

VILLAGE OF MAMARONECK, NEW YORK

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

YEAR ENDED MAY 31, 2008

WITH INDEPENDENT AUDITORS' REPORT

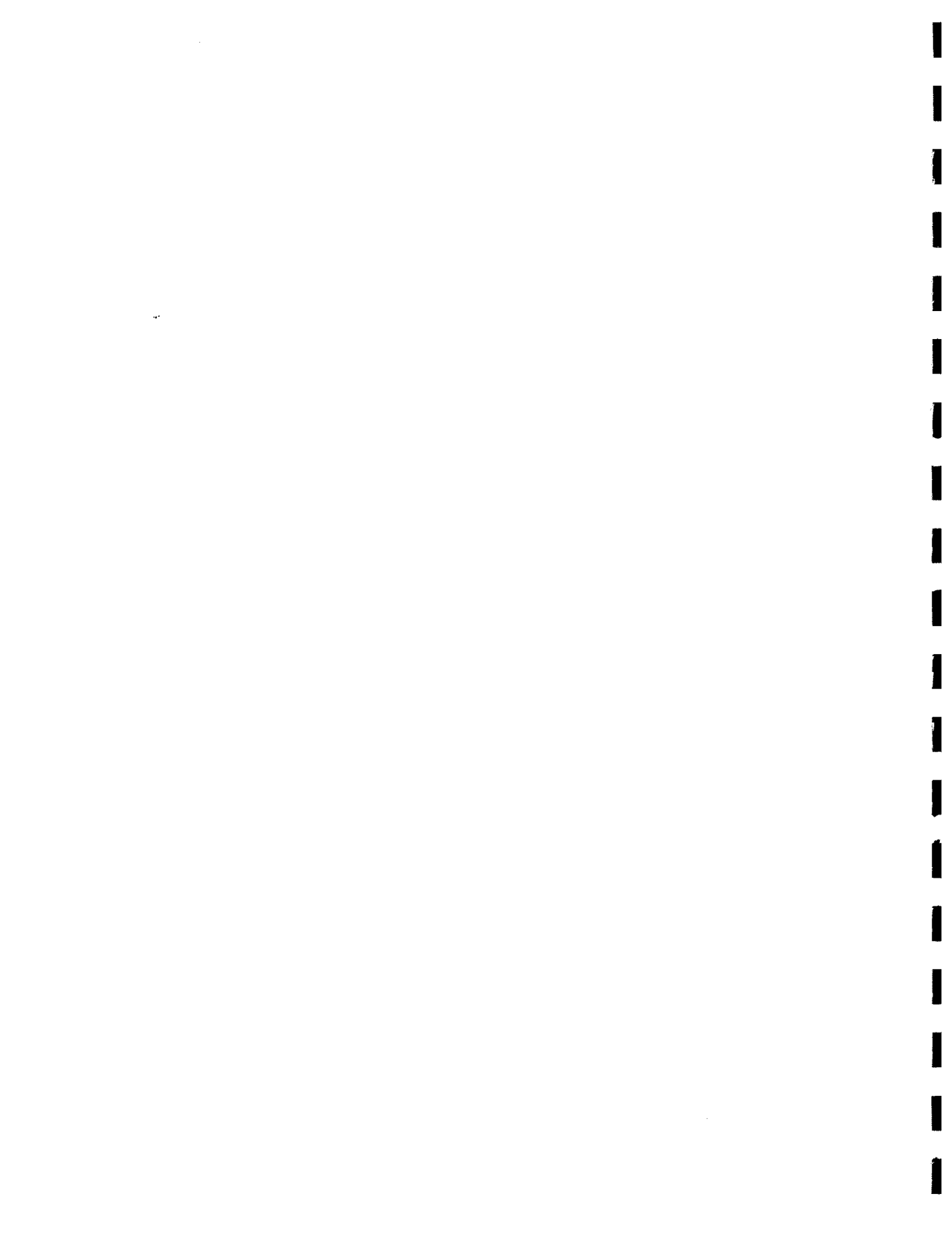


TABLE OF CONTENTS

	<u>Page</u>
Independent Auditors' Report	1
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	3
Management's Discussion and Analysis	5
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Assets	13
Statement of Activities	14
Fund Financial Statements:	
Balance Sheet - Governmental Funds	16
Reconciliation of Governmental Funds Balance Sheet to the Government- Wide Statement of Net Assets	18
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	19
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	21
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General and Water Funds	22
Statement of Assets and Liabilities - Fiduciary Fund	24
Notes to Financial Statements	25
Combining and Individual Fund Financial Statements and Schedules:	
Major Governmental Funds:	
General Fund:	
Comparative Balance Sheet	45
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	46
Schedule of Revenues and Other Financing Sources Compared to Budget	48
Schedule of Expenditures and Other Financing Uses Compared to Budget	52
Water Fund:	
Comparative Balance Sheet	56
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	57
Schedule of Revenues and Other Financing Sources Compared to Budget	59
Schedule of Expenditures and Other Financing Uses Compared to Budget	60
Capital Projects Fund:	
Comparative Balance Sheet	61
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	62
Project-Length Schedule	63
Non-Major Governmental Funds:	
Combining Balance Sheet	65
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	66

TABLE OF CONTENTS (Concluded)

	<u>Page</u>
Special Purpose Fund:	
Comparative Balance Sheet	67
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	68
Debt Service Fund:	
Comparative Balance Sheet	69
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	70



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

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Board of Trustees
of the Village of Mamaroneck, 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 Mamaroneck, New York as of and for the year ended May 31, 2008, 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 did not audit the financial statements of the Village of Mamaroneck Housing Authority (a component unit). These financial statements were audited by another auditor whose report thereon has been furnished to us, and our opinion on the basic financial statements insofar as it relates to amounts included, for such component unit is based on the report of the other auditor.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 basic financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Village of Mamaroneck, New York as of May 31, 2008 and the respective changes in financial position, thereof, and the respective budgetary comparison for the General and Water funds for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

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

Bennett Kielson Storch DeSantis Division

One Barker Avenue, White Plains, New York 10601 914.421.5600 tel 914.421.5099 fax www.odmd.com

In accordance with Government Auditing Standards, we have also issued our report dated October 9, 2008 on our consideration of the Village of Mamaroneck, New York's internal controls over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

Bennett Kielson Storch DeSantis

The Government Services Division of
O'Connor Davies Munns & Dobbins, LLP
October 9, 2008



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

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

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

We have audited the financial statements of the Village of Mamaroneck, New York as of and for the year ended May 31, 2008, and have issued our report thereon dated October 9, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Village of Mamaroneck, New York's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village of Mamaroneck, New York's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Village of Mamaroneck, New York's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process or report financial data reliably in accordance with accounting principles generally accepted in the United States of America such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Bennett Kielson Storch DeSantis Division

One Barker Avenue, White Plains, New York 10601 914.421.5600 tel 914.421.5099 fax www.odmd.com

Compliance and Other Matters

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

We noted certain matters that we reported to the management of the Village of Mamaroneck, New York in a separate letter.

This report is intended solely for the information and use of the Board of Trustees, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Bennett Kielson Storch DeSantis

The Government Services Division of
O'Connor Davies Munns & Dobbins, LLP
October 9, 2008

Village of Mamaroneck, New York
Management's Discussion and Analysis (MD&A)
May 31, 2008

Introduction

As management of the Village of Mamaroneck, New York ("Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended May 31, 2008. It should be read in conjunction with the basic financial statements, which immediately follows this section, to enhance understanding of the Village's financial performance.

Financial Highlights

- ❖ On the government-wide statements, the assets of the Village exceeded its liabilities at the close of the most recent fiscal year by \$22,919,383. Of this amount, a deficit of \$4,825,251 is unrestricted. This deficit is the result of bond anticipation notes issued for the payment of judgments and claims and the accrual of certain expenses in accordance with Governmental Accounting Standards Board (GASB) Statement No. 34.
- ❖ As of the close of the current fiscal year, the Village's governmental funds reported a combined ending deficit of \$6,241,110, of which \$2,442,647, exclusive of the Capital Projects Fund, is unreserved and available for spending at the Village's discretion.
- ❖ At the end of the current fiscal year, unreserved fund balance for the General Fund was \$2,130,961, or 7% of total General Fund expenditures and other financing uses.
- ❖ During the current fiscal year, the Village issued \$5,228,000 in bond anticipation notes to finance the cost of various capital projects. The Village amortized \$5,483,100 and \$975,000 in bond anticipation note and bond principal, respectively.

Overview of the Financial Statements

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

Government-Wide Financial Statements

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

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

The statement of activities presents information showing how the Village's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, uncollected taxes, and earned but unused vacation leave).

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

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds

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

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

The Village maintains five individual governmental funds: the General Fund, Water Fund, Capital Projects Fund, Special Purpose Fund and Debt Service Fund.

The Village adopts annual budgets for the General Fund, Water Fund and the Debt Service Fund. Budgetary comparison statements have been provided for the General Fund and Water Fund within the basic financial statements to demonstrate compliance with the respective budgets.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Village programs. The Village maintains one type of fiduciary fund, the Agency 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.

Notes to Financial Statements

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

Other Information

Additional statements and schedules can be found immediately following the notes to 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 \$22,919,383 at the close of the most recent fiscal year. The largest portion of the Village's net assets is its investment in capital assets (land, construction-in-progress, infrastructure, buildings and improvements and machinery and equipment), less any related debt outstanding that was used to acquire those assets. The Village uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the Village's investments in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate the debt.

Statement of Net Assets

	May 31,	
	2008	2007
Current Assets	\$ 8,899,272	\$ 7,489,386
Capital Assets, Net	<u>45,108,639</u>	<u>41,140,358</u>
Total Assets	<u>54,007,911</u>	<u>48,629,744</u>
Current Liabilities	17,452,077	16,992,448
Long-term Liabilities	<u>13,636,451</u>	<u>7,893,133</u>
Total Liabilities	<u>31,088,528</u>	<u>24,885,581</u>
Net Assets:		
Invested in Capital Assets, Net of Related Debt	26,750,107	28,279,604
Restricted	994,527	795,336
Unrestricted	<u>(4,825,251)</u>	<u>(5,330,777)</u>
Total Net Assets	<u>\$ 22,919,383</u>	<u>\$ 23,744,163</u>

A portion of the Village's net assets (\$994,527) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets is a deficit of \$4,825,251.

Change in Net Assets

	May 31,	
	<u>2008</u>	<u>2007</u>
Revenues:		
Program Revenues:		
Charges for Services	\$ 3,149,943	\$ 3,159,335
Operating Grants and Contributions	1,033,388	1,389,259
Capital Grants and Contributions	980,100	1,532,049
General Revenues:		
Real Property Taxes	20,121,771	19,072,234
Other Tax Items	123,810	98,327
Non-Property Taxes	2,949,275	2,831,435
Unrestricted Use of Money and Property	129,702	161,128
Sale of Property and Compensation for Loss	198,223	312,284
Unrestricted State Aid	729,871	954,715
Miscellaneous	12,104	21,376
Total Revenues	<u>29,428,187</u>	<u>29,532,142</u>
Program Expenses:		
General Government Support	9,218,101	8,559,812
Public Safety	11,346,727	10,497,611
Health	137,875	139,466
Transportation	2,651,219	2,356,274
Economic Opportunity and Development	282,599	271,286
Culture and Recreation	2,247,768	2,398,580
Home and Community Services	3,532,042	3,629,215
Interest	836,636	685,287
Total Expenses	<u>30,252,967</u>	<u>28,537,531</u>
Change in Net Assets	(824,780)	994,611
Net Assets - Beginning	<u>23,744,163</u>	<u>22,749,552</u>
Net Assets - Ending	<u><u>\$ 22,919,383</u></u>	<u><u>\$ 23,744,163</u></u>

Governmental Activities

Governmental activities decreased the Village's net assets by \$824,780.

For the fiscal year ended May 31, 2008, revenues from governmental activities totaled \$29,428,187. Tax revenues (\$23,194,856), comprised of real property taxes, other tax items and non-property taxes, represent the largest revenue source (79%).

The largest components of governmental activities' expenses are public safety (38%), general government support (30%) and home and community services (12%).

Financial Analysis of the Village's Funds

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

Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, the Village's governmental funds reported combined ending fund deficits of \$6,241,110, a net decrease of \$2,888,892 from the prior year deficit amount. Of this amount, a deficit of \$7,271,535 constitutes unreserved fund balance. Exclusive of the Capital Projects Fund, there is an unreserved fund balance of \$2,442,647. Of the unreserved fund balance, \$364,000 has been designated for subsequent year's expenditures and represents the amount estimated for use in the 2008-2009 budget. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed for encumbrances (\$282,475), police pension fund (\$6,266), trusts (\$425,300), debt service (\$307,633) and law enforcement (\$8,751).

The General Fund is the primary operating fund of the Village. At the end of the current fiscal year, the unreserved fund balance of the General Fund was \$2,130,961, representing 88% of the total General Fund balance of \$2,422,187. Two useful measures of liquidity are the percentage of unreserved and undesignated fund balance to total expenditures and total fund balance to total expenditures. At the end of the current fiscal year, the General Fund showed a 7% unreserved and undesignated fund balance to total expenditures, while total fund balance represents 8% of that same amount.

The final General Fund budget anticipated the use of \$2,306,919 of fund balance. Revenues and other financing sources were \$31,363,199, which was \$1,714,380 more than the final budget. The major areas where revenues and other financing sources exceeded the budget were in non-property taxes, use of money and property, licenses and permits and State aid. Expenditures and other financing uses were \$30,526,665, which was less than the final budget by \$1,429,073. The major area where spending and other financing uses was less than the budget was in the general public support, public safety, transportation and culture and recreation.

General Fund Budgetary Highlights

The difference between the original and final budget of the General Fund for estimated revenues and other financing sources was \$2,275,545, which was primarily in the sale of property and compensation for loss, State aid-mortgage tax, Federal aid-emergency management assistance and bond anticipation notes issued.

The difference between the appropriations originally budgeted and the final appropriation budget for the General Fund was \$4,150,055 (\$27,805,683 vs. \$31,955,738). The appropriations budget for general government support was increased by \$3,300,713, culture and recreation was increased \$61,643, home and community services was increased by \$500,737 and other financing uses was increased by \$173,300.

Capital Assets and Debt Administration

Capital Assets

The Village's investment in capital assets for governmental activities at May 31, 2008, net of \$31,188,569 of accumulated depreciation, was \$45,108,639. This investment in capital assets includes land, infrastructure, buildings and improvements, machinery and equipment and construction-in-progress.

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

Asset	May 31,	
	2008	2007
Land	\$ 2,843,273	\$ 2,843,273
Buildings and improvements	57,210,786	55,162,768
Machinery and equipment	11,452,767	10,787,888
Construction-in-progress	4,790,382	1,179,264
Less - Accumulated depreciation	<u>(31,188,569)</u>	<u>(28,832,835)</u>
Total (net of depreciation)	<u>\$ 45,108,639</u>	<u>\$ 41,140,358</u>

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

Long-term Debt

The Village had general obligation and other long-term debt outstanding as follows:

Asset	May 31,	
	2008	2007
Bonds Payable	\$ 11,627,200	\$ 5,495,000
Bond Anticipation Notes Payable	2,000,000	-
Claims Payable	930,479	1,462,551
Compensated Absences	1,078,754	935,582
	<u>\$ 15,636,433</u>	<u>\$ 7,893,133</u>

The Village, during the 2008 fiscal year paid \$975,000 in principal on serial bonds.

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

Requests for Information

This financial report is designed to provide a general overview of the Village of Mamaroneck, New York's finances for all those with an interest in those finances. Questions and comments concerning any of the information provided in this report should be addressed to Agostino Fusco, Clerk Treasurer, Village of Mamaroneck, 123 Mamaroneck Avenue, Mamaroneck, New York 10543.

VILLAGE OF MAMARONECK, NEW YORK

STATEMENT OF NET ASSETS
MAY 31, 2008

	Primary Government Governmental Activities	Component Unit Housing Authority
ASSETS		
Cash and equivalents	\$ 6,723,805	\$ 1,481,853
Receivables:		
Taxes, net	1,959	-
Accounts	567,854	50,635
State and Federal aid	564,099	-
Due from other governments	1,041,555	-
Capital assets (net of accumulated depreciation):		
Land	2,843,273	-
Infrastructure	28,572,075	-
Buildings and improvements	5,209,336	-
Machinery and equipment	3,693,573	-
Construction-in-progress	4,790,382	-
Total Assets	<u>54,007,911</u>	<u>1,532,488</u>
LIABILITIES		
Accounts payable	1,701,041	1,693
Accrued liabilities	327,757	5,922
Accrued interest payable	311,695	-
Due to other governments	91,073	71,357
Retained percentages	297,849	-
Unearned revenues	52,725	-
Bond anticipation notes payable - Capital construction	11,930,705	-
Bond anticipation notes payable - Other	550,000	-
Due to retirement systems	189,232	-
Non-current liabilities:		
Due within one year:		
Bonds payable	2,307,200	-
Claims payable	210,380	-
Compensated absences	107,875	14,541
Due in more than one year:		
Bonds payable	9,320,000	-
Bond anticipation notes payable - Other	2,000,000	-
Claims payable	720,117	-
Compensated absences	970,879	8,088
Total Liabilities	<u>31,088,528</u>	<u>101,601</u>
NET ASSETS		
Invested in capital assets, net of related debt	26,750,107	-
Restricted for:		
Capital projects	74,300	-
Debt service	321,633	-
Law enforcement	8,751	-
Special Revenue funds:		
Water	158,277	-
Special purposes	431,566	-
Unrestricted	(4,825,251)	1,430,887
Total Net Assets	<u>\$ 22,919,383</u>	<u>\$ 1,430,887</u>

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

STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2008

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government support	\$ 9,218,101	\$ 569,245	\$ -	\$ -
Public safety	11,346,727	782,777	180,118	-
Health	137,875	-	35,792	-
Transportation	2,651,219	136,209	165,659	525,800
Economic opportunity and development	282,599	12,050	-	-
Culture and recreation	2,247,768	1,476,668	343,681	-
Home and community services	3,532,042	172,994	308,139	305,000
Interest	836,636	-	-	149,300
Total Governmental Activities - Primary Government	<u>\$ 30,252,967</u>	<u>\$ 3,149,943</u>	<u>\$ 1,033,389</u>	<u>\$ 980,100</u>
Component Unit - Housing Authority	<u>\$ 4,216,678</u>	<u>\$ -</u>	<u>\$ 4,302,482</u>	<u>\$ -</u>

General Revenues:

Real property taxes

Other tax items:

Payments in lieu of taxes

Interest and penalties on real property taxes

Non-property taxes:

Non-property tax distribution from County

Utilities gross receipts taxes

Unrestricted use of money and property

Sale of property and compensation for loss

Unrestricted State aid

Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets - Beginning

Net Assets - Ending

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

Net (Expense) Revenue and Changes in Net Assets	
Primary Government	Component Unit
Governmental Activities	Housing Authority
\$ (8,648,856)	\$ -
(10,383,832)	-
(102,083)	-
(1,823,551)	-
(270,549)	-
(427,419)	-
(2,745,909)	-
(687,336)	-
(25,089,535)	-
-	85,804
20,121,771	-
25,000	-
98,810	-
2,612,951	-
336,324	-
129,701	44,594
198,223	-
729,871	-
12,104	12,764
24,264,755	57,358
(824,780)	143,162
23,744,163	1,287,725
\$ 22,919,383	\$ 1,430,887

VILLAGE OF MAMARONECK, NEW YORK

BALANCE SHEET
GOVERNMENTAL FUNDS
MAY 31, 2008

	General	Water	Capital Projects
ASSETS			
Cash and Equivalents	\$ 6,180,341	\$ 76,035	\$ 21,998
Taxes Receivable, net of allowance for uncollectible taxes	1,959	-	-
Other Receivables:			
Accounts	111,390	456,464	-
State and Federal aid	38,299	-	525,800
Due from other governments	1,041,555	-	-
Due from other funds	734,505	311,425	3,547,036
Total Assets	\$ 8,108,049	\$ 843,924	\$ 4,094,834
LIABILITIES AND FUND BALANCES (DEFICITS)			
Liabilities:			
Accounts payable	\$ 734,820	\$ 44,868	\$ 921,353
Accrued liabilities	327,757	-	-
Due to other funds	3,740,255	501,370	659,109
Due to other governments	91,073	-	-
Retained percentages	-	-	297,849
Deferred revenues	52,725	-	-
Bond anticipation notes payable	550,000	-	11,930,705
Due to retirement systems	189,232	-	-
Total Liabilities	5,685,862	546,238	13,809,016
Fund Balances (Deficits):			
Reserved for encumbrances	282,475	-	-
Reserved for police pension fund	-	-	-
Reserved for trusts	-	-	-
Reserved for debt service	-	-	-
Reserved for law enforcement	8,751	-	-
Unreserved, reported in:			
General Fund	2,130,961	-	-
Water Fund	-	297,686	-
Capital Projects Fund	-	-	(9,714,182)
Debt Service Fund	-	-	-
Total Fund Balances (Deficits)	2,422,187	297,686	(9,714,182)
Total Liabilities and Fund Balances (Deficits)	\$ 8,108,049	\$ 843,924	\$ 4,094,834

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

Other Governmental Funds	Total Governmental Funds
\$ 445,431	\$ 6,723,805
-	1,959
-	567,854
-	564,099
-	1,041,555
672,373	5,265,339
<u>\$ 1,117,804</u>	<u>\$ 14,164,611</u>

\$ -	\$ 1,701,041
-	327,757
364,605	5,265,339
-	91,073
-	297,849
-	52,725
-	12,480,705
-	189,232
<u>364,605</u>	<u>20,405,721</u>

-	282,475
6,266	6,266
425,300	425,300
307,633	307,633
-	8,751
-	2,130,961
-	297,686
-	(9,714,182)
14,000	14,000
<u>753,199</u>	<u>(6,241,110)</u>
<u>\$ 1,117,804</u>	<u>\$ 14,164,611</u>

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF MAMARONECK, NEW YORK

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS
YEAR ENDED MAY 31, 2008

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

Fund Balances - Total Governmental Funds	\$ (6,241,110)
--	----------------

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	45,108,639
--	------------

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

Accrued interest payable	(311,695)
Bond anticipation notes payable - Other	(2,000,000)
Bonds payable	(11,627,200)
Claims payable	(930,497)
Compensated absences	(1,078,754)

(15,948,146)

Net Assets of Governmental Activities	\$ 22,919,383
---------------------------------------	---------------

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

VILLAGE OF MAMARONECK, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED MAY 31, 2008

	General	Water	Capital Projects
REVENUES			
Real property taxes	\$ 20,121,771	\$ -	\$ -
Other tax items	123,810	-	-
Non-property taxes	2,949,275	-	-
Departmental income	1,730,801	-	-
Intergovernmental charges	90,627	-	-
Use of money and property	255,217	2,081	-
Licenses and permits	416,105	-	-
Fines and forfeitures	756,397	-	-
Sale of property and compensation for loss	198,223	-	-
State aid	969,042	-	91,442
Federal aid	164,330	-	739,358
Miscellaneous	42,601	293,547	-
Total Revenues	27,818,199	295,628	830,800
EXPENDITURES			
Current:			
General government support	7,991,875	9,999	-
Public safety	7,880,348	-	-
Health	121,892	-	-
Transportation	1,461,577	-	-
Economic opportunity and development	257,524	-	-
Culture and recreation	1,585,317	-	-
Home and community services	2,391,488	116,689	-
Employee benefits	5,701,922	-	-
Debt service:			
Principal	662,333	312,667	-
Interest	591,291	306,710	-
Capital outlay	-	-	6,192,328
Total Expenditures	28,645,567	746,065	6,192,328
Excess (Deficiency) of Revenues Over Expenditures	(827,368)	(450,437)	(5,361,528)
OTHER FINANCING SOURCES (USES)			
Bonds issued	1,545,000	-	5,562,200
Bond anticipation notes issued	2,000,000	-	-
Transfers in	-	265,000	1,774,508
Transfers out	(1,881,098)	(153,210)	(126,398)
Total Other Financing Sources	1,663,902	111,790	7,210,310
Net Change in Fund Balances	836,534	(338,647)	1,848,782
Fund Balances (Deficits) - Beginning of Year	1,585,653	636,333	(11,562,964)
Fund Balances (Deficits) - End of Year	\$ 2,422,187	\$ 297,686	\$ (9,714,182)

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

Other Governmental Funds	Total
\$ -	\$ 20,121,771
-	123,810
-	2,949,275
-	1,730,801
-	90,627
150,622	407,920
-	416,105
-	756,397
-	198,223
-	1,060,484
-	903,688
332,937	669,085
483,559	29,428,186
-	8,001,874
-	7,880,348
5,215	127,107
-	1,461,577
-	257,524
38,882	1,624,199
437	2,508,614
18,000	5,719,922
-	975,000
-	898,001
-	6,192,328
62,534	35,646,494
421,025	(6,218,308)
-	7,107,200
-	2,000,000
144,398	2,183,906
(23,200)	(2,183,906)
121,198	9,107,200
542,223	2,888,892
210,976	(9,130,002)
\$ 753,199	\$ (6,241,110)

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF MAMARONECK, 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, 2008

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

Net Change in Fund Balances - Total Governmental Funds	\$ 2,888,892
--	--------------

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	6,853,328
Depreciation expense	<u>(2,885,047)</u>
	<u>3,968,281</u>

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

Bonds issued	(7,107,200)
Bond anticipation notes issued	(2,000,000)
Principal paid on bonds	<u>975,000</u>
	<u>(8,132,200)</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.

Claims	532,054
Compensated absences	(143,172)
Accrued interest	<u>61,365</u>
	<u>450,247</u>

Change in Net Assets of Governmental Activities	<u>\$ (824,780)</u>
---	---------------------

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

VILLAGE OF MAMARONECK, NEW YORK

GENERAL AND WATER FUNDS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 YEAR ENDED MAY 31, 2008

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 20,122,938	\$ 20,122,938	\$ 20,121,771	\$ (1,167)
Other tax items	95,000	95,000	123,810	28,810
Non-property taxes	2,790,000	2,790,000	2,949,275	159,275
Departmental income	1,678,105	1,678,105	1,730,801	52,696
Intergovernmental charges	93,775	93,775	90,627	(3,148)
Use of money and property	193,630	193,630	255,217	61,587
Licenses and permits	294,900	294,900	416,105	121,205
Fines and forfeitures	815,000	815,000	756,397	(58,603)
Sale of property and compensation for loss	108,500	167,168	198,223	31,055
State aid	879,726	949,794	969,042	19,248
Federal aid	75,000	206,304	164,330	(41,974)
Miscellaneous	31,700	47,205	42,601	(4,604)
Total Revenues	27,178,274	27,453,819	27,818,199	364,380
EXPENDITURES				
Current:				
General government support	4,942,888	8,243,601	7,991,875	251,726
Public safety	8,033,843	8,087,732	7,880,348	207,384
Health	119,300	128,900	121,892	7,008
Transportation	1,597,048	1,591,722	1,461,577	130,145
Economic opportunity and development	272,257	277,056	257,524	19,532
Culture and recreation	1,731,215	1,792,858	1,585,317	207,541
Home and community services	1,999,066	2,499,803	2,391,488	108,315
Employee benefits	5,803,320	5,788,520	5,701,922	86,598
Debt service:				
Principal	662,335	662,335	662,333	2
Interest	591,506	657,006	591,291	65,715
Total Expenditures	25,752,778	29,729,533	28,645,567	1,083,966
Excess (Deficiency) of Revenues Over Expenditures	1,425,496	(2,275,714)	(827,368)	1,448,346
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	-	1,545,000	1,545,000
Bond anticipation notes issued	195,000	2,195,000	2,000,000	(195,000)
Transfers in	-	-	-	-
Transfers out	(2,052,905)	(2,226,205)	(1,881,098)	345,107
Total Other Financing Sources (Uses)	(1,857,905)	(31,205)	1,663,902	1,695,107
Net Change in Fund Balances	(432,409)	(2,306,919)	836,534	3,143,453
Fund Balances - Beginning of Year	432,409	2,306,919	1,585,653	(721,266)
Fund Balances - End of Year	\$ -	\$ -	\$ 2,422,187	\$ 2,422,187

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

Water Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
10,000	10,000	2,081	(7,919)
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
210,000	210,000	293,547	83,547
220,000	220,000	295,628	75,628
11,854	11,854	9,999	1,855
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
73,820	73,820	116,689	(42,869)
-	-	-	-
312,667	312,667	312,667	-
306,659	306,659	306,710	(51)
705,000	705,000	746,065	(41,065)
(485,000)	(485,000)	(450,437)	34,563
-	-	-	-
-	-	-	-
265,000	265,000	265,000	-
(34,000)	(34,000)	(153,210)	(119,210)
231,000	231,000	111,790	(119,210)
(254,000)	(254,000)	(338,647)	(84,647)
254,000	254,000	636,333	382,333
\$ -	\$ -	\$ 297,686	\$ 297,686

VILLAGE OF MAMARONECK, NEW YORK

STATEMENT OF ASSETS AND LIABILITIES

FIDUCIARY FUND

MAY 31, 2008

ASSETS	Agency Fund
Cash - Demand deposits	\$ 229,508
LIABILITIES	
Accounts Payable	\$ 152,302
Employee Payroll Deductions	10,733
Deposits	66,473
Total Liabilities	\$ 229,508

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

Note 1 - Summary of Significant Accounting Policies

The Village of Mamaroneck, New York was established in 1895 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 of Mamaroneck, New York 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 of Mamaroneck, 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, the following individual component unit is included in the Village's reporting entity because of its financial relationship with the Village.

The Village of Mamaroneck Housing Authority ("Authority") is a public benefit corporation created by State Legislation to promote the development of adequate housing for citizens of the Village. A majority of the members of the Authority's Board are appointed by the Village Board. Consequently, the Village is able to impose its will on the Authority. The Authority may also impose a financial burden to the primary government since the Village is obligated to guarantee debt to New York State. Since the Authority does not provide services entirely or almost entirely to the Village, the Authority has been reflected as a discretely presented component unit.

Complete financial information for the Authority can be obtained from:

Village of Mamaroneck Housing Authority
123 Mamaroneck Avenue
Mamaroneck, New York 10543

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.

Note 1 - Summary of Significant Accounting Policies (Continued)

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.

C. Fund Financial Statements

The accounts of the Village are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts which comprise its assets, liabilities, fund balances, revenues and expenditures. 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 explains the adjustments necessary to transform the fund based financial statements into the governmental activities column of the government-wide presentation. The Village's resources are reflected in the fund financial statements in two broad fund categories, in accordance with generally accepted accounting principles as follows:

Fund Categories

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

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

Special Revenue Funds - Special revenue funds are established to account for the proceeds of specific revenue sources that are legally restricted to

Note 1 - Summary of Significant Accounting Policies (Continued)

expenditures for certain defined purposes. The major special revenue fund of the Village is as follows:

Water Fund - The Water Fund is used to account for distributions from the Westchester Joint Water Works. These funds are used primarily for debt service expenditures.

Capital Projects Fund - The Capital Projects Fund is utilized 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 Fund -

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.

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

- 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. The Village's Agency Fund is primarily utilized to account for various deposits that are payable to other jurisdictions or individuals.

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

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

The government-wide financial statements 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

Note 1 - Summary of Significant Accounting Policies (Continued)

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 certain claims are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

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

Component Unit

The component unit is presented on the basis of accounting that most accurately reflects its activities. The Authority is accounted for on the flow of economic resources measurement focus. With this measurement focus, all assets and liabilities (whether current or non-current) associated with the operation of these activities are included on the Statement of Net Assets. Operating statements present increases (revenues) and decreases (expenses) in net total assets. The Authority is accounted for on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded at the time liabilities are incurred. The Authority applies all applicable Financial Accounting Standards Board pronouncements issued after November 30, 1989 in accounting and reporting for its operations.

E. Assets, Liabilities and Net Assets or Fund Balances

Deposits, Investments and Risk Disclosure

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

The Village's investment policies are governed by State statutes. The Village has adopted its own written investment policy which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The Village is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions, and accordingly, the Villages policy provides for no credit risk on investments.

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit at 100% of all deposits not covered by Federal deposit insurance. The Village has entered into custodial agreements with the various banks which hold their

Note 1 - Summary of Significant Accounting Policies (Continued)

deposits. These agreements authorize the obligations that may be pledged as collateral. Such obligations include, among other instruments, obligations of the United States and its agencies and obligations of the State and its municipal and school district subdivisions.

Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. GASB Statement No. 40 directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the Village's name. The Village's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at May 31, 2008.

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

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 is responsible for the billing and collection of its own taxes and also has the responsibility for conducting in-rem foreclosure proceedings.

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 expenses/expenditures are incurred. Allowances are recorded when appropriate.

Due From/To Other Funds - During the course of its operations, the Village has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of May 31, 2008, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

<u>Class</u>	<u>Life in Years</u>
Infrastructure	10-65
Buildings and improvements	20-50
Machinery and equipment	5-10

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 revenue consists of amounts received in advance and amounts from grants received before the eligibility requirements have been met.

Deferred revenues in 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 \$52,725 for fees received in advance in the General Fund. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

Compensated Absences - The various collective bargaining agreements provide for the payment of accumulated vacation and sick leave upon separation of service. The liability for such accumulated leave is reflected in the government-wide Statement of Net Assets as current and long-term liabilities. A liability for these amounts is reported in the governmental funds only if the liability 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, law enforcement 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 encumbrances, police pension fund, trusts, debt service and law enforcement represent portions of fund balance which are required to be segregated in accordance with State law or generally accepted accounting principles. Designation of unreserved fund balances in governmental funds indicates the utilization of these resources in the ensuing year's budget or tentative plans for future use.

F. Encumbrances

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

G. Use of Estimates

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

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.
- e) Formal budgetary integration is employed during the year as a management control device for General, Water and Debt Service funds.

Note 2 - Stewardship, Compliance and Accountability (Continued)

- f) Budgets for General, Water and Debt Service funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. An annual budget is not adopted 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 an increase in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.
- h) Appropriations in General, Water and Debt Service funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

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

B. 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 2007-2008 fiscal year was \$64,901,732, which exceeded the actual levy by \$44,778,879.

C. Capital Projects Fund Deficit

The undesignated deficit in the Capital Projects Fund of \$9,714,182 arises in-part because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance construction of capital projects are not recognized as an "other financing source". Liabilities for bond anticipation notes payable are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed. The deficit will be reduced and eliminated as 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 project deficit, arise because of expenditures exceeding current financing on the projects. These deficits will be eliminated with the subsequent receipt or issuance of authorized financing.

Note 2 - Stewardship, Compliance and Accountability (Continued)**D. Excess of Actual Expenditures Over Budget**

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

Water Fund:

Home and Community Services - Meter installation and hydrant rentals	\$	42,869
Debt Service - Interest - Bond anticipation notes		51
Other Financing Uses - Transfers out - Capital Projects Fund		119,210

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

Taxes receivable at May 31, 2008 consisted of the following:

Current year	\$	3,765
Prior years		<u>47,915</u>
		51,680
Allowance for uncollectible taxes		<u>49,721</u>
	\$	<u><u>1,959</u></u>

B. Due From/To Other Funds

The balances reflected as due from/to other funds at May 31, 2008 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 734,505	\$ 3,740,255
Water	311,425	501,370
Capital Projects	3,547,036	659,109
Non-Major Governmental Funds	<u>672,373</u>	<u>364,605</u>
	<u>\$ 5,265,339</u>	<u>\$ 5,265,339</u>

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

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2008Note 3 - Detailed Notes on All Funds (Continued)**C. Capital Assets**

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

Class	Balance June 1, 2007	Additions	Deductions	Balance May 31, 2008
Capital Assets, not being depreciated:				
Land	\$ 2,843,273	\$ -	\$ -	\$ 2,843,273
Construction-in-Progress	1,179,264	3,611,118	-	4,790,382
Total Capital Assets, not being depreciated	<u>\$ 4,022,537</u>	<u>\$ 3,611,118</u>	<u>\$ -</u>	<u>\$ 7,633,655</u>
Capital Assets, being depreciated:				
Infrastructure	\$ 46,429,696	\$ 1,781,654	\$ -	\$ 48,211,350
Buildings and Improvements	8,733,072	266,364	-	8,999,436
Machinery and Equipment	10,787,888	1,194,192	529,313	11,452,767
Total Capital Assets, being depreciated	<u>65,950,656</u>	<u>3,242,210</u>	<u>529,313</u>	<u>68,663,553</u>
Less Accumulated Depreciation for:				
Infrastructure	18,312,503	1,326,772	-	19,639,275
Buildings and Improvements	3,518,814	271,286	-	3,790,100
Machinery and Equipment	7,001,518	1,286,989	529,313	7,759,194
Total Accumulated Depreciation	<u>28,832,835</u>	<u>2,885,047</u>	<u>529,313</u>	<u>31,188,569</u>
Total Capital Assets, being depreciated, net	<u>\$ 37,117,821</u>	<u>\$ 357,163</u>	<u>\$ -</u>	<u>\$ 37,474,984</u>
Capital Assets, net	<u>\$ 41,140,358</u>	<u>\$ 3,968,281</u>	<u>\$ -</u>	<u>\$ 45,108,639</u>

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

General Government Support	\$ 601,866
Public Safety	615,398
Health	18,048
Transportation	864,244
Culture and Recreation	221,584
Home and Community Services	<u>563,907</u>
Total Depreciation Expense	<u>\$ 2,885,047</u>

Note 3 - Detailed Notes on All Funds (Continued)**D. Accrued Liabilities**

The Village has reported accrued liabilities for contractual obligations of \$327,757 in the General Fund.

Accrued Liabilities – Component Unit

Accrued liabilities at May 31, 2008 consist of \$5,922 for accrued payroll and employee benefits.

E. Pension Plans

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

Funding Policy - The Systems are non-contributory except for employees who joined ERS after July 27, 1976 and have less than ten years of service, who contribute 3% of their salary. Contributions are certified by the State Comptroller and expressed as a percentage of members' salary. Contribution rates are actuarially determined and based upon membership tier and plan. Contributions consist of a life insurance portion (GTLI) and regular pension contributions. Contribution rates for the plans' year ended March 31, 2008 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	1 75I	12.1%
	2 75I	11.1
	3 A14	8.9
	4 A15	8.9
PFRS	1 384D	20.0
	2 375I	11.0
	2 384D	14.7

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

	<u>ERS</u>	<u>PFRS</u>
2008	\$ 451,549	\$ 718,601
2007	595,841	680,889
2006	556,818	676,670

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2008

Note 3 - Detailed Notes on All Funds (Continued)

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

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

The Village also provides benefits to those police officers who retired from service prior to the inception of PFRS. Benefits are calculated pursuant to Section 192 of the Retirement and Social Security Law. It is the policy of the Village to fund any benefits with transfers from the General Fund. Local pension costs for the year ended May 31, 2008 were \$18,000 and were charged to the Special Purpose Fund.

Pension Plan – Component Unit

The Village of Mamaroneck Housing Authority also participates in ERS. Contributions made to the system for the current and two preceding years were as follows:

2007	\$ 19,210
2006	20,350
2005	21,308

F. Short-Term Non-Capital Borrowings

Purpose	Year of Original Issue	Maturity Date	Interest Rate	Balance June 1, 2007	New Issues	Redemptions	Balance May 31, 2008
Bond Anticipation Notes:							
Claims	2004	-	- %	\$ 390,000	\$ -	\$ 390,000	\$ -
Claims	2007	-	-	1,500,000	-	1,500,000	-
Claims	2008	07/10/08	3.68	-	550,000	-	550,000
				<u>\$ 1,890,000</u>	<u>\$ 550,000</u>	<u>\$ 1,890,000</u>	<u>\$ 550,000</u>

Interest expenditures of \$71,174 was recorded in the fund financial statements in the General Fund. Interest expense of \$43,493 was recorded in the government-wide financial statements for governmental activities.

NOTES TO FINANCIAL STATEMENTS (Continued)

MAY 31, 2008

Note 3 - Detailed Notes on All Funds (Continued)**G. Short-Term Capital Borrowings**

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

Purpose	Year of Original Issue	Interest Rate	Balance June 1, 2007	New Issues	Redemptions	Balance May 31, 2008
Bond Anticipation Notes:						
Various	2001	- %	\$ 87,500	\$ -	\$ 87,500	\$ -
Various	2001	-	360,578	-	360,578	-
Various	2001	-	388,500	-	388,500	-
Various	2002	-	510,829	-	510,829	-
Various	2002	-	252,500	-	252,500	-
Various	2003	-	666,250	-	666,250	-
Various	2004	-	852,000	-	852,000	-
Various	2004	-	495,000	-	495,000	-
Various	2004	3.48	612,000	-	34,000	578,000
Various	2004	-	767,368	-	767,368	-
Various	2005	-	949,380	-	949,380	-
Various	2006	3.72	886,300	-	-	886,300
Various	2006	3.48	3,357,600	-	119,195	3,238,405
Various	2007	1.77	2,000,000	-	-	2,000,000
Various	2008	2.15	-	5,228,000	-	5,228,000
			<u>\$ 12,185,805</u>	<u>\$ 5,228,000</u>	<u>\$ 5,483,100</u>	<u>\$ 11,930,705</u>

Liabilities for bond anticipation notes are generally accounted for in the Capital Projects Fund. Bond anticipation notes issued for judgments or settled claims are accounted for 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 \$302,852 and \$172,436 were recorded in the fund financial statements in the General Fund and Water Fund, respectively. Interest expense of \$332,192 was recorded in the government-wide financial statements for governmental activities.

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2008**Note 3 - Detailed Notes on All Funds (Continued)****H. Long-Term Liabilities**

The following table summarizes the changes in the Village's long-term indebtedness for the year ended May 31, 2008:

	Balance June 1, 2007	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2008	Due Within One-Year
Bonds Payable	\$ 5,495,000	\$ 7,107,200	\$ 975,000	\$ 11,627,200	\$ 2,307,200
Bond Anticipation Notes Payable	-	2,000,000	-	2,000,000	-
Claims Payable	1,462,551	61,830	593,884	930,497	210,380
Compensated Absences	935,582	236,730	93,558	1,078,754	107,875
	<u>\$ 7,893,133</u>	<u>\$ 9,405,760</u>	<u>\$ 1,662,442</u>	<u>\$ 15,636,451</u>	<u>\$ 2,625,455</u>
Component Unit - Housing Authority - Compensated Absences	<u>\$ 12,575</u>	<u>\$ 12,585</u>	<u>\$ 2,531</u>	<u>\$ 22,629</u>	<u>\$ 14,541</u>

Each governmental fund's liability for bonds, bond anticipation notes, compensated absences and claims is liquidated by the General and Water funds.

Bonds Payable

Bonds payable at May 31, 2008 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at May 31, 2008
Various Public Improvements	1996	\$ 3,218,000	September, 2010	5.2 - 5.40 %	\$ 890,000
Various Public Improvements	1999	5,223,000	February, 2019	4.1 - 4.75	3,405,000
Various Public Improvements	2000	740,000	September, 2010	5.125 - 5.20	225,000
Various Public Improvements	2008	7,107,200	August, 2027	4.0 - 5.00	7,107,200
					<u>\$ 11,627,200</u>

Interest expenditures of \$351,539 were recorded in the fund financial statements in the following funds:

Fund	Amount
General	\$ 217,265
Water	134,274
	<u>\$ 351,539</u>

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2008**Note 3 - Detailed Notes on All Funds (Continued)**

Interest expense of \$440,301 was recorded in the government-wide financial statements for governmental activities.

Payments to Maturity

The annual requirements to amortize all bonded debt outstanding as of May 31, 2008, including interest payments of \$2,763,045 are as follows:

Year Ending May 31,	Principal	Interest	Total
2009	\$ 2,307,200	\$ 474,160	\$ 2,781,360
2010	1,625,000	390,554	2,015,554
2011	1,285,000	326,955	1,611,955
2012	675,000	284,525	959,525
2013	690,000	256,405	946,405
2014-2018	3,455,000	788,159	4,243,159
2019-2023	1,150,000	191,479	1,341,479
2024-2028	440,000	50,808	490,808
	<u>\$ 11,627,200</u>	<u>\$ 2,763,045</u>	<u>\$ 14,390,245</u>

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

Bond Anticipation Note Payable

The bond anticipation note of \$2,000,000 for judgments and claims, that is outstanding at June 30, 2008, was issued on February 28, 2008 and matures on August 26, 2008, with interest at 2.10%.

Interest expense of \$20,650 was recorded in the government-wide financial statements for governmental activities.

Claims Payable

The government-wide financial statements reflect the liability for self-insured workers' compensation claims (See Note 4). These liabilities are based upon estimates of the ultimate cost of claims (including future claim adjustment expenses) that have been reported, but not settled, and of claims that have been incurred, but not reported. The length of time for which such costs must be estimated varies depending on the coverage involved. Because actual claim costs depend on such complex factors as inflation, changes in doctrines of legal liability and damage awards, the process used in computing claim liabilities does not necessarily result in an exact amount. Claim liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency and other economic and social factors. A provision for inflation in the calculation of estimated future claim costs is implicit in the calculation because reliance is placed both on

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2008**Note 3 - Detailed Notes on All Funds (Continued)**

actual historical data that reflects past inflation and other factors that are considered to be appropriate modifiers of past experience.

An analysis of the activity of unpaid claim liabilities in the government-wide financial statements is as follows:

	May 31,	
	2008	2007
Balance - Beginning of Year	\$ 912,551	\$ 800,502
Provision for Claims and Claims Adjustment Expenses	(68,537)	180,431
Claims and Claims Adjustment Expenses Paid	(43,884)	(68,382)
Balance - End of Year	<u>\$ 800,130</u>	<u>\$ 912,551</u>
Due Within One Year	<u>\$ 80,013</u>	<u>\$ 91,255</u>

Included in claims payable is a liability of \$130,367 for judgments and claims which were not due and payable at year end. These amounts have been recorded as an expense and liability in the government-wide financial statements.

Compensated Absences

Pursuant to collective bargaining agreements, substantially all full-time employees, with the exception of police officers are entitled to accumulate sick leave up to a maximum of 260 days. These employees may receive payment for accumulated sick leave in an amount which represents 50% of the difference between the amount accumulated and 165 days. Police officers are entitled to unlimited sick leave and therefore, are not compensated for such leave. Vacation time is required to be taken in the year earned by police officers but may be accumulated by other employees. The value of compensated absences has been reflected in the government-wide financial statements.

The employees of the Village of Mamaroneck Housing Authority may also accumulate vacation and sick pay.

I. Revenues and Expenditures**Interfund Transfers**

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

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2008**Note 3 - Detailed Notes on All Funds (Continued)**

Transfers Out	Transfers In			Total
	Water Fund	Capital Projects Fund	Non-Major Governmental Funds	
General Fund	\$ 250,000	\$ 1,613,098	\$ 18,000	\$ 1,881,098
Water Fund	-	153,210	-	153,210
Capital Projects Fund	-	-	126,398	126,398
Non-Major Governmental Funds	15,000	8,200	-	23,200
	<u>\$ 265,000</u>	<u>\$ 1,774,508</u>	<u>\$ 144,398</u>	<u>\$ 2,183,906</u>

Transfers are used to 1) move funds from the fund with collection authorization to the funds where additional amounts are needed and 2) to move amounts earmarked in the operating funds to fulfill commitments for Water and Capital Project funds expenditures.

Post-Employment Health Care Benefits

In addition to providing pension benefits, the Village provides certain health care benefits for retired employees. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Village may vary according to length of service. The cost of providing post-employment health care benefits is shared between the Village and the retired employee. Substantially all of the Village's employees may become eligible for those benefits if they reach normal retirement age while working for the Village. The cost of retiree health care benefits is recognized as an expenditure as claims are paid. During the year, \$989,976 was paid on behalf of 106 retirees and this amount has been recorded as an expenditure and expense.

J. Net Assets

The components of net assets are detailed below:

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

Restricted for Capital Projects - the component of net assets that reports the amounts restricted for capital projects, 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 Law Enforcement - the component of net assets that represents the proceeds of seized funds which are restricted by New York State for use in law enforcement activities.

Note 3 - Detailed Notes on All Funds (Continued)

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".

K. Fund Balances

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

Reserved

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

The Reserve for Police Pension Fund was established to provide benefits to those policemen who retired prior to the inception of the New York State and Local Police and Fire Retirement System. The amount in the fund represents excess contributions and interest earned thereon.

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

Unreserved - Designated for Subsequent Year's Expenditures

General, Water and Debt Service Funds - Designations of fund balance are not legally required segregations but represent intended use for a specific purpose. At May 31, 2008, the Village Board has designated that \$250,000 of the fund balance of the General Fund, \$100,000 of the fund balance of the Water Fund and \$14,000 of the fund balance of the Debt Service Fund be appropriated for the ensuing year's budget.

L. Joint Venture

The Village, together with the Town of Mamaroneck and the Town of Harrison, participate in the Westchester Joint Water Works. The purpose of the joint venture is to acquire, construct, provide, maintain and operate a water works system.

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2008**Note 3 - Detailed Notes on All Funds (Continued)**

The following is an audited summary of the General Fund financial information as of and for the year ended December 31, 2007 of the joint venture.

Total Assets	\$ 6,024,314
Total Liabilities	2,404,928
Net Assets	3,619,386
Total Revenues	13,636,300
Total Expenses	11,961,627
Increase in Net Assets	1,674,673

The Village, the Town of Mamaroneck and the Village of Larchmont formed the Tri-Municipal Larchmont-Mamaroneck Cable TV Board of Control. The Board was organized to administer the franchise agreement with UA-Columbia Cablevision of Westchester. The franchise fees received are used to operate three public cable-TV channels, serving the community interests of Larchmont and Mamaroneck.

The following is an audited summary of financial information as of and for the year ended December 31, 2007 of the joint venture.

Total Assets	\$ 1,057,853
Total Liabilities	15,673
Total Net Assets	1,042,180
Total Revenues	721,819
Total Expenses	518,173
Increase in Net Assets	203,646

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 also 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 upon 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.

A retired police officer commenced an action in Supreme Court, Westchester County. The police officer retired in 2003 pursuant to a disability retirement pension. The retired police officer claims he is owed compensation for vacation days that he did not receive when he retired. The matter is pending in court. No opinion has been provided by legal counsel.

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

A former detective employed by the Police Department filed a notice of claim against the Village regarding an alleged publication of information that he claims is derogatory to his reputation and which he alleges violated his rights under law. No opinion has been provided by legal counsel.

A former detective employed by the Police Department filed a charge of discrimination with the Federal Equal Employment Opportunity Commission. There has been no commencement of action in Federal Court. No opinion has been provided by legal council.

B. Contingencies

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

C. Risk Management

The Village was self-insured for general liability, auto physical damage, property and workers' compensation benefits through December 1, 1996. The Village's liability was limited to \$100,000 per occurrence for general liability and \$250,000 per occurrence up to a limit of \$1 million per year for workers' compensation. The estimated liability for these claims has been recorded in the government-wide financial statements.

The Village, as of December 2, 1996, purchased 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 \$3 million in the aggregate. The Village also maintains public officials liability insurance coverage with limits of \$1 million for each occurrence and \$1 million in the aggregate. The Village maintains excess liability and public officials liability insurance policies with aggregate coverage of \$10 million. The Village also purchases conventional health insurance and workers' compensation insurance with coverage at statutory levels. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 5 - Subsequent Events

The Village, on June 16, 2008, issued a bond anticipation note for various capital projects in the amount of \$3,713,060. The bond anticipation note matures on June 11, 2009 and has an interest rate of 1.90%.

The Village, on June 16, 2008, issued a bond anticipation note for judgments and claims in the amount of \$668,000. The bond anticipation note matures on June 11, 2009 and has an interest rate of 2.00%.

VILLAGE OF MAMARONECK, NEW YORK

GENERAL FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2008 AND 2007

	2008	2007
<u>ASSETS</u>		
Cash:		
Demand deposits	\$ 6,177,551	\$ 3,686,194
Petty cash	2,790	2,790
	<u>6,180,341</u>	<u>3,688,984</u>
Taxes Receivable, net of allowance for uncollectible taxes of \$49,721 in 2008 and \$67,916 in 2007	<u>1,959</u>	<u>17,242</u>
Other Receivables:		
Accounts	111,390	829,938
State and Federal aid	38,299	713,668
Due from other governments	1,041,555	1,184,977
Due from other funds	<u>734,505</u>	<u>9,310,547</u>
	<u>1,925,749</u>	<u>12,039,130</u>
Total Assets	<u>\$ 8,108,049</u>	<u>\$ 15,745,356</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 734,820	\$ 1,051,529
Accrued liabilities	327,757	149,878
Due to other funds	3,740,255	10,657,288
Due to other governments	91,073	86,624
Deferred revenues	52,725	100,106
Bond anticipation notes payable	550,000	1,890,000
Due to retirement systems	<u>189,232</u>	<u>224,278</u>
Total Liabilities	<u>5,685,862</u>	<u>14,159,703</u>
Fund Balance:		
Reserved for encumbrances	282,475	107,409
Reserved for law enforcement	8,751	8,788
Unreserved:		
Designated for subsequent year's expenditures	250,000	325,000
Undesignated	<u>1,880,961</u>	<u>1,144,456</u>
Total Fund Balance	<u>2,422,187</u>	<u>1,585,653</u>
Total Liabilities and Fund Balance	<u>\$ 8,108,049</u>	<u>\$ 15,745,356</u>

VILLAGE OF MAMARONECK, NEW YORK

GENERAL FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED MAY 31, 2008 AND 2007

	2008			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Real property taxes	\$ 20,122,938	\$ 20,122,938	\$ 20,121,771	\$ (1,167)
Other tax items	95,000	95,000	123,810	28,810
Non-property taxes	2,790,000	2,790,000	2,949,275	159,275
Departmental income	1,678,105	1,678,105	1,730,801	52,696
Intergovernmental charges	93,775	93,775	90,627	(3,148)
Use of money and property	193,630	193,630	255,217	61,587
Licenses and permits	294,900	294,900	416,105	121,205
Fines and forfeitures	815,000	815,000	756,397	(58,603)
Sale of property and compensation for loss	108,500	167,168	198,223	31,055
State aid	879,726	949,794	969,042	19,248
Federal aid	75,000	206,304	164,330	(41,974)
Miscellaneous	31,700	47,205	42,601	(4,604)
Total Revenues	27,178,274	27,453,819	27,818,199	364,380
Expenditures:				
Current:				
General government support	4,942,888	8,243,601	7,991,875	251,726
Public safety	8,033,843	8,087,732	7,880,348	207,384
Health	119,300	128,900	121,892	7,008
Transportation	1,597,048	1,591,722	1,461,577	130,145
Economic opportunity and development	272,257	277,056	257,524	19,532
Culture and recreation	1,731,215	1,792,858	1,585,317	207,541
Home and community services	1,999,066	2,499,803	2,391,488	108,315
Employee benefits	5,803,320	5,788,520	5,701,922	86,598
Debt service:				
Principal	662,335	662,335	662,333	2
Interest	591,506	657,006	591,291	65,715
Total Expenditures	25,752,778	29,729,533	28,645,567	1,083,966
Excess (Deficiency) of Revenues Over Expenditures	1,425,496	(2,275,714)	(827,368)	1,448,346
Other Financing Sources (Uses):				
Bonds issued	-	-	1,545,000	1,545,000
Bond anticipation notes issued	195,000	2,195,000	2,000,000	(195,000)
Transfers out	(2,052,905)	(2,226,205)	(1,881,098)	345,107
Total Other Financing Sources (Uses)	(1,857,905)	(31,205)	1,663,902	1,695,107
Net Change in Fund Balance	(432,409)	(2,306,919)	836,534	3,143,453
Fund Balance - Beginning of Year	432,409	2,306,919	1,585,653	(721,266)
Fund Balance - End of Year	\$ -	\$ -	\$ 2,422,187	\$ 2,422,187

2007

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 19,053,710	\$ 19,053,710	\$ 19,072,234	\$ 18,524
85,000	85,000	98,327	13,327
2,650,000	2,650,000	2,831,435	181,435
1,547,400	1,547,400	1,635,337	87,937
88,730	88,730	34,125	(54,605)
162,930	167,310	274,259	106,949
204,900	204,900	590,099	385,199
820,000	820,000	745,555	(74,445)
95,500	95,500	312,284	216,784
851,901	871,901	1,357,758	485,857
83,000	83,000	534,949	451,949
29,500	34,025	62,464	28,439
25,672,571	25,701,476	27,548,826	1,847,350
4,795,109	6,909,008	7,019,975	(110,967)
7,294,763	7,588,819	7,483,773	105,046
129,800	129,800	116,751	13,049
1,509,620	1,274,900	1,258,573	16,327
261,987	243,488	239,167	4,321
1,584,956	1,635,109	1,613,998	21,111
1,893,171	2,286,246	2,267,539	18,707
5,860,877	5,423,978	5,556,207	(132,229)
660,319	660,319	660,319	-
425,212	425,212	376,026	49,186
24,415,814	26,576,879	26,592,328	(15,449)
1,256,757	(875,403)	956,498	1,831,901
-	-	-	-
195,000	1,695,000	-	(1,695,000)
(1,842,648)	(1,857,248)	(1,662,248)	195,000
(1,647,648)	(162,248)	(1,662,248)	(1,500,000)
(390,891)	(1,037,651)	(705,750)	331,901
390,891	1,037,651	2,291,403	1,253,752
\$ -	\$ -	\$ 1,585,653	\$ 1,585,653

VILLAGE OF MAMARONECK, NEW YORK

GENERAL FUND

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET
YEAR ENDED MAY 31, 2008
(With Comparative Actuals for 2007)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2007 Actual
REAL PROPERTY TAXES	\$ 20,122,938	\$ 20,122,938	\$ 20,121,771	\$ (1,167)	\$ 19,072,234
OTHER TAX ITEMS					
Payments in lieu of taxes	25,000	25,000	25,000	-	25,000
Interest and penalties on real property taxes	70,000	70,000	98,810	28,810	73,327
	95,000	95,000	123,810	28,810	98,327
NON-PROPERTY TAXES					
Non-property tax distribution from County	2,465,000	2,465,000	2,612,951	147,951	2,511,909
Utilities gross receipts taxes	325,000	325,000	336,324	11,324	319,526
	2,790,000	2,790,000	2,949,275	159,275	2,831,435
DEPARTMENTAL INCOME					
Engineering fees	2,000	2,000	500	(1,500)	6,050
Clerk/Treasurer fees	6,000	6,000	4,014	(1,986)	4,345
Reimbursement for tax advertising	200	200	-	(200)	26
Police fees	2,000	2,000	1,240	(760)	2,522
Security alarm system	20,000	20,000	23,130	3,130	15,430
Parking lots and meters	666,400	666,400	732,298	65,898	574,368
Parks and recreation charges	126,505	126,505	133,529	7,024	106,702
Tennis fees	260,000	260,000	307,395	47,395	289,269
Day camp fees	145,000	145,000	119,863	(25,137)	138,956
Beach fees	17,000	17,000	17,289	289	17,033
Marina and dock fees	300,000	300,000	299,803	(197)	330,640
Vital statistics fees	10,000	10,000	9,760	(240)	8,720
Harbor master fees	1,000	1,000	2,290	1,290	-
Planning and zoning fees	42,000	42,000	7,650	(34,350)	52,519
Sewer user charges	80,000	80,000	72,040	(7,960)	88,757
	1,678,105	1,678,105	1,730,801	52,696	1,635,337

INTERGOVERNMENTAL CHARGES

Snow removal services	22,785	22,785	19,525	(3,260)	6,329
Sewer charges	3,990	3,990	3,990	-	3,990
Bus shelters	3,500	3,500	10,456	6,956	-
Selective enforcement	4,000	4,000	6,080	2,080	4,772
Emergency 911	7,000	7,000	-	(7,000)	-
Housing authority	32,500	32,500	31,516	(984)	-
Transportation of prisoners	20,000	20,000	19,060	(940)	15,981
Recycling rebate	-	-	-	-	3,053

USE OF MONEY AND PROPERTY

Earnings on investments	110,000	110,000	129,701	19,701	161,128
Rental of real property - Land	83,030	83,030	124,916	41,886	113,131
Rental of real property - Buildings	600	600	600	-	-

LICENSES AND PERMITS

Use of streets	3,000	3,000	2,800	(200)	-
Business and occupational licenses	9,000	9,000	6,410	(2,590)	8,900
Bingo fees	100	100	20	(80)	30
Permit fees	275,000	275,000	401,070	126,070	575,421
Dog licenses	1,800	1,800	2,035	235	1,873
Other	6,000	6,000	3,770	(2,230)	3,875

FINES AND FORFEITURES

Fines and forfeited bail	790,000	790,000	749,692	(40,308)	742,559
False alarm charges	25,000	25,000	6,705	(18,295)	2,996
	815,000	815,000	756,397	(58,603)	745,555

(Continued)

VILLAGE OF MAMARONECK, NEW YORK

GENERAL FUND

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET (Continued)

YEAR ENDED MAY 31, 2008

(With Comparative Actuals for 2007)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2007 Actual
SALE OF PROPERTY AND COMPENSATION FOR LOSS					
Sale of equipment	\$ 10,000	\$ 12,500	\$ 39,671	\$ 27,171	\$ 18,895
Insurance recoveries	65,000	121,168	125,315	4,147	255,080
Recycling sales	20,000	20,000	20,542	542	25,930
Minor sales	1,200	1,200	2,813	1,613	1,179
Other	12,300	12,300	9,882	(2,418)	11,200
	108,500	167,168	198,223	31,055	312,284
STATE AID					
Per capita	157,826	157,826	157,829	3	153,232
Mortgage tax	525,000	525,000	572,042	47,042	801,483
Youth programs	9,100	9,100	9,422	322	9,134
Public safety	12,000	20,500	8,304	(12,196)	-
Navigation law enforcement	38,000	38,000	28,021	(9,979)	44,770
Consolidated Highway Improvement Program	132,800	153,776	153,776	-	149,940
SNAP Program	4,000	4,000	1,316	(2,684)	3,018
Emergency Management Assistance	-	40,592	38,332	(2,260)	171,156
STAR	1,000	1,000	-	(1,000)	-
Other	-	-	-	-	20,529
Transportation aid	-	-	-	-	4,496
	879,726	949,794	969,042	19,248	1,357,758
FEDERAL AID					
Title III - Part B - Transportation	12,000	12,000	11,883	(117)	8,272
Title III - Part C - Meals on Wheels	15,000	15,000	11,195	(3,805)	9,618
Title VII - Nutrition	45,000	45,000	35,792	(9,208)	31,746
Transportation aid	-	-	-	-	9,129
Emergency Management Assistance	-	131,304	105,460	(25,844)	476,184
Vest partnership	3,000	3,000	-	(3,000)	-
	75,000	206,304	164,330	(41,974)	534,949

MISCELLANEOUS

Donations - Nutrition Program	12,000	12,000	11,996	(4)	17,303
Donations - Transportation	5,000	5,000	2,680	(2,320)	7,342
Donations - Meals on Wheels	12,000	12,000	11,902	(98)	9,941
Donations - SNAP	1,700	1,700	3,919	2,219	6,502
Refunds of prior year's expenditures	1,000	1,000	1,148	148	21,230
Other	-	15,505	10,956	(4,549)	146
	31,700	47,205	42,601	(4,604)	62,464
TOTAL REVENUES	27,178,274	27,453,819	27,818,199	364,380	27,548,826
OTHER FINANCING SOURCES					
Bonds issued	-	-	1,545,000	1,545,000	-
Bond anticipation notes issued	195,000	2,195,000	2,000,000	(195,000)	-
TOTAL OTHER FINANCING SOURCES	195,000	2,195,000	3,545,000	1,350,000	-
TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 27,373,274	\$ 29,648,819	\$ 31,363,199	\$ 1,714,380	\$ 27,548,826

VILLAGE OF MAMARONECK, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET
YEAR ENDED MAY 31, 2008

(With Comparative Actuals for 2007)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2007 Actual
GENERAL GOVERNMENT SUPPORT					
Legislative	\$ 247,170	\$ 356,829	\$ 355,527	\$ 1,302	\$ 939,246
Judicial	403,055	379,667	378,705	962	391,584
Mayor	10,830	11,130	10,800	330	13,010
Manager	464,807	502,207	493,745	8,462	431,096
Clerk/Treasurer	557,395	611,401	611,401	-	548,172
Assessment	89,661	87,161	86,018	1,143	73,626
Law	319,085	487,120	486,507	613	478,031
Engineer	115,000	180,500	145,237	35,263	49,604
Records management	13,600	11,375	11,367	8	10,375
Public works	388,299	398,849	397,686	1,163	438,085
Village hall	104,425	152,375	151,613	762	88,086
Administrative offices	61,728	68,728	67,605	1,123	67,866
Operation of buildings	133,137	130,237	129,507	730	127,000
Central garage	358,080	338,855	337,870	985	358,618
Central communications	48,795	49,095	48,825	270	33,452
Central printing and mailing	44,490	34,890	33,700	1,190	43,314
Central data processing	235,661	244,761	227,785	16,976	203,443
Unallocated insurance	916,170	691,270	691,175	95	799,494
Municipal association dues	6,800	6,800	6,700	100	6,025
Judgments and claims	-	2,550,000	2,550,000	-	1,421,917
Taxes and assessments	74,700	74,350	74,315	35	72,658
Refunds of property taxes	200,000	876,001	695,787	180,214	425,273
Contingency	150,000	-	-	-	-
	4,942,888	8,243,601	7,991,875	251,726	7,019,975

PUBLIC SAFETY

Police	6,278,935	6,156,178	6,054,399	101,779	5,902,948
Jail	8,415	8,315	8,108	207	5,200
Traffic control	154,932	149,232	124,129	25,103	130,765
Parking	281,270	305,670	300,681	4,989	233,464
Fire Department	762,765	858,781	803,492	55,289	672,345
Control of animals	22,800	23,800	23,760	40	22,423
Safety inspection	524,676	585,706	565,779	19,927	516,624
Civil defense	50	50	-	50	4

	8,033,843	8,087,732	7,880,348	207,384	7,483,773
--	-----------	-----------	-----------	---------	-----------

HEALTH

Insect control	7,200	7,800	6,106	1,694	5,723
Registrar of Vital Statistics	3,500	3,500	2,845	655	5,617
Community Counseling Service	35,000	35,000	35,000	-	35,000
Ambulance service	73,600	82,600	77,941	4,659	70,411

	119,300	128,900	121,892	7,008	116,751
--	---------	---------	---------	-------	---------

TRANSPORTATION

Street maintenance	963,773	990,373	945,905	44,468	709,305
Snow removal	212,145	179,943	116,346	63,597	189,141
Street lighting	249,880	239,080	236,939	2,141	202,437
Consolidated Highway Improvement Program	132,800	153,776	152,999	777	149,940
Off-street parking	38,450	28,550	9,388	19,162	7,750

	1,597,048	1,591,722	1,461,577	130,145	1,258,573
--	-----------	-----------	-----------	---------	-----------

ECONOMIC OPPORTUNITY AND DEVELOPMENT

Human resources	20,242	20,342	19,489	853	18,614
Publicity	1,400	2,600	2,541	59	244
Programs for the aging	250,615	254,114	235,494	18,620	220,309

	272,257	277,056	257,524	19,532	239,167
--	---------	---------	---------	--------	---------

(Continued)

VILLAGE OF MAMARONECK, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET (Continued)
YEAR ENDED MAY 31, 2008
(With Comparative Actuals for 2007)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2007 Actual
CULTURE AND RECREATION					
Parks and playgrounds	\$ 909,736	\$ 978,392	\$ 928,026	\$ 50,366	\$ 1,018,270
Council of the arts	12,000	12,400	11,982	418	-
Beach	113,897	122,397	102,921	19,476	111,995
Marinas and docks	175,360	187,638	166,713	20,925	145,130
Youth programs	338,303	298,412	224,642	73,770	226,771
Library/Emelin Theatre	12,000	12,000	12,000	-	12,000
Historian	2,300	3,300	1,063	2,237	1,264
Celebrations	77,065	83,565	69,764	13,801	42,711
Adult recreation	90,554	94,754	68,206	26,548	55,857
	1,731,215	1,792,858	1,585,317	207,541	1,613,998
HOME AND COMMUNITY SERVICES					
Board of Appeals	15,130	15,130	10,220	4,910	21,183
Planning	4,800	5,300	1,345	3,955	1,132
Sanitary sewers	180,883	208,782	183,659	25,123	169,836
Refuse and garbage	1,511,389	1,563,739	1,547,729	16,010	1,503,550
Street cleaning	158,664	161,864	153,333	8,531	160,766
Community beautification	14,600	14,600	8,814	5,786	6,900
Shade trees	107,000	116,300	88,890	27,410	138,893
Emergency tenant protection	6,300	6,300	5,530	770	5,410
Coastal zone management	300	407,788	391,968	15,820	259,869
	1,999,066	2,499,803	2,391,488	108,315	2,267,539

EMPLOYEE BENEFITS

State retirement	580,000	479,100	451,549	27,551	595,841
State retirement - Police	710,000	733,200	718,601	14,599	680,889
Social security	913,000	848,000	847,331	669	718,062
Workers' compensation	684,400	614,200	614,157	43	617,050
Hospital, medical and dental insurance	2,758,100	2,949,900	2,928,472	21,428	2,796,307
Life insurance	14,040	14,040	13,213	827	12,742
Unemployment benefits	36,000	36,000	26,424	9,576	21,818
Disability benefits	5,750	5,750	-	5,750	5,984
Police welfare fund	102,030	108,330	102,175	6,155	107,514
	<u>5,803,320</u>	<u>5,788,520</u>	<u>5,701,922</u>	<u>86,598</u>	<u>5,556,207</u>

DEBT SERVICE

Principal - Serial bonds	662,335	662,335	662,333	2	660,319
--------------------------	---------	---------	---------	---	---------

Interest:

Serial bonds	318,816	262,816	217,265	45,551	144,696
Bond anticipation notes	272,690	394,190	374,026	20,164	231,330
	<u>591,506</u>	<u>657,006</u>	<u>591,291</u>	<u>65,715</u>	<u>376,026</u>

TOTAL EXPENDITURES

	<u>1,253,841</u>	<u>1,319,341</u>	<u>1,253,624</u>	<u>65,717</u>	<u>1,036,345</u>
	<u>25,752,778</u>	<u>29,729,533</u>	<u>28,645,567</u>	<u>1,083,966</u>	<u>26,592,328</u>

OTHER FINANCING USES

Transfers out:

Capital Projects Fund	1,784,905	1,958,205	1,613,098	345,107	1,620,648
Water Fund	250,000	250,000	250,000	-	-
Special Purpose Fund	18,000	18,000	18,000	-	41,600
	<u>2,052,905</u>	<u>2,226,205</u>	<u>1,881,098</u>	<u>345,107</u>	<u>1,662,248</u>

TOTAL OTHER FINANCING USES

TOTAL EXPENDITURES AND OTHER FINANCING USES

	<u>\$ 27,805,683</u>	<u>\$ 31,955,738</u>	<u>\$ 30,526,665</u>	<u>\$ 1,429,073</u>	<u>\$ 28,254,576</u>
--	----------------------	----------------------	----------------------	---------------------	----------------------

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF MAMARONECK, NEW YORK

WATER FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2008 AND 2007

	<u>2008</u>	<u>2007</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 76,035	\$ 73,954
Receivables:		
Accounts	456,464	494,580
Due from other funds	<u>311,425</u>	<u>1,209,335</u>
	<u>767,889</u>	<u>1,703,915</u>
Total Assets	<u>\$ 843,924</u>	<u>\$ 1,777,869</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 44,868	\$ -
Due to other funds	<u>501,370</u>	<u>1,141,536</u>
Total Liabilities	<u>546,238</u>	<u>1,141,536</u>
Fund Balance:		
Unreserved:		
Designated for subsequent year's expenditures	100,000	254,000
Undesignated	<u>197,686</u>	<u>382,333</u>
Total Fund Balance	<u>297,686</u>	<u>636,333</u>
Total Liabilities and Fund Balance	<u>\$ 843,924</u>	<u>\$ 1,777,869</u>

VILLAGE OF MAMARONECK, NEW YORK

WATER FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED MAY 31, 2008 AND 2007

	2008			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Use of money and property	\$ 10,000	\$ 10,000	\$ 2,081	\$ (7,919)
Miscellaneous	210,000	210,000	293,547	83,547
Total Revenues	220,000	220,000	295,628	75,628
Expenditures:				
Current:				
General government support	11,854	11,854	9,999	1,855
Home and community services	73,820	73,820	116,689	(42,869)
Debt service:				
Principal	312,667	312,667	312,667	-
Interest	306,659	306,659	306,710	(51)
Total Expenditures	705,000	705,000	746,065	(41,065)
Deficiency of Revenues Over Expenditures	(485,000)	(485,000)	(450,437)	34,563
Other Financing Sources (Uses):				
Transfers in	265,000	265,000	265,000	-
Transfers out	(34,000)	(34,000)	(153,210)	(119,210)
Total Other Financing Sources (Uses)	231,000	231,000	111,790	(119,210)
Net Change in Fund Balance	(254,000)	(254,000)	(338,647)	(84,647)
Fund Balance - Beginning of Year	254,000	254,000	636,333	382,333
Fund Balance - End of Year	\$ -	\$ -	\$ 297,686	\$ 297,686

2007			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 20,000	\$ 20,000	\$ 8,626	\$ (11,374)
185,000	185,000	348,849	163,849
205,000	205,000	357,475	152,475
6,869	6,869	9,126	(2,257)
77,000	77,000	73,110	3,890
299,681	299,681	299,681	-
190,450	190,450	170,348	20,102
574,000	574,000	552,265	21,735
(369,000)	(369,000)	(194,790)	174,210
20,000	20,000	-	(20,000)
(34,000)	(34,000)	(34,000)	-
(14,000)	(14,000)	(34,000)	(20,000)
(383,000)	(383,000)	(228,790)	154,210
383,000	383,000	865,123	482,123
\$ -	\$ -	\$ 636,333	\$ 636,333

VILLAGE OF MAMARONECK, NEW YORK

WATER FUND

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET
YEAR ENDED MAY 31, 2008
(With Comparative Actuals for 2007)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2007 Actual
USE OF MONEY AND PROPERTY					
Earnings on investments	\$ 10,000	\$ 10,000	\$ 2,081	\$ (7,919)	\$ 8,626
MISCELLANEOUS					
Distribution from Westchester Joint Water Works	210,000	210,000	293,547	83,547	348,849
TOTAL REVENUES	220,000	220,000	295,628	75,628	357,475
OTHER FINANCING SOURCES					
Transfers in:					
General Fund	250,000	250,000	250,000	-	-
Debt Service Fund	15,000	15,000	15,000	-	-
TOTAL OTHER FINANCING USES	265,000	265,000	265,000	-	-
TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 485,000	\$ 485,000	\$ 560,628	\$ 75,628	\$ 357,475

VILLAGE OF MAMARONECK, NEW YORK

WATER FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET
YEAR ENDED MAY 31, 2008
(With Comparative Actuals for 2007)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2007 Actual
GENERAL GOVERNMENT SUPPORT					
Bond and note issuance costs	\$ 10,000	\$ 10,000	\$ 9,999	\$ 1	\$ 9,126
Contingency	1,854	1,854	-	1,854	-
HOME AND COMMUNITY SERVICES	11,854	11,854	9,999	1,855	9,126
Meter installation and hydrant rentals	73,820	73,820	116,689	(42,869)	73,110
DEBT SERVICE					
Principal - Serial bonds	312,667	312,667	312,667	-	299,681
Interest:					
Serial bonds	134,274	134,274	134,274	-	149,669
Bond anticipation notes	172,385	172,385	172,436	(51)	20,679
TOTAL EXPENDITURES	306,659	306,659	306,710	(51)	170,348
OTHER FINANCING USES	705,000	705,000	746,065	(41,065)	552,265
Transfers out - Capital Projects Fund	34,000	34,000	153,210	(119,210)	34,000
TOTAL EXPENDITURES AND OTHER FINANCING USES	\$ 739,000	\$ 739,000	\$ 899,275	\$ (160,275)	\$ 586,265

VILLAGE OF MAMARONECK, NEW YORK

CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2008 AND 2007

	<u>2008</u>	<u>2007</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 21,998	\$ 21,647
Receivables:		
State and Federal aid	525,800	193,769
Due from other funds	<u>3,547,036</u>	<u>9,336,675</u>
	<u>4,072,836</u>	<u>9,530,444</u>
Total Assets	<u>\$ 4,094,834</u>	<u>\$ 9,552,091</u>
<u>LIABILITIES AND FUND DEFICIT</u>		
Liabilities:		
Accounts payable	\$ 921,353	\$ 812,987
Due to other funds	659,109	8,009,166
Retained percentages	297,849	107,097
Bond anticipation notes payable	<u>11,930,705</u>	<u>12,185,805</u>
Total Liabilities	13,809,016	21,115,055
Fund Deficit -		
Unreserved and undesignated	<u>(9,714,182)</u>	<u>(11,562,964)</u>
Total Liabilities and Fund Deficit	<u>\$ 4,094,834</u>	<u>\$ 9,552,091</u>

VILLAGE OF MAMARONECK, NEW YORK

CAPITAL PROJECTS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
YEARS ENDED MAY 31, 2008 AND 2007

	2008	2007
Revenues:		
State aid	\$ 91,442	\$ 293,769
Federal aid	739,358	1,237,733
Total Revenues	830,800	1,531,502
Expenditures - Capital outlay	6,192,328	5,002,940
Deficiency of Revenues Over Expenditures	(5,361,528)	(3,471,438)
Other Financing Sources (Uses):		
Bonds issued	5,562,200	-
Transfers in	1,774,508	1,654,648
Transfers out	(126,398)	-
Total Other Financing Sources	7,210,310	1,654,648
Net Change in Fund Balance	1,848,782	(1,816,790)
Fund Deficit - Beginning of Year	(11,562,964)	(9,746,174)
Fund Deficit - End of Year	\$ (9,714,182)	\$ (11,562,964)

VILLAGE OF MAMARONECK, NEW YORK

CAPITAL PROJECTS FUND

PROJECT-LENGTH SCHEDULE

INCEPTION OF PROJECT THROUGH MAY 31, 2008

PROJECT	Authorization	Expenditures and Transfers	Unexpended Balance
Taylor Lane Site Clean-up	\$ 3,850,867	\$ 3,753,353	\$ 97,514
6" Main Knollwood Road	205,039	181,434	23,605
Mamaroneck Avenue Streetscape	2,323,050	2,312,390	10,660
Street Resurfacing 2001-02	50,000	37,954	12,046
Transfer Station Roof	70,000	285	69,715
Design Rye Lake Plant	18,113,900	1,240,116	16,873,784
Sewer Reconstruction and Improvements	810,000	537,584	272,416
New Salt Shed	310,000	298,754	11,246
Palmer Avenue Firehouse	12,635,000	5,619,545	7,015,455
CDBG - Washington Street	400,000	371,838	28,162
6" Valve Replacement	365,500	365,498	2
Lawn Avenue Project	160,000	108,018	51,982
Nelson Road Project	115,000	92,998	22,002
Backhoe/Loader	75,000	74,869	131
2006 Dump Truck	117,000	117,000	-
Pickup Truck with Plow	25,000	24,850	150
Pickup Truck with Dump Body	32,000	32,000	-
Pickup Truck with Liftgate	25,000	24,932	68
Backhoe/Tractor	35,000	31,584	3,416
Top Steel Ejector Trailer	46,000	45,958	42
Larchmont Plant Modifications	294,000	269,818	24,182
2007 Dodge Pickup Truck	17,640	17,640	-
Pump Station Expansion and Backup Generator	1,237,800	484,080	753,720
One 250 Pickup Truck with Plow	25,000	25,000	-
Fire Chief Vehicle	45,000	45,000	-
New Police Boat	135,420	25,091	110,329
New Telephone System	200,000	143,630	56,370
New Exchange Server	37,000	16,443	20,557
Telecommunications Cabling	82,500	51,490	31,010
KVS Software Applications	71,000	64,761	6,239
Police Communication Console	277,500	205,513	71,987
Heating/AC Unit	85,000	50,000	35,000
Front End Loader	164,089	164,089	-
Stump Cutter and Grinder	50,000	48,286	1,714
Dump Truck with Plow	50,000	50,000	-
Street Reconstruction 2007-08	600,000	600,000	-
Sidewalks and Curbs 2007-08	65,000	37,447	27,553
ADA Ramps 2007-08	20,000	4,430	15,570
CDBG - Washingtonville Phase III	590,000	582,492	7,508
2008 Pickup Truck	30,472	30,472	-
Riding Lawn Mower	20,000	19,937	63
Stream Bank Restoration	62,000	62,000	-
Sewer Van	30,000	28,850	1,150
Parkway Drainage Project	285,000	249,069	35,931
Sewer System Remediation	500,000	-	500,000
Compaction Trailer	50,439	49,964	475
Sanitation Truck	180,000	-	180,000
Totals	<u>\$ 44,968,216</u>	<u>\$ 18,596,462</u>	<u>\$ 26,371,754</u>

Methods of Financing					Fund Balance (Deficit) at May 31, 2008	Bond Anticipation Notes Outstanding at May 31, 2008
Proceeds of Obligations	Transfers	State and Federal Aid	Other	Total		
\$ 1,432,001	\$ -	\$ 2,309,428	\$ -	\$ 3,741,429	\$ (11,924)	\$ -
-	9,039	-	-	9,039	(172,395)	-
1,882,278	-	87,171	3,600	1,973,049	(339,341)	350,000
50,000	-	-	-	50,000	12,046	-
70,000	-	-	-	70,000	69,715	-
119,195	-	-	-	119,195	(1,120,921)	3,567,905
560,000	-	-	-	560,000	22,416	-
310,000	-	-	-	310,000	11,246	-
1,235,000	-	-	-	1,235,000	(4,384,545)	6,500,000
200,000	-	200,000	-	400,000	28,162	-
-	-	-	-	-	(365,498)	-
16,842	-	-	-	16,842	(91,176)	143,158
12,105	-	-	-	12,105	(80,893)	102,895
-	-	-	-	-	(74,869)	75,000
-	2,000	-	-	2,000	(115,000)	115,000
-	-	-	-	-	(24,850)	25,000
-	-	-	-	-	(32,000)	32,000
-	-	-	-	-	(24,932)	25,000
-	-	-	-	-	(31,584)	35,000
-	-	-	-	-	(45,958)	46,000
-	-	-	-	-	(269,818)	-
-	-	-	-	-	(17,640)	-
39,053	35,479	-	-	74,532	(409,548)	888,747
-	-	-	-	-	(25,000)	25,000
-	-	-	-	-	(45,000)	-
-	-	-	-	-	(25,091)	-
-	-	-	-	-	(143,630)	-
-	-	-	-	-	(16,443)	-
-	-	-	-	-	(51,490)	-
-	-	-	-	-	(64,761)	-
-	-	-	-	-	(205,513)	-
-	-	-	-	-	(50,000)	-
-	4,089	-	-	4,089	(160,000)	-
-	-	-	-	-	(48,286)	-
-	-	-	-	-	(50,000)	-
-	-	-	-	-	(600,000)	-
-	-	-	-	-	(37,447)	-
-	-	-	-	-	(4,430)	-
-	-	305,000	-	305,000	(277,492)	-
-	-	-	-	-	(30,472)	-
-	-	-	-	-	(19,937)	-
-	-	-	-	-	(62,000)	-
-	-	-	-	-	(28,850)	-
-	-	-	-	-	(249,069)	-
-	-	-	-	-	-	-
-	-	-	-	-	(49,964)	-
-	-	-	-	-	-	-
<u>\$ 5,926,474</u>	<u>\$ 50,607</u>	<u>\$ 2,901,599</u>	<u>\$ 3,600</u>	<u>\$ 8,882,280</u>	<u>\$ (9,714,182)</u>	<u>\$ 11,930,705</u>

VILLAGE OF MAMARONECK, NEW YORK

COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
MAY 31, 2008
(With Comparative Totals for 2007)

ASSETS	Special Purpose Fund	Debt Service Fund	Total Non-Major Governmental Funds	
			2008	2007
Cash - Demand deposits	\$ 445,431	\$ -	\$ 445,431	\$ 229,111
Due from Other Funds	-	672,373	672,373	617,141
Total Assets	<u>\$ 445,431</u>	<u>\$ 672,373</u>	<u>\$ 1,117,804</u>	<u>\$ 846,252</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 11,084
Due to other funds	13,865	350,740	364,605	624,192
Total Liabilities	<u>13,865</u>	<u>350,740</u>	<u>364,605</u>	<u>635,276</u>
Fund Balances:				
Reserved for police pension fund	6,266	-	6,266	6,182
Reserved for trusts	425,300	-	425,300	143,859
Reserved for debt service	-	307,633	307,633	46,935
Unreserved -				
Designated for subsequent year's expenditures	-	14,000	14,000	14,000
Total Fund Balances	<u>431,566</u>	<u>321,633</u>	<u>753,199</u>	<u>210,976</u>
Total Liabilities and Fund Balances	<u>\$ 445,431</u>	<u>\$ 672,373</u>	<u>\$ 1,117,804</u>	<u>\$ 846,252</u>

VILLAGE OF MAMARONECK, NEW YORK

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
YEAR ENDED MAY 31, 2008
(With Comparative Totals for 2007)

	Special Purpose Fund	Debt Service Fund	Total Non-Major Governmental Funds	
			2008	2007
Revenues:				
Use of money and property	\$ 1,322	\$ 149,300	\$ 150,622	\$ 2,274
Miscellaneous	332,937	-	332,937	92,065
Total Revenues	334,259	149,300	483,559	94,339
Expenditures -				
Current:				
Health	5,215	-	5,215	1,712
Culture and recreation	38,882	-	38,882	77,203
Home and community services	437	-	437	22,031
Employee benefits	18,000	-	18,000	23,250
Total Expenditures	62,534	-	62,534	124,196
Excess (Deficiency) of Revenues Over Expenditures	271,725	149,300	421,025	(29,857)
Other Financing Sources (Uses):				
Transfers in	18,000	126,398	144,398	41,600
Transfers out	(8,200)	(15,000)	(23,200)	-
Total Other Financing Sources	9,800	111,398	121,198	41,600
Net Change in Fund Balances	281,525	260,698	542,223	11,743
Fund Balances - Beginning of Year	150,041	60,935	210,976	199,233
Fund Balances - End of Year	\$ 431,566	\$ 321,633	\$ 753,199	\$ 210,976

VILLAGE OF MAMARONECK, NEW YORK

SPECIAL PURPOSE FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2008 AND 2007

	<u>2008</u>	<u>2007</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 445,431	\$ 229,111
Due from Other Funds	<u>-</u>	<u>84,781</u>
Total Assets	<u>\$ 445,431</u>	<u>\$ 313,892</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ -	\$ 11,084
Due to other funds	<u>13,865</u>	<u>152,767</u>
Total Liabilities	<u>13,865</u>	<u>163,851</u>
Fund Balance:		
Reserved for police pension fund	6,266	6,182
Reserved for trusts	<u>425,300</u>	<u>143,859</u>
Total Fund Balance	<u>431,566</u>	<u>150,041</u>
Total Liabilities and Fund Balance	<u>\$ 445,431</u>	<u>\$ 313,892</u>

VILLAGE OF MAMARONECK, NEW YORK

SPECIAL PURPOSE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
YEARS ENDED MAY 31, 2008 AND 2007

	2008	2007
Revenues:		
Use of money and property	\$ 1,322	\$ 1,727
Miscellaneous	332,937	92,065
Total Revenues	334,259	93,792
Expenditures -		
Current:		
Health	5,215	1,712
Culture and recreation	38,882	77,203
Home and community services	437	22,031
Employee benefits	18,000	23,250
Total Expenditures	62,534	124,196
Excess (Deficiency) of Revenues Over Expenditures	271,725	(30,404)
Other Financing Sources (Uses):		
Transfers in	18,000	41,600
Transfers out	(8,200)	-
Total Other Financing Sources	9,800	41,600
Net Change in Fund Balance	281,525	11,196
Fund Balance - Beginning of Year	150,041	138,845
Fund Balance - End of Year	\$ 431,566	\$ 150,041

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF MAMARONECK, NEW YORK

DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2008 AND 2007

	<u>2008</u>	<u>2007</u>
<u>ASSETS</u>		
Due from Other Funds	<u>\$ 672,373</u>	<u>\$ 532,360</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities - Due to other funds	<u>\$ 350,740</u>	<u>\$ 471,425</u>
Fund Balance:		
Reserved for debt service	307,633	46,935
Unreserved - Designated for subsequent year's expenditures	<u>14,000</u>	<u>14,000</u>
Total Fund Balance	<u>321,633</u>	<u>60,935</u>
Total Liabilities and Fund Balance	<u>\$ 672,373</u>	<u>\$ 532,360</u>

VILLAGE OF MAMARONECK, NEW YORK

DEBT SERVICE FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED MAY 31, 2008 AND 2007

	2008			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues - Use of money and property	\$ 1,000	\$ 1,000	\$ 149,300	\$ 148,300
Expenditures	-	-	-	-
Excess of Revenues Over Expenditures	1,000	1,000	149,300	148,300
Other Financing Sources (Uses):				
Transfers in	-	-	126,398	126,398
Transfers out	(15,000)	(15,000)	(15,000)	-
Total Other Financing Sources (Uses)	(15,000)	(15,000)	111,398	126,398
Net Change in Fund Balance	(14,000)	(14,000)	260,698	274,698
Fund Balance - Beginning of Year	14,000	14,000	60,935	46,935
Fund Balance - End of Year	\$ -	\$ -	\$ 321,633	\$ 321,633

2007

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 5,000	\$ 5,000	\$ 547	\$ (4,453)
-	-	-	-
5,000	5,000	547	(4,453)
-	-	-	-
(20,000)	(20,000)	-	20,000
(20,000)	(20,000)	-	20,000
(15,000)	(15,000)	547	15,547
15,000	15,000	60,388	45,388
\$ -	\$ -	\$ 60,935	\$ 60,935

