CITY OF RYE
2026 TENTATIVE BUDGET PRESENTATION

Joe Fazzino, Deputy Comptroller
Brian Shea, Interim City Manager

NOVEMBER 5, 2025

PROPERTY TAX LEVY CALCULATION

DESCRIPTION	AMOUNT
Total General Fund Expenditures	$54,508,069
Less:	
GF Revenues other than Property Taxes	$18,375,834
Appropriated Fund Balance*	$2,167,924
Property Tax Levy	$33,964,311
Taxable Assessed Valuation	$146,142,780
Tax Rate per $1,000 Assessed Valuation (2026)	$232.40
Unassigned Fund Balance as a % of 2025 Expenditures	8.49%
*General Fund Unassigned Fund balance in excess of 10% of expenses to be assigned to Capital Projects, Equipment, and Contingency. ***No Fund Balance is used for the operating budget.***	

NYS TAX CAP LEVY AND TAX RATE CALCULATION

TAX RATE CALCULATION				
FISCAL YR	TAXABLE VALUE	PROPERTY TAX LEVY	TAX RATE	% INCREASE IN TAX RATE
2026	$146,142,780	$33,964,311	$232.40	8.43%
2025	$145,321,645	$31,147,837	$214.34	5.07%

TAX CAP LEVY CALCULATION*							
TOTAL TAX LEVY 2026	TOTAL TAX LEVY 2025	LEVY INCREASE	RETIREMENT EXEMPTION	CARRY OVER	TAX LEVY ALLOWANCE	% INCREASE	AMOUNT OVER CAP
$34,118,614	$31,276,748	$2,841,866	$84,581	$0	$968,328	9.09%	$1,873,538

* Includes Special Districts

CALCULATING THE INCREASE IN THE 2026 PROPERTY TAX LEXY

DESCRIPTION	2025	2026	CHANGE IN LEVY
Operating Expenses (Less Misc. Equipment & Contingency)	$49,075,110	$52,340,145	$3,265,035
Revenues other than Property Tax Levy*	17,927,273	18,375,834	(448,561)
2026 Property Tax Levy Increase			**$2,816,474**

*Sales Tax, Building Permits, Mortgage Recording Taxes, Interest Income, Etc.

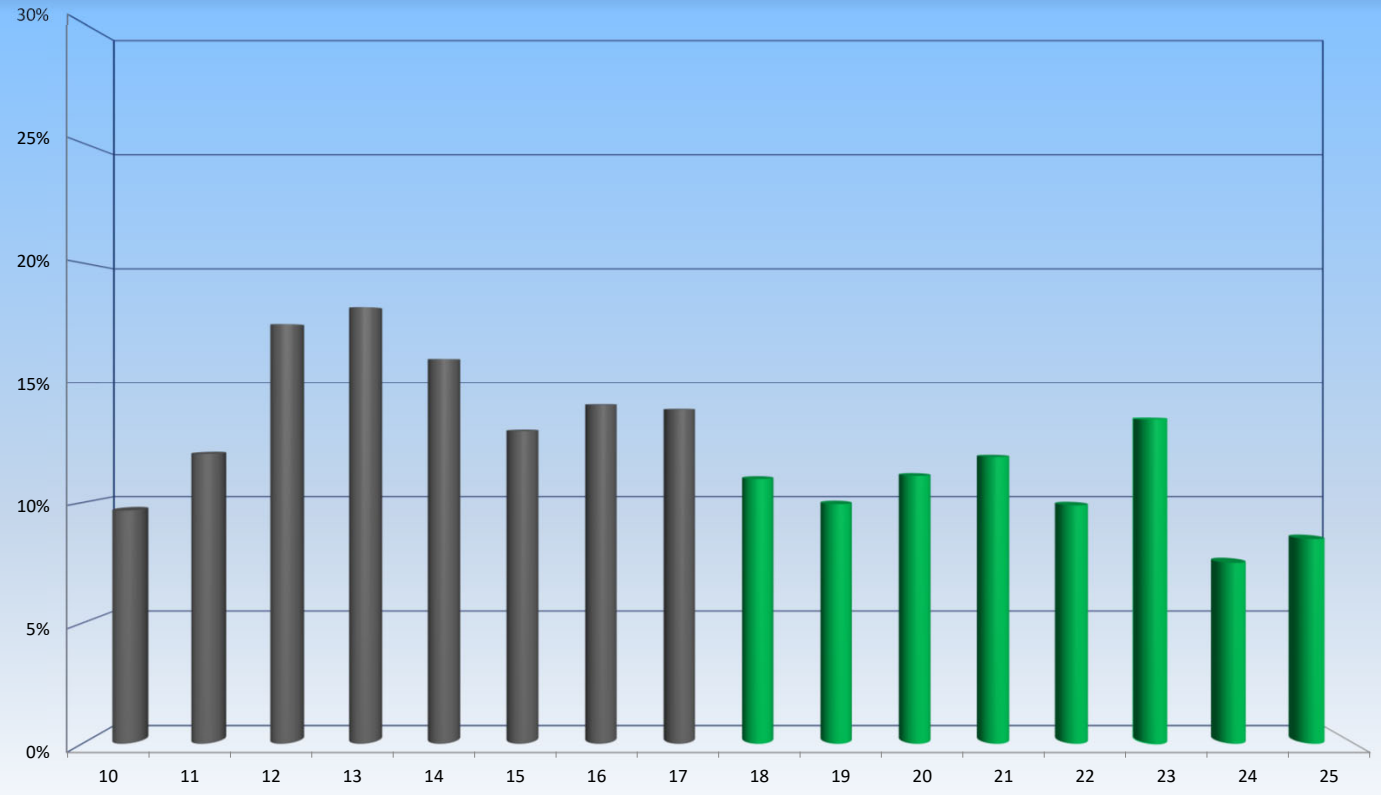
2025 ACTUAL EXPENDITURES VERSUS BUDGET

CATEGORY	2025 BUDGET	CHANGE VS. 2025 BUDGET
Salaries & Wages (Less Rec)	$20,238,830	$(312,154)
Legal Costs	292,000	(52,000)
Misc Service Contracts (Less Rec)	1,452,815	98,413
FICA Expense (Less Rec)	1,534,313	(123,730)
Health Insurance (Less Rec)	6,158,321	(346,887)
Recreation Net Cost	1,669,719	(112,043)
Total		**$(848,401)**

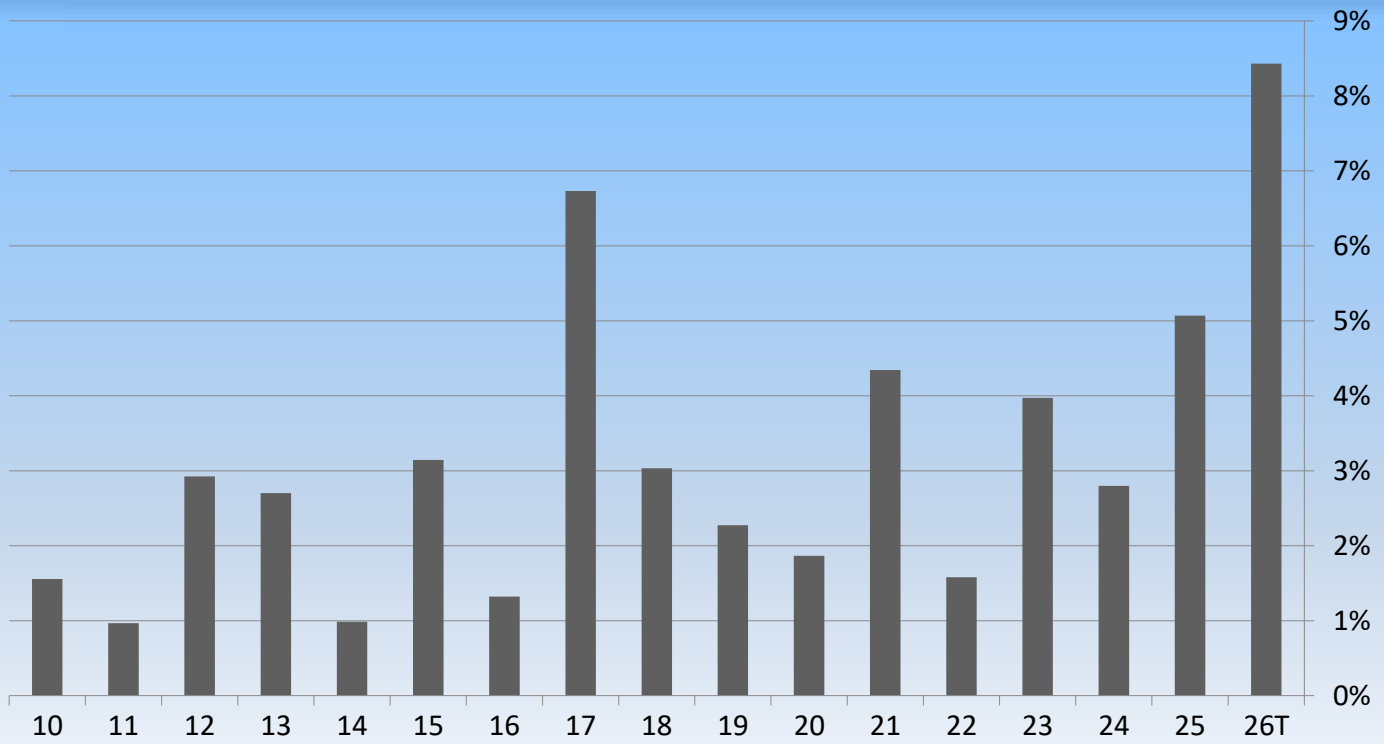
2025 ACTUAL REVENUES VERSUS BUDGET

CATEGORY	2025 BUDGET	CHANGE VS. 2025 BUDGET
Sales Tax	$4,350,000	$100,000
Utility Taxes	475,000	100,000
Parking Meter Revenue	455,000	108,500
Interest Income	1,550,000	-0-
Alarm Permit Revenue	110,000	50,000
Building Permit Revenue	1,900,000	118,000
Parking Fines	550,000	100,000
State Aid	1,208,024	140,277
Mortgage Tax	1,500,000	1,602
Total		**$718,379**

UNASSIGNED FUND BALANCE vs. TOTAL EXPENDITURE (ACTUAL) GENERAL FUND



CHANGE IN TAX RATE



2026 PROPOSED EXPENDITURES

Total General Fund Operating Expenditures: $54,508,069

➢ $1,940,608 Over 2025 Adopted Expenditures

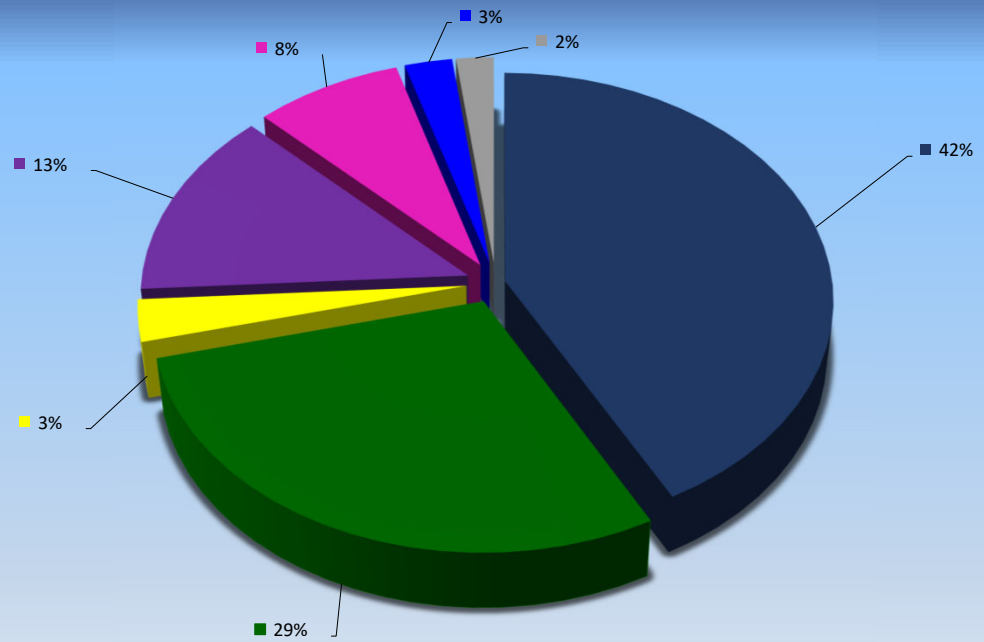
Major Changes to Expenditure Forecasts:

- Increase in Salaries $1,223,734
- Decrease in Computer and Systems $51,500*
- Decrease in Radio Communication Equipment $130,000*
- Increase in Police Patrol Equipment $266,014*
- Increase in Risk Inter-fund Charges $31,595
- Increase in funding to the Rye Free Reading Room $236,000
- Increase in Emergency Medical Services $111,029
- Increase in Misc. Service Contracts $361,472
- Decrease in Debt Service $271,612
- Increase in NYS Employee Retirement $820,890
- Increase in FICA Expense $86,203
- Increase in Health Insurance $669,549
- Decrease in Capital Transfers $1,425,000**

*Non-recurring expenditure, funded through appropriated fund balance, NOT the property tax rate.

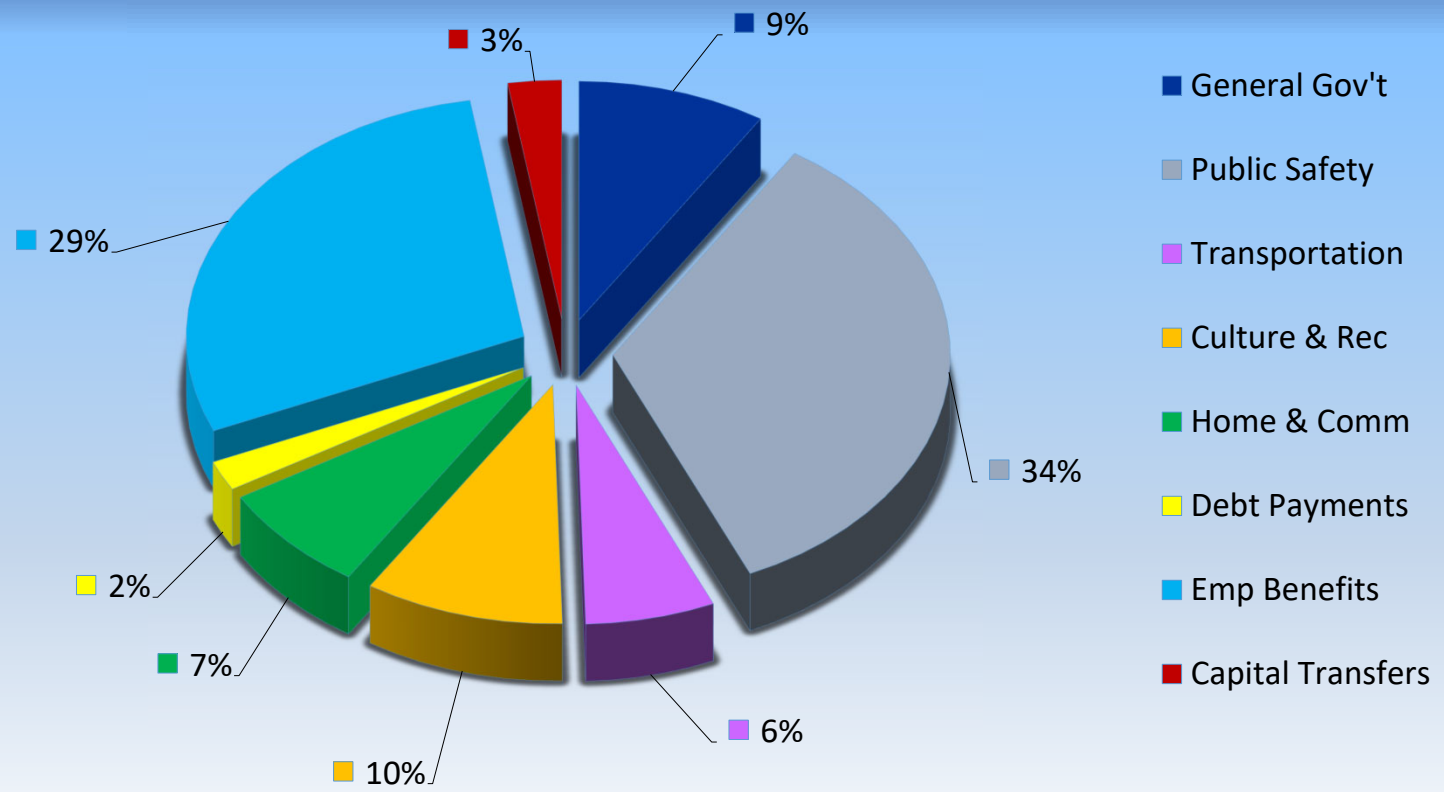
**$1,250,000 Included in the tax rate and $150,000 funded through appropriated fund balance. The decrease does not affect the property tax rate.

EXPENDITURES BY GROUP



- Salaries
- Benefits & Taxes
- Equipment
- Contractual
- Materials & Supplies
- Capital Transfers
- Debt Payments

EXPENDITURES BY FUNCTION



SUMMARY OF AUTHORIZED FULL TIME STAFF BY FUNCTION

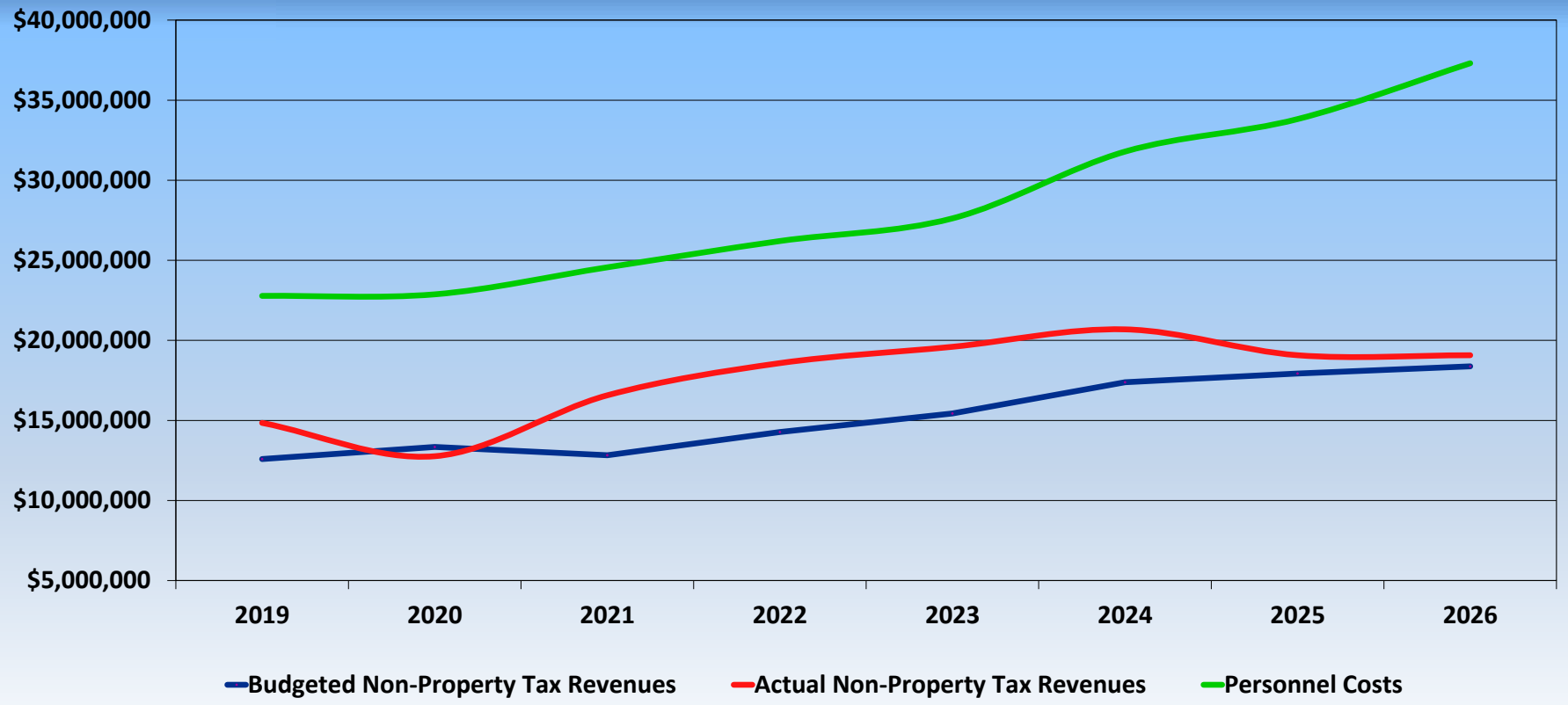
Department	2025 Authorized	2025 Filled*	2026 Budget
City Manager	3	2	3
Finance	5	4	5
Assessor	2	2	2
Clerk	3	3	3
Law	1	1	1
Personnel	1	1	1
Information Technology	1	1	1
City Communications	1	1	1
Police	43	44	44
Fire	22	22	22
Building/Engineering/Planning	9	9	9
Public Works Administrative	5	4	4
Public Works Maintenance	55	47	55
Recreation	5	5	5
Boat Basin	3	2	3
Golf Club	8	7	9
Total	**167**	**155**	**168**

*Information in the filled column is based on positions filled as of November 1st

MEDICAL EXPENSE (ACTIVE & RETIRED EMPLOYEES)

RETIREMENT EXPENSE

Non-Tax Revenues & Personnel Costs



2026 ASSUMED REVENUES

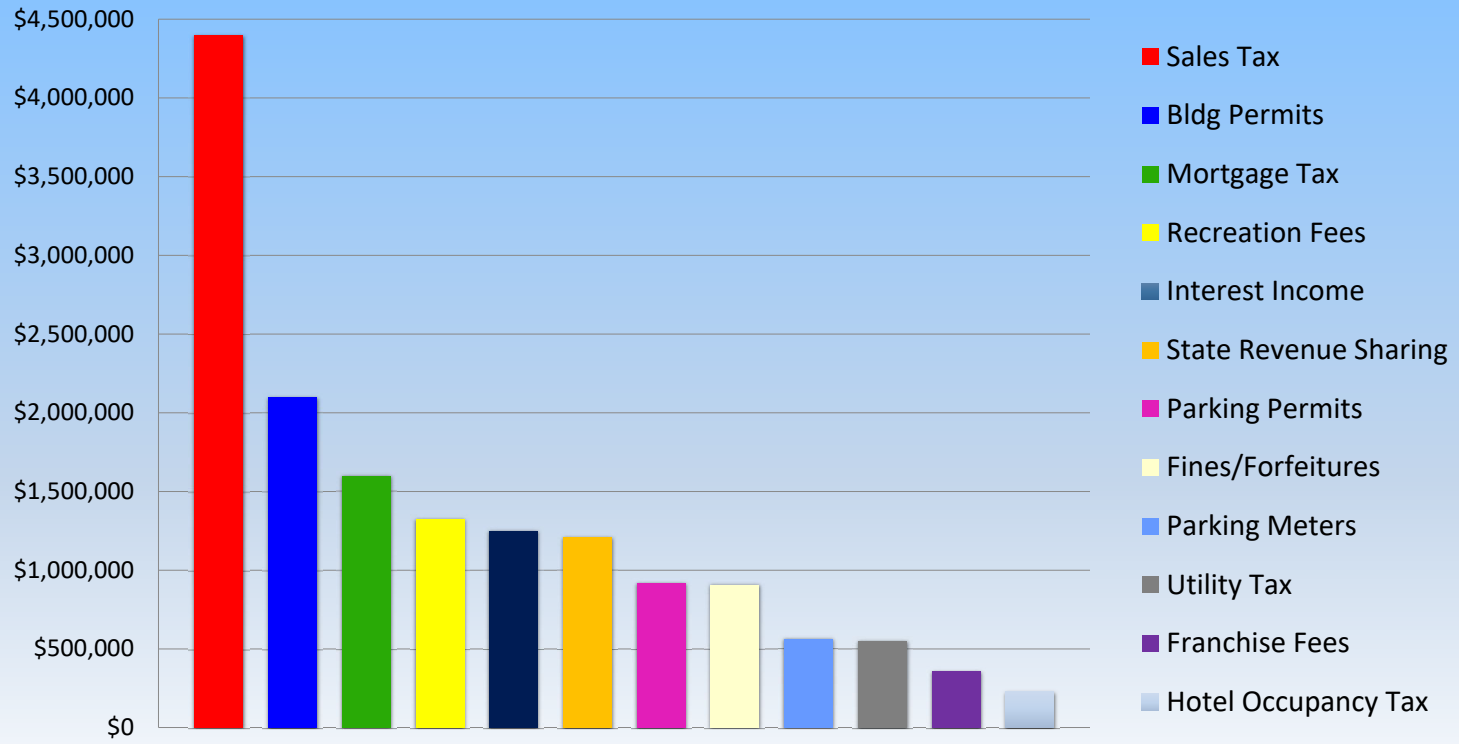
Total General Fund Revenues other than Property Taxes $18,375,834

- $448,561 Over 2025 Adopted Revenues (2.5%)

REVENUE SOURCE	2025 BUDGET	2025 PROJECTION	2026 BUDGET	2025 BUDGET vs. 2026 BUDGET
Sales Tax	$4,350,000	$4,450,000	$4,400,000	$50,000
Utility Receipt Tax	$475,000	$575,000	$550,000	$75,000
Interest Income	$1,550,000	$1,550,000	$1,250,000	($300,000)
Parking Meter Revenue	$455,000	$563,500	$563,500	$108,500
Recreation Activity Fees	$1,182,200	$1,293,000	$1,326,500	$144,300
Building Permits	$1,900,000	$2,018,000	$2,110,000	$210,000
Parking Fines	$550,000	$650,000	$625,000	$75,000
Mortgage Tax	$1,500,000	$1,501,602	$1,600,000	$100,000

* Detailed analysis on Page 3-53

2026 BUDGETED REVENUES

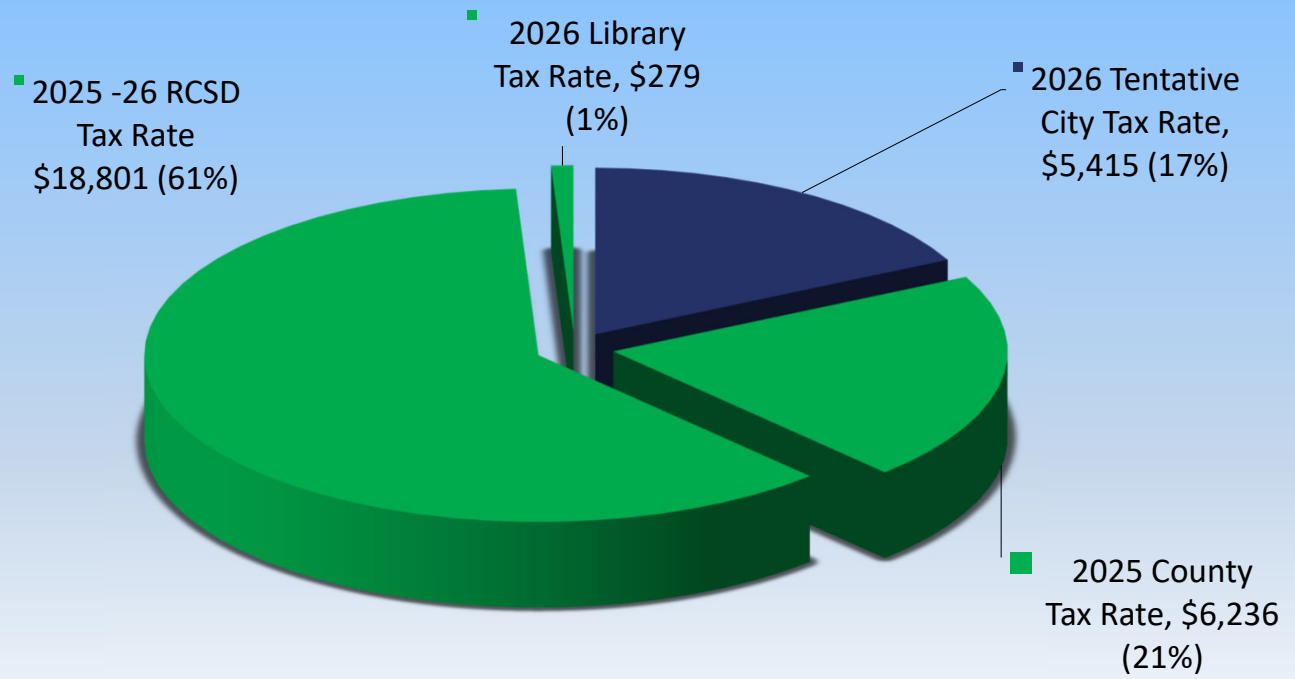


Note: These Revenues account for 29% of all revenues.

2026 PROPOSED CAPITAL SPENDING

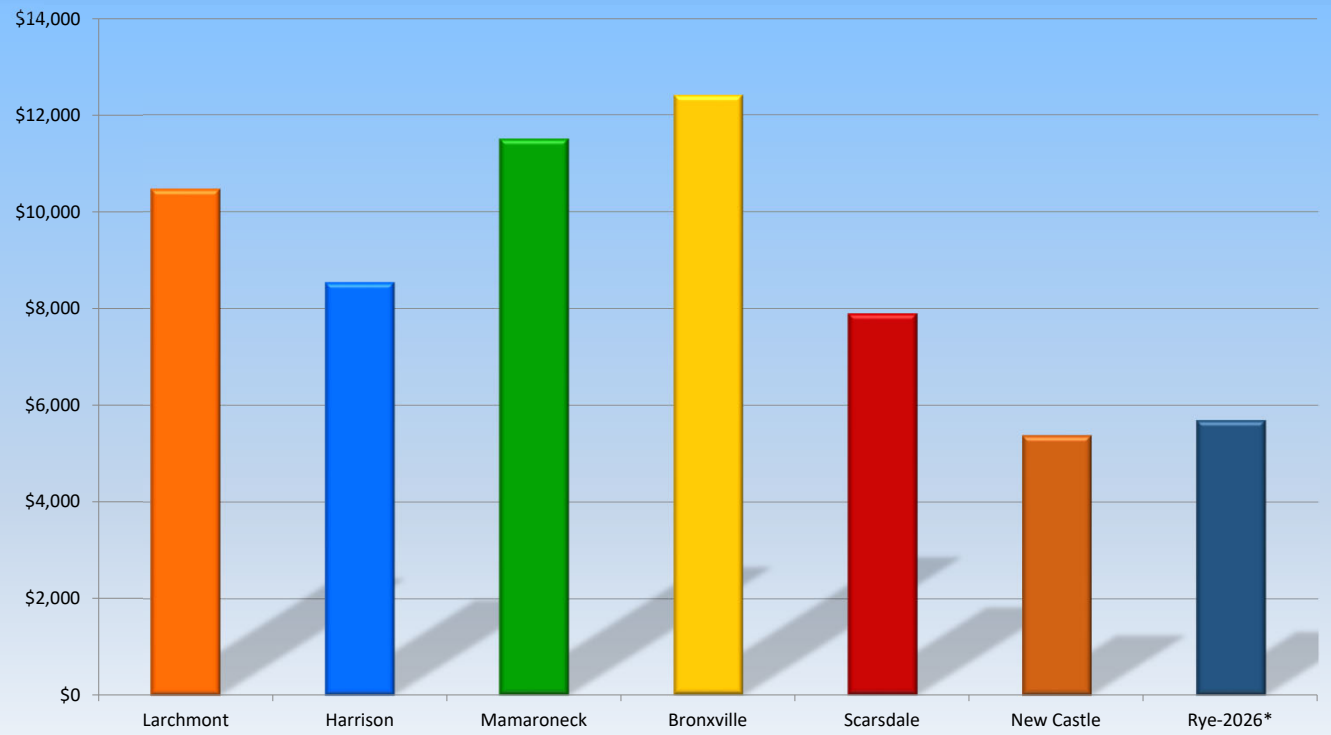
Funding Sources	General Tax Rate	General Fund Balance	Grants and Aid	2026 Budget	2025 Budget
Annual Vehicle Replacement Program	$ 1,000,000	$ -	$ -	$1,000,000	$1,700,000
Annual Street Resurfacing Program	-	-	1,500,000	1,500,000	1,500,000
Annual Building Improvement Program	-	-	-	-	125,000
Flood Mitigation and Resiliency	-	-	-	-	250,000
Annual Sewer Maintenance Program	250,000	150,000	-	400,000	150,000
Annual Pedestrian Improvement Program	-	-	-	-	100,000
Stormwater System Improvements	-	-	-	-	500,000
TOTAL FUNDING SOURCES	**$ 1,250,000**	**$ 150,000**	**$ 1,500,000**	**$ 2,900,000**	**$ 4,325,000**

HOW YOUR TAX DOLLARS ARE DISTRIBUTED
AVERAGE TAX BILL OF $30,731*



***Proposed 8.43% Increase equals $443**

2025 CITY/TOWN TAX LEVY COMPARISON



SUMMARY

- Tax Rate Increase of 8.43%
- Increase of $443 or $37 per Month for Average Home
- The Property tax levy increase for 2026 is $2,816,474 ($1,873,538 over the NYS Tax Cap)
- $2,167,924 million of General Fund Unassigned Fund Balance to Fund Capital Expenditures, Vehicle Purchases and Contingency Costs (Non-Operating Expenditures)
- $1.4 million designated for City Vehicles & Annual Sewer Maintenance
  - $1.25 million through tax rate
  - $150,000 appropriated from fund balance
- $1.5 million for assigned for Street Resurfacing from State Grants and Aid
- $313,242 required to change tax rate by 1%

Key Dates for the 2026 Budget

- **November 12th** Budget Work Session
  Rye Free Reading Room, Ambulance Services, Police Department, Fire Department, & Rye Golf Club
- **November 17th** Budget Work Session
  Rye Town Park, Rye Recreation, Boat Basin, Public Works, & Capital Projects
- **December 3rd** City Council Meeting (Public Hearing on Budget)
- **December 17th** City Council Meeting (Vote on 2026 Budget)

THANK YOU
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CITY OF RYE NY 1942