

Michael  
A. Genito

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**CITY OF RYE, NEW YORK  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2002**





***CITY OF RYE, NEW YORK  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2002***

***Prepared by the  
Department of Finance  
Michael A. Genito, City Comptroller***



### CITY SEAL

The official City Seal displays the three significant dates in Rye history:

1660 - when the community was first settled, illustrated by a peace pipe,  
1904 - the year Rye became a village, showing a torch of progress, and  
1942 - the date Rye became a City.

The ship in the center is copied from the seal of Rye, England.

CITY OF RYE, NEW YORK  
COMPREHENSIVE ANNUAL FINANCIAL REPORT

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**INTRODUCTORY SECTION**

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City of Rye, New York  
List of Elected and Appointed Officials  
December 31, 2002

**Elected Officials**

Steven Otis, Mayor

Franklin J. Chu, Council Member

Carolyn C. Cunningham, Council Member

Robert S. Cypher, Council Member

Robert H. Hutchings, Council Member

Rosamond Larr, Council Member

Douglas McKean, Council Member

**Appointed Officials**

Julia D. Novak, City Manager

Michael A. Genito, City Comptroller

Kevin J. Plunkett, Corporation Counsel

George J. Mottarella, City Engineer

Susan Morison, City Clerk

Noreen Whitty, City Assessor

Christian Miller, City Planner

Vincenzo Tamburro, Building Inspector

William R. Connors, Police Commissioner

George Hogben, Fire Chief

James Dianni, Fire Inspector

William T. Rodriguez, Superintendent of Recreation

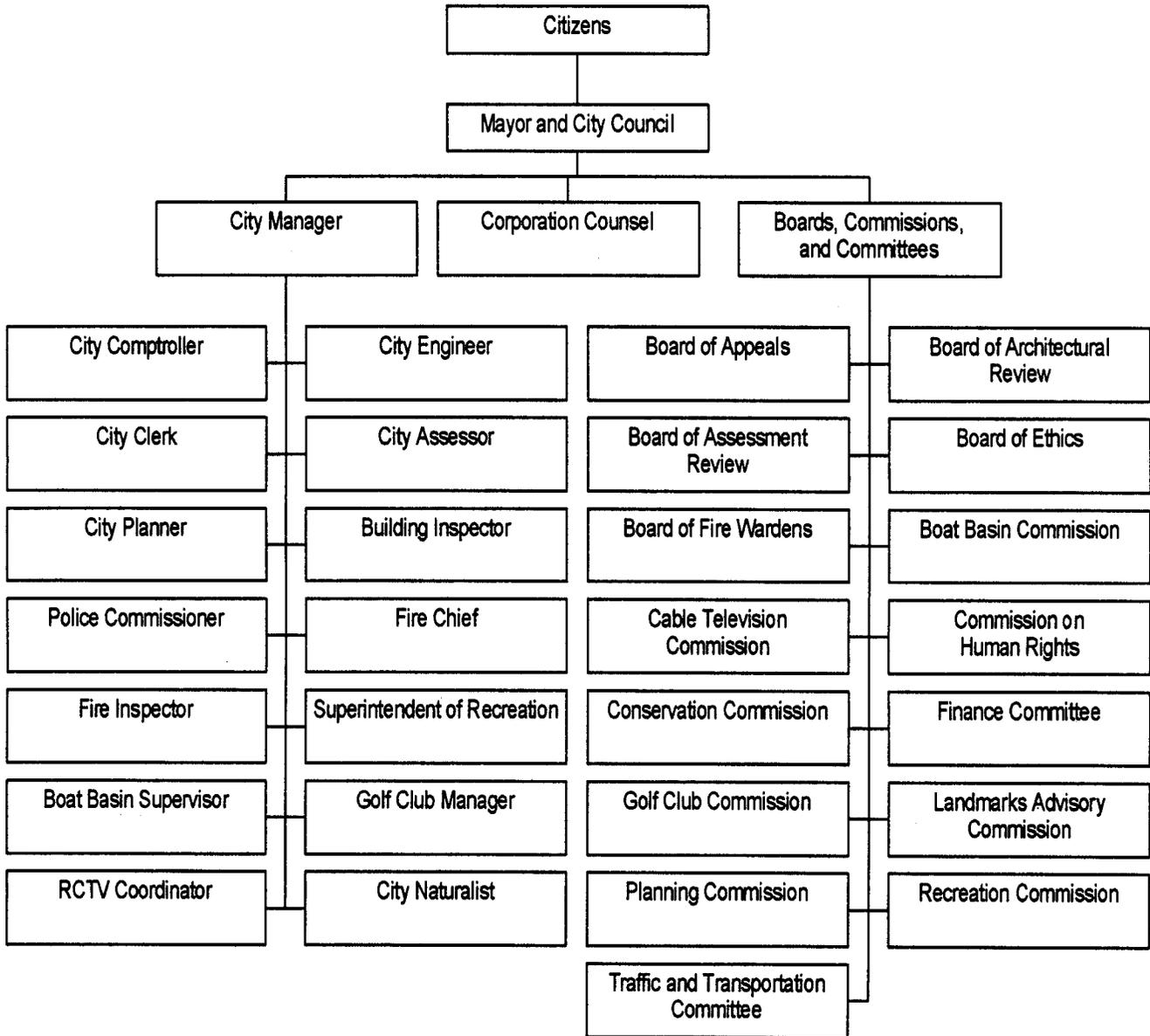
Peter Fox, Boat Basin Supervisor

Scott Yandrsevich, Golf Club Manager

James Kenny, RCTV Coordinator

Chantal Detlefs, City Naturalist

# City of Rye, New York Organizational Chart





Michael A. Genito  
City Comptroller  
1051 Boston Post Road  
Rye, New York 10580-2945

**CITY OF RYE**  
**Department of Finance**

Tel: (914) 967-7303  
Fax: (914) 967-7370  
E-mail: [mgenito@ryeny.gov](mailto:mgenito@ryeny.gov)  
<http://www.ryeny.gov>

September 30, 2003

To the Honorable Mayor, Members of the City Council, City Manager, and Citizens of the City of Rye, New York:

Submitted herewith is the comprehensive annual financial report of the City of Rye, New York ("City") as of and for the year ended December 31, 2002. The finance department is pleased to announce that this report was prepared in compliance with Governmental Accounting Standards Board Statement No. 34 - *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, one year earlier than the required year of implementation.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed to both protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with generally accepted accounting principles. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this comprehensive annual financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Bennett Kielson Storch DeSantis and Company, LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended December 31, 2002 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for the fiscal year ended December 31, 2002, are fairly presented in conformity with generally accepted accounting principles. The independent auditor's report is presented as the first component of the financial section of this report.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the

form of Management's Discussion and Analysis ("MD&A"). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

### **Profile of the City of Rye, New York**

The City of Rye is located in Westchester County, New York, on the Long Island Sound, approximately twenty-five miles north of New York City. Founded in 1660, it became a village in 1904, and was incorporated as a city in 1942. The City's gentle and sophisticated country setting, conveniently located near a major metropolis, has earned it the reputation of being a highly desirable place to live. The City consistently makes the list of *Worth Magazine's* "250 Richest Towns", and its amenities have been featured in *The New York Times*.

The City maintains 71 miles of streets and roads, 53 miles of sanitary sewer lines, 6 pump stations, and 30 miles of storm drains within the borders of its 6 square miles. City-owned buildings include city hall, a police station, two firehouses, recreation facilities including a recreation center and other buildings, public works facilities consisting of offices, garages, and material storage buildings, a museum, a nature center, an arts center, marina offices and garages, and several buildings belonging to our golf club, including a historic "castle" (circa 1858) overlooking the golf course and Long Island Sound. The City prides itself in its maintenance and preservation of open space, with several parks and playgrounds for both passive and active recreation.

The United States Census Bureau's "Census 2000" reports that the City has a per capita income of \$76,566 and a median household income of \$110,894. The median family income is \$133,231, with 36.7% of families having an income of \$200,000 or more. The Census 2000 population count was 14,955, and the Census Bureau estimates the current population of the City for 2002 at 15,092.

On November 3, 1959, an amendment to the City Charter was approved by public referendum to create the position of City Manager. Since that time, the City has operated under the Council-Manager form of government. Policy-making and legislative authority are vested in the City Council, which consists of the Mayor and six other members. The City Council appoints the City Manager and the Corporation Counsel, supervises the work of all boards, commissions and officers appointed by the City Council, and awards all contracts for public works requiring competitive bidding. The Mayor serves as head of the City government, appoints City judges subject to approval by the City Council, designates chairpersons of boards and commissions, and unless otherwise provided by law or the City Council, executes deeds, contracts and other documents. City council members, including the Mayor, each serve a four-year term of office, and are elected to office by registered voters authorized to vote in City elections.

The City Manager is the chief administrative officer of the City, and is responsible for all city affairs placed in his or her charge. The City Manager appoints all department heads and their subordinates, with the exception of the Corporation Counsel and police

officers. With the advice and assistance of the City Comptroller, the City Manager prepares and submits to the city council the annual tentative budget. The City Manager has control and supervision over purchasing, except for competitive bidding as required by law. The City Manager serves at the pleasure of the City Council for an indefinite term. The City Comptroller serves at the pleasure of the City Manager for an indefinite term. All other department heads and employees serve terms subject to various laws, employment contracts, labor agreements and/or the provisions of Civil Service Law.

The City provides a full range of services. General government services include vital statistics (birth and death certificates), business and occupational licenses, and a variety of other permits and licenses required under State or local law. Public safety is provided through a full-time police department, a fire department comprised of paid and volunteer firefighters, and ambulance/EMS services contracted through a local volunteer ambulance corps. Community environment services include community planning, engineering, and building inspection, conservation, emergency disaster, street maintenance, snow removal, street lighting, off-street parking, maintenance of sewers and drains, street cleaning, solid waste and recycling, community beautification and shade tree maintenance. Recreational services include recreation activities (camps, athletics, tennis, youth and adult activities), parks and playgrounds, marina services, a golf course, a municipal pool, and a nature center. Cultural services provided include library services contracted through a local library, an art center owned by the City but operated by an independent non-profit organization, and two government access cable television channels.

The annual budget serves as the foundation for the City's financial planning and control. All departments of the City are required to submit requests for appropriations, revenue estimates for the forthcoming year, and a forecast of current year revenues and expenditures to the City Comptroller, usually on or before August 31<sup>st</sup> of each year. The City Comptroller reviews these submissions with the departments to ensure that the current forecasts are reasonable, and that the forthcoming year's appropriation requests and revenue estimates are clearly understood. The Finance Department, under the direction of the City Comptroller, completes the forecasts, appropriations, and revenue estimates for those items not specifically associated with a department, such as general revenues, internal service fund charges, interfund charges, and debt service requirements. When all of this information has been compiled and reviewed, the City Comptroller submits the entire set of requests and estimates to the City Manager, usually within the second week of September. The City Manager will meet with departments and the City Comptroller throughout the months of September and October to review the submissions, making adjustments as required or desired to meet the objectives that may have been expressed or implied by the City Council. In accordance with the City Charter §C21-2, the City Manager must present on or before November 7<sup>th</sup> a tentative budget to the City Council. Prior to a public hearing on the tentative budget, the City Council may make any changes to the tentative budget by a vote of at least four council members. After considering the tentative budget, the City Council publishes a notice of public hearing on the tentative budget to be held no later than the first Wednesday in December of the current year, and with at least ten days' notice. After the

public hearing, the City Council may adopt the budget without amendment, or, may continue to amend the budget, except for those items required by law or for debt service. Amendments that would increase the estimated revenues or total appropriations require five affirmative votes of the City Council. The City Council must adopt the budget and set the property tax rate for the forthcoming year on or before December 31<sup>st</sup> of the current year. If the City Council fails to adopt the budget by December 31<sup>st</sup>, the tentative budget as amended by the council becomes the adopted budget. If no amendments to the tentative budget had been made by the City Council, the tentative budget as submitted by the City Manager becomes the adopted budget. Throughout the year, the City Manager is authorized to make amendments between any accounts within a fund, provided that the amendments do not increase total estimated revenues or total appropriations. Amendments between funds, or those that would increase total estimated revenues or appropriations, must be made by resolution of the City Council. Budget to actual comparisons are provided in this report for each individual fund for which an annual budget has been adopted. For the General Fund, this comparison is presented as part of the basic financial statements for the governmental funds. For governmental funds other than the General Fund, with annual budgets, the comparisons are presented in the governmental fund subsection of this report. It should be noted that multi-year, rather than annual budgets, are adopted for the Capital Projects Fund. This report includes a project-length schedule for all projects within the Capital Projects Fund, including project budget, current year revenues and expenditures, project inception-to-date revenues and expenditures, and available project balances remaining at the end of the current fiscal year.

### **Factors Affecting Financial Condition**

The information presented in the financial statements is best understood when it is considered in light of the specific environment in which the City operates.

#### ***Local Economy***

The City remained economically strong throughout 2002. Moody's Investors Service assigned a Aaa rating to the City's 2002 bond issue and affirmed a Aaa rating on all outstanding balances of bonds previously issued by the City. Taxable assessments remained stable, and our tax base is not dependent upon any single industry or taxpayer. The top ten principal taxpayers of the City comprise only 9.2% of the tax roll, with public utilities representing 3% of the property tax base; office buildings representing slightly over 1%, with the remaining principal taxpayers represented by residential properties.

Residential home sales reflect the upscale nature of our community. The City Assessor reported that 171 homes in the City were sold in 2002. Of these, 40% sold for \$1 million or more and 12% sold for \$2 million or more. The median home sale price increased from \$785,000 in 2001 to \$895,500 in 2002 (14.1%), and the average home sale price increased from \$1,003,676 to \$1,178,000 (17.4%) during the same period. The highest sale price reported for a single family home in fiscal 2002 was \$10.5 million.

Major employers with facilities located in the City enhance the economic strength of the City by providing a wide variety of industries, including business services, electric and gas utilities, social services, primary metal industries, educational services, insurance services, investment banking and miscellaneous retail operations. Access to employment in New York City is readily available by car or mass transit (train or bus), with Interstate Route 95, Interstate Route 287, U.S. Route 1, and the MetroNorth commuter train line intersecting in the City. Westchester County Airport is a short drive from the City; two major international airports (John F. Kennedy and LaGuardia) are located within 30 miles of the City, and Newark International Airport lies within 45 miles.

Economic data for the City from the Census 2000 compares quite favorably against the Westchester County, New York State, and national figures:

<u>Data Item</u>	<u>City of Rye</u>	<u>Westchester County</u>	<u>New York State</u>	<u>United States</u>
Per Capita	\$ 76,566	\$ 36,726	\$ 23,389	\$ 21,587
Median Household	\$ 110,894	\$ 63,582	\$ 43,393	\$ 41,994
Median Family	\$ 133,231	\$ 79,881	\$ 51,691	\$ 50,046
Unemployment Rate	1.1%	3.0%	4.3%	3.7%

While the 2002 unemployment rate is not available for the City as a unit, the 2002 Westchester County rate of 4.2% continues to remain favorable against the 2002 rates for New York State (6.1%) and the United States (5.8%).

### ***Long-term Financial Planning***

In fiscal 2002, the City completed its acquisition of several acres of privately-owned property. This property will be preserved for passive and active recreational purposes. Some of the acreage will be restored to its original state as wetlands and some is currently under renovation as additional recreational playing fields. A historic building (circa 1850) formerly owned by the Quakers and known as the "Friends Meeting House" is situated on one of the parcels. The City plans to preserve this building for its historic and educational value. In addition to \$1.5 million bond to provide for the recreational fields, a \$1.6 million grant is being pursued to fund the restoration of the wetlands.

The City recently reconstructed one of its two firehouses and is currently underway in the plans for the reconstruction of the other firehouse (estimated project cost \$4.6 million) in 2004. Also underway is the \$2.9 million reconstruction and expansion of the Damiano Recreation Center, which provides a variety of youth and adult recreational activities. The dredging of the DePauw Municipal Boat Basin began in fiscal 2002, with approximately \$100,000 expended for dredging and development of a sedimentation basin. Completion of the project is estimated to cost an additional \$250,000. The

sedimentation basin is designed to collect runoff sediment entering the boat basin from the Blind Brook. This runoff is a major contributor to sediment in the boat basin, and collection of it before it enters the main marina area will allow the City to periodically dredge only the sedimentation basin, rather than the entire marina. This is anticipated to extend the life of the dredging project and minimize future dredging costs. The entire project cost is being borne by the marina out of its retained earnings.

A review of the project-length schedule of the Capital Projects Fund found elsewhere in this report will reveal many other street improvement, traffic safety, sanitary sewer, storm drain, and recreational projects currently in progress. In addition to these infrastructure improvements, the City takes pride in ensuring that the average age and condition of its fleet of vehicles is within the standards necessary to ensure that necessary services can be delivered efficiently, effectively, and safely.

### ***Cash Management Policies and Practices***

In accordance with New York State General Municipal Law §39, the City has adopted a cash management and investment policy based on the principles of legality, safety, liquidity, and yield. The City may only deposit funds in commercial banks licensed to do business in New York State. Deposits exceeding Federal Deposit Insurance Corporation (FDIC) limits must be protected with collateral that meets or exceeds the guidelines of the City's cash management and investment policy. Investments may only be made in certain securities approved by law in accordance with the City's policy. The City monitors its bank balances and investments daily, and takes necessary measures to ensure that sufficient funds are available to meet current expenditures. Revenues received are recorded and deposited timely, and idle cash is invested to obtain the highest yield.

During fiscal 2002, the City had deposits in several banks in the form of checking accounts, savings accounts, and certificates of deposits. All deposits in excess of FDIC limits were secured by collateral. The City also participated in MBIA CLASS, a cooperative municipal investment pool that is in compliance with New York State law and the City's cash management and investment policy.

### ***Risk Management***

The City maintains a self-insured risk retention program for general liability. The program includes contracts with a claims administrator for claims processing and the purchase of specific and aggregate stop-loss insurance to cover catastrophic losses. The program also includes the services of an independent liability insurance consultant to assist in the development of the program and negotiation of insurance renewals, and the services of an independent actuary to calculate the accrued liability at the end of the fiscal year, including incurred but not reported claims. Claims reviewed and approved by the claims administrator and the City's corporation counsel are forwarded to the City's Finance Department for payment. The claims administrator provides a number of

monthly reports related to the City's general liability risk activity, as well as advisory services in the area of general liability risk.

The City participates in the Municipal Employees Benefits Consortium (MEBCO) for its health insurance. MEBCO is a public entity risk pool currently operating as a common risk management and health insurance program for its members. Workers compensation coverage is provided through the Public Employers Risk Management Association (PERMA), a public entity risk pool composed of several municipal employers in New York State.

The City provides safety training and accident prevention programs for its employees to ensure that the number and severity of claims for all types of accidents, injuries, and illnesses are kept to a minimum.

### ***Pension and Other Post-Employment Benefits***

The City participates in the New York State and Local Employees' Retirement System and the New York State and Local Police and Fire Retirement System (Systems). These Systems are a cost sharing multiple employer defined benefit pension plans. The Systems provides retirement, disability and death benefits to plan members. The New York State Retirement and Social Security Law govern obligations of employers and employees to contribute and benefits to employees. The City's contribution to the Systems is equal to 100% of the actuarially required contribution for the current fiscal year.

The City also provides health care benefits for retired employees. The cost of providing post-employment health care benefits is shared between the City and the retired employee. As of the end of the current fiscal year, there were 97 retired employees receiving these benefits. Generally accepted accounting principles do not currently require governments to report a liability in the financial statements in connection with an employer's obligation to provide these benefits.

### **Awards and Acknowledgements**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 2001. This was the sixth consecutive year that the City received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an efficiently organized CAFR satisfying both generally accepted accounting principles and legal requirements that meets or exceeds reporting standards established by the GFOA.

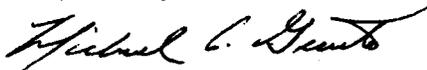
A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The City also received the GFOA's Distinguished Budget Presentation Award for its fiscal 2003 annual budget document. In order to qualify for this award, a government's budget document must be proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device.

The preparation of this report would not have been possible without the dedicated services of the entire Finance Department staff, and the assistance of all City departments concerning information specific to their operations. We thank our city Manager for her support and guidance in helping us achieve the goals and objectives of the City. Our gratitude is extended to our Mayor and City Council, who continuously strive to enhance the quality of life for our citizens. The input from our independent auditors, Bennett Kielson Storch and DeSantis, LLP, was invaluable, and we commend them on their timely and professional completion of our audit.

Most importantly, our heartfelt thanks goes to the citizens and residents of the City of Rye, for giving us the opportunity to serve our fine City.

Respectfully submitted,



Michael A. Genito  
City Comptroller

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Rye,  
New York

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2001

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*William Patrick Pate*

President

*Jeffrey R. Enos*

Executive Director

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**FINANCIAL SECTION**

**INDEPENDENT AUDITORS' REPORT**

To the Honorable Mayor and City Council  
of the City of Rye, New York:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Rye, New York as of and for the year ended December 31, 2002, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes 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, the business-type activities, each major fund and the aggregate remaining fund information of the City of Rye, New York at December 31, 2002, and the respective changes in financial position and cash flows, where applicable, thereof, and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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

As described in Note 1 to the basic financial statements, the City of Rye, New York adopted the provisions of Governmental Accounting Standards Board Statement No. 33, "*Accounting and Financial Reporting for Nonexchange Transactions*," Statement No. 34, "*Basic Financial Statements - and Management's Discussion and Analysis - For State and Local Governments*," Statement No. 36, "*Recipient Reporting for Certain Shared Nonexchange Revenues*," Statement No. 37, "*Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus*," and Statement No. 38, "*Certain Financial Statement Note Disclosures*" as of and for the year ended December 31, 2002.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the City of Rye, 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 City of Rye, 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 presented in all material respects in relation to the basic financial statements taken as a whole. The information listed in the statistical section has not been subjected to the auditing procedures applied in our audit of the basic financial statements, and accordingly, we express no opinion on it.

*Bennett Kielson Storch DeSantis & Company LLP*

April 4, 2003

## **Management's Discussion and Analysis**

As management of the City of Rye, New York ("City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2002. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on page iii of this report.

### **Financial Highlights**

- ❖ The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$24,514,226. Of this amount, \$9,432,335 may be used to meet the City's ongoing obligations to citizens and creditors.
- ❖ The City's total net assets increased by \$1,266,943.
- ❖ As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$4,442,136, of which \$1,683,332 is available for spending at the City's discretion.
- ❖ At the end of the current fiscal year, unreserved fund balance for the General Fund was \$4,079,739, or 21.8% of total general fund expenditures.
- ❖ The City's total net debt increased by \$4,749,500 (40%) during the current fiscal year. The key factor in this increase was the issuance of \$5,389,500 in general obligation bonds for the following public improvements: city hall building improvements (\$296,500); police headquarters improvements (\$338,000); a new police pistol range building (\$225,000); recreation center improvements (\$2,900,000), improvements to parks and playgrounds (\$1,540,000) and firehouse improvements (\$90,000).

### **Overview of the Financial Statements**

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

#### ***Government-Wide Financial Statements***

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

The statement of net assets presents information on all of the City'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 of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the government'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).

Both of the government-wide financial statements distinguish functions of the City that are governmental activities (those principally supported by taxes and revenues from other governments) and functions of the City that are business-type activities (those that are intended to recover all or a significant portion of their costs through user fees and charges). The governmental activities of the City include general government, public safety, community environment, and culture and recreation. The business-type activities of the City include the DePauw Municipal Boat Basin and the Rye Golf Club. The government-wide financial statements can be found on pages 17-20 of this report.

### ***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 City, 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 City can be divided into three categories: governmental funds, proprietary 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 City maintains six individual governmental funds: the General Fund, two special revenue funds (the Cable TV Fund and the Nature Center Fund), the K.T. Woods Permanent Fund, the Debt Service Fund, and the Capital Projects Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the Capital Projects Fund, both of which are considered to be major funds. Information from the other four (nonmajor) governmental funds is combined into a single aggregated presentation. Individual information on each of these four funds is provided in the form of combining statements found

elsewhere in this report. The City adopts annual budgets for the General Fund, Cable TV Fund, Nature Center Fund, K.T. Woods Permanent Fund, and Debt Service Fund. Budgetary comparison statements have been provided for these funds to demonstrate compliance with their budgets. Multi-year budgets are adopted for the Capital Projects Fund, and a project-length schedule that provides information concerning these projects and their budgets is included elsewhere in this report.

### **Proprietary Funds**

The City maintains two types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its marina (the DePauw Municipal Boat Basin) and golf course operations (the Rye Golf Club). Internal service funds are used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its liability insurance coverage (the Risk Retention Fund), and the acquisition, operation, maintenance, and disposition of its buildings and vehicles (the Building and Vehicle Maintenance Fund). These services have been classified as governmental activities in the government-wide financial statements because they predominantly benefit governmental, rather than business-type functions.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Boat Basin Fund and the Golf Club Fund, both of which are considered to be major funds of the City. Conversely, both internal service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found on pages 28-32 of this report.

### **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 City programs. The City maintains only one type of fiduciary fund that is known as an agency fund. Resources are held in this fund by the City purely in a custodial capacity. The activity in this fund is limited to the receipt, temporary investment, and remittance of resources to the appropriate individual, organization, or government. The agency fund financial statements can be found on pages 33-34 of this report.

### **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 35-57 to this report.

## Other Information

The combining statements referred to earlier in connection with the four nonmajor governmental funds and the two internal service funds are presented immediately following the basic financial statements. Combining and individual fund statements and schedules can be found on pages 58-73 of this report

## Government-wide Financial Analysis

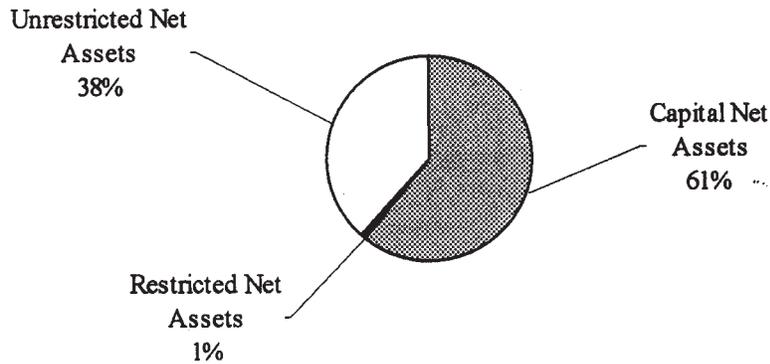
As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. For the City, assets exceeded liabilities by \$24,514,226 at the close of the most recent fiscal year. Sixty percent (\$14,829,035) of the City's net assets reflects its investment in capital assets (land, buildings, improvements, machinery and equipment, construction in progress, and infrastructure), less any related debt outstanding that was used to acquire those assets. The City uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the City'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.

City of Rye, New York  
Net Assets  
December 31, 2002

	<u>Governmental Activities</u>	<u>Business- type Activities</u>	<u>Total</u>
Current Assets	\$ 17,721,413	\$ 2,499,409	\$ 20,220,822
Capital Assets, Net	<u>15,229,822</u>	<u>12,928,822</u>	<u>28,158,644</u>
<b>Total Assets</b>	<u>32,951,235</u>	<u>15,428,231</u>	<u>48,379,466</u>
Current liabilities	5,761,407	164,381	5,925,788
Long-term liabilities	<u>12,538,349</u>	<u>5,401,103</u>	<u>17,939,452</u>
	<u>18,299,756</u>	<u>5,565,484</u>	<u>23,865,240</u>
<b>Net Assets:</b>			
Invested in Capital Assets, Net of Related Debt	7,250,213	7,578,822	14,829,035
Restricted	252,856	-	252,856
Unrestricted	<u>7,148,410</u>	<u>2,283,925</u>	<u>9,432,335</u>
	<u>\$ 14,651,479</u>	<u>\$ 9,862,747</u>	<u>\$ 24,514,226</u>

An additional portion of the City's net assets (\$252,856) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$9,432,335) may be used to meet the City's ongoing obligations to citizens and creditors. At the end of the current fiscal year, the City is able to report positive net asset balances in all three categories of net assets: the government as a whole, governmental activities, and business-type activities.

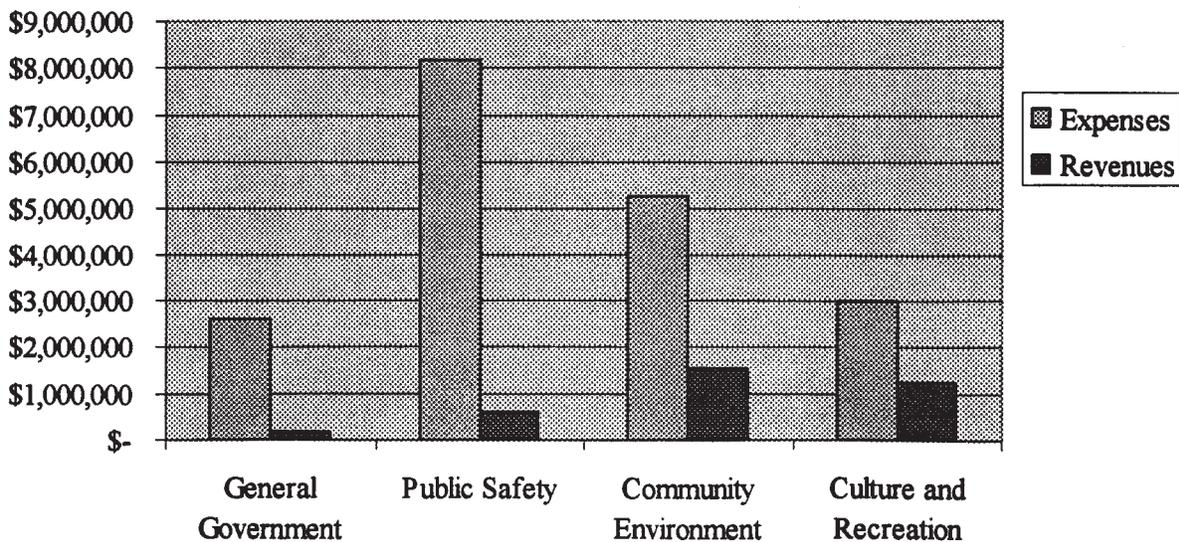
**City of Rye, New York  
Net Assets Distribution  
December 31, 2002**



**Governmental Activities**

During the current fiscal year, the City's net assets increased by \$1,266,943. Governmental activities revenues exceeded expenses by \$687,699.

**Expenses and Program Revenues - Governmental Activities**



City of Rye, New York  
Changes in Net Assets  
Fiscal Year Ended December 31, 2002

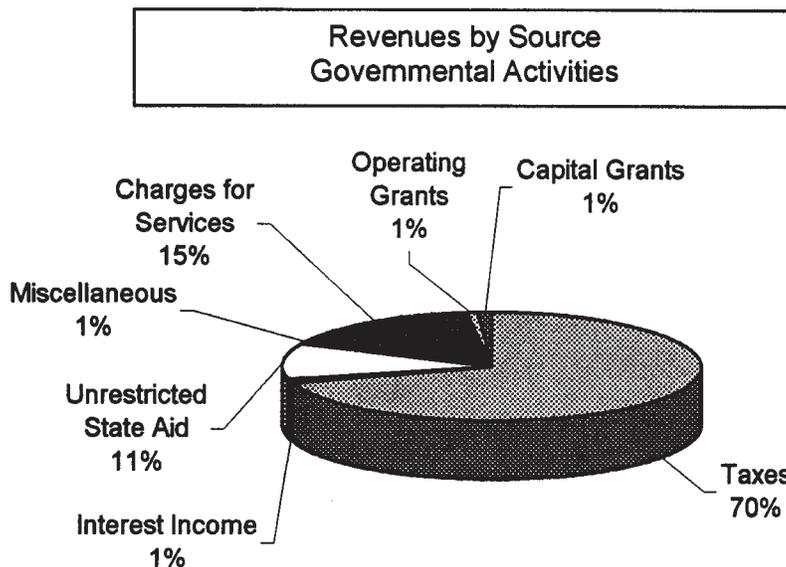
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>Revenues:</b>			
<b>Program Revenues:</b>			
Charges for Services	\$ 3,065,433	\$ 4,375,596	\$ 7,441,029
Operating Grants and Contributions	244,188	-	244,188
Capital Grants and Contributions	258,808	19,500	278,308
<b>General Revenues:</b>			
Real Property Taxes	11,949,060	-	11,949,060
Non-Property Taxes	1,760,063	-	1,760,063
Unrestricted Use of Money and Property	183,635	42,472	226,107
State Aid	2,255,963	-	2,255,963
Miscellaneous and Other	<u>138,542</u>	<u>-</u>	<u>138,542</u>
<b>Total Revenues</b>	<u>19,855,692</u>	<u>4,437,568</u>	<u>24,293,260</u>
<b>Expenses:</b>			
General Government	2,635,050	-	2,635,050
Public Safety	8,179,311	-	8,179,311
Community Environment	5,270,494	-	5,270,494
Culture and Recreation	3,005,355	-	3,005,355
Interest	77,783	-	77,783
Marina	-	369,746	369,746
Golf Club	<u>-</u>	<u>3,488,578</u>	<u>3,488,578</u>
<b>Total Expenses</b>	<u>19,167,993</u>	<u>3,858,324</u>	<u>23,026,317</u>
<b>Change in Net Assets</b>	687,699	579,244	1,266,943
<b>Net Assets - Beginning</b>	<u>13,963,780</u>	<u>9,283,503</u>	<u>23,247,283</u>
<b>Net Assets - Ending</b>	<u>\$ 14,651,479</u>	<u>\$ 9,862,747</u>	<u>\$ 24,514,226</u>

Major revenues received included:

- ❖ \$11,949,060 in property taxes
- ❖ \$1,472,398 in sales and use taxes
- ❖ \$287,665 in utilities gross receipts taxes, and
- ❖ \$2,255,963 in state aid not restricted to specific programs.

Revenues from charges for services were \$3,065,433, and governmental programs received \$244,188 in operating grants and contributions. Capital grants totaling \$258,808 included:

- ❖ A public safety grant of \$7,748 received from a neighboring municipality for improvements to a traffic signal shared by our respective borders;
- ❖ \$233,367 in community environment state aid from New York State awarded to our department of public works for capital improvements to our streets under the State's Consolidated Highway Improvement Program, and
- ❖ \$17,693 in capital interest.



### ***Business-type Activities***

Business-type activities increased the City's net assets by \$579,244, accounting for 46% of the total growth in the City's net assets. Revenues from charges for services were \$474,292 from the marina operations and \$3,901,304 from the golf club operations. The marina also received a \$19,500 capital grant for dredging of its waters. Combined, the business-type activities earned \$42,472 in interest and investment income. Offsetting these revenues were expenses of \$369,746 for marina operations and \$3,448,578 for golf club operations.

- ❖ Interest and investment income decreased \$308,693 (6.6%) from \$468,741 to \$160,048 due to significant decreases in interest rates.
- ❖ Revenue from workers' compensation insurance recoveries decreased \$67,560 (60.5%) due to a decrease in the number of workers' compensation claims filed.
- ❖ Unclassified revenues increased \$76,411 due to our reclassification of restricted gifts and donations now recorded in the General Fund that were previously recorded in Expendable Trust Funds prior to our implementation of Governmental Accounting Standards Board Statement Number 34.
- ❖ Mortgage taxes increased \$394,764 (38.8%) from \$1,018,593 to \$1,413,357 due to increased home financing and refinancing, most likely related to historically-low mortgage and refinancing rates.
- ❖ Salaries and wages increased \$202,409 (2.2%) from \$9,388,445 to \$9,590,854, reflective of contracted increases offset by savings from a hiring freeze policy and reduced seasonal help requirements.
- ❖ Equipment purchases decreased \$62,991 (17%) from \$370,062 to \$307,071, mostly in the area of computer systems, reflecting our initiative in the prior year to upgrade many of our information systems.
- ❖ Materials and supplies decreased a nominal \$49,279 (3.4%) from \$1,463,577 to \$1,414,298.
- ❖ Contractual costs increased \$219,641 (5.5%) from \$4,010,779 to \$4,230,420, reflecting increases in the cost of various service contracts.
- ❖ Employee benefits increased \$330,809 (12.2%) from \$2,752,765 to \$3,083,574. The largest increases in this expenditure category occurred in workers' compensation insurance costs (\$72,384), and medical insurance costs (\$193,234).

The Capital Projects Fund has a deficit fund balance of \$1,409,491. However, the only project showing a deficit balance is that involving our recent acquisition of land for park purposes. While the project shows a deficit balance of \$3,092,670, an outstanding state loan of \$3.1 million was used to fund the project, and when this loan is repaid from long-term debt proceeds, grants, and/or general revenues, the project will no longer be in a deficit balance. In accounting for capital projects, loans and other short-term debt are not considered revenues. The revenues of \$241,115, expenditures of \$1,823,485, and other financing sources and uses of \$196,595 (net) represent only the current fiscal year's portion of total project activity. An itemized project-length schedule of all projects can be found on page 64-65 of this report.

### ***Proprietary Funds***

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in greater detail.

Total net assets of the Boat Basin Fund at year end were \$1,686,456, an increase of \$141,079 from the prior year. Net assets invested in capital assets, net of related debt, were \$793,536, and unrestricted net assets of \$892,920 represented the balance of net assets. Operating income of the Boat Basin Fund was \$106,373 (operating revenues of

\$474,292 offset by \$367,919 of operating expenses). Interest income of \$15,206 and \$19,500 from capital grant revenues related to the dredging of our marina waters made up the balance of total net income.

Total net assets of the Golf Club Fund at year end were \$8,197,806, an increase of \$459,680 from the prior year. Net assets invested in capital assets, net of related debt, were \$6,785,286, with unrestricted net assets of \$1,412,520 representing the balance of net assets. Golf Club Fund operating revenues of \$3,901,304 were offset by operating expenses of \$3,185,040 to arrive at operating income of \$716,264. Interest income of \$27,266, offset by \$283,850 of interest expense related to long-term debt, made up the balance of total net income.

### **General Fund Budgetary Highlights**

The difference between the original and final amended budget for the General Fund were immaterial for estimated operating revenues, with the original budget at \$18,230,868 and the final amended budget at \$18,280,220 – a difference of \$49,352 (0.3%). The budget for charges for services was increased during the year by \$8,565; fines and forfeitures increased by \$4,554; state aid increased by \$1,409, and miscellaneous revenues increased by \$34,824.

The difference between the operating appropriations originally budgeted and in the final amended budget for the General Fund was \$95,766 (\$19,518,138 vs. \$19,613,906), an immaterial change of 0.5%. The appropriations budget for general government operations was increased \$60,871 during the year; public safety was increased \$63,989; community environment was decreased \$75,214, and culture and recreation was increased \$46,120.

### **Capital Assets and Debt Administration**

#### ***Capital Assets***

The City's investment in capital assets for governmental and business-type activities at December 31, 2002, net of \$8,985,063 of accumulated depreciation, was \$28,158,644. This investment in capital assets includes land, buildings, improvements other than buildings, machinery and equipment, construction in progress, and infrastructure. As part of its early implementation of Governmental Accounting Standards Board Statement No. 34, the City has decided for fiscal year ending December 31, 2002 to report retroactively only that infrastructure supported by long-term debt and prospectively as required any new investments in infrastructure. The City will complete its inventory and report any remaining infrastructure within the four-year implementation period for infrastructure reporting as provided for in the statement.

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

- ❖ Marina dredging added \$99,153 of asset value.
- ❖ The Golf Club purchased a vehicle adding \$28,142 of asset value.

- ❖ Construction of a new police pistol range added \$275,521, and the construction of an apartment in our Nature Center building added \$90,136 of asset value.
- ❖ Vehicle purchases added \$579,740 of asset value.
- ❖ New construction in progress added \$262,719 of asset value.
- ❖ Fully depreciated vehicles with historical cost values totaling \$259,555 were sold or otherwise disposed.

City of Rye, New York  
Capital Assets  
December 31, 2002

<u>Asset</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Land	\$ 3,100,000	\$ 1,700,408	\$ 4,800,408
Buildings	2,483,572	11,759,481	14,243,053
Improvements	1,767,421	2,552,937	4,320,358
Machinery and equipment	6,029,776	1,117,774	7,147,550
Construction in progress	4,458,658	-	4,458,658
Infrastructure	2,173,680	-	2,173,680
Less – accumulated depreciation	<u>(4,783,285)</u>	<u>(4,201,778)</u>	<u>(8,985,063)</u>
 Total (net of depreciation)	 <u>\$ 15,229,822</u>	 <u>\$ 12,928,822</u>	 <u>\$ 28,158,644</u>

***Long-term Debt***

At the end of the current fiscal year the City had total bonded debt outstanding of \$16,729,500. As required by New York State Law, all bonds issued by the City are general obligation bonds, backed by the full faith and credit of the City. As a policy, principal and interest on debt issued by the enterprise funds must be repaid solely from revenues of those funds. Of the \$16,729,500 bonded debt outstanding at fiscal year end, \$5,350,000 represented debt of the Golf Club Fund.

During the current fiscal year, the City issued \$5,389,500 in new bonds to provide for new construction and improvements to city-owned buildings, and for improvements to parks and playgrounds. With the issuance of this debt, Moody's Investor Service assigned an Aaa credit rating to the bonds, and affirmed the Aaa credit rating on all outstanding debt of the City.

At fiscal year end, the City had authorized but not yet issued long-term debt of \$3,100,000 for the acquisition of land for park purposes, and \$2,029,000 for the reconstruction of firehouses.

Known as the "constitutional debt limit", and pursuant to New York State Local Finance Law §104, the City must limit total outstanding long-term debt to no more than 7% of the five-year average full valuation of real property. At December 31, 2002 the City had exhausted 8.16% of its constitutional debt limit, and had the authority to issue an additional \$178,492,279 of general obligation long-term debt.

City Charter §C21-9 specifies the amount of debt that can be authorized solely on the adoption of a resolution by the City Council; the amount that can be raised by resolution of the City Council but subject to permissive referendum, and the amount requiring a mandatory referendum. At December 31, 2002, the amount of debt that could be authorized by City Council resolution alone was \$284,407, and the amount that could be authorized by City Council resolution subject to a permissive referendum was \$118,930. The authorization of all other long-term debt, unless otherwise specifically exempt by law, requires a mandatory referendum.

### **Economic Factors and Next Year's Budgets and Rates**

According to the United States Bureau of Labor Statistics, the unemployment rate for Westchester County (unemployment information for the City is unavailable) at the end of the current fiscal year was 4.2%. This compares favorably with the rate of 6.1% for New York State and the 6% national unemployment rate. The 2.6% increase in the Consumer Price Index for the area (New York-Northern New Jersey-Long Island, NY-NJ-CT-PA) from 2001 to 2002 was greater than the 1.6% increase recorded for the U.S. city average for the same period. Home financing and refinancing rates hit historic lows in fiscal 2002, contributing to substantial increases in mortgage tax revenues. The taxable assessed value of real property in the City remained stable, with the average home sale price rising from \$1,013,674 in 2001 to \$1,178,003 in 2002, and the median home sale price rising from \$790,000 to \$895,500 in the same period. City management was also aware that in 2003 there would most likely be significant increases in insurance and employee benefits (particularly medical insurance and retirement contributions). All of these factors were taken into consideration in developing the fiscal 2003 budget.

The City appropriated \$612,000 of unreserved fund balance for spending in fiscal 2003. Of this amount, \$597,000 will be used to fund the acquisition of capital assets, and \$15,000 will be used to provide for uncollected real property taxes. The use of this fund balance was within the City's policy of maintaining an unreserved, undesignated General Fund fund balance of at least 5% of annual appropriations. Combined with all other revenues sources, the fiscal 2003 real property tax rate of \$103.55 per \$1,000 taxable assessed value provides funding for all other General Fund appropriations. The tax rate increase from 2002 to 2003 was 17.4%.

As required by City policy, both enterprise funds (the Boat Basin Fund and the Golf Club Fund) developed their fiscal 2003 user fees and charges to meet or exceed all anticipated costs for that year, including interest on long-term debt, depreciation, and the acquisition of capital assets. Part of the revenues raised in 2003 will be used to fund administrative charges charged by the General Fund, and a portion of the revenues will be used to invest in capital assets related to the enterprise funds.

## **Requests for Information**

This financial report is designed to provide a general overview of the City of Rye, 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 Michael A. Genito, Comptroller, City of Rye, 1051 Boston Post Road, Rye, New York 10580.

**BASIC FINANCIAL STATEMENTS**

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City of Rye, New York  
Statement of Net Assets  
December 31, 2002

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and equivalents	\$ 6,165,841	\$ 1,785,474	\$ 7,951,315
Investments	1,887,095	686,587	2,573,682
Taxes receivable	867,440	-	867,440
Accounts receivable	146,294	23,406	169,700
Due from other governments	862,898	-	862,898
Internal balances	9,871	(9,871)	-
Prepaid expenses	196,994	13,813	210,807
<b>Restricted Assets:</b>			
Cash and equivalents	4,700,000	-	4,700,000
Investments	2,884,980	-	2,884,980
<b>Capital Assets:</b>			
Land	3,100,000	1,700,408	4,800,408
Buildings	2,483,572	11,759,481	14,243,053
Improvements	1,767,421	2,552,937	4,320,358
Machinery and equipment	6,029,776	1,117,774	7,147,550
Construction in progress	4,458,658	-	4,458,658
Infrastructure	2,173,680	-	2,173,680
Less - accumulated depreciation	<u>(4,783,285)</u>	<u>(4,201,778)</u>	<u>(8,985,063)</u>
<b>Total Assets</b>	<u>32,951,235</u>	<u>15,428,231</u>	<u>48,379,466</u>

(Continued)

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City of Rye, New York  
Statement of Net Assets (Continued)  
December 31, 2002

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>LIABILITIES</b>			
Accounts payable	642,942	71,894	714,836
Accrued liabilities	240,166	1,401	241,567
Accrued interest payable	77,818	70,802	148,620
Retainage payable	173,098	-	173,098
Due to other governments	480,430	20,284	500,714
Deferred revenues	853,662	-	853,662
Loan payable	3,100,000	-	3,100,000
Deposits	193,291	-	193,291
Non-current liabilities:			
Due within one year:			
Bonds payable	524,500	350,000	874,500
Claims payable	75,000	-	75,000
Due in more than one year:			
Bonds payable	10,855,000	5,000,000	15,855,000
Claims payable	336,635	-	336,635
Compensated absences	747,214	51,103	798,317
Total Liabilities	<u>18,299,756</u>	<u>5,565,484</u>	<u>23,865,240</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	7,250,213	7,578,822	14,829,035
Restricted for:			
Cable TV purposes	138,622	-	138,622
Trusts	33,891	-	33,891
Debt service	80,343	-	80,343
Unrestricted	<u>7,148,410</u>	<u>2,283,925</u>	<u>9,432,335</u>
Total Net Assets	<u>\$ 14,651,479</u>	<u>\$ 9,862,747</u>	<u>\$ 24,514,226</u>

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

City of Rye, New York  
Statement of Activities  
For the Year Ended December 31, 2002

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>FUNCTIONS/PROGRAMS</b>				
<b>Governmental Activities:</b>				
General government	\$ 2,635,050	\$ 120,593	\$ 42,285	\$ -
Public safety	8,179,311	508,397	89,558	7,748
Community environment	5,270,494	1,286,827	29,828	233,367
Culture and recreation	3,005,355	1,149,616	82,517	-
Interest	77,783	-	-	17,693
<b>Total Governmental Activities</b>	<b>19,167,993</b>	<b>3,065,433</b>	<b>244,188</b>	<b>258,808</b>
<b>Business-type Activities:</b>				
Marina	369,746	474,292	-	19,500
Golf	3,488,578	3,901,304	-	-
<b>Total Business-type Activities</b>	<b>3,858,324</b>	<b>4,375,596</b>	<b>-</b>	<b>19,500</b>
<b>Total Government</b>	<b>\$ 23,026,317</b>	<b>\$ 7,441,029</b>	<b>\$ 244,188</b>	<b>\$ 278,308</b>

General Revenues:  
Real property taxes  
Non-property taxes  
Unrestricted use of money and property  
Gain on sale of equipment  
State aid not restricted to specific programs  
Other revenues  
**Total General Revenues**  
Change in Net Assets  
Net Assets - Beginning of Year  
Net Assets - End of Year

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

**Net (Expense) Revenue and  
Changes in Net Assets**

<b>Governmental Activities</b>	<b>Business Type Activities</b>	<b>Total</b>
\$ (2,472,172)	\$ -	\$ (2,472,172)
(7,573,608)	-	(7,573,608)
(3,720,472)	-	(3,720,472)
(1,773,222)	-	(1,773,222)
(60,090)	-	(60,090)
<u>(15,599,564)</u>	<u>-</u>	<u>(15,599,564)</u>
-	124,046	124,046
-	412,726	412,726
<u>-</u>	<u>536,772</u>	<u>536,772</u>
<u>(15,599,564)</u>	<u>536,772</u>	<u>(15,062,792)</u>
11,949,060	-	11,949,060
1,760,063	-	1,760,063
183,635	42,472	226,107
57,795	-	57,795
2,255,963	-	2,255,963
80,747	-	80,747
<u>16,287,263</u>	<u>42,472</u>	<u>16,329,735</u>
687,699	579,244	1,266,943
13,963,780	9,283,503	23,247,283
<u>\$ 14,651,479</u>	<u>\$ 9,862,747</u>	<u>\$ 24,514,226</u>

City of Rye, New York  
Balance Sheet  
Governmental Funds  
December 31, 2002

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>				
Cash and equivalents	\$ 5,333,260	\$ 407,125	\$ 11,077	\$ 5,751,462
Investments	219,094	404,114	150,374	773,582
Receivables:				
Taxes receivable	867,440	-	-	867,440
Accounts receivable	62,210	222	78,650	141,082
Due from other funds	222,374	-	3,372	225,746
Due from other governments	599,792	215,753	11,489	827,034
Prepaid expenditures	182,652	171	3,578	186,401
Investments - restricted	-	835,337	33,891	869,228
<b>Total Assets</b>	<b><u>\$ 7,486,822</u></b>	<b><u>\$ 1,862,722</u></b>	<b><u>\$ 292,431</u></b>	<b><u>\$ 9,641,975</u></b>
 <b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 144,509	\$ 26,743	\$ 7,413	\$ 178,665
Accrued liabilities	62,993	-	1,023	64,016
Retainage payable	982	42,052	-	43,034
Deposits	193,291	-	-	193,291
Due to other funds	32,000	103,418	2,974	138,392
Due to other governments	480,430	-	-	480,430
Deferred revenues	1,002,011	-	-	1,002,011
Loans payable	-	3,100,000	-	3,100,000
<b>Total Liabilities</b>	<b><u>1,916,216</u></b>	<b><u>3,272,213</u></b>	<b><u>11,410</u></b>	<b><u>5,199,839</u></b>
 <b>Fund Balances:</b>				
<b>Reserved for:</b>				
Encumbrances	174,775	722,730	1,948	899,453
Prepaid expenditures	182,652	171	3,578	186,401
Compensated absences	675,972	-	13,641	689,613
Long-term receivable	457,468	-	-	457,468
Debt service	-	-	80,343	80,343
Non-expendable trust	-	-	33,891	33,891
<b>Unreserved reported in:</b>				
General Fund	4,079,739	-	-	4,079,739
Special Revenue Funds	-	-	147,620	147,620
Capital Projects Fund	-	(2,132,392)	-	(2,132,392)
<b>Total Fund Balances</b>	<b><u>5,570,606</u></b>	<b><u>(1,409,491)</u></b>	<b><u>281,021</u></b>	<b><u>4,442,136</u></b>
 <b>Total Liabilities and Fund Balances</b>	 <b><u>\$ 7,486,822</u></b>	 <b><u>\$ 1,862,722</u></b>	 <b><u>\$ 292,431</u></b>	 <b><u>\$ 9,641,975</u></b>

(Continued)

City of Rye, New York  
 Reconciliation of Governmental Funds Balance Sheet to  
 The Government-Wide Statement of Net Assets - Governmental Activities  
 December 31, 2002

Fund Balances - Total Governmental Funds	<u>\$ 4,442,136</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.	<u>5,476,007</u>
Other long-term assets are not available to pay for current period expenditures, and therefore, are deferred in the funds.	<u>148,349</u>
Internal service funds are used by management to charge the costs of building maintenance, vehicle maintenance, and risk to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	<u>6,917,696</u>
Long-term liabilities that are not due and payable in the current period and therefore are not reported in the funds:	
Bonds payable	(1,216,578)
Claims payable	(411,635)
Accrued interest payable	(14,883)
Compensated absences	<u>(689,613)</u>
	<u>(2,332,709)</u>
 Net Assets of Governmental Activities	 <u>\$ 14,651,479</u>

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

City of Rye, New York  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2002

	General Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Real property taxes and related items	\$ 11,965,741	\$ -	\$ -	\$ 11,965,741
Non-property taxes	1,760,063	-	178,756	1,938,819
Charges for services	782,054	-	92,086	874,140
Intergovernmental charges	69,664	-	-	69,664
Use of money and property	182,373	-	20,976	203,349
Licenses and permits	1,125,708	-	-	1,125,708
Fines and forfeitures	446,831	-	-	446,831
Sale of property and compensation for loss	54,458	-	-	54,458
Interfund revenues	303,900	-	-	303,900
State aid	2,354,121	233,367	14,610	2,602,098
Federal aid	29,828	-	-	29,828
Miscellaneous	104,910	7,748	23,847	136,505
Total Revenues	<u>19,179,651</u>	<u>241,115</u>	<u>330,275</u>	<u>19,751,041</u>
<b>EXPENDITURES</b>				
Current:				
General government	2,677,305	-	-	2,677,305
Public safety	8,255,601	-	-	8,255,601
Community environment	5,252,387	-	-	5,252,387
Culture and recreation	2,518,981	-	463,191	2,982,172
Debt service:				
Principal	-	-	85,141	85,141
Interest	-	-	59,109	59,109
Capital outlay:				
General government	-	34,335	-	34,335
Public safety	-	137,262	-	137,262
Community environment	-	1,587,269	-	1,587,269
Culture and recreation	-	64,619	-	64,619
Total Expenditures	<u>18,704,274</u>	<u>1,823,485</u>	<u>607,441</u>	<u>21,135,200</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>475,377</u>	<u>(1,582,370)</u>	<u>(277,166)</u>	<u>(1,384,159)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	167,204	704,468	339,481	1,211,153
Transfers out	<u>(1,067,950)</u>	<u>(507,873)</u>	<u>(2,000)</u>	<u>(1,577,823)</u>
Total Other Financing Sources (Uses)	<u>(900,746)</u>	<u>196,595</u>	<u>337,481</u>	<u>(366,670)</u>
Net Change in Fund Balances	<u>(425,369)</u>	<u>(1,385,775)</u>	<u>60,315</u>	<u>(1,750,829)</u>
Fund Balances (Deficits) -				
Beginning of Year, as reported	4,775,680	(23,716)	204,444	4,956,408
Change in Accounting Principle	<u>1,220,295</u>	<u>-</u>	<u>16,262</u>	<u>1,236,557</u>
Fund Balances (Deficits) -				
Beginning of Year, as restated	<u>5,995,975</u>	<u>(23,716)</u>	<u>220,706</u>	<u>6,192,965</u>
Fund Balances (Deficits) - End of Year	<u>\$ 5,570,606</u>	<u>\$ (1,409,491)</u>	<u>\$ 281,021</u>	<u>\$ 4,442,136</u>

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

City of Rye, New York  
 Reconciliation of the Statement of Revenues, Expenditures, and  
 Changes in Fund Balances of Governmental Funds to the Statement of Activities  
 For the Year Ended December 31, 2002

Amounts reported for governmental activities in the statement of activities are different because:

Net Change in Fund Balances - Total Governmental Funds \$ (1,750,829)

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 in the current period:

Capital outlay expenditures capitalized	1,663,617
Depreciation expense	<u>(42,336)</u>
	<u>1,621,281</u>

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds - Real property taxes	<u>(16,681)</u>
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Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets:

Principal paid on bonds	<u>85,141</u>
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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 payable	75,220
Compensated absences payable	60,086
Accrued interest payable	<u>1,034</u>
	<u>136,340</u>

Internal service funds are used by management to charge the costs of building maintenance, vehicle maintenance, and risk to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.

Internal service funds	612,447
Change in Net Assets of Governmental Activities	<u>\$ 687,699</u>

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

City of Rye, New York  
 General Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
 For the Year Ended December 31, 2002

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Real property taxes and related items	\$ 11,923,296	\$ 11,923,296	\$ 11,965,741	\$ 42,445
Non-property tax items	1,743,000	1,743,000	1,760,063	17,063
Charges for services	754,800	763,365	782,054	18,689
Intergovernmental charges	58,745	58,745	69,664	10,919
Use of money and property	266,188	266,188	182,373	(83,815)
Licenses and permits	947,002	947,002	1,125,708	178,706
Fines and forfeitures	449,960	454,514	446,831	(7,683)
Sale of property and compensation for loss	25,700	25,700	54,458	28,758
Interfund revenues	303,900	303,900	303,900	-
State aid	1,750,227	1,751,636	2,354,121	602,485
Federal aid	-	-	29,828	29,828
Miscellaneous	8,050	42,874	104,910	62,036
Total Revenues	<u>18,230,868</u>	<u>18,280,220</u>	<u>19,179,651</u>	<u>899,431</u>
<b>EXPENDITURES</b>				
Current:				
General Government:				
City Council	64,657	51,218	44,915	6,303
City Manager	440,870	496,009	487,213	8,796
Finance Administration	172,832	184,401	168,965	15,436
General Accounting	229,861	237,680	202,808	34,872
Accounts Payable	94,554	100,807	91,056	9,751
Payroll	72,371	74,325	72,439	1,886
Treasury	157,383	243,798	221,919	21,879
Parking Violation Bureau	87,496	69,119	63,371	5,748
Assessor	343,607	324,273	305,458	18,815
City Clerk	305,897	314,920	293,657	21,263
Records Management	45,849	53,466	30,446	23,020
Parking Administration	33,563	32,937	25,814	7,123
Law	214,257	215,214	210,839	4,375
Personnel	140,773	163,679	159,627	4,052
Elections	41,879	44,950	43,686	1,264
Management Information Systems	250,919	259,569	255,092	4,477
Contingent Account	237,500	83,480	-	83,480
Total General Government	<u>2,934,268</u>	<u>2,949,845</u>	<u>2,677,305</u>	<u>272,540</u>

(Continued)

City of Rye, New York  
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual (Continued)  
For the Year Ended December 31, 2002

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Public Safety:</b>				
Police Administration	712,918	750,233	701,805	48,428
Police Patrol	3,757,419	3,649,474	3,541,480	107,994
Police Investigations	572,600	592,670	580,097	12,573
Police Marine Patrol	97,456	120,393	111,993	8,400
Police Youth Services	115,553	124,922	121,627	3,295
Parking Enforcement	127,307	141,347	138,866	2,481
School Crossing Guards	76,354	82,390	81,274	1,116
Traffic Control	173,852	203,828	198,896	4,932
Fire Prevention and Suppression	2,685,652	2,737,831	2,683,588	54,243
Animal Control	27,117	27,117	26,930	187
Ambulance Service	69,450	69,450	69,045	405
<b>Total Public Safety</b>	<b>8,415,678</b>	<b>8,499,655</b>	<b>8,255,601</b>	<b>244,054</b>
<b>Community Environment:</b>				
Planning	210,551	185,454	165,578	19,876
Engineering	167,720	195,607	134,437	61,170
Building	284,574	257,800	243,839	13,961
Conservation	32,326	31,158	27,905	3,253
Public Works Administration	549,689	581,994	566,632	15,362
Street Maintenance	486,526	546,472	502,147	44,325
Snow Removal	459,199	314,088	294,709	19,379
Street Lighting	213,746	230,933	215,419	15,514
Off-Street Parking	83,415	68,703	65,274	3,429
Sanitary Sewers	271,199	310,513	292,854	17,659
Storm Drains	123,214	99,700	92,418	7,282
Street Cleaning	104,405	113,621	111,879	1,742
Refuse and Garbage	1,460,569	1,476,536	1,435,524	41,012
Recycling	429,128	513,730	498,187	15,543
Community Beautification	371,697	338,230	323,436	14,794
Rodent and Insect Control	10,009	1,808	752	1,056
Shade Tree Maintenance	364,756	306,470	281,397	25,073
<b>Total Community Environment</b>	<b>5,622,723</b>	<b>5,572,817</b>	<b>5,252,387</b>	<b>320,430</b>

(Continued)

City of Rye, New York  
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual (Concluded)  
For the Year Ended December 31, 2002

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Culture and Recreation:</b>				
Recreation Administration	266,795	295,479	279,642	15,837
Parks and Playgrounds	194,263	202,150	196,776	5,374
Recreation Center	123,888	109,860	106,653	3,207
Recreation Programs	182,354	194,640	189,720	4,920
Camps	302,794	285,454	281,891	3,563
Athletics	150,054	150,217	146,757	3,460
Tennis	89,626	92,382	89,694	2,688
Special Events	53,689	83,252	72,048	11,204
Adult Recreation	75,071	79,708	78,561	1,147
Rye Youth Council	25,000	29,450	29,450	-
Rye Town Park	105,000	90,000	74,766	15,234
Southeast Consortium	11,469	13,111	13,055	56
Rye Free Reading Room	789,390	789,390	789,390	-
Square House Museum	78,360	78,360	73,552	4,808
Rye Arts Center	2,580	2,580	2,580	-
Special Facilities Administration	95,136	95,556	94,446	1,110
<b>Total Culture and Recreation</b>	<b>2,545,469</b>	<b>2,591,589</b>	<b>2,518,981</b>	<b>72,608</b>
<b>Total Expenditures</b>	<b>19,518,138</b>	<b>19,613,906</b>	<b>18,704,274</b>	<b>909,632</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(1,287,270)</b>	<b>(1,333,686)</b>	<b>475,377</b>	<b>1,809,063</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	167,204	167,204	-
Transfers out	(940,773)	(1,068,506)	(1,067,950)	556
<b>Total Other Financing Uses</b>	<b>(940,773)</b>	<b>(901,302)</b>	<b>(900,746)</b>	<b>556</b>
<b>Net Change in Fund Balance</b>	<b>(2,228,043)</b>	<b>(2,234,988)</b>	<b>(425,369)</b>	<b>1,809,619</b>
Fund Balance - Beginning of Year, as reported	2,228,043	2,234,988	4,775,680	2,540,692
Change in Accounting Principle	-	-	1,220,295	1,220,295
Fund Balance - Beginning of Year, as restated	<u>2,228,043</u>	<u>2,234,988</u>	<u>5,995,975</u>	<u>3,760,987</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,570,606</u>	<u>\$ 5,570,606</u>

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

City of Rye, New York  
Statement of Net Assets  
Proprietary Funds  
December 31, 2002

	Business Type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Boat Basin Fund	Golf Club Fund	Totals	
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash and equivalents	\$ 562,854	\$ 1,222,620	\$ 1,785,474	\$ 414,379
Investments	394,153	292,434	686,587	1,113,513
Accounts receivable	616	22,790	23,406	5,212
Due from other funds	1,896	16,817	18,713	32,000
Due from other governments	-	-	-	35,864
Prepaid expenses	2,200	11,613	13,813	10,593
<b>Total Current Assets</b>	<u>961,719</u>	<u>1,566,274</u>	<u>2,527,993</u>	<u>1,611,561</u>
<b>Noncurrent Assets:</b>				
<b>Restricted Assets:</b>				
Cash and equivalents	-	-	-	4,700,000
Investments	-	-	-	2,015,752
<b>Total Restricted Assets</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,715,752</u>
<b>Capital Assets:</b>				
Land	408	1,700,000	1,700,408	-
Buildings	341,930	11,417,551	11,759,481	2,483,572
Improvements	940,318	1,612,619	2,552,937	1,767,421
Machinery and equipment	73,388	1,044,386	1,117,774	6,029,776
Construction in progress	-	-	-	4,126,047
Less accumulated depreciation	(562,508)	(3,639,270)	(4,201,778)	(4,653,001)
<b>Total Capital Assets (net of accumulated depreciation)</b>	<u>793,536</u>	<u>12,135,286</u>	<u>12,928,822</u>	<u>9,753,815</u>
<b>Total Noncurrent Assets</b>	<u>793,536</u>	<u>12,135,286</u>	<u>12,928,822</u>	<u>16,469,567</u>
<b>Total Assets</b>	<u>1,755,255</u>	<u>13,701,560</u>	<u>15,456,815</u>	<u>18,081,128</u>

(Continued)

City of Rye, New York  
Statement of Net Assets  
Proprietary Funds (Continued)  
December 31, 2002

	Business Type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Boat Basin Fund	Golf Club Fund	Totals	
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts payable	49,329	22,565	71,894	464,277
Accrued liabilities	789	612	1,401	176,150
Accrued interest payable	-	70,802	70,802	62,935
Retainage payable	-	-	-	130,064
Due to other funds	1,769	5,300	7,069	130,998
Due to other governments	-	20,284	20,284	-
Current Liabilities Payable from Restricted Assets - Bonds payable	-	350,000	350,000	440,910
<b>Total Current Liabilities</b>	<b>51,887</b>	<b>469,563</b>	<b>521,450</b>	<b>1,405,334</b>
<b>Noncurrent Liabilities:</b>				
Bonds payable	-	5,000,000	5,000,000	9,722,012
Compensated absences	16,912	34,191	51,103	57,601
<b>Total Noncurrent Liabilities</b>	<b>16,912</b>	<b>5,034,191</b>	<b>5,051,103</b>	<b>9,779,613</b>
<b>Total Liabilities</b>	<b>68,799</b>	<b>5,503,754</b>	<b>5,572,553</b>	<b>11,184,947</b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	793,536	6,785,286	7,578,822	6,306,645
Unrestricted	892,920	1,412,520	2,305,440	589,536
<b>Total Net Assets</b>	<b>\$ 1,686,456</b>	<b>\$ 8,197,806</b>	<b>9,884,262</b>	<b>\$ 6,896,181</b>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			(21,515)	
<b>Net Assets of Business-type Activities</b>			<b>\$ 9,862,747</b>	

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

City of Rye, New York  
Statement of Revenues, Expenses and Changes in Net Assets  
Proprietary Funds  
For the Year Ended December 31, 2002

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds	
	Boat Basin Fund		Golf Club Fund			Totals
	Current Year	Prior Year	Current Year	Prior Year		
<b>OPERATING REVENUES</b>						
Charges for services	\$ 474,269	\$ 456,663	\$ 3,896,711	\$ 3,616,899	\$ 4,370,980	
Miscellaneous	23	23	4,593	4,392	4,616	
Total Operating Revenues	<u>474,292</u>	<u>456,686</u>	<u>3,901,304</u>	<u>3,621,291</u>	<u>4,375,596</u>	
<b>OPERATING EXPENSES</b>						
Salaries and wages	149,977	145,095	1,179,017	1,248,070	1,328,994	
Employee benefits	38,441	32,352	287,435	256,663	325,876	
Materials and supplies	48,440	44,287	733,499	851,086	781,939	
Contractual costs	78,787	83,301	527,546	578,966	606,333	
Depreciation	52,274	38,111	457,543	538,391	509,817	
Total Operating Expenses	<u>367,919</u>	<u>343,146</u>	<u>3,185,040</u>	<u>3,473,176</u>	<u>3,552,959</u>	
Operating Income	<u>106,373</u>	<u>113,540</u>	<u>716,264</u>	<u>148,115</u>	<u>822,637</u>	
<b>NON-OPERATING REVENUES (EXPENSES)</b>						
Gain on sale of equipment	-	-	-	-	-	
Interest income	15,206	30,855	27,266	70,462	42,472	
Interest expense	-	-	(283,850)	(301,156)	(283,850)	
Total Non-Operating Revenues (Expenses)	<u>15,206</u>	<u>30,855</u>	<u>(256,584)</u>	<u>(230,694)</u>	<u>(241,378)</u>	
Income Before Contributions and Transfers	121,579	144,395	459,680	(82,579)	581,259	
Capital grants	19,500	-	-	99,018	19,500	
Transfers in	-	-	-	-	-	
Transfers out	-	-	-	-	-	
Change in Net Assets	<u>141,079</u>	<u>144,395</u>	<u>459,680</u>	<u>16,439</u>	<u>600,759</u>	
Net Assets - Beginning of Year	<u>1,545,377</u>	<u>1,400,982</u>	<u>7,738,126</u>	<u>7,721,687</u>	<u>9,283,503</u>	
Net Assets - End of Year	<u>\$ 1,686,456</u>	<u>\$ 1,545,377</u>	<u>\$ 8,197,806</u>	<u>\$ 7,738,126</u>	<u>\$ 9,884,262</u>	
Change in Net Assets					\$ 600,759	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					(21,515)	
Change in Net Assets of Business-type Activities					<u>\$ 579,244</u>	

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

City of Rye, New York  
Statement of Cash Flows  
Proprietary Funds

For the Year Ended December 31, 2002

	Business Type Activities - Enterprise Funds		Totals	Governmental Activities - Internal Service Funds
	Boat Basin Fund	Golf Club Fund		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received from customers	\$ 472,189	\$ 3,883,852	\$ 4,356,041	\$ 2,639,733
Cash payments to employees	(187,158)	(1,470,589)	(1,657,747)	(728,631)
Cash payments to vendors	(78,866)	(1,362,652)	(1,441,518)	(812,099)
Other operating revenues	23	4,593	4,616	72,618
Net Cash Provided by Operating Activities	206,188	1,055,204	1,261,392	1,171,621
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>				
Transfers in	-	-	-	374,000
Transfers out	-	-	-	(7,330)
Net Cash Provided by Non-Capital Financing Activities	-	-	-	366,670
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	(99,153)	(28,142)	(127,295)	5,391,743
Acquisition and construction of capital assets	19,500	-	19,500	(3,178,961)
Proceeds from capital grants	-	(315,000)	(315,000)	(239,859)
Principal paid on capital debt	-	(286,895)	(286,895)	(247,349)
Interest paid on capital debt	-	-	-	52,795
Proceeds from sale of capital assets	(79,653)	(630,037)	(709,690)	1,778,369
Net Cash Provided by (Used in) Capital and Related Financing Activities	14,612	26,644	41,256	69,239
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest income	(3,832,724)	(6,719,955)	(10,552,679)	(33,598,543)
Purchase of investments	3,690,731	6,842,617	10,533,348	32,801,531
Sale of investments	(127,381)	149,306	21,925	(727,773)
Net Cash Provided by (Used in) Investing Activities	(846)	574,473	573,627	2,588,887
Net Increase (Decrease) in Cash and Equivalents	563,700	648,147	1,211,847	2,525,492
Cash and Equivalents - Beginning of Year	562,854	1,222,620	1,785,474	5,114,379
Cash and Equivalents - End of Year				

RECONCILIATION OF OPERATING INCOME TO NET CASH  
 PROVIDED BY OPERATING ACTIVITIES

Operating income	\$ 106,373	\$ 716,264	\$ 822,637	\$ 170,870
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation expense	52,274	457,543	509,817	613,044
Increase in accounts receivable	-	(5,178)	(5,178)	(3,668)
Increase in due from other funds	(1,897)	(16,817)	(18,714)	(30,665)
Decrease in due from other governments	21,500	-	21,500	28,050
Decrease in prepaid expenses	338	6,665	7,003	6,231
Increase (decrease) in accounts payable	48,361	(30,948)	17,413	307,783
Increase in due to other funds	168	2,590	2,758	127,444
Increase (decrease) in accrued liabilities	555	280	835	(123,850)
Decrease in retainage	-	(70,659)	(70,659)	70,714
Increase (decrease) in due to other governments	(352)	6,546	6,194	-
Decrease in deferred revenues	(21,500)	-	(21,500)	-
Increase (decrease) in compensated absences	368	(11,082)	(10,714)	5,668
Total Adjustments	99,815	338,940	438,755	1,000,751
Net Cash Provided by Operating Activities	\$ 206,188	\$ 1,055,204	\$ 1,261,392	\$ 1,171,621

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

City of Rye, New York  
Statement of Fiduciary Net Assets  
Agency Fund  
December 31, 2002

ASSETS - Cash and equivalents	<u>\$ 28,938</u>
LIABILITIES	
Accounts payable	\$ 10,256
Employee payroll deductions	<u>18,682</u>
Total Liabilities	<u>\$ 28,938</u>

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

City of Rye, New York  
Statement of Changes in Assets and Liabilities  
Fiduciary Funds - Agency Fund  
December 31, 2002

<u>ASSETS</u>	Balance January 1, 2002	Increases	Decreases	Balance December 31, 2002
Cash and Equivalents	\$ 27,075	\$ 13,312,794	\$ 13,310,931	\$ 28,938
Due From Other Funds	1,728	13,208,028	13,209,756	-
<b>Total Assets</b>	<b>\$ 28,803</b>	<b>\$ 26,520,822</b>	<b>\$ 26,520,687</b>	<b>\$ 28,938</b>
 <u>LIABILITIES</u>				
Accounts Payable	\$ -	\$ 837,730	\$ 827,474	\$ 10,256
Net Payroll	-	7,640,852	7,640,852	-
Employee Payroll Deductions	28,803	5,175,025	5,185,146	18,682
<b>Total Liabilities</b>	<b>\$ 28,803</b>	<b>\$ 13,653,607</b>	<b>\$ 13,653,472</b>	<b>\$ 28,938</b>

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

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

The City of Rye, New York was incorporated in 1942 and operates in accordance with its Charter and the various other applicable laws of the State of New York. The City functions under a City Council/Manager form of government. The City Council is the legislative body responsible for overall operation. The City Manager serves as the chief executive officer and the City Comptroller serves as the chief financial officer. The City provides the following services to its residents: public safety, community environment, culture and recreation and general and administrative support.

The accounting policies of the City of Rye, 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 City's more significant accounting policies:

**A. Financial Reporting Entity**

The financial reporting entity consists of a) the primary government which is the City of Rye, b) organizations for which the City is financially accountable and c) other organizations for which the nature and significance of their relationship with the City 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 City, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the City's reporting entity was made by applying the criteria set forth by GASB, including legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, there are no other entities which would be included in the financial statements.

The City participates in a joint venture for the operation of the Rye Town Park (Park). The Park was established in 1907 by the New York State Legislature pursuant to Chapter 711 of the Laws of 1907. The Park provides recreational activities to the public, and is governed by a Commission which has full charge and supervision over the capital improvements, operations, and maintenance of the Park. The Commission consists of six members: the Supervisor of the Town of Rye, the Mayor of the City of Rye, the Mayor of the Village of Port Chester, the Mayor of the Village of Rye Brook, one Commissioner appointed by the City Council of the City of Rye, and one Commissioner appointed by the Town Board of the Town of Rye. The City of Rye does not have an equity interest in the Park. The City has an ongoing financial responsibility in that the annual income or loss resulting from the Park's activities is shared proportionally by the City of Rye and the Town of Rye, using a calculation based on their equalized assessed valuation. The City's share of the Park's income or loss for the 2002 fiscal year is not yet available and accordingly, no amounts have been reflected in the financial statements. Complete separate financial statements for the Park may be obtained from the Town of Rye, 10 Pearl Street, Port Chester, New York 10573.

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

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

**Special Revenue Funds:**

Special Revenue Funds are governmental funds established to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain defined purposes. The following are the City's special revenue funds:

**Cable TV Fund** - The Cable TV Fund is used to account for revenues received from the franchise holder for public access cable TV programming.

**Nature Center Fund** - The Nature Center Fund is used to account for revenues received from State and Federal grants and the Rye Conservation Society for the operation and maintenance of the Rye Nature Center.

**Permanent Fund** - The Permanent Fund is used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the City's programs.

**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 general long-term debt.

- b. **Proprietary Funds** - Proprietary funds include enterprise and internal service funds. Enterprise funds are used to account for operations that are financed and operated in a manner similar to private enterprises or where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is necessary for management accountability. Enterprise funds are used to account for those operations that provide services to the public. Internal service funds are used to account for operations that provide services to other departments or agencies of the government, or other governments, on a cost reimbursement basis. The operations of the Boat Basin and Golf Club Funds are recorded as enterprise funds. The City has established its Risk Retention and Building and Vehicle Maintenance funds as internal service funds. The City applies all applicable Financial Accounting Standards Board (FASB) pronouncements issued after November 30, 1989 in accounting and reporting for its proprietary operations.
- c. **Fiduciary Funds** (Not Included in Government-wide Statements) - The Fiduciary Funds are used to account for assets held by the City in an agency capacity on behalf of others.

**E. 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.

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. A one year 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, claims and judgments and pension costs are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general 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 City's policy to use restricted resources first, then unrestricted resources as they are needed.

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

**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 City's investment policies are governed by State statutes. The City 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 City 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.

NOTES TO FINANCIAL STATEMENTS (Continued)  
DECEMBER 31, 2002

**Note 3 - Detailed Notes on All Funds (Continued)****C. Due From/To Other Funds**

The balances reflected as due from/to other funds at December 31, 2002 were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Capital Projects Fund	\$ 102,647
	Cable TV Fund	1,110
	Nature Center Fund	1,864
	Boat Basin Fund	1,769
	Golf Club Fund	5,300
	Risk Retention Fund	102,926
	Building and Vehicle Maintenance Fund	<u>6,758</u>
		<u>222,374</u>
Cable TV Fund	Risk Retention Fund	<u>722</u>
Nature Center Fund	Risk Retention Fund	<u>1,879</u>
Debt Service Fund	Capital Projects Fund	<u>771</u>
Boat Basin Fund	Risk Retention fund	<u>1,896</u>
Golf Club Fund	Risk Retention Fund	16,577
	Building and Vehicle Maintenance Fund	<u>240</u>
		<u>16,817</u>
Building and Vehicle Maintenance Fund	General Fund	<u>32,000</u>
		<u>\$ 276,459</u>

**D. Capital Assets**

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

<u>Class</u>	<u>Balance January 1, 2002</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2002</u>
<b>Governmental Activities (inclusive Of Internal Service Funds):</b>				
Capital Assets, not being de- preciated:				
Land	\$ 2,290,677	\$ 809,323	\$ -	\$ 3,100,000
Construction-in-progress	<u>1,713,901</u>	<u>2,744,757</u>	<u>-</u>	<u>4,458,658</u>
Total Capital Assets, not being Depreciated	<u>\$ 4,004,578</u>	<u>\$ 3,554,080</u>	<u>\$ -</u>	<u>\$ 7,558,658</u>

NOTES TO FINANCIAL STATEMENTS (Continued)  
 DECEMBER 31, 2002

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

Class	Balance January 1, 2002	Additions	Deductions	Balance December 31, 2002
<b>Capital Assets, being depreciated:</b>				
Buildings	\$ 2,117,915	\$ 365,657	\$ -	\$ 2,483,572
Improvements	1,767,421	-	-	1,767,421
Machinery and equipment	5,709,591	579,740	(259,555)	6,029,776
Infrastructure	<u>1,652,000</u>	<u>521,680</u>	<u>-</u>	<u>2,173,680</u>
<b>Total Capital Assets being Depreciated</b>	<u>11,246,927</u>	<u>1,467,077</u>	<u>(259,555)</u>	<u>12,454,449</u>
<b>Less accumulated depreciation for:</b>				
Buildings	\$ (659,065)	\$ (84,074)	\$ -	\$ (743,139)
Improvements	(559,374)	(95,121)	-	(654,495)
Machinery and equipment	(3,081,073)	(433,849)	259,555	(3,255,367)
Infrastructure	<u>(87,948)</u>	<u>(42,336)</u>	<u>-</u>	<u>(130,284)</u>
<b>Total Accumulated Depreciation</b>	<u>(4,387,460)</u>	<u>(655,380)</u>	<u>259,555</u>	<u>(4,783,285)</u>
<b>Total Capital Assets, being depreciated, net</b>	<u>6,859,467</u>	<u>811,697</u>	<u>-</u>	<u>7,671,164</u>
<b>Governmental Activities Capital Assets, net</b>	<u>\$ 10,864,045</u>	<u>\$ 4,365,777</u>	<u>\$ -</u>	<u>\$ 15,229,822</u>
<b>Business-type Activities:</b>				
<b>Capital Assets, not being de- preciated:</b>				
Land	<u>\$ 1,700,408</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,700,408</u>
<b>Capital Assets, being depreciated:</b>				
Buildings	\$ 11,759,481	\$ -	\$ -	\$ 11,759,481
Improvements	2,453,784	99,153	-	2,552,937
Machinery and equipment	<u>1,089,632</u>	<u>28,142</u>	<u>-</u>	<u>1,117,774</u>
<b>Total Capital Assets being Depreciated</b>	<u>15,302,897</u>	<u>127,295</u>	<u>-</u>	<u>15,430,192</u>

NOTES TO FINANCIAL STATEMENTS (Continued)  
 DECEMBER 31, 2002

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

Fund. The City's indebtedness for bonds is satisfied by the Debt Service Fund, which is funded by the General Fund.

**Bonds Payable**

Bonds payable at December 31, 2002 are comprised of the following individual issues:

\$3,670,000 - 1990 bonds for various improvements, due in annual installments of \$200,000 in June 2003, \$250,000 in June 2004, \$225,000 in June 2005 and \$50,000 through June 2010; interest at 6.70% for maturities through 2005 and 6.80% for maturities through 2010	\$ 925,000
\$817,000 - 1993 bonds for various public improvements, due in September 2003; interest at 4.125%	75,000
\$5,400,000 - 1998 bonds for improvements to the golf club, due in annual installments of \$200,000 in September 2003, \$215,000 in September 2004, \$225,000 in September 2005, \$235,000 in September 2006, \$245,000 in September 2007, \$260,000 in September 2008, \$270,000 in September 2009, \$285,000 in September 2010, \$305,000 in September 2011, \$320,000 in September 2012, \$335,000 in September 2013, \$355,000 in September 2014, \$370,000 in September 2015, \$390,000 in September 2016, \$410,000 in September 2017 and \$430,000 in September 2018; interest at rates ranging from 4.20% to 6.30%, depending on maturity	4,850,000
\$3,825,000 - 2000 bonds for various public improvements due in annual installments of \$120,000 in October 2003, \$130,000 in October 2004, \$135,000 in October 2005, \$140,000 in October 2006, \$150,000 in October 2007, \$160,000 in October 2008, \$165,000 in October 2009, \$175,000 in October 2010, \$185,000 in October 2011, \$195,000 in October 2012, \$210,000 in October 2013, \$220,000 in October 2014, \$235,000 in October 2015, \$250,000 in October 2016, \$260,000 in October 2017, \$275,000 in October 2018, \$290,000 in October 2019 and \$305,000 in October 2020; interest at rates ranging from 5.10% to 5.25%, depending on maturity	3,600,000
\$1,965,000 - 2001 bonds for various public improvements due in annual installments of \$65,000 through October 2004, \$70,000 in October 2005, \$75,000 through October 2007, \$80,000 in October 2008, \$85,000 in October 2009, \$90,000 in October 2010, \$95,000 through October 2012, \$100,000 in October 2013, \$105,000 in October 2014, \$110,000 in October 2015, \$115,000 in October 2016, \$120,000 in October 2017, \$125,000 in October 2018, \$135,000 in October 2019, \$140,000 in October 2020 and \$145,000 in October 2021; interest at rates ranging from 4.4% to 5.0%, depending on maturity	1,890,000

NOTES TO FINANCIAL STATEMENTS (Continued)  
 DECEMBER 31, 2002

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

\$5,389,500 - 2002 bonds for various public improvements due in annual installments of \$214,500 in December 2003, \$220,000 in December 2004, \$230,000 in December 2005, \$235,000 in December 2006, \$240,000 in December 2007, \$250,000 in December 2008, \$260,000 in December 2009, \$275,000 in December 2010, \$285,000 in December 2011, \$300,000 in December 2012, \$310,000 in December 2013, \$325,000 in December 2014, \$340,000 in December 2015, \$350,000 in December 2016, \$365,000 in December 2017, \$380,000 in December 2018, \$395,000 in December 2019 and \$415,000 in December 2020; interest at rates ranging from 3.25% to 4.25%, depending on maturity

\$ 5,389,500

\$ 16,729,500

Interest expenditures of \$59,109 were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$58,075 was recorded in the government-wide financial statements for governmental activities. Interest expense of \$283,850 was recorded in the fund financial and government-wide financial statements for the business-type activities - Golf Club Fund.

**Payments to Maturity**

The annual requirements to amortize all bonded debt outstanding as of December 31, 2002 including interest payments of \$7,821,898 are as follows:

Year	Governmental Activities		Business-type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2003	\$ 524,500	\$ 508,410	\$ 350,000	\$ 268,603	\$ 874,500	\$ 777,013
2004	490,000	485,178	390,000	248,115	880,000	733,293
2005	485,000	464,220	400,000	226,060	885,000	690,280
2006	500,000	443,270	235,000	209,348	735,000	652,618
2007	515,000	421,653	245,000	198,078	760,000	619,731
2008-2012	2,845,000	1,758,120	1,440,000	799,590	4,285,000	2,557,710
2013-2017	3,415,000	1,100,167	1,860,000	403,723	5,275,000	1,503,890
2018-2021	<u>2,605,000</u>	<u>265,313</u>	<u>430,000</u>	<u>22,050</u>	<u>3,035,000</u>	<u>287,363</u>
	<u>\$ 11,379,500</u>	<u>\$ 5,446,331</u>	<u>\$ 5,350,000</u>	<u>\$ 2,375,567</u>	<u>\$ 16,729,500</u>	<u>\$ 7,821,898</u>

**Claims Payable**

Claims payable reflects a liability of \$411,635 for court ordered tax certiorari refunds which were not due and payable at year end. This amount has been recorded as expense in the government-wide financial statements.

**Compensated Absences**

Vacation time is generally taken in the year subsequent to the year in which it is earned, although employees may be granted permission to carry over unused vacation time beyond one year. Employees who have ten years of City service may be paid up to 36 days of unused

NOTES TO FINANCIAL STATEMENTS (Continued)  
DECEMBER 31, 2002

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

vacation time upon separation of service. For full-time employees other than uniformed police officers, the City will pay accrued sick time to those who retire with twenty years of City service. Such payments will be made at the flat rate of \$80 per day for each day of accrued sick leave in excess of 165 days, to a maximum of 35 days. Payments to administrators will be made at the daily rate of pay. Police officers may accrue a maximum of 365 sick days. Upon retirement, police officers who have accumulated sick leave in excess of 220 days shall be paid a lump sum payment equal to two day's pay per year of service to a maximum of 40 days. The value of the compensated absences has been reflected in the government-wide financial statements.

**I. Revenues, Expenditures and Transfers**

**Interfund Transfers**

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

<u>Transfers Out:</u>	<u>Transfers In</u>				<u>Total</u>
	<u>General</u>	<u>Capital Projects</u>	<u>Non-Major Governmental</u>	<u>Internal Service</u>	
General	\$ -	\$ 385,403	\$ 308,547	\$ 374,000	\$ 1,067,950
Capital Projects	159,874	319,065	28,934	-	507,873
Non-Major Govern- mental	-	-	2,000	-	2,000
Internal Service	7,330	-	-	-	7,330
	<u>\$ 167,204</u>	<u>\$ 704,468</u>	<u>\$ 339,481</u>	<u>\$ 374,000</u>	<u>\$ 1,585,153</u>

**J. Post-Employment Health Care Benefits**

In addition to providing pension benefits, the City provides health care benefits for retired employees and their dependents. The various collective bargaining agreements stipulate the employees' covered on the percentage of contribution. The cost of providing post-employment healthcare benefits is shared between the City and the retired employee. Substantially all of the City's employees may become eligible for those benefits if they reach normal retirement age while working for the City. The cost of retiree health care benefits is recognized as an expenditure as claims are paid. During the year, \$951,753 was paid on behalf of 97 retirees and this amount has been recorded as an expenditure and expense.

**K. Net Assets**

The components of net assets are detailed below:

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

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

*Restricted for Cable TV Purposes* - the component of net assets that reports the difference between assets and liabilities of the Cable TV Fund that consist of funds with constraints placed on their use by local statute.

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

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

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

**L. Fund Balances**

The City, in accordance with laws of New York State, local charter authorization and generally accepted accounting principles has reserved and designated certain elements of the fund balance. A description of the significant elements are as follows:

**Reserved**

Encumbrances outstanding have been reserved as it is the City'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 Prepaid Expenditures represents health insurance and other costs paid in advance. The reserve indicates that funds are not "available" for appropriation or expenditure even though they are a component of current assets.

The Reserve for Compensated Absences has been established pursuant to General Municipal Law to provide funds for the payment of unused sick, holiday and vacation time allowance granted in lieu of overtime compensation and other forms of payment for accrued leave time granted upon termination or separation from service.

The Reserve for Long-Term Receivable represents funds set aside to indicate the long-term nature of taxes receivable collected for other governments. These funds are not "available" for appropriation or expenditure even though they are a component of current assets.

The Reserve for Debt Service represents a segregation of the fund balance for debt service in accordance with the provisions of the Local Finance Law of the State of New York.

The Reserve for Non-Expendable Trusts represents funds set aside in accordance with the terms of various trust agreements.

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## **NON-MAJOR GOVERNMENTAL FUNDS**

### **SPECIAL REVENUE FUNDS**

- **Cable T.V. Fund** - The Cable T.V. Fund is used to account for revenues received from the franchise holder for public access cable T.V. programming.
- **Nature Center Fund** - The Nature Center Fund is used to account for revenues received from State and Federal grants and the Rye Conservation Society for the operation and maintenance of the Rye Nature Center.

### **PERMANENT FUND**

The KT-Woods Permanent Fund is used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the City's programs.

### **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 general long-term debt.

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City of Rye, New York  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2002

	<u>Special Revenue Funds</u>				
	<u>Cable TV Fund</u>	<u>Nature Center Fund</u>	<u>KT Woods Permanent Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
<b>ASSETS</b>					
Cash and equivalents	\$ 2,082	\$ 8,995	\$ -	\$ -	\$ 11,077
Investments	68,960	1,842	-	79,572	150,374
Accounts receivable	78,650	-	-	-	78,650
Due from other funds	722	1,879	-	771	3,372
Due from other governments	-	11,489	-	-	11,489
Prepaid expenditures	848	2,730	-	-	3,578
Investments - restricted	-	-	33,891	-	33,891
<b>Total Assets</b>	<b><u>\$ 151,262</u></b>	<b><u>\$ 26,935</u></b>	<b><u>\$ 33,891</u></b>	<b><u>\$ 80,343</u></b>	<b><u>\$ 292,431</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ 2,167	\$ 5,246	\$ -	\$ -	\$ 7,413
Accrued liabilities	287	736	-	-	1,023
Due to other funds	1,110	1,864	-	-	2,974
<b>Total Liabilities</b>	<b><u>3,564</u></b>	<b><u>7,846</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>11,410</u></b>
<b>FUND BALANCES</b>					
Reserved for encumbrances	1,560	388	-	-	1,948
Reserved for prepaid expenditures	848	2,730	-	-	3,578
Reserved for compensated absences	9,076	4,565	-	-	13,641
Reserved for debt service	-	-	-	80,343	80,343
Reserved for trust	-	-	33,891	-	33,891
Unreserved:					
Designated for subsequent year's expenditures	-	95	-	-	95
Undesignated	136,214	11,311	-	-	147,525
<b>Total Fund Balances</b>	<b><u>147,698</u></b>	<b><u>19,089</u></b>	<b><u>33,891</u></b>	<b><u>80,343</u></b>	<b><u>281,021</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 151,262</u></b>	<b><u>\$ 26,935</u></b>	<b><u>\$ 33,891</u></b>	<b><u>\$ 80,343</u></b>	<b><u>\$ 292,431</u></b>

City of Rye, New York  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2002

	<u>Special Revenue Funds</u>				<u>Total</u>
	<u>Cable TV Fund</u>	<u>Nature Center Fund</u>	<u>KT Woods Permanent Fund</u>	<u>Debt Service Fund</u>	
<b>REVENUES</b>					
Non-property taxes	\$ 178,756	\$ -	\$ -	\$ -	\$ 178,756
Charges for services	-	92,086	-	-	92,086
Use of money and property	1,450	1,300	533	17,693	20,976
State aid	-	14,610	-	-	14,610
Miscellaneous	1,192	22,655	-	-	23,847
<b>Total Revenues</b>	<u>181,398</u>	<u>130,651</u>	<u>533</u>	<u>17,693</u>	<u>330,275</u>
<b>EXPENDITURES</b>					
Current:					
Culture and Recreation:					
Salaries and wages	97,702	160,938	-	-	258,640
Equipment	31,808	4,668	-	-	36,476
Materials and supplies	7,188	26,910	-	-	34,098
Contractual costs	13,864	53,095	-	-	66,959
Employee benefits	16,734	50,284	-	-	67,018
Debt Service:					
Principal	-	-	-	85,141	85,141
Interest	-	-	-	59,109	59,109
<b>Total Expenditures</b>	<u>167,296</u>	<u>295,895</u>	<u>-</u>	<u>144,250</u>	<u>607,441</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>14,102</u>	<u>(165,244)</u>	<u>533</u>	<u>(126,557)</u>	<u>(277,166)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	161,750	-	177,731	339,481
Transfers out	-	-	(2,000)	-	(2,000)
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>161,750</u>	<u>(2,000)</u>	<u>177,731</u>	<u>337,481</u>
<b>Net Change in Fund Balances</b>	<u>14,102</u>	<u>(3,494)</u>	<u>(1,467)</u>	<u>51,174</u>	<u>60,315</u>
Fund Balances - Beginning of Year, as reported	125,088	14,829	35,358	29,169	204,444
Change in Accounting Principle	8,508	7,754	-	-	16,262
Fund Balances - Beginning of Year, as restated	133,596	22,583	35,358	29,169	220,706
<b>Fund Balances - End of Year</b>	<u>\$ 147,698</u>	<u>\$ 19,089</u>	<u>\$ 33,891</u>	<u>\$ 80,343</u>	<u>\$ 281,021</u>

City of Rye, New York  
Cable TV Special Revenue Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Non-property taxes	\$ 163,000	\$ 163,000	\$ 178,756	\$ 15,756
Use of money and property	1,500	1,500	1,450	(50)
Miscellaneous	<u>1,000</u>	<u>1,000</u>	<u>1,192</u>	<u>192</u>
<b>Total Revenues</b>	<u>165,500</u>	<u>165,500</u>	<u>181,398</u>	<u>15,898</u>
<b>EXPENDITURES</b>				
Current -				
Culture and Recreation:				
Salaries and wages	90,495	98,270	97,702	568
Equipment	37,640	35,730	31,808	3,922
Materials and supplies	10,330	10,515	7,188	3,327
Contractual costs	18,172	18,122	13,864	4,258
Employee benefits	<u>17,223</u>	<u>17,682</u>	<u>16,734</u>	<u>948</u>
<b>Total Expenditures</b>	<u>173,860</u>	<u>180,319</u>	<u>167,296</u>	<u>13,023</u>
<b>Excess (Deficiency) of Revenues     Over Expenditures</b>	<u>(8,360)</u>	<u>(14,819)</u>	<u>14,102</u>	<u>28,921</u>
Fund Balance - Beginning of Year, as reported	8,360	14,819	125,088	110,269
Change in Accounting Principle	-	-	8,508	8,508
Fund Balance - Beginning of Year, as restated	<u>8,360</u>	<u>14,819</u>	<u>133,596</u>	<u>118,777</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 147,698</u>	<u>\$ 147,698</u>

City of Rye, New York  
Nature Center Special Revenue Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Charges for services	\$ 125,680	\$ 125,680	\$ 92,086	\$ (33,594)
Use of money and property	3,000	3,000	1,300	(1,700)
State aid	15,022	15,022	14,610	(412)
Miscellaneous	20,700	22,720	22,655	(65)
Total Revenues	<u>164,402</u>	<u>166,422</u>	<u>130,651</u>	<u>(35,771)</u>
<b>EXPENDITURES</b>				
Current -				
Culture and Recreation:				
Salaries and wages	176,925	175,234	160,938	14,296
Equipment	4,550	5,230	4,668	562
Materials and supplies	42,160	42,180	26,910	15,270
Contractual costs	56,412	56,412	53,095	3,317
Employee benefits	50,864	53,875	50,284	3,591
Total Expenditures	<u>330,911</u>	<u>332,931</u>	<u>295,895</u>	<u>37,036</u>
Deficiency of Revenues Over Expenditures	(166,509)	(166,509)	(165,244)	1,265
<b>OTHER FINANCING SOURCES -</b>				
Transfers in	<u>161,750</u>	<u>161,750</u>	<u>161,750</u>	<u>-</u>
Net Change in Fund Balance	<u>(4,759)</u>	<u>(4,759)</u>	<u>(3,494)</u>	<u>1,265</u>
Fund Balance - Beginning of Year, as reported	4,759	4,759	14,829	10,070
Change in Accounting Principle	-	-	7,754	7,754
Fund Balance - Beginning of Year, as restated	<u>4,759</u>	<u>4,759</u>	<u>22,583</u>	<u>17,824</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,089</u>	<u>\$ 19,089</u>

City of Rye, New York  
 K.T. Woods Permanent Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
 For the Year Ended December 31, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES - Use of money and property	\$ -	\$ -	\$ 533	\$ 533
OTHER FINANCING USES - Transfers out	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>	<u>-</u>
Net Change in Fund Balance	(2,000)	(2,000)	(1,467)	533
Fund Balance - Beginning of Year	<u>2,000</u>	<u>2,000</u>	<u>35,358</u>	<u>33,358</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,891</u>	<u>\$ 33,891</u>

City of Rye, New York  
Debt Service Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES - Use of money and property	\$ -	\$ -	\$ 17,693	\$ 17,693
<b>EXPENDITURES</b>				
<b>Debt Service:</b>				
Principal	81,984	85,610	85,141	469
Interest	<u>60,039</u>	<u>63,743</u>	<u>59,109</u>	<u>4,634</u>
Total Expenditures	<u>142,023</u>	<u>149,353</u>	<u>144,250</u>	<u>5,103</u>
 Deficiency of Revenues Over Expenditures	 (142,023)	 (149,353)	 (126,557)	 12,590
<b>OTHER FINANCING SOURCES -</b>				
Transfers in	<u>142,023</u>	<u>149,353</u>	<u>177,731</u>	<u>28,378</u>
 Net Change in Fund Balance	 -	 -	 51,174	 51,174
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>29,169</u>	<u>29,169</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 80,343</u>	<u>\$ 80,343</u>

**CAPITAL PROJECTS FUND  
PROJECT-LENGTH SCHEDULE**

City of Rye, New York  
 Capital Projects Fund  
 Project-Length Schedule  
 Inception of Project Through December 31, 2002

Project Number	Project Title	Year Authorized	Project Budget	Expenditures and Other Financing Uses			Unexpended Balance
				Prior Years	Current Year	Total	
501355	GIS	1997	\$ 271,724	\$ 123,570	\$ 22,097	\$ 145,667	\$ 126,057
501683	Expanded Internet Service	1998	52,359	52,162	197	52,359	-
501686	Network Topology	2001	112,000	99,362	12,237	111,599	401
503302	Purchase Street Traffic Signal	1999	100,650	10,650	15,746	26,396	74,254
503303	Theo Fremd Road Traffic Signal	1999	16,909	1,709	-	1,709	15,200
503306	Grace Church Street Traffic Signal	2000	238,023	2,161	135,067	137,228	100,795
503307	Ridge Street Traffic Signal	2000	102,556	61,471	41,085	102,556	-
503308	Peck Avenue Road Widening	2000	42,376	2,376	34,548	36,924	5,452
503309	School Traffic Study	2000	26,243	21,543	4,700	26,243	-
503310	Bonded Signal Projects	2000	179,061	9,041	39,169	48,210	130,851
503312	Miscellaneous Traffic Safety Improvements	2001	66,040	52,501	13,539	66,040	-
503313	Traffic Signal Fremd and North	2001	75,000	1,244	73,756	75,000	-
503314	Traffic Signal Fremd and Locust	2001	55,000	10,497	44,503	55,000	-
503315	Traffic Signal Purchase and Cedar	2001	75,000	10,808	64,192	75,000	-
503316	Miscellaneous Traffic Safety Improvements	2002	33,238	-	22,374	22,374	10,864
503317	Bonded Signal Projects	2001	270,712	-	14,999	14,999	255,713
505000	Land Acquisition	2000	3,286,476	2,469,823	809,323	3,279,146	7,330
505104	Boston Post Road Rock Slide	1998	778,299	448,428	329,769	778,197	102
505124	Annual Street Resurfacing Program	2001	385,254	330,269	-	330,269	54,985
505125	Annual Sidewalk Replacement Program	2001	62,995	35,660	27,335	62,995	-
505126	Central Business District Parking Study	2000	57,460	24,360	-	24,360	33,100
505127	Annual Street Resurfacing Program	2002	371,536	-	257,664	257,664	113,872
505128	Annual Sidewalk Replacement Program	2002	77,349	-	25,051	25,051	52,298
505129	High and Maple Streetscape	2002	12,000	-	-	-	12,000
505222	Garden Drive Sewer Replacement	1996	123,293	26,858	-	26,858	96,435
505224	Stuyvesant Avenue Pump Station	1998	47,394	44,066	3,328	47,394	-
505228	Summit Avenue Sewer Improvement	1998	158,583	114,441	38,711	153,152	5,431
505229	Peck Avenue Pump Station	1999	59,138	5,809	11,316	17,125	42,013
505251	Cowles Avenue Drain	2000	53,027	456	33,642	34,098	18,929
505252	Grapal Street Drain	2000	171,302	7,111	97,376	104,487	66,815
505256	Miscellaneous Drainage Improvements	2001	100,047	45,181	21,222	66,403	33,644
505257	North Kirby Lane Drain	2001	195,000	4,599	54,093	58,692	136,308
505258	LaSalle Avenue Drain	2001	30,249	249	-	249	30,000
505259	Miscellaneous Drainage Improvements	2002	96,222	-	14,108	14,108	82,114
507104	Recreation Field Improvements	2000	34,374	25,126	9,248	34,374	-
507105	Recreation Master Plan	2001	74,100	19,975	28,808	48,783	25,317
507106	Recreation Park Lighting	2001	95,000	11,969	-	11,969	83,031
507107	Recreation Park Lower Playground	2001	65,539	539	-	539	65,000
507108	Feeley Field Sprinkler System	2001	30,249	7,939	18,112	26,051	4,198
507109	Morehead Footbridge	2001	20,166	166	-	166	20,000
507110	Gagliardo Park Improvements - CDBG	2001	50,000	-	-	-	50,000
507114	Recreation Park Fence and Bleachers	1998	23,816	16,341	7,475	23,816	-
507116	Sterling Field Amenities	1996	28,176	27,498	678	28,176	-
507118	Gagliardo Park Improvements	1998	73,618	68,779	4,839	73,618	-
507120	Recreation Master Plan	1999	56,980	55,929	1,051	56,980	-
			<u>\$ 8,334,533</u>	<u>\$ 4,250,666</u>	<u>\$ 2,331,358</u>	<u>\$ 6,582,024</u>	<u>\$ 1,752,509</u>

Revenues and Other Financing Sources			Fund Balance (Deficit)	
Prior Years	Current Year	Total	at December 31, 2002	Loans Payable
\$ 271,724	\$ -	\$ 271,724	\$ 126,057	\$ -
52,359	-	52,359	-	-
112,000	-	112,000	401	-
100,650	-	100,650	74,254	-
16,909	-	16,909	15,200	-
238,023	-	238,023	100,795	-
83,038	19,518	102,556	-	-
42,376	-	42,376	5,452	-
26,243	-	26,243	-	-
131,918	47,143	179,061	130,851	-
66,040	-	66,040	-	-
75,000	-	75,000	-	-
55,000	-	55,000	-	-
75,000	-	75,000	-	-
-	33,238	33,238	10,864	-
-	270,712	270,712	255,713	-
186,476	-	186,476	(3,092,670)	3,100,000
757,465	20,834	778,299	102	-
385,254	-	385,254	54,985	-
62,995	-	62,995	-	-
57,460	-	57,460	33,100	-
-	371,536	371,536	113,872	-
-	77,349	77,349	52,298	-
-	-	-	-	-
123,293	-	123,293	96,435	-
47,394	-	47,394	-	-
158,474	109	158,583	5,431	-
55,809	3,329	59,138	42,013	-
53,027	-	53,027	18,929	-
171,302	-	171,302	66,815	-
100,047	-	100,047	33,644	-
195,000	-	195,000	136,308	-
30,249	-	30,249	30,000	-
-	96,222	96,222	82,114	-
29,133	5,241	34,374	-	-
74,024	76	74,100	25,317	-
95,000	-	95,000	83,031	-
65,539	-	65,539	65,000	-
30,249	-	30,249	4,198	-
20,166	-	20,166	20,000	-
-	-	-	-	-
23,540	276	23,816	-	-
28,176	-	28,176	-	-
73,618	-	73,618	-	-
56,980	-	56,980	-	-
<u>\$ 4,226,950</u>	<u>\$ 945,583</u>	<u>\$ 5,172,533</u>	<u>\$ (1,409,491)</u>	<u>\$ 3,100,000</u>

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## **INTERNAL SERVICE FUNDS**

Internal Service Funds are used to account for operations that provide services to other departments or agencies of the government, or to other governments, on a cost reimbursement basis. The internal service funds of the City are as follows:

- The Risk Retention Fund is used to account for general liability insurance and risk management activities.
- The Building and Vehicle Maintenance Fund is used to account for the acquisition, operation, maintenance and disposition of the City's buildings and vehicles which are not otherwise accounted for in other funds.

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City of Rye, New York  
Internal Service Funds  
Combining Statement of Net Assets  
December 31, 2002

	Risk Retention Fund	Building and Vehicle Maintenance Fund	Total
<b>ASSETS</b>			
<b>Current Assets:</b>			
Cash and equivalents	\$ 200,000	\$ 214,379	\$ 414,379
Investments	210,189	903,324	1,113,513
Accounts receivable	3,915	1,297	5,212
Due from other funds	-	32,000	32,000
Due from other governments	-	35,864	35,864
Prepaid expenses	-	10,593	10,593
<b>Total Current Assets</b>	<b>414,104</b>	<b>1,197,457</b>	<b>1,611,561</b>
<b>Noncurrent Assets:</b>			
<b>Restricted Assets:</b>			
Cash and equivalents	-	4,700,000	4,700,000
Investments	-	2,015,752	2,015,752
<b>Total Restricted Assets</b>	<b>-</b>	<b>6,715,752</b>	<b>6,715,752</b>
<b>Capital Assets:</b>			
Buildings	-	2,483,572	2,483,572
Improvements	-	1,767,421	1,767,421
Machinery and equipment	-	6,029,776	6,029,776
Construction in progress	-	4,126,047	4,126,047
Less - Accumulated depreciation	-	(4,653,001)	(4,653,001)
<b>Total Capital Assets (net of accumulated depreciation)</b>	<b>-</b>	<b>9,753,815</b>	<b>9,753,815</b>
<b>Total Noncurrent Assets</b>	<b>-</b>	<b>16,469,567</b>	<b>16,469,567</b>
<b>Total Assets</b>	<b>414,104</b>	<b>17,667,024</b>	<b>18,081,128</b>

(Continued)

City of Rye, New York  
Internal Service Funds  
Combining Statement of Net Assets (Continued)  
December 31, 2002

	Risk Retention Fund	Building and Vehicle Maintenance Fund	Total
	<u>          </u>	<u>          </u>	<u>          </u>
<b>LIABILITIES</b>			
<b>Current Liabilities:</b>			
Accounts payable	12,024	452,253	464,277
Accrued liabilities	176,000	150	176,150
Accrued interest payable	-	62,935	62,935
Retainage payable	-	130,064	130,064
Due to other funds	124,000	6,998	130,998
<b>Current liabilities payable from restricted assets:</b>			
Bonds payable	-	440,910	440,910
<b>Total Current Liabilities</b>	<u>312,024</u>	<u>1,093,310</u>	<u>1,405,334</u>
<b>Noncurrent Liabilities:</b>			
Bonds payable	-	9,722,012	9,722,012
Compensated absences	-	57,601	57,601
<b>Total Noncurrent Liabilities</b>	<u>-</u>	<u>9,779,613</u>	<u>9,779,613</u>
<b>Total Liabilities</b>	<u>312,024</u>	<u>10,872,923</u>	<u>11,184,947</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	-	6,306,645	6,306,645
Unrestricted	102,080	487,456	589,536
<b>Total Net Assets</b>	<u>\$ 102,080</u>	<u>\$ 6,794,101</u>	<u>\$ 6,896,181</u>

City of Rye, New York  
Internal Service Funds  
Combining Statement of Revenues, Expenses and Changes in Net Assets  
For the Year Ended December 31, 2002

	Risk Retention Fund	Building and Vehicle Maintenance Fund	Total
<b>OPERATING REVENUES</b>			
Charges for services	\$ 252,100	\$ 2,334,865	\$ 2,586,965
Miscellaneous	127,668	557	128,225
Total Operating Revenues	<u>379,768</u>	<u>2,335,422</u>	<u>2,715,190</u>
<b>OPERATING EXPENSES</b>			
Salaries and wages	-	561,729	561,729
Employee benefits	-	178,951	178,951
Materials and supplies	-	588,319	588,319
Contractual costs	492,462	109,815	602,277
Depreciation	-	613,044	613,044
Total Operating Expenses	<u>492,462</u>	<u>2,051,858</u>	<u>2,544,320</u>
Operating Income (Loss)	<u>(112,694)</u>	<u>283,564</u>	<u>170,870</u>
<b>NON-OPERATING REVENUES</b>			
Gain on sale of equipment	-	52,795	52,795
Interest income	7,839	12,467	20,306
Interest expense	-	(19,708)	(19,708)
Total Non-Operating Revenues	<u>7,839</u>	<u>45,554</u>	<u>53,393</u>
Income (Loss) Before Transfers	(104,855)	329,118	224,263
Transfers in	-	374,000	374,000
Transfers out	-	(7,330)	(7,330)
Change in Net Assets	(104,855)	695,788	590,933
Net Assets - Beginning of Year	206,935	6,098,313	6,305,248
Net Assets - End of Year	<u>\$ 102,080</u>	<u>\$ 6,794,101</u>	<u>\$ 6,896,181</u>

City of Rye, New York  
Combining Statement of Cash Flows  
Internal Service Funds  
For the Year Ended December 31, 2002

	Risk Retention Fund	Building and Vehicle Maintenance Fund	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash received from charges to other funds	\$ 376,100	\$ 2,263,633	\$ 2,639,733
Cash payments to employees	-	(728,631)	(728,631)
Cash payments to vendors	(480,439)	(331,660)	(812,099)
Other operating revenues	-	72,618	72,618
Net Cash Provided by (Used in) Operating Activities	<u>(104,339)</u>	<u>1,275,960</u>	<u>1,171,621</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfers in	-	374,000	374,000
Transfers out	-	(7,330)	(7,330)
Net Cash Provided by Noncapital Financing Activities	<u>-</u>	<u>366,670</u>	<u>366,670</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Proceeds from capital debt	-	5,391,743	5,391,743
Acquisition and construction of capital assets	-	(3,178,961)	(3,178,961)
Principal paid on capital debt	-	(239,859)	(239,859)
Interest paid on capital debt	-	(247,349)	(247,349)
Proceeds from sale of capital assets	-	52,795	52,795
Net Cash Provided by Capital and Related Financing Activities	<u>-</u>	<u>1,778,369</u>	<u>1,778,369</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest income	7,672	61,567	69,239
Purchase of investments	(2,184,825)	(31,413,718)	(33,598,543)
Sale of investments	2,279,779	30,521,752	32,801,531
Net Cash Provided by (Used in) Investing Activities	<u>102,626</u>	<u>(830,399)</u>	<u>(727,773)</u>
Net Increase (Decrease) in Cash and Equivalents	(1,713)	2,590,600	2,588,887
Cash and Equivalents, Beginning of Year	201,713	2,323,779	2,525,492
Cash and Equivalents, End of Year	<u>\$ 200,000</u>	<u>\$ 4,914,379</u>	<u>\$ 5,114,379</u>

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH  
 PROVIDED BY (USED IN) OPERATING ACTIVITIES

Operating Income (Loss)	\$ (112,694)	\$ 283,564	\$ 170,870
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation expense	-	613,044	613,044
Increase in accounts receivable	(3,668)	-	(3,668)
Increase in due from other funds	-	(30,665)	(30,665)
Decrease in due from other governments	-	28,050	28,050
Decrease in prepaid expenses	-	6,231	6,231
Increase in accounts payable	12,023	295,760	307,783
Increase in due to other funds	124,000	3,444	127,444
Increase (decrease) in accrued liabilities	(124,000)	150	(123,850)
Increase in retainages	-	70,714	70,714
Increase in compensated absences	-	5,668	5,668
Total Adjustments	8,355	992,396	1,000,751
Net Cash Provided by (Used in) Operating Activities	\$ (104,339)	\$ 1,275,960	\$ 1,171,621

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**CAPITAL ASSETS USED IN THE  
OPERATION OF GOVERNMENTAL  
FUNDS**

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City of Rye, New York  
Capital Assets Used in the Operation of Governmental Funds  
Schedule by Source  
December 31, 2002

Governmental Funds Capital Assets:

Land	\$ 3,100,000
Infrastructure	2,173,680
Construction in Progress	<u>332,611</u>
Total Governmental Funds Capital Assets	<u>\$ 5,606,291</u>

Investments in Governmental Funds Capital Assets by Source - Capital Projects Fund \$ 5,606,291

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of Rye, New York  
**Capital Assets Used in the Operation of Governmental Funds**  
**Schedule by Function and Activity**  
December 31, 2002

Function and Activity	Land	Infrastructure	Construction In Progress	Total
<b>Public Safety -</b>				
Traffic control	\$ -	\$ 465,000	\$ 102,296	\$ 567,296
<b>Community Environment:</b>				
Storm drains	-	712,000	190,301	902,301
Sewers	-	-	11,206	11,206
Street maintenance	-	921,680	-	921,680
<b>Total Community Environment</b>	-	<b>1,633,680</b>	<b>201,507</b>	<b>1,835,187</b>
<b>Culture and Recreation -</b>				
Parks and playgrounds	3,100,000	75,000	28,808	3,203,808
 <b>Total Governmental Funds Capital Assets</b>	 <b>\$ 3,100,000</b>	 <b>\$ 2,173,680</b>	 <b>\$ 332,611</b>	 <b>\$ 5,606,291</b>

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of Rye, New York  
 Capital Assets Used in the Operation of Governmental Funds  
 Schedule of Changes by Function and Activity  
 Fiscal Year Ending December 31, 2002

<u>Function and Activity</u>	<u>Governmental Funds Capital Assets January 1</u>	<u>Additions</u>	<u>Governmental Funds Capital Assets December 31</u>
Public Safety -			
Traffic control	\$ 465,000	\$ 102,296	\$ 567,296
Community Environment:			
Storm drains	712,000	190,301	902,301
Sewers	-	11,206	11,206
Street maintenance	400,000	521,680	921,680
Total Community Environment	<u>1,112,000</u>	<u>723,187</u>	<u>1,835,187</u>
Culture and Recreation -			
Parks and playgrounds	<u>2,365,677</u>	<u>838,131</u>	<u>3,203,808</u>
 Total Governmental Funds Capital Assets	 <u>\$ 3,942,677</u>	 <u>\$ 1,663,614</u>	 <u>\$ 5,606,291</u>

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, capital assets of internal service funds are included as governmental activities in the statement of net assets.

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**STATISTICAL SECTION  
(UNAUDITED)**

City of Rye, New York  
Government-wide Expenses by Function  
December 31, 2002

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<u>Year</u>	<u>General Government Support</u>	<u>Public Safety</u>	<u>Community Environment</u>	<u>Culture and Recreation</u>	<u>Interest</u>	<u>Marina</u>
2002	\$ 2,635,050	\$ 8,179,311	\$ 5,270,494	\$ 3,005,355	\$ 77,783	\$ 369,746

Note: Data prior to fiscal 2002 is unavailable, as Governmental Accounting Standards Board Statement No. 34 was first implemented in fiscal 2002.

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<u>Golf</u>	<u>Total</u>
\$ 3,488,578	\$ 23,026,317

City of Rye, New York  
Government-wide Revenues  
December 31, 2002

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<u>Year</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Real Property and Non-Property Taxes</u>
2002	\$ 7,441,029	\$ 244,188	\$ 278,308	\$ 13,709,123

Note: Data prior to fiscal 2002 is unavailable, as Governmental Accounting Standards Board Statement No. 34 was first implemented in fiscal 2002.

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<u>Unrestricted Use of Money and Property</u>	<u>State Aid not Restricted to Specific Programs</u>	<u>Miscellaneous</u>	<u>Total</u>
\$ 226,107	\$ 2,255,963	\$ 138,542	\$ 24,293,260

City of Rye, New York  
 General Governmental Expenditures and Other Uses by Function  
 Last Ten Fiscal Years

Year	General Government Support	Public Safety	Community Environment	Culture and Recreation	Debt Service
1993	\$ 1,968,001	\$ 5,957,708	\$ 3,924,196	\$ 1,557,296	\$ -
1994	1,774,115	5,916,735	4,144,943	1,518,988	53,042
1995	1,846,962	6,129,928	4,199,938	1,668,878	50,493
1996	1,854,973	5,960,199	4,428,683	1,958,151	50,161
1997	2,070,268	6,331,053	4,435,022	1,986,602	55,792
1998	2,111,256	6,248,348	4,168,580	2,018,886	54,164
1999	2,035,032	6,373,851	4,469,398	2,241,700	52,536
2000	2,477,513	6,681,111	4,715,914	2,407,106	50,908
2001	2,556,613	7,752,234	5,303,813	2,844,664	107,930
2002	2,677,305	8,255,601	5,252,387	2,982,172	144,250

Note: Includes all governmental fund types

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<u>Capital Outlay</u>	<u>Other Financing Uses</u>	<u>Total</u>
\$ -	\$ 280,225	\$ 13,687,426
497,287	413,825	14,318,935
525,461	1,176,495	15,598,155
445,669	980,390	15,678,226
684,028	1,793,369	17,356,134
1,215,251	1,906,265	17,722,750
1,289,660	2,993,831	19,456,008
1,162,547	1,024,308	18,519,407
3,947,374	2,609,548	25,122,176
1,823,485	1,577,823	22,713,023

City of Rye, New York  
 General Governmental Revenues and Other Sources by Source  
 Last Ten Fiscal Years

Year	Real Property Taxes and Non-Property Taxes	Charges for Services and Intergovernmental Charges	Use of Money and Property	Licenses and Permits	Fines and Forfeitures
1993	\$ 10,379,731	\$ 815,871	\$ 207,719	\$ 370,579	\$ 261,483
1994	10,660,979	850,816	388,396	652,067	253,837
1995	11,032,927	877,746	627,850	327,400	221,191
1996	11,042,222	1,117,050	627,319	592,549	190,121
1997	11,234,072	771,559	667,864	891,838	220,975
1998	11,208,258	872,185	684,359	852,509	249,791
1999	11,073,527	1,045,255	599,320	1,374,623	358,723
2000	11,736,582	1,033,204	818,694	1,048,373	415,043
2001	12,043,645	1,073,373	519,323	1,128,608	449,072
2002	13,904,560	943,804	203,349	1,125,708	446,831

Note: Includes all governmental fund types

<u>Sale of Property and Compensation for Loss</u>	<u>Interfund Revenues</u>	<u>State and Federal Aid</u>	<u>Miscell- aneous</u>	<u>Other Financing Sources</u>	<u>Total</u>
\$ 58,643	\$ 337,535	\$ 1,371,405	\$ 28,748	\$ 707,435	\$ 14,539,149
107,321	204,390	1,655,413	163,255	413,825	15,350,299
1,579,022	251,500	1,559,901	122,913	626,875	17,227,325
65,290	290,685	2,432,374	137,535	707,390	17,202,535
41,064	294,708	1,746,577	60,816	1,336,671	17,266,144
110,994	304,630	2,038,497	132,520	1,442,990	17,896,733
264,573	304,644	2,053,777	56,351	2,653,251	19,784,044
124,569	304,630	2,776,056	34,164	1,772,058	20,063,373
119,206	304,630	2,626,659	62,744	2,867,308	21,194,568
54,458	303,900	2,631,926	136,505	1,211,153	20,962,194

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City of Rye, New York  
Property Tax Levies and Collections  
Last Ten Fiscal Years

Year	Total Tax Levy	Amount Collected	Percent Collected	Amount Uncollected	Percent Uncollected	Tax Liens	Percent of Tax Liens to Tax Levy
1993	\$ 9,053,527	\$ 8,967,586	99.05 %	\$ 85,941	0.95 %	\$ 422,377	4.67 %
1994	9,306,345	9,124,514	98.05	181,831	1.95	301,895	3.24
1995	9,354,994	9,303,189	99.45	51,805	0.55	118,303	1.26
1996	9,448,778	9,401,546	99.50	47,232	0.50	161,570	1.71
1997	9,510,351	9,450,388	99.37	59,963	0.63	117,129	1.23
1998	9,590,213	9,548,594	99.57	41,619	0.43	161,105	1.68
1999	9,593,156	9,564,026	99.70	29,130	0.30	230,906	2.41
2000	10,028,994	9,978,031	99.49	50,963	0.51	379,136	3.78
2001	10,323,122	10,288,742	99.67	34,380	0.33	638,842	6.19
2002	11,762,076	11,721,253	99.65	40,823	0.35	643,455	5.47

City of Rye, New York  
 Assessed Valuation, State Equalization Rate and Estimated Full Value of Real Property  
 Last Ten Fiscal Years

Year	One-Three Family Residential	Condos Co-ops & Apt. Bldgs.	Business (1)	Other (2)	Total Gross Assessed Valuation
1993	\$ 92,396,975	\$ 10,744,612	\$ 24,369,666	\$ 28,740,900	\$ 156,252,153
1994	93,295,850	10,653,562	24,076,946	28,740,900	156,767,258
1995	94,673,050	10,226,943	25,501,344	28,402,784	158,804,121
1996	96,107,680	9,607,243	26,866,794	26,222,404	158,804,121
1997	96,932,980	9,936,743	24,062,883	28,749,890	159,682,496
1998	98,469,430	9,723,281	24,936,490	27,076,615	160,205,816
1999	100,344,705	9,566,481	23,656,790	26,840,742	160,408,718
2000	101,107,660	9,496,991	23,651,790	27,558,371	161,814,812
2001	102,112,685	9,497,691	23,357,440	27,565,398	162,533,214
2002	103,426,835	9,432,278	23,412,453	27,151,410	163,422,976

(1) Includes commercial, industrial, and recreational facilities.

(2) Includes agriculture, vacant land, community service, utility, wetland and parkland, most of which is tax-exempt.

Note: Assessed values are established by the City Assessor on September 15th of the prior year and includes Special Franchise Assessments as established by the New York State Board of Equalization and Assessment. For instance, assessed values for fiscal 2002 were established on September 15, 2001.

<u>Exemptions</u>	<u>Total Net Assessed Valuation</u>	<u>State Equalization Rate</u>	<u>Full Valuation</u>
\$ (29,984,705)	\$ 126,267,448	5.75 %	\$ 2,195,955,617
(30,643,375)	126,123,883	6.60	1,910,967,924
(30,607,100)	128,197,021	6.82	1,879,721,716
(30,631,505)	128,172,616	6.53	1,962,827,198
(30,442,480)	129,240,016	6.53	1,979,173,292
(29,944,675)	130,261,141	6.53	1,994,810,735
(30,137,625)	130,271,093	5.42	2,403,525,701
(30,255,710)	131,559,102	4.68	2,811,091,923
(30,100,915)	132,432,299	4.20	3,153,149,976
(30,038,848)	133,384,128	3.79	3,519,370,132

City of Rye, New York  
Property Tax Rates per \$1,000 Assessed Valuation - All Direct and Overlapping Governments  
Last Ten Fiscal Years

Year	City of Rye	Rye City School District	Rye Neck Union Free School District	Westchester County	Refuse Disposal District
1993	\$ 71.72	\$ 190.44	\$ -	\$ 75.90	\$ 9.36
	71.72	-	213.71	75.90	9.36
1994	73.72	202.94	-	81.26	9.72
	73.72	-	228.14	81.26	9.72
1995	73.72	220.57	-	77.21	9.70
	73.72	-	226.40	77.21	9.70
1996	73.72	231.45	-	77.49	9.58
	73.72	-	234.44	77.49	9.58
1997	73.72	235.96	-	78.92	9.93
	73.72	-	247.10	78.92	9.93
1998	73.72	241.58	-	83.08	10.90
	73.72	-	260.82	83.08	10.90
1999	73.72	248.71	-	91.91	12.62
	73.72	-	330.87	91.91	12.62
2000	76.44	270.25	-	89.90	12.67
	76.44	-	361.20	89.90	12.67
2001	78.05	302.32	-	86.95	13.02
	78.05	-	410.73	86.95	13.02
2002	88.18	335.00	-	91.72	13.40
	88.18	-	412.71	91.72	13.40

Westchester County				Total with Rye City School District	Total with Rye Neck Union Free School District
Blind Brook Sewer District	Mamaroneck Sewer District	Water District No. 4	Total County		
\$ 9.43	\$ -	\$ -	\$ 94.69	\$ 356.85	\$ -
-	16.96	-	102.22		387.65
10.45	-	0.61	102.04	378.70	
-	17.55	0.61	109.14		411.00
11.10	-	0.32	98.33	392.62	
-	16.19	0.32	103.42		403.54
12.24	-	0.32	99.63	404.80	
-	16.05	0.32	103.44		411.60
12.07	-	0.33	101.25	410.93	
-	16.53	0.33	105.71		426.53
13.04	-	0.33	107.35	422.65	
-	16.64	0.28	110.90		445.44
13.83	-	-	118.36	440.79	
-	17.54	-	122.07		526.66
13.70	-	-	116.27	462.96	
-	16.74	-	119.31		556.95
14.05	-	-	114.02	494.39	
-	15.80	-	115.77		604.55
14.04	-	-	119.16	542.34	
-	15.97	-	121.09		621.98

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City of Rye, New York  
 Computation of Legal Debt Margin  
 December 31, 2002

Fiscal Year	Net Assessed Valuation	State Equalization Rate	Full Valuation
2002	\$ 133,384,128	3.79%	\$ 3,519,370,132
2001	132,432,299	4.20%	3,153,149,976
2000	131,559,102	4.68%	2,811,091,923
1999	130,271,093	5.42%	2,403,525,701
1998	130,261,141	6.53%	1,994,810,735
<b>Total Five Year Full Valuation</b>			<b>\$ 13,881,948,467</b>
<b>Five Year Average Full Valuation of Taxable Real Property</b>			<b>\$ 2,776,389,693</b>
<b>Constitutional Debt Limit (7% of Average Full Valuation)</b>			<b>\$ 194,347,279</b>
<b>Outstanding Indebtedness at December 31st</b>			<b>\$ 16,729,500</b>
<b>Less: 2003 Appropriations for Debt Principal</b>			<b>874,500</b>
<b>Net Indebtedness Subject to Debt Limit</b>			<b>\$ 15,855,000</b>
<b>Net Debt Contracting Margin</b>			<b>\$ 178,492,279</b>
<b>Percentage of Net Debt Contracting Margin Available</b>			<b>91.84%</b>
<b>Percentage of Net Debt Contracting Power Exhausted</b>			<b>8.16%</b>

City of Rye, New York  
Ratio of Net General Obligation Bonded Debt to Assessed Value and  
Net General Obligation Debt per Capita  
Last Ten Fiscal Years

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Fiscal Year	Population (1)	Net Assessed Valuation	Gross Bonded Debt (2)	Less Debt Service Funds Available	Net Bonded Debt
1993	15,060	\$ 126,267,448	\$ 417,000	\$ -	\$ 417,000
1994	15,071	126,123,883	381,000	2,842	378,158
1995	15,122	128,197,021	345,000	4,275	340,725
1996	15,164	128,172,616	308,000	5,817	302,183
1997	15,208	129,240,016	264,000	7,424	256,576
1998	15,326	130,261,141	220,000	9,176	210,824
1999	15,176	130,271,093	176,000	10,475	165,525
2000	14,955	131,559,102	872,000	12,744	859,256
2001	15,041	132,432,299	1,301,719	29,169	1,272,550
2002	15,092	133,384,128	1,216,578	80,343	1,136,235

(1) U.S. Census Bureau

(2) Represents bonds, exclusive of debt outstanding for the Proprietary Fund types

Ratio of Net Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita
0.33 %	\$ 27.69
0.30	25.09
0.27	22.53
0.24	19.93
0.20	16.87
0.16	13.76
0.13	10.91
0.65	57.46
0.96	84.61
0.85	75.29

City of Rye, New York  
 Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt  
 To Total General Governmental Expenditures  
 Last Ten Fiscal Years

Fiscal Year	Annual Debt Service Expenditures (1)	Total General Governmental Expenditures (2)	Ratio of Debt Service to Total General Governmental Expenditures
1993	\$ -	\$ 13,687,426	0.00 %
1994	53,042	14,318,935	0.37
1995	50,493	15,598,155	0.32
1996	50,161	15,678,226	0.32
1997	55,792	17,356,134	0.32
1998	54,164	17,722,750	0.31
1999	52,536	19,456,008	0.27
2000	50,908	18,519,407	0.27
2001	107,930	25,122,176	0.43
2002	144,250	22,713,023	0.64

(1) Reflects Debt Service Fund expenditures for bonds.

(2) Includes expenditures and other financing uses for all governmental fund types.

City of Rye, New York  
 Computation of Direct and Overlapping Bonded Debt  
 December 31, 2002

Government Unit	Net Bonded Debt	Percentage Applicable City of Rye	Amount Applicable to City of Rye
City of Rye School District (1)	\$ 17,706,567	100.00%	\$ 17,706,567
Rye Neck Union Free School District (2)	12,605,000	33.00%	4,159,650
Westchester County (2)	609,941,997	3.42%	20,849,995
Net Overlapping Debt			42,716,212
Net Direct Debt (3)			1,136,235
Net Overlapping and Direct Debt			\$ 43,852,447

(1) As of June 30, 2002

(2) As of December 31, 2002

(3) Excludes Proprietary Fund type bonds.

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City of Rye, New York  
 Demographic Statistics  
 Last Ten Fiscal Years

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<u>Year</u>	<u>Population (1)</u>	<u>Median Family Income (1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rate (3)</u>
1993	15,060	\$ 69,695	1,959	5.5 %
1994	15,071	69,695	2,028	4.9
1995	15,122	69,695	2,148	4.4
1996	15,164	69,695	2,148	4.1
1997	15,208	69,695	2,202	3.8
1998	15,326	69,695	2,376	3.3
1999	15,176	69,695	2,450	3.4
2000	14,955	133,231	2,485	3.0
2001	15,041	133,231	2,575	3.5
2002	15,092	133,231	2,633	4.2

Sources: (1) U.S. Census Bureau  
 (2) City of Rye School District  
 (3) Bureau of Labor Statistics rates for Westchester County

City of Rye, New York  
 Real Property Estimated Full Value, Construction and Bank Deposits  
 Last Ten Fiscal Years

Year	Estimated Full Value of Real Property (1)	Estimated Cost of Construction (2)	Building Permit Fees (2)	Building Permits Issued (2)
1993	\$ 2,195,955,617	\$ 14,738,913	\$ 183,580	424
1994	1,910,967,924	38,272,282	447,941	442
1995	1,879,721,716	13,215,290	164,746	411
1996	1,962,827,198	32,739,787	392,538	447
1997	1,979,173,292	27,443,635	449,577	471
1998	1,994,810,735	23,129,552	472,252	539
1999	2,403,525,701	27,595,066	997,580	552
2000	2,811,091,923	35,632,160	531,117	424
2001	3,153,149,976	37,947,201	623,124	431
2002	3,519,370,132	29,251,200	441,534	705

Sources:

- (1) City of Rye Assessor's Office.
- (2) City of Rye Building Department.
- (3) Federal Deposit Insurance Corporation. City-wide deposit information not available prior to 1994.

	County-wide Bank Deposits (3)	City-wide Bank Deposits (3)
\$	16,775,000,000	\$ -
	16,460,000,000	330,852,000
	16,270,000,000	328,958,000
	16,999,300,000	327,297,000
	19,425,000,000	371,611,000
	19,821,553,000	389,860,000
	21,167,800,000	388,816,000
	18,828,000,000	419,923,000
	20,315,000,000	450,284,000
	22,194,600,000	508,656,000

City of Rye, New York  
Principal Taxpayers  
December 31, 2002

<u>Rank</u>	<u>Taxpayer</u>	<u>Type of Business</u>	<u>Net Assessed Valuation</u>	<u>Percent of Net Assessed Valuation</u>
1	Consolidated Edison	Public Utility	\$ 3,161,423	2.37 %
2	Miriam Osborn Memorial Home	Retirement Community	2,642,300	1.98
3	The Gateside - Rye Co.	Office Building	1,003,700	0.75
4	Aquarion Water Company	Public Utility	965,235	0.72
5	Milton Harbor House	Cooperative	951,547	0.71
6	411 Theodore Fremd Assoc.	Office Building	770,300	0.58
7	Parsonage Investment Co.	Residential	734,800	0.55
8	Zubrik, Nadja Olga	Cooperative	725,700	0.54
9	Rye Colony Apartments	Cooperative	713,983	0.54
10	Blind Brook Lodge	Cooperative	<u>617,847</u>	<u>0.46</u>
			<u>\$ 12,286,835</u>	<u>9.20 %</u>

Source: City of Rye Assessor's Office.

City of Rye, New York  
 Miscellaneous Statistics  
 December 31, 2002

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Date of Incorporation	1942
Form of Government	Council/Manager
Number of Employees:	
General Government	21
Public Safety	62
Public Works	61
Culture and Recreation	26
	<hr/>
Total Number of Employees	<u>170</u>
Area (in square miles)	6
Government Facilities and Services:	
General Government:	
Primary elections	1
General elections	1
Special elections	2
Public Safety:	
Police Protection:	
Number of stations	1
Number of police personnel and officers	44
Number of calls for service	15,896
Parking violations issued	8,594
Fire Protection:	
Number of stations	2
Number of paid firefighters	17
Number of volunteers	201
Number of alarms answered	867
Number of inspections performed	342
Traffic Safety:	
Number of school crossing guards	7
Number of traffic lights	22
Community Environment:	
Transportation:	
Miles of streets	71
Number of street lights	2,105
Sewer System:	
Miles of sanitary sewers	53
Number of pump stations	6
Miles of storm drains	30
Solid Waste and Recycling (tons):	
Solid waste	6,811
Recycling:	
Metal	226
Pulp	1,939
Co-mingled	601
Leaves	450
Tires	8

(continued)

City of Rye, New York  
Miscellaneous Statistics (Concluded)  
December 31, 2002

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Shade Trees:	
Planted	27
Removed	55
Trimmed	383
Emergency calls	190
Culture and Recreation:	
Recreation centers	1
Number of parks	3
Acres of parks	75
Golf courses	1
Swimming pools	1
Nature centers	1
Cable television channels	2
Boat basin slips	412

**END OF REPORT**

