

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

YEAR ENDED MAY 31, 2009

WITH INDEPENDENT AUDITORS' REPORT

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

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INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Village of Briarcliff Manor, New York as of and for the year ended May 31, 2009, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village's management. Our responsibility is to express opinions on these 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 of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Village of Briarcliff Manor, New York as of May 31, 2009 and the respective changes in financial position, thereof, and the respective budgetary comparison for the General and Water funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

As described in Note 3 to the basic financial statements, the Village of Briarcliff Manor, New York adopted provisions of Governmental Accounting Standards Board Statement No. 45, "Accounting and Financial Reporting by Employees for Post Employment Benefits Other Than Pensions" as of and for the year ended May 31, 2009.

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

O'Connor Davies Munns & Dobbins, LLP

O'Connor Davies Munns & Dobbins, LLP
Bennett Kielson Storch DeSantis Division
October 1, 2009

**Village of Briarcliff Manor, New York
Management's Discussion and Analysis (MD&A)
May 31, 2009**

Introduction

The management of the Village of Briarcliff Manor, 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, 2009. It should be read in conjunction with the basic financial statements, which immediately follow this section, to enhance the understanding of the Village's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2009 are as follows:

- ❖ On the government-wide financial statements, the assets of the Village exceeded its liabilities at the close of the fiscal year 2009 by \$11,440,574. Of the amount, the unrestricted portion is \$6,082. The Villages total net assets decreased by \$882,390 for the year ended May 31, 2009. This was primarily due to the recognition of the other post employment benefit ("OPEB") obligations as required for the first time under the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 45. The GASB is charged with developing the accounting rules that apply to governments. These obligations include any benefits provided to retirees, other than a pension, including health insurance, life insurance, vision, dental, etc. GASB Statement No. 45 establishes standards for accrual based measurement and recognition of OPEB expenses over periods that approximate employees' years of active service, as well as the required note disclosures. For the year ending May 31, 2009, the Village's OPEB obligations of \$640,000 are reflected as a liability on the entity-wide financial statements, and accordingly were the prime factor in the decrease in total net assets.
- ❖ As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$3,896,325. Exclusive of the Capital Projects Fund, the unreserved fund balance was \$4,140,272. Of this amount, the undesignated portion was \$1,917,377, which is available for spending at the Village's discretion.
- ❖ At the end of the fiscal years 2009 and 2008, unreserved fund balance for the General Fund was \$1,204,371 or 9% and \$1,255,270 or 8.75% respectively of total General Fund expenditures and other financing uses.
- ❖ During the current fiscal year 2008-2009, the Village issued \$8,880,000 in new serial bonds. The Library renovations and construction project accounted for

\$4,000,000 of these new bonds. Bonds payable were reduced by \$3,000,000 in scheduled payments and advanced refunding of the 1996 Bond.

- ❖ During the current fiscal year 2008-2009, the Village issued \$3,335,614 in short-term obligations (bond anticipation notes) to finance the cost of the various capital projects.

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 assets** presents information on all of the Village's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator as to whether the financial position of the Village is improving or deteriorating.

The **statement of activities** presents information showing how the Village's net assets changed during the most recent fiscal year. All changes in net assets 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 and other post employment benefit obligations, "OPEB").

The **government-wide financial statements** distinguish the 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, 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 four major governmental funds: the General Fund, Water Fund, Capital Projects Fund and Debt Service 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 Public Library Fund and Special Purpose Fund are grouped together as non-major governmental funds.

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

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 two types of fiduciary funds, an Agency Fund and a Pension Trust 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. The Pension Trust Fund accounts for the Service Award Program for volunteer firefighters.

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 assets may serve over time as a useful indicator of a government's financial position. For the Village, assets exceeded liabilities by \$11,440,574 at the close of the fiscal year 2008-2009. The largest portion of the Village's net assets 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 or develop those assets. The Village uses these capital assets to provide services to its 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 debt.

The following table reflects the condensed Statement of Net Assets

	Net Assets	
	May 31,	
	<u>2009</u>	<u>2008</u>
Current Assets	\$ 8,756,185	\$ 9,273,432
Capital Assets, Net	<u>34,436,247</u>	<u>30,800,863</u>
Total Assets	<u>43,192,432</u>	<u>40,074,295</u>
Current Liabilities	5,211,739	7,798,389
Long-term Liabilities	<u>26,540,119</u>	<u>19,952,942</u>
Total Liabilities	<u>31,751,858</u>	<u>27,751,331</u>
Net Assets:		
Invested in Capital Assets, Net of Related Debt	5,835,844	5,756,829
Restricted	5,598,648	5,917,902
Unrestricted	<u>6,082</u>	<u>648,233</u>
Total Net Assets	<u>\$ 11,440,574</u>	<u>\$ 12,322,964</u>

**Change in Net Assets
Fiscal Year Ended May 31,**

	<u>2009</u>	<u>2008</u>
Revenues:		
Program Revenues:		
Charges for Services	\$ 5,431,205	\$ 5,520,586
Operating Grants and Contributions	198,807	256,143
Capital Grants and Contributions	<u>434,786</u>	<u>222,921</u>
Total Program Revenues	<u>6,064,798</u>	<u>5,999,650</u>
General Revenues:		
Real Property Taxes	9,516,121	9,234,859
Other Tax Items	39,992	42,209
Non-Property Taxes	1,321,277	1,411,251
Unrestricted Use of Money and Property	25,903	94,554
Sale of property and compensation for loss	124,717	297,627
Unrestricted State Aid	312,534	407,963
Miscellaneous	<u>82,937</u>	<u>118,977</u>
Total General Revenues	<u>11,423,481</u>	<u>11,607,440</u>
Total Revenues	17,488,279	17,607,090
Program Expenses:		
General Government Support	3,265,208	3,107,133
Public Safety	4,460,564	4,605,317
Health	230,627	203,224
Transportation	2,290,852	2,388,891
Culture and Recreation	2,465,389	2,422,406
Home and Community Services	4,596,074	4,750,521
Interest	<u>1,061,955</u>	<u>1,212,685</u>
Total Expenses	<u>18,370,669</u>	<u>18,690,177</u>
Change in Net Assets	(882,390)	(1,083,087)
Net Assets -Beginning of Year As Restated	<u>12,322,964</u>	<u>13,406,051</u>
Net Assets - Ending	<u>\$ 11,440,574</u>	<u>\$ 12,322,964</u>

Governmental Activities

Governmental activities decreased the Village's net assets by \$882,390 in 2009 and increased the Villages net assets by \$1,083,087 in 2008, respectively. This reduction results primarily from the accrual of certain liabilities pursuant to Governmental Accounting Standards Board ("GASB") Statement No. 34, which will be satisfied in future years, including borrowings for judgments and claims, capital construction, and the first time accrual of The Village 's annual other post employment benefit cost in accordance with the provisions of GASB Statement No. 45.

For the fiscal years ended May 31, 2009 and 2008, revenues from governmental activities totaled \$17,488,279 and \$17,607,090 respectively. Tax revenues (\$10,877,390 in 2009 and \$10,688,319 in 2008), comprised of real property taxes, other tax items and non-property taxes, represent the largest revenue source (62% in 2009 and 61% in 2008).

For the year ending May 31, 2009, the Village's OPEB obligations of \$640,000 are reflected as a liability on the district-wide financial statements and accordingly was the prime factor in the decrease in total net assets. This was primarily the result of the first-year implementation of the requirements of GASB Statement No. 45 that requires recognition of OPEB expenses. The following functions were charged as follows:

<u>Functions</u>	
Governmental activities:	
General government support	\$ 132,837
Public safety	207,673
Transportation	48,502
Culture & recreation	104,276
Home and community services	<u>146,712</u>
Total OPEB obligation	<u><u>\$ 640,000</u></u>

The largest components of governmental activities' expenses are public safety (\$4,460,564, 24% in 2009 and \$4,605,317, 25% in 2008), general government support (\$3,265,208, 18% in 2009 and \$3,107,133, 17% in 2008) and culture and recreation (\$2,465,389, 13% in 2009 and \$2,422,406, 13% in 2008).

Financial Analysis of the Village's Funds

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

Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal years 2009 and 2008, the Village's governmental funds reported combined ending fund balances of \$3,896,325 and \$1,762,143, respectively. Of the unreserved fund balance, \$250,000 in 2009 and \$690,180 in 2008 has been designated for subsequent year's expenditures. In 2009 management took a position to allow tax revenue and other sources of revenue to fully support the budget in order to bring the Village Financial position to a better state, therefore the Village did not designate any use of General Fund balance. In 2008, \$300,000 of Fund Balance was used in the subsequent year's general fund budget. Included in these designations of \$250,000 and \$690,180 are those amounts in the Debt Service Fund balance designated for subsequent year's expenditures which are \$250,000 in 2009 and \$390,180 in 2008. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed for: prepaid expenditures (\$129,742 in 2009 \$163,703 in 2008), to liquidate contracts and purchase orders of the prior period (\$113,011 in 2009, \$848,855 in 2008), for debt service (\$451,684 in 2009 and \$601,675 in 2008) and trusts (\$213,580 in 2009 and \$216,448 in 2008).

The General Fund is the primary operating fund of the Village. At the end of the current fiscal year ended May 31, 2009, unreserved undesignated fund balance of the General Fund was \$1,204,371, representing 85% of the total General Fund balance of \$1,420,726. Revenues and other financing sources were \$13,917,979 which was \$290,619 less than the final budget. The major area where revenues were less than the budget was the Departmental income, where a negative variance of \$108,267 was realized. The major areas where spending was less than budgeted was in general government support, representing a positive variance of \$393,431 due mainly to a consorted effort by management to reduce and/or eliminate positions in a cost cutting effort that is reflected in today's economy, and culture and recreation which represented a positive variance of \$86,700.

At the end of the fiscal year ended May 31, 2008 unreserved undesignated fund balance of the General Fund was \$955,270 representing 68% of the total General Fund balance of \$1,397,579. Revenues and other financing sources \$13,569,143 which was \$44,282 greater than the final budget. The major areas where revenues exceeded the budget were the non-property taxes and Use of Money and property. Expenditures and other financing uses were \$14,343,110, which was \$343,751, or 2% less than the final budget. The major area where spending was less than budgeted was in employee benefits, which was \$16,651 less (also due to cost cutting efforts and the streamlining of staff).

The Water Fund reflects a fund balance of \$1,775,601 in 2009 and \$1,822,845 in 2008. The Village designated a portion of reserves to a capital project. The reserve balance is \$1,314,878 in 2009 from \$1,316,147 in 2008 and is designated for use on special water projects.

The Capital Projects Fund has an undesignated fund balance deficit of (\$243,947 in 2009 and fund balance of \$2,688,489 in 2008). In 2009 the deficit is due to \$3,335,614 in Bond Anticipation Notes Payable. Bond anticipation Notes are recognized as revenue only when they are redeemed and or converted to permanent financing.

Capital Assets and Debt Administration

Capital Assets

The Village's investment in capital assets for governmental activities at May 31, 2009, net of \$16,727,098 of accumulated depreciation, was \$34,436,247. This investment in capital assets includes land, land improvements, buildings and improvements, infrastructure, machinery and equipment and construction-in-progress.

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

	Capital Assets	
	May 31,	
<u>Asset</u>	<u>2009</u>	<u>2008</u>
Land	\$ 855,947	\$ 855,947
Buildings and improvements	6,268,320	6,268,320
Infrastructure	27,153,488	26,920,488
Machinery and equipment	8,072,773	7,348,759
Construction-in-progress	8,812,817	5,150,596
Less - accumulated depreciation	<u>(16,727,098)</u>	<u>(15,743,246)</u>
Total (net of depreciation)	<u><u>\$ 34,436,247</u></u>	<u><u>\$ 30,800,863</u></u>

Additional information on the Village's capital assets can be found in Note 3, C 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 \$25,375,000, \$3,000,000 in principal either matured or was refunded in 2009. 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.

At May 31, 2009 the bond anticipation notes outstanding are \$3,335,614. During the current fiscal year 2008-2009, the Village issued \$3,335,614 and redeemed (paid) \$0 in bond anticipation notes. Additional information on the Village's long-term and short-term debt can be found in Notes 3, F, G & H in the notes to the financial statements.

The Village designated \$250,000 in Debt Service Fund Balance for 2009-2010 expenditures. They also designated \$267,559 as a Water Fund Transfer.

The tax rate for the 2010 Village General Fund is \$86.5802 per \$1,000 of taxable assessed in Ossining and \$392.3071 per \$1,000 if taxable assessed in Mt. Pleasant, an increase of 1.986% and 6.192% over the prior year tax rate.

Requests for Information

This financial report is designed to provide a general overview of the Village of Briarcliff Manor, New York's. Questions and comments concerning any of the information provided in this report should be addressed to Robin L. Rizzo, Treasurer, Village of Briarcliff Manor, 1111 Pleasantville Road, Briarcliff Manor, New York 10510.

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

STATEMENT OF NET ASSETS
MAY 31, 2009

	<u>Governmental Activities</u>
ASSETS	
Cash and equivalents	\$ 6,239,532
Investments	1,314,878
Receivables:	
Taxes	37,946
Accounts	162,169
Water rents	428,325
Due from other governments	387,115
Prepaid expenses	129,742
Deferred charges	56,478
Capital assets (net of accumulated depreciation):	
Land	855,947
Buildings and improvements	3,505,382
Infrastructure	18,613,543
Machinery and equipment	2,648,558
Construction-in-progress	8,812,817
	<u>43,192,432</u>
Total Assets	
LIABILITIES	
Accounts payable	624,485
Accrued liabilities	116,050
Retainages payable	137,812
Due to retirement systems	96,636
Accrued interest payable	421,410
Unearned revenues	479,732
Bond anticipation notes payable	3,335,614
Non-current liabilities:	
Due within one year:	
Bonds payable - Capital construction	1,334,546
Bonds payable - Judgments and claims	5,454
Compensated absences	48,722
Due in more than one year:	
Bonds payable - Capital construction	23,930,243
Bonds payable - Judgments and claims	142,661
Compensated absences	438,493
Other post employment benefit obligations payable	640,000
	<u>31,751,858</u>
Total Liabilities	
NET ASSETS	
Invested in capital assets, net of related debt	5,835,844
Restricted for:	
Capital projects	3,091,667
Debt service	701,684
Future capital projects	1,314,878
Special Revenue Funds:	
Water	276,839
Special purposes	213,580
Unrestricted	6,082
	<u>11,440,574</u>
Total Net Assets	<u>\$ 11,440,574</u>

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

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2009

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government support	\$ 3,265,208	\$ 447,393	\$ -	\$ -
Public safety	4,460,564	257,681	-	-
Health	230,627	-	-	-
Transportation	2,290,852	144,900	157,984	221,274
Culture and recreation	2,465,389	789,361	7,716	99,409
Home and community services	4,596,074	3,791,870	33,107	-
Interest	1,061,955	-	-	114,103
Total Governmental Activities	\$ 18,370,669	\$ 5,431,205	\$ 198,807	\$ 434,786

General Revenues:

Real property taxes

Other tax items - Interest and penalties on real property taxes

Non-property taxes:

 Franchise fees

 Utilities gross receipts taxes

 Non-property tax distribution from County

Unrestricted use of money and property

Sale of property and compensation for loss

Unrestricted State aid

Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets - Beginning of Year

Net Assets - Ending

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

Net (Expense)
Revenue and
Changes in
Net Assets

\$ (2,817,815)
(4,202,883)
(230,627)
(1,766,694)
(1,568,903)

(771,097)
(947,852)

(12,305,871)

9,516,121
39,992

136,669
197,552
987,056
25,903
124,717
312,534
82,937

11,423,481

(882,390)

12,322,964

\$ 11,440,574

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

BALANCE SHEET
GOVERNMENTAL FUNDS
MAY 31, 2009

	General	Water	Capital Projects	Debt Service
ASSETS				
Cash and Equivalents	\$ 1,783,471	\$ 91,810	\$ 3,417,562	\$ 686,767
Investments	-	1,314,878	-	-
Taxes Receivable	37,946	-	-	-
Other Receivables:				
Accounts	128,984	29,924	3,261	-
Water rents	-	428,325	-	-
Due from other governments	379,434	-	7,681	-
Due from other funds	19,236	-	91,803	27,970
Prepaid Expenditures	106,794	18,723	-	-
Total Assets	<u>\$ 2,455,865</u>	<u>\$ 1,883,660</u>	<u>\$ 3,520,307</u>	<u>\$ 714,737</u>
LIABILITIES AND FUND BALANCES (DEFICITS)				
Liabilities:				
Accounts payable	\$ 265,020	\$ 84,578	\$ 263,698	\$ -
Accrued liabilities	114,072	1,707	-	-
Accrued interest payable	-	-	-	13,053
Retainages payable	-	-	137,812	-
Due to other funds	91,803	13,185	27,130	-
Due to retirement systems	84,512	8,589	-	-
Deferred revenues	479,732	-	-	-
Bond anticipation notes payable	-	-	3,335,614	-
Total Liabilities	<u>1,035,139</u>	<u>108,059</u>	<u>3,764,254</u>	<u>13,053</u>
Fund Balances (Deficits):				
Reserved for debt service	-	-	-	451,684
Reserved for trusts	-	-	-	-
Reserved for prepaid expenditures	106,794	18,723	-	-
Reserved for encumbrances	109,561	3,450	-	-
Reserved for future capital projects	-	1,314,878	-	-
Unreserved, reported in:				
General Fund	1,204,371	-	-	-
Capital Projects Fund	-	-	(243,947)	-
Debt Service Fund	-	-	-	250,000
Special Revenue Funds	-	438,550	-	-
Total Fund Balances (Deficits)	<u>1,420,726</u>	<u>1,775,601</u>	<u>(243,947)</u>	<u>701,684</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 2,455,865</u>	<u>\$ 1,883,660</u>	<u>\$ 3,520,307</u>	<u>\$ 714,737</u>

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

Other Governmental Funds	Total Governmental Funds
\$ 259,922	\$ 6,239,532
-	1,314,878
-	37,946
-	162,169
-	428,325
-	387,115
-	139,009
4,225	129,742
<u>\$ 264,147</u>	<u>\$ 8,838,716</u>

\$ 11,189	\$ 624,485
271	116,050
-	13,053
-	137,812
6,891	139,009
3,535	96,636
-	479,732
-	3,335,614
<u>21,886</u>	<u>4,942,391</u>

-	451,684
213,580	213,580
4,225	129,742
-	113,011
-	1,314,878
-	1,204,371
-	(243,947)
-	250,000
24,456	463,006
<u>242,261</u>	<u>3,896,325</u>
<u>\$ 264,147</u>	<u>\$ 8,838,716</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO
THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS
MAY 31, 2009

Fund Balances - Total Governmental Funds	<u>\$ 3,896,325</u>
Amounts Reported for Governmental Activities in the Statement of Net Assets are Different Because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>34,436,247</u>
Governmental funds report the effect of issuance costs and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	
Deferred charges	<u>56,478</u>
Long-term liabilities that are not due and payable in the current period and, therefore, are not reported in the funds.	
Accrued interest payable	(408,357)
Bonds payable	(25,412,904)
Compensated absences	(487,215)
Other post employment benefit obligations payable	<u>(640,000)</u>
	<u>(26,948,476)</u>
Net Assets of Governmental Activities	<u><u>\$ 11,440,574</u></u>

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

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED MAY 31, 2009

	General	Water	Capital Projects
REVENUES			
Real property taxes	\$ 9,516,121	\$ -	\$ -
Other tax items	39,992	-	-
Non-property taxes	1,321,277	-	-
Departmental income	1,685,005	3,475,713	-
Use of money and property	194,341	21,530	-
Licenses and permits	18,345	-	-
Fines and forfeitures	72,170	-	-
Sale of property and compensation for loss	124,717	1,420	-
State aid	472,894	-	-
Federal aid	-	-	99,409
Miscellaneous	82,937	10,213	221,274
Total Revenues	13,527,799	3,508,876	320,683
EXPENDITURES			
Current:			
General government support	2,799,405	195,500	-
Public safety	3,994,146	-	-
Health	147,771	-	-
Transportation	1,732,446	-	-
Culture and recreation	1,647,664	-	-
Home and community services	1,704,601	2,267,770	-
Debt service:			
Principal	-	-	-
Interest	153,843	49,708	-
Refunding bond issuance costs	-	-	-
Capital outlay	-	-	5,213,064
Total Expenditures	12,179,876	2,512,978	5,213,064
Excess (Deficiency) of Revenues Over Expenditures	1,347,923	995,898	(4,892,381)
OTHER FINANCING SOURCES (USES)			
Bonds issued	-	-	7,295,000
Refunding bonds issued	-	-	-
Premium on bonds issued	-	-	-
Payment to refunded bond escrow agent	-	-	-
Transfers in	390,180	14,094	41,923
Transfers out	(1,714,956)	(1,057,236)	-
Total Other Financing Sources (Uses)	(1,324,776)	(1,043,142)	7,336,923
Net Change in Fund Balances	23,147	(47,244)	2,444,542
Fund Balances (Deficits) - Beginning of Year	1,397,579	1,822,845	(2,688,489)
Fund Balances (Deficits) - End of Year	<u>\$ 1,420,726</u>	<u>\$ 1,775,601</u>	<u>\$ (243,947)</u>

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

Debt Service	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 9,516,121
-	-	39,992
-	-	1,321,277
-	10,143	5,170,861
114,103	1,335	331,309
-	-	18,345
-	-	72,170
-	-	126,137
-	2,318	475,212
-	-	99,409
-	3,022	317,446
<u>114,103</u>	<u>16,818</u>	<u>17,488,279</u>
-	13,459	3,008,364
-	-	3,994,146
-	4,203	151,974
-	-	1,732,446
-	550,452	2,198,116
-	-	3,972,371
1,435,000	-	1,435,000
740,065	-	943,616
60,822	-	60,822
-	-	5,213,064
<u>2,235,887</u>	<u>568,114</u>	<u>22,709,919</u>
<u>(2,121,784)</u>	<u>(551,296)</u>	<u>(5,221,640)</u>
-	-	7,295,000
1,585,000	-	1,585,000
81,664	-	81,664
(1,605,842)	-	(1,605,842)
2,175,065	555,204	3,176,466
(404,274)	-	(3,176,466)
<u>1,831,613</u>	<u>555,204</u>	<u>7,355,822</u>
(290,171)	3,908	2,134,182
<u>991,855</u>	<u>238,353</u>	<u>1,762,143</u>
<u>\$ 701,684</u>	<u>\$ 242,261</u>	<u>\$ 3,896,325</u>

VILLAGE OF BRIARCLIFF MANOR, 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, 2009

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

Net Change in Fund Balances - Total Governmental Funds \$ 2,134,182

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period. This amount is less than the total capital outlay since capital outlay includes amounts that are under the capitalization threshold and, therefore, were not capitalized.

Capital outlay expenditures	4,925,580
Depreciation expense	<u>(1,290,196)</u>
	<u>3,635,384</u>

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

Bonds issued	(7,295,000)
Refunding bonds issued	(1,585,000)
Premium on bonds issued	(81,664)
Payment to refunded bond escrow agent	1,605,842
Refunding bonds issuance costs	60,822
Principal paid on bonds	1,435,000
Amortization of issuance costs, loss on refunding and issuance premium	<u>(1,426)</u>
	<u>(5,861,426)</u>

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

Accrued interest	(121,257)
Compensated absences	(29,273)
Other post employment benefit obligations	<u>(640,000)</u>
	<u>(790,530)</u>

Change in Net Assets of Governmental Activities \$ (882,390)

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

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

GENERAL AND WATER FUNDS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL AND WATER FUNDS
 YEAR ENDED MAY 31, 2009

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 9,504,308	\$ 9,504,308	\$ 9,516,121	\$ 11,813
Other tax items	32,675	32,675	39,992	7,317
Non-property taxes	1,312,500	1,312,500	1,321,277	8,777
Departmental income	1,804,941	1,808,514	1,685,005	(123,509)
Use of money and property	285,086	285,086	194,341	(90,745)
Licenses and permits	17,820	17,820	18,345	525
Fines and forfeitures	75,000	75,000	72,170	(2,830)
Sale of property and compensation for loss	81,250	136,623	124,717	(11,906)
State aid	530,059	530,059	472,894	(57,165)
Federal aid	395	395	-	(395)
Miscellaneous	112,876	115,438	82,937	(32,501)
Total Revenues	13,756,910	13,818,418	13,527,799	(290,619)
EXPENDITURES				
Current:				
General government support	3,120,042	3,192,836	2,799,405	393,431
Public safety	4,018,613	4,070,713	3,994,146	76,567
Health	159,950	150,578	147,771	2,807
Transportation	1,754,826	1,765,850	1,732,446	33,404
Culture and recreation	1,753,812	1,734,364	1,647,664	86,700
Home and community services	1,783,958	1,726,954	1,704,601	22,353
Debt service - Interest	143,509	153,843	153,843	-
Total Expenditures	12,734,710	12,795,138	12,179,876	615,262
Excess of Revenues Over Expenditures	1,022,200	1,023,280	1,347,923	324,643
OTHER FINANCING SOURCES (USES)				
Transfers in	390,180	390,180	390,180	-
Transfers out	(1,724,634)	(1,724,430)	(1,714,956)	9,474
Total Other Financing Uses	(1,334,454)	(1,334,250)	(1,324,776)	9,474
Net Change in Fund Balances	(312,254)	(310,970)	23,147	334,117
Fund Balances - Beginning of Year	312,254	310,970	1,397,579	1,086,609
Fund Balances - End of Year	\$ -	\$ -	\$ 1,420,726	\$ 1,420,726

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

Water Fund

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
3,467,136	3,467,136	3,475,713	8,577
44,000	44,000	21,530	(22,470)
-	-	-	-
-	-	-	-
4,000	4,000	1,420	(2,580)
-	-	-	-
-	-	-	-
1,754	1,754	10,213	8,459
<u>3,516,890</u>	<u>3,516,890</u>	<u>3,508,876</u>	<u>(8,014)</u>
245,697	195,503	195,500	3
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
2,185,333	2,266,909	2,267,770	(861)
49,708	49,708	49,708	-
<u>2,480,738</u>	<u>2,512,120</u>	<u>2,512,978</u>	<u>(858)</u>
1,036,152	1,004,770	995,898	(8,872)
14,094	14,094	14,094	-
(1,066,491)	(1,057,236)	(1,057,236)	-
<u>(1,052,397)</u>	<u>(1,043,142)</u>	<u>(1,043,142)</u>	<u>-</u>
(16,245)	(38,372)	(47,244)	(8,872)
<u>16,245</u>	<u>38,372</u>	<u>1,822,845</u>	<u>1,784,473</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,775,601</u>	<u>\$ 1,775,601</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

STATEMENT OF NET ASSETS
 FIDUCIARY FUNDS
 MAY 31, 2009

	<u>Agency</u>	<u>Pension Trust</u>
ASSETS		
Cash and Equivalents	\$ 71,008	\$ -
Investments, at fair value:		
Money market	-	245,785
Mutual funds	-	386,248
	-	632,033
Accounts Receivable	21,861	55,300
Total Assets	92,869	687,333
LIABILITIES		
Accounts Payable	12,893	-
Payroll Taxes Payable	23,395	-
Deposits	56,581	-
Total Liabilities	92,869	-
NET ASSETS		
Held in Trust for Pension Benefits	\$ -	\$ 687,333

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

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

STATEMENT OF CHANGES IN PLAN NET ASSETS
PENSION TRUST FUND
YEAR ENDED MAY 31, 2009

Additions:	
Interest income	\$ 15,930
Pension contributions	55,300
Unrealized loss on investments	<u>(156,274)</u>
Total Additions	(85,044)
Deductions -	
Pension benefits	<u>48,061</u>
Net Decrease in Plan Net Assets	(133,105)
Net Assets Held in Trust for Pension Benefits - Beginning of Year	<u>820,438</u>
Net Assets Held in Trust for Pension Benefits - End of Year	<u>\$ 687,333</u>

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

Note 1 - Summary of Significant Accounting Policies

The Village of Briarcliff Manor, New York (the "Village") was incorporated pursuant to an act of the New York State Legislature in December 1902 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 Manager serves as the chief executive officer and the Village Treasurer serves as the chief financial officer. The Village provides the following services to its residents: public safety, health, transportation, 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 Assets and the Statement of Activities) report information on all non-fiduciary activities of the primary government as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used.

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

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

Fund Categories

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

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

Special Revenue Funds - Special revenue funds are established to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain defined purposes. The major special revenue fund of the Village is as follows:

Water Fund - The Water Fund is used to record the water utility operations of the Village, which renders services on a user charge basis to the general public.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

Debt Service Fund - The Debt Service Fund is provided to account for the accumulation of resources to be used for the redemption of principal and interest on long-term debt.

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

Special Revenue Funds:

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

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

- b. Fiduciary Funds (Not Included in Government-wide Statements) - Fiduciary Funds are used to account for assets held by the Village in agency capacity on behalf of others. These include Pension Trust and Agency funds. The Agency Fund is also used to account for employee payroll tax withholdings that are payable to other jurisdictions. The Pension Trust Fund is utilized to discount for the Village's Fire Service Awards program.

D. Measurement Focus, Basis of Accounting and Financial Presentation

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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.

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

E. Assets, Liabilities and Net Assets or Fund Balances

Deposits, Investments and Risk Disclosure

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

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

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

The Village utilizes a pooled investment concept for certain governmental funds to facilitate its investment program. Investment income from this pooling is allocated to the respective funds based upon the sources of funds invested.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at May 31, 2009.

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

Investments - Investments of the Pension Trust Fund are funds that are held on deposit with an insurance company. The funds are invested along with the company's other assets in a variety of instruments. All investments are stated at fair value.

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

Other Receivables - Other receivables include amounts due from other governments and individuals for services provided by the Village. Receivables are recorded and revenues recognized as earned or as specific program expenditures 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, 2009, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

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

Deferred Charges - Deferred charges in the government-wide financial statements represent the unamortized portion of the costs of the issuance of bonds. These costs are being amortized over the term of the respective bond issue.

Prepaid Expenses/Expenditures - Prepaid expenditures/expenses consist of insurance and other costs which have been satisfied prior to the end of the fiscal year, but represent items which have been provided for in the subsequent year's budget and will benefit such periods. Reported amounts in governmental funds are equally offset by a reservation of fund balance, in the fund financial statements, 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.

Note 1 - Summary of Significant Accounting Policies (Continued)

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.

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

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

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

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

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

Deferred revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Village has reported deferred revenues of \$479,732 for pool, tennis and other recreation fees received in advance in the General Fund. These amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

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

F. 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, certain Special Revenue funds. Encumbrances outstanding at year-end are reported as reservations of 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 and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

H. Subsequent Events Evaluation by Management

The Village 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 October 1, 2009.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

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

Budgeted amounts are as originally adopted, or as amended by the Board of Trustees. Individual amendments for the current year were not material in relation to the original appropriations which were amended.

B. Expenditures in Excess of Budget

The following functional expenditures categories of certain funds and/or capital projects exceeded their budgetary authorization by the amounts indicated:

Water Fund -		
Home and Community Services – Pumping, supply & water	\$	4,309

Note 2 - Stewardship, Compliance and Accountability (Continued)

C. Property Tax Limitation

The Village is permitted by the Constitution of the State of New York to levy taxes up to 2% of the five year average full valuation of taxable real estate located within the Village, exclusive of the amount raised for the payment of interest on and redemption of long-term debt. In accordance with this definition, the maximum amount of the levy for the 2008-09 fiscal year was \$40,280,023, which exceeded the actual levy by \$30,406,985.

Note 3 - Detailed Notes on All Funds

A. Taxes Receivable

Taxes receivable at May 31, 2009 consisted of the following:

Tax Liens \$ 37,946

B. Due From/To Other Funds

The balances reflected as due from/to other funds at May 31, 2009 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 19,236	\$ 91,803
Water	-	13,185
Capital Projects	91,803	27,130
Debt Service	27,970	-
Non-major governmental	-	6,891
	<u>\$ 139,009</u>	<u>\$ 139,009</u>

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

C. Capital Assets

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

	<u>Balance June 1, 2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance May 31, 2009</u>
Capital assets, not being depreciated:				
Land	\$ 855,947	\$ -	\$ -	\$ 855,947
Construction-in-progress	<u>5,150,596</u>	<u>4,080,674</u>	<u>418,453</u>	<u>8,812,817</u>
Total Capital Assets, not being depreciated	<u>\$ 6,006,543</u>	<u>\$ 4,080,674</u>	<u>\$ 418,453</u>	<u>\$ 9,668,764</u>

Note 3 - Detailed Notes on All Funds (Continued)

	Balance June 1, 2009	Additions	Deletions	Balance May 31, 2009
Capital assets, being depreciated:				
Buildings and improvements	\$ 6,268,320	\$ -	\$ -	\$ 6,268,320
Infrastructure	26,920,488	233,000	-	27,153,488
Machinery and equipment	7,348,758	1,030,359	306,344	8,072,773
 Total Capital Assets being depreciated	 <u>40,537,566</u>	 <u>1,263,359</u>	 <u>306,344</u>	 <u>41,494,581</u>
Less Accumulated Depreciation for:				
Buildings and improvements	2,575,878	187,060	-	2,762,938
Infrastructure	8,296,817	243,128	-	8,539,945
Machinery and equipment	4,870,551	860,008	306,344	5,424,215
 Total Accumulated Depreciation	 <u>15,743,246</u>	 <u>1,290,196</u>	 <u>306,344</u>	 <u>16,727,098</u>
 Total Capital Assets, being Depreciated, net	 <u>\$ 24,794,320</u>	 <u>\$ (26,837)</u>	 <u>\$ -</u>	 <u>\$ 24,767,483</u>
 Governmental Activities Capital Assets, net	 <u>\$ 30,800,863</u>	 <u>\$ 4,053,837</u>	 <u>\$ 418,453</u>	 <u>\$ 34,436,247</u>

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

Governmental Activities:	
General Government Support	\$ 18,489
Public Safety	267,813
Transportation	461,784
Health	78,653
Culture and Recreation	143,011
Home and Community Services	<u>320,446</u>
 Total Depreciation Expense	 <u>\$ 1,290,196</u>

Note 3 - Detailed Notes on All Funds (Continued)

D. Accrued Liabilities

Accrued liabilities at May 31, 2009 were as follows:

	<u>General</u>	<u>Water</u>	<u>Non - Major Governmental Funds</u>	<u>Total</u>
Payroll and Employee Benefits	<u>\$ 114,072</u>	<u>\$ 1,707</u>	<u>\$ 271</u>	<u>\$ 116,050</u>

E. Pension Plans

The Village of Briarcliff Manor, New York 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 who joined ERS after July 27, 1976 and have less than ten years of service, who contribute 3% of their salary. 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 (GTLI) and regular pension contributions. Contribution rates for the plans' year ended March 31, 2009 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	1 75I	10.8 %
	3 A14	8.0
	4 A15	8.0
PFRS	2 384D	14.5

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

	<u>ERS</u>	<u>PFRS</u>
2009	\$ 357,308	\$ 333,354
2008	429,409	252,154
2007	407,492	299,852

Note 3 - Detailed Notes on All Funds (Continued)

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

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

<u>Fund</u>	<u>Amount</u>
General	\$ 256,324
Water	75,352
Public Library	<u>25,632</u>
	<u>\$ 357,308</u>

Pension Trust - Service Awards Program

The Village, pursuant to Article 11-A of General Municipal Law and legislative resolution, has established a Service Awards Program (Program) for volunteer firefighters. This Program is a single employer defined contribution plan. Active volunteer firefighters, upon attainment of age 18, and upon earning 50 or more points, in a calendar year after 1990, under the provisions of the Program point system, are eligible to become participants in the Program. Participants are fully vested upon attainment of entitlement age, upon death or general disablement and after earning five years of service credit. A participant upon attainment of entitlement age (the later of age 65 or the participant's age after earning 50 program points) shall be able to receive their service award. The maximum annual contribution is \$480 per individual for each year of service. The Program also provides disability and death benefits. Contributions are not required by participants. The Trustees of the Program, which are the members of the Village's Board, are authorized to invest the funds in authorized investment vehicles.

The Village's obligation to continue funding is governed by New York State Law and Program provisions. The Village's contribution for the calendar year was \$55,300. This amount was charged to General Fund expenditures.

F. Short-Term Capital Borrowings

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

<u>Purpose</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Balance June 1, 2008</u>	<u>New Issues</u>	<u>Redemptions</u>	<u>Balance May 31, 2009</u>
Acquisition and Construction of Sewer and Drainage	09/13/07	9/11/09	2.75%	\$ 331,500	-	\$ 204,000	\$ 127,500
Acquisition of Machinery and Apparatus for Construction	09/13/07	-	-	176,500	-	176,500	-
Acquisition, Construction and Reconstruction of Addition to Library	09/13/07	-	-	2,750,000	-	2,750,000	-
Acquisition and Installation of Water Pump	09/13/07	-	-	30,000	-	30,000	-
Acquisition and Construction of Village Garage	09/13/07	-	-	20,400	-	20,400	-

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2009

Note 3 - Detailed Notes on All Funds (Continued)

Purpose	Issue Date	Maturity Date	Interest Rate	Balance June 1, 2008	New Issues	Redemptions	Balance May 31, 2009
Acquisition, Construction and Reconstruction of Addition to Village Hall	09/13/07	-	-	\$ 15,300	\$ -	\$ 15,300	\$ -
Acquisition, Construction and Reconstruction of Village Streets	09/13/07	-	-	474,096	-	474,096	-
Acquisition, Construction and Reconstruction of Improvements to Water System	09/13/07	9/11/09	2.75%	1,275,000	-	-	1,275,000
Acquisition, Construction and Reconstruction of Village Buildings	09/13/07	-	-	294,360	-	294,360	-
Acquisition of Ambulance	10/6/06	-	-	153,000	-	153,000	-
Library Plans and Specifications	10/08/04	-	-	167,000	-	167,000	-
Acquisition, Construction and Reconstruction of Improvements to Water System	9/11/08	9/11/09	2.75%	-	66,300	-	66,300
Acquisition and Construction of Village Garage	1/23/09	9/11/09	3.07%	-	127,500	-	127,500
Acquisition and Construction of Village Buildings	1/23/09	9/11/09	3.07%	-	395,500	-	395,500
Acquisition, Construction and Reconstruction of Village Streets and Park Improvements	1/23/09	9/11/09	3.07%	-	20,500	-	20,500
Acquisition of Village Police Vehicles	1/23/09	9/11/09	3.07%	-	124,814	-	124,814
Acquisition, Construction and Reconstruction of Village Streets	1/23/09	9/11/09	3.07%	-	489,600	-	489,600
Acquisition and Construction of Village Sewers	1/23/09	9/11/09	3.07%	-	127,500	-	127,500
Acquisition, Construction and Reconstruction of Improvements to Water System	1/23/09	9/11/09	3.07%	-	581,400	-	581,400
				<u>\$ 5,687,156</u>	<u>\$ 1,933,114</u>	<u>\$ 4,284,656</u>	<u>\$ 3,335,614</u>

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

Interest expenditures of \$203,551 were recorded in the General fund financial statements in the following funds. Interest expense of \$106,511 was recorded in the government-wide financial statements.

G. Long-Term Liabilities

The following table summarizes changes in the Village's long-term indebtedness for the year ended May 31, 2009:

	Balance June 1, 2008	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2009	Due Within One Year
Bonds Payable:					
General Fund	\$ 11,203,225	\$ 7,296,529	\$ 1,066,768	\$ 17,432,986	\$ 706,039
Water Fund	8,291,775	1,583,471	1,933,232	7,942,014	633,961
	19,495,000	8,880,000	3,000,000	25,375,000	1,340,000
Add -					
Deferred amounts on refunding	-	40,822	2,918	37,904	-
	19,495,000	8,920,822	3,002,918	25,412,904	1,340,000

Note 3 - Detailed Notes on All Funds (Continued)

	Balance June 1, 2008	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2009	Due Within One Year
Other Non-Current Liabilities - Compensated Absences	\$ 457,942	\$ 75,067	\$ 45,794	\$ 487,215	\$ 48,722
Other Post Employment Benefit Obligations Payable	-	1,290,000	650,000	640,000	-
Total Long-Term Liabilities	\$ 19,952,942	\$ 10,285,889	\$ 3,698,712	\$ 26,540,119	\$ 1,388,722

Each governmental fund's liability for compensated absences is liquidated by the respective fund. The Village's indebtedness for bonds is liquidated by the Debt Service Fund, which is funded by the General and Water Funds.

Bonds Payable

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rate	Amount Outstanding at May 31, 2009
Water Improvements	1987	\$ 4,000,000	September 2013	6.00 %	\$ 875,000
Public Improvements	2002	4,798,000	March 2020	3.75-5.00	3,375,000
Public Improvements	2004	5,445,880	November 2024	2.00-4.25	3,090,000
Public Improvements	2006	9,626,000	October 2027	3.75-4.00	9,155,000
Public Improvements	2008	7,295,000	September 2029	3.00-5.00	7,295,000
Refunding Bonds	2008	1,585,000	October 2015	3.00-4.00	1,585,000
					\$ 25,375,000

Interest expenditures of \$740,065 were recorded in the fund financial statements. Interest expense of \$955,444 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 outstanding bonded debt as of May 31, 2009, including interest payments of \$9,556,008 are as follows:

Year Ended May 31,	Principal	Interest	Total
2010	1,340,000	1,176,666	2,516,666
2011	1,520,000	961,072	2,481,072
2012	1,565,000	904,040	2,469,040
2013	1,605,000	842,577	2,447,577
2014	1,650,000	775,557	2,425,557
2015-2019	7,030,000	2,948,200	9,978,200
2020-2024	5,965,000	1,546,044	7,511,044
2025-2029	4,700,000	401,852	5,101,852
	<u>\$ 25,375,000</u>	<u>\$ 9,556,008</u>	<u>\$ 34,931,008</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.

Advance Refunding

During the 2009 fiscal year, the District issued \$1,585,000 in serial bonds with interest rates ranging from 3.0% to 4.0%, depending on maturity. The proceeds were used to advance refund \$1,565,000 of outstanding 1996 serial bonds bearing interest at rates ranging from 5.2% to 5.25%. The net proceeds of \$1,605,842 (net of a \$81,664 re-offering premium and after payment of \$60,822 in underwriting fees and other issuance costs) were used to purchase U.S. Government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1996 serial bonds. As a result, the 1996 serial bonds are considered defeased and the liability for those serial bonds has been removed from the Statement of Net Assets. The reacquisition price exceeded the net carrying amount of the old debt by \$40,842 and the premium received was \$81,664. These amounts are being netted against the new debt and amortized over the remaining life of the refunded debt.

The District advance refunded the 1996 serial bonds to reduce its total debt service payments over 7 years by \$85,880 and to obtain a net present value economic gain of \$87,308.

As of May 31, 2009, \$1,565,000 of bonds outstanding were called and as such no amounts are outstanding.

Compensated Absences

Pursuant to collective bargaining agreements, the Village is required to pay employees their accumulated vacation and compensatory time. Upon termination of employment, any unused vacation and compensatory time shall be paid to the employee at the current rate of

Note 3 - Detailed Notes on All Funds (Continued)

pay. Police Department employees hired on or before May 31, 1997 are paid upon retirement for accumulated sick leave at the rate of 2 days for every 3 days, up to a maximum of 195 days. Employees hired after June 1, 1997 are paid upon retirement for accumulated sick leave at the rate of one day for every 2 days up to a maximum of 195 days. The value of the compensated absences has been reflected in the government-wide financial statements.

Other Post Employment Benefit Obligations

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 those benefits if they reach normal retirement age while working for the Village. The cost of retiree health care benefits is recognized as an expenditure/expense as claims are paid.

The Village's annual other post employment benefit ("OPEB") cost (expense) is calculated based on the annual required contribution, ("ARC"), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. GASB Statement No. 45 establishes standards for the measurement, recognition and display of the expenses and liabilities for retirees' medical insurance. As a result, reporting of expenses and liabilities will no longer be 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 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 district-wide financial statements the amounts necessary to finance the plan as actuarially determined, which is equal to the expected rate of return on the Village's general assets. Funding for the Plan has been established on a pay-as-you-go basis. The assumed increase in postretirement benefits is as follows, 10% for the first year, decreases in years 2, 3, 4, 5, 6 and 7 to 9%, 8%, 7%, 6%, 6%, and 5% respectively, and then continues at 5% thereafter

The amortization basis is the level dollar method with a open amortization approach. The Village currently has no assets set aside for the purpose of paying post employment benefits. The actuarial cost method utilized was the projected unit credit cost method.

Note 3 - Detailed Notes on All Funds (Continued)

The number of participants as of May 31, 2009 was as follows:

Active Employees	77
Retired Employees	<u>52</u>
	<u><u>129</u></u>

Amortization Component:

Actuarial Accrued Liability as of June 1, 2008	\$ 17,480,000
Assets at Market Value	<u>-</u>
Unfunded Actuarial Accrued Liability ("UAAL")	<u><u>\$ 17,480,000</u></u>
Funded Ratio	<u><u>0.00%</u></u>
Covered Payroll (active plan members)	<u><u>\$ 7,070,000</u></u>
UAAL as a Percentage of Covered Payroll	<u><u>247.24%</u></u>
Annual Required Contribution	\$ 1,240,000
Interest on Net OPEB Obligation	<u>50,000</u>
Annual OPEB Cost	1,290,000
Contributions Made	<u>(650,000)</u>
Increase in Net OPEB Obligation	640,000
Net OPEB Obligation - Beginning of Year	<u>-</u>
Net OPEB Obligation - End of Year	<u><u>\$ 640,000</u></u>

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.

Note 3 - Detailed Notes on All Funds (Continued)

Transfers Out	Transfers in					Total
	General	Water	Capital Projects	Debt Service	Non-Major Governmental	
General	\$ -	-	\$ 19,796	\$ 1,139,956	\$ 555,204	\$ 1,714,956
Water	-	-	22,127	1,035,109	-	1,057,236
Debt Service	390,180	14,094	-	-	-	404,274
	<u>\$ 390,180</u>	<u>\$ 14,094</u>	<u>\$ 41,923</u>	<u>\$ 2,175,065</u>	<u>\$ 555,204</u>	<u>\$ 3,176,466</u>

Transfers are used to 1) move funds earmarked in the operating funds to fulfill commitments for Capital Projects Fund expenditures, 2) move funds from the operating funds to the Debt Service Fund as debt service principal and interest payments become due and 3) move amounts earmarked in the operating funds to fulfill commitments of the General and Water funds.

I. Net Assets

The components of net assets are detailed below:

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

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

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

Restricted for Special Revenue Funds - the component of net assets that represents funds restricted for specific purposes under New York State law or by external parties and/or statutes.

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

Note 3 - Detailed Notes on All Funds (Continued)

J. Fund Balances

The reserved and unreserved elements of fund balance are described below:

Reserved

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

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

Encumbrances outstanding have been reserved as it is the Village's intention to honor the contracts in process at year-end. The subsequent year's appropriations will be amended to provide authority to complete the transaction.

Unreserved - Designated for Subsequent Year's Expenditures

Debt Service Fund - Designations of fund balance are not legally required segregations, but represent intended use for a specific purpose. At May 31, 2009, the Village Board has designated that \$250,000 of the fund balance of the Debt Service Fund be appropriated for the ensuing year's budget.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

There are currently pending tax 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.

The Village, in common with other municipalities, receives numerous notices of claims for money damages arising generally from false arrest, malicious prosecution, false imprisonment 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.

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 will 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)

Risk Management

The Village purchases various insurance coverages to reduce its exposure to loss. The Village maintains a general liability policy with coverage up to \$1 million. The Village also maintains a public officials liability policy with coverage up to \$1 million, a law enforcement liability policy with coverage up to \$1 million and an excess liability policy with coverage up to \$10 million. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. The Village purchases conventional medical and workers' compensation coverage.

Note 5 - Subsequent Event

The Village, on September 10, 2009 issued a bond anticipation note in the amount of \$1,970,300. The note is due on March 24, 2010, with interest at 1.44% per annum. The proceeds were used to redeem a bond anticipation note on September 11, 2009, issued for public improvements which was outstanding at May 31, 2009.

The Village, on September 10, 2009 issued a bond anticipation note in the amount of \$1,234,314. The note is due on September 10, 2010, with interest at 1.73% per annum. The proceeds were used to redeem a bond anticipation note on September 11, 2009, issued for public improvements which was outstanding at May 31, 2009.

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

GENERAL FUND
 COMPARATIVE BALANCE SHEET
 MAY 31, 2009 AND 2008

<u>ASSETS</u>	<u>2009</u>	<u>2008</u>
Cash:		
Demand deposits	\$ 1,782,681	\$ 1,677,571
Petty cash	790	790
	<u>1,783,471</u>	<u>1,678,361</u>
Taxes Receivable - Liens	<u>37,946</u>	<u>64,439</u>
Other Receivables:		
Accounts	128,984	105,476
Due from other governments	379,434	454,653
Due from other funds	19,236	24,150
	<u>527,654</u>	<u>584,279</u>
Prepaid Expenditures	<u>106,794</u>	<u>130,055</u>
Total Assets	<u>\$ 2,455,865</u>	<u>\$ 2,457,134</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 265,020	\$ 328,575
Accrued liabilities	114,072	79,712
Due to other funds	91,803	-
Due to retirement systems	84,512	84,512
Deferred revenues	479,732	566,756
Total Liabilities	<u>1,035,139</u>	<u>1,059,555</u>
Fund Balance:		
Reserved for prepaid expenditures	106,794	130,055
Reserved for encumbrances	109,561	12,254
Unreserved:		
Designated for subsequent year's expenditures	-	300,000
Undesignated	1,204,371	955,270
Total Fund Balance	<u>1,420,726</u>	<u>1,397,579</u>
Total Liabilities and Fund Balance	<u>\$ 2,455,865</u>	<u>\$ 2,457,134</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

GENERAL FUND
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED MAY 31, 2009 AND 2008

	2009			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 9,504,308	\$ 9,504,308	\$ 9,516,121	\$ 11,813
Other tax items	32,675	32,675	39,992	7,317
Non-property taxes	1,312,500	1,312,500	1,321,277	8,777
Departmental income	1,804,941	1,808,514	1,685,005	(123,509)
Use of money and property	285,086	285,086	194,341	(90,745)
Licenses and permits	17,820	17,820	18,345	525
Fines and forfeitures	75,000	75,000	72,170	(2,830)
Sale of property and compensation for loss	81,250	136,623	124,717	(11,906)
State aid	530,059	530,059	472,894	(57,165)
Federal aid	395	395	-	(395)
Miscellaneous	112,876	115,438	82,937	(32,501)
Total Revenues	13,756,910	13,818,418	13,527,799	(290,619)
Expenditures:				
Current:				
General government support	3,120,042	3,192,836	2,799,405	393,431
Public safety	4,018,613	4,070,713	3,994,146	76,567
Health	159,950	150,578	147,771	2,807
Transportation	1,754,826	1,765,850	1,732,446	33,404
Culture and recreation	1,753,812	1,734,364	1,647,664	86,700
Home and community services	1,783,958	1,726,954	1,704,601	22,353
Employee benefits	-	-	-	-
Debt service - Interest	143,509	153,843	153,843	-
Total Expenditures	12,734,710	12,795,138	12,179,876	615,262
Excess of Revenues Over Expenditures	1,022,200	1,023,280	1,347,923	324,643
Other Financing Sources (Uses):				
Transfers in	390,180	390,180	390,180	-
Transfers out	(1,724,634)	(1,724,430)	(1,714,956)	9,474
Total Other Financing Uses	(1,334,454)	(1,334,250)	(1,324,776)	9,474
Net Change in Fund Balance	(312,254)	(310,970)	23,147	334,117
Fund Balance - Beginning of Year	312,254	310,970	1,397,579	1,086,609
Fund Balance - End of Year	\$ -	\$ -	\$ 1,420,726	\$ 1,420,726

2008

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 9,226,228	\$ 9,226,228	\$ 9,234,859	\$ 8,631
30,150	30,150	42,209	12,059
1,285,000	1,285,000	1,411,251	126,251
1,433,852	1,457,262	1,385,809	(71,453)
294,349	294,349	256,402	(37,947)
4,500	4,500	4,579	79
67,500	67,500	71,024	3,524
198,500	225,243	295,787	70,544
647,058	647,058	536,503	(110,555)
-	-	4,241	4,241
77,074	80,069	118,977	38,908
<u>13,264,211</u>	<u>13,317,359</u>	<u>13,361,641</u>	<u>44,282</u>
2,867,851	3,135,814	2,999,238	136,576
3,843,498	4,375,728	4,300,460	75,268
130,500	145,150	139,888	5,262
1,838,028	1,859,325	1,874,934	(15,609)
1,840,175	1,829,233	1,702,976	126,257
1,540,707	1,515,890	1,499,893	15,997
19,500	37,249	37,249	-
11,874	11,841	11,841	-
<u>12,092,133</u>	<u>12,910,230</u>	<u>12,566,479</u>	<u>343,751</u>
<u>1,172,078</u>	<u>407,129</u>	<u>795,162</u>	<u>388,033</u>
207,502	207,502	207,502	-
(1,834,231)	(1,776,631)	(1,776,631)	-
(1,626,729)	(1,569,129)	(1,569,129)	-
(454,651)	(1,162,000)	(773,967)	388,033
454,651	1,162,000	2,171,546	1,009,546
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,397,579</u>	<u>\$ 1,397,579</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

GENERAL FUND
 SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET
 YEAR ENDED MAY 31, 2009
 (With Comparative Actuals for 2008)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2008 Actual
REAL PROPERTY TAXES	\$ 9,504,308	\$ 9,504,308	\$ 9,516,121	\$ 11,813	\$ 9,234,859
OTHER TAX ITEMS					
Interest and penalties on real property taxes	32,675	32,675	39,992	7,317	42,209
NON - PROPERTY TAXES					
Franchise fees	120,000	120,000	136,669	16,669	132,486
Utilities gross receipts taxes	172,500	172,500	197,552	25,052	183,203
Non - property tax distribution from County	1,020,000	1,020,000	987,056	(32,944)	1,095,562
	1,312,500	1,312,500	1,321,277	8,777	1,411,251
DEPARTMENTAL INCOME					
Clerk fees	3,390	3,390	3,124	(266)	4,900
Police fees	6,275	9,849	9,577	(272)	30,644
Building permit fees	324,335	324,335	298,372	(25,963)	254,247
Parking fees	275,000	275,000	256,095	(18,905)	181,321
Parks and recreation charges	555,600	555,599	528,954	(26,645)	505,939
Pool and tennis fees	262,304	262,304	250,264	(12,040)	239,313
Planning board fees	26,500	26,500	5,750	(20,750)	7,500
Zoning board fees	9,550	9,550	3,575	(5,975)	4,110
Sale of leaf bags	8,400	8,400	5,960	(2,440)	3,429
Sewer charges	2,500	2,500	2,500	-	2,500
Sewer application fees	-	-	-	-	2,050
Alarm system service	38,500	38,500	40,106	1,606	8,680
Fire protection services to other governments	135,663	135,663	135,828	165	129,091
Sale of unleaded/diesel fuel	145,000	145,000	129,758	(15,242)	159,100
Snow removal charges to other governments	11,924	11,924	15,142	3,218	12,085
	1,804,941	1,808,514	1,685,005	(123,509)	1,544,909

USE OF MONEY AND PROPERTY

Earnings on investments	122,500	122,500	24,512	(97,988)	94,554
Rental of real property	162,586	162,586	169,829	7,243	161,848
	285,086	285,086	194,341	(90,745)	256,402
LICENSES AND PERMITS					
Street opening permits	16,120	16,120	16,200	80	2,922
Dog licenses	1,700	1,700	2,145	445	1,657
	17,820	17,820	18,345	525	4,579
FINES AND FORFEITURES					
Fines and forfeited bail	75,000	75,000	72,170	(2,830)	71,024

SALE OF PROPERTY AND COMPENSATION FOR LOSS

Sale of equipment	15,000	15,000	13,476	(1,524)	21,621
Sale of scrap	33,750	33,750	18,204	(15,546)	22,160
Insurance recoveries	32,500	87,873	93,037	5,164	92,906
	81,250	136,623	124,717	(11,906)	136,687

STATE AID

Per capita	39,565	39,565	39,565	-	38,413
Mortgage tax	335,000	335,000	272,969	(62,031)	369,550
Consolidated highway aid	152,905	152,905	152,905	-	126,049
Youth programs	2,589	2,589	2,376	(213)	2,491
State Emergency Management Office	-	-	5,079	5,079	-

FEDERAL AID

	530,059	530,059	472,894	(57,165)	536,503
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Federal Emergency Management Assistance

	395	395	-	(395)	4,241
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VILLAGE OF BRIARCLIFF MANOR, NEW YORK

GENERAL FUND
 SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET (Continued)
 YEAR ENDED MAY 31, 2009
 (With Comparative Actuals for 2008)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2008 Actual
MISCELLANEOUS					
Refund of prior year's expenditures	\$ -	\$ -	\$ -	\$ -	\$ 31,312
Gifts and donations	500	1,000	1,000	-	500
Other	112,376	114,438	81,937	(32,501)	87,165
	112,876	115,438	82,937	(32,501)	118,977
TOTAL REVENUES	13,756,910	13,818,418	13,527,799	(290,619)	13,361,641
OTHER FINANCING SOURCES					
Transfers in - Debt Service Fund	390,180	390,180	390,180	-	207,502
TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 14,147,090	\$ 14,208,598	\$ 13,917,979	\$ (290,619)	\$ 13,569,143

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

GENERAL FUND
 SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET
 YEAR ENDED MAY 31, 2009
 (With Comparative Actuals for 2008)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2008 Actual
GENERAL GOVERNMENT SUPPORT					
Board of Trustees	\$ 45,636	\$ 104,244	\$ 84,710	\$ 19,534	\$ 91,466
Village Justice Manager	196,944	185,341	182,547	2,794	193,613
Auditor	307,891	292,210	276,330	15,880	304,701
Treasurer	24,765	22,419	22,419	-	21,088
Clerk	270,582	260,704	258,393	2,311	257,133
Law	272,706	274,418	272,257	2,161	207,967
Engineer	168,054	165,754	161,296	4,458	243,806
Elections	108,778	109,890	109,610	280	117,172
Records management	6,350	4,659	2,167	2,492	4,580
Buildings	5,600	5,562	5,511	51	4,486
Central garage	222,710	186,098	186,098	-	363,620
Central data processing	588,748	609,348	592,495	16,853	623,963
Unallocated insurance	87,682	87,897	85,193	2,704	93,506
Municipal association dues	328,737	270,909	270,909	-	309,363
Taxes and assessments	8,099	8,899	8,899	-	7,133
Refunds of real property taxes	17,460	18,650	18,650	-	18,215
Fiscal agent fees	385,000	385,000	251,609	133,391	114,434
Metropolitan Transportation Authority payroll tax	1,800	1,800	1,700	100	19,943
Other	-	4,339	4,339	-	-
Contingency	7,500	64,273	4,273	60,000	3,049
	65,000	130,422	-	130,422	-
	3,120,042	3,192,836	2,799,405	393,431	2,999,238
PUBLIC SAFETY					
Police department	3,316,342	3,360,088	3,305,760	54,328	3,602,877
Fire department	443,527	453,249	438,806	14,443	448,675
Control of animals	8,675	8,840	8,840	-	8,342
Safety inspection	250,069	248,536	240,740	7,796	240,566
	4,018,613	4,070,713	3,994,146	76,567	4,300,460

HEALTH

Ambulance	159,950	150,578	147,771	2,807	139,888
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TRANSPORTATION

Administration	417,412	423,678	423,678	-	415,923
Street maintenance	853,940	809,499	777,316	32,183	1,039,755
Road construction	152,905	152,905	152,905	-	126,049
Snow removal	128,982	158,981	158,981	-	89,135
Street lighting	201,587	220,787	219,566	1,221	204,072

	1,754,826	1,765,850	1,732,446	33,404	1,874,934
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CULTURE AND RECREATION

Administration	543,893	528,141	525,196	2,945	525,533
Parks and playgrounds	329,984	328,707	328,670	37	342,309
Recreation programs	216,575	223,038	216,877	6,161	240,628
Youth programs	494,141	490,329	453,222	37,107	442,532
After school programs	33,989	27,468	18,608	8,860	24,349
Celebrations	16,350	17,165	16,902	263	22,066
Adult recreation	47,905	47,905	22,727	25,178	36,205
Senior citizens	70,975	71,611	65,462	6,149	69,354

	1,753,812	1,734,364	1,647,664	86,700	1,702,976
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HOME AND COMMUNITY SERVICES

Zoning board	6,005	6,395	3,429	2,966	5,906
Planning board	7,760	7,770	4,964	2,806	6,217
Recycling	402,305	353,760	353,760	-	106,985
Sanitary sewers	176,804	185,642	185,380	262	362,940
Refuse and garbage	742,853	733,830	718,070	15,760	737,456
Construction projects	267,286	260,719	260,457	262	255,869
Community beautification	180,945	178,838	178,541	297	24,520

	1,783,958	1,726,954	1,704,601	22,353	1,499,893
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(Continued)

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

GENERAL FUND
 SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET (Continued)
 YEAR ENDED MAY 31, 2009
 (With Comparative Actuals for 2008)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2008 Actual
EMPLOYEE BENEFITS					
State retirement	\$ -	\$ -	\$ -	\$ -	\$ 34,331
Workers compensation benefits	-	-	-	-	2,918
					37,249
DEBT SERVICE					
Interest - Bond anticipation notes	143,509	153,843	153,843	-	11,841
TOTAL EXPENDITURES	12,734,710	12,795,138	12,179,876	615,262	12,566,479
OTHER FINANCING USES					
Transfers out:					
Public Library Fund	555,204	555,204	555,204	-	555,204
Debt Service Fund	1,149,430	1,146,025	1,139,956	6,069	1,213,427
Capital Projects Fund	20,000	23,201	19,796	3,405	8,000
TOTAL OTHER FINANCING USES	1,724,634	1,724,430	1,714,956	9,474	1,776,631
TOTAL EXPENDITURES AND OTHER FINANCING USES	\$ 14,459,344	\$ 14,519,568	\$ 13,894,832	\$ 624,736	\$ 14,343,110

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

WATER FUND
 COMPARATIVE BALANCE SHEET
 MAY 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 91,810	\$ 200,134
Investments	1,314,878	1,316,147
Receivables:		
Accounts	29,924	-
Water rents	428,325	453,041
	<u>458,249</u>	<u>453,041</u>
Prepaid Expenditures	18,723	16,757
Total Assets	<u>\$ 1,883,660</u>	<u>\$ 1,986,079</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 84,578	\$ 141,957
Accrued liabilities	1,707	-
Due to other funds	13,185	12,688
Due to retirement systems	8,589	8,589
Total Liabilities	<u>108,059</u>	<u>163,234</u>
Fund Balance:		
Reserved for prepaid expenditures	18,723	16,757
Reserved for encumbrances	3,450	16,245
Reserved for future capital projects	1,314,878	1,316,147
Unreserved and undesignated	438,550	473,696
Total Fund Balance	<u>1,775,601</u>	<u>1,822,845</u>
Total Liabilities and Fund Balance	<u>\$ 1,883,660</u>	<u>\$ 1,986,079</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

WATER FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED MAY 31, 2009 AND 2008

	2009			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Departmental income	\$ 3,467,136	\$ 3,467,136	\$ 3,475,713	\$ 8,577
Use of money and property	44,000	44,000	21,530	(22,470)
Sale of property and compensation for loss	4,000	4,000	1,420	(2,580)
Miscellaneous	1,754	1,754	10,213	8,459
Total Revenues	<u>3,516,890</u>	<u>3,516,890</u>	<u>3,508,876</u>	<u>(8,014)</u>
Expenditures:				
Current:				
General government support	245,697	195,503	195,500	3
Home and community services	2,185,333	2,266,909	2,267,770	(861)
Employee benefits	-	-	-	-
Debt service - Interest	49,708	49,708	49,708	-
Total Expenditures	<u>2,480,738</u>	<u>2,512,120</u>	<u>2,512,978</u>	<u>(858)</u>
Excess of Revenues Over Expenditures	<u>1,036,152</u>	<u>1,004,770</u>	<u>995,898</u>	<u>(8,872)</u>
Other Financing Sources (Uses):				
Transfers in	14,094	14,094	14,094	-
Transfers out	(1,066,491)	(1,057,236)	(1,057,236)	-
Total Other Financing Uses	<u>(1,052,397)</u>	<u>(1,043,142)</u>	<u>(1,043,142)</u>	<u>-</u>
Net Change in Fund Balance	(16,245)	(38,372)	(47,244)	(8,872)
Fund Balance - Beginning of Year	<u>16,245</u>	<u>38,372</u>	<u>1,822,845</u>	<u>1,784,473</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,775,601</u>	<u>\$ 1,775,601</u>

2008

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 3,242,212	\$ 3,639,907	\$ 3,886,284	\$ 246,377
48,000	48,000	51,133	3,133
6,000	6,000	1,840	(4,160)
3,253	3,253	4,716	1,463
<u>3,299,465</u>	<u>3,697,160</u>	<u>3,943,973</u>	<u>246,813</u>
232,729	192,134	186,768	5,366
2,026,188	2,466,221	2,449,570	16,651
6,740	5,000	1,765	3,235
-	-	-	-
<u>2,265,657</u>	<u>2,663,355</u>	<u>2,638,103</u>	<u>25,252</u>
<u>1,033,808</u>	<u>1,033,805</u>	<u>1,305,870</u>	<u>272,065</u>
-	-	-	-
(1,043,951)	(1,086,164)	(1,086,164)	-
(1,043,951)	(1,086,164)	(1,086,164)	-
(10,143)	(52,359)	219,706	272,065
10,143	52,359	1,603,139	1,550,780
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,822,845</u>	<u>\$ 1,822,845</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

WATER FUND

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET

YEAR ENDED MAY 31, 2009

(With Comparative Actuals for 2008)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2008 Actual
DEPARTMENTAL INCOME					
Metered water sales	\$ 3,406,486	\$ 3,406,486	\$ 3,407,567	\$ 1,081	\$ 3,818,734
Water service charges	4,500	4,500	2,800	(1,700)	2,790
Interest and penalties on water rents	50,000	50,000	60,021	10,021	53,282
Water services for other governments	6,150	6,150	5,325	(825)	11,478
	<u>3,467,136</u>	<u>3,467,136</u>	<u>3,475,713</u>	<u>8,577</u>	<u>3,886,284</u>
USE OF MONEY AND PROPERTY					
Earnings on investments	44,000	44,000	21,530	(22,470)	51,133
SALE OF PROPERTY AND COMPENSATION FOR LOSS					
Sale of equipment	4,000	4,000	1,420	(2,580)	1,840
MISCELLANEOUS					
Other	1,754	1,754	10,213	8,459	4,716
TOTAL REVENUES	<u>3,516,890</u>	<u>3,516,890</u>	<u>3,508,876</u>	<u>(8,014)</u>	<u>3,574,935</u>
OTHER FINANCING SOURCES					
Transfers in - Debt Service Fund	14,094	14,094	14,094	-	-
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 3,530,984</u>	<u>\$ 3,530,984</u>	<u>\$ 3,522,970</u>	<u>\$ (8,014)</u>	<u>\$ 3,943,973</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

WATER FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET
 YEAR ENDED MAY 31, 2009
 (With Comparative Actuals for 2008)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2008 Actual
GENERAL GOVERNMENT SUPPORT					
Auditor	\$ 6,001	\$ 6,001	\$ 6,001	\$ -	\$ 7,029
Law	20,996	18,123	18,123	-	17,948
Central garage	105,273	100,702	100,699	3	101,584
Unallocated insurance	64,302	60,635	60,635	-	53,197
Taxes and assessments on municipal property	3,475	3,435	3,435	-	3,330
Fiscal agent fees	650	6,175	6,175	-	3,680
Metropolitan Transportation Authority payroll tax	-	432	432	-	-
Contingency	45,000	-	-	-	-
	245,697	195,503	195,500	3	186,768
HOME AND COMMUNITY SERVICES					
Water administration	453,529	424,779	421,331	3,448	459,224
Pumping, supply and power	1,110,665	1,324,119	1,328,428	(4,309)	1,373,687
Transmission and distribution	621,139	518,011	518,011	-	616,659
	2,185,333	2,266,909	2,267,770	(861)	2,449,570
EMPLOYEE BENEFITS					
State retirement	-	-	-	-	1,765
DEBT SERVICE					
Interest - Bond anticipation notes	49,708	49,708	49,708	-	-
TOTAL EXPENDITURES	2,480,738	2,512,120	2,512,978	(858)	2,638,103

OTHER FINANCING USES:

Transfers out:

Capital Projects Fund	22,127	22,127	-	42,213
Debt Service Fund	1,035,109	1,035,109	-	1,043,951
	<u>1,066,491</u>	<u>1,066,491</u>	<u>-</u>	<u>1,086,164</u>

TOTAL OTHER FINANCING USES

TOTAL EXPENDITURES AND
OTHER FINANCING USES

\$	<u>3,547,229</u>	\$	<u>3,569,356</u>	\$	<u>3,570,214</u>	\$	<u>(858)</u>	\$	<u>3,724,267</u>
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VILLAGE OF BRIARCLIFF MANOR, NEW YORK

CAPITAL PROJECTS FUND
 COMPARATIVE BALANCE SHEET
 MAY 31, 2009 AND 2008

<u>ASSETS</u>	<u>2009</u>	<u>2008</u>
Cash - Demand deposits	\$ 3,417,562	\$ 3,761,875
Receivables:		
Accounts	3,261	-
Due from other governments	7,681	-
Due from other funds	91,803	-
	<u>102,745</u>	<u>-</u>
Total Assets	<u>\$ 3,520,307</u>	<u>\$ 3,761,875</u>
 <u>LIABILITIES AND FUND DEFICIT</u> 		
Liabilities:		
Accounts payable	\$ 263,698	\$ 514,274
Retainages payable	137,812	92,300
Due to other funds	27,130	156,634
Bond anticipation notes payable	3,335,614	5,687,156
Total Liabilities	3,764,254	6,450,364
Fund Deficit -		
Unreserved and undesignated	<u>(243,947)</u>	<u>(2,688,489)</u>
Total Liabilities and Fund Deficit	<u>\$ 3,520,307</u>	<u>\$ 3,761,875</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

CAPITAL PROJECTS FUND
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE
 YEARS ENDED MAY 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Revenues:		
State aid	\$ -	\$ 16,305
Federal aid	99,409	-
Miscellaneous	<u>221,274</u>	<u>65,325</u>
Total Revenues	320,683	81,630
Expenditures - Capital outlay	<u>5,213,064</u>	<u>4,327,772</u>
Deficiency of Revenues Over Expenditures	<u>(4,892,381)</u>	<u>(4,246,142)</u>
Other Financing Sources (Uses):		
Bonds issued	7,295,000	-
Transfers in	41,923	50,213
Transfers out	<u>-</u>	<u>(181,955)</u>
Total Other Financing Sources (Uses)	<u>7,336,923</u>	<u>(131,742)</u>
Net Change in Fund Balance	2,444,542	(4,377,884)
Fund Balance (Deficit) - Beginning of Year	<u>(2,688,489)</u>	<u>1,689,395</u>
Fund Deficit - End of Year	<u>\$ (243,947)</u>	<u>\$ (2,688,489)</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

DEBT SERVICE FUND
 COMPARATIVE BALANCE SHEET
 MAY 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 686,767	\$ 840,427
Due from Other Funds	<u>27,970</u>	<u>151,428</u>
Total Assets	<u>\$ 714,737</u>	<u>\$ 991,855</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities -		
Accrued interest payable	<u>\$ 13,053</u>	<u>\$ -</u>
Fund Balance:		
Reserved for debt service	451,684	587,581
Unreserved - Designated for subsequent year's expenditures	<u>250,000</u>	<u>404,274</u>
Total Fund Balance	<u>701,684</u>	<u>991,855</u>
Total Liabilities and Fund Balance	<u>\$ 714,737</u>	<u>\$ 991,855</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

DEBT SERVICE FUND
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED MAY 31, 2009 AND 2008

	2009			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues -				
Use of money and property	\$ -	\$ -	\$ 114,103	\$ 114,103
Expenditures -				
Debt Service -				
Serial bonds:				
Principal	1,435,000	1,435,000	1,435,000	-
Interest	780,921	780,921	740,065	40,856
Refunding bond issuance costs	-	60,822	60,822	-
Total Expenditures	<u>2,215,921</u>	<u>2,276,743</u>	<u>2,235,887</u>	<u>40,856</u>
Deficiency of Revenues Over Expenditures	<u>(2,215,921)</u>	<u>(2,276,743)</u>	<u>(2,121,784)</u>	<u>73,247</u>
Other Financing Sources (Uses):				
Refunding bonds issued	-	1,585,000	1,585,000	-
Premium on bonds issued	-	81,664	81,664	-
Payment to refunded bond escrow agent	-	(1,605,842)	(1,605,842)	-
Transfers in	2,215,921	2,215,921	2,175,065	(40,856)
Transfers out	<u>(404,274)</u>	<u>(404,274)</u>	<u>(404,274)</u>	<u>-</u>
Total Other Financing Sources	<u>1,811,647</u>	<u>1,872,469</u>	<u>1,831,613</u>	<u>(40,856)</u>
Net Change in Fund Balance	(404,274)	(404,274)	(290,171)	32,391
Fund Balance - Beginning of Year	<u>404,274</u>	<u>404,274</u>	<u>991,855</u>	<u>587,581</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 701,684</u>	<u>\$ 619,972</u>

2008

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ 141,291	\$ 141,291
1,236,000	1,236,000	1,236,000	-
1,021,378	1,021,378	1,021,378	-
-	-	-	-
<u>2,257,378</u>	<u>2,257,378</u>	<u>2,257,378</u>	<u>-</u>
<u>(2,257,378)</u>	<u>(2,257,378)</u>	<u>(2,116,087)</u>	<u>141,291</u>
-	-	-	-
-	-	-	-
-	-	-	-
2,257,378	2,257,378	2,439,333	181,955
<u>(207,502)</u>	<u>(207,502)</u>	<u>(207,502)</u>	<u>-</u>
<u>2,049,876</u>	<u>2,049,876</u>	<u>2,231,831</u>	<u>181,955</u>
(207,502)	(207,502)	115,744	323,246
<u>207,502</u>	<u>207,502</u>	<u>876,111</u>	<u>668,609</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 991,855</u>	<u>\$ 991,855</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 MAY 31, 2009
 (With Comparative Totals for 2008)

	Public Library	Special Purpose	Total Non-Major Governmental Funds	
			2009	2008
<u>ASSETS</u>				
Cash and Equivalents	\$ 45,926	\$ 213,996	\$ 259,922	\$ 233,910
Accounts receivable	-	-	-	1,266
Prepaid Expenditures	4,225	-	4,225	16,891
Total Assets	\$ 50,151	\$ 213,996	\$ 264,147	\$ 252,067
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 10,773	\$ 416	\$ 11,189	\$ 3,923
Accrued liabilities	271	-	271	-
Due to other funds	6,891	-	6,891	6,256
Due to retirement systems	3,535	-	3,535	3,535
Total Liabilities	21,470	416	21,886	13,714
Fund Balances:				
Reserved for trusts	-	213,580	213,580	216,448
Reserved for prepaid expenditures	4,225	-	4,225	16,891
Unreserved and undesignated	24,456	-	24,456	5,014
Total Fund Balances	28,681	213,580	242,261	238,353
Total Liabilities and Fund Balances	\$ 50,151	\$ 213,996	\$ 264,147	\$ 252,067

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 YEAR ENDED MAY 31, 2009
 (With Comparative Totals for 2008)

	Public Library	Special Purpose	Total Non-Major Governmental Funds	
			2009	2008
Revenues:				
Departmental income	\$ 10,143	\$ -	\$ 10,143	\$ 11,042
Use of money and property	-	1,335	1,335	5,139
State aid	2,318	-	2,318	2,586
Miscellaneous	3,022	-	3,022	59,788
Total Revenues	<u>15,483</u>	<u>1,335</u>	<u>16,818</u>	<u>78,555</u>
Expenditures -				
Current:				
General government support	13,459	-	13,459	10,988
Culture and recreation	550,452	-	550,452	547,828
Home and community services	-	4,203	4,203	34,487
Total Expenditures	<u>563,911</u>	<u>4,203</u>	<u>568,114</u>	<u>593,303</u>
Deficiency of Revenues Over Expenditures	(548,428)	(2,868)	(551,296)	(514,748)
Other Financing Sources -				
Transfers in	<u>555,204</u>	<u>-</u>	<u>555,204</u>	<u>555,204</u>
Net Change in Fund Balances	6,776	(2,868)	3,908	40,456
Fund Balances - Beginning of Year	<u>21,905</u>	<u>216,448</u>	<u>238,353</u>	<u>197,897</u>
Fund Balances - End of Year	<u>\$ 28,681</u>	<u>\$ 213,580</u>	<u>\$ 242,261</u>	<u>\$ 238,353</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

PUBLIC LIBRARY FUND
 COMPARATIVE BALANCE SHEET
 MAY 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<u>ASSETS</u>		
Cash:		
Demand deposits	\$ 45,801	\$ 18,603
Petty cash	125	125
	<u>45,926</u>	<u>18,728</u>
Prepaid Expenditures	<u>4,225</u>	<u>16,891</u>
Total Assets	<u>\$ 50,151</u>	<u>\$ 35,619</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 10,773	\$ 3,923
Accrued liabilities	271	-
Due to other funds	6,891	6,256
Due to retirement systems	3,535	3,535
Total Liabilities	<u>21,470</u>	<u>13,714</u>
Fund Balance:		
Reserved for prepaid expenditures	4,225	16,891
Unreserved and undesignated	<u>24,456</u>	<u>5,014</u>
Total Fund Balance	<u>28,681</u>	<u>21,905</u>
Total Liabilities and Fund Balance	<u>\$ 50,151</u>	<u>\$ 35,619</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

PUBLIC LIBRARY FUND
 COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEARS ENDED MAY 31, 2009 AND 2008

	2009			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Departmental income	\$ 16,620	\$ 16,620	\$ 10,143	\$ (6,477)
State aid	2,347	2,347	2,318	(29)
Miscellaneous	2,400	2,400	3,022	622
Total Revenues	<u>21,367</u>	<u>21,367</u>	<u>15,483</u>	<u>(5,884)</u>
Expenditures -				
Current:				
General government support	18,365	13,459	13,459	-
Culture and recreation	558,206	563,112	550,452	12,660
Total Expenditures	<u>576,571</u>	<u>576,571</u>	<u>563,911</u>	<u>12,660</u>
Deficiency of Revenues Over Expenditures	(555,204)	(555,204)	(548,428)	6,776
Other Financing Sources - Transfers in	<u>555,204</u>	<u>555,204</u>	<u>555,204</u>	<u>-</u>
Net Change in Fund Balance	-	-	6,776	6,776
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>21,905</u>	<u>21,905</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,681</u>	<u>\$ 28,681</u>

2008

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 16,000	\$ 16,000	\$ 11,042	\$ (4,958)
2,185	2,185	2,586	401
1,450	1,450	2,371	921
19,635	19,635	15,999	(3,636)
14,250	13,877	10,988	2,889
560,589	560,962	547,828	13,134
574,839	574,839	558,816	16,023
(555,204)	(555,204)	(542,817)	12,387
555,204	555,204	555,204	-
-	-	12,387	12,387
-	-	9,518	9,518
\$ -	\$ -	\$ 21,905	\$ 21,905

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

SPECIAL PURPOSE FUND
 COMPARATIVE BALANCE SHEET
 MAY 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 213,996	\$ 215,182
Accounts receivable	<u>-</u>	<u>1,266</u>
Total Assets	<u>\$ 213,996</u>	<u>\$ 216,448</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities - Accounts payable	\$ 416	\$ -
Fund Balance - Reserved for trusts	<u>213,580</u>	<u>216,448</u>
Total Liabilities and Fund Balance	<u>\$ 213,996</u>	<u>\$ 216,448</u>

VILLAGE OF BRIARCLIFF MANOR, NEW YORK

SPECIAL PURPOSE FUND
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 YEARS ENDED MAY 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Revenues:		
Use of money and property	\$ 1,335	\$ 5,139
Miscellaneous	<u>-</u>	<u>57,417</u>
Total Revenues	1,335	62,556
Expenditures - Current		
Home and community services	<u>4,203</u>	<u>34,487</u>
Excess (Deficiency) of Revenues Over Expenditures	(2,868)	28,069
Fund Balance - Beginning of Year	<u>216,448</u>	<u>188,379</u>
Fund Balance - End of Year	<u><u>\$ 213,580</u></u>	<u><u>\$ 216,448</u></u>