

Dreyfus New York Tax Exempt Money Market Fund

SEMIANNUAL REPORT November 30, 2005



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Dreyfus

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LETTER FROM THE CHAIRMAN

Dear Shareholder:

We are pleased to present this semiannual report for Dreyfus New York Tax Exempt Money Market Fund, covering the six-month period from June 1, 2005, through November 30, 2005. Inside, you'll find valuable information about how the fund was managed during the reporting period, including a discussion with the fund's portfolio manager, Joseph Irace.

The U.S. economy demonstrated remarkable resiliency over the past six months, expanding at a steady pace despite the headwinds of soaring energy prices, higher interest rates and the dislocations caused by the Gulf Coast hurricanes. As short-term interest rates climbed, so too have yields of tax-exempt money market instruments, offering investors incrementally higher yields as compared to yields at the start of the reporting period.

As the end of 2005 approaches, the U.S. economy and financial markets may be reaching an inflection point. Investors' reactions to a change in leadership at the Federal Reserve Board and the effects of higher fuel prices on the rate of inflation may set the tone for the financial markets in 2006. As always, we encourage you to discuss these and other market forces with your financial advisor.

Thank you for your continued confidence and support.

Sincerely,

Stephen E. Canter
Chairman and Chief Executive Officer
The Dreyfus Corporation
December 15, 2005



DISCUSSION OF FUND PERFORMANCE

Joseph Irace, Portfolio Manager

How did Dreyfus New York Tax Exempt Money Market Fund perform during the period?

For the six-month period ended November 30, 2005, the fund produced an annualized yield of 1.90%. Taking into account the effects of compounding, the fund also produced an annualized effective yield of 1.92%.¹

Money market yields climbed steadily over the reporting period as the Federal Reserve Board (the “Fed”) continued to raise the overnight federal funds rate at each of four meetings of its Federal Open Market Committee (“FOMC”).

What is the fund’s investment approach?

The fund seeks as high a level of current income exempt from federal, New York state and New York city personal income taxes as is consistent with the preservation of capital and the maintenance of liquidity.

In pursuing this objective, we employ two primary strategies. First, we normally attempt to add value by constructing a diverse portfolio of high-quality, tax-exempt money market instruments that provide income exempt from federal, New York state and New York city personal income taxes. Second, we actively manage the fund’s average maturity based on our anticipation of supply-and-demand changes in the short-term municipal marketplace.

For example, if we expect an increase in short-term supply, we may decrease the average maturity of the fund, which could enable us to take advantage of opportunities when short-term supply increases. Generally yields tend to rise when there is an increase in new-issue supply competing for investor interest. New securities, which generally are issued with maturities in the one-year range, may in turn lengthen the fund’s average maturity if purchased. If we anticipate limited new-issue supply, we may then look to extend the fund’s

average maturity to maintain then-current yields for as long as we believe practical. In addition, we try to maintain an average maturity that reflects our view of short-term interest-rate trends and future supply-and-demand considerations.

What other factors influenced the fund's performance?

In response to relatively robust economic growth — including rising corporate and consumer spending and a gradually improving labor market — the Fed raised short-term interest rates at each of four FOMC meetings during the reporting period, driving the overnight federal funds rate from 3% to 4%. As short-term interest rates moved steadily higher, so did tax-exempt money market yields.

The fund also was influenced by an improving fiscal environment in New York, including the creation of thousands of new private-sector jobs in the recovering economy. As a result, the state received higher levels of personal income and corporate franchise taxes during the reporting period, which helped boost reserves that could be used to offset future budget shortfalls that may stem from increases in energy and health care costs. Credit improvement during the reporting period was particularly evident in New York City, where rising real estate values and better conditions on Wall Street have relieved budget pressures.

In this environment, we generally maintained our focus on securities with maturities of six months or less. This strategy was designed to maintain liquidity and keep funds available for higher-yielding tax-exempt instruments as they became available. However, most money market funds adopted a similar strategy, and the industry's weighted average maturity in May 2005 fell to the shortest point on record.

In our attempts to capture opportunities for higher yields, we maintained the fund's weighted average maturity in a range that was modestly longer than industry averages for much of the reporting period. To achieve this position, we focused on commercial paper, which generally provided significantly higher yields than variable rate

demand notes and helped us avoid locking in yields of one-year notes in the rising interest-rate environment. We attempted to “ladder” the fund’s holdings over three to six months to protect its yield and ensure that funds would be available for reinvestment should interest rates rise further.

What is the fund’s current strategy?

Over the near term, we expect to prepare the fund for technical forces that tend to affect tax-exempt money market instruments at year-end. Over the longer term, stronger-than-expected data appear to indicate that the U.S. economy remains on a path of strong and sustainable growth. Yet, despite 12 consecutive rate hikes by the Fed since June 2004, short-term interest rates remain relatively low by historical standards. These factors suggest that the Fed is likely to continue to raise short-term interest rates in early 2006.

In addition, yield differences among money market instruments of various maturities have narrowed substantially, offering us little incentive to invest in longer-dated securities. Accordingly, we recently have allowed the fund’s weighted average to fall toward a position we consider to be in line with industry averages. We also have attempted to continue to maintain a ladder portfolio of shorter-term instruments that give the fund the liquidity it needs to capture higher yields as they arise. Of course, we are prepared to revise our strategies as economic and market conditions change.

December 15, 2005

An investment in the fund is not insured or guaranteed by the FDIC or any other government agency. Although the fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the fund.

- ¹ *Annualized effective yield is based upon dividends declared daily and reinvested monthly. Past performance is no guarantee of future results. Yields fluctuate. Income may be subject to state and local taxes for non-New York residents, and some income may be subject to the federal alternative minimum tax (AMT) for certain investors.*

UNDERSTANDING YOUR FUND'S EXPENSES (Unaudited)

As a mutual fund investor, you pay ongoing expenses, such as management fees and other expenses. Using the information below, you can estimate how these expenses affect your investment and compare them with the expenses of other funds. You also may pay one-time transaction expenses, including sales charges (loads) and redemption fees, which are not shown in this section and would have resulted in higher total expenses. For more information, see your fund's prospectus or talk to your financial adviser.

Review your fund's expenses

The table below shows the expenses you would have paid on a \$1,000 investment in Dreyfus New York Tax Exempt Money Market Fund from June 1, 2005 to November 30, 2005. It also shows how much a \$1,000 investment would be worth at the close of the period, assuming actual returns and expenses.

Expenses and Value of a \$1,000 Investment	
assuming actual returns for the six months ended November 30, 2005	
Expenses paid per \$1,000†	\$ 3.32
Ending value (after expenses)	\$1,009.60

COMPARING YOUR FUND'S EXPENSES
WITH THOSE OF OTHER FUNDS (Unaudited)

Using the SEC's method to compare expenses

The Securities and Exchange Commission (SEC) has established guidelines to help investors assess fund expenses. Per these guidelines, the table below shows your fund's expenses based on a \$1,000 investment, assuming a hypothetical 5% annualized return. You can use this information to compare the ongoing expenses (but not transaction expenses or total cost) of investing in the fund with those of other funds. All mutual fund shareholder reports will provide this information to help you make this comparison. Please note that you cannot use this information to estimate your actual ending account balance and expenses paid during the period.

Expenses and Value of a \$1,000 Investment	
assuming a hypothetical 5% annualized return for the six months ended November 30, 2005	
Expenses paid per \$1,000†	\$ 3.35
Ending value (after expenses)	\$1,021.76

† Expenses are equal to the fund's annualized expense ratio of .66%; multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

STATEMENT OF INVESTMENTS

November 30, 2005 (Unaudited)

Tax Exempt Investments-100.5%	Principal Amount (\$)	Value (\$)
Albany Industrial Development Agency, Civic Facility Revenue (Renaissance Corp. of Albany Project) 3.11 % (LOC; M&T Bank)	3,000,000 ^a	3,000,000
Allegany County Industrial Development Agency, Civic Facility Revenue (Houghton College Project) 3.11 % (LOC; Key Bank)	4,800,000 ^a	4,800,000
Babylon Industrial Development Agency, IDR (Lambro Industries Inc. Project) 3% (LOC; Bank of America)	760,000 ^a	760,000
Chautauqua County Industrial Development Agency, Civic Facility Revenue (United Cerebral Palsy Project) 3.11 % (LOC; Key Bank)	1,115,000 ^a	1,115,000
Colonie Industrial Development Agency, IDR (13 Green Mount Drive Project) 3.15% (LOC; HSBC Bank USA)	170,000 ^a	170,000
Dutchess County Industrial Development Agency, Civic Facility Revenue (Marist College Civic Facility) 3.03% (LOC; The Bank of New York)	6,585,000 ^a	6,585,000
Erie County Industrial Development Agency, Civic Facility Revenue: (Community Services Disabled Project) 3.11 % (LOC; Key Bank)	3,085,000 ^a	3,085,000
(DePaul Community Facilities Inc. Project) 3.05% (LOC; Key Bank)	1,435,000 ^a	1,435,000
(People Inc. Project) 3.11 % (LOC; Key Bank)	2,600,000 ^a	2,600,000
(United Cerebral Palsy Association Project) 3.11 % (LOC; Key Bank)	810,000 ^a	810,000
IDR (Luminescent System Inc. Project) 3.15% (LOC; HSBC Bank USA)	4,695,000 ^a	4,695,000
School Facility Revenue (City School District of the City of Buffalo Project) 3.05% (Insured; FSA and Liquidity Facility; Goldman Sachs)	3,990,000 ^{a,b}	3,990,000
Herkimer County Industrial Development Agency, Civic Facility Revenue (Templeton Foundation Project) 3.11 % (LOC; Key Bank)	2,035,000 ^a	2,035,000
Lancaster Industrial Development Agency, IDR (Lancaster Steel Service Project) 3.11 % (LOC; M&T Bank)	940,000 ^a	940,000

Tax Exempt Investments (continued)	Principal Amount (\$)	Value (\$)
Metropolitan Transportation Authority, Transportation Revenue, CP: 2.75%, 12/6/2005 (LOC; ABN-AMRO)	5,000,000	5,000,000
2.85%, 12/6/2005 (LOC; ABN-AMRO)	15,000,000	15,000,000
Monroe County Industrial Development Agency, IDR: (2883 Associates LP) 3.15% (LOC; HSBC Bank USA)	1,370,000 ^a	1,370,000
(Axelrod Realty Partnership) 2.95%, 12/1/2005 (LOC; JPMorgan Chase Bank)	650,000	650,000
(Mercury Print Productions Inc. Facility) 3.22% (LOC; M&T Bank)	405,000 ^a	405,000
(National Development Council) 3.44%, 6/15/2006 (LOC; HSBC Bank USA)	650,000	650,000
Nassau County, GO Notes, General Improvement (Insured; FSA) 4.96%, 1/1/2006	200,000	200,500
Nassau County Tobacco Settlement Corporation, Revenue 3.12% (Liquidity Facility; Merrill Lynch)	5,000,000 ^{a,b}	5,000,000
New Rochelle Industrial Development Agency, IDR (Charles Sadek Import Co. Project) 3.18% (LOC; The Bank of New York)	5,500,000 ^a	5,500,000
New York City: 3.10% (Liquidity Facility; Dexia Credit Local)	2,470,000 ^{a,b}	2,470,000
3.10% (LOC; Merrill Lynch)	5,000,000 ^{a,b}	5,000,000
GO Note: 3.90%, 8/1/2006	100,000	100,650
4.87%, 8/1/2006	1,000,000	1,012,689
(Putters Program) 3.06% (Insured; XLCA and Liquidity Facility; JPMorgan Chase Bank)	1,000,000 ^{a,b}	1,000,000
New York City Industrial Development Agency, Civic Facility Revenue: (2000 Jewish Community Center) 3.11 % (LOC; M&T Bank)	4,900,000 ^a	4,900,000
(Abraham Joshua Heschel Project) 3.08% (LOC; Allied Irish Banks)	2,000,000 ^a	2,000,000
(Convent Sacred Heart School) 3.08% (LOC; Allied Irish Banks)	3,750,000 ^a	3,750,000
(Ethical Culture School Project) 3.06% (Insured; XLCA and Liquidity Facility; Dexia Credit Locale)	4,165,000 ^a	4,165,000
(Jewish Community Center of Manhattan) 3.11 % (LOC; M&T Bank)	900,000 ^a	900,000
(Mercy College Project) 3.06% (LOC; Key Bank)	2,300,000 ^a	2,300,000

Tax Exempt Investments (continued)	Principal Amount (\$)	Value (\$)
New York City Industrial Development Agency, Civic Facility Revenue (continued): (Village Community School Project) 3.15% (LOC; M&T Bank)	1,260,000 ^a	1,260,000
IDR: (Novelty Crystal Corp.) 3.20% (LOC; Commerce Bank) (Swak Realty LLC Project) 3.12% (LOC; The Bank of New York)	3,800,000 ^a 1,010,000 ^a	3,800,000 1,010,000
New York City Municipal Water Finance Authority, Water and Sewer Systems Revenue: 3.07% (LOC; Dexia Credit Local) CP: 2.74%, 12/15/2005 (Liquidity Facility: Dexia Credit Local and JPMorgan Chase Bank) 2.75%, 12/22/2005 (LOC: Landesbank Baden-Wuerttemberg and Landesbank Hessen-Thuringen Girozentrale)	4,900,000 ^a 10,000,000 3,000,000	4,900,000 10,000,000 3,000,000
New York Counties Tobacco Trust II, Tobacco Settlement Revenue 3.12% (Liquidity Facility; Merrill Lynch)	4,760,000 ^{a,b}	4,760,000
New York State, GO Notes 2.98%, 3/15/2006	2,845,000	2,848,975
New York State Dormitory Authority: College and University Revenue (Mount Saint Mary College) 3.09% (Insured; Radian and Liquidity Facility; Citizens Bank of Massachusetts) Health Care Facilities Revenue: (Mount Sinai Health) 3.10% (Liquidity Facility; Merrill Lynch) (Presbyterian Hospital) 5.14%, 2/15/2006 (Insured; AMBAC)	7,300,000 ^a 2,100,000 ^{a,b} 895,000	7,300,000 2,100,000 899,708
New York State Housing Finance Agency, Revenue (Sea Park West Housing) 3.02% (Insured; FHLMC and Liquidity Facility; FHLMC)	3,550,000 ^a	3,550,000
New York State Power Authority, Revenue, CP 2.74%, 12/8/2005 (Liquidity Facility: Bank of New York, Bank of Nova Scotia, JPMorgan Chase Bank, Landesbank Baden-Wuerttemberg, State Street Bank and Trust Co. and Wachovia Bank)	5,000,000	5,000,000
New York State Urban Development Corporation, Income Tax Revenue (Personal Income Tax) 4.48%, 3/15/2006	200,000	201,118

Tax Exempt Investments (continued)	Principal Amount (\$)	Value (\$)
Newburgh Industrial Development Agency, MFHR 3.17% (Liquidity Facility; Merrill Lynch)	3,170,000 ^{a,b}	3,170,000
Northport-East Northport Union Free School District, GO Notes, TAN 3.95%, 6/30/2006	2,850,000	2,868,985
Orangetown, GO Notes, Land Acquisition BAN 3.19%, 1/12/2006	2,000,000	2,000,877
Oswego County Industrial Development Agency, Civic Facility Revenue (Springside at Seneca Hill) 3.14% (LOC; M&T Bank)	2,860,000 ^a	2,860,000
Otsego County Industrial Development Agency, Civic Facility Revenue: (Saint James Retirement Community Project) 3.09% (LOC; M&T Bank)	2,410,000 ^a	2,410,000
(Templeton Foundation Project) 3.11% (LOC; Key Bank)	3,800,000 ^a	3,800,000
Port Chester Industrial Development Agency, IDR (40 Pearl Street LLC) 3.08% (LOC; The Bank of New York)	3,890,000 ^a	3,890,000
Queensbury Union Free School District, GO Notes 2.95%, 12/15/2005 (Insured; FSA)	546,281	546,446
Rensselaer County Industrial Development Agency, Civic Facility Revenue (The Sage Colleges Project) 3.11% (LOC; M&T Bank)	2,580,000 ^a	2,580,000
Rockland County Industrial Development Agency, IDR: (Intercos America Inc. Project) 3.15% (LOC; HSBC Bank USA)	4,165,000 ^a	4,165,000
(Jawonio Inc. Project) 2.97% (LOC; The Bank of New York)	4,535,000 ^a	4,535,000
Sachem Central School District of Holbrook, GO Notes, TAN 3.69%, 6/22/2006	8,000,000	8,042,878
Seneca County Industrial Development Agency, Civic Facility Revenue (Kidspace National Centers of New York Project) 3.11% (LOC; Key Bank)	1,830,000 ^a	1,830,000
Suffolk County Industrial Development Agency, Civic Facility Revenue: (Guide Dog Foundation Inc.) 3.03% (LOC; The Bank of New York)	3,605,000 ^a	3,605,000
(Hampton Day School Civic Facility) 3.05% (LOC; JPMorgan Chase Bank)	2,895,000 ^a	2,895,000
IDR (Belmont Villas LLC Facility) 3.12% (Insured; FNMA and Liquidity Facility; FNMA)	6,000,000 ^a	6,000,000

Tax Exempt Investments (continued)	Principal Amount (\$)	Value (\$)
Syracuse Industrial Development Agency, Civic Facility Revenue (Community Development Properties-Larned Project) 3.11% (LOC; M&T Bank)	2,500,000 ^a	2,500,000
Tobacco Settlement Financing Corporation of New York, Revenue: 3.94%, 6/1/2006	1,500,000	1,508,059
(Putters Program) 3.08% (Insured; AMBAC and Liquidity Facility; JPMorgan Chase Bank)	8,160,000 ^{a,b}	8,160,000
Ulster County Industrial Development Agency, IDR (Deluxe Packaging Corp. Project) 3.21% (LOC; National Bank of Canada)	2,500,000 ^a	2,500,000
Westchester County Industrial Development Agency, Civic Facility Revenue: (Banksville Independent Fire Co. Inc. Civic Facility) 3.03% (LOC; The Bank of New York)	1,000,000 ^a	1,000,000
(Jacob Burns Film Center Project) 3.05% (LOC; The Bank of New York)	4,165,000 ^a	4,165,000
(Northern Westchester Hospital) 3.07% (LOC; Commerce Bank)	4,500,000 ^a	4,500,000
Refunding (Rye Country Day School Project) 3% (LOC; Allied Irish Banks)	4,800,000 ^a	4,800,000
(Westchester Arts Council, Inc. Project) 3.05% (LOC; Wachovia Bank)	3,200,000 ^a	3,200,000
Westchester Tobacco Asset Securitization Corporation, Tobacco Settlement Asset-Backed Revenue: 3.11% (Liquidity Facility; Merrill Lynch)	5,050,000 ^{a,b}	5,050,000
3.12% (Liquidity Facility; Merrill Lynch)	4,300,000 ^{a,b}	4,300,000
Total Investments (cost \$244,905,885)	100.5%	244,905,885
Liabilities, Less Cash and Receivables	(.5%)	(1,288,443)
Net Assets	100.0%	243,617,442

Summary of Abbreviations

ACA	American Capital Access	GIC	Guaranteed Investment Contract
AGC	ACE Guaranty Corporation	GNMA	Government National Mortgage Association
AGIC	Asset Guaranty Insurance Company	GO	General Obligation
AMBAC	American Municipal Bond Assurance Corporation	HR	Hospital Revenue
ARRN	Adjustable Rate Receipt Notes	IDB	Industrial Development Board
BAN	Bond Anticipation Notes	IDC	Industrial Development Corporation
BIGI	Bond Investors Guaranty Insurance	IDR	Industrial Development Revenue
BPA	Bond Purchase Agreement	LOC	Letter of Credit
CGIC	Capital Guaranty Insurance Company	LOR	Limited Obligation Revenue
CIC	Continental Insurance Company	LR	Lease Revenue
CIFG	CDC Ixis Financial Guaranty	MBIA	Municipal Bond Investors Assurance Insurance Corporation
CMAC	Capital Market Assurance Corporation	MFHR	Multi-Family Housing Revenue
COP	Certificate of Participation	MFMR	Multi-Family Mortgage Revenue
CP	Commercial Paper	PCR	Pollution Control Revenue
EDR	Economic Development Revenue	RAC	Revenue Anticipation Certificates
EIR	Environmental Improvement Revenue	RAN	Revenue Anticipation Notes
FGIC	Financial Guaranty Insurance Company	RAW	Revenue Anticipation Warrants
FHA	Federal Housing Administration	RRR	Resources Recovery Revenue
FHLB	Federal Home Loan Bank	SAAN	State Aid Anticipation Notes
FHLMC	Federal Home Loan Mortgage Corporation	SBPA	Standby Bond Purchase Agreement
FNMA	Federal National Mortgage Association	SFHR	Single Family Housing Revenue
FSA	Financial Security Assurance	SFMR	Single Family Mortgage Revenue
GAN	Grant Anticipation Notes	SONYMA	State of New York Mortgage Agency
		SWDR	Solid Waste Disposal Revenue
		TAN	Tax Anticipation Notes
		TAW	Tax Anticipation Warrants
		TRAN	Tax and Revenue Anticipation Notes
		XLCA	XL Capital Assurance

Summary of Combined Ratings (Unaudited)

Fitch	or	Moody's	or	Standard & Poor's	Value (%) [†]
F1+, F1		VMIG1, MIG1, P1		SP1+, SP1, A1+, A1	81.0
AAA, AA, A ^c		Aaa, Aa, A ^c		AAA, AA, A ^c	3.0
Not Rated ^d		Not Rated ^d		Not Rated ^d	16.0
					100.0

[†] Based on total investments.

^a Securities payable on demand. Variable interest rate—subject to periodic change.

^b Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At November 30, 2005, these securities amounted to \$45,000,000 or 18.5% of net assets.

^c Notes which are not F, MIG and SP rated are represented by bond ratings of the issuers.

^d Securities which, while not rated by Fitch, Moody's and Standard & Poor's, have been determined by the Manager to be of comparable quality to those rated securities in which the fund may invest.

See notes to financial statements.

STATEMENT OF ASSETS AND LIABILITIES

November 30, 2005 (Unaudited)

	Cost	Value
Assets (\$):		
Investments in securities—See Statement of Investments	244,905,885	244,905,885
Interest receivable		1,287,901
Prepaid expenses		10,646
		246,204,432
Liabilities (\$):		
Due to The Dreyfus Corporation and affiliates—Note 2(b)		115,138
Cash overdraft due to Custodian		2,378,634
Payable for shares of Beneficial Interest redeemed		35,189
Accrued expenses		58,029
		2,586,990
Net Assets (\$)		243,617,442
Composition of Net Assets (\$):		
Paid-in capital		243,613,934
Accumulated net realized gain (loss) on investments		3,508
Net Assets (\$)		243,617,442
Shares Outstanding		
(unlimited number of \$.001 par value shares of Beneficial Interest authorized)		243,647,046
Net Asset Value, offering and redemption price per share (\$)		1.00

See notes to financial statements.

STATEMENT OF OPERATIONS

Six Months Ended November 30, 2005 (Unaudited)

Investment Income (\$):

Interest Income	3,197,895
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Expenses:

Management fee—Note 2(a)	624,692
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Shareholder servicing costs—Note 2(b)	128,590
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Professional fees	28,092
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Custodian fees	14,941
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Prospectus and shareholders' reports	7,650
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Registration fees	5,966
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Trustees' fees and expenses—Note 2(c)	5,009
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Miscellaneous	14,697
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Total Expenses	829,637
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Less—reduction in custody fees due to earnings credits—Note 1(b)	(4,089)
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Net Expenses	825,548
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Investment Income—Net	2,372,347
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Realized and Unrealized Gain (Loss) on Investments—Note 1(b) (\$):

Net realized gain (loss) on investments	350
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Net unrealized depreciation on investments	(207)
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Net Realized and Unrealized Gain (Loss) on Investments	143
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Net Increase in Net Assets Resulting from Operations	2,372,490
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See notes to financial statements.

STATEMENT OF CHANGES IN NET ASSETS

	Six Months Ended November 30, 2005 (Unaudited)	Year Ended May 31, 2005
Operations (\$):		
Investment income—net	2,372,347	2,789,213
Net realized gain (loss) on investments	350	14,785
Net unrealized depreciation on investments	(207)	(3,104)
Net Increase (Decrease) in Net Assets Resulting from Operations	2,372,490	2,800,894
Dividends to Shareholders from (\$):		
Investment income—net	(2,372,347)	(2,789,213)
Beneficial Interest Transactions (\$1.00 per share):		
Net proceeds from shares sold	106,765,961	287,930,847
Dividends reinvested	2,293,460	2,678,484
Cost of shares redeemed	(126,220,257)	(306,087,096)
Increase (Decrease) in Net Assets from Beneficial Interest Transactions	(17,160,836)	(15,477,765)
Total Increase (Decrease) in Net Assets	(17,160,693)	(15,466,084)
Net Assets (\$):		
Beginning of Period	260,778,135	276,244,219
End of Period	243,617,442	260,778,135

See notes to financial statements.

FINANCIAL HIGHLIGHTS

The following table describes the performance for the fiscal periods indicated. Total return shows how much your investment in the fund would have increased (or decreased) during each period, assuming you had reinvested all dividends and distributions. These figures have been derived from the fund's financial statements.

	Six Months Ended November 30, 2005 (Unaudited)	Year Ended May 31,				
		2005	2004	2003	2002	2001
Per Share Data (\$):						
Net asset value, beginning of period	1.00	1.00	1.00	1.00	1.00	1.00
Investment Operations:						
Investment income-net	.010	.010	.004	.008	.014	.032
Distributions:						
Dividends from investment income-net	(.010)	(.010)	(.004)	(.008)	(.014)	(.032)
Net asset value, end of period	1.00	1.00	1.00	1.00	1.00	1.00
Total Return (%)	1.91 ^a	1.05	.39	.75	1.44	3.28
Ratios/Supplemental Data (%):						
Ratio of total expenses to average net assets	.66 ^a	.67	.66	.66	.65	.66
Ratio of net expenses to average net assets	.66 ^a	.66	.66	.66	.65	.66
Ratio of net investment income to average net assets	1.90 ^a	1.03	.39	.75	1.42	3.22
Net Assets, end of period (\$ x 1,000)	243,617	260,778	276,244	290,038	288,257	295,817

^a Annualized.

See notes to financial statements.

NOTE 1—Significant Accounting Policies:

Dreyfus New York Tax Exempt Money Market Fund (the “fund”) is registered under the Investment Company Act of 1940, as amended (the “Act”), as a non-diversified open-end management investment company. The fund’s investment objective is to provide investors with as high a level of current income exempt from federal, New York state and New York city personal income taxes as is consistent with the preservation of capital and the maintenance of liquidity. The Dreyfus Corporation (the “Manager”) serves as the fund’s investment adviser. The Manager is a wholly-owned subsidiary of Mellon Financial Corporation (“Mellon Financial”). Dreyfus Service Corporation (“the Distributor”), a wholly-owned subsidiary of the Manager, is the distributor of the fund’s shares, which are sold to the public without a sales charge.

It is the fund’s policy to maintain a continuous net asset value per share of \$1.00; the fund has adopted certain investment, portfolio valuation and dividend and distribution policies to enable it to do so. There is no assurance, however, that the fund will be able to maintain a stable net asset value per share of \$1.00.

The fund’s financial statements are prepared in accordance with U.S. generally accepted accounting principles, which may require the use of management estimates and assumptions. Actual results could differ from those estimates.

The fund enters into contracts that contain a variety of indemnifications. The fund’s maximum exposure under these arrangements is unknown. The fund does not anticipate recognizing any loss related to these arrangements.

(a) Portfolio valuation: Investments in securities are valued at amortized cost in accordance with Rule 2a-7 of the Act, which has been determined by the Board of Trustees to represent the fair value of the fund’s investments.

(b) Securities transactions and investment income: Securities transactions are recorded on a trade date basis. Interest income, adjusted for

accretion of discount and amortization of premium on investments, is earned from settlement date and recognized on the accrual basis. Realized gain and loss from securities transactions are recorded on the identified cost basis. Cost of investments represents amortized cost.

The fund has an arrangement with the custodian bank whereby the fund receives earnings credits from the custodian when positive cash balances are maintained, which are used to offset custody fees. For financial reporting purposes, the fund includes net earnings credits as an expense offset in the Statement of Operations.

The fund follows an investment policy of investing primarily in municipal obligations of one state. Economic changes affecting the state and certain of its public bodies and municipalities may affect the ability of issuers within the state to pay interest on, or repay principal of, municipal obligations held by the fund.

(c) Dividends to shareholders: It is the policy of the fund to declare dividends daily from investment income-net. Such dividends are paid monthly. Dividends from net realized capital gain, if any, are normally declared and paid annually, but the fund may make distributions on a more frequent basis to comply with the distribution requirements of the Internal Revenue Code of 1986, as amended (the “Code”). To the extent that net realized capital gain can be offset by capital loss carryovers, if any, it is the policy of the fund not to distribute such gain.

(d) Federal income taxes: It is the policy of the fund to continue to qualify as a regulated investment company, which can distribute tax exempt dividends, by complying with the applicable provisions of the Code, and to make distributions of income and net realized capital gain sufficient to relieve it from substantially all federal income and excise taxes.

The tax character of distributions paid to shareholders during the fiscal year ended May 31, 2005 were all tax exempt income. The tax character of current year distributions will be determined at the end of the current fiscal year.

At November 30, 2005, the cost of investments for federal income tax purposes was substantially the same as the cost for financial reporting purposes (see the Statement of Investments).

NOTE 2—Management Fee and Other Transactions With Affiliates:

(a) Pursuant to a management agreement (“Agreement”) with the Manager, the management fee is computed at the annual rate of .50% of the value of the fund’s average daily net assets and is payable monthly. The Agreement provides that if in any full fiscal year the aggregate expenses of the fund, exclusive of taxes, brokerage fees, interest on borrowings and extraordinary expenses, exceed 1½% of the value of the fund’s average daily net assets, the fund may deduct from the payments to be made to the Manager, or the Manager will bear such excess expense. During the period ended November 30, 2005, there was no expense reimbursement pursuant to the Agreement.

(b) Under the Shareholder Services Plan, the fund reimburses the Distributor an amount not to exceed an annual rate of .25% of the value of the fund’s average daily net assets for certain allocated expenses of providing personal services and/or maintaining shareholder accounts. The services provided may include personal services relating to shareholder accounts, such as answering shareholder inquiries regarding the fund and providing reports and other information, and services related to the maintenance of shareholder accounts. During the period ended November 30, 2005, the fund was charged \$84,392 pursuant to the Shareholder Services Plan.

The fund compensates Dreyfus Transfer, Inc., a wholly-owned subsidiary of the Manager, under a transfer agency agreement for providing personnel and facilities to perform transfer agency services for the fund. During the period ended November 30, 2005, the fund was charged \$32,504 pursuant to the transfer agency agreement.

During the period ended November 30, 2005, the fund was charged \$1,854 for services performed by the Chief Compliance Officer.

The components of Due to The Dreyfus Corporation and affiliates in the Statement of Assets and Liabilities consist of: management fees \$100,153, chief compliance officer fees \$1,548 and transfer agency per account fees \$13,437.

(c) Each Board member also serves as a Board member of other funds within the Dreyfus complex. Annual retainer fees and attendance fees are allocated to each fund based on net assets.

For More Information

**Dreyfus
New York Tax Exempt
Money Market Fund**

200 Park Avenue
New York, NY 10166

Manager

The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Custodian

The Bank of New York
One Wall Street
New York, NY 10286

**Transfer Agent &
Dividend Disbursing Agent**

Dreyfus Transfer, Inc.
200 Park Avenue
New York, NY 10166

Distributor

Dreyfus Service Corporation
200 Park Avenue
New York, NY 10166

Telephone 1-800-645-6561

Mail The Dreyfus Family of Funds, 144 Glenn Curtiss Boulevard, Uniondale, NY 11556-0144

E-mail Send your request to info@dreyfus.com

Internet Information can be viewed online or downloaded at: <http://www.dreyfus.com>

The fund files its complete schedule of portfolio holdings with the Securities and Exchange Commission ("SEC") for the first and third quarters of each fiscal year on Form N-Q. The fund's Forms N-Q are available on the SEC's website at <http://www.sec.gov> and may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

Information regarding how the fund voted proxies relating to portfolio securities for the 12-month period ended June 30, 2005, is available on the SEC's website at <http://www.sec.gov> and without charge, upon request, by calling 1-800-645-6561.

