

VILLAGE OF ARDSLEY, NEW YORK

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

YEAR ENDED MAY 31, 2011

WITH INDEPENDENT AUDITORS' REPORT

VILLAGE OF ARDSLEY, NEW YORK

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

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Board of Trustees
of the Village of Ardsley, 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 Ardsley, New York ("Village") as of and for the year ended May 31, 2011, 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 also 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 as of May 31, 2011 and the respective changes in financial position, thereof, and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements as a whole. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

O'Connor Davies Munns & Dobbins, LLP

O'Connor Davies Munns & Dobbins, LLP
Harrison, New York
December 1, 2011

**Village of Ardsley, New York
Management's Discussion and Analysis
May 31, 2011**

Introduction

The Village of Ardsley, New York ("Village"), presents this Management's Discussion and Analysis ("MD&A") as an overview of the Village's financial activities for the fiscal year ended May 31, 2011. This MD&A focuses on current year activities, resulting changes, and currently known facts and should be read in conjunction with the basic financial statements and the notes to the Village's financial statements which immediately follow this section.

Financial Highlights

- On the government-wide financial statements, the assets of the Village exceeded its liabilities at the close of the most recent fiscal year by \$2,890,559. Of this amount, the unrestricted amount is a deficit of \$512,481.
- At the close of the current fiscal year, the Village's governmental funds reported combined fund balances of \$1,279,624, exclusive of the Capital Projects Fund. Approximately 64%, or \$819,631, of this amount is unreserved and undesignated fund balance and is available for spending at the Village's discretion.
- At May 31, 2011, unreserved and undesignated fund balance for the Village's General Fund was \$781,140 or 8% of total General Fund expenditures and other financing uses.
- During the current fiscal year, the Village issued \$1,015,000 in new bond anticipation notes for a public safety and community service vehicles, redeemed \$140,000 in bond anticipation notes, \$295,000 in bonded debt outstanding, and \$304,565 in bond anticipation notes for judgments and claims.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to 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 present the Village as a single, unified entity and are intended to give the reader a broad perspective of the Village's financial condition. These statements closely resemble the financial statements of a private sector entity.

The statement of net assets presents financial 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 indicating how the Village's net assets changed during the 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 (e.g., uncollected taxes and earned but unused vacation leave).

The governmental activities of the Village include general government support, public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and interest.

Fund Financial Statements

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other 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 assessing 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 funds balance sheet and the governmental funds statement of revenues, expenditures and

changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains two major governmental funds: the General Fund and the Capital Projects Fund. Major funds have their information presented separately in the governmental funds balance sheet and in the governmental funds 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.

The Village adopts annual budgets for the General Fund and the Public Library Fund. Budgetary comparison statements have been provided for the General Fund within the basic financial statements to demonstrate compliance with the respective budget.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Village programs. The Village maintains two types of fiduciary funds, the Agency Fund and the Pension Trust Fund. Resources are held in the Agency Fund 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 Awards Program for volunteer firefighters.

Notes to Financial Statements

The notes to financial statements 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 financial statements and include individual fund financial statements and schedules of budget to actual comparisons.

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. For the Village, assets exceeded liabilities by \$2,890,559 at the close of the most recent fiscal year.

The largest portion of the Village's net assets, \$2,371,826, is its investment in capital assets (land, buildings and improvements, machinery and equipment and infrastructure), less any related debt outstanding that was used to acquire those assets. The Village uses these capital assets to provide services to its citizens and as a result

these assets are not available for future spending. Although the Village's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Net Assets

	Governmental Activities	
	2011	2010
Current Assets	\$ 2,623,874	\$ 2,775,500
Capital Assets, net	9,554,818	8,962,000
Total Assets	12,178,692	11,737,500
Current Liabilities	2,746,823	2,216,893
Long-term Liabilities	6,541,310	6,546,836
Total Liabilities	9,288,133	8,763,729
Net Assets:		
Investment in Capital Assets, net of related debt	2,371,826	2,365,967
Restricted	1,031,214	1,041,503
Unrestricted	(512,481)	(433,699)
Total Net Assets	\$ 2,890,559	\$ 2,973,771

A portion of the Village's net assets is restricted and represents resources that are subject to external restrictions on how they may be used. These restricted net assets are to be used for the following purposes:

	May 31,	
	2011	2010
Capital Projects	\$ 506,928	\$ 527,972
Debt Service	467,109	463,149
Public Library	38,491	28,529
Special Purpose	18,686	21,853
	\$ 1,031,214	\$ 1,041,503

Change in Net Assets

	Year Ended May 31,	
	2011	2010
Revenues:		
Program Revenues:		
Charges for Services	\$ 933,573	\$ 712,797
Operating Grants and Contributions	298,400	200,700
Capital Grants and Contributions	30,485	399,229
Total Program Revenues	1,262,458	1,312,726
General Revenues:		
Real Property Taxes	7,426,212	7,328,467
Other Tax Items	26,022	21,000
Non-Property Taxes	754,307	743,526
Unrestricted Use of Money and Property	7,053	1,466
Sale of Property and Compensation for Loss	47,576	39,528
Unrestricted State Aid	103,596	103,247
Miscellaneous	87,684	61,845
Total General Revenues	8,452,450	8,299,079
Total Revenues	9,714,908	9,611,805
Program Expenses:		
General Government Support	1,410,505	1,740,728
Public Safety	4,830,003	4,188,459
Health	27,758	17,246
Transportation	924,204	899,206
Economic Opportunity and Development	58,915	53,460
Culture and Recreation	779,958	802,977
Home and Community Services	1,510,517	1,440,749
Interest	256,260	274,085
Total Expenses	9,798,120	9,416,910
Change in Net Assets	(83,212)	194,895
Net Assets - Beginning	2,973,771	2,778,876
Net Assets - Ending	\$ 2,890,559	\$ 2,973,771

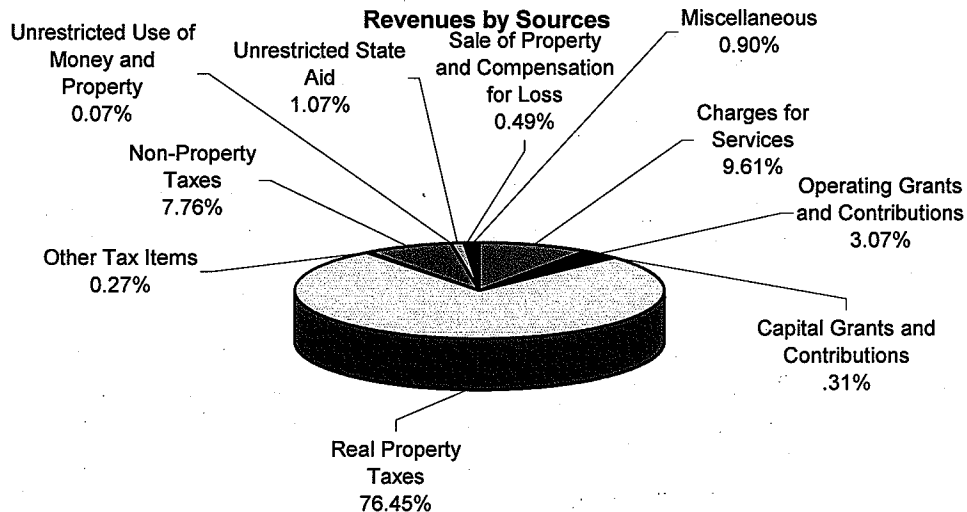
Governmental Activities

Governmental activities decreased the Village's net assets by \$83,212.

For the fiscal year ended May 31, 2011, revenues from governmental activities totaled \$9,714,908. Program revenues are 13% of this total and 87% is attributable to taxes and other sources. The major changes are as follows:

Revenues:

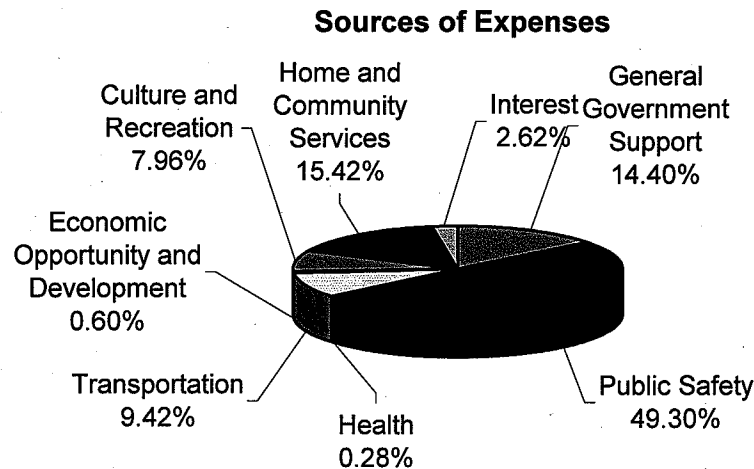
- Real property tax revenues increased by \$97,745. This was the result of a higher tax levy.
- Charges for services increased by \$220,776 due to a increase in fire protection services revenue.



Total expenses for governmental activities were \$9,798,120.

Expenses:

- Public safety expenses increased by \$641,544. Increase in this area was due to the increase in the net pension obligation for the Fire Service Award.



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 be a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Village's governmental funds reported combined fund balances of \$1,279,624, exclusive of the Capital Projects Fund. Approximately 38% of this amount, or \$490,425, has been reserved for the following purposes: prepaid expenditures (\$4,630), debt service (\$467,109) and trusts (\$18,686). Of the remaining balance, 62%, or \$924,240, of this fund balance is unreserved and available for spending at the Village's discretion.

The General Fund is the primary operating fund of the Village. At the end of the current fiscal year, unreserved and undesignated fund balance of the General Fund was \$781,140, representing 63% of the total General Fund fund balance of \$1,222,447. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved

and undesignated fund balance and total fund balance to total expenditures and other financing uses. Unreserved and undesignated fund balance represents 8% of total General Fund expenditures and other financing uses, while total fund balance represents 13% of that same amount.

The Capital Projects Fund reflects an unreserved and undesignated fund deficit of \$(1,515,406) and a reserve for debt service of \$135,041 at the end of the current fiscal year. Liabilities for bond anticipation notes payable in the amount of \$2,102,500 are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed.

General Fund Budgetary Highlights

There was an increase between the original adopted budget and the final budget of \$312,558. Actual expenditures and other financing uses were \$89,530 less than the final budget. Actual revenues and other financing sources was more than the final budget by \$69,420. The major areas where revenues and other financing sources were less than the final budgetary estimates were real property tax of \$127,418 resulting from a deferred tax adjustments or refunds for tax certiorari payments and departmental income of \$21,409 resulting from a decrease in fire protection revenues. These variances resulted in a decrease in fund balance by \$113,128, as compared to the anticipated budgetary decrease of \$272,078.

Capital Asset and Debt Administration

Capital Assets

The Village's investment in capital assets for governmental activities at May 31, 2011, net of \$4,794,170 of accumulated depreciation, was \$9,554,818. This investment in capital assets includes land, buildings and improvements, machinery and equipment, and infrastructure.

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

- Finger Print System
- Purchase of Sanitation Truck
- Purchase of Fire Pumper Truck

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

Capital Assets

	Government Activities	
	2011	2010
Capital Assets Not Being Depreciated:		
Land	\$ 121,550	\$ 121,550
Construction in Progress	32,000	-
Capital Assets Being Depreciated:		
Building and Improvements	8,930,384	8,930,384
Machinery and Equipment	4,359,225	3,260,147
Infrastructure	905,829	905,829
Total assets being depreciated	14,195,438	13,096,360
Less Accumulated Depreciation for:		
Building and Improvements	2,044,531	1,747,284
Machinery and Equipment	2,639,113	2,420,933
Infrastructure	110,526	87,693
Total accumulated depreciation	4,794,170	4,255,910
Total Capital Assets being Depreciated, net	<u>\$ 9,401,268</u>	<u>\$ 8,840,450</u>
Capital Assets, net	<u>\$ 9,554,818</u>	<u>\$ 8,962,000</u>

Long-term Debt

At the end of the current fiscal year, the Village had total bonded debt outstanding of \$5,165,000. In accordance with New York State Law, the Village issues general obligation bonds, backed by the full faith and credit of the Village.

Pursuant to Article VIII of the State Constitution and Title 9 of Article 2 of the Local Finance Law, the Village is subject to a "constitutional debt limit". This debt limit is calculated by taking 7% of the latest five-year average full valuation of all taxable real property within the Village. At May 31, 2011, the Village's five year average full valuation was \$1,022,551,994, thereby establishing a constitutional debt limit of \$71,578,640.

Requests for Information

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to George F. Calvi, Village of Ardsley, 507 Ashford Avenue, Ardsley, New York 10502.

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VILLAGE OF ARDSLEY, NEW YORK

STATEMENT OF NET ASSETS
MAY 31, 2011

	Governmental Activities
ASSETS	
Cash and equivalents	\$ 1,349,682
Investments	588,707
Receivables:	
Taxes, net	74,570
Accounts	139,373
State and Federal aid	28,469
Due from other governments	438,443
Prepaid expenses	4,630
Capital assets (net of accumulated depreciation):	
Land	121,550
Construction-in-progress	32,000
Buildings and improvements	6,885,853
Machinery and equipment	1,720,112
Infrastructure	795,303
Total Assets	12,178,692
LIABILITIES	
Accounts payable	368,691
Accrued liabilities	66,108
Unearned revenues	10,102
Due to retirement systems	115,910
Bond anticipation notes payable	2,102,500
Accrued interest payable	83,512
Non-current liabilities:	
Due within one year:	
Bonds payable	300,000
Compensated absences	11,600
Due in more than one year:	
Bonds payable	4,865,000
Compensated absences	104,710
Other post employment benefits obligations payable	1,260,000
Total Liabilities	9,288,133
NET ASSETS (DEFICIT)	
Invested in capital assets, net of related debt	2,371,826
Restricted for:	
Capital projects	506,928
Debt service	467,109
Special Revenue funds:	
Public Library	38,491
Special Purpose	18,686
Unrestricted	(512,481)
Total Net Assets	\$ 2,890,559

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

VILLAGE OF ARDSLEY, NEW YORK

STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2011

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
General government support	\$ 1,410,505	\$ 13,108	\$ -	\$ -	\$ (1,397,397)
Public safety	4,830,003	438,026	60,856	-	(4,331,121)
Health	27,758	-	-	-	(27,758)
Transportation	924,204	35,935	81,675	-	(806,594)
Economic opportunity and development	58,915	-	-	-	(58,915)
Culture and recreation	779,958	235,483	24,549	17,669	(502,257)
Home and community services	1,510,517	211,021	131,320	9,528	(1,158,648)
Interest	256,260	-	-	3,288	(252,972)
Total Governmental Activities	<u>\$ 9,798,120</u>	<u>\$ 933,573</u>	<u>\$ 298,400</u>	<u>\$ 30,485</u>	<u>(8,535,662)</u>
General Revenues:					
Real property taxes					7,426,212
Other tax items -					
Interest and penalties on real property taxes					26,022
Non-property taxes:					
Non-property tax distribution from County					569,335
Franchise fees					90,795
Utilities gross receipts taxes					94,177
Unrestricted use of money and property					7,053
Sale of property and compensation for loss					47,576
Unrestricted State aid					103,596
Miscellaneous					87,684
Total General Revenues					<u>8,452,450</u>
Change in Net Assets					(83,212)
Net Assets - Beginning					<u>2,973,771</u>
Net Assets - Ending					<u>\$ 2,890,559</u>

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

VILLAGE OF ARDSLEY, NEW YORK

BALANCE SHEET
GOVERNMENTAL FUNDS
MAY 31, 2011

	General	Capital Projects	Other Governmental	Total Governmental Funds
<u>ASSETS</u>				
Cash and Equivalents	\$ 1,094,284	\$ 179,509	\$ 75,889	\$ 1,349,682
Investments	65,057	523,203	447	588,707
Taxes Receivable, net of allowance for uncollectible amounts	74,570	-	-	74,570
Other Receivables:				
Accounts	139,373	-	-	139,373
State and Federal aid	7,500	20,969	-	28,469
Due from other governments	438,443	-	-	438,443
Due from other funds	2,850	-	6,650	9,500
	588,166	20,969	6,650	615,785
Prepaid Expenditures	4,630	-	-	4,630
Total Assets	<u>\$ 1,826,707</u>	<u>\$ 723,681</u>	<u>\$ 82,986</u>	<u>\$ 2,633,374</u>
<u>LIABILITIES AND FUND BALANCES (DEFICITS)</u>				
Liabilities:				
Accounts payable	\$ 350,836	\$ 248	\$ 17,607	\$ 368,691
Accrued liabilities	66,108	-	-	66,108
Due to other funds	-	1,298	8,202	9,500
Deferred tax revenues	61,304	-	-	61,304
Deferred revenues	10,102	-	-	10,102
Due to retirement systems	115,910	-	-	115,910
Bond anticipation notes payable	-	2,102,500	-	2,102,500
Total Liabilities	604,260	2,104,046	25,809	2,734,115
Fund Balances (Deficits):				
Reserved for prepaid expenditures	4,630	-	-	4,630
Reserved for debt service	332,068	135,041	-	467,109
Reserved for trusts	-	-	18,686	18,686
Unreserved, reported in:				
General Fund	885,749	-	-	885,749
Capital Projects Fund	-	(1,515,406)	-	(1,515,406)
Special Revenue funds	-	-	38,491	38,491
Total Fund Balances (Deficits)	1,222,447	(1,380,365)	57,177	(100,741)
Total Liabilities and Fund Balances (Deficits)	<u>\$ 1,826,707</u>	<u>\$ 723,681</u>	<u>\$ 82,986</u>	<u>\$ 2,633,374</u>

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

VILLAGE OF ARDSLEY, NEW YORK

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO
THE GOVERNMENT - WIDE STATEMENT OF NET ASSETS
YEAR ENDED MAY 31, 2011

Fund Balances - Total Governmental Funds \$ (100,741)

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. 9,554,818

Revenues in the statement of activities that do not provide current
financial resources are not reported as revenues in the funds.
Real property taxes 61,304

Long-term liabilities that are not due and payable in the current
period are not reported in the funds.

Accrued interest payable	(83,512)
Bonds payable	(5,165,000)
Compensated absences	(116,310)
Other post employment benefit obligations payable	<u>(1,260,000)</u>
	<u>(6,624,822)</u>

Net Assets of Governmental Activities \$ 2,890,559

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

VILLAGE OF ARDSLEY, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED MAY 31, 2011

	General	Capital Projects	Other Governmental	Total Governmental Funds
Revenues:				
Real property taxes	\$ 7,411,902	\$ -	\$ -	\$ 7,411,902
Other tax items	26,022	-	-	26,022
Non-property taxes	754,307	-	-	754,307
Departmental income	715,625	-	10,556	726,181
Use of money and property	10,341	-	309	10,650
Licenses and permits	129,448	-	-	129,448
Fines and forfeitures	77,944	-	-	77,944
Sale of property and compensation for loss	47,576	-	-	47,576
State aid	228,939	17,669	1,240	247,848
Federal aid	52,026	-	-	52,026
Miscellaneous	87,684	9,528	119,482	216,694
Total Revenues	9,541,814	27,197	131,587	9,700,598
Expenditures:				
Current:				
General government support	1,280,778	-	-	1,280,778
Public safety	3,160,315	-	-	3,160,315
Health	27,758	-	-	27,758
Transportation	573,614	-	-	573,614
Economic opportunity and development	39,797	-	-	39,797
Culture and recreation	186,306	-	355,887	542,193
Home and community services	987,486	-	-	987,486
Employee benefits	2,097,265	-	71,233	2,168,498
Debt service:				
Principal	599,565	-	-	599,565
Interest	269,730	-	-	269,730
Capital outlay	-	1,060,200	-	1,060,200
Total Expenditures	9,222,614	1,060,200	427,120	10,709,934
Excess (Deficiency) of Revenues Over Expenditures	319,200	(1,033,003)	(295,533)	(1,009,336)
Other Financing Sources (Uses):				
Transfers in	-	140,000	302,328	442,328
Transfers out	(432,328)	(10,000)	-	(442,328)
Total Other Financing Sources (Uses)	(432,328)	130,000	302,328	-
Net Change in Fund Balances	(113,128)	(903,003)	6,795	(1,009,336)
Fund Balances (Deficits) - Beginning of Year	1,335,575	(477,362)	50,382	908,595
Fund Balances (Deficits) - End of Year	\$ 1,222,447	\$ (1,380,365)	\$ 57,177	\$ (100,741)

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

VILLAGE OF ARDSLEY, 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, 2011

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

Net Change in Fund Balances - Total Governmental Funds \$ (1,009,336)

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.

Capital outlay expenditures	1,131,078
Depreciation expense	<u>(538,260)</u>
	<u>592,818</u>

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

Real property taxes	<u>14,310</u>
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Long-term debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Principal paid on serial bonds	295,000
Principal paid on bond anticipation notes	<u>304,565</u>
	<u>599,565</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	13,470
Judgments and claims	300,000
Compensated absences	35,961
Other post employment benefit obligations	<u>(630,000)</u>
	<u>(280,569)</u>

Change in Net Assets of Governmental Activities	<u><u>\$ (83,212)</u></u>
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The notes to the financial statements are an integral part of this statement.

VILLAGE OF ARDSLEY, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED MAY 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Real property taxes	\$ 7,539,320	\$ 7,539,320	\$ 7,411,902	\$ (127,418)
Other tax items	24,000	24,000	26,022	2,022
Non-property taxes	704,000	704,000	754,307	50,307
Departmental income	737,034	737,034	715,625	(21,409)
Use of money and property	6,000	6,000	10,341	4,341
Licenses and permits	86,250	86,250	129,448	43,198
Fines and forfeitures	90,000	90,000	77,944	(12,056)
Sale of property and compensation for loss	12,000	12,000	47,576	35,576
State aid	171,310	211,790	228,939	17,149
Federal aid	-	-	52,026	52,026
Miscellaneous	62,000	62,000	87,684	25,684
Total Revenues	9,431,914	9,472,394	9,541,814	69,420
Expenditures:				
Current:				
General government support	1,289,200	1,378,759	1,280,778	97,981
Public safety	3,042,485	3,163,711	3,160,315	3,396
Health	20,664	27,758	27,758	-
Transportation	585,535	589,797	573,614	16,183
Economic opportunity and development	31,499	39,797	39,797	-
Culture and recreation	220,521	186,306	186,306	-
Home and community services	968,698	988,097	987,486	611
Employee benefits	2,123,942	2,068,596	2,097,265	(28,669)
Debt service:				
Principal	447,281	599,565	599,565	-
Interest	269,761	269,758	269,730	28
Total Expenditures	8,999,586	9,312,144	9,222,614	89,530
Excess of Revenues Over Expenditures	432,328	160,250	319,200	158,950
Other Financing Uses - Transfers out	(432,328)	(432,328)	(432,328)	-
Net Change in Fund Balance	-	(272,078)	(113,128)	158,950
Fund Balance - Beginning of Year	-	272,078	1,335,575	1,063,497
Fund Balance - End of Year	\$ -	\$ -	\$ 1,222,447	\$ 1,222,447

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

VILLAGE OF ARDSLEY, NEW YORK

STATEMENT OF FIDUCIARY NET ASSETS
MAY 31, 2011

	<u>Agency</u>	<u>Pension Trust</u>
ASSETS		
Cash- Demand Deposits	\$ 173,808	\$ 55,307
Investments, at fair value - Annuities	-	665,341
Total Assets	<u>173,808</u>	<u>720,648</u>
LIABILITIES		
Deposits	<u>173,808</u>	-
NET ASSETS		
Held in Trust for Pension Benefits (A schedule of funding progress for the plan is presented in the required supplementary information)	<u>\$ -</u>	<u>\$ 720,648</u>

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

VILLAGE OF ARDSLEY, NEW YORK

STATEMENT OF CHANGES IN PLAN NET ASSETS
PENSION TRUST FUND - SERVICE AWARDS PROGRAM
YEAR ENDED MAY 31, 2011

Additions:

Pension contributions	\$ 70,000
Net change in fair value of investments	<u>119,873</u>
Total Additions	<u>189,873</u>

Deductions:

Pension benefits	25,352
Life insurance premiums	5,743
Administrative fee	<u>2,700</u>
Total Deductions	<u>33,795</u>

Net Increase in Plan Net Assets	156,078
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Net Assets Held in Trust for Pension Benefits - Beginning of Year	<u>564,570</u>
-------------------------------------------------------------------	----------------

Net Assets Held in Trust for Pension Benefits - End of Year	<u><u>\$ 720,648</u></u>
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The notes to the financial statements are an integral part of this statement.

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Note 1 - Summary of Significant Accounting Policies

The Village of Ardsley, New York ("Village") was established in 1896 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, economic opportunity and development, culture and recreation, home and community services and general and administrative support.

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

A. Financial Reporting Entity

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

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

B. Government-Wide Financial Statements

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

C. Fund Financial Statements

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

Fund Categories

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

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

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

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

Special Revenue Funds - 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 non-major special revenue funds of the Village are as follows:

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 Financial Statements) - Fiduciary Funds are used to account for assets held by the Village in an agency capacity on behalf of others. These include Pension Trust and Agency Funds. The Agency Fund accounts for employee payroll tax withholdings and deposits that are

Note 1 - Summary of Significant Accounting Policies (Continued)

payable to other jurisdictions or individuals. The Pension Trust Fund is provided to account for the Village's Fire Service Awards Program.

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

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. GASB Statement No. 40 directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the Village's name. The Village's aggregate bank balances that are not covered by depository insurance were not exposed to custodial credit risk at May 31, 2011.

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

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

CLASS is rated AAAM by Standard & Poor's Ratings. Local government investment cooperatives in this rating category meet the highest standards for credit quality, conservative investment policies and safety of principal. The cooperative invests in a high quality portfolio of investments legally permissible for municipalities and school districts in the State.

Investments of the Pension Trust Fund are held with an insurance company. The funds are invested along with the company's other assets in a variety of instruments. The amounts are invested in various portfolios by the trustee. These investments are not subject to risk categorization.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

Due From/To Other Funds - During the course of its operations, the Village has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of May 31, 2011, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

Prepaid Expenses/Expenditures - Certain payments to vendors reflect costs applicable to future accounting periods, and are recorded as prepaid items using the consumption method in both the government wide and fund financial statements. Prepaid expenses/expenditures consist of insurance and other costs which have been satisfied prior to the end of the fiscal year, but represent items which have been provided for in the subsequent year's budget and will benefit such periods. Reported amounts in the fund financial statements are equally offset by a reservation of fund balance, which indicates that these amounts do not constitute "available spendable resources" even though they are a component of current assets.

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.

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.

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 historical cost for the initial reporting period of these assets through back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and used an appropriate price-level index to deflate the cost to the acquisition year).

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

<u>Class</u>	<u>Life in Years</u>
Buildings and improvements	10-40
Machinery and equipment	5-10
Infrastructure	20-50

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

Unearned/Deferred Revenues – Unearned/deferred revenues arise when assets are recognized before revenue recognition criteria has been satisfied. In government-wide financial statements unearned revenues consist of amounts received in advance and/or 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 \$61,304 for real property taxes and \$10,102 for State aid received in advance in the General Fund. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

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

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.

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.

Note 1 - Summary of Significant Accounting Policies (Continued)

Fund Balances - Reserves and Designations - Portions of fund balance are segregated for future use and are, therefore, not available for future appropriation or expenditure. Amounts reserved for prepaid expenditures, debt service and trusts represent a portion of fund balance which is required to be segregated in accordance with State law or generally accepted accounting principles. Designations 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 and Public Library funds. Encumbrances outstanding at year-end are reported as reservations of fund balance since they do not constitute expenditures or liabilities. The Village has not implemented an encumbrance system.

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. The Village has not implemented an encumbrance system.

H. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is December 1, 2011.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

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

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

Note 2 - Stewardship, Compliance and Accountability (Continued)

- e) Formal budgetary integration is employed during the year as a management control device for the General and Public Library funds.
- f) Budgets for the General and Public Library funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. An annual budget is not adopted by the Board of Trustees for the Special Purpose Fund.
- g) The Village Board has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Board of Trustees. Any modification to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.
- h) Appropriations in the General and Public Library funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

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

B. Property Tax Limitation

The Village is permitted by the Constitution of the State of New York to levy taxes up to 2% of the five year average full valuation of taxable real estate located within the Village, exclusive of the amount raised for the payment of interest on and redemption of long-term debt. In accordance with this definition, the maximum amount of the levy for the 2010-11 fiscal year was \$20,451,040, which exceeded the actual levy by \$12,911,720.

C. Capital Projects Fund Deficit

The undesignated deficit in the Capital Projects Fund of \$1,515,406 arises in-part because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance construction of capital projects are not recognized as an "other financing source". Liabilities for bond anticipation notes payable are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed. These deficits will be reduced and eliminated as the bond anticipation notes are redeemed from interfund transfers from other governmental funds or converted to permanent financing. Other deficits, where no bond anticipation notes were issued or outstanding to the extent of the deficit, arise either because of expenditures exceeding current financing on the projects or from capital projects exceeding their budgetary authorization. These deficits will be eliminated with the subsequent receipt or issuance of authorized financing.

D. Expenditures in Excess of Budget

The following categories of General Fund expenditures exceeded their authorized budgets by the amounts indicated:

Employee Benefits:		
State Retirement	\$	10,391
State Retirement-Police		19,365

Note 2 - Stewardship, Compliance and Accountability (Continued)

The following individual capital projects expenditures exceeded their authorized budgets by the amounts indicated:

Pumper Fire Fighting Vehicle	\$	171
Purchase and Installation of Fire Siren and Related Items		231
Salt Shed		3,268

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

Taxes receivable at May 31, 2011 consisted of the following:

Current Year	\$	62,666
Prior Years		<u>146,995</u>
		209,661
Less: Allowance for uncollectible taxes		<u>(135,091)</u>
	\$	<u>74,570</u>

B. Due From/To Other Funds

The balances reflected as due from/to other funds at May 31, 2011 were as follows:

Fund	Due From	Due To
General	\$ 2,850	\$ -
Capital Projects	-	1,298
Other Governmental	<u>6,650</u>	<u>8,202</u>
	<u>\$ 9,500</u>	<u>\$ 9,500</u>

The outstanding balances between funds result 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:

	Balance June 1, 2010	Additions	Balance May 31, 2011
Capital Assets, not being depreciated -			
Land	\$ 121,550	\$ -	\$ 121,550
Construction-in-progress	<u>-</u>	<u>32,000</u>	<u>32,000</u>
Total Capital Assets, not being depreciated	<u>\$ 121,550</u>	<u>\$ 32,000</u>	<u>\$ 153,550</u>

VILLAGE OF ARDSLEY, NEW YORK

NOTES TO FINANCIAL STATEMENTS (Continued)

MAY 31, 2011

Note 3 - Detailed Notes on All Funds (Continued)

	Balance June 1, 2010	Additions	Balance May 31, 2011
Capital Assets, being depreciated:			
Buildings and improvements	\$ 8,930,384	\$ -	\$ 8,930,384
Machinery and equipment	3,260,147	1,099,078	4,359,225
Infrastructure	905,829	-	905,829
Total Capital Assets, being depreciated	13,096,360	1,099,078	14,195,438
Less Accumulated Depreciation for:			
Buildings and improvements	1,747,284	297,247	2,044,531
Machinery and equipment	2,420,933	218,180	2,639,113
Infrastructure	87,693	22,833	110,526
Total Accumulated Depreciation	4,255,910	538,260	4,794,170
Total Capital Assets, being depreciated, net	\$ 8,840,450	\$ 560,818	\$ 9,401,268
Capital Assets, net	\$ 8,962,000	\$ 592,818	\$ 9,554,818

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

General Government Support	\$ 65,171
Public Safety	149,962
Transportation	160,701
Culture and Recreation	162,426
Total Depreciation Expense	\$ 538,260

D. Pension Plans

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

Funding Policy - Funding Policy - The Systems are non-contributory except for employees in tiers 3 and 4 that have less than ten years of service, who contribute 3% of their salary and employees in tier 5 who also contribute 3% of their salary without regard to their years of service. Contributions are certified by the State Comptroller and expressed as a percentage of members' salary. Contribution rates are actuarially determined and based upon membership tier and plan.

NOTES TO FINANCIAL STATEMENTS (Continued)

MAY 31, 2011

Note 3 - Detailed Notes on All Funds (Continued)

Contributions consist of a life insurance portion and regular pension contributions. Contribution rates for the plans' year ended March 31, 2011 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	3 A14	11.3 %
	4 A15	11.3
PFRS	2 384D	16.8
	3 384D	16.5

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

	<u>ERS</u>	<u>PFRS</u>
2011	\$ 215,446	\$ 401,503
2010	141,818	333,262
2009	150,448	331,055

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	\$ 201,150
Public Library	<u>14,296</u>
	<u>\$ 215,446</u>

E. 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 benefit 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 upon general disablement and after earning five years of service credit. A participant, upon attainment of entitlement age (the later of age 65 or the participant's age after earning 50 program points), shall be able to receive their service award, payable in the form of a lifetime annuity. The monthly benefits are \$20 for each year of service credit, up to a maximum of 40 years. The Program also provides disability and death benefits. The trustees of the Program, which are the members of the Village's Board, are authorized to invest the funds in authorized investment vehicles.

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

Current membership in the Program is comprised of the following:

<u>Group</u>	<u>January 1, 2011</u>
Retirees and beneficiaries currently receiving benefits	11
Terminated members entitled to but not yet receiving benefits	19
Active - non-vested	9
Active - vested	48

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

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

	<u>Annual Required Contribution</u>	<u>Actual Contribution</u>	<u>Percentage of Annual Program Cost Contributed</u>
2011	\$ 70,000	\$ 70,000	100.00 %
2010	70,000	70,000	100.00
2009	70,000	70,000	100.00

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

The current year contribution to the Program was charged to the General Fund.

F. Short-Term Capital Borrowings - Bond Anticipation Notes

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

<u>Purpose</u>	<u>Year of Original Issue</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Balance June 1, 2010</u>	<u>New Issues</u>	<u>Redemptions</u>	<u>Balance May 31, 2011</u>
Salt Shed	2009	11/03/11	1.35 %	\$ 227,500	\$ -	\$ -	\$ 227,500
Library Reconstruction	2009	09/02/11	1.38	1,000,000	-	140,000	860,000
Fire Truck	2011	03/09/12	1.38	-	830,000	-	830,000
Refuse Truck	2011	11/03/11	1.35	-	185,000	-	185,000
				<u>\$ 1,227,500</u>	<u>\$ 1,015,000</u>	<u>\$ 140,000</u>	<u>\$ 2,102,500</u>

NOTES TO FINANCIAL STATEMENTS (Concluded)

MAY 31, 2011

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

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 \$25,934 were recorded in the fund financial statements in the General Fund. Interest expense of \$16,327 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, 2011:

	Balance June 1, 2010	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2011	Due Within One Year
Bonds Payable	\$ 5,460,000	\$ -	295,000	\$ 5,165,000	\$ 300,000
Bond Anticipation Notes Payable	304,565	-	304,565	-	-
Compensated Absences	152,271	2,716	38,677	116,310	11,600
Other Post Employment Benefit Obligations Payable	630,000	930,000	300,000	1,260,000	-
	<u>\$ 6,546,836</u>	<u>\$ 932,716</u>	<u>\$ 938,242</u>	<u>\$ 6,541,310</u>	<u>\$ 311,600</u>

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

Bonds Payable

Bonds payable at May 31, 2011 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at May 31, 2011
Public Improvements	1997	\$ 2,206,000	October, 2017	4.8 - 5.125 %	\$ 700,000
Public Improvements	2006	5,219,200	August, 2031	4.0 - 5.000	4,465,000
					<u>\$ 5,165,000</u>

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

Interest expenditures of \$236,598 was recorded in the fund financial statements in the General Fund. Interest expense of \$232,735 was recorded in the government-wide financial statements for governmental activities.

Bond Anticipation Notes Payable

The Village has recorded this bond anticipation note as an other financing source in the fund financial statements since they have demonstrated an ability to consummate refinancing. The ability to consummate refinancing is evidenced by obtaining permanent financing or a renewal of the note prior to the issuance of the financial statements. The note was due on August 12, 2010. Interest expenditures/expense of \$7,198 were recorded in the fund and government-wide financial statements.

The above general obligation bonds and bond anticipation note 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.

Payments to Maturity

The annual requirements to amortize all bonded debt outstanding as of May 31, 2011 including interest payments of \$2,044,333 are as follows:

Year Ended May 31,	Principal	Interest
2012	\$ 300,000	\$ 221,822
2013	305,000	206,722
2014	315,000	191,222
2015	320,000	175,347
2016	325,000	159,197
2017-2021	1,325,000	583,848
2022-2026	1,025,000	352,110
2027-2031	1,035,000	149,657
2032	215,000	4,408
	<u>\$ 5,165,000</u>	<u>\$ 2,044,333</u>

Compensated Absences

Pursuant to collective bargaining agreements, employees of the Department of Public Works and non-union full-time employees may accumulate up to 175 days of sick time. Upon retirement, these employees will be compensated for 50% of unused sick time at their current salary level. Effective June 1, 1994, police employees have unlimited sick leave. Prior to this date, police employees could accumulate up to 150 days of sick time. Days accumulated as of June 1, 1994 were frozen and police employees, at retirement, separation of service or upon written notification, may receive payment for 50% of these accumulated days at their hourly rate. Compensatory time for overtime hours may be accumulated by police employees. At the option of the employee, payment will be made either through additional compensation or compensatory time. Payment is limited to 150 hours. Compensatory time for police officers may accumulate without limit. Employees will be paid for this time, at their option. However, requests for payment must be made prior to February 1st of each year. Vacation time for employees of the Department of Public

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

Works may be carried over to the subsequent year, and upon separation of service, employees will be compensated for any unused days from the prior year. Vacation time for police and non-union employees is generally taken in the year earned and may not be accumulated.

Other Post Employment Benefit Obligations Payable

In addition to providing pension benefits, the Village provides certain health care benefits for retired employees through a single employer defined benefit plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Village may vary according to length of service. Substantially all of the Village's employee's 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 as claims are paid in the fund financial statements. The Village has recognized revenues and expenditures of \$4,858 for Medicare Part D payments made directly to its health insurance carrier on behalf of its retirees.

The Village's annual other post employment benefit ("OPEB") cost (expense) is calculated based on the annual required contribution ("ARC"), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. GASB Statement No. 45 establishes standards for the measurement, recognition and display of the expenses and liabilities for retirees' medical insurance. As a result, reporting of expenses and liabilities will no longer be 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. In addition, the assumptions projections utilized do not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future. The actuarial calculations of the OPEB plan reflect a long-term perspective.

The Village is required to accrue on the government-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 rates of increase in post-retirement benefits are as follows:

Year Ended May 31,	
2012	8.00 %
2013	7.00
2014	6.00
2015	6.00
2016	5.00
2017+	5.00

NOTES TO FINANCIAL STATEMENTS (Concluded)

MAY 31, 2011

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

The amortization basis is the level percentage of payroll basis with an open amortization approach with 28 years remaining in the amortization period. The actuarial assumptions included a 4.5% investment rate of return, 3% inflation rate and 3% payroll growth rate. The Village currently has no assets set aside for the purpose of paying postemployment benefits. The actuarial cost method utilized was the projected unit credit method.

The number of participants as of May 31, 2011 was as follows:

Active Employees	47
Retired Employees	<u>20</u>
	<u>67</u>

Amortization Component:

Actuarial Accrued Liability as of June 1, 2010	\$ 11,600,000
Assets at Market Value	<u>-</u>

Unfunded Actuarial Accrued Liability ("UAAL")	<u>\$ 11,600,000</u>
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Funded Ratio	<u>0.00%</u>
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Covered Payroll (active plan members)	<u>\$ 3,610,000</u>
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UAAL as a Percentage of Covered Payroll	<u>321.33%</u>
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Annual Required Contribution	\$ 920,000
Interest on Net OPEB Obligation	30,000
Adjustment to Annual Required Contribution	<u>(20,000)</u>

Annual OPEB Cost	930,000
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Contributions Made	<u>(300,000)</u>
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Increase in Net OPEB Obligation	630,000
Net OPEB Obligation - Beginning of Year	<u>630,000</u>

Net OPEB Obligation - End of Year	<u>\$ 1,260,000</u>
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Note 4 - Summary Disclosure of Significant Contingencies (Continued)

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

<u>Fiscal Year Ended May 31,</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
2011	\$ 930,000	32.26 %	\$ 1,260,000
2010	880,000	28.41	630,000

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

H. Revenues and Expenditures**Interfund Transfers**

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

<u>Transfers Out</u>	<u>Transfers In</u>		<u>Total</u>
	<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	
General Fund	\$ 140,000	\$ 292,328	\$ 432,328
Capital Fund	-	10,000	10,000
	<u>\$ 140,000</u>	<u>\$ 302,328</u>	<u>\$ 442,328</u>

Transfers are used to 1) move amounts earmarked in the operating funds to fulfill commitments for Capital Projects Fund expenditures and 2) move amounts earmarked in the operating funds to fulfill commitments for the Public Library Fund. 3) move amounts earmarked in the capital fund to fulfill commitments for the Public Library Fund.

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 proceeds, that is directly attributable to the acquisition, construction or improvement of those assets.

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

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".

J. Fund Balances

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

Reserved

The Reserve for Prepaid Expenditures has been established to account for insurance and other 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.

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

Unreserved - Designated

Designations of fund balance are not legally required segregations, but represent intended use for a specific purpose. The following reflects the Village's designation at May 31, 2011.

Designated for Contractual Obligations - This designation is used to segregate a portion of fund balance of the General Fund for contractual obligations.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

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

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

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

Contingencies

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

B. Risk Management

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

Note 5 - Other Matters

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

The Tax Levy Limitation Law restricts the amount of real property taxes that may be levied by a Village in a particular year, beginning with the 2012-2013 fiscal year. It expires on June 16, 2016.

Pursuant to the Tax Levy Limitation Law, the tax levy of a Village can not increase by more than the lesser of two percent or the annual increase in the consumer price index. Certain adjustments would be permitted as defined by Section 1220 of the Real Property Tax Law. A Village could exceed the tax levy limitation only if the budget is approved by at least 60% of the Board. There are certain exemptions to the tax levy limitation, such as expenditures made on account of certain tort settlements and certain increases in the actuarial contribution rates of the various public employee retirement systems.

VILLAGE OF ARDSLEY, NEW YORK

REQUIRED SUPPLEMENTARY INFORMATION - SCHEDULE OF FUNDING PROGRESS
 SERVICE AWARDS PROGRAM
 LAST SIX FISCAL YEARS

Actuarial Valuation Date January 1,	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio
2006	\$ 398,073	\$ 806,963	\$ 408,890	49.33 %
2007	409,455	805,502	396,047	50.83
2008	520,965	862,322	341,357	60.41
2009	472,774	927,475	454,701	50.97
2010	520,728	1,110,063	589,335	46.91
2011	697,833	1,177,860	480,027	59.25

VILLAGE OF ARDSLEY, NEW YORK

REQUIRED SUPPLEMENTARY INFORMATION - SCHEDULE OF CONTRIBUTIONS
SERVICE AWARDS PROGRAM
LAST SIX FISCAL YEARS

<u>Year Ended May 31,</u>	<u>Annual Required Contributions</u>	<u>Percentage Contributed</u>
2006	\$ 39,000	100 %
2007	70,000	100
2008	70,000	100
2009	70,000	100
2010	70,000	100
2011	70,000	100

VILLAGE OF ARDSLEY, NEW YORK

REQUIRED SUPPLEMENTARY INFORMATION - SCHEDULE OF FUNDING PROGRESS
OTHER POST EMPLOYMENT BENEFITS
LAST THREE FISCAL YEARS

Valuation Date	Actuarial		Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
	Value of Assets	Accrued Liability				
June 1, 2009	\$ -	\$ 11,080,000	\$ 11,080,000	- %	\$ 4,350,000	255 %
June 1, 2010	-	11,600,000	11,600,000	-	3,610,000	321

Note - The Village implemented the provisions of Governmental Accounting Standards Board Statement No. 45 in fiscal year ended May 31, 2010.

VILLAGE OF ARDSLEY, NEW YORK

GENERAL FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2011 AND 2010

	2011	2010
<u>ASSETS</u>		
Cash:		
Demand deposits	\$ 1,093,884	\$ 1,218,356
Petty cash	400	400
	<u>1,094,284</u>	<u>1,218,756</u>
Investments	<u>65,057</u>	<u>64,964</u>
Taxes Receivable, net of allowance for uncollectible amounts of \$135,091 in 2011 and \$108,856 in 2010	<u>74,570</u>	<u>60,969</u>
Other Receivables:		
Accounts	139,373	88,485
State and Federal aid	7,500	7,500
Due from other governments	438,443	489,689
Due from other funds	2,850	6,167
	<u>588,166</u>	<u>591,841</u>
Prepaid Expenditures	<u>4,630</u>	<u>23,449</u>
Total Assets	<u>\$ 1,826,707</u>	<u>\$ 1,959,979</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 350,836	\$ 477,215
Accrued liabilities	66,108	-
Due to other funds	-	3,939
Deferred tax revenues	61,304	46,994
Deferred revenues	10,102	10,102
Due to retirement systems	115,910	86,154
Total Liabilities	<u>604,260</u>	<u>624,404</u>
Fund Balance:		
Reserved for prepaid expenditures	4,630	23,449
Reserved for debt service	332,068	328,780
Unreserved:		
Designated for contractual obligations	104,609	84,500
Undesignated	781,140	898,846
Total Fund Balance	<u>1,222,447</u>	<u>1,335,575</u>
Total Liabilities and Fund Balance	<u>\$ 1,826,707</u>	<u>\$ 1,959,979</u>

VILLAGE OF ARDSLEY, NEW YORK

GENERAL FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED MAY 31, 2011 AND 2010

	2011			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 7,539,320	\$ 7,539,320	\$ 7,411,902	\$ (127,418)
Other tax items	24,000	24,000	26,022	2,022
Non-property taxes	704,000	704,000	754,307	50,307
Departmental income	737,034	737,034	715,625	(21,409)
Use of money and property	6,000	6,000	10,341	4,341
Licenses and permits	86,250	86,250	129,448	43,198
Fines and forfeitures	90,000	90,000	77,944	(12,056)
Sale of property and compensation for loss	12,000	12,000	47,576	35,576
State aid	171,310	211,790	228,939	17,149
Federal aid	-	-	52,026	52,026
Miscellaneous	62,000	62,000	87,684	25,684
Total Revenues	9,431,914	9,472,394	9,541,814	69,420
Expenditures:				
Current:				
General government support	1,289,200	1,378,759	1,280,778	97,981
Public safety	3,042,485	3,163,711	3,160,315	3,396
Health	20,664	27,758	27,758	-
Transportation	585,535	589,797	573,614	16,183
Economic opportunity and development	31,499	39,797	39,797	-
Culture and recreation	220,521	186,306	186,306	-
Home and community services	968,698	988,097	987,486	611
Employee benefits	2,123,942	2,068,596	2,097,265	(28,669)
Debt service:				
Principal	447,281	599,565	599,565	-
Interest	269,761	269,758	269,730	28
Total Expenditures	8,999,586	9,312,144	9,222,614	89,530
Excess of Revenues Over Expenditures	432,328	160,250	319,200	158,950
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	(432,328)	(432,328)	(432,328)	-
Total Other Financing Uses	(432,328)	(432,328)	(432,328)	-
Net Change in Fund Balance	-	(272,078)	(113,128)	158,950
Fund Balance - Beginning of Year	-	272,078	1,335,575	1,063,497
Fund Balance - End of Year	\$ -	\$ -	\$ 1,222,447	\$ 1,222,447

2010

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 7,285,568	\$ 7,285,568	\$ 7,281,473	\$ (4,095)
24,000	24,000	21,000	(3,000)
727,500	727,500	743,526	16,026
563,042	563,042	528,917	(34,125)
15,000	15,000	4,721	(10,279)
86,250	86,250	97,426	11,176
94,000	94,000	78,258	(15,742)
12,500	12,500	39,528	27,028
233,816	287,896	230,120	(57,776)
-	40,000	40,000	-
62,000	62,000	61,845	(155)
9,103,676	9,197,756	9,126,814	(70,942)
1,288,659	1,326,215	1,306,426	19,789
2,976,807	3,115,292	3,088,749	26,543
18,600	18,600	17,246	1,354
593,079	576,423	576,422	1
32,949	36,992	35,867	1,125
245,434	221,607	220,150	1,457
953,509	977,916	970,626	7,290
1,889,053	1,894,577	1,894,428	149
452,281	452,281	452,281	-
278,472	265,878	265,406	472
8,728,843	8,885,781	8,827,601	58,180
374,833	311,975	299,213	(12,762)
5,000	5,000	-	(5,000)
(379,833)	(379,833)	(379,833)	-
(374,833)	(374,833)	(379,833)	(5,000)
-	(62,858)	(80,620)	(17,762)
-	62,858	1,416,195	1,353,337
\$ -	\$ -	\$ 1,335,575	\$ 1,335,575

VILLAGE OF ARDSLEY, NEW YORK

GENERAL FUND

SCHEDULE OF REVENUES COMPARED TO BUDGET

YEAR ENDED MAY 31, 2011

(With Comparative Actuals for 2010)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2010 Actual
REAL PROPERTY TAXES	\$ 7,539,320	\$ 7,539,320	\$ 7,411,902	\$ (127,418)	\$ 7,281,473
OTHER TAX ITEMS					
Interest and penalties on real property taxes	24,000	24,000	26,022	2,022	21,000
NON-PROPERTY TAXES					
Non-property tax distribution from County	532,000	532,000	569,335	37,335	544,363
Franchise fees	72,000	72,000	90,795	18,795	91,457
Utilities gross receipts taxes	100,000	100,000	94,177	(5,823)	107,706
	704,000	704,000	754,307	50,307	743,526
DEPARTMENTAL INCOME					
Tax advertising	300	300	552	252	300
Clerk fees	200	200	49	(151)	28
Police fees	400	400	396	(4)	455
Prisoner transportation	8,000	8,000	10,111	2,111	6,670
Special events	1,500	1,500	6,782	5,282	11,733
Safety inspection fees	850	850	1,865	1,015	675
Stop DWI fees	4,500	4,500	1,538	(2,962)	3,311
Occupant restraint fees	2,500	2,500	-	(2,500)	1,600
Registrar of Vital Statistics	1,000	1,000	1,510	510	1,730
Parking	38,500	38,500	32,635	(5,865)	40,895
Parks and recreation charges	53,100	53,100	48,653	(4,447)	45,321
Zoning fees	3,000	3,000	3,975	975	3,425
Planning board fees	1,500	1,500	3,300	1,800	2,500
Refuse removal	70,000	70,000	73,575	3,575	66,728
Fire protection	364,000	364,000	343,614	(20,386)	312,425
Snow removal	224	224	240	16	480
Programs for the aging	25,460	25,460	24,730	(730)	30,641
Other local governments	162,000	162,000	162,100	100	-
	737,034	737,034	715,625	(21,409)	528,917

USE OF MONEY AND PROPERTY

Earnings on investments	6,000	6,000	10,341	4,341	4,721
LICENSES AND PERMITS					
Dog license apportionment	650	650	383	(267)	451
Permit fees	81,600	81,600	126,890	45,290	96,000
Alarm fees	4,000	4,000	2,175	(1,825)	975
	86,250	86,250	129,448	43,198	97,426
FINES AND FORFEITURES					
Fines and forfeited bail	90,000	90,000	77,944	(12,056)	78,258

SALE OF PROPERTY AND COMPENSATION FOR LOSS

Sale of equipment	2,000	2,000	2,318	318	2,183
Other minor sales	4,000	4,000	14,483	10,483	3,922
Insurance recoveries	6,000	6,000	30,775	24,775	33,423
	12,000	12,000	47,576	35,576	39,528

STATE AID

Per capita	28,970	28,970	28,581	(389)	30,420
Mortgage tax	60,000	60,000	75,015	15,015	72,827
Consolidated highway improvement aid	81,174	81,174	81,675	501	81,175
Youth programs	1,066	1,066	922	(144)	1,066
Community projects	100	40,580	33,916	(6,664)	44,632
Other public safety	-	-	8,830	8,830	-
	171,310	211,790	228,939	17,149	230,120

FEDERAL AID

COPS Grant	-	-	52,026	52,026	-
Federal Emergency Management Agency	-	-	-	-	40,000
	-	-	52,026	52,026	40,000

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VILLAGE OF ARDSLEY, NEW YORK

GENERAL FUND
 SCHEDULE OF REVENUES COMPARED TO BUDGET (Continued)
 YEAR ENDED MAY 31, 2011
 (With Comparative Actuals for 2010)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2010 Actual
MISCELLANEOUS					
Other	\$ 62,000	\$ 62,000	\$ 87,684	\$ 25,684	\$ 61,845
TOTAL REVENUES	<u>\$ 9,431,914</u>	<u>\$ 9,472,394</u>	<u>\$ 9,541,814</u>	<u>\$ 69,420</u>	<u>\$ 9,126,814</u>

VILLAGE OF ARDSLEY, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET

YEAR ENDED MAY 31, 2011

(With Comparative Actuals for 2010)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2010 Actual
GENERAL GOVERNMENT SUPPORT					
Board of Trustees	\$ 10,100	\$ 9,770	\$ 9,770	\$ -	\$ 9,676
Justice	106,832	110,742	110,742	-	104,665
Mayor	5,150	5,211	5,211	-	4,837
Village Manager	168,015	166,684	166,683	1	166,364
Auditor	42,800	46,700	46,350	350	41,100
Treasurer	180,258	189,223	189,223	-	251,362
Assessment	9,632	16,307	16,307	-	11,837
Village Clerk	110,684	108,898	108,898	-	111,948
Law	78,862	72,346	72,345	1	112,952
Buildings	54,100	54,842	54,842	-	60,157
Central garage	234,667	268,725	268,725	-	245,830
Unallocated insurance	132,000	136,084	136,084	-	132,489
Municipal association dues	3,500	6,329	6,230	99	1,600
Taxes on Village owned property	42,600	42,102	42,073	29	42,675
Refund of real property taxes	12,500	47,296	47,295	1	8,934
Contingency	97,500	97,500	-	97,500	-
	1,289,200	1,378,759	1,280,778	97,981	1,306,426
PUBLIC SAFETY					
Police	2,515,065	2,550,303	2,550,303	-	2,533,636
Traffic control	2,000	8,645	8,645	-	2,827
Fire department	387,070	467,272	463,887	3,385	417,327
Safety inspection	138,350	137,491	137,480	11	134,959
	3,042,485	3,163,711	3,160,315	3,396	3,088,749

HEALTH

Youth Council	20,664	27,758	27,758	-	17,246
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TRANSPORTATION

Street administration	117,665	117,665	110,001	7,664	117,665
Street maintenance	280,620	267,854	259,337	8,517	276,693
Snow removal	125,000	117,170	117,168	2	116,502
Street lighting	62,250	87,108	87,108	-	65,562

ECONOMIC OPPORTUNITY AND DEVELOPMENT

Programs for the aging	31,499	39,797	39,797	-	35,867
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CULTURE AND RECREATION

Parks	142,247	130,300	130,300	-	143,062
Community center	57,000	36,064	36,064	-	54,449
Historian	1,350	1,000	1,000	-	1,348
Celebrations	2,400	2,252	2,252	-	3,229
CATV committee	17,524	16,690	16,690	-	18,062

	220,521	186,306	186,306	-	220,150
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HOME AND COMMUNITY SERVICES

Planning	2,400	3,229	3,229	-	27,330
Environmental control	4,200	2,556	2,556	-	2,346
Zoning	3,200	2,046	2,046	-	2,425
Sanitary sewers	77,987	73,967	73,967	-	78,923
Storm sewers	80,928	116,501	115,964	537	93,931
Refuse and garbage	735,531	736,484	736,484	-	704,348
Shade trees	34,000	30,290	30,290	-	36,200
Community beautification	9,000	3,572	3,498	74	11,656
Street cleaning	21,452	19,452	19,452	-	13,467

	968,698	988,097	987,486	611	970,626
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VILLAGE OF ARDSLEY, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET (Continued)

YEAR ENDED MAY 31, 2011

(With Comparative Actuals for 2010)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2010 Actual
EMPLOYEE BENEFITS					
State retirement	\$ 233,353	\$ 190,759	\$ 201,150	\$ (10,391)	\$ 134,069
State retirement - Police	419,989	382,138	401,503	(19,365)	333,262
Service awards program	70,000	70,000	70,000	-	70,000
Social security	327,387	315,734	314,648	1,086	312,278
Workers' compensation benefits	135,000	137,388	137,388	-	122,762
Unemployment insurance	-	6,524	6,523	1	-
Life insurance	8,328	7,145	7,145	-	9,472
Disability insurance	2,800	-	-	-	-
Medical and dental insurance	927,085	958,908	958,908	-	912,585
	2,123,942	2,068,596	2,097,265	(28,669)	1,894,428
DEBT SERVICE					
Principal:					
Serial bonds	295,000	295,000	295,000	-	300,000
Bond anticipation notes	152,281	304,565	304,565	-	152,281
	447,281	599,565	599,565	-	452,281
Interest:					
Serial bonds	236,598	236,598	236,598	-	251,315
Bond anticipation notes	33,163	33,160	33,132	28	14,091
	269,761	269,758	269,730	28	265,406
	717,042	869,323	869,295	28	717,687
TOTAL EXPENDITURES	8,999,586	9,312,144	9,222,614	89,530	8,827,601

OTHER FINANCING USES

Transfers out:

Capital Projects Fund
Public Library Fund

140,000	140,000	140,000	-	43,000
292,328	292,328	292,328	-	336,833
432,328	432,328	432,328	-	379,833

TOTAL OTHER FINANCING USES

TOTAL EXPENDITURES AND
OTHER FINANCING USES

\$ 9,431,914	\$ 9,744,472	\$ 9,654,942	\$ 89,530	\$ 9,207,434
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VILLAGE OF ARDSLEY, NEW YORK

CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 179,509	\$ 210,784
Investments	523,203	522,158
Receivables:		
State and Federal aid	20,969	15,118
Due from other funds	-	3,939
	20,969	19,057
Total Assets	<u>\$ 723,681</u>	<u>\$ 751,999</u>
<u>LIABILITIES AND FUND DEFICIT</u>		
Liabilities:		
Accounts payable	\$ 248	\$ 246
Due to other funds	1,298	1,615
Bond anticipation notes payable	2,102,500	1,227,500
Total Liabilities	2,104,046	1,229,361
Fund Balance (Deficit):		
Reserved for debt service	135,041	134,369
Unreserved and undesignated	(1,515,406)	(611,731)
Total Fund Deficit	(1,380,365)	(477,362)
Total Liabilities and Fund Deficit	<u>\$ 723,681</u>	<u>\$ 751,999</u>

VILLAGE OF ARDSLEY, NEW YORK

CAPITAL PROJECTS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
YEARS ENDED MAY 31, 2011 AND 2010

	2011	2010
Revenues:		
State aid	\$ 17,669	\$ 134,374
Miscellaneous	9,528	261,600
Total Revenues	27,197	395,974
Expenditures - Capital outlay	1,060,200	1,190,687
Deficiency of Revenues Over Expenditures	(1,033,003)	(794,713)
Other Financing Sources:		
Transfers in	140,000	43,000
Transfers out	(10,000)	-
Total Other Financing Sources	130,000	43,000
Net Change in Fund Balance	(903,003)	(751,713)
Fund Balance (Deficit) - Beginning of Year	(477,362)	274,351
Fund Deficit - End of Year	<u>\$ (1,380,365)</u>	<u>\$ (477,362)</u>

VILLAGE OF ARDSLEY, NEW YORK

CAPITAL PROJECTS FUND

PROJECT-LENGTH SCHEDULE

INCEPTION OF PROJECT THROUGH MAY 31, 2011

Project	Authorization	Expenditures and Transfers	Unexpended Balance
Acquisition of Cable Equipment	\$ 169,805	\$ 128,402	\$ 41,403
Pumper Fire Fighting Vehicle	352,500	352,671	(171)
Reconstruction of Ashford Avenue	870,767	648,991	221,776
Purchase and Installation of Fire Siren and Related Items	25,000	25,231	(231)
Reconstruction of Sanitary Sewer Mains	257,000	249,783	7,217
Partial Reconstruction of Community Center	35,000	34,320	680
New Traffic Light	107,350	9,955	97,395
New Fire House	4,794,825	4,750,411	44,414
Fire Department Vehicle	32,000	31,597	403
Dump Truck	46,542	45,940	602
Flood Control	134,000	124,000	10,000
Street Reconstruction	140,483	71,294	69,189
Village Hall Reconstruction	15,000	8,388	6,612
Library Reconstruction	3,057,825	1,933,216	1,124,609
Salt Shed	227,500	230,768	(3,268)
Refuse Truck	185,000	179,756	5,244
Fire Truck	830,000	829,590	410
Totals	<u>\$ 11,280,597</u>	<u>\$ 9,654,313</u>	<u>\$ 1,626,284</u>

Proceeds of Obligations	Methods of Financing			Fund Balance (Deficit) at May 31, 2011	Bond Anticipation Notes Out- standing at May 31, 2011
	State and Federal Aid	Other	Totals		
\$ -	\$ -	\$ 166,098	\$ 166,098	\$ 37,696	\$ -
352,500	-	-	352,500	(171)	-
215,809	471,700	-	687,509	38,518	-
25,000	-	-	25,000	(231)	-
257,000	-	-	257,000	7,217	-
35,000	-	-	35,000	680	-
20,000	-	5,000	25,000	15,045	-
4,790,000	-	4,825	4,794,825	44,414	-
32,000	-	-	32,000	403	-
46,542	-	-	46,542	602	-
134,000	-	-	134,000	10,000	-
75,000	65,483	-	140,483	69,189	-
15,000	-	-	15,000	6,612	-
140,000	327,744	960,878	1,428,622	(504,594)	860,000
-	-	-	-	(230,768)	227,500
-	-	-	-	(179,756)	185,000
-	-	-	-	(829,590)	830,000
<u>\$ 6,137,851</u>	<u>\$ 864,927</u>	<u>\$ 1,136,801</u>	<u>\$ 8,139,579</u>	<u>\$ (1,514,734)</u>	<u>\$ 2,102,500</u>

VILLAGE OF ARDSLEY, NEW YORK

NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
MAY 31, 2011
(With Comparative Totals for 2010)

	Public Library Fund	Special Purpose Fund	Total Non-Major Governmental Funds	
			2011	2010
<u>ASSETS</u>				
Cash and Equivalents	\$ 56,893	\$ 18,996	\$ 75,889	\$ 65,681
Investments	447	-	447	447
Receivables:				
State and Federal aid	-	-	-	7,500
Due from other funds	-	6,650	6,650	6,650
	-	6,650	6,650	14,150
Total Assets	\$ 57,340	\$ 25,646	\$ 82,986	\$ 80,278
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 10,647	\$ 6,960	\$ 17,607	\$ 18,694
Due to other funds	8,202	-	8,202	11,202
Total Liabilities	18,849	6,960	25,809	29,896
Fund Balances:				
Reserved for trusts	-	18,686	18,686	21,853
Unreserved and undesignated	38,491	-	38,491	28,529
Total Fund Balances	38,491	18,686	57,177	50,382
Total Liabilities and Fund Balances	\$ 57,340	\$ 25,646	\$ 82,986	\$ 80,278

VILLAGE OF ARDSLEY, NEW YORK

NON-MAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCES

YEAR ENDED MAY 31, 2011

(With Comparative Totals for 2010)

	Public Library Fund	Special Purpose Fund	Total Non-Major Governmental Funds	
			2011	2010
Revenues:				
Departmental income	\$ 10,556	\$ -	\$ 10,556	\$ 8,196
Use of money and property	305	4	309	128
State aid	1,240	-	1,240	11,219
Miscellaneous	97,404	22,078	119,482	22,480
Total Revenues	109,505	22,082	131,587	42,023
Expenditures -				
Current:				
Culture and recreation	330,638	25,249	355,887	371,102
Employee benefits	71,233	-	71,233	62,758
Total Expenditures	401,871	25,249	427,120	433,860
Deficiency of Revenues Over Expenditures	(292,366)	(3,167)	(295,533)	(391,837)
Other Financing Sources -				
Transfers in	302,328	-	302,328	336,833
Net Change in Fund Balances	9,962	(3,167)	6,795	(55,004)
Fund Balances - Beginning of Year	28,529	21,853	50,382	105,386
Fund Balances - End of Year	\$ 38,491	\$ 18,686	\$ 57,177	\$ 50,382

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VILLAGE OF ARDSLEY, NEW YORK

PUBLIC LIBRARY FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
<u>ASSETS</u>		
Cash:		
Demand deposits	\$ 56,743	\$ 45,346
Petty cash	150	150
	<u>56,893</u>	<u>45,496</u>
Investments	447	447
State and Federal Aid Receivable	-	7,500
Total Assets	<u>\$ 57,340</u>	<u>\$ 53,443</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 10,647	\$ 16,712
Due to other funds	8,202	8,202
Total Liabilities	<u>18,849</u>	<u>24,914</u>
Fund Balance -		
Unreserved and		
undesignated	<u>38,491</u>	<u>28,529</u>
Total Liabilities and Fund Balance	<u>\$ 57,340</u>	<u>\$ 53,443</u>

VILLAGE OF ARDSLEY, NEW YORK

PUBLIC LIBRARY FUND
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
YEARS ENDED MAY 31, 2011 AND 2010

	2011			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Departmental income	\$ 9,000	\$ 9,000	\$ 10,556	\$ 1,556
Use of money and property	-	-	305	305
State aid	4,323	4,323	1,240	(3,083)
Miscellaneous	96,313	96,313	97,404	1,091
Total Revenues	109,636	109,636	109,505	(131)
Expenditures -				
Current:				
Culture and recreation	331,647	339,350	330,638	8,712
Employee benefits	70,317	72,614	71,233	1,381
Total Expenditures	401,964	411,964	401,871	10,093
Deficiency of Revenues Over Expenditures	(292,328)	(302,328)	(292,366)	9,962
Other Financing Sources -				
Transfers in	292,328	302,328	302,328	-
Net Change in Fund Balance	-	-	9,962	9,962
Fund Balance - Beginning of Year	-	-	28,529	28,529
Fund Balance - End of Year	\$ -	\$ -	\$ 38,491	\$ 38,491

2010			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 9,000	\$ 9,000	\$ 8,196	\$ (804)
1,000	1,000	16	(984)
4,323	4,323	11,219	6,896
1,013	1,013	4,823	3,810
15,336	15,336	24,254	8,918
320,422	319,016	306,486	12,530
66,747	68,153	62,758	5,395
387,169	387,169	369,244	17,925
(371,833)	(371,833)	(344,990)	26,843
336,833	336,833	336,833	-
(35,000)	(35,000)	(8,157)	26,843
35,000	35,000	36,686	1,686
\$ -	\$ -	\$ 28,529	\$ 28,529

VILLAGE OF ARDSLEY, NEW YORK

SPECIAL PURPOSE FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2011 AND 2010

	<u>ASSETS</u>	<u>2011</u>	<u>2010</u>
Cash:			
Demand deposits		\$ 16,066	\$ 17,259
Time deposits		<u>2,930</u>	<u>2,926</u>
		18,996	20,185
Due from Other Funds		<u>6,650</u>	<u>6,650</u>
Total Assets		<u>\$ 25,646</u>	<u>\$ 26,835</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Accounts payable		\$ 6,960	\$ 1,982
Due to other funds		<u>-</u>	<u>3,000</u>
Total Liabilities		6,960	4,982
Fund Balance - Reserved for trusts		<u>18,686</u>	<u>21,853</u>
Total Liabilities and Fund Balance		<u>\$ 25,646</u>	<u>\$ 26,835</u>

VILLAGE OF ARDSLEY, NEW YORK

SPECIAL PURPOSE FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCE

YEARS ENDED MAY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Revenues:		
Use of money and property	\$ 4	\$ 112
Miscellaneous	<u>22,078</u>	<u>17,657</u>
Total Revenues	22,082	17,769
Expenditures - Current - Culture and recreation	<u>25,249</u>	<u>64,616</u>
Deficiency of Revenues Over Expenditures	(3,167)	(46,847)
Fund Balance - Beginning of Year	<u>21,853</u>	<u>68,700</u>
Fund Balance - End of Year	<u>\$ 18,686</u>	<u>\$ 21,853</u>