417,067	-
12,300	12,300	-
40,000	20,500	-
12,000	12,000	-
-	(21,333)	100,000
-	(43,500)	43,500
-	(184,887)	185,000
1,200	1,200	103,000
-	-	60,000
<u>\$ 4,162,800</u>	<u>\$ 365,235</u>	<u>\$ 2,536,331</u>

Village of Rye Brook, New York

Combining Balance Sheet - Sub Funds

Non-Major Governmental Fund - Special Purpose Fund

May 31, 2015

(With Comparative Totals for 2014)

	Recreation Trust	Friends of Rye Brook	Totals	
			2015	2014
ASSETS				
Cash and equivalents	\$ 183,601	\$ 69,042	\$ 252,643	\$ 260,836
Due from other funds	-	-	-	16,157
Total Assets	<u>\$ 183,601</u>	<u>\$ 69,042</u>	<u>\$ 252,643</u>	<u>\$ 276,993</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ 2,940
Due to other funds	-	8,028	8,028	38,028
Total Liabilities	-	8,028	8,028	40,968
Fund balances				
Restricted	183,601	61,014	244,615	236,025
Total Liabilities and Fund Balances	<u>\$ 183,601</u>	<u>\$ 69,042</u>	<u>\$ 252,643</u>	<u>\$ 276,993</u>

Village of Rye Brook, New York

Combining Statement of Revenues, Expenditures and Changes
in Fund Balances - Sub Funds
Non-Major Governmental Fund - Special Purpose Fund
Year Ended May 31, 2015
(With Comparative Totals for 2014)

	Recreation Trust	Friends of Rye Brook	Totals	
			2015	2014
REVENUES				
Use of money and property	\$ 35	\$ -	\$ 35	\$ 84
Miscellaneous	-	23,044	23,044	25,031
Total Revenues	35	23,044	23,079	25,115
EXPENDITURES				
Current				
Culture and recreation	-	14,489	14,489	8,860
Net Change in Fund Balances	35	8,555	8,590	16,255
FUND BALANCES				
Beginning of Year	183,566	52,459	236,025	219,770
End of Year	<u>\$ 183,601</u>	<u>\$ 61,014</u>	<u>\$ 244,615</u>	<u>\$ 236,025</u>