

SUFFOLK COUNTY

NEW YORK



**COMPREHENSIVE
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2011**

JOSEPH SAWICKI, JR
COMPTROLLER

SUFFOLK COUNTY, NEW YORK

Comprehensive Annual Financial Report

Year ended December 31, 2011

Prepared by:

Office of the Comptroller
Joseph Sawicki, Jr.
County Comptroller

Suffolk County, New York
 Comprehensive Annual Financial Report
 For the Fiscal Year Ended December 31, 2011

TABLE OF CONTENTS

INTRODUCTORY SECTION

Letter of Transmittal	3
GFOA Certificate of Achievement.....	10
Organizational Chart	11
List of Principal Officials.....	12

FINANCIAL SECTION

Independent Auditor’s Report	15
Management’s Discussion and Analysis	17
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	30
Statement of Activities.....	32
Fund Financial Statements:	
Balance Sheet – Governmental Funds	33
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets	34
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds.....	35
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	36
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund.....	37
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Police District.....	40
Statement of Net Assets – Enterprise Funds	42
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Enterprise Funds	44
Statement of Cash Flows – Enterprise Funds	45
Statement of Fiduciary Net Assets – Fiduciary Funds	48
Statement of Changes in Fiduciary Net Assets – Private-Purpose Trusts.....	49
Statement of Net Assets – Component Units	50
Statement of Activities – Component Units.....	52
Notes to the Financial Statements	53
Required Supplementary Information	
Schedule of Funding Progress.....	101
Combining and Individual Fund Financial Statements and Schedules:	
Combining Balance Sheet – Nonmajor Governmental Funds	109
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	119
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual:	
Tax Certiorari	129
Public Safety Communications System E-911	130
County Road.....	131
Handicapped Parking Education.....	132
MTA Payroll Tax.....	133
District Court	134
Hotel/Motel Tax Culture and History	135
Sewer District #1	136
Sewer District #2	137

Suffolk County, New York
 Comprehensive Annual Financial Report
 For the Fiscal Year Ended December 31, 2011

TABLE OF CONTENTS

Sewer District #3	138
Sewer District #5	139
Sewer District #6	140
Sewer District #7	141
Sewer District #8	142
Sewer District #9	143
Sewer District #10	144
Sewer District #11	145
Sewer District #12	146
Sewer District #13	147
Sewer District #14	148
Sewer District #15	149
Sewer District #18	150
Sewer District #19	151
Sewer District #20	152
Sewer District #21	153
Sewer District #22	154
Sewer District #23	155
Sewer District #28	156
Workforce Investment Revenue	157
Medicaid Compliance	158
Suffolk County Water Protection.....	159
Combining Statement of Fiduciary Net Assets – Private-Purpose Trusts	160
Combining Statement of Changes in Fiduciary Net Assets – Private-Purpose Trusts	161
Combining Statement of Fiduciary Assets and Liabilities – Agency Funds	162
Combining Statement of Changes in Fiduciary Assets and Liabilities – Agency Funds	164

STATISTICAL SECTION

Financial Trends:	
Net Assets by Component.....	168
Changes in Net Assets.....	169
Fund Balances, Governmental Funds.....	171
Changes in Fund Balances, Governmental Funds.....	172
Revenue Capacity:	
Assessed Value and Actual Value of Taxable Property	173
Direct and Overlapping Property Tax Rates	174
Principal Property Tax Payers.....	175
Property Tax Levies and Collections	176
Taxable Sales by Category.....	177
Direct and Overlapping Sales Tax Rates.....	178
Debt Capacity:	
Ratios of Outstanding Debt by Type.....	179
Pledged-Revenue Coverage	180
Ratios of General Bonded Debt Outstanding and Legal Debt Margin.....	181
Demographic and Economic Information:	
Demographic and Economic Statistics.....	182
Principal Employment Sectors.....	183
Operating Information:	
Full-Time Equivalent County Employees by Function/Program	184
Operating Indicators by Function/Program.....	185
Capital Asset Statistics by Function/Program.....	188

INTRODUCTORY SECTION

COUNTY OF SUFFOLK



OFFICE OF THE COUNTY COMPTROLLER

JOSEPH SAWICKI, JR.
Comptroller

June 26, 2012

Taxpayers of Suffolk County
Members of the Legislature
Suffolk County Executive
Suffolk County Treasurer

Suffolk County is required to undergo an annual Single Audit in conformity with the provisions of the United States Government's Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. To meet this requirement, the Suffolk County Comptroller's Office prepares the required financial reports. It is the policy of the Suffolk County Comptroller to also prepare the Comprehensive Annual Financial Report (CAFR), herein presented for the fiscal year ended December 31, 2011.

Management assumes full responsibility for the completeness and reliability of the information contained in the report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute assurance that the financial statements are free of any material misstatements.

Ernst & Young LLP, Certified Public Accountants, has issued an unqualified ("clean") opinion on Suffolk County's financial statements for the year ended December 31, 2011. This independent auditor's report is located at the front of the financial section of this report.

The independent audit of the financial statements of Suffolk County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards for Single Audit engagements required the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements with special emphasis on internal controls and legal requirements, involving the administration of federal awards. These reports are available in Suffolk County's separately issued Single Audit Report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

H. LEE DENNISON BUILDING • 100 VETERANS MEMORIAL HIGHWAY • P.O. BOX 6100 • HAUPPAUGE, NY 11788-0099
(631) 853-5040 Fax (631) 853-5057

Taxpayers of Suffolk County
Members of the Legislature
Suffolk County Executive
Suffolk County Treasurer
June 26, 2012

Profile of the Government

Suffolk County was established on November 1, 1683, as one of the ten original counties of what became the State of New York. Suffolk County comprises the eastern two-thirds of Long Island and, with a 2011 population of 1,498,816, contains slightly more than one-half the population of Long Island. Suffolk County's western border is approximately 15 miles from the eastern border of the City of New York and the County is bordered by Nassau County to the west, Long Island Sound to the north and the Atlantic Ocean to the south and east. It covers an area of approximately 911 square miles of land.

Since 1960, Suffolk County has operated under a charter form of government that provides for an executive administration of County affairs. On January 1, 1970, an 18-member County Legislature was organized, consisting of representatives elected from 18 districts of approximately equal population, based upon the most recently completed Federal Census. In 2007, a Charter Law was enacted establishing a non-partisan Reapportionment Commission to provide a fair and objective process by which future legislative districts will be reapportioned.

The County Legislature is the principal policy-making body of the County, and its members are elected to two-year terms. The County Executive, who heads the executive branch of the County, and the County Comptroller, who is the Chief Fiscal Officer of the County, are each elected to four-year terms. The County Treasurer is also elected to a four-year term and is responsible for the receipt and custody of all County funds.

Suffolk County's charter specifies that it provide certain services, including police and law enforcement, economic assistance, health and nursing services, education, home and community services, transportation and maintenance of County roads, parks and waterways. Suffolk County is financially accountable for Suffolk County Community College, Suffolk Regional Off-Track Betting Corporation, the Suffolk County Industrial Development Agency, and the Suffolk County Economic Development Corporation, all of which are reported separately within Suffolk County's financial statements. Additional information on all four of these legally separate entities can be found in the notes to the financial statements (See Note I.A.).

The annual budget serves as the foundation for Suffolk County's financial planning and control. Prior to September 19, the County Executive submits proposed operating budgets to the County Legislature for the General and Budgeted Special Revenue Funds for the fiscal year commencing on the following January 1. The operating budgets include proposed expenditures and the means of financing them. Public hearings are conducted at locations throughout the County to obtain taxpayer comments on the proposed budgets. The budgets are legally enacted either by passage of a legislative resolution prior to November 10, or automatically based on provisions in the County Charter if no resolution is passed by November 10. Total expenditures of each department within the General Fund and 32 of 48 Special Revenue Funds may not legally exceed budgeted amounts for such departments after the adoption of the budget by the County Legislature unless approved by the County Legislature. Thus, the level of budget control is exerted at the departmental level. However, the County Executive is authorized to transfer certain budgeted amounts: \$100,000 or 10 percent of any unencumbered budgeted free balance, whichever is greater, without approval of the County Legislature. Budget-to-actual comparisons are provided for each individual governmental fund report in the financial statement which adopts an appropriated annual budget. For the general fund and major special revenue funds, this

Taxpayers of Suffolk County
Members of the Legislature
Suffolk County Executive
Suffolk County Treasurer
June 26, 2012

comparison is presented on pages 37 to 40 as part of the basic financial statements for the governmental funds. For nonmajor special revenue funds with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 129.

Local economy

After remaining stable throughout most of 2008, employment growth in the Nassau-Suffolk region turned negative in 2009. In January 2012, there were 709,600 employed residents in the County. This is a decrease of 1,500 (down .2%) from the number of residents employed in January 2011, or equal to January 2003 employment levels. The sectors that posted the largest employment gains between January 2011 and January 2012 were leisure and hospitality, (up 5%), professional and business services (up 4.8%), and financial activities (up 3.6%). However, other sectors experienced job losses during this period. The total number of jobs in construction declined 5.4%; the information sector declined 3.3%; and jobs in the government sector declined 1.3%.

The number of businesses situated in the County continued to rise modestly through 2011. By the second quarter of 2011, more than 50,600 business establishments were located in the County. This represents an all-time high for the County and a 3% increase since 2006. Small businesses comprise a large portion of the County's business establishments – 63% of the businesses in the County employ fewer than five persons and 79% employ fewer than ten persons. Only twenty seven businesses in the County employ 1,000 or more persons.

The County is well positioned to support the growth of high technology industry. It is home to Brookhaven National Laboratory, an atomic energy research facility that employs 3,150 people. In 2007, the Laboratory completed construction of its 94,000 square foot Center for Functional Nanomaterials at a cost of \$81 million which was funded by the U.S. Department of Energy. Now under construction is the Laboratory's National Synchrotron Light Source II facility also being funded by the U.S. Department of Energy at a cost of \$912 million. When the facility is fully functional in 2015, it will provide unprecedented precision high-intensity light beams for use in medical, energy, and material research. Stony Brook University manages the Long Island High Technology Incubator, which aids the growth of new technologically innovative companies by providing them with support resources and services. The University also operates two New York State Centers for Advanced Technology, one in Medical Biotechnology, and another in Sensor Technologies. In 2008, the University, in collaboration with National Grid Corporation, opened its Advanced Energy Research and Technology Center. The County is already home to a number of high technology firms, including those in the information services such as Computer Associates, which employs 1,600 people in Islandia. Efforts by high tech firms to commercialize new technologies in areas such as advanced materials, superconductors, advanced semiconductor devices, artificial intelligence, and biotechnology have been successful and are expected to spur future employment growth in the County. Moreover, many high-technology firms in the County have potentially exportable products and these exports are likely to become an important engine of economic growth for the County. In 2011, the State Legislature authorized the expansion of the Broad Hollow Bioscience Park, a research park that works in conjunction with Cold Spring Harbor Laboratory to develop small biotech companies.

The County has a substantial office building market. More than 25 million square feet of non-government office buildings are located in the County. This figure includes 3.8 million square

Taxpayers of Suffolk County
Members of the Legislature
Suffolk County Executive
Suffolk County Treasurer
June 26, 2012

feet of new office space which has been constructed since 2002. Construction of an additional 2.3 million square feet of office space has been proposed for the future. The demand for office space in the County has weakened over the past two years. According to CB Richard Ellis, Inc., the office vacancy rate in the County was 17.6% in the fourth quarter of 2011, which represents a decrease of 2.1 percentage points from the same period in 2010. Additionally, the Long Island office space rental market continues to outperform those of New Jersey and Fairfield County, Connecticut although the County vacancy rate was somewhat higher than in Westchester County, New York. The average office space rental rate in the County held nearly steady at \$23.90 per square foot in the fourth quarter of 2011, a decline of just .3% from the same period in 2010.

The Route 110 “Corridor” in western Suffolk County is a hub of the Long Island business community. Melville alone has 9.5 million square feet of major office space and there are over 1,500 acres of light industrial user development in Melville and East Farmingdale. Melville is home to many corporate headquarters including Newsday, Henry Schein, and Sbarro. Canon USA is currently constructing a new 688,000 square foot building in Melville that will house more than 1,100 employees.

The industrial market in the County remains strong. According to Grubb & Ellis, the County has significant industrial space totaling 92 million square feet. Most of the space is general industrial space, but a large portion is comprised of warehouse and distribution facilities and a smaller portion is considered research and development/flex space. The largest concentration of industrial space in the County is located in Hauppauge and in the area around MacArthur Airport in Ronkonkoma and Bohemia. Development has begun on 58 County-owned acres at Gabreski Airport in Westhampton Beach. This \$43 million proposed development includes 433,000 square feet for light industry, research and development office space and an onsite hotel. According to Grubb & Ellis, Long Island’s 5.7% industrial vacancy rate in the third quarter of 2011 was the third best of the 60 largest industrial markets in the nation.

There are 308 hotels, motels, and inns located in the County. Together, these properties offer over 12,000 rooms for lodging. Approximately one-fifth of these rooms are seasonal since they are only available for half the year in the warmer months, and are primarily located in eastern Suffolk County. Since 2006, there has been an increase of more than 1,000 lodging rooms in the County, primarily in western Suffolk increasing the total number of rooms by over 10% over the past 5 years.

The County is a major retail market, as evidenced by \$35 billion in sales reported in 2009. According to the publication Demographics Now, 2009 retail sales per household in the County amounted to \$74,125 ranking it among the highest markets in the country. According to the Suffolk County Department of Planning calculations, shopping center space in the County totals 40 million square feet. There are three regional malls and two regional outlet shopping centers located in the County. The newest regional outlet shopping center is the 805,000 square foot Tanger Outlet Center at the Arches located in Deer Park which opened in 2008.

Agricultural production in the County was valued at \$243 million in 2007 (the most recent figure available), representing the highest amount of agricultural production attributed to any county in New York State at that time. This high value of agricultural production is partially due to some farmers converting to the high value production of sod, grapes, and nursery plants. The fishing industry (through commercial and sport fishing) and the shellfish industry (primarily clams and oysters) are also important sources of employment and income in the east end of the County.

Taxpayers of Suffolk County
Members of the Legislature
Suffolk County Executive
Suffolk County Treasurer
June 26, 2012

In 2009, a \$450 million 350 megawatt gas-powered electric power plant began operations in Yaphank. Significant new industrial space has been added in Yaphank in recent years, including a 265,000 square foot building built in 2010 for Claire Rose beverage distributors. Construction was completed in 2011 on a \$40 million privately funded Brookhaven Rail Terminal in Yaphank. In addition, a 400,000 square foot greenhouse is being constructed to house a \$35 million hydroponic farm.

New residential construction in the County has slowed considerably since 2005. The number of new housing units authorized by building permit decreased from 1,396 in 2008 to 990 in 2009 and 971 in 2010. New housing construction permits issued in 2011 totaled 857, 12% lower than the number issued in 2010. Residential construction in 2011 was valued at \$318 million, down 16% from 2010 and 72% lower than the record high value which was recorded in 2005.

Statistics indicate that the housing market on Long Island has fared better in the current economic downturn than markets in many other parts of the country. As reported by the New York State Association of Realtors, home prices in the County increased dramatically (between 12% and 22%) each year between 2000 and 2005. Prices then held steady through 2007 and have been on the decline since then. Home prices declined by 10% in 2009 and by 2% in 2010. Prices declined by an additional 5% in 2011. As of February 2012, the median selling price of a home in the County was \$320,000, up 2% from the median price in February 2011. Home values in the County are expected to remain high relative to national figures, as the area remains a desirable residential location. County home prices in the 4th quarter of 2011 remained 93% higher than the national median.

As of December 2011, Suffolk County's labor force was estimated to total 775,200. Those employed totaled 719,700. The County's average unemployment rate for 2011 was 7.4%, whereas, a year ago, it was 7.6%. During the past 10 years, Suffolk County experienced its lowest unemployment rate in 2007 (3.9%) and its highest unemployment rate last year (7.6%). Suffolk County's unemployment rate compares favorably on both a regional and national basis. For 2011, Suffolk's rate of 7.4% was lower than the overall U.S. rate of 8.9%, the overall N.Y. State rate of 8.2%, and the N.Y. City rate of 9.0%. Suffolk's rate was somewhat higher than Nassau County's 6.7% rate. The New York State Department of Labor is projecting a 2.7% increase in employment between 2006 and 2016 for the Long Island Region. This would equate to a projected labor force of 774,000 by 2016. Suffolk County's population growth, similarly, is expected to increase from 2005 through 2015 by approximately 2.0% (from 1,483,396 to 1,513,300).

Long-term financial planning

Suffolk County, like many governments across the country, is experiencing fiscal challenges as a result of the lingering effects of the financial crisis. However, Suffolk County is committed to restoring financial stability by implementing a fiscal plan that balances providing the public with needed services and responsible spending.

In 2012, the County has undertaken a number of cost saving strategies and revenue generating initiatives as part of their deficit reduction plan. Cost saving initiatives, such as phasing out the County's Living Wage subsidy and reducing worker's compensation medical costs through competitive procurement have been adopted by the County. The County has received approval

Taxpayers of Suffolk County
Members of the Legislature
Suffolk County Executive
Suffolk County Treasurer
June 26, 2012

from NYS to enhance their Red Light Safety Program by adding an additional 50 intersections, which will improve public safety and generate recurring revenues for the County.

Additional initiatives being pursued by the County Administration which will have a current and long term financial impact include:

- Applying for NYS approval for the Creation of a Traffic and Parking Violations Bureau within Suffolk County.
- The development of a Performance Management Team to improve efficiencies and reduce costs without impacting essential services.
- Federally Qualified Health Center (FQHC) status has been implemented for one of the County's Health Centers and is being extended to others. The FQHC designation will allow for Federal Aid in the form of cash grants, cost-based reimbursement for Medicaid eligible patients, and access to deeply discounted prescription drugs.

Suffolk County has vast potential in the area of economic development. The County's Administration has created a new Department of Economic Development and Planning to pursue the following economic development initiatives:

- Accelerate Long Island is a private public partnership that partners scientific research institutions with local companies in an effort to commercialize new scientific research.
- Innovation Zones provides streamlined permit processing and competitive tax incentives.
- Connect Long Island facilitates development of new housing and retail near transportation hubs by working in cooperation with local towns and villages.

Relevant financial policies

Larger than anticipated fund balances, to the largest extent possible, should be conserved in reserve funds or used to reduce recurring costs. Non-recurring revenues should not, as a general principle of budgeting, be used to expand the level of on-going, recurring expenses.

Major initiatives

Construction of a new correctional facility in Yaphank, mandated by the State Commission of Correction, will have an impact on the Operating Budget because of the costs of the debt service payments resulting from financing the project and the operating costs associated with running the new jail. The cost of the new jail is estimated to total to \$239,982,770. The County has budgeted funds in the 2012 Capital budget for this project in the total amount of \$4,300,000 to continue the planning, design, and supervision. To complete the project, it will be necessary to budget an estimated \$53,827,500 in years subsequent to 2014.

The County has budgeted in the 2012 Capital budget for continued restoration and renovations of the Supreme Court complex, which is being relocated to Riverhead from the Cohalan Court Complex in Islip. This will allow space for District Court judges in outlying courts to relocate to Cohalan. The total cost of this project is estimated at \$47,495,000.

Taxpayers of Suffolk County
Members of the Legislature
Suffolk County Executive
Suffolk County Treasurer
June 26, 2012

In 2011, the County continued a major initiative to strengthen and improve County roads. The project entails both the surface and structural improvements to County roadways. It also entails the repair of related appurtenances such as drainage and curbs. Preventive maintenance work is necessary to provide for safe highways and to mitigate against costly reconstruction. The cost of the County road project is estimated to total \$50,695,000. The County had budgeted funds in the 2011 capital budget for this project in the total amount of \$6,000,000 for construction. Another \$4,500,000 is budgeted in 2012, and \$4,300,000 and \$4,450,000 is budgeted for 2013 and 2014 respectively. Subsequent to 2014, an additional \$4,600,000 is expected to be budgeted.

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Suffolk County for its CAFR for the fiscal year ended December 31, 2010. This was the twenty-eighth consecutive year that the County received this prestigious award. In order to be awarded a Certificate of Achievement, the County published an easily readable and efficiently organized CAFR. This report satisfied both accounting principles generally accepted in the United States and applicable legal requirements.

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 preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the County Comptroller's Office. I would like to express my appreciation to all members of this office who assisted and contributed to its preparation. Credit must also be given to the respective budget offices of the County Executive and the County Legislature, and to the staff of the County Treasurer for their support and for maintaining high standards of professionalism in the management of Suffolk County's finances.

Respectfully submitted,



Joseph Sawicki, Jr.
County Comptroller

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Suffolk County
New York

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

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.



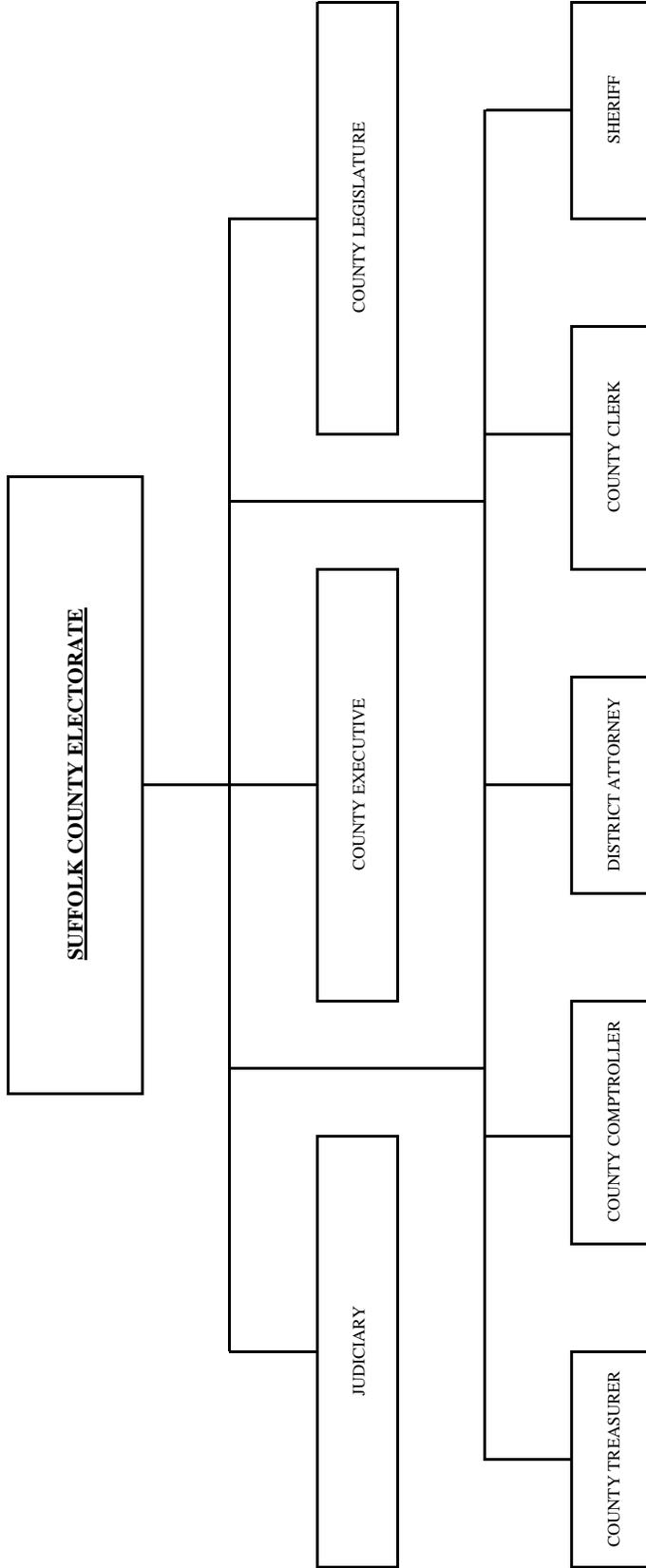
Linda C. Davison

President

Jeffrey R. Enos

Executive Director

SUFFOLK COUNTY ORGANIZATIONAL CHART



SUFFOLK COUNTY, NEW YORK

List of Principal Officials

At December 31, 2011

Suffolk County Legislature

District

1 st	Edward P. Romaine
2 nd	Jay Schneiderman
3 rd	Kate M. Browning
4 th	Tom Muratore
5 th	Vivian Vilorio-Fisher*
6 th	Sarah S. Anker
7 th	Jack Eddington
8 th	William J. Lindsay**
9 th	Ricardo Montano
10 th	Tom Cilmi
11 th	Thomas F. Barraga
12 th	John M. Kennedy, Jr.
13 th	Lynne C. Nowick
14 th	Wayne R. Horsley
15 th	DuWayne Gregory
16 th	Steven H. Stern
17 th	Louis D'Amaro
18 th	Jon Cooper

County Executive	Steve Levy
County Comptroller	Joseph Sawicki, Jr.
County Treasurer	Angie M. Carpenter
County Clerk	Judith A. Pascale
District Attorney	Thomas J. Spota
Sheriff	Vincent F. DeMarco

Notes:

* Deputy Presiding Officer

** Presiding Officer

FINANCIAL SECTION

Report of Independent Auditors

To the Members of the Audit Committee
Suffolk County, New York

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Suffolk County, New York, as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Suffolk County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Suffolk County Regional Off-Track Betting Corporation, the Suffolk County Community College, the Suffolk County Economic Development Corporation and the Suffolk County Industrial Development Agency, which are included as discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us and, our opinion, insofar as it relates to the amounts included for such component units, is based solely on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. We were not engaged to perform an audit of the County's internal control over financial reporting. Our audit included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Suffolk County, New York, as of December 31, 2011, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund and Special Revenue Funds for the year then ended in conformity with U.S. generally accepted accounting principles.

As discussed in Note I. G., the County adopted Governmental Accounting Standards Board Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, during 2011.

Accounting principles generally accepted in the United States require that management's discussion and analysis and the schedule of funding progress, on pages 17 to 28, and page 101, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Suffolk County's basic financial statements. The introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Ernst + Young LLP

June 26, 2012

Management's Discussion and Analysis

As management of Suffolk County, New York, we offer readers of Suffolk County's financial statements this narrative overview and analysis of the financial activities of Suffolk County for the fiscal year ended December 31, 2011. 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 pages 3-9 of this report.

Financial Highlights

- The liabilities of Suffolk County exceeded its assets at the close of the most recent fiscal year by \$849,579,706 (deficit). This amount includes \$500,887,004 in restricted net assets and is net of a deficit of \$2,772,733,312 in unrestricted net assets. Also included as an offset is \$1,422,266,602 that was invested in capital assets net of related debt.
- Suffolk County's total net assets decreased by \$355,059,180.
- As of the close of the current fiscal year, Suffolk County's governmental funds reported combined fund balances of \$401,145,726, a decrease of \$79,689,938 in comparison with the prior year. Approximately 43 percent of this amount, \$174,288,002, is classified within the spendable fund balance categories: restricted of \$500,887,004 and an unassigned deficit of \$326,599,002.
- At the end of the current fiscal year, the unassigned fund deficit for the general fund was \$265,230,197.
- Suffolk County's total bonded debt increased by \$79,279,175 (5.23 percent) during the current fiscal year. The key factor that drove this increase was the issuance of general obligation bonds related to the acquisition of environmentally sensitive land in the amount of \$50 million, which will be defeased through the County's designated ¼ percent sales tax revenue, and the construction of the County's new correctional facility in the amount of \$29 million, which was mandated by NYS.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Suffolk County's basic financial statements. Suffolk County's financial statements comprise three components:

1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

The statement of net assets presents information on all of Suffolk County'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 Suffolk County 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 (e.g., uncollected taxes and earned but unused vacation and sick leave).

Both of the government-wide financial statements distinguish functions of Suffolk County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Suffolk County include general government support, economic assistance and opportunity, public safety, culture and recreation, health, education, home and community services and transportation. The business-type activities of Suffolk County include the John J. Foley Skilled Nursing Facility, the Suffolk Health Plan, Francis S. Gabreski Airport, Regional Economic Development Initiative, and the Suffolk County Ball Park.

The government-wide financial statements include not only Suffolk County itself (known as the primary government), but also a legally separate community college (Suffolk County Community College), a legally separate off-track betting public benefit corporation (Suffolk Regional Off-Track Betting Corporation), a legally separate industrial development public benefit corporation (Suffolk County Industrial Development Agency), and a legally separate not-for-profit local development corporation (Suffolk County Economic Development Corporation) for which Suffolk County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself. The Suffolk Tobacco Asset Securitization Corp. (STASC), although also legally separate, functions for all practical purposes, as a department of Suffolk County, and therefore, has been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 30-32 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. Suffolk County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Suffolk County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Effective January 1, 2010, the County adopted GASB Statement No. 54 Fund Balance Reporting and Governmental Fund Definitions. This new standard introduced new terminology and fund balance classifications for governmental funds. Previously reported reserved and unreserved fund balance classifications have been reclassified and reported as non-spendable, restricted, committed, assigned or unassigned. In addition to the establishment of a new fund balance hierarchy, GASB Statement No. 54 included changes to the previous definitions of governmental funds. Therefore, some funds that legally adopt an annual budget are presented separately on a budgetary basis and are reclassified within the

general fund or a related special revenue fund consistent with Generally Accepted Accounting Principles (GAAP).

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 spending 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.

Suffolk County reports 52 individual governmental funds on a GAAP basis. 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 two special revenue funds (Police District Fund and Suffolk Tobacco Asset Securitization Corp.), and one capital project fund, all of which are considered to be major funds. Data from the other 48 nonmajor governmental funds are combined into a single aggregated presentation. Individual fund data for each of these 48 nonmajor governmental funds is provided in the form of combining statements, which is included with the Combining and Individual Fund Statements and Schedules.

Suffolk County adopts an annual appropriated budget for the general fund and 7 of its components as well as 32 special revenue funds. A budgetary comparison statement has been provided for the general fund and one major special revenue fund to demonstrate compliance with the budget. We have also provided budgetary comparison schedules for 31 nonmajor special revenue funds, which are included with the Combining and Individual Fund Statements and Schedules.

The basic governmental fund financial statements can be found on pages 33-40 of this report.

Proprietary funds. Suffolk County maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Suffolk County uses enterprise funds to account for the Suffolk Health Plan, Suffolk County Ball Park, Francis S. Gabreski Airport, Regional Economic Development Initiative, and the John J. Foley Skilled Nursing Facility.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The basic proprietary fund financial statements can be found on pages 42-46 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 statement because the resources of those funds are not available to support Suffolk County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 48-49 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 53-97 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents The Schedule of Funding Progress pertaining to the County's Post Employment Retirement Healthcare Benefit Plan which is Required Supplementary Information and other Supplemental Information that consists of combining and individual fund statements and schedules on nonmajor funds which can be found on pages 109-165 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. As the following table demonstrates, the County's liabilities exceeded its assets by \$849,579,706 at the close of the most recent fiscal year.

A summary of the County's net assets for 2011 is presented below, together with comparative 2010 information.

	Suffolk County's Net Assets					
	Governmental		Business-type		Totals	
	Activities		Activities			
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Current and other assets	\$ 1,396,507,999	\$ 1,581,675,291	\$ (9,967,457)	\$ (8,119,293)	\$ 1,386,540,542	\$ 1,573,555,998
Capital assets	2,620,873,530	2,495,924,341	71,943,156	72,704,815	2,692,816,686	2,568,629,156
Total assets	4,017,381,529	4,077,599,632	61,975,699	64,585,522	4,079,357,228	4,142,185,154
Long term liabilities						
outstanding	3,870,799,307	3,481,713,879	57,658,106	53,419,445	3,928,457,413	3,535,133,324
Other liabilities	993,984,070	1,093,572,765	6,495,451	7,999,591	1,000,479,521	1,101,572,356
Total liabilities	4,864,783,377	4,575,286,644	64,153,557	61,419,036	4,928,936,934	4,636,705,680
Net assets:						
Invested in capital assets						
net of related debt	1,374,169,740	1,319,589,476	48,096,862	47,527,563	1,422,266,602	1,367,117,039
Restricted	500,887,004	31,598,908	-	-	500,887,004	31,598,908
Unrestricted	(2,722,458,592)	(1,848,875,396)	(50,274,720)	(44,361,077)	(2,772,733,312)	(1,893,236,473)
Total net assets	\$ (847,401,848)	\$ (497,687,012)	\$ (2,177,858)	\$ 3,166,486	\$ (849,579,706)	\$ (494,520,526)

Net assets includes \$1,422,266,602 in capital assets (e.g., land, buildings, machinery, and equipment), reflecting the County's investment in capital assets net of related debt used to acquire those assets that is still outstanding. Suffolk County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

Although Suffolk County's investment 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 these liabilities.

An additional portion of Suffolk County's net assets, \$500,887,004, represents resources that are subject to external restrictions on how they may be used. The remaining balance is a deficit in unrestricted net assets of \$2,772,733,312 which is primarily the result of long-term liabilities being recognized prior to the date on which funding is due.

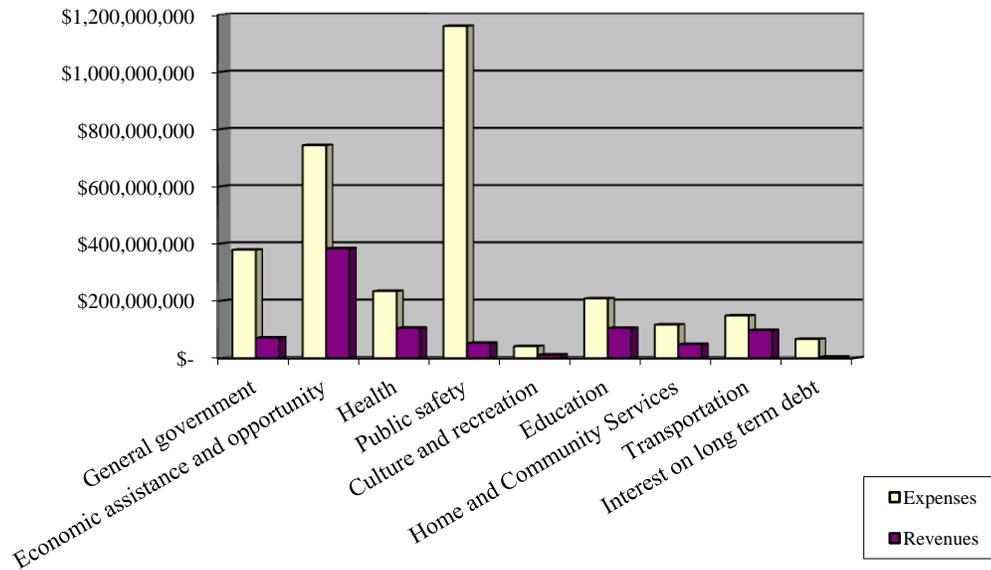
Suffolk County's Changes in Net Assets						
	Governmental Activities		Business-type Activities		Totals	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Revenues:						
Program revenues:						
Charges for services	\$223,809,739	\$200,557,959	\$26,082,495	\$32,190,198	\$249,892,234	\$232,748,157
Operating grants and contributions	593,543,874	574,128,659	9,452,802	-	602,996,676	574,128,659
Capital grants and contributions	61,997,193	71,665,294	3,254,568	8,611,912	65,251,761	80,277,206
General revenues:						
Property taxes	625,428,362	620,621,616	-	-	625,428,362	620,621,616
Sales and use tax	1,180,808,321	1,149,509,891	-	-	1,180,808,321	1,149,509,891
Other, net	50,176,780	52,597,434	1,694,392	1,024,842	51,871,172	53,622,276
Total revenues	<u>2,735,764,269</u>	<u>2,669,080,853</u>	<u>40,484,257</u>	<u>41,826,952</u>	<u>2,776,248,526</u>	<u>2,710,907,805</u>
Expenses:						
General government	377,718,452	417,906,611	-	-	377,718,452	417,906,611
Economic assistance and opportunity	743,587,751	673,057,500	-	-	743,587,751	673,057,500
Health	233,752,880	237,064,203	-	-	233,752,880	237,064,203
Public safety	1,159,846,934	1,112,612,068	-	-	1,159,846,934	1,112,612,068
Culture and recreation	41,536,539	40,458,312	-	-	41,536,539	40,458,312
Education	207,990,520	208,098,023	-	-	207,990,520	208,098,023
Home and community services	116,706,621	118,364,351	-	-	116,706,621	118,364,351
Transportation	148,492,495	142,108,191	-	-	148,492,495	142,108,191
Skilled nursing			32,530,670	33,796,079	32,530,670	33,796,079
Regional Economic Development Initiative			-	29,000	-	29,000
Health plan			523	-	523	-
Ball park			600,949	698,499	600,949	698,499
Gabreski airport			1,865,313	3,762,241	1,865,313	3,762,241
Interest on long term debt	66,678,059	62,216,700	-	-	66,678,059	62,216,700
Total expenses	<u>3,096,310,251</u>	<u>3,011,885,959</u>	<u>34,997,455</u>	<u>38,285,819</u>	<u>3,131,307,706</u>	<u>3,050,171,778</u>
Change in net assets before transfers	(360,545,982)	(342,805,106)	5,486,802	3,541,133	(355,059,180)	(339,263,973)
Transfers	10,831,146	8,594,280	(10,831,146)	(8,594,280)	-	-
Change in net assets	(349,714,836)	(334,210,826)	(5,344,344)	(5,053,147)	(355,059,180)	(339,263,973)
Net assets - beginning	(497,687,012)	(163,476,186)	3,166,486	8,219,633	(494,520,526)	(155,256,553)
Net assets - ending	<u>(\$847,401,848)</u>	<u>(\$497,687,012)</u>	<u>(\$2,177,858)</u>	<u>\$3,166,486</u>	<u>(\$849,579,706)</u>	<u>(\$494,520,526)</u>

The County's net assets decreased by \$355,059,180 during the current fiscal year. Key elements of the decrease are as follows:

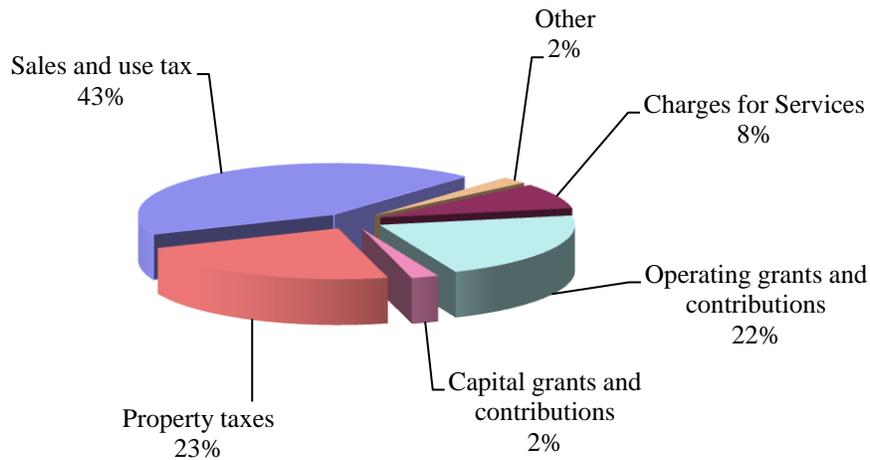
- The liability accrual of \$282 million for post employment benefits, required by GASB 45.
- Long term obligations increased by approximately \$79 million during the year as a result of new debt issues in the amount of \$29 million for the construction of the correctional facility in Yaphank, and approximately \$50 million for land preservation. Debt service for the land preservation is paid from a designated ¼ percent sales tax revenue stream.

Governmental activities. Governmental activities decreased the County’s net assets by \$349,714,836. The decrease is attributable to the liability accrual of \$276 million for post employment benefits and an increase in long term obligations of \$81 million.

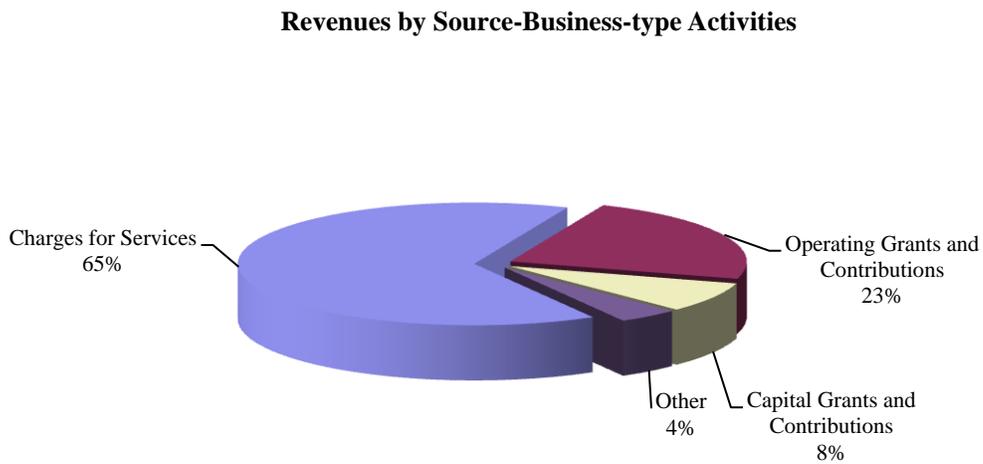
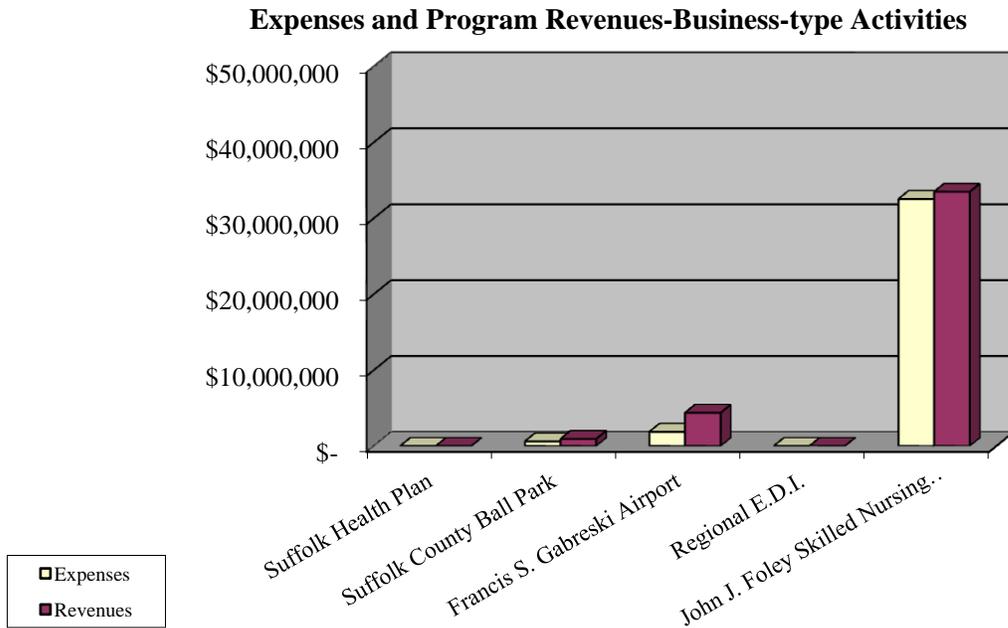
Expenses and Program Revenues-Governmental Activities



Revenues by Source-Governmental Activities



Business-type activities. Business-type activities decreased the County’s net assets by \$5,344,344. The key factor of the decrease was the liability accrual of \$6 million for post employment benefits.



Financial Analysis of the County's Funds

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

Governmental funds. The focus of Suffolk County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable and non-spendable* resources. Such information is useful in assessing Suffolk County's financing requirements.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$401,145,726, a decrease of \$79,689,938 in comparison with the prior year. The County categorizes this fund balance by spendable fund balance (\$174,288,002) and non-spendable fund balance (\$226,857,724). Additionally, spendable fund balance is classified based on the County's obligation to honor constraints on the specific purposes for which amounts in those funds can be spent. Of the total spendable fund balance, \$500,887,004 is restricted to indicate that these resources can be expended only for a specific purpose through an externally imposed constraint. The most significant of these restrictions are for the purposes of: (1) Home and community services (\$279,104,696), (2) Debt service (\$79,551,342), (3) Environmental protection (\$39,857,211), and (4) Transportation (\$37,108,511).

The general fund is the chief operating fund of Suffolk County. At the end of the current fiscal year, unassigned fund balance of the general fund on a GAAP basis amounted to a deficit totaling \$265,230,197 while total fund balance amounted to a deficit totaling \$166,749,243.

The fund balance of Suffolk County's general fund decreased by \$125,264,010. The decrease to the general fund balance is primarily attributable to the accounting for the sale of future tobacco settlement revenues to STASC, in accordance with GASB 48 which amounted to \$35.6 million and increases in expenditures for economic assistance, NYS pension, and public safety.

The police district fund has a total fund deficit of \$51,347,566. The police district total fund deficit increased during the current year by \$14,559,469. The increase in fund deficit is attributed principally to an increase in the level of employee benefits expenditures, due to increasing pension costs.

The capital fund has a total fund balance of \$142,620,750. The capital fund total fund balance increased during the current year by \$39,496,711. The increase is attributed to a decrease in the capital outlay expenditures, primarily due to the fact that the construction of the new correctional facility is nearing completion and the County has completed the project to replace a portion of their public transit vehicles.

The Suffolk Tobacco Asset Securitization Corporation (STASC) is a blended component unit of the County and had a fund balance of \$211,964,831. The fund balance of STASC decreased by \$5,615,815. The decrease is attributed primarily to the amortization of the deferred charge related to the 2008 purchase of the County's future tobacco settlement revenues.

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

Unrestricted net assets/(deficit) of the Suffolk Health Plan, Suffolk County Ball Park, Francis S. Gabreski Airport, Regional Economic Development Initiative, and John J. Foley Skilled Nursing Facility at the end of the year amounted to \$0, \$705,474, (\$4,606,295), \$28,948, and (\$46,402,847), respectively. The Suffolk Health Plan, which sold their membership roster during 2008, had a decrease in net assets for the year of \$676,534, whereas the Suffolk County Ball Park had an increase of \$329,300, Francis S. Gabreski Airport had an increase of \$1,859,804, Regional Economic Development Initiative had an increase in net assets for the year of \$28,901, and John J. Foley Skilled Nursing Facility had a decrease of \$6,885,815.

General Fund Budgetary Basis Highlights

Differences between the original and final amended budget for expenditures resulted in a slight increase of .78 percent, (\$13.7 million increase in appropriations) and can be briefly summarized as follows:

- \$23.2 million increase to economic assistance and opportunity expenditures, largely due to the lingering effects of local economic challenges and declines in the Federal Medicaid Assistance Percentage (FMAP).
- \$6.2 million decrease to health expenditures, chiefly related to reductions and changes in services provided by health centers.
- \$10.5 million increase to public safety expenditures relating to the sheriff's department. The increase resulted from overtime costs and out of County placement of inmates, driven by the County's historically high inmate population and increased expenditures for labor contract settlements.
- \$12.8 million decrease to education expenditures, mainly due to a decrease in enrollment in the County's children with special needs program.

Overall during the year, expenditures were more than budgetary estimates, resulting in an actual decrease in fund balance amount by \$19,229,295. The major variances resulting in this decrease were attributable to the following revenues not meeting budgetary estimates:

- Sale of a \$12 million land parcel.
- Property tax revenue in the amount of \$8 million.

Capital Asset and Debt Administration

Capital assets. Suffolk County's investment in capital assets for its governmental and business-type activities as of December 31, 2011, amounts to \$2,692,816,686 (net of accumulated depreciation). This investment in capital assets includes land, development rights, buildings, improvements, vehicles and equipment, roads, bridges, and sewer facilities. The total net increase in the County's investment in capital assets for the current fiscal year was 4.83 percent (a 5.01 percent increase for governmental activities and a 1.05 percent decrease for business-type activities).

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

- The New York State Commission of Correction has mandated the construction of a new correctional facility in Yaphank. The total cost of constructing the facility is estimated at \$239,982,770. Construction in progress as of the close of the fiscal year reached \$168,745,194. Of this amount, \$37,466,109 was spent in 2011.
- Major renovations of the civil court building and courthouse annex are nearing completion at the County Civil Court Complex in Riverhead. The total appropriation for renovations is \$46,395,000. Phase III of the renovations will include restoration/weatherproofing of three older court buildings. Construction in progress as of the close of the fiscal year reached \$44,939,352. A total of \$73,325 was spent in 2011. These renovations will enable the Supreme Court to relocate to Riverhead from the Cohalan Court Complex in Islip and District Court judges in outlying courts will be permanently relocated to Cohalan.
- Construction of a new 40,000 square foot Fourth Police Precinct is nearing completion at the Hauppauge North County Complex. The total cost of constructing of the precinct is estimated at \$17,500,000. Construction in progress as of the close of the fiscal year reached \$17,203,989. A total of \$81,945 was spent in 2011. The building construction is in accordance with the Green Building Rating System known as Leadership in Energy and Environmental Design (LEED).
- Land was acquired during 2011 pursuant to various land preservation and protection programs at a cost of \$52.0 million. In addition, \$5.3 million was spent for the acquisition of farmland development rights.
- Various road construction projects to strengthen and expand the County's existing roadways began or continued in 2011. Construction in progress as of the close of the fiscal year reached \$148.1 million. In addition, \$29.2 million was transferred to infrastructure upon completion of the construction projects during 2011.

Suffolk County's Capital Assets
(net of depreciation)

	Governmental activities		Business-type activities		Totals	
	2011	2010	2011	2010	2011	2010
Land	\$816,768,858	\$764,758,670	\$22,092,831	\$22,092,831	\$838,861,689	\$786,851,501
Development rights	220,699,156	215,432,741	-	-	220,699,156	215,432,741
Historic buildings	4,607,607	4,607,607	-	-	4,607,607	4,607,607
Buildings	264,395,750	275,066,438	28,125,556	29,936,793	292,521,306	305,003,231
Improvements other than buildings	27,584,449	28,889,897	5,114,237	4,863,462	32,698,686	33,753,359
Vehicles and equipment	127,763,189	136,464,551	1,496,302	1,875,429	129,259,491	138,339,980
Infrastructure	552,133,033	539,499,630	-	-	552,133,033	539,499,630
Construction in progress	606,921,488	531,204,807	15,114,230	13,936,300	622,035,718	545,141,107
Total	\$2,620,873,530	\$2,495,924,341	\$71,943,156	\$72,704,815	\$2,692,816,686	\$2,568,629,156

Additional information on Suffolk County's capital assets can be found in note III.C., on pages 76-79 of this report.

Long-term debt. At the end of the current year, Suffolk County had total bonded debt outstanding of \$1,596,239,771. The general obligation bonds are backed by the full faith and credit of the County. STASC issued series 2008 asset-backed bonds that are not backed by the full faith and credit of the County.

Suffolk County's Outstanding Debt
Bonds

	Governmental activities		Business-type activities		Totals	
	2011	2010	2011	2010	2011	2010
General obligation debt	\$1,198,073,217	\$1,099,451,165	\$11,673,713	\$11,471,563	\$1,209,746,930	\$1,110,922,728
Advance refunding debt	118,435,522	144,484,532	13,029,719	15,054,737	131,465,241	159,539,269
STASC	255,027,600	246,498,599	-	-	255,027,600	246,498,599
Total bonds payable	\$1,571,536,339	\$1,490,434,296	\$24,703,432	\$26,526,300	\$1,596,239,771	\$1,516,960,596

Suffolk County's total bonded debt increased by \$79,279,175 (5.23 percent) during the current fiscal year.

Suffolk County maintains an "A+" rating with a stable outlook from Standard & Poor's, an "A+" rating with a negative outlook from Fitch and an "A1" rating with a negative outlook from Moody's for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 7 percent of the average full valuation of taxable real estate of the County for the most recent five-year period. The current debt limitation for Suffolk County is \$20,274,773,728 which is significantly in excess of Suffolk County's outstanding general obligation debt. The County has \$512,343,000 in bonds authorized, but un-issued.

Additional information on Suffolk County's long-term debt can be found in note III.G., on pages 84-90 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Suffolk County is currently 7.4 percent, which is a slight decrease from a rate of 7.6 percent a year ago. This compares favorably to the state's average unemployment rate of 8.2 percent and the national average rate of 8.9 percent.
- The vacancy rate of office properties located in the County over the past three years is 19.9, 20.3, and 17.6 percent for years 2009, 2010, and 2011, respectively.
- During 2011, inflationary trends in the region were slightly lower than national indices. The annual 2011 NY metro area regional Consumer Price Index (CPI) was 2.8 percent, whereas the U.S. city annual CPI was 3.2 percent.

All of these factors were considered in preparing the County's budget for the 2012 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Comptroller, H. Lee Dennison Building, 100 Veterans Memorial Highway, P.O. Box 6100, Hauppauge, N.Y. 11788-0099.

BASIC FINANCIAL STATEMENTS

SUFFOLK COUNTY, NEW YORK

Statement of Net Assets

December 31, 2011

	Primary Government		Totals	Component Units
	Governmental Activities	Business - Type Activities		
Assets				
Current assets:				
Cash and cash equivalents	\$ 515,370,371	\$ 1,618,476	\$ 516,988,847	\$ 62,121,863
Investments	71,324,045	548,438	71,872,483	11,214,442
Property tax receivable, net of allowance for estimated uncollectibles of \$ 13,940,627	199,489,767	-	199,489,767	-
Accounts receivable, net	-	-	-	4,957,508
Due from:				
New York State and federal sources:				
Programs of assistance	109,460,026	-	109,460,026	-
Grants-in-aid	149,134,402	5,870,757	155,005,159	-
Sales tax	141,428,919	-	141,428,919	-
Other	-	-	-	1,703,211
Towns	138,925,326	-	138,925,326	-
Component units	9,319,225	-	9,319,225	-
Internal balances	25,890,277	(25,890,277)	-	-
Other receivables	33,008,390	7,353,634	40,362,024	4,195,084
Prepays	11,807	-	11,807	-
Total current assets	<u>1,393,362,555</u>	<u>(10,498,972)</u>	<u>1,382,863,583</u>	<u>84,192,108</u>
Noncurrent assets:				
Restricted:				
Cash and cash equivalents	-	108,801	108,801	1,963,936
Investments	-	-	-	13,853,282
Other receivables	-	390,825	390,825	1,489,728
Deferred bond issuance cost	3,145,444	31,889	3,177,333	-
Capital assets:				
Nondepreciable	1,648,997,109	37,207,061	1,686,204,170	8,010,782
Depreciable, net	971,876,421	34,736,095	1,006,612,516	128,669,123
Other	-	-	-	147,288
Total noncurrent assets	<u>2,624,018,974</u>	<u>72,474,671</u>	<u>2,696,493,645</u>	<u>154,134,139</u>
Total assets	<u>4,017,381,529</u>	<u>61,975,699</u>	<u>4,079,357,228</u>	<u>238,326,247</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Statement of Net Assets
December 31, 2011

	Primary Government			Component Units
	Governmental Activities	Business - Type Activities	Totals	
Liabilities				
Current liabilities:				
Accounts payable and accrued liabilities	\$ 371,651,620	\$ 3,628,941	\$ 375,280,561	\$ 26,245,071
Contract retainage payable	6,603,712	4,250	6,607,962	-
Accrued interest payable	11,951,749	-	11,951,749	-
Notes payable	425,126,000	-	425,126,000	-
Due to:				
Component units	1,280	-	1,280	-
Primary government	-	-	-	9,948,155
Other unearned revenue, restricted	16,051,609	-	16,051,609	24,837,156
Current portion of noncurrent liabilities:				
Accumulated vacation and sick leave	21,049,608	87,046	21,136,654	2,861,948
Estimated liability for claims	36,936,752	-	36,936,752	-
Obligations under capital leases	440,503	-	440,503	-
Mortgage payable	-	-	-	251,092
Long-term obligations	101,700,244	2,775,214	104,475,458	6,789,472
Due to NYS retirement system	2,470,993	-	2,470,993	2,142,158
Total current liabilities	<u>993,984,070</u>	<u>6,495,451</u>	<u>1,000,479,521</u>	<u>73,075,052</u>
Noncurrent liabilities:				
Funds held in trust	-	390,825	390,825	-
Accumulated vacation and sick leave	393,940,761	1,629,063	395,569,824	26,144,378
Estimated liability for claims	590,051,487	-	590,051,487	-
Obligations under capital leases	2,421,607	-	2,421,607	-
Mortgage payable	-	-	-	5,354,141
Long-term obligations	1,469,836,095	21,928,218	1,491,764,313	103,669,745
Due to NYS retirement system	16,609,357	-	16,609,357	815,187
Obligation for postemployment benefits other than pensions	1,397,940,000	33,710,000	1,431,650,000	133,988,746
Total noncurrent liabilities	<u>3,870,799,307</u>	<u>57,658,106</u>	<u>3,928,457,413</u>	<u>269,972,197</u>
Total liabilities	<u>4,864,783,377</u>	<u>64,153,557</u>	<u>4,928,936,934</u>	<u>343,047,249</u>
Net Assets				
Invested in capital assets, net of related debt	1,374,169,740	48,096,862	1,422,266,602	28,289,257
Restricted for:				
Capital projects	-	-	-	11,167,425
General government support	12,123,717	-	12,123,717	-
Economic assistance & opportunity	2,070,693	-	2,070,693	-
Health	149,888	-	149,888	-
Public Safety	21,731,848	-	21,731,848	-
Culture and recreation	8,688,242	-	8,688,242	-
Education	6,619,820	-	6,619,820	-
Home and community services	279,104,696	-	279,104,696	-
Transportation	37,108,511	-	37,108,511	-
General liability claims	2,055,902	-	2,055,902	-
Employee health claims	970,817	-	970,817	-
Debt service	79,551,342	-	79,551,342	-
Environmental protection	39,857,211	-	39,857,211	-
Retirement contribution	10,587,566	-	10,587,566	-
Tourism and recreation	266,751	-	266,751	-
Unrestricted (deficit)	(2,722,458,592)	(50,274,720)	(2,772,733,312)	(144,177,684)
Total net assets	<u>\$ (847,401,848)</u>	<u>\$ (2,177,858)</u>	<u>\$ (849,579,706)</u>	<u>\$ (104,721,002)</u>

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

SUFFOLK COUNTY, NEW YORK
Statement of Activities
For the Year Ended December 31, 2011

Functions/Programs	Net (Expenses) Revenue and Changes in Net Assets						Component Units
	Program Revenues			Primary Government			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	
Primary Government:							
Governmental activities:							
General government support	\$ 377,718,452	\$ 58,644,705	\$ 11,504,009	\$ 1,177,817	\$ (306,391,921)	\$ -	\$ -
Economic assistance and opportunity	743,587,751	32,587,000	350,560,660	-	(360,440,091)	-	(360,440,091)
Health	233,752,880	28,995,761	76,152,328	158,733	(128,446,058)	-	(128,446,058)
Public safety	1,159,846,934	30,045,251	20,923,007	1,673,652	(1,107,205,024)	-	(1,107,205,024)
Culture and recreation	41,536,539	10,585,393	849,186	14	(30,101,946)	-	(30,101,946)
Education	207,990,520	2,398,361	95,113,477	7,701,222	(102,777,460)	-	(102,777,460)
Home and community services	116,706,621	38,077,109	10,349,739	62,911	(68,216,862)	-	(68,216,862)
Transportation	148,492,495	18,315,796	28,091,468	51,222,844	(50,862,387)	-	(50,862,387)
Interest on long-term debt	66,678,059	4,160,363	-	-	(62,517,696)	-	(62,517,696)
Total governmental activities	<u>3,096,310,251</u>	<u>223,809,739</u>	<u>593,543,874</u>	<u>61,997,193</u>	<u>(2,216,959,445)</u>	<u>-</u>	<u>(2,216,959,445)</u>
Business-type activities:							
John J. Foley Skilled Nursing Facility	32,530,670	24,033,145	9,452,802	-	-	955,277	955,277
Suffolk Health Plan	523	-	-	-	-	(523)	(523)
Suffolk County Ball Park	600,949	927,339	-	-	-	326,390	326,390
Francis S. Gabreski Airport	1,865,313	1,122,011	-	3,254,568	-	2,511,266	2,511,266
Total business-type activities	<u>34,997,455</u>	<u>26,082,495</u>	<u>9,452,802</u>	<u>3,254,568</u>	<u>-</u>	<u>3,792,410</u>	<u>3,792,410</u>
Total primary government	<u>\$ 3,131,307,706</u>	<u>\$ 249,892,234</u>	<u>\$ 602,996,676</u>	<u>\$ 65,251,761</u>	<u>\$ (2,216,959,445)</u>	<u>\$ 3,792,410</u>	<u>\$ (2,213,167,035)</u>
Component units:							
Suffolk County Community College	\$ 230,767,129	\$ 84,865,786	\$ 6,015,332	\$ -	\$ -	\$ -	\$ (139,886,011)
Suffolk Regional Off-Track Betting Corp	36,344,002	30,003,495	-	-	-	-	(6,340,507)
Suffolk County Industrial Development	596,786	708,845	-	-	-	-	112,059
Suffolk County Economic Development	307,963	395,340	-	-	-	-	87,377
Total Component units	<u>\$ 268,015,880</u>	<u>\$ 115,973,466</u>	<u>\$ 6,015,332</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (146,027,082)</u>
General Revenues:							
Taxes:							
Real property taxes					\$ 625,428,362	\$ -	\$ -
Sales and use tax					1,180,808,321	-	1,180,808,321
Payment from primary government					-	-	-
Grants and contributions not restricted to specific programs					-	-	-
Interest on investments					6,583,645	17,802	6,601,447
Miscellaneous					43,593,135	1,676,590	45,269,725
Transfer					10,831,146	(10,831,146)	-
Total General revenues, special items, and transfers					<u>1,867,244,609</u>	<u>(9,136,754)</u>	<u>1,858,107,855</u>
Change in net assets					<u>(349,714,836)</u>	<u>(5,344,344)</u>	<u>(355,059,180)</u>
Net Assets at beginning of year					<u>(497,687,012)</u>	<u>3,166,486</u>	<u>(494,520,526)</u>
Net assets at end of year					<u>\$ (847,401,848)</u>	<u>\$ (2,177,858)</u>	<u>\$ (849,579,706)</u>

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

SUFFOLK COUNTY, NEW YORK

Balance Sheet

Governmental Funds

December 31, 2011

	General	Police District	Capital	Suffolk Tobacco Asset Securitization Corp.	Nonmajor Governmental Funds	Total Governmental Funds
Assets						
Cash and cash equivalents	\$ 138,287,410	\$ 31,617	\$ 129,422,394	\$ 230,573	\$ 247,398,377	\$ 515,370,371
Investments	50,765,880	1,797,934	-	18,760,231	-	71,324,045
Property tax receivable, net of allowance for estimated uncollectibles of \$ 13,940,627	199,489,767	-	-	-	-	199,489,767
Due from:						
New York State and federal sources:						
Programs of assistance	98,642,724	-	-	-	10,817,302	109,460,026
Grants-in-aid	123,554,262	576,989	21,402,062	-	3,601,089	149,134,402
Sales tax	133,920,701	-	-	-	7,508,218	141,428,919
Towns	138,925,326	-	-	-	-	138,925,326
Other funds	69,823,175	27,875,998	36,819,676	192,979,247	139,624,664	467,122,760
Component units	9,319,225	-	-	-	-	9,319,225
Other receivables	28,532,795	35,084	-	-	4,368,378	32,936,257
Total assets	<u>\$ 991,261,265</u>	<u>\$ 30,317,622</u>	<u>\$ 187,644,132</u>	<u>\$ 211,970,051</u>	<u>\$ 413,318,028</u>	<u>\$ 1,834,511,098</u>
Liabilities and Fund Balances						
Liabilities:						
Accounts payable and accrued liabilities	\$ 219,805,628	\$ 67,580,174	\$ 31,154,719	\$ 5,220	\$ 23,462,659	\$ 342,008,400
Contract retainage payable	15,765	-	5,685,213	-	902,734	6,603,712
Notes payable	420,000,000	-	5,126,000	-	-	425,126,000
Due to:						
Other funds	300,016,392	13,862,960	3,057,450	-	124,295,681	441,232,483
Component units	1,280	-	-	-	-	1,280
Deferred tax revenue	185,988,506	-	-	-	-	185,988,506
Other deferred revenue	32,182,937	222,054	-	-	-	32,404,991
Total liabilities	<u>1,158,010,508</u>	<u>81,665,188</u>	<u>45,023,382</u>	<u>5,220</u>	<u>148,661,074</u>	<u>1,433,365,372</u>
Fund balances (deficits):						
Nonspendable:						
Land held for sale	33,878,477	-	-	-	-	33,878,477
Deferred charges	-	-	-	192,979,247	-	192,979,247
Restricted for:						
General government support	-	-	177,242	-	11,946,475	12,123,717
Economic assistance and opportunity	-	-	2,070,693	-	-	2,070,693
Health	-	-	149,888	-	-	149,888
Public safety	-	-	17,239,591	-	4,492,257	21,731,848
Culture and recreation	-	-	8,688,242	-	-	8,688,242
Education	-	-	6,619,820	-	-	6,619,820
Home and community services	222,312	-	70,566,763	-	208,315,621	279,104,696
Transportation	-	-	37,108,511	-	-	37,108,511
General liability claims	2,055,902	-	-	-	-	2,055,902
Employee Health Claims	970,817	-	-	-	-	970,817
Debt service	50,765,880	1,797,934	-	18,760,592	8,226,936	79,551,342
Environmental protection	-	-	-	-	39,857,211	39,857,211
Retirement contribution	10,587,566	-	-	-	-	10,587,566
Tourism and recreation	-	-	-	-	266,751	266,751
Unassigned	(265,230,197)	(53,145,500)	-	224,992	(8,448,297)	(326,599,002)
Total fund balances	<u>(166,749,243)</u>	<u>(51,347,566)</u>	<u>142,620,750</u>	<u>211,964,831</u>	<u>264,656,954</u>	<u>401,145,726</u>
Total liabilities and fund balances	<u>\$ 991,261,265</u>	<u>\$ 30,317,622</u>	<u>\$ 187,644,132</u>	<u>\$ 211,970,051</u>	<u>\$ 413,318,028</u>	<u>\$ 1,834,511,098</u>

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

SUFFOLK COUNTY, NEW YORK
Reconciliation of the Balance Sheet
To the Statement of Net Assets
December 31, 2011

Amounts reported for governmental activities in the Statement of Net Assets are different from the amounts reported in the Balance Sheet of the Governmental Funds because of the following:

Fund balances: total from governmental funds		\$ 401,145,726
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds:		2,620,873,530
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred:		3,145,444
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Accrued Liabilities	\$ (29,643,220)	
Accumulated vacation and sick leave	(414,990,369)	
Estimated liability for claims	(626,988,239)	
Obligations under capital leases-long term	(2,862,110)	
Interest Payables	(11,951,749)	
Long-term obligations	(1,571,919,277)	
Amortization of deferred amount	(1,247,377)	
Amortization of premium	1,630,315	
Due to NYS retirement system	(19,080,350)	
Obligation for postemployment benefits other than pensions	<u>(1,397,940,000)</u>	
Total long-term liabilities		(4,074,992,376)
Certain revenues are earned but not collected at year-end and therefore are reported as deferred revenue in the governmental funds balance sheets.		202,341,888
Certain expenditures are considered prepaid to match expenses with the period for which it relates		11,807
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds		72,133
Net assets of governmental activities		<u>\$ (847,401,848)</u>

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

SUFFOLK COUNTY, NEW YORK
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2011

	General	Police District	Capital	Suffolk Tobacco Asset Securitization Corp.	Nonmajor Governmental Funds	Total Governmental Funds
Revenues						
Real property taxes	\$ 79,575,673	\$ 465,422,064	\$ -	\$ -	\$ 70,651,752	\$ 615,649,489
Sales and use tax	1,015,143,531	84,343,593	-	-	81,321,197	1,180,808,321
New York State aid	256,824,324	674,287	12,203,165	-	30,769,222	300,470,998
Federal aid	245,335,602	660,035	49,186,440	-	37,555,385	332,737,462
Licenses, permits, fines, fees, etc.	156,250,514	2,734,062	-	-	59,632,402	218,616,978
Interest on investments	4,698,140	128,232	-	865,597	891,676	6,583,645
Miscellaneous	49,963,015	895,380	3,068,175	18,394,272	2,750,006	75,070,848
Total revenues	<u>1,807,790,799</u>	<u>554,857,653</u>	<u>64,457,780</u>	<u>19,259,869</u>	<u>283,571,640</u>	<u>2,729,937,741</u>
Expenditures						
Current:						
General government support	221,910,242	1,171,002	-	106,773	6,530,985	229,719,002
Economic assistance and opportunity	599,191,803	-	-	-	36,768,377	635,960,180
Health	161,449,725	-	-	-	836,637	162,286,362
Public safety	267,243,344	363,686,738	-	-	16,179,137	647,109,219
Culture and recreation	20,082,583	-	-	-	4,479,079	24,561,662
Education	207,990,520	-	-	-	-	207,990,520
Home and community services	9,251,285	-	-	-	58,300,325	67,551,610
Transportation	100,419,973	-	-	-	8,985,316	109,405,289
Employee benefits	432,333,512	86,089,744	-	-	15,560,359	533,983,615
Debt service:						
Principal	84,459,110	3,525,856	-	1,400,000	12,006,739	101,391,705
Interest and other charges	39,432,143	1,341,648	-	6,131,510	8,276,363	55,181,664
Capital outlay	-	-	199,982,083	-	18,283,598	218,265,681
Total expenditures	<u>2,143,764,240</u>	<u>455,814,988</u>	<u>199,982,083</u>	<u>7,638,283</u>	<u>186,206,915</u>	<u>2,993,406,509</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(335,973,441)</u>	<u>99,042,665</u>	<u>(135,524,303)</u>	<u>11,621,586</u>	<u>97,364,725</u>	<u>(263,468,768)</u>
Other financing sources (uses)						
General obligation bonds issued	9,657,849	-	149,956,973	-	11,853,816	171,468,638
Premium on serial bonds issued	81,762	-	1,296,930	-	100,354	1,479,046
Transfers in	215,260,860	1,323,384	31,371,008	-	109,369,441	357,324,693
Transfers out	(14,291,040)	(114,925,518)	(7,603,897)	(17,237,401)	(192,435,691)	(346,493,547)
Total other financing sources (uses)	<u>210,709,431</u>	<u>(113,602,134)</u>	<u>175,021,014</u>	<u>(17,237,401)</u>	<u>(71,112,080)</u>	<u>183,778,830</u>
Net change in fund balances	(125,264,010)	(14,559,469)	39,496,711	(5,615,815)	26,252,645	(79,689,938)
Fund balances (deficiency) at beginning of year as restated (See Note I.D.)	<u>(41,485,233)</u>	<u>(36,788,097)</u>	<u>103,124,039</u>	<u>217,580,646</u>	<u>238,404,309</u>	<u>480,835,664</u>
Fund balances (deficiency) at end of year	<u>\$ (166,749,243)</u>	<u>\$ (51,347,566)</u>	<u>\$ 142,620,750</u>	<u>\$ 211,964,831</u>	<u>\$ 264,656,954</u>	<u>\$ 401,145,726</u>

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

SUFFOLK COUNTY, 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, 2011

Amounts reported for governmental activities in the Statement of Activities are different from the amounts reported in the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds because of the following:

Net change in fund balances: total from governmental funds	\$ (79,689,938)
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 as depreciation expense. This is the amount by which capital outlays (\$184,030,034) exceeded depreciation (\$54,609,202) in the current period.	129,420,832
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins and donations) is to decrease net assets.	(4,471,643)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(83,052,374)
Revenues reported in the governmental funds statements and not reported in the Statement of Activities.	9,051,533
Expenses reported in the Statement of Activities that do not require the use of current financial resources are not reported as expenditures in governmental funds.	(320,973,246)
Change in net assets of governmental activities	<u><u>\$ (349,714,836)</u></u>

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

SUFFOLK COUNTY, NEW YORK
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget -</u>
				<u>Positive (Negative)</u>
Revenues				
Real property taxes	\$ 87,827,038	\$ 87,827,038	\$ 79,575,673	\$ (8,251,365)
Sales and use tax	1,022,064,852	1,022,064,852	1,015,143,531	(6,921,321)
New York State aid	294,127,037	298,300,641	256,824,324	(41,476,317)
Federal aid	202,634,797	213,673,903	245,335,602	31,661,699
Licenses, permits, fines, fees, etc.	171,053,513	171,067,951	152,716,524	(18,351,427)
Interest on investments	2,773,299	2,773,299	1,375,644	(1,397,655)
Miscellaneous	40,074,892	40,084,892	14,429,159	(25,655,733)
Total revenues	<u>1,820,555,428</u>	<u>1,835,792,576</u>	<u>1,765,400,457</u>	<u>(70,392,119)</u>
Expenditures				
Current:				
General government support:				
Audit and control	5,713,025	5,806,935	5,353,813	453,122
Board of elections	13,750,203	13,903,751	12,611,195	1,292,556
Civil service	5,664,486	5,740,292	5,487,975	252,317
County clerk	7,057,011	7,162,766	7,088,482	74,284
County ethics commission	212,200	214,407	132,155	82,252
County executive	4,611,654	4,572,302	4,328,604	243,698
District attorney	34,135,133	35,224,446	33,309,322	1,915,124
Finance and taxation	3,937,123	3,990,902	3,650,160	340,742
Information Technology Services	86,000	86,000	53,815	32,185
Law	11,385,304	13,886,142	13,521,796	364,346
Legal aid society	12,458,793	12,527,293	11,528,680	998,613
Legislative	10,678,255	11,040,983	10,061,390	979,593
Public administrator	410,947	433,261	413,740	19,521
Public works	83,366,037	78,835,446	77,475,644	1,359,802
Real property	1,519,471	1,594,908	1,582,604	12,304
Miscellaneous	27,842,380	18,016,619	10,449,209	7,567,410
Total general government support	<u>222,828,022</u>	<u>213,036,453</u>	<u>197,048,584</u>	<u>15,987,869</u>
Economic assistance and opportunity:				
County executive	17,155,671	16,798,218	15,585,581	1,212,637
Consumer affairs	2,141,853	2,177,975	1,899,366	278,609
Economic development	1,452,779	1,529,839	1,458,582	71,257
Labor	6,379,213	6,704,611	6,631,874	72,737
Probation	7,859,771	7,442,385	7,313,605	128,780
Social services	542,690,417	566,249,948	566,302,795	(52,847)
Total economic assistance and opportunity	<u>577,679,704</u>	<u>600,902,976</u>	<u>599,191,803</u>	<u>1,711,173</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget -</u>
				<u>Positive (Negative)</u>
Health	180,993,553	174,822,856	161,449,725	13,373,131
Public safety:				
Fire rescue and emergency service	14,669,019	13,192,982	9,772,400	3,420,582
Police	76,179,357	77,601,990	77,570,885	31,105
Probation	35,617,946	35,978,929	33,825,372	2,153,557
Public works	55,000	55,000	42,830	12,170
Sheriff	135,626,296	146,115,808	146,031,857	83,951
Total public safety	<u>262,147,618</u>	<u>272,944,709</u>	<u>267,243,344</u>	<u>5,701,365</u>
Culture and recreation:				
County executive	7,774,156	7,787,503	7,142,135	645,368
Parks	13,308,601	13,424,711	12,935,448	489,263
Miscellaneous	5,000	5,000	5,000	-
Total culture and recreation	<u>21,087,757</u>	<u>21,217,214</u>	<u>20,082,583</u>	<u>1,134,631</u>
Education:				
Health services	168,070,095	154,760,279	153,149,287	1,610,992
Miscellaneous	52,476,607	52,976,607	54,841,233	(1,864,626)
Total education	<u>220,546,702</u>	<u>207,736,886</u>	<u>207,990,520</u>	<u>(253,634)</u>
Home and community services:				
County executive	902,926	919,949	681,408	238,541
Environment and Energy	2,959,554	3,006,237	2,665,508	340,729
Law	454,801	464,803	364,265	100,538
Planning	1,713,039	1,805,862	1,849,599	(43,737)
Public works	687,250	687,250	596,235	91,015
Soil and water conservation	296,411	302,144	296,576	5,568
Total home and community services	<u>7,013,981</u>	<u>7,186,245</u>	<u>6,453,591</u>	<u>732,654</u>
Transportation:				
Public works	82,123,285	84,125,729	83,251,388	874,341
Employee benefits	97,632,123	98,812,750	98,610,254	202,496
Debt service - principal	43,075,435	43,442,525	43,442,525	-
Debt service - interest	32,399,955	36,971,465	34,880,068	2,091,397
Total debt service	<u>75,475,390</u>	<u>80,413,990</u>	<u>78,322,593</u>	<u>2,091,397</u>
Total expenditures	<u>1,747,528,135</u>	<u>1,761,199,808</u>	<u>1,719,644,385</u>	<u>41,555,423</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Excess (deficiency) of revenues over (under) expenditures	73,027,293	74,592,768	45,756,072	(28,836,696)
Other financing sources (uses)				
Serial bonds issued	-	-	189,024	189,024
Premium on serial bonds issued	-	-	1,600	1,600
Transfers in	100,896,325	95,514,794	100,096,042	4,581,248
Transfers out	(211,887,605)	(213,234,281)	(208,398,752)	4,835,529
Total other financing sources (uses)	(110,991,280)	(117,719,487)	(108,112,086)	9,607,401
Net change in fund balances (budgetary basis)	(37,963,987)	(43,126,719)	(62,356,014)	(19,229,295)
Fund balances (deficits) at beginning of year (budgetary basis), as restated	37,963,987	2,714,538	2,714,538	-
Fund balances (deficits) at end of year (budgetary basis)	<u>\$ -</u>	<u>\$ (40,412,181)</u>	<u>\$ (59,641,476)</u>	<u>\$ (19,229,295)</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ (59,641,476)
Plus: General Fund Components:	
Town village code enforcement (GAAP basis)	191,875
Interdepartment operation & service (GAAP basis)	1,724,860
Self insurance fund (GAAP basis)	2,055,902
Employee medical health plan (GAAP basis)	970,817
Building sanitation administration (GAAP basis)	222,312
Tax stabilization reserve (GAAP basis)	48,896,311
Retirement contribution reserve (GAAP basis)	10,587,566
Less: accrued pension expense	(38,617,987)
Less: accounting for sale of future revenues to STASC	(133,139,423)
Fund balance at end of year (GAAP basis)	<u>\$ (166,749,243)</u>

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

SUFFOLK COUNTY, NEW YORK
Police District - Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget -</u>
Revenues				
Real property taxes	\$ 464,373,751	\$ 464,373,751	\$ 465,422,064	\$ 1,048,313
Sales and use tax	84,343,593	84,343,593	84,343,593	-
New York State aid	407,750	1,666,909	674,287	(992,622)
Federal aid	-	630,445	660,035	29,590
Licenses, permits, fines, fees, etc.	1,915,070	1,915,070	2,734,062	818,992
Interest on investments	85,400	85,400	10,912	(74,488)
Miscellaneous	1,154,700	1,354,700	976,627	(378,073)
	<u>552,280,264</u>	<u>554,369,868</u>	<u>554,821,580</u>	<u>451,712</u>
Expenditures				
Current:				
General government support:				
Miscellaneous	1,043,605	1,122,480	1,171,002	(48,522)
Public safety:				
Police	359,623,686	359,483,106	363,686,738	(4,203,632)
Employee benefits	76,069,844	76,095,954	74,947,687	1,148,267
Debt Service:				
Principal	2,091,976	2,108,874	2,108,874	-
Interest and other charges	1,225,329	1,236,606	1,236,606	-
	<u>440,054,440</u>	<u>440,047,020</u>	<u>443,150,907</u>	<u>(3,103,887)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>112,225,824</u>	<u>114,322,848</u>	<u>111,670,673</u>	<u>(2,652,175)</u>
Other financing sources (uses)				
Transfers in	1,043,605	1,043,605	1,109,557	65,952
Transfers out	(115,005,798)	(115,005,798)	(114,925,518)	80,280
	<u>(113,962,193)</u>	<u>(113,962,193)</u>	<u>(113,815,961)</u>	<u>146,232</u>
Net change in fund balances (budgetary basis)	(1,736,369)	360,655	(2,145,288)	(2,505,943)
Fund balances (deficits) at beginning of year (budgetary basis)	<u>1,736,369</u>	<u>4,622,449</u>	<u>4,622,449</u>	<u>-</u>
Fund balances (deficits) at end of year (budgetary basis)	<u>\$ -</u>	<u>\$ 4,983,104</u>	<u>\$ 2,477,161</u>	<u>\$ (2,505,943)</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 2,477,161
Less: accrued pension expense	(48,072,125)
Less: accounting for sale of future revenues to STASC	(5,752,602)
Fund balance at end of year (GAAP basis)	<u>\$ (51,347,566)</u>

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

This page intentionally left blank

SUFFOLK COUNTY, NEW YORK
Statement of Net Assets
Enterprise Funds
December 31, 2011

	Suffolk Health Plan	Suffolk County Ball Park	Francis S. Gabreski Airport	Regional Economic Development Initiative	John J. Foley Skilled Nursing Facility	Total
Assets						
Current assets:						
Cash and cash equivalents	\$ 131,055	\$ 461,911	\$ 32,867	\$ 48	\$ 992,595	\$ 1,618,476
Investments	-	-	-	-	548,438	548,438
Accounts receivable (net of allowance for doubtful accounts)	-	-	-	-	6,652,643	6,652,643
Due from New York State and federal source	-	-	1,043,647	-	4,827,110	5,870,757
Due from other funds	-	-	857,137	28,900	34,249	920,286
Other receivables	-	255,200	186,542	-	259,249	700,991
Total current assets	<u>131,055</u>	<u>717,111</u>	<u>2,120,193</u>	<u>28,948</u>	<u>13,314,284</u>	<u>16,311,591</u>
Noncurrent assets:						
Restricted:						
Cash and cash equivalents	108,801	-	-	-	-	108,801
Other receivables	-	-	-	-	390,825	390,825
Deferred bond issuance cost	-	-	-	-	31,889	31,889
Capital assets:						
Nondepreciable	-	2,092,831	35,114,230	-	-	37,207,061
Depreciable, net	-	12,797,556	6,315,318	-	15,623,221	34,736,095
Total noncurrent assets	<u>108,801</u>	<u>14,890,387</u>	<u>41,429,548</u>	<u>-</u>	<u>16,045,935</u>	<u>72,474,671</u>
Total assets	<u>239,856</u>	<u>15,607,498</u>	<u>43,549,741</u>	<u>28,948</u>	<u>29,360,219</u>	<u>88,786,262</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Statement of Net Assets
Enterprise Funds
December 31, 2011

	Suffolk Health Plan	Suffolk County Ball Park	Francis S. Gabreski Airport	Regional Economic Development Initiative	John J. Foley Skilled Nursing Facility	Total
Liabilities						
Current liabilities:						
Accounts payable	23,420	11,638	480,075	-	3,072,978	3,588,111
Accrued liabilities	-	-	-	-	40,830	40,830
Contract retainage payable	-	-	4,250	-	-	4,250
Due to other funds	216,436	-	4,055,024	-	22,539,103	26,810,563
Accumulated vacation and sick leave	-	-	-	-	87,046	87,046
Current portion of long-term obligations	-	303,255	463,417	-	2,008,542	2,775,214
Total current liabilities	239,856	314,893	5,002,766	-	27,748,499	33,306,014
Noncurrent liabilities:						
Funds held in trust	-	-	-	-	390,825	390,825
Accumulated vacation and sick leave	-	-	-	-	1,629,063	1,629,063
Long-term obligations	-	1,593,631	7,444,484	-	12,890,103	21,928,218
Obligation for postemployment benefits other than pensions	-	-	1,330,000	-	32,380,000	33,710,000
Total noncurrent liabilities	-	1,593,631	8,774,484	-	47,289,991	57,658,106
Total liabilities	239,856	1,908,524	13,777,250	-	75,038,490	90,964,120
Net Assets						
Invested in capital assets, net of related debt	-	12,993,500	34,378,786	-	724,576	48,096,862
Unrestricted (deficit)	-	705,474	(4,606,295)	28,948	(46,402,847)	(50,274,720)
Total net assets	-	\$ 13,698,974	\$ 29,772,491	\$ 28,948	\$ (45,678,271)	\$ (2,177,858)

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

SUFFOLK COUNTY, NEW YORK
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Enterprise Funds
For the Year Ended December 31, 2011

	Suffolk Health Plan	Suffolk County Ball Park	Francis S. Gabreski Airport	Regional Economic Development Initiative	John J. Foley Skilled Nursing Facility	Total
Operating revenues						
Net patient revenues	\$ -	\$ -	\$ -	\$ -	\$ 24,033,145	\$ 24,033,145
Licenses, permits, fines, fees, etc.	-	927,339	1,122,011	-	-	2,049,350
Miscellaneous	40,995	-	1,546,505	-	89,090	1,676,590
Total operating revenues	40,995	927,339	2,668,516	-	24,122,235	27,759,085
Operating expenses						
Medical expenses	523	-	-	-	-	523
Salaries and wages	-	-	619,126	-	12,660,366	13,279,492
Administrative expenses	-	-	283,648	-	7,517,219	7,800,867
Depreciation	-	457,056	267,744	-	1,744,547	2,469,347
Miscellaneous	-	38,061	-	-	-	38,061
Employee benefits	-	-	419,457	-	9,863,866	10,283,323
Debt service interest	-	105,832	275,338	-	744,672	1,125,842
Total operating expenses	523	600,949	1,865,313	-	32,530,670	34,997,455
Operating income (loss)	40,472	326,390	803,203	-	(8,408,435)	(7,238,370)
Nonoperating revenues (expenses)						
Revenue from other governments	-	-	-	-	9,452,802	9,452,802
Interest on investments	5,015	2,910	717	1	9,159	17,802
Capital Grants	-	-	3,254,568	-	-	3,254,568
Total nonoperating revenues (expenses)	5,015	2,910	3,255,285	1	9,461,961	12,725,172
Income (loss) before transfers	45,487	329,300	4,058,488	1	1,053,526	5,486,802
Transfers in	-	-	1,217,170	28,900	43,142	1,289,212
Transfers out	(722,021)	-	(3,415,854)	-	(7,982,483)	(12,120,358)
Total other financing sources (uses)	(722,021)	-	(2,198,684)	28,900	(7,939,341)	(10,831,146)
Change in net assets	(676,534)	329,300	1,859,804	28,901	(6,885,815)	(5,344,344)
Total net assets at beginning of year	676,534	13,369,674	27,912,687	47	(38,792,456)	3,166,486
Total net assets at end of year	\$ -	\$ 13,698,974	\$ 29,772,491	\$ 28,948	\$ (45,678,271)	\$ (2,177,858)

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

SUFFOLK COUNTY, NEW YORK
Statement of Cash Flows
Enterprise Funds
For the Year Ended December 31, 2011

	Suffolk Health Plan	Suffolk County Ball Park	Francis S. Gabreski Airport	Regional Economic Development Initiative	John J. Foley Skilled Nursing Facility	Totals
Cash flows from operating activities						
Receipts from operations	\$ 116,934	\$ 706,560	\$ 947,968	\$ -	\$ 28,000,873	\$ 29,772,335
Receipts from other revenue	-	-	44,014	-	4,111	48,125
Payments for medical expenses	(45,041)	-	-	-	-	(45,041)
Payments to suppliers	-	-	(319,776)	-	(7,891,138)	(8,210,914)
Payments for contractual services	-	-	(22,225)	-	-	(22,225)
Miscellaneous expenses	-	(24,833)	-	-	-	(24,833)
Payments to employees	-	-	(562,548)	-	(7,380,931)	(7,943,479)
Payments for employee benefits	-	-	(10,779)	-	(9,863,866)	(9,874,645)
Net cash provided (used) by operating activities	71,893	681,727	76,654	-	2,869,049	3,699,323
Cash flows from noncapital financing activities						
Payments from other governments	-	-	-	-	8,217,873	8,217,873
Transfer from other funds	-	1,602	-	-	-	1,602
Transfer to other funds	(1,050,000)	-	(2,142,798)	-	(7,982,483)	(11,175,281)
Net cash provided (used) by noncapital financing activities	(1,050,000)	1,602	(2,142,798)	-	235,390	(2,955,806)
Cash flows from capital and related financing activities						
Proceeds from capital debt	-	-	1,055,564	-	8,885	1,064,449
Capital grants	-	-	3,254,568	-	-	3,254,568
Purchase of capital assets	-	-	(1,660,195)	-	(47,492)	(1,707,687)
Principal paid on capital debt	-	(444,755)	(445,421)	-	(2,011,598)	(2,901,774)
Interest paid on capital debt	-	(105,832)	(275,338)	-	(758,319)	(1,139,489)
Net cash provided (used) by capital and related financing activities	-	(550,587)	1,929,178	-	(2,808,524)	(1,429,933)

(Continued)

SUFFOLK COUNTY, NEW YORK
Statement of Cash Flows
Enterprise Funds

For the Year Ended December 31, 2011

	Suffolk Health Plan	Suffolk County Ball Park	Francis S. Gabreski Airport	Regional Economic Development Initiative	John J. Foley Skilled Nursing Facility	Totals
Cash flows from investing activities						
Interest on investments	2,628	2,910	718	1	381,172	387,429
Net cash provided (used) by investing activities	2,628	2,910	718	1	381,172	387,429
Net increase (decrease) in cash and cash equivalents	(975,479)	135,652	(136,248)	1	677,087	(298,987)
Cash and cash equivalents at beginning of year	1,215,335	326,259	169,115	47	315,508	2,026,264
Cash and cash equivalents at end of year	<u>\$ 239,856</u>	<u>\$ 461,911</u>	<u>\$ 32,867</u>	<u>\$ 48</u>	<u>\$ 992,595</u>	<u>\$ 1,727,277</u>
Reconciliation of operating income (loss) to net cash provided by operating activities						
Operating income (loss)	\$ 40,472	\$ 326,390	\$ 803,203	\$ -	\$ (8,408,435)	\$ (7,238,370)
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation	-	457,056	267,744	-	1,744,547	2,469,347
Provision for doubtful accounts receivable	-	-	-	-	1,221,643	1,221,643
Other increase (decrease)	-	105,832	275,338	-	775,305	1,156,475
Change in assets and liabilities:						
Receivables, net	(77,692)	(220,779)	(1,676,534)	-	2,795,150	820,145
Accounts and other payables	109,113	13,228	406,903	-	4,740,839	5,270,083
Net cash provided (used) by operating activities	<u>\$ 71,893</u>	<u>\$ 681,727</u>	<u>\$ 76,654</u>	<u>\$ -</u>	<u>\$ 2,869,049</u>	<u>\$ 3,699,323</u>

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

This page intentionally left blank

SUFFOLK COUNTY, NEW YORK
Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2011

	Private-Purpose Trusts	Agency Funds
Assets		
Cash and cash equivalents	\$ 288,805	\$ 52,213,210
Cash with fiscal agents	-	262
Investments	9,075,542	8,971,508
Total assets	9,364,347	61,184,980
Liabilities		
Accounts payable and accrued liabilities	9,360,582	1,364,895
Agency fund liabilities	-	59,820,085
Total liabilities	9,360,582	61,184,980
Net Assets		
Held in trust	\$ 3,765	

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

SUFFOLK COUNTY, NEW YORK
Statement of Changes in Fiduciary Net Assets
Private-Purpose Trusts
For the Year Ended December 31, 2011

	Private-Purpose Trusts
Additions	
Investment income:	
Interest	\$ 339
Transfer in	963,881
Other revenue	855,038
Total additions	1,819,258
Deductions	
Administrative and general expenses	1,818,919
Change in net assets	339
Net assets at beginning of year	3,426
Net assets at end of year	\$ 3,765

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

SUFFOLK COUNTY, NEW YORK
Statement of Net Assets
Component Units
December 31, 2011

With Suffolk County Community College as of August 31, 2011

Assets	Suffolk County Community College	Suffolk Regional Off-Track Betting Corporation	Suffolk County Industrial Development Agency	Suffolk County Economic Development Corporation	Total
Current assets:					
Cash and cash equivalents	\$ 56,461,375	\$ 1,249,786	\$ 4,283,257	\$ 127,445	\$ 62,121,863
Investments	11,214,442	-	-	-	11,214,442
Accounts receivable	3,462,563	78,307	42,476	-	3,583,346
Students accounts receivable, net	4,957,508	-	-	-	4,957,508
Due from other governments	1,345,164	358,047	-	-	1,703,211
Other assets	112,296	494,398	5,044	-	611,738
Total current assets	<u>77,553,348</u>	<u>2,180,538</u>	<u>4,330,777</u>	<u>127,445</u>	<u>84,192,108</u>
Noncurrent assets:					
Restricted:					
Cash and cash equivalents	-	1,963,936	-	-	1,963,936
Investments	13,853,282	-	-	-	13,853,282
Capital assets:					
Nondepreciable	5,897,218	2,113,564	-	-	8,010,782
Depreciable, net	120,285,141	8,381,378	2,604	-	128,669,123
Other receivables	1,489,728	-	-	-	1,489,728
Other	-	-	147,288	-	147,288
Total noncurrent assets	<u>141,525,369</u>	<u>12,458,878</u>	<u>149,892</u>	<u>-</u>	<u>154,134,139</u>
Total assets	<u>219,078,717</u>	<u>14,639,416</u>	<u>4,480,669</u>	<u>127,445</u>	<u>238,326,247</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Statement of Net Assets
Component Units
December 31, 2011

With Suffolk County Community College as of August 31, 2011

	Suffolk County Community College	Suffolk Regional Off-Track Betting Corporation	Suffolk County Industrial Development Agency	Suffolk County Economic Development Corporation	Total
Liabilities					
Current liabilities:					
Accounts payable and accrued liabilities	14,810,263	10,459,322	11,376	-	25,280,961
Due to primary government	9,948,155	-	-	-	9,948,155
Due to NYS retirement system	-	2,142,158	-	-	2,142,158
Deferred revenue	24,837,156	-	-	-	24,837,156
Accumulated vacation and sick leave	2,861,948	-	-	-	2,861,948
Other liabilities	939,452	-	15,158	9,500	964,110
Mortgage payable	6,789,472	251,092	-	-	251,092
Bonds payable	-	-	-	-	6,789,472
Total current liabilities	<u>60,186,446</u>	<u>12,852,572</u>	<u>26,534</u>	<u>9,500</u>	<u>73,075,052</u>
Noncurrent liabilities:					
Accumulated vacation and sick leave	25,357,969	659,166	127,243	-	26,144,378
Due to NYS retirement system	-	815,187	-	-	815,187
Obligation for postemployment benefits other than pensions	122,257,000	11,731,746	-	-	133,988,746
Mortgage payable	-	5,354,141	-	-	5,354,141
Bonds payable	103,669,745	-	-	-	103,669,745
Total noncurrent liabilities	<u>251,284,714</u>	<u>18,560,240</u>	<u>127,243</u>	<u>-</u>	<u>269,972,197</u>
Total liabilities	<u>311,471,160</u>	<u>31,412,812</u>	<u>153,777</u>	<u>9,500</u>	<u>343,047,249</u>
Net Assets					
Invested in capital assets, net of related debt	23,396,944	4,889,709	2,604	-	28,289,257
Restricted for capital projects	11,167,425	-	-	-	11,167,425
Unrestricted (deficit)	(126,956,812)	(21,663,105)	4,324,288	117,945	(144,177,684)
Total net assets	<u>\$(92,392,443)</u>	<u>\$(16,773,396)</u>	<u>\$ 4,326,892</u>	<u>\$ 117,945</u>	<u>\$(104,721,002)</u>

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

SUFFOLK COUNTY, NEW YORK
Statement of Activities
Component Units

For the Year Ended December 31, 2011

With Suffolk County Community College as of August 31, 2011

	Suffolk County Community College	Suffolk Regional Off-Track Betting Corporation	Suffolk County Industrial Development Agency	Suffolk County Economic Development Corporation	Total
Expenses:					
Program operations	\$ 211,675,402	\$ 19,890,520	\$ 593,384	\$ 307,963	\$ 232,467,269
Depreciation and amortization	6,839,399	678,743	3,402	-	7,521,544
Other expenses	6,942,976	15,774,739	-	-	22,717,715
Total expenses	<u>225,457,777</u>	<u>36,344,002</u>	<u>596,786</u>	<u>307,963</u>	<u>262,706,528</u>
Program revenues:					
Charges for Services	84,865,786	30,003,495	708,845	395,340	115,973,466
Operating Grants and Contributions	6,015,332	-	-	-	6,015,332
Total program revenues	<u>90,881,118</u>	<u>30,003,495</u>	<u>708,845</u>	<u>395,340</u>	<u>121,988,798</u>
Net program revenues (expenses)	<u>(134,576,659)</u>	<u>(6,340,507)</u>	<u>112,059</u>	<u>87,377</u>	<u>(140,717,730)</u>
General revenues (expenses):					
Payments from primary government Grants and contributions	45,248,444	-	-	-	45,248,444
not restricted to specific programs	72,599,953	-	-	-	72,599,953
Interest on investments	1,595,545	-	22,882	223	1,618,650
Interest on long-term debt	(5,309,352)	-	-	-	(5,309,352)
Total general revenues	<u>114,134,590</u>	<u>-</u>	<u>22,882</u>	<u>223</u>	<u>114,157,695</u>
Change in net assets	<u>(20,442,069)</u>	<u>(6,340,507)</u>	<u>134,941</u>	<u>87,600</u>	<u>(26,560,035)</u>
Net assets at beginning of year, as restated	<u>(71,950,374)</u>	<u>(10,432,889)</u>	<u>4,191,951</u>	<u>30,345</u>	<u>(78,160,967)</u>
Net assets at end of year	<u><u>(92,392,443)</u></u>	<u><u>(16,773,396)</u></u>	<u><u>4,326,892</u></u>	<u><u>117,945</u></u>	<u><u>(104,721,002)</u></u>

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

I. Summary of significant accounting policies

A. Reporting entity

Suffolk County is a charter form of government governed by an elected 18-member County Legislature and administered by an elected County Executive. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. The Governmental Accounting Standards Board (GASB) has set forth criteria to be considered in determining financial accountability. These criteria include the County appointing a voting majority of an organization's governing body and (1) the ability of the governing body to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burden on the County. Blended component units, although legally separate entities, are in substance part of the government's operations. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the government.

Blended component units

The Suffolk Tobacco Asset Securitization Corporation (STASC) is a not-for-profit local development corporation organized pursuant to Section 1411 of the Not-For-Profit Corporation Law of the State of New York. The Board of Directors of STASC has three directors, one appointed by the Presiding Office of the County Legislature and two appointed by the County Executive of which one must meet certain requirements of independence. STASC is considered an affiliated organization under GASB Statement No. 39 and, accordingly, is reported as a special revenue fund of the primary government. Pursuant to a Purchase and Sale Agreement dated as of August 1, 2008 STASC purchased from the County all future right, title and interest of the county under the Master Settlement Agreement and the Consent Decree and Final Judgment. These rights include the County's share of all Tobacco Settlement Revenues' (TSRs). The sale of the TSRs by the County to STASC was simultaneous with the issuance by STASC of Series 2008 Tobacco Asset-Backed Bonds. STASC pledged as security for its Series 2008 Bonds 36 percent of annual payments through December 31, 2012 and 75 percent thereafter. All other "unencumbered" TSRs will be conveyed to the Residual Trust and a Residual Certificate implements the payment to the County of unencumbered TSRs and the net proceeds of Bonds issued by STASC subsequent to the Series 2008 Bonds. The Series 2008 Bonds are not backed by the full faith and credit of the County. The consideration paid by STASC to the County for the acquisition of TSRs consisted of \$206,270,222 in cash of which \$206,243,337 was paid into a revocable trust for the benefit of the County. Complete financial statements for STASC may be obtained at Suffolk Tobacco Asset Securitization Corporation, P.O. Box 6100, 100 Veterans Memorial Highway, Hauppauge, New York 11788-0099

Discretely presented component units

The following component units are entities which are legally separate from the County, but are financially accountable to the County, or whose relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

The component units' column of the government-wide financial statements includes financial data of the following major component units.

Suffolk County Community College (the College) was established in 1959 with Suffolk County as the local sponsor under provisions of Article 126 of the State Education Law. The College provides two-year post secondary programs pursuant to regulations prescribed by the State University trustees. Suffolk County, as the local sponsor, and the College duly executed a five-year Sponsor Service Agreement on August 21, 2009 as is permitted and authorized by State and County laws and State University of New York regulations. The County provides one-half of the capital costs and approximately 21 percent of the operating costs for the College. Bonds that are direct obligations and pledge the full faith and credit of the County are issued by the County for College capital program purposes. A fiscal year ending August 31st is mandated by State Law for the College. The College is included in the County's reporting entity as a component unit because the College is closely related to and financially integrated with the County. The County's financial statements would not be complete without the inclusion of the College.

Suffolk Regional Off-Track Betting Corporation (OTB) was created by the New York State Legislature as a public benefit corporation. The County receives a percentage of wagers placed at OTB location tracks and all net operating profits from OTB. These revenues are recorded in the County's General Fund. The County of Suffolk as 100 percent shareholder of OTB, appoints the corporation's board, has the ability to impose its will, and is entitled to the corporation's resources.

On March 18, 2011 OTB filed for protection under chapter 9 of Title 11, United States Bankruptcy Code (Chapter 9). The Court dismissed OTB's petition on the objection of an out-of-state creditor and OTB appealed that order. In March 2012, the NYS Legislature passed legislation authorizing OTB to file under Chapter 9, which will allow use of the Capital Acquisition Fund for any corporate purpose.

OTB has restated the net assets of the Corporation as of December 31, 2010 to reflect the NYS retirement incentive liability in the amount of \$1,058,575, which was not accrued during 2010.

Suffolk County Industrial Development Agency (IDA) is a public benefit corporation established pursuant to the New York State General Municipal Law. The IDA's purpose is to arrange long term low interest financing with the intent of developing commerce and industry in the County. The County is not liable for any obligations or deficits IDA may incur, nor does it share in any surpluses. A seven member Board of Directors, whose members are appointed by the Suffolk County Legislature, governs the Agency. The Board of Director members can be removed at will by the Suffolk County Legislature. Thereby, providing Suffolk County with the ability to impose its will on the IDA.

Suffolk County Economic Development Corporation (EDC) was created on March 23, 2010 as a not-for-profit local development corporation pursuant to Section 1411(c) of the Not-for Profit Corporation Law. The EDC's purpose is to conduct activities that will promote employment and maintain job opportunities; instruct or train individuals to improve or

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

develop their capabilities for such jobs; and attract or retain industry within the County. The EDC is authorized to finance facilities for not-for-profit corporations; acquire and sell or lease the acquired property; and issue bonds in order to carry out EDC's purpose. The County is not liable for the payment of principal or interest on any of the bonds of EDC. The Corporation is governed by a Board of Directors, whose members are elected by the County Legislature and the County Executive. The Board of Director members can be removed at will by the appointing authorities, thereby providing Suffolk County with the ability to impose its will on the EDC.

Complete financial statements for each of the individual component units may be obtained at the entity's administrative offices:

Suffolk County Community College
533 College Road
Selden, NY 11784

Suffolk Regional Off-Track Betting Corp.
5 Davids Drive
Hauppauge, NY 11788

Suffolk County Industrial Development Agency
H. Lee Dennison Building
Post Office Box 6100
Hauppauge, NY 11788

Suffolk County Economic Development Corp.
H. Lee Dennison Building
100 Veterans Memorial Highway
Hauppauge, New York 11788

Related organizations

The County's officials appoint a voting majority of the boards of the following organizations, but the County's accountability for these organizations do not extend beyond making the appointments:

- Suffolk County Water Authority
- Vocational Educational and Extension Board

Accordingly, the financial activities of these organizations have not been included in the accompanying financial statements.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the County (primary government) and its component units. For the most part, the effect of interfund activity has been removed from these statements. Amounts are separated between governmental and business-type activities within the primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

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

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements (except that agency funds have no measurement focus). 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. For the County, available is defined as expected to be received within sixty days of fiscal year-end except for expenditure-driven grant revenues, which are considered available if collected within one year of the fiscal year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales and use tax, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The County reports the following major governmental funds:

The general fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The capital fund accounts for financial resources to be used for the acquisition or construction of major capital facilities.

The police district fund, a special revenue fund, accounts for the operations of the Suffolk County Police District, which provides police services to the residents of the five western towns of Suffolk County.

The Suffolk Tobacco Asset Securitization Corporation, a special revenue fund, is a blended component unit of the County. It is governed by a three member board and was created to issue bonds to securitize a portion of the County's future tobacco settlement revenues.

The County reports the following major proprietary funds:

The John J. Foley Skilled Nursing Facility fund accounts for the activities of the County's nursing home.

Pursuant to Resolution No. 47-2011, adopted on March 4, 2011, the County issued a local law authorizing the County Executive to execute agreements for the sale of the John J. Foley Skilled Nursing Facility. The County entered into an asset purchase agreement and a land sale contract, which was terminated on May 15, 2011. The facility remains under continuous assessment by management and the course of action has not been determined at this time.

The Suffolk Health Plan (SHP) fund account's for the activities of the County's Medicaid/managed care program. The SHP, beginning in May 1999, enrolled individuals eligible for Child Health Plus, a program sponsored by New York State offering health benefits to children under the age of 19. The SHP provides primary care services and inpatient services to the SHP members.

In October of 2008, the County sold the Suffolk Health Plan's assets which consisted primarily of its membership roster to a private party. The Plan's certificate of authority from NYSDOH limits its activities to those related to the payment of remaining liabilities and other close-out activities.

The Francis S. Gabreski Airport fund, which was established in 2003 through a resolution of the County Legislature, accounts for the activities of the County's airport.

The Suffolk County Ball Park fund accounts for the activities of the County's ball park. The ball park is used, under a long-term operating lease by the Long Island Ducks Professional Baseball Club, L.L.C., a minor league baseball team in the Atlantic league.

The Suffolk County Regional Economic Development Initiative fund was established during 2008 to account for the coordinated activities between the County and certain towns within the County to create Empire Development Zones within the select towns.

Additionally, the County reports the following fiduciary funds:

Agency funds are used to account for assets held by the County as an agent for numerous purposes as follows:

Consumer restitution reserve agency is used to compensate consumers who obtain judgments against home improvements contractors.

General agency is used for such purposes as sewer escrow deposits, contractor bill deposits and land management escrow.

Bail agency is used for bail monies posted by sureties on behalf of defendants.

Mortgage tax agency is used for mortgage tax collections by the County Clerk held for semi-annual distributions to towns and villages.

Community preservation agency is used for transfer tax collections by the County Clerk held for monthly distributions to the five east end towns.

Probation peace bonds agency is used for bonds or other security posted by defendants pursuant to NYS Penal Law Section 65.10.

Social services agency is used for various purposes including burial and conservatorship accounts.

Suffolk County Community College agency is used for various purposes including federal and New York State and other source scholarship and grant monies.

Payroll account agency is used to hold payroll related funds prior to distribution for such purposes as federal and state payroll taxes, union dues, flexible contribution benefits and deferred compensation contributions.

Court agency fund is used to hold surplus monies from court actions pending court orders for distribution.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

Agency assurance fund is used to hold funds in contingency for claims against County owned land.

The Vanderbilt private-purpose trust fund is used to account for resources legally held in trust for use by a not-for-profit organization responsible for operating a museum on the grounds of the former Vanderbilt estate in Centerport, N.Y. In accordance with the last will and testament of William K. Vanderbilt II, all assets of the trust are permanently restricted. The operations of the museum are allowed to be funded from all but the original principal as determined by historic dollar value of the endowment bequest.

The D. White private-purpose trust fund is used to account for resources legally held in trust for purposes of funding reimbursements to individuals in the Sayville area for certain emergency services pursuant to a trust agreement.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and various other charges between the functions of the County. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the John J. Foley Skilled Nursing Facility, Suffolk Health Plan, Francis S. Gabreski Airport, and Suffolk County Ball Park, are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The County reports the following stabilization and reserve funds:

The tax stabilization reserve fund was established in 1997 by the adoption of County Resolution No. 1154-1997, as authorized under Section 6-e of NYS General Municipal Law. Originally this reserve fund was subject to Local Law 29 of 1995, which requires a minimum

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

of 25 percent of the general fund discretionary fund balance surplus be transferred to the tax stabilization reserve fund or debt service reserve fund. However, this requirement was amended by LL 43-2006 which requires that once the tax stabilization reserve fund exceeds the greater of \$120 million or 5 percent of the general fund operating budget, use of funds in excess of the \$120 million may be returned to the taxpayers or appropriated for specific purposes as specified in the local law. Additionally, Local Law 19-2009 was passed to suspend the required general fund transfer to the tax stabilization reserve fund for the years 2009-2016.

Expenditures from the fund are used to avoid a projected increase in the real property tax levy in excess of 2.5 percent. The County Executive is also authorized to recommend transfers from the tax stabilization reserve fund to the general fund to address an unanticipated loss of revenues or unanticipated expenses. For financial reporting purposes, the tax stabilization reserve fund is reported within the general fund. The balance in the tax stabilization reserve fund at December 31, 2011 was \$48,896,311.

The assessment stabilization reserve fund receives funding from $\frac{1}{4}$ percent of the County's sales tax revenues pursuant to NYS Tax Law §1210. The fund received 100 percent of the $\frac{1}{4}$ percent tax from 1985 to 1989. Between 1989 and 1999, the $\frac{1}{4}$ percent sales tax revenues were redirected. Beginning in 2000 the $\frac{1}{4}$ percent sales tax was deposited into the Suffolk County water protection fund which then transferred 35.7 percent of this tax revenue to the assessment stabilization reserve fund. The passage of Local Law No. 24-2007 amended the percentage of sales tax receipts transferred to the assessment stabilization reserve fund from 35.7 percent to 25 percent.

The assessment stabilization reserve fund provides funding to the County's sewer district funds for stabilization of sewer rates and fees in addition to infrastructure and capital improvements within the sewer districts. Local Law No. 35-1999 required sewer districts to increase rates by a minimum of 3 percent before funds could be transferred from assessment stabilization reserve fund to stabilize sewer taxes/usage fees in a district.

In 2011 the County adopted Resolution No. 625-2011 which provides that if the assessment stabilization reserve fund's fund balance exceeds \$140 million in fiscal years 2011 through 2013; 62.5 percent of the excess can be used if accepted by duly approved resolutions, for specific sewer district costs. Additionally, the remaining 37.5 percent of the excess fund balance shall be appropriated, via duly approved resolutions, to a reserve fund for bonded indebtedness or a reserve fund for retirement contributions. The resolution provides that in fiscal years 2014-2021, any fund balance in excess of \$140 million shall be used exclusively, via duly approved resolutions, for specific sewer district costs. For financial reporting purposes, the assessment stabilization reserve fund is reported within the water quality protection reserve fund, a nonmajor governmental fund. The balance in the assessment stabilization reserve fund at December 31, 2011 was \$148,312,508.

The southwest assessment stabilization reserve fund was established to stabilize rates within the southwest sewer district (sewer district #3). The southwest assessment stabilization reserve fund is governed by NYS General Municipal Law, Article 2, Section 6-o which restricts expenditures from this fund to the purpose of design, construction and operation of a

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

solid waste management facility. For financial reporting purposes, the southwest assessment stabilization reserve fund is reported within the sewer district #3 fund, a nonmajor government fund. The balance in the southwest assessment stabilization reserve fund at December 31, 2011 was \$1,176,699.

The retirement contribution reserve fund was established pursuant to NYS General Municipal Law, Article 2, and Section 6-r. As required by law, expenditures from this fund are limited to the purpose of financing retirement contributions. For financial reporting purposes, the retirement contribution reserve fund is reported within the general fund. The balance in the retirement contribution reserve fund at December 31, 2011 was \$10,587,566.

The water quality protection reserve fund received ¼ percent sales tax revenues due to the County under NYS Tax Law §1210-a, beginning in 1989 until 2000. In December of 2000, the ¼ percent sales tax revenues were redirected to the Suffolk County water protection fund. The remaining fund balance in the water quality protection reserve fund is restricted, per NYS law, for the purpose of the operation of certain groundwater protection programs; including toxic waste cleanup and purchase of open-space land. The balance in the water quality protection reserve fund at December 31, 2011 was \$988,727, prior to the reclassification of the environmental trust fund in the amount of \$5,867,612 and the assessment stabilization reserve fund in the amount of \$148,312,508.

The Suffolk County water protection fund serves as a repository for the County's ¼ percent sales tax. Pursuant to NYS Tax Law § 1210-a, the ¼ percent sales tax revenue is restricted to specifically dedicated purposes. County Local Law determines the allocation of funding to these legally restricted purposes. Therefore, dedicated sales tax revenue is distributed from this fund to other governmental funds, in order to fund the various components of the program. The balance in the Suffolk County water protection fund at December 31, 2011 was \$33,000,872.

D. Restatement of beginning balances

Effective January 1, 2011, the County implemented GASB 54, "Fund Balance Reporting and Governmental Fund Type Definitions." In connection with the implementation of this new standard, all of the County's funds were analyzed by management in order to address the necessary changes to its financial statements. Based on GASB 54's revised fund type definitions, the following which were previously classified as special revenue funds have been reclassified into the general fund: Downtown Revitalization, Building Sanitation Administration, General Capital Reserve, Tax Stabilization Reserve, Retirement Contribution Reserve, and Debt Service Reserve. In addition, the following funds did not meet GASB 54's criteria to be reported as separate special revenue funds and have been reclassified as follows: Environment Trust is reported as part of Water Quality Protection Reserve, Community Development Administration and Guaranteed Loan Program are reported as part of Community Development, Assessment Stabilization Reserve is reported as part of Suffolk County Water Protection, and both Sewer Operation & Maintenance, and Southwest Assessment Stabilization are reported as part of Sewer District #3. As a result of the above,

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

reclassifications, the fund financial statements as of December 31, 2010 were restated as follows:

<u>Entity/Reporting Level</u>	<u>Fund Balance</u>		
	<u>As Previously Reported</u>	<u>Adjustment</u>	<u>Restated</u>
Government Funds:			
Building Sanitation Administration	\$ (104,720)	\$ 104,720	\$ -
Tax Stabilization Reserve	89,000,382	(89,000,382)	-
Retirement Contribution Reserve	105,693	(105,693)	-
General Fund	(130,486,588)	89,001,355	(41,485,233)
Sewer Maintenance & Operation	2,297,823	(2,297,823)	-
Southwest Assessment Stabilization Reserve	1,166,477	(1,166,477)	-
Sewer District #3	8,010,843	3,464,300	11,475,143
Environmental Trust	6,703,052	(6,703,052)	-
Assessment Stabilization Reserve	108,794,318	(108,794,318)	-
Water Quality Protection Reserve	1,022,840	115,497,370	116,520,210
Community Development Administration	(1,353,353)	1,353,353	-
Guarenteed Loan Program	2,742	(2,742)	-
Community Development	(77,468)	(1,350,611)	(1,428,079)
Total Governmental Funds:	<u>\$ 85,082,041</u>	<u>\$ -</u>	<u>\$ 85,082,041</u>

E. Assets, liabilities, and net assets or equity

1. Deposits and investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The County's Agency funds maintain, as custodian, investments in the equity and fixed income securities consisting of United States Government Bonds and Notes, corporate and municipal bonds, and equity securities. Investments for the County, as well as for its component units, are reported at fair value.

The County's investment policies are governed by New York State statute. In addition, the County has written investment policies and guidelines that authorize the Treasurer to invest idle funds in:

- Certificates of Deposit issued by a bank or trust company authorized to do business in the County
- Time deposit accounts in a bank or trust company authorized to do business in the County
- Obligations of New York State

- Obligations of the United States Government
- Repurchase agreements involving the purchase and sale of direct obligations of the United States Government
- Obligations of agencies of the Federal government if principal and interest are guaranteed by the United States Government
- Any securities approved by the Comptroller of New York State

All bank deposits must be either fully (i) insured by the Federal Deposit Insurance Corporation (FDIC), or (ii) collateralized by debt obligations of the United States Government (or its agencies) or New York State. The bank deposits collateralized by debt obligations have fair values that range from 102 percent to 105 percent of the deposited amount. Collateral may be maintained either by the County or by a custodial bank with which the County has entered into a custodial agreement.

Investments in repurchase agreements are required by County policy to be collateralized by obligations of the United States Government, which are maintained by a custodial bank designated by the County Treasurer. Written contracts are required for all repurchase agreements, the terms of which may not exceed 30 days. Measures are taken by the County to ensure that the value of such underlying collateral exceeds the value of the related repurchase agreement, including a weekly evaluation of the fair value of such collateral.

2. Receivables and payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e. the current portion of interfund loans) or “advances to/from other funds” (i.e. the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Receivables are reported as assets on the respective fund financial statement of the fund of ownership when a legal right to the asset exists. If the related revenue is not available, deferred revenue is recorded as a liability on the respective fund financial statement.

Property taxes are levied by the County each December 1 on the full assessed value of all taxable real property. Property tax receivables are recognized on January 1 of the year for which they are levied. Initial responsibility for collecting the County’s property tax rests with the ten towns comprising the County.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

The towns and school districts receive their entire levy prior to any distribution to the County. The property tax receivable in the County's financial statements represents (i) the aggregate unpaid taxes transferred from the towns' Tax Receivers to the County and (ii) interest and penalties on such unpaid taxes. It is the County's responsibility to collect such unpaid taxes. Tax collections for the years ended December 31, 2011 and 2010 were approximately 95.9 and 95.7 percent respectively, of the tax levy for County purposes. The County recognizes property tax revenue realized from payments actually received against the current year's levy and prior years' levies previously recorded as deferred tax revenues, as well as payments received during the two months of the following year related to both the current and prior years' levies.

Property tax receivables, estimated to be collectible but that have not been collected in the first two months of the next calendar year, are recorded as deferred tax revenue on the County's financial statements.

The following is a summary of the County's property tax calendar for 2011:

Lien date	June 1, 2010
Levy date	December 1, 2010
Tax bills mailed	December 1, 2010
Property taxes recorded	January 1, 2011
First installment payment due	January 10, 2011
Second installment payment due	May 31, 2011
Taxes become overdue	June 1, 2011

3. *Inventories and prepaid items*

Inventory on hand is not significant and is recorded as an expenditure in the period purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

4. *Restricted assets*

Restricted assets consist of temporary investments in certificates of deposit and money market funds as well as amounts receivable from New York State and local hospitals in connection with hospital debt.

5. *Capital assets*

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable proprietary fund financial statements and governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an estimated

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

useful life in excess of two years and an initial, individual cost equal to or greater than the capitalization threshold for the particular classification of the asset as follows:

<u>Asset</u>	<u>Threshold</u>
Land	Capitalize All
Buildings	\$100,000
Improvements other than buildings	\$ 5,000
Infrastructure	\$100,000
Equipment and vehicles	\$ 5,000
Historical treasures	\$100,000

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets for business-type activities is included as part of the capitalized value of the assets constructed. Net capitalized interest included in the business-type assets was approximately \$1,607,310 during 2011.

Property, plant, equipment and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	25-50
Improvements other than buildings	20-30
Infrastructure-structures	10-15
Infrastructure-systems	20-65
Equipment-maintenance/utility	15-30
Equipment-office, computer	5-10
Vehicles	4-15

6. *Compensated absences*

Under terms of multiple union contracts, County employees accumulate earned but unused vacation and sick pay benefits. In the event of termination, employees are reimbursed for accumulated vacation time up to the equivalent of 90 working days for Suffolk County Association of Municipal Employees (SCAME) and 120 working days for Patrolmen's Benevolent Association (PBA) and Superior Officers Association (SOA) employees. Similarly, unused sick leave will be paid on retirement to the employee, or upon death of the employee to his/her designated beneficiary at the rate of one day to be paid for every two days accumulated, up to a total of 180 days paid for 360 accumulated for SCAME employees and up to a total of 300 days paid for 600 days accumulated for PBA and SOA employees. All vacation pay and vested sick pay are accrued when incurred in the government-wide and

proprietary funds financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

7. Long-term obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method or a method that approximates effective interest. Bonds payable is reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

8. Fund equity

Effective January 1, 2010, the County adopted GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions," which establishes new standards of accounting and financial reporting that are intended to improve the usefulness of information provided to financial report users about fund balance by providing clearer, more structured fund balance classifications, and clarifying the definitions of existing governmental fund types. The classifications are based primarily on the extent to which the County is bound to honor external and internal constraints on the specific purpose for which the amounts in those funds can be spent. Fund balances are reported in the following categories:

Non-spendable fund balances include amounts that cannot be spent because they are not in spendable form or legally or contractually required to be maintained intact.

Restricted fund balances are externally constrained by legal restrictions from creditors, grant agreements or laws and regulations of other governments or legally enforceable enabling legislation.

Committed fund balances are amounts that are constrained for specific purposes imposed by formal action of the County's highest level of decision-making authority. For Suffolk County, this authority is the Suffolk County Legislature and the Suffolk County Executive through the adoption of a resolution or a local law. The County has no committed fund balances.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

Assigned fund balances are constrained by the government's intent to use such funds for specific purposes, but are neither restricted nor committed. The County reports encumbrances, authorized by the County Executive's Budget Office within the assigned fund balance of the general fund. Encumbrances represent the County's only assigned fund balance because the County's governing bodies have not delegated authority to any other parties. The assigned fund balance has been eliminated by reducing the deficit in the general fund's unassigned fund balance. Therefore, no assigned fund balance is reported by the County.

Unassigned fund balance is the residual classification for the County's general fund and includes all spendable amounts that have not been restricted, committed or assigned. Any negative residual amounts within the County's fund financial statements are classified as unassigned.

The fund balance categories of the governmental funds are shown on the face of the Balance Sheet.

The County uses restricted amounts first when both restricted and unrestricted fund balances are available. The County uses unrestricted fund balances in the following order: committed, assigned and unassigned.

9. Encumbrances

The County uses encumbrances in order to budgetarily designate resources for specific commitments. Encumbered amounts are not displayed separately on the face of the financial statements but rather reported within the restricted classifications of the individual funds or within the assigned fund balance of the general fund. Encumbered balances at December 31, 2011 are as follows:

Major Funds

Capital fund	\$ 93,637,270
--------------	---------------

Non-Major Funds

Capital Sewer fund	\$ 39,497,498
Capital Southwest Sewer fund	\$ 13,126,433

F. New Accounting Pronouncements

The County is in the process of completing the analyses required to estimate the financial statement impact of the following statements:

In December 2009, the GASB issued Statement No. 57 "OPEB Measurement by Agent Employers and Agent Multiple-Employer Plans." This statement addresses issues related to the use of the alternative measurement method and the frequency and timing of measurements of employers that participate in agent multiple-employer other postemployment benefit (OPEB) plans. The County provides OPEB for all of its employees

through a single employer plan. Therefore, GASB Statement No. 57 will not affect the County's reporting of its OPEB obligations.

In November 2010, the GASB issued Statement No. 60 "Service Concession Arrangements." This statement addresses issues relating to service concession arrangements, (SCAs) which are agreements between governments and private entities to operate a capital asset that is part of the government. The County is required to adopt GASB Statement No. 60 for its 2012 financial statements. The implementation of this statement is not expected to have an impact on the financial position of the County.

In November 2010, the GASB issued Statement No. 61 "The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34." This statement is intended to result in increased financial statement relevance by improving guidance for including, presenting and disclosing information about component units and equity interest transactions of a financial reporting entity. The County is required to adopt GASB Statement No. 61 for its 2013 financial statements and should not have a significant impact in the County's financial statements.

In December 2010, the GASB issued Statement No. 62, "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements". This statement will improve financial reporting by contributing to the GASB's efforts to codify all sources of generally accepted accounting principles for state and local governments so that they derive from a single source. The County is required to adopt GASB Statement No. 62 for its 2012 financial statements. The County is currently evaluating what effect if any; adoption of GASB 62 will have on the County's financial statements.

In June 2011, the GASB issued Statement No. 63 "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position." This statement will improve financial reporting by standardizing the presentation of deferred outflows and inflows of resources and their effects on a government's net position. The county is required to adopt GASB Statement No. 63 for its 2012 financial statements and it is not anticipated that it will have a significant impact on the County's financial statements.

In June 2011, the GASB issued Statement No. 64 "Derivative Instruments: Application of Hedge Accounting Termination Provisions – an amendment of GASB Statement No. 53." The objective of this statement is to clarify the circumstances in which hedge accounting should continue to be applied after the replacement of a swap counterparty or a swap counterparty's credit support provider. The County is required to adopt GASB Statement No. 64 for its 2012 financial statements. The implementation of this statement is not expected to effect the financial position of the County.

G. Adoption of New Accounting Standards

In March 2009, the GASB issued Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions." This statement is intended to improve the usefulness of information provided to financial report users about fund balance by providing clearer, more structured fund balance classifications, and by clarifying the definitions of existing

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

governmental fund types. The County adopted GASB Statement No. 54 effective January 1, 2011. The implementation of this statement resulted in the restatement of prior period balances (Note I.D.) and a reclassification of fund balance within the governmental fund statements. In accordance with new fund type definitions, per GASB 54, some of the funds previously considered special revenue funds are now included as part of the General fund or another special revenue fund.

In June 2010, the GASB issued Statement No. 59 “Financial Instruments Omnibus.” This statement is intended to improve the consistency and completeness of reporting and disclosure for certain types of financial instruments. The County adopted GASB Statement No. 59 in 2011; however, the implementation of this Statement did not have a significant impact on the financial position of the County.

II. Stewardship, compliance, and accountability

A. Budgetary information

Annual budgets are adopted on a budgetary basis for all governmental funds except certain nonmajor special revenue funds (which are not budgeted) and capital funds (which are budgeted through project length budgets). The difference between the County’s budgetary basis of accounting and GAAP is as follows:

- Pension expenditures are budgeted on a cash basis.
- Interest earned on the revocable trust is not budgeted in the general fund or the police district fund.
- Debt service paid by the revocable trust is not budgeted in the general fund or the police district fund.
- Recognition of deferred revenue from the sale of future tobacco revenues is not budgeted in the general fund or the police district fund.

Governmental funds with legally adopted annual budgets include:

General Fund	Sewer District # 10
Police District	Sewer District # 11
Tax Certiorari	Sewer District # 12
Public Safety Communications System E-911	Sewer District # 13
County Road	Sewer District # 14
Handicapped Parking Education	Sewer District # 15
MTA Payroll Tax	Sewer District # 18
District Court	Sewer District # 19
Hotel/Motel Tax Culture and History	Sewer District # 20
Sewer District # 1	Sewer District # 21
Sewer District # 2	Sewer District # 22
Sewer District # 3	Sewer District #23
Sewer District # 5	Sewer District #28
Sewer District # 6	Workforce Investment Revenue
Sewer District # 7	Medicaid Compliance Fund
Sewer District # 8	Suffolk County Water Protection
Sewer District # 9	

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

All annual appropriations lapse at fiscal year end with the exception of capital funds and certain nonmajor special revenue funds. Non-lapsing special revenue funds include:

Electrical Authority Fund	Water Quality Protection Reserve Fund
NYS Affordable Housing Corporation	Assets Forfeiture - Probation
Community Development Fund	Assets Forfeiture - Sheriff
Home Investment Partnership	Assets Forfeiture - Police
Emergency Shelter Grants Program	Assets Forfeiture - District Attorney
Neighborhood Stabilization	New York State Assets Forfeiture
Homeless Prevention	DWI Asset Seizure
NYS Neighborhood Revitalization Program	

The County's procedures for establishing the budgetary data reflected in the financial statements are as follows:

- (i) Prior to September 19, the County Executive submits proposed operating budgets to the County Legislature for the general and budgeted special revenue funds for the fiscal year commencing on the following January 1. The operating budgets include proposed expenditures and the means of financing them.
- (ii) Public hearings are conducted at locations throughout the County to obtain taxpayer comments on the proposed budgets.
- (iii) The budgets are legally enacted either by (a) passage of a legislative resolution prior to November 10 or (b) automatically based on provisions in the County Charter if no resolution is passed by November 10.
- (iv) Total expenditures of each department within the general and special revenue funds may not legally exceed budgeted amounts for such departments after the adoption of the budget by the County Legislature unless approved by the County Legislature. Thus, the level of budgetary control is exerted at the departmental level. However, the County Executive is authorized to transfer certain budgeted amounts: \$100,000 or ten percent of any unencumbered budgeted free balance, whichever is greater, without approval of the County Legislature. During 2011, General Fund supplementary appropriations were authorized and aggregated approximately \$13,671,673.

B. Excess of expenditures over appropriations

For the year ended December 31, 2011, expenditures exceeded appropriations for the following category of expenditures within each of the respective funds:

General Fund:	
· Economic assistance and opportunity:	
Social services	\$ 52,847
· Education:	
Miscellaneous	\$ 1,864,626
· Home and community services:	
Planning	\$ 43,737
	(Continued)

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

Police District:		
· General government support:		
Miscellaneous	\$	48,522
· Public safety:		
Police	\$	4,203,632
Public Safety Communications System E-911:		
· Public safety:		
Police	\$	437,474
· Employee benefits	\$	25,751
Hotel/Motel Tax Culture and History:		
· Employee benefits	\$	1,105
Sewer District #18:		
· Home and community services:		
Public works	\$	1,631
· Debt service:		
Interest and other charges	\$	6,792

C. Deficit fund equity

The following funds have deficit fund balances at December 31, 2011:

GENERAL FUND	\$ 166,749,243
SPECIAL REVENUE FUNDS:	
· Police District	\$ 51,347,566
· Public Safety Communications System E-911	2,732,156
· County Road Fund	2,094,726
· Electrical Authority Fund	115,006
· Workforce Investment Revenue	494,924
· Community Development	939,076
· Medicaid Compliance Fund	1,548,482
PROPRIETARY FUNDS:	
· John J. Foley Skilled Nursing Facility	\$ 45,678,271

The County plans to eliminate the deficits listed above through prospective tax levies and other revenue generating or cost saving methods.

III. Detailed notes on all funds

A. Deposits and investments

At year end, Suffolk County's bank balance in all financial institutions was \$604,416,591. The entire bank balance was either covered by federal depository insurance or by collateral held by the County's agent in the County's name.

The bank balances for each of the County's discretely presented component units, was covered either by federal depository insurance or by collateral held by the component unit's agent in its name.

Interest Rate Risk – The County limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Operating fund investment maturities are limited to 12 months or less. Reserve fund investment maturities are limited to 20 months or less. Repurchase agreement maturities are limited to 30 days or less. Furthermore, the County’s investment policy authorizes the investment of funds not required for immediate expenditure for terms not to exceed its projected cash flow needs.

Credit Risk – The County limits its investment choices as a means of managing its exposure to credit risk. As authorized by General Municipal Law, Section II, Suffolk County authorizes the County Treasurer to invest monies not required for immediate expenditure for terms not to exceed the County’s cash flow needs in the following types of investments:

Special time deposit accounts;

Certificate of deposit;

Obligations guaranteed by agencies of the United States of America where the payment of principal and interest are guaranteed by the United States of America;

Obligations of New York State;

Obligations issued pursuant to LFL Section 24.00 or 25.00 (with approval of the State Comptroller) by any municipality school district or district corporation other than Suffolk County;

Participation in a cooperative investment program with another authorized governmental entity pursuant to Article 5-G of the General Municipal Law where such a program meets all the requirements set forth in the Office of the State Comptroller Opinion No. 88-46 and the specific investment program has been authorized by the County Legislature.

Concentration of Credit Risk – The County limits the amount the County may invest in any one issuer as follows:

- No more than 25 percent of invested monies shall be invested in obligations of the State of New York;
- No more than 15 percent of invested monies shall be invested in obligations pursuant to LFL Section 24.00 or 25.00;
- No more than 15 percent of invested monies exclusive of fiduciary funds shall be invested in obligations issued by any one approved cooperative investment program.

Investments

The County's investment consists of all securities maintained in a revocable trust. This trust consists primarily of United States Treasury securities, which are not subject to credit risk, held by the Trustee for the benefit of Suffolk County. The trust was funded from the proceeds of STASC 2008 series bonds. At December 31, 2011 the fair value of this trust was \$53,112,253 and consisted of 5 Treasury Strips bearing 0.000 percent interest maturing from February 15, 2012 through August 15, 2013, and 9 Treasury Notes bearing interest ranging from 2.875 percent to 4.75 percent and maturing from January 31, 2012 through July 31, 2013.

The County's agency funds invested in cooperative investment programs totaled \$8,971,508 and were rated AAAM by Standard & Poor's.

Suffolk Tobacco Asset Securitization Corporation

The County's formal investment policy as described above does not apply to the Suffolk Tobacco Asset Securitization Corporation (STASC). STASC's cash and cash equivalents consist of demand deposits and money market accounts. Investments consist of a repurchase agreement and are stated at the contract value.

Custodial Credit Risk – Deposits – Custodial credit risk for deposits exists when, in the event of the failure of a depository financial institution, STASC may be unable to recover deposits, or recover collateral securities that are in possession of an outside agency. At December 31, 2011, STASC deposits with a financial institution were \$230,573. Of these balances \$230,212 was insured by the Federal Deposit Insurance Corporation and \$361 consisted of a temporary investment in Dreyfus Treasury & Agency Cash Management, and is uncollateralized.

Custodial Credit Risk – Investments – Custodial credit risk for investments exists when, in the event of the failure of the counterparty, STASC will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. STASC's ability to invest is restricted by the Indenture. STASC's Liquidity Reserve Account is invested in a Repurchase Agreement with Bayerische Landesbank. Bayerische Landesbank is authorized to invest in various securities as set forth in the Investment Repurchase Agreement dated August 21, 2008. STASC's share of investments in this repurchase agreement was \$18,760,231 at December 31, 2011, is due to mature on June 1, 2048, and earns interest at 4.614 percent annually. The Repurchase Agreement is fully collateralized by debt obligations having fair values that range from 100 percent to 102 percent of the deposited amount held by a custodial bank.

Vanderbilt Private-Purpose Trust

The County's formal investment policy as described above does not apply to the Vanderbilt Private-Purpose Trust (Vanderbilt Trust). The Suffolk County Legislature has fiduciary responsibility for the Vanderbilt Trust. Suffolk County Resolution No. 1266-2007 provides that until modified current investment guidelines, permitting a 50/50 split between fixed

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

securities and equities (within a 5 percent to 10 percent range of the 50/50 split as determined by market conditions) shall remain in effect.

At year-end, investments of the Vanderbilt Private-Purpose Trust were as follows:

<u>Investment by Type</u>	<u>Fair Value</u>
Mutual funds	\$ 9,075,542
Total investments	<u>\$ 9,075,542</u>

Component Units

At August 31, 2011, Suffolk County Community College's investment balances were as follows:

<u>Investment by Type</u>	<u>Fair Value</u>
Corporate securities	\$ 8,366,288
Government obligations	14,792,590
Mutual funds	1,908,846
Total investments	<u>\$ 25,067,724</u>

B. Receivables

Receivables at December 31, 2011 were as follows:

	Governmental Funds					Total Governmental Receivables
	General	Police District	Capital	STASC	Other Governmental	
Receivables:						
Property tax	\$ 213,430,394	\$ -	\$ -	\$ -	\$ -	\$ 213,430,394
Sales tax	133,920,701	-	-	-	7,508,218	141,428,919
Other funds	79,142,400	27,875,998	36,819,676	192,979,247	139,624,664	476,441,985
Intergovernmental accounts	361,122,312	576,989	21,402,062	-	14,418,391	397,519,754
Other	28,532,795	35,084	-	-	4,368,378	32,936,257
Total receivables	<u>816,148,602</u>	<u>28,488,071</u>	<u>58,221,738</u>	<u>192,979,247</u>	<u>165,919,651</u>	<u>1,261,757,309</u>
Allowance for doubtful accounts	(13,940,627)	-	-	-	-	(13,940,627)
Receivables, net	<u>\$ 802,207,975</u>	<u>\$ 28,488,071</u>	<u>\$ 58,221,738</u>	<u>\$ 192,979,247</u>	<u>\$ 165,919,651</u>	<u>\$ 1,247,816,682</u>

(Continued)

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

	Enterprise Funds					
	Suffolk Health Plan	Suffolk County Ball Park	Francis S. Gabreski Airport	Regional Economic Dev Initiative	John J. Foley Skilled Nursing Facility	Total Enterprise Receivables
Receivables:						
Accounts	\$ -	\$ -	\$ -	\$ -	\$ 9,349,535	\$ 9,349,535
Other	-	255,200	2,087,326	28,900	5,511,433	7,882,859
Total receivables	-	255,200	2,087,326	28,900	14,860,968	17,232,394
Allowance for doubtful accounts	-	-	-	-	(2,696,892)	(2,696,892)
Receivables, net	\$ -	\$ 255,200	\$ 2,087,326	\$ 28,900	\$ 12,164,076	\$ 14,535,502

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	Unavailable	Unearned
Delinquent property taxes receivable (general fund)	\$ 185,988,506	\$ -
New York State Department of Health:		
Mental health and alcohol advances for County programs (general fund)	-	15,061,335
Federal and State government receivables (general fund)	16,353,381	-
Tobacco settlement receipts (general fund)	-	254,664
Stop DWI (general and police district fund)	-	94,974
Hospital mortgages (general fund)	-	640,637
Total deferred/unearned revenue for governmental funds	<u>\$ 202,341,887</u>	<u>\$ 16,051,610</u>

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

C. Capital Assets

Capital asset activity for the year ended December 31, 2011 was as follows:

Primary Government

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being				
Land	\$ 764,758,670	\$ 52,010,188	\$ -	\$ 816,768,858
Development rights	215,432,741	5,266,415	-	220,699,156
Historic buildings	4,607,607	-	-	4,607,607
Construction in progress	531,204,807	108,077,431	(32,360,750)	606,921,488
Total capital assets, not being depreciated	1,516,003,825	165,354,034	(32,360,750)	1,648,997,109
Capital assets, being depreciated:				
Buildings	640,740,830	201,880	-	640,942,710
Improvements other than buildings	48,868,379	411,594	-	49,279,973
Vehicles and equipment	323,579,796	15,387,558	(25,153,567)	313,813,787
Infrastructure	935,343,137	31,810,569	-	967,153,706
Total capital assets, being depreciated	1,948,532,142	47,811,601	(25,153,567)	1,971,190,176
Less accumulated depreciation for:				
Buildings	(365,674,392)	(10,872,568)	-	(376,546,960)
Improvements other than buildings	(19,978,482)	(1,717,042)	-	(21,695,524)
Vehicles and equipment	(187,115,245)	(22,842,426)	23,907,073	(186,050,598)
Infrastructure	(395,843,507)	(19,177,166)	-	(415,020,673)
Total accumulated depreciation	(968,611,626)	(54,609,202)	23,907,073	(999,313,755)
Total capital assets, being depreciated, net	979,920,516	(6,797,601)	(1,246,494)	971,876,421
Governmental activities capital	<u>\$ 2,495,924,341</u>	<u>\$ 158,556,433</u>	<u>\$ (33,607,244)</u>	<u>\$ 2,620,873,530</u>

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 22,092,831	\$ -	\$ -	\$ 22,092,831
Construction in progress	13,936,300	1,290,619	(112,689)	15,114,230
Total capital assets, not being depreciated	36,029,131	1,290,619	(112,689)	37,207,061
Capital assets, being depreciated:				
Buildings	58,505,464	22,008	-	58,527,472
Improvements other than buildings	6,499,471	474,310	-	6,973,781
Vehicles and equipment	5,210,188	33,439	-	5,243,627
Total capital assets, being depreciated	70,215,123	529,757	-	70,744,880
Less accumulated depreciation for:				
Buildings	(28,568,671)	(1,833,245)	-	(30,401,916)
Improvements other than buildings	(1,636,009)	(223,535)	-	(1,859,544)
Vehicles and equipment	(3,334,759)	(412,566)	-	(3,747,325)
Total accumulated depreciation	(33,539,439)	(2,469,346)	-	(36,008,785)
Total capital assets, being depreciated, net	36,675,684	(1,939,589)	-	34,736,095
Business-type activities capital assets, net	<u>\$ 72,704,815</u>	<u>\$ (648,970)</u>	<u>\$ (112,689)</u>	<u>\$ 71,943,156</u>

Depreciation expense and amortization for the year ended December 31, 2011 was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government support	\$ 14,522,410
Economic assistance and opportunity	166,075
Health	1,926,565
Public safety	6,863,786
Culture and recreation	2,321,301
Home and community services	9,564,826
Transportation	14,821,582
Legislative	113,400
Judicial	4,309,257
Total depreciation expense-governmental activities	<u>\$ 54,609,202</u>
Business-type activities:	
Suffolk County Ball Park	\$ 457,056
Francis S. Gabreski Airport	267,743
John J. Foley Skilled Nursing Facility	1,744,547
Total depreciation expense-business-type activities	<u>\$ 2,469,346</u>

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

Construction commitments

The County has a number of active construction project commitments at December 31, 2011. Active projects for which amounts spent as of December 31, 2011 exceed \$10,000,000 include 32 projects. The total spent as of December 31, 2011 for these projects amounts to approximately \$1 billion. Remaining commitments for these projects amount to approximately \$174 million.

Discretely presented component units

Capital asset activity for Suffolk County Community College (College) for the year ended August 31, 2011 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 4,948,118	\$ -	\$ -	\$ 4,948,118
Construction in progress	8,066,255	421,728	(7,538,883)	949,100
Total capital assets, not being depreciated	13,014,373	421,728	(7,538,883)	5,897,218
Capital assets, being depreciated:				
Buildings	152,318,168	13,170,392	-	165,488,560
Improvements other than buildings	11,986,245	80,119	-	12,066,364
Vehicles and equipment	20,340,341	1,940,082	-	22,280,423
Infrastructure	6,147,034	265,739	-	6,412,773
Total capital assets, being depreciated	190,791,788	15,456,332	-	206,248,120
Less accumulated depreciation for:				
Buildings	(62,315,317)	(3,914,063)	-	(66,229,380)
Improvements other than buildings	(4,940,065)	(462,754)	-	(5,402,819)
Vehicles and equipment	(10,216,630)	(2,311,205)	-	(12,527,835)
Infrastructure	(1,502,399)	(300,546)	-	(1,802,945)
Total accumulated depreciation	(78,974,411)	(6,988,568)	-	(85,962,979)
Total capital assets, being depreciated, net	111,817,377	8,467,764	-	120,285,141
College capital assets, net	<u>\$124,831,750</u>	<u>\$ 8,889,492</u>	<u>\$ (7,538,883)</u>	<u>\$126,182,359</u>

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

Capital asset activity for the Suffolk Regional Off-Track Betting Corporation (OTB) for the year ended December 31, 2011 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 2,058,343	\$ -	\$ -	\$ 2,058,343
Construction in progress	25,209	69,255	(39,243)	55,221
Total capital assets, not being depreciated	<u>2,083,552</u>	<u>69,255</u>	<u>(39,243)</u>	<u>2,113,564</u>
Capital assets, being depreciated:				
Building & leasehold improvements	14,122,989	63,338	(1,897,440)	12,288,887
Vehicles and equipment	<u>3,068,745</u>	<u>89,064</u>	<u>(178,162)</u>	<u>2,979,647</u>
Total capital assets, being depreciated	17,191,734	152,402	(2,075,602)	15,268,534
Less accumulated depreciation:	(6,841,931)	(678,743)	633,518	(6,887,156)
Total capital assets, being depreciated, net	<u>10,349,803</u>	<u>(526,341)</u>	<u>(1,442,084)</u>	<u>8,381,378</u>
OTB capital assets, net	<u>\$ 12,433,355</u>	<u>\$ (457,086)</u>	<u>\$ (1,481,327)</u>	<u>\$ 10,494,942</u>

Capital asset activity for the Suffolk County Industrial Development Agency (IDA) for the year ended December 31, 2011 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ -	\$ -	\$ -	\$ -
Total capital assets, not being depreciated	-	-	-	-
Capital assets, being depreciated:				
Vehicles and equipment	<u>58,345</u>	-	-	58,345
Total capital assets, being depreciated	58,345	-	-	58,345
Less accumulated depreciation for:				
Vehicles and equipment	<u>(52,339)</u>	(3,402)	-	(55,741)
Total accumulated depreciation	(52,339)	(3,402)	-	(55,741)
Total capital assets, being depreciated, net	<u>6,006</u>	<u>(3,402)</u>	-	<u>2,604</u>
IDA capital assets, net	<u>\$ 6,006</u>	<u>\$ (3,402)</u>	<u>\$ -</u>	<u>\$ 2,604</u>

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

D. Payables and accrued liabilities

Payables and accrued liabilities at December 31, 2011, were as follows:

	Other Governments	Salaries	Vouchers	Other	Total
Governmental activities:					
General	\$ 994,875	\$ 51,887,885	\$ 106,439,133	\$ 60,483,735	\$ 219,805,628
Police district	891	59,613,827	7,823,033	142,423	67,580,174
Capital	-	-	27,334,046	3,820,673	31,154,719
STASC	5,220	-	-	-	5,220
Other governmental	-	8,249,247	11,478,486	3,734,926	23,462,659
Total governmental activities	<u>\$ 1,000,986</u>	<u>\$ 119,750,959</u>	<u>\$ 153,074,698</u>	<u>\$ 68,181,757</u>	<u>\$ 342,008,400</u>
Business-type activities:					
Suffolk Health Plan	\$ -	\$ -	\$ 23,420	\$ -	\$ 23,420
Suffolk County Ball Park	-	-	11,638	-	11,638
Francis S. Grabeski Airport	-	64,023	416,052	-	480,075
Regional Economic Development Initiative	-	-	-	-	-
John J. Foley Skilled Nursing Facility	-	265,037	2,715,612	133,159	3,113,808
Total business-type activities	<u>\$ -</u>	<u>\$ 329,060</u>	<u>\$ 3,166,722</u>	<u>\$ 133,159</u>	<u>\$ 3,628,941</u>

E. Interfund balances and transfers

The composition of interfund balances as of December 31, 2011 is as follows:

Due to general fund from:	
Police	\$ 6,301,444
Capital	345,410
Nonmajor gov't funds	39,613,147
Suffolk Health Plan	216,436
Francis S. Gabreski Airport	2,331,046
John J. Foley Skilled Nursing Facility	21,015,692
Total due to general fund from other funds	<u>\$ 69,823,175</u>
Due to police fund from:	
General	\$ 27,849,664
Nonmajor gov't funds	26,334
Total due to police fund from other funds	<u>\$ 27,875,998</u>
Due to capital fund from:	
General	\$ 7,532,173
Police	10,982
Nonmajor Gov't Funds	28,512,228
Francis S. Gabreski Airport	764,293
Total due to capital fund from other funds	<u>\$ 36,819,676</u>

(Continued)

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

Due to STASC from:	
General	\$ 183,905,302
Police	7,550,534
John J. Foley Skilled Nursing Facility	1,523,411
Total due to STASC from other funds	<u>\$ 192,979,247</u>
Due to nonmajor governmental funds from:	
General	\$ 80,666,104
Capital	1,854,903
Nonmajor gov't funds	56,143,972
Francis S. Gabreski Airport	959,685
Total due to nonmajor gov't funds from other funds	<u>\$ 139,624,664</u>
Due to John J. Foley Skilled Nursing Facility from:	
General fund	\$ 34,249
Total due to skilled nursing facility from other funds	<u>\$ 34,249</u>
Due to Francis S. Gabreski Airport from:	
Capital	\$ 857,137
Total due to airport from other funds	<u>\$ 857,137</u>
Due to Regional Economic Development Initiative from:	
General fund	\$ 28,900
Total due to Regional Economic Development Initiative from other funds:	<u>\$ 28,900</u>

These balances resulted from the time lag between the dates that transactions are recorded in the accounting system, and payments between funds are made. All of the interfund balances are expected to be liquidated within one year, with the exception of amounts reported as due to STASC. These interfund balances represent the deferral of revenues from the sale of Future Tobacco Settlement Revenues. The deferred revenues are being amortized to the maturity of the Tobacco Settlement Asset-Backed Bonds Series 2008 issued by STASC.

Individual fund transfers for the year ended December 31, 2011 were as follows:

Transfers to general fund from:	
Police fund	\$ 110,000,511
Capital fund	2,876,000
STASC	16,980,432
Nonmajor governmental funds	76,502,066
Suffolk Health Plan	722,021
Francis S. Gabreski Airport	197,347
John J. Foley Skilled Nursing Facility	7,982,483
Total transfers to general fund	<u>\$ 215,260,860</u>
Transfers to police fund from:	
Capital fund	\$ 65,952
STASC	213,827
Nonmajor governmental funds	1,043,605
Total transfers to police fund	<u>\$ 1,323,384</u>

(Continued)

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

Transfers to capital fund from:	
General fund	\$ 50,000
Nonmajor governmental funds	28,125,746
Francis S. Gabreski Airport	3,195,262
Total transfers to capital fund	<u>\$ 31,371,008</u>
Transfers to nonmajor governmental funds from:	
General fund	\$ 14,210,299
Police fund	4,925,007
Capital fund	3,446,616
Nonmajor governmental funds	86,764,274
Francis S. Gabreski Airport	23,245
Total transfers to nonmajor governmental funds	<u>\$ 109,369,441</u>
Transfers to Francis S. Gabreski Airport from:	
General fund	\$ 1,841
Capital fund	1,215,329
Total transfers to Francis S. Gabreski Airport	<u>\$ 1,217,170</u>
Transfers to Regional Economic Development Initiative from:	
General fund	\$ 28,900
Total transfers to Regional Economic Development Initiative	<u>\$ 28,900</u>
Transfers to John J. Foley Skilled Nursing Facility from:	
STASC	\$ 43,142
Total transfers to John J. Foley Skilled Nursing Facility	<u>\$ 43,142</u>

Transfers are used to: (1) move unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations and (2) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

F. Leases

Operating Leases

The County is required to make rental payments under various operating leases for office space, vehicles and equipment. Certain leases require the County to pay executory costs such as real estate taxes, insurance, maintenance and utility costs, in addition to the minimum rental payments.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

The following schedule sets forth future minimum lease payments required under non-cancelable operating leases which have remaining terms in excess of one year as of December 31, 2011:

<u>Years Ending December 31</u>	<u>Amount</u>
2012	\$ 19,342,744
2013	18,850,145
2014	17,865,549
2015	14,975,153
2016	11,816,125
2017-2021	55,609,333
2022-2026	39,796,291
Thereafter	16,682,614
Total	<u><u>\$ 194,937,954</u></u>

Rent expenditures for the year ended December 31, 2011 approximated \$22,960,733.

Capital Leases

In early March of 1998, Suffolk County entered into a twenty-year lease agreement, terminating in the year 2018, for a 31,000 square foot building that was constructed on a County owned parcel of land. This building is being used to house the Suffolk County Police Department's Seventh Precinct. At the termination of the lease, the title of the building will pass to the County, thereby qualifying it as a capital lease. Annual lease payments are \$492,900, totaling \$9,858,000 for the term of the lease.

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31 were as follows:

<u>Years Ending December 31</u>	<u>Seventh Precinct</u>
2012	\$ 492,900
2013	492,900
2014	492,900
2015	492,900
2016	492,900
2017-2018	<u>575,050</u>
Total minimum lease payments	3,039,550
Less: Imputed interest	<u>177,440</u>
Present value of future minimum lease payments	<u><u>\$ 2,862,110</u></u>

Assets acquired from the aforementioned capital lease are recorded on the County's financial statements in the amount of \$5,256,000 which represents net book value as of December 31, 2011.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

G. Long-term debt

General Obligation Bonds

Primary Government

The County issues general obligation bonds to provide funds for the acquisition of land and equipment and to construct buildings and equipment. General obligation bonds have been issued for both governmental and business-type activities. The original amount of general obligation bonds issued in prior years was \$2,538,974,479. During the year, general obligation bonds totaling \$174,012,133 were issued.

General obligation bonds are direct obligations and pledge the full faith and credit of the County. These bonds generally are issued as 15 to 20 year serial bonds with varying amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

Purpose	Interest Rates	Amount
Governmental activities	0.50 - 9.0%	\$ 1,198,073,217
Governmental activities-refunding	2.75 - 6.0%	118,435,522
Business-type activities	2.50 - 5.5%	11,673,713
Business-type activities-refunding	3.00 - 5.0%	13,029,719
		<u>\$ 1,341,212,171</u>

As of December 31, 2011, approximately \$25,160 of general obligation bonds under governmental-type activities remains outstanding related to capital improvement loans made by the County to several hospitals. The hospitals reimburse the County for interest and principal payments on such debt through a mortgage financing agreement between the hospitals and the County. During 2011, the County paid \$9,949 in interest and principal on this debt and received reimbursements of \$272,032. The County has recorded receivable and related deferred revenue of \$640,635, which represents future principal payments to be received from the hospitals at December 31, 2011.

Additionally, \$14,898,645 of general obligation bonds under business-type activities and business-type activities-refunding above relates to the construction and renovation of the John J. Foley Skilled Nursing Facility. The proceeds for such bonds were transferred to the Nursing Facility and accounted for as contributed capital to the enterprise fund. Also, \$9,804,787 of general obligation bonds under business-type activities above relates to the Ball Park and Gabreski Airport and has been accounted for in the respective enterprise funds.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending December 31	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2012	\$ 100,410,939	\$ 52,258,675	\$ 2,775,215	\$ 1,072,698
2013	99,274,421	47,016,981	2,745,891	934,476
2014	97,360,548	43,260,487	2,538,378	824,941
2015	93,976,901	39,468,022	2,473,639	719,668
2016	94,306,074	35,733,188	2,468,981	603,463
2017-2021	378,412,367	130,162,035	7,793,161	1,637,412
2022-2026	340,083,456	60,816,746	3,277,684	528,997
2022-2031	110,786,649	5,849,198	811,023	46,640
	<u>1,314,611,355</u>	<u>414,565,332</u>	<u>24,883,972</u>	<u>6,368,295</u>
Deferred charge on refunding:	(5,786,567)	-	(996,658)	-
Premium on refunding:	<u>7,683,951</u>	<u>-</u>	<u>816,118</u>	<u>-</u>
Total	<u>\$ 1,316,508,739</u>	<u>\$ 414,565,332</u>	<u>\$ 24,703,432</u>	<u>\$ 6,368,295</u>

Component Units

Suffolk County Community College

General obligation bonds are issued by the County to finance a portion of Suffolk County Community College's construction projects. The original amount of general obligation bonds issued in prior years was \$95,136,382. During the year, general obligation bonds totaling \$4,984,458 were issued.

The bonds are direct obligations, and pledge the full faith and credit, of the County. The bonds are issued as 10 to 30-year serial bonds with varying amounts of principal maturing each year. General obligation bonds currently outstanding amounted to \$40,288,540 at August 31, 2011 and such serial bonds were issued with interest rates that ranged from 2.0 percent to 5.25 percent.

Pursuant to New York State Education Law, the State of New York is required to pay a one-half share of Suffolk County Community College capital construction cost. In order to effectuate this obligation, the College has entered into financing agreements with the Dormitory Authority of the State of New York (the "Authority") for the purpose of financing New York State's requirement. In connection with new capital project authorizations the Authority issues special obligation bonds payable from amounts to be appropriated each year by the State pursuant to a provision of the State Education Law, and from funds in the Debt Service Reserve Fund held by its Trustee. The amounts to be appropriated annually are assigned under the agreement from the County to the Authority. The Authority has no taxing power. Under the Constitution of the State of New York, the availability of funds to make annual payments is subject to annual appropriations made by the State Legislature. The provision of the State Education Law citing that the State shall make this appropriation does not constitute a legally enforceable obligation of the State and the State is not legally

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

required to appropriate the funds. The bonds are not a debt of the State and the State is not liable for them.

In addition to the amounts appropriated annually by the State, each agreement provides for specific payments to the Authority by the County for the County's pro rata share of the total amount required in each bond year.

The aggregate amount due the Authority under the agreement in each bond year (the "Annual Payment") is equal to debt service on the bonds plus certain administrative and other expenses of the Authority.

No revenues or assets of the College or the County have been pledged or will be available to pay debt service on the bonds. However, the County has not pledged its full faith and credit to the payment of principal and interest on the bonds.

The Authority does not and will not have title to, a lien on, or a security interest in any of the projects being financed by the bonds or in other property of the County or the College. Authority obligation bonds currently outstanding amounted to \$68,292,048 at August 31, 2011 and such bonds were issued with interest rates that range from 2.5 percent to 6.0 percent.

Annual principal and interest requirements to service all College debt outstanding as of August 31, 2011 are as follows:

	Authority	General Obligations	Total Principal	Interest	Total
Year ending August 31:					
2012	\$ 2,427,247	\$ 4,362,225	\$ 6,789,472	\$ 5,228,554	\$ 12,018,026
2013	2,855,899	3,978,407	6,834,306	4,884,868	11,719,174
2014	3,048,531	3,529,149	6,577,680	4,576,683	11,154,363
2015	3,120,771	3,350,568	6,471,339	4,280,377	10,751,716
2016	3,232,539	3,399,527	6,632,066	3,973,344	10,605,410
2017-2021	18,538,937	13,650,708	32,189,645	15,224,174	47,413,819
2022-2026	20,621,909	5,937,369	26,559,278	7,898,329	34,457,607
2027-2031	10,718,786	2,080,587	12,799,373	2,558,307	15,357,680
2032-2036	3,727,429	-	3,727,429	538,527	4,265,956
	-	-	-	-	-
	<u>\$ 68,292,048</u>	<u>\$ 40,288,540</u>	<u>\$ 108,580,588</u>	<u>\$ 49,163,163</u>	<u>\$ 157,743,751</u>
Less: Deferred Loss			(1,949,770)		
Plus: Unamortized Premium			3,828,399		
			<u>\$ 110,459,217</u>		

Advance refundings

In prior years, the County defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust with an escrow agent to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

the defeased bonds are not included in the County's financial statements. On December 31, 2011, \$236,175,000 of bonds outstanding is considered defeased.

STASC Tobacco Settlement Asset-Backed Bonds

Tobacco Settlement Asset-Backed Bonds Series 2008 (Series 2008 Bonds) issued in 2008 for the purchase of future rights to TSRs are secured by a pledge of revenues to be derived from TSR receipts after the deduction of the amount necessary to pay all operating charges and to fund the required revenue percentage to the Residual Trust, as required by the Indenture. Principal and interest paid on these bonds in 2011 totaled \$7,531,510. Interest on the Series 2008 Bonds is excluded from gross income for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code.

Any additional revenues received above the required debt service payments are used to turbo redeem the outstanding bonds. The Corporation received sufficient TSRs to make the required debt service payment of \$7,446,509 and a Turbo Principal Payment of \$85,000 against its Series 2008 Bonds during 2011.

Pledged revenues consist of a portion of the TSRs equal to 36 percent of future annual payments through December 31, 2012, and 75 percent thereafter and like percentages of any lump sum payments in lieu of such annual payments. Pledged revenue received in 2011 amounted to \$6,615,815, or 88 percent of total principal and interest payments made during the year.

Payments with respect to the Series 2008 Bonds are dependent upon receipts of TSRs. The Series 2008 Bonds are special obligations of the STASC payable solely from Pledged Revenues, the Liquidity Reserve Account, and other Funds and Accounts under the Indenture. The STASC has no other assets available for the payment of the Series 2008 Bonds.

The amount of TSRs received is dependent on many factors, including future domestic cigarette consumption, the financial capability of the Participating Manufacturers (the "PMs"), litigation affecting the MSA and related legislation, enforcement of state legislation related to the MSA and the tobacco industry. Payments by the PMs under the MSA are subject to certain adjustments, which may be material.

Bonds outstanding at December 31, 2011, are as follows:

<u>Description</u>	<u>Original Date Issued</u>	<u>Original Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount Outstanding</u>
				06/01/2012 -	
2008A	08/21/2008	\$ 9,765,000	4.000 - 5.000%	06/01/2018	\$ 7,260,000
2008B (2028)	08/21/2008	40,045,000	5.375%	06/01/2028	37,620,000
2008B (2048)	08/21/2008	62,295,000	6.000%	06/01/2048	62,295,000
2008C	08/21/2008	107,671,781	6.625%	06/01/2044	107,671,781
2008D	08/24/2008	13,375,082	8.000%	06/01/2048	13,375,082
				Total	<u>\$ 228,221,863</u>

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

The following table summarizes the STASC's estimated future debt service requirements as of December 31, 2011 based on future projected TSRs:

	<u>Principal</u>	<u>Interest</u>	<u>Total Principal and Interest</u>
2012	\$ 1,445,000	\$ 6,073,122	\$ 7,518,122
2013	285,000	15,464,306	15,749,306
2014	445,000	15,448,516	15,893,516
2015	610,000	15,424,675	16,034,675
2016	815,000	15,390,194	16,205,194
2017 - 2021	3,660,000	76,166,594	79,826,594
2022 - 2026	-	75,934,094	75,934,094
2027 - 2031	37,620,000	68,856,831	106,476,831
2032 - 2036	-	65,823,719	65,823,719
2037 - 2041	-	65,823,719	65,823,719
2042 - 2046	107,671,781	76,879,329	184,551,110
2047 - 2048	75,670,082	295,240,728	370,910,810
	<u>228,221,863</u>	<u>\$ 792,525,827</u>	<u>\$ 1,020,747,690</u>
Accreted Interest	30,419,497		
Unamortized Discount	(3,613,760)		
Total	<u>\$ 255,027,600</u>		

A summary of changes in long-term liabilities for the year ended December 31, 2011 is as follows:

	<u>Balance 1/1/2011</u>	<u>Increases</u>	<u>Reductions</u>	<u>Balance 12/31/2011</u>	<u>Non-current Liabilities due within one year</u>
Tobacco securitization bonds	<u>\$ 246,498,599</u>	<u>\$ 9,773,306</u>	<u>\$ (1,244,305)</u>	<u>\$ 255,027,600</u>	<u>\$ 1,289,305</u>

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

Changes in long-term liabilities

Long-term liability activity for the year ended December 31, 2011 was as follows:

Governmental activities	Beginning Balance	Additions	Reductions	Ending Balance	Due within one Year
Bonds payable:					
General obligation debt	\$ 1,099,451,165	\$ 172,947,684	\$ 74,325,632	\$ 1,198,073,217	\$ 76,820,893
Advanced refunding debt	142,204,210	-	25,666,073	116,538,137	23,949,128
Plus (minus) deferred amounts					
For unamortized Premium or					
Discounts on refundings	2,280,322	-	382,937	1,897,385	(359,082)
STASC bonds	229,621,863	-	1,400,000	228,221,863	1,445,000
Plus accreted interest	20,646,191	9,773,306	-	30,419,497	-
Less unamortized deferred discount	3,769,455	-	155,695	3,613,760	155,695
Total bonds payable	<u>1,490,434,296</u>	<u>182,720,990</u>	<u>101,618,947</u>	<u>1,571,536,339</u>	<u>101,700,244</u>
Compensated absences	409,968,886	23,774,440	18,752,957	414,990,369	21,049,608
Claims and judgements	612,271,069	55,722,220	41,005,050	626,988,239	36,936,752
Other postemployment					
benefits other than pensions	1,121,680,000	371,170,000	94,910,000	1,397,940,000	-
Capital leases	3,293,897	-	431,787	2,862,110	440,503
Due to NYS retirement system	-	19,080,350	-	19,080,350	2,470,993
Governmental activity					
Long-term liabilities	<u>\$ 3,637,648,148</u>	<u>\$ 652,468,000</u>	<u>\$ 256,718,741</u>	<u>\$ 4,033,397,407</u>	<u>\$ 162,598,100</u>
Business-type activities					
Bonds payable:					
Francis S. Gabreski Airport	\$ 7,298,793	\$ 1,055,564	\$ 446,456	\$ 7,907,901	\$ 463,417
John J. Foley Skilled					
Nursing Facility	16,887,468	8,885	1,997,708	14,898,645	2,008,542
Suffolk County Ball Park	2,340,039	-	443,153	1,896,886	303,255
Total bonds payable	<u>26,526,300</u>	<u>1,064,449</u>	<u>2,887,317</u>	<u>24,703,432</u>	<u>2,775,214</u>
Compensated absences	1,828,518	205,885	318,294	1,716,109	87,046
Other postemployment					
benefits other than pensions	27,560,000	8,440,000	2,290,000	33,710,000	-
Business-type activity					
Long-term liabilities	<u>\$ 55,914,818</u>	<u>\$ 9,710,334</u>	<u>\$ 5,495,611</u>	<u>\$ 60,129,541</u>	<u>\$ 2,862,260</u>

(Continued)

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

Component units	Beginning Balance	Additions	Reductions	Ending Balance	Due within one Year
County general obligation bonds (Comm. College)	\$ 41,879,315	\$ 5,886,948	\$ 5,599,094	\$ 42,167,169	\$ 4,362,225
Dormitory Authority	70,864,117	-	2,572,069	68,292,048	2,427,247
Total bonds payable	<u>112,743,432</u>	<u>5,886,948</u>	<u>8,171,163</u>	<u>110,459,217</u>	<u>6,789,472</u>
Compensated absences	30,292,970	10,120	1,296,764	29,006,326	2,861,948
Other postemployment benefits other than pensions	103,504,278	46,469,700	15,985,232	133,988,746	-
Mortgage Payable	5,740,384	-	135,151	5,605,233	251,092
Due to NYS Retirement Sytem	-	2,957,345	-	2,957,345	2,142,158
Component units Long-term liabilities	<u>\$ 252,281,064</u>	<u>\$ 55,324,113</u>	<u>\$ 25,588,310</u>	<u>\$ 282,016,867</u>	<u>\$ 12,044,670</u>

The general fund or applicable special revenue fund are the governmental funds that generally have been used in prior years to liquidate compensated absences and claims and judgments, pension obligations and other postemployment benefit obligations.

H. Short-term debt

Short-term debt activity for the year ended December 31, 2011 was as follows:

	Beginning Balance	Issued	Redeemed	Ending Balance
Tax anticipation notes	\$ 390,000,000	\$ 300,000,000	\$ 390,000,000	\$ 300,000,000
Delinquent tax anticipation notes	120,000,000	120,000,000	120,000,000	120,000,000
Public improvement bond anticipation notes	29,224,970	5,126,000	29,224,970	5,126,000
Governmental activities short-term debt	<u>\$ 539,224,970</u>	<u>\$ 425,126,000</u>	<u>\$ 539,224,970</u>	<u>\$ 425,126,000</u>

Suffolk County issues tax anticipation and delinquent tax anticipation notes in advance of property tax collections, depositing the proceeds in its general fund. These notes are necessary to provide sufficient operating cash prior to and following that period of the year of significant property tax collection activity (June through August).

Public improvement bond anticipation notes were issued by Suffolk County to provide financing for numerous capital projects.

IV. Other information

A. Risk management

The County is exposed to various risks of loss related to torts; malpractice, theft of, damage to, and destruction of assets; and errors or omissions. The County established a risk management program in 1975 to account for and finance insured risks of loss. All funds of the County, including the College (discretely presented component unit), participate in the risk management program. Self-insurance activities are recorded in the general fund. This risk management program is operated solely by and for the benefit of the Suffolk County

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

government. Current risk retention per incident for liability is \$3,000,000 and insurance coverage per incident is limited to \$25,000,000. Current risk retention per incident for property loss is \$1,000,000 and insurance coverage per incident is limited to \$300,000,000. The County has purchased special lines of coverage for claims related to foster care, advanced life support systems, aviation, marine and fidelity coverage.

Liabilities for unpaid claims are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of payouts), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example, from salvage or subrogation, are another component of the claims liability estimate. Settlements have not exceeded coverage's for each of the past three fiscal years. Changes in the balances of claims liabilities during the past two years are as follows:

	Year ended 12/31/2010	Year ended 12/31/2011
Unpaid claims, beginning of fiscal year	\$ 528,010,541	\$ 612,271,069
Incurred claims (including IBNRs)	59,614,991	55,928,735
Changes in the estimate for claims of prior years	57,513,990	(206,515)
Claim payments	(32,868,453)	(41,005,050)
Unpaid claims, end of fiscal year	<u>\$ 612,271,069</u>	<u>\$ 626,988,239</u>

B. Subsequent events

On January 5, 2012, Suffolk County issued \$88,120,000 refunding serial bonds. The proceeds of the bonds will be used to refund all or a portion of the outstanding principal of County bonds specified by the Refunding Plan. The Refunding Plan will permit the County to realize, as a result of the issuance of the bonds, cumulative dollar and present value debt service savings. The interest rates on the refunded bonds, ranged from 3.375 percent to 5.25 percent and the interest rates on the refunding bonds range from 2.375 percent to 5 percent.

Local Law 9-2012 authorized the sale by Suffolk County to Suffolk Tobacco Asset Securitization Corporation (STASC) of the County's ownership interest in the residual trust. The sale closed on April 4, 2012. The net proceeds of the tobacco bond securitization will be used as follows:

1. Defeasance of County general bond debt service, in the amount of \$30,465,000.
2. Working capital in the amount of \$2,500,000.

On May 1, 2012, the County issued \$85,000,000 Revenue Anticipation Notes with an interest rate of 2 percent. The notes were issued in anticipation of the receipt of certain revenues expected to be received by the County for the 2012 fiscal year from State aid and Federal aid.

On June 14, 2012, the County issued \$60,090,000 public improvement serial bonds. The proceeds of the bonds will be used to provide additional original or original project financing for numerous public improvement projects. The interest rates on the bonds range from 3.00 to 4.00 percent. Bonds mature in varying amounts on May 15 of years 2013 through 2026.

C. Contingent liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally, the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

D. Other postemployment benefits

The County provides post-employment health benefits for all of its employees through a single employer defined benefit healthcare plan. Effective January 1, 2007 the County adopted the accounting provisions of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. This statement establishes guidelines for reporting costs associated with “other postemployment benefits” (OPEB). OPEB costs are actuarially calculated based on plan benefits (other than pensions), that current and retired employees have accrued as a result of their respective years of employment service.

Plan description. The County’s post-employment retirement healthcare benefit plan provides health benefits to all retired Suffolk County employees, their spouses, and some eligible dependents. The Plan is a comprehensive health benefits plan which pays for hospital services, doctor expenses and other medical related necessities which include prescription drugs, and mental health/substance abuse services, subject to provisions and limitations. The County administers the Plan through its Labor/Management Committee and Employee Benefits Unit and has the authority to establish and amend the benefits provisions offered. The Plan is not a separate entity or trust and does not issue stand alone financial statements.

Funding policy. Retiree health care coverage is non-contributory. The County reimburses eligible employees and spouses for the monthly Part B premium (\$96.40 per month for 2011). Eligible spouses who already receive Part B reimbursement from another employer are not eligible for the County’s reimbursement. The County contributes 100 percent of the cost of retirees healthcare benefit on a pay-as-you-go basis, which amounted to \$97.20 million for 2011.

Annual OPEB cost and net OPEB obligation. The County’s annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period of thirty years. For 2011, the County’s annual OPEB cost (expense) of \$398.45

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

million was equal to the ARC. The County's 2011 OPEB obligation does not reflect any estimated or actual adjustments as a result of the Federal Affordable Care Act which was signed into law on March 23, 2010.

The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the Plan and changes in the County's net OPEB obligation to the Plan (dollar amounts in millions):

Annual Required Contribution	\$ 398.45
Contributions Made	(97.20)
Increase in net OPEB	301.25
Interest on net OPEB obligation	51.72
Adjustment to annual required contribution	(70.56)
Net OPEB obligation - beginning of year	1,149.24
Net OPEB obligation - end of year	\$ 1,431.65

The County's annual OPEB cost, the percentage of annual OPEB cost, contributed to the Plan, and the net OPEB obligation for 2009, 2010, and 2011 were as follows (dollar amounts in millions):

Fiscal Year <u>Ended</u>	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2009	\$370.43	21.7%	\$890.60
12/31/2010	\$344.80	25.0%	\$1,149.24
12/31/2011	\$379.61	25.6%	\$1,431.65

Funded status and funding progress. As of December 31, 2011, actuarial accrued liability for benefits was \$4.414 billion and was equal to the unfunded actuarial accrued liability (UAAL). The covered payroll (annual payroll of active employees covered by the Plan) was \$853.39 million and the ratio of UAAL to the covered payroll was 517 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far in the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial methods and assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the Plan as understood by the employer and the Plan members) and include the types of benefits provided at the time of each valuation and the

historical pattern of sharing of benefit costs between the employer and Plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2011, actuarial valuation, the projected unit credit method was used. The actuarial assumptions include an inflation rate of 3.0 percent, a 4.5 percent discount rate and an annual healthcare cost trend rate of 9.50 percent for medical and prescription drugs grading down to a rate of 4.5 after ten years. The UAAL is being amortized as a level dollar amount over thirty years based on an open group.

E. Employee retirement systems and pension plans

Pension Plans – primary government

The County participates in the New York State & Local Employees Retirement System (ERS) and the New York State Local Police and Fire Retirement System (PFRS, collectively, the “Systems”). PFRS covers sworn personnel of the Police Department. Substantially all other County employees are covered by ERS.

Plans description. The ERS and PFRS are cost-sharing multiple-employer defined benefit pension plans administered by the Comptroller of the State of New York pursuant to the New York State Retirement and Social Security Law (NYSRSSL). ERS and PFRS provide retirement, disability, and death benefits to plan members and their beneficiaries. NYSRSSL authorizes the Comptroller to adopt and amend rules and regulations for the administration of the Systems. The Systems issue a publicly available financial report that includes the applicable financial statements and required supplementary information. The report may be obtained by writing to the New York State and Local Retirement Systems, 110 State Street, Albany, NY 12244-0001

Funding policy. The contribution requirements of the plan for employees varies based on date of employment and years of credited service. Prior to October 1, 2000, the Systems were non-contributory except for employees who joined the Systems after July 27, 1976 who were required to contribute three percent of their salary. Effective October 1, 2000, the Systems are non-contributory for employees who have been a member of the System for at least ten years or have ten years of credited service. Those employees who have not been a member for ten years or do not have ten years of service contribute three percent of their salary. The three percent employee contribution discontinues when the employee reaches either the tenth anniversary or ten years of service credit, whichever occurs earlier. Under the authority of the NYSRSSL, the State Comptroller shall certify annually the rates, expressed as proportions of contributions, required to be made by employers to the pension

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

accumulation fund. The required contribution rate is determined on an actuarial basis. The County's contributions to ERS and PFRS for 2011, 2010, and 2009 were as follows (dollars in thousands):

Year	ERS		PFRS	
	Required	Made	Required	Made
2011	\$ 60,433	\$ 55,713	\$ 64,900	\$ 57,970
2010	51,775	39,961	56,613	52,542
2009	42,098	-	53,851	-

The County's contributions made to the ERS and PFRS are based on billings from the Systems. The differences between the required contribution and the contribution made is reported on the December 31, 2011 Statement of Net Assets and Balance Sheet as an accrued liability.

On May 14, 2003, New York State enacted legislation, which reformed the ERS and PFRS billing methodology. The new method set minimum annual contributions of 4.5 percent, and changed the billing cycle so that the calculation of the annual required contribution over and above the minimum is based on the value of the pension fund on the prior April 1. The legislation also provided for a one-time financing of pension costs. Additionally, the legislation also allowed the County to bond, over five years, for outstanding early retirement incentive costs. As a result, the County sold \$22,950,000 in pension bonds on December 4, 2003. The bond proceeds coupled with 2003 budgeted appropriations was used to pay off the 2002 retirement incentive.

During its 2004 Session, the New York State Legislature enacted Pension Relief (Chapter 260, Laws of 2004). The pension payments date for all local governments was changed from December 15 to February 1, effective immediately. Thus the anticipated December 15, 2004 pension payment date was changed to February 1, 2005. The legislation also provided the ability to amortize or bond a portion of the billing for the next two years. Furthermore, the legislation provided that local governments can establish a retirement contribution reserve fund for the purpose of financing retirement contributions in the future. The County has established and funded a retirement contribution reserve fund. At December 31, 2011 the fund balance of the retirement contribution reserve fund was \$10,587,566.

On August 11, 2010, the Employer Contribution Stabilization Program (Part TT of Chapter 57, Laws of 2010) was signed into law by the New York State Legislature. This program provided municipalities with the option to amortize a portion of their annual pension cost over a period of ten years at an annual interest rate of five percent. The County has chosen to amortize \$24,802,537 of the Employee Retirement System invoice and \$20,900,357 of the Police and Fire Retirement System invoice for the period April 1, 2011 through March 31, 2012.

Deferred compensation

All permanent County employees and elected officials may participate in a deferred compensation program designated as an Internal Revenue Code Section 457 plan. This

program enables employees to contribute a portion of their salary, on a tax deferred basis, to group variable annuity contracts. Effective January 1, 1999, all amounts, property, and rights held for the purposes of the Plan are held for the exclusive benefit of the Plan's participants and their beneficiaries, as permitted by Internal Revenue Code §457 (b) (6) & (g).

The County has no liability for making contributions to the deferred compensation program. The County remits deferred compensation amounts withheld from employees' salaries to an outside fiduciary agent who administers the program and invests program assets as instructed by each of the participants.

Pension Plans – Suffolk County Community College, a discretely presented component unit

New York State & Local Employee Retirement System (ERS)

Plan description. The College participates in the ERS. The plan's description is disclosed above under primary government pension plans.

Funding policy. The plan's funding policy is also disclosed above under primary government pension plans. The College's contributions to the ERS for 2011, 2010, and 2009 were \$3,776,000, \$2,857,000, and \$2,084,000, respectively, and were equal to the required contributions for each year.

New York State Teachers' Retirement System (TRS)

Plan description. The TRS is a cost sharing multiple-employer defined contribution pension plan. TRS provides retirement, disability, and death benefits to plan members. Obligations of employers and employees to contribute and benefits to employees are governed by New York State Retirement and Social Security Law. TRS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by writing to the New York State Teachers' Retirement System, 10 Corporate Woods Drive, Albany, NY 12211-2395.

Funding policy. TRS is non-contributory except for employees in tiers 3 and 4 who contribute 3.5 percent without regard to their years of service. Pursuant to Article 11 of Education Law, contribution rates are established annually for TRS by the New York State Teachers' Retirement Board. The College's contributions to TRS for 2011, 2010 and 2009 were \$2,129,000, \$1,377,000, and \$1,653,000, respectively, and were equal to the required contributions for each year.

Teachers Insurance and Annuity Association and the College Retirement Equities Fund (TIAA-CREF)

Plan description. The TIAA-CREF is a privately operated contribution retirement plan which provides benefits to certain employees of the College. TIAA-CREF issue publicly available financial reports that include financial statements and required supplementary information. This report may be obtained by writing to the Teachers' Insurance and Annuity Association – College Retirement Equities Fund, 730 Third Avenue, New York, NY 10017.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2011

Funding policy. Under the plan, the College is required to make contributions based on gross salaries of the participants. Certain participants are also required to make a participating contribution. The College's contributions to TIAA-CREF for 2011, 2010, and 2009 were \$5,297,000, \$4,698,000, and \$4,400,000, respectively, and were equal to the required contributions for each year.

F. Employee benefits

In accordance with Collective Bargaining Agreements between the County and various unions that represent the majority of County employees, the County is required to make annual periodic contribution payments to various Benefit Funds. These Benefit Funds were established by the execution of an Agreement and Declaration of Trust between the County, the Unions and the Trustees of the various Benefit Funds. The Benefit Funds provide certain benefits such as optical, dental, prescription drug, and legal services in accordance with plans determined by the Trustees of the Benefit Funds. Benefits are provided to County employees who are members of the various unions. Certain benefits are also provided at the discretion of the Benefit Fund Trustees to former employees who are retired and to eligible dependents. Benefit Fund Trustees have full authority to establish benefit eligibility requirements and benefit plans.

During 2011, the County made contribution payments in the following amounts to the indicated Benefit Funds:

Suffolk County Municipal Employees Benefit Fund	\$ 11,456,626
Suffolk County Police Benevolent Association Benefit Fund	4,233,471
Suffolk County Police Benevolent Association Legal Fund	175
Suffolk County Police Superior Officers Association Benefit Fund	128,852
Total	<u>\$ 15,819,124</u>

REQUIRED SUPPLEMENTARY INFORMATION

SUFFOLK COUNTY, NEW YORK

Schedule of Funding Progress

Post-Employment Retirement Healthcare Benefit Plan (In Millions)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Level Dollar (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Accrued Percentage of Covered Payroll (b-a)/c
December 31, 2009	-	\$4,170.34	\$4,170.34	0%	\$859.34	485%
December 31, 2010	-	\$3,944.17	\$3,944.17	0%	\$903.29	416%
December 31, 2011	-	\$4,416.16	\$4,414.16	0%	\$853.39	517%

COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS
AND SCHEDULES

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than Capital Projects), which are legally restricted to expenditures for specified purposes.

The Tax Certiorari Fund is used to account for the repayment of 1996 Series D Bonds which were issued to pay Brookhaven Town's share of the LILCO certiorari related to the Shoreham Nuclear Power Plant. Pursuant to an inter-municipal agreement between the County and the Town of Brookhaven, as authorized by the Suffolk Tax Act, the Town is responsible to the County for the payment of all costs on the Series D Bonds.

The Public Safety E-911 Communications System Fund is used to account for the revenues and expenditures relative to the installation of Suffolk County's E-911 Emergency Communication System. County Law of New York State, Article 6 authorized the establishment of a surcharge to be used solely by the County to cover the cost of providing a 911 emergency telephone system.

The County Road Fund was established pursuant to Section 114 of the New York State Highway Law and accounts for the revenues received from the New York State Department of Transportation. The General Fund incurs actual expenditures for the salaries and expenses of the Commissioner of the Department of Public Works and his office, the maintenance of County roads and bridges, snow removal and construction, and reconstruction of County roads, which are reimbursed by the County Road Fund.

The Handicapped Parking Education Fund is used to account for payments received from a mandatory surcharge by the State of New York for certain violations relating to handicapped parking. Pursuant to section 1203-g of the Laws of New York State, revenues may only be used for the following purposes: education, advocacy, increased awareness of handicapped parking laws and disability awareness programs for local law enforcement agencies.

The MTA Payroll Tax Fund accounts for the receipt and distribution of property tax revenues collected to pay the New York State mandated MTA payroll tax.

The Electrical Authority Fund* was created pursuant to Article 14-A of the New York State General Municipal Law. This fund is used to account for the purchase of power from New York State for a local power company on a reimbursement basis.

The District Court Fund was established as a separate taxing jurisdiction to account for the County's share of expenses incurred in the operation of the State run Unified Court System.

* No activity is budgeted for fiscal 2011. Therefore, no budget to actual schedule is presented.

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Special Revenue Funds, Continued

The Hotel and Motel Tax Culture and History Fund accounts for revenues received from the County's tax, authorized by New York State Tax Law §1202. As provided for in the Tax Law, such tax receipts are only expended for the purpose of the Parks Department's Historic Services and the Department of Economic Development's Cultural Affairs.

The Sewer District Funds are used to account for the operations of the various sewer districts presently in operation within Suffolk County. The largest of these districts is Sewer District Number 3, known as the "Southwest Sewer District." The sewer funds derive revenues from sewer district property tax collections and user fees which are regulated by section 271 and 266 of New York State Law and County Law, respectively. For GAAP reporting purposes, the Southwest Assessment Stabilization Reserve Fund has been reclassified into the Southwest Sewer District Fund. The Southwest Assessment Stabilization Reserve Fund provides funds that can be transferred to the Southwest Sewer District for design, construction and operation of the waste management facility.

The Workforce Investment Revenue Fund is used to administer Federal and State funded job training programs. The goal of these programs is to increase employment opportunities, job retention and earning potential, which will reduce welfare dependency, improve workforce quality and provide a better economic environment.

The NYS Affordable Housing Corporation Fund* is used to account for state grants through the Affordable Home Ownership Development Program. The grants are used to provide permanent financing for new construction, rehabilitation or acquisition, and improvement of certain homes approved through the Program.

The Community Development Fund* is used to account for Federal grants received from the United States Department of Housing and Urban Development. The grants are used for the development of a viable urban community by providing decent housing, suitable living environments, and expanded economic opportunities, principally for persons of low and moderate income. For GAAP reporting purposes, the Community Development Administration Fund and the Guaranteed Loan Program Fund have been reclassified into the Community Development Fund. These funds administer and oversee the operations and accounting of the Community Development Block Grant, the Emergency Shelter Grant, the Home Investment Partnership Grant, and the Guaranteed Loan Program.

The Home Investment Partnership Fund* administers federal grant activity for down payments for income eligible clients as well as new construction and rehabilitation for not-for-profit organizations.

The Emergency Shelter Grant Fund* is used to account for a federal grant received from the Department of Housing and Urban Development. The grant is used to rehabilitate and sustain emergency shelters.

* No activity is budgeted for fiscal 2011. Therefore, no budget to actual schedule is presented.

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Special Revenue Funds, Continued

The Neighborhood Stabilization Fund* administers grant activity for the purpose of stabilizing communities that have suffered from foreclosures and abandonment.

The Homeless Prevention Fund* is used to account for a federal grant received from the Department of Housing and Urban Development. The grant is used to prevent individuals and families from becoming homeless or help those who are experiencing homelessness to be quickly re-housed and stabilized.

The NYS Neighborhood Revitalization Program Fund* is funded by a New York State grant under Title III of Division B of the Housing and Economic Recovery Act of 2008. The grant is used for the redevelopment of abandoned and foreclosed homes within the County.

The Medicaid Compliance Fund is used to administer federal and state aid to the Department of Social Services who is responsible for the determination of eligibility to the Medicaid Program of New York State.

The Water Quality Protection Reserve Fund* disperses a portion of ¼ percent of sales tax revenues for the County's operation of certain ground water protection programs including toxic waste cleanup and purchase of open-space land, pursuant to New York State Tax Law §1210-A. For GAAP reporting purposes, the Environmental Trust Fund and the Assessment Stabilization Reserve Fund have been reclassified into the Water Quality Protection Reserve Fund. These reserve funds are funded by a portion of ¼ percent of sales tax revenues for use in future years to stabilize certain sewer district tax rates and to preserve water resources, landfill gapping and acquire other environmental properties.

The Suffolk County Water Protection Fund receives ¼ percent of sales tax revenues and distributes these revenues to other funds for the purpose of providing funding for sewer district tax rate stabilization, environmental protection, and property tax mitigation as per New York State Tax Law §1210-A. Tax revenue remaining in this fund is restricted for environmental protection.

The Asset Forfeiture Funds* account for revenues received from the Federal Comprehensive Criminal Control Act of 1984 and The New York State Civil Practice Laws. The revenues are used solely to enhance law enforcement efforts.

* No activity is budgeted for fiscal 2011. Therefore, no budget to actual schedule is presented.

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Capital Project Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The Capital Sewer Fund is utilized to account for capital projects involving the acquisition and construction of operating sewer districts in the County other than the Southwest Sewer District.

The Capital Southwest Sewer Fund is utilized to account for the costs of acquisition and construction of the Southwest Sewer District.

SUFFOLK COUNTY, NEW YORK
 Nonmajor Governmental Funds
 Combining Balance Sheet
 December 31, 2011

		Special Revenue Funds						
	Tax Certiorari	Public Safety Communications System E-911	County Road	Handicapped Parking Education	MTA Payroll Tax	Totals to page 110		
Assets								
Cash and cash equivalents	\$ 449	\$ 135	\$ 138	\$ 583,695	\$ 35,275	\$ 619,692		
Due from:								
New York State and federal sources:								
Programs of assistance	-	-	-	-	-	-		
Grants-in-aid	-	724,913	-	-	-	724,913		
Sales tax	-	-	-	-	-	-		
Other funds	8,073,550	439	2,250,600	1,602	31	10,326,222		
Other receivables	-	1,216,875	667,533	975	-	1,885,383		
Total assets	<u>\$ 8,073,999</u>	<u>\$ 1,942,362</u>	<u>\$ 2,918,271</u>	<u>\$ 586,272</u>	<u>\$ 35,306</u>	<u>\$ 13,556,210</u>		
Liabilities and Fund Balances								
Liabilities:								
Accounts payable and accrued liabilities	\$ -	\$ 2,518,712	\$ 1,125,981	\$ -	\$ -	\$ 3,644,693		
Contract retainage payable	-	-	-	-	-	-		
Due to other funds	-	2,155,806	3,887,016	-	-	6,042,822		
Total liabilities	<u>-</u>	<u>4,674,518</u>	<u>5,012,997</u>	<u>-</u>	<u>-</u>	<u>9,687,515</u>		
Fund balances (deficits):								
Restricted for:								
General government support	-	-	-	-	35,306	35,306		
Public safety	-	-	-	-	-	-		
Home and community services	-	-	-	586,272	-	586,272		
Debt service	8,073,999	-	-	-	-	8,073,999		
Environmental protection	-	-	-	-	-	-		
Tourism and recreation	-	-	-	-	-	-		
Unassigned	-	(2,732,156)	(2,094,726)	-	-	(4,826,882)		
Total fund balances (deficits)	<u>8,073,999</u>	<u>(2,732,156)</u>	<u>(2,094,726)</u>	<u>586,272</u>	<u>35,306</u>	<u>3,868,695</u>		
Total liabilities and fund balances	<u>\$ 8,073,999</u>	<u>\$ 1,942,362</u>	<u>\$ 2,918,271</u>	<u>\$ 586,272</u>	<u>\$ 35,306</u>	<u>\$ 13,556,210</u>	(Continued)	

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2011

Special Revenue Funds

	Totals from page 109	Electrical Authority	District Court	Hotel Motel Tax Culture and History	Sewer District #1	Sewer District #2	Totals to page 111
Assets							
Cash and cash equivalents	\$ 619,692	\$ 457,352	\$ 258,821	\$ 1,408,845	\$ 1	\$ 1	\$ 2,744,712
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	-	-	-	-
Grants-in-aid	724,913	-	-	-	-	-	724,913
Sales tax	-	-	-	-	-	-	-
Other funds	10,326,222	-	2,028,642	-	3,123,805	1,024,274	16,502,943
Other receivables	1,885,383	2,048	604,960	66,652	-	-	2,559,043
Total assets	\$ 13,556,210	\$ 459,400	\$ 2,892,423	\$ 1,475,497	\$ 3,123,806	\$ 1,024,275	\$ 22,531,611
Liabilities and Fund Balances							
Liabilities:							
Accounts payable and accrued liabilities	\$ 3,644,693	\$ 424,422	\$ 93,315	\$ 1,182,052	\$ 158,500	\$ 24,698	\$ 5,527,680
Contract retainage payable	-	-	-	-	-	-	-
Due to other funds	6,042,822	149,984	342,853	26,694	2,459,694	947,334	9,969,381
Total liabilities	9,687,515	574,406	436,168	1,208,746	2,618,194	972,032	15,497,061
Fund balances (deficits):							
Restricted for:							
General government support	35,306	-	2,456,255	-	-	-	2,491,561
Public safety	-	-	-	-	-	-	-
Home and community services	586,272	-	-	-	505,612	52,243	1,144,127
Debt service	8,073,999	-	-	-	-	-	8,073,999
Environmental protection	-	-	-	-	-	-	-
Tourism and recreation	-	-	-	266,751	-	-	266,751
Unassigned	(4,826,882)	(115,006)	-	-	-	-	(4,941,888)
Total fund balances (deficits)	3,868,695	(115,006)	2,456,255	266,751	505,612	52,243	7,034,550
Total liabilities and fund balances	\$ 13,556,210	\$ 459,400	\$ 2,892,423	\$ 1,475,497	\$ 3,123,806	\$ 1,024,275	\$ 22,531,611

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2011

Special Revenue Funds

	Totals from page 110	Sewer District #3	Sewer District #5	Sewer District #6	Sewer District #7	Sewer District #8	Totals to page 112
Assets							
Cash and cash equivalents	\$ 2,744,712	\$ 2,205,470	\$ 427,116	\$ 23,668	\$ 410,868	\$ 84,011	\$ 5,895,845
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	-	-	-	-
Grants-in-aid	724,913	4,206	-	-	-	-	729,119
Sales tax	-	-	-	-	-	-	-
Other funds	16,502,943	54,918,518	1,079,586	962,558	2,004,628	3,341	75,471,574
Other receivables	2,559,043	521,740	-	9,600	-	-	3,090,383
Total assets	<u>\$ 22,531,611</u>	<u>\$ 57,649,934</u>	<u>\$ 1,506,702</u>	<u>\$ 995,826</u>	<u>\$ 2,415,496</u>	<u>\$ 87,352</u>	<u>\$ 85,186,921</u>
Liabilities and Fund Balances							
Liabilities:							
Accounts payable and accrued liabilities	\$ 5,527,680	\$ 5,046,044	\$ 40,598	\$ 27,934	\$ 157,257	\$ 30,541	\$ 10,830,054
Contract retainage payable	-	8,568	-	-	-	-	8,568
Due to other funds	9,969,381	42,292,679	1,206,226	-	1,938,165	-	55,406,451
Total liabilities	<u>15,497,061</u>	<u>47,347,291</u>	<u>1,246,824</u>	<u>27,934</u>	<u>2,095,422</u>	<u>30,541</u>	<u>66,245,073</u>
Fund balances (deficits):							
Restricted for:							
General government support	2,491,561	-	-	-	-	-	2,491,561
Public safety	-	-	-	-	-	-	-
Home and community services	1,144,127	10,302,643	259,878	967,892	320,074	56,811	13,051,425
Debt service	8,073,999	-	-	-	-	-	8,073,999
Environmental protection	-	-	-	-	-	-	-
Tourism and recreation	266,751	-	-	-	-	-	266,751
Unassigned	(4,941,888)	-	-	-	-	-	(4,941,888)
Total fund balances (deficits)	<u>7,034,550</u>	<u>10,302,643</u>	<u>259,878</u>	<u>967,892</u>	<u>320,074</u>	<u>56,811</u>	<u>18,941,848</u>
Total liabilities and fund balances	<u>\$ 22,531,611</u>	<u>\$ 57,649,934</u>	<u>\$ 1,506,702</u>	<u>\$ 995,826</u>	<u>\$ 2,415,496</u>	<u>\$ 87,352</u>	<u>\$ 85,186,921</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2011

Special Revenue Funds

	Totals from page 111	Sewer District #9	Sewer District #10	Sewer District #11	Sewer District #12	Sewer District #13	Totals to page 113
Assets							
Cash and cash equivalents	\$ 5,895,845	\$ 48,664	\$ 1	\$ 967,384	\$ 1	\$ 256,209	\$ 7,168,104
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	-	-	-	-
Grants-in-aid	729,119	-	-	-	-	-	729,119
Sales tax	-	-	-	-	-	-	-
Other funds	75,471,574	155,294	1,084,661	5,935,413	624,131	3,389,156	86,660,229
Other receivables	3,090,383	-	-	-	-	534,065	3,624,448
Total assets	\$ 85,186,921	\$ 203,958	\$ 1,084,662	\$ 6,902,797	\$ 624,132	\$ 4,179,430	\$ 98,181,900
Liabilities and Fund Balances							
Liabilities:							
Accounts payable and accrued liabilities	\$ 10,830,054	\$ 9,365	\$ 27,854	\$ 358,712	\$ 37,710	\$ 27,404	\$ 11,291,099
Contract retainage payable	8,568	-	-	-	-	-	8,568
Due to other funds	55,406,451	32,131	678,927	6,080,102	351,947	-	62,549,558
Total liabilities	66,245,073	41,496	706,781	6,438,814	389,657	27,404	73,849,225
Fund balances (deficits):							
Restricted for:							
General government support	2,491,561	-	-	-	-	-	2,491,561
Public safety	-	-	-	-	-	-	-
Home and community services	13,051,425	162,462	377,881	463,983	234,475	4,152,026	18,442,252
Debt service	8,073,999	-	-	-	-	-	8,073,999
Environmental protection	-	-	-	-	-	-	-
Tourism and recreation	266,751	-	-	-	-	-	266,751
Unassigned	(4,941,888)	-	-	-	-	-	(4,941,888)
Total fund balances (deficits)	18,941,848	162,462	377,881	463,983	234,475	4,152,026	24,332,675
Total liabilities and fund balances	\$ 85,186,921	\$ 203,958	\$ 1,084,662	\$ 6,902,797	\$ 624,132	\$ 4,179,430	\$ 98,181,900

(Continued)

SUFFOLK COUNTY, NEW YORK
 Nonmajor Governmental Funds
 Combining Balance Sheet
 December 31, 2011

Special Revenue Funds

	Totals from page 112	Sewer District #14	Sewer District #15	Sewer District #18	Sewer District #19	Sewer District #20	Totals to page 114
Assets							
Cash and cash equivalents	\$ 7,168,104	\$ 15,519	\$ 179,905	\$ 455,363	\$ 17,637	\$ 313,162	\$ 8,149,690
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	-	-	-	-
Grants-in-aid	729,119	-	-	-	-	-	729,119
Sales tax	-	-	-	-	-	-	-
Other funds	86,660,229	615,719	179,322	275,741	39,881	106,824	87,877,716
Other receivables	3,624,448	-	-	-	-	-	3,624,448
Total assets	\$ 98,181,900	\$ 631,238	\$ 359,227	\$ 731,104	\$ 57,518	\$ 419,986	\$ 100,380,973
Liabilities and Fund Balances							
Liabilities:							
Accounts payable and accrued liabilities	\$ 11,291,099	\$ 78,806	\$ 19,390	\$ 73,932	\$ 2,821	\$ 102,292	\$ 11,568,340
Contract retainage payable	8,568	-	-	-	-	-	8,568
Due to other funds	62,549,558	-	-	464,921	-	-	63,014,479
Total liabilities	73,849,225	78,806	19,390	538,853	2,821	102,292	74,591,387
Fund balances (deficits):							
Restricted for:							
General government support	2,491,561	-	-	-	-	-	2,491,561
Public safety	-	-	-	-	-	-	-
Home and community services	18,442,252	552,432	339,837	192,251	54,697	317,694	19,899,163
Debt service	8,073,999	-	-	-	-	-	8,073,999
Environmental protection	-	-	-	-	-	-	-
Tourism and recreation	266,751	-	-	-	-	-	266,751
Unassigned	(4,941,888)	-	-	-	-	-	(4,941,888)
Total fund balances (deficits)	24,332,675	552,432	339,837	192,251	54,697	317,694	25,789,586
Total liabilities and fund balances	\$ 98,181,900	\$ 631,238	\$ 359,227	\$ 731,104	\$ 57,518	\$ 419,986	\$ 100,380,973

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2011

Special Revenue Funds

	Totals from page 113	Sewer District #21	Sewer District #22	Sewer District #23	Sewer District #28	Workforce Investment Revenue	Totals to page 115
Assets							
Cash and cash equivalents	\$ 8,149,690	\$ 299,747	\$ 111,883	\$ 94,341	\$ 113,380	\$ 79,009	\$ 8,848,050
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	-	-	-	-
Grants-in-aid	729,119	-	-	-	-	1,339,824	2,068,943
Sales tax	-	-	-	-	-	-	-
Other funds	87,877,716	2,148,140	147,928	38,051	360,788	507,265	91,079,888
Other receivables	3,624,448	695,931	-	-	-	47,999	4,368,378
Total assets	<u>\$ 100,380,973</u>	<u>\$ 3,143,818</u>	<u>\$ 259,811</u>	<u>\$ 132,392</u>	<u>\$ 474,168</u>	<u>\$ 1,974,097</u>	<u>\$ 106,365,259</u>
Liabilities and Fund Balances							
Liabilities:							
Accounts payable and accrued liabilities	\$ 11,568,340	\$ 219,471	\$ 41,836	\$ 13,614	\$ 11,219	\$ 1,021,066	\$ 12,875,546
Contract retainage payable	8,568	-	-	-	-	-	8,568
Due to other funds	63,014,479	1,014,504	-	-	347,315	1,447,955	65,824,253
Total liabilities	<u>74,591,387</u>	<u>1,233,975</u>	<u>41,836</u>	<u>13,614</u>	<u>358,534</u>	<u>2,469,021</u>	<u>78,708,367</u>
Fund balances (deficits):							
Restricted for:							
General government support	2,491,561	-	-	-	-	-	2,491,561
Public safety	-	-	-	-	-	-	-
Home and community services	19,899,163	1,756,906	217,975	118,778	115,634	-	22,108,456
Debt service	8,073,999	152,937	-	-	-	-	8,226,936
Environmental protection	-	-	-	-	-	-	-
Tourism and recreation	266,751	-	-	-	-	-	266,751
Unassigned	(4,941,888)	-	-	-	-	(494,924)	(5,436,812)
Total fund balances (deficits)	<u>25,789,586</u>	<u>1,909,843</u>	<u>217,975</u>	<u>118,778</u>	<u>115,634</u>	<u>(494,924)</u>	<u>27,656,892</u>
Total liabilities and fund balances	<u>\$ 100,380,973</u>	<u>\$ 3,143,818</u>	<u>\$ 259,811</u>	<u>\$ 132,392</u>	<u>\$ 474,168</u>	<u>\$ 1,974,097</u>	<u>\$ 106,365,259</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2011

Special Revenue Funds

	Totals from page 114	NYS Affordable Housing Corporation	Community Development	Home Investment Partnership	Emergency Shelter Grant	Neighborhood Stabilization	Totals to page 116
Assets							
Cash and cash equivalents	\$ 8,848,050	-	\$ 201,001	\$ 409,103	\$ 24,658	\$ 99,290	\$ 9,582,102
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	-	-	-	-
Grants-in-aid	2,068,943	32,500	500,315	75,538	892	17,721	2,695,909
Sales tax	-	-	-	-	-	-	-
Other funds	91,079,888	-	578,324	24,934	-	-	91,683,146
Other receivables	4,368,378	-	-	-	-	-	4,368,378
Total assets	<u>\$ 106,365,259</u>	<u>\$ 32,500</u>	<u>\$ 1,279,640</u>	<u>\$ 509,575</u>	<u>\$ 25,550</u>	<u>\$ 117,011</u>	<u>\$ 108,329,535</u>
Liabilities and Fund Balances							
Liabilities:							
Accounts payable and accrued liabilities	\$ 12,875,546	\$ 32,500	\$ 566,880	\$ 136,945	\$ -	\$ -	\$ 13,611,871
Contract retainage payable	8,568	-	-	-	-	-	8,568
Due to other funds	65,824,253	-	1,651,836	372,630	25,550	117,011	67,991,280
Total liabilities	<u>78,708,367</u>	<u>32,500</u>	<u>2,218,716</u>	<u>509,575</u>	<u>25,550</u>	<u>117,011</u>	<u>81,611,719</u>
Fund balances (deficits):							
Restricted for:							
General government support	2,491,561	-	-	-	-	-	2,491,561
Public safety	-	-	-	-	-	-	-
Home and community services	22,108,456	-	523,927	-	-	-	22,632,383
Debt service	8,226,936	-	-	-	-	-	8,226,936
Environmental protection	-	-	-	-	-	-	-
Tourism and recreation	266,751	-	-	-	-	-	266,751
Unassigned	(5,436,812)	-	(1,463,003)	-	-	-	(6,899,815)
Total fund balances (deficits)	<u>27,656,892</u>	<u>-</u>	<u>(939,076)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,717,816</u>
Total liabilities and fund balances	<u>\$ 106,365,259</u>	<u>\$ 32,500</u>	<u>\$ 1,279,640</u>	<u>\$ 509,575</u>	<u>\$ 25,550</u>	<u>\$ 117,011</u>	<u>\$ 108,329,535</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2011

Special Revenue Funds

	Totals from page 115	Homeless Prevention	NYS Neighborhood Revitalization Program	Medicaid Compliance	Water Quality Protection Reserve	Suffolk County Water Protection	Totals to page 117
Assets							
Cash and cash equivalents	\$ 9,582,102	\$ -	\$ 66,022	\$ 47	\$ 122,460,386	\$ 58,926,496	\$ 191,035,053
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	10,817,302	-	-	10,817,302
Grants-in-aid	2,695,909	31,490	80,645	-	-	-	2,808,044
Sales tax	-	-	-	-	-	7,508,218	7,508,218
Other funds	91,683,146	-	-	6,926,072	38,900,358	-	137,509,576
Other receivables	4,368,378	-	-	-	-	-	4,368,378
Total assets	<u>\$ 108,329,535</u>	<u>\$ 31,490</u>	<u>\$ 146,667</u>	<u>\$ 17,743,421</u>	<u>\$ 161,360,744</u>	<u>\$ 66,434,714</u>	<u>\$ 354,046,571</u>
Liabilities and Fund Balances							
Liabilities:							
Accounts payable and accrued liabilities	\$ 13,611,871	\$ 31,490	\$ 78,602	\$ 3,540,151	\$ 512,063	\$ 919,445	\$ 18,693,622
Contract retainage payable	8,568	-	-	-	-	-	8,568
Due to other funds	67,991,280	-	68,065	15,751,752	5,679,834	32,514,397	122,005,328
Total liabilities	<u>81,611,719</u>	<u>31,490</u>	<u>146,667</u>	<u>19,291,903</u>	<u>6,191,897</u>	<u>33,433,842</u>	<u>140,707,518</u>
Fund balances (deficits):							
Restricted for:							
General government support	2,491,561	-	-	-	-	-	2,491,561
Public safety	-	-	-	-	-	-	-
Home and community services	22,632,383	-	-	-	148,312,508	-	170,944,891
Debt service	8,226,936	-	-	-	-	-	8,226,936
Environmental protection	-	-	-	-	6,856,339	33,000,872	39,857,211
Tourism and recreation	266,751	-	-	-	-	-	266,751
Unassigned	(6,899,815)	-	-	(1,548,482)	-	-	(8,448,297)
Total fund balances (deficits)	<u>26,717,816</u>	<u>-</u>	<u>-</u>	<u>(1,548,482)</u>	<u>155,168,847</u>	<u>33,000,872</u>	<u>213,339,053</u>
Total liabilities and fund balances	<u>\$ 108,329,535</u>	<u>\$ 31,490</u>	<u>\$ 146,667</u>	<u>\$ 17,743,421</u>	<u>\$ 161,360,744</u>	<u>\$ 66,434,714</u>	<u>\$ 354,046,571</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2011

Special Revenue Funds

	Totals from page 116	Assets Forfeiture Probation	Assets Forfeiture Sheriff	Assets Forfeiture Police	Assets Forfeiture DA	NYS Assets Forfeiture	Totals to page 118
Assets							
Cash and cash equivalents	\$ 191,035,053	\$ 77,481	\$ 1,351,400	\$ 3,146,411	\$ 6,505,498	\$ 3,199,903	\$ 205,315,746
Due from:							
New York State and federal sources:							
Programs of assistance	10,817,302	-	-	-	-	-	10,817,302
Grants-in-aid	2,808,044	-	-	-	-	-	2,808,044
Sales tax	7,508,218	-	-	-	-	-	7,508,218
Other funds	137,509,576	8,563	5,000	101,468	951,869	-	138,576,476
Other receivables	4,368,378	-	-	-	-	-	4,368,378
Total assets	<u>\$ 354,046,571</u>	<u>\$ 86,044</u>	<u>\$ 1,356,400</u>	<u>\$ 3,247,879</u>	<u>\$ 7,457,367</u>	<u>\$ 3,199,903</u>	<u>\$ 369,394,164</u>
Liabilities and Fund Balances							
Liabilities:							
Accounts payable and accrued liabilities	\$ 18,693,622	\$ -	\$ 14,215	\$ 90,072	\$ 155,927	\$ -	\$ 18,953,836
Contract retainage payable	8,568	-	-	-	-	-	8,568
Due to other funds	122,005,328	-	-	100,114	-	1,046,429	123,151,871
Total liabilities	<u>140,707,518</u>	<u>-</u>	<u>14,215</u>	<u>190,186</u>	<u>155,927</u>	<u>1,046,429</u>	<u>142,114,275</u>
Fund balances (deficits):							
Restricted for:							
General government support	2,491,561	-	-	-	7,301,440	2,153,474	11,946,475
Public safety	-	86,044	1,342,185	3,057,693	-	-	4,485,922
Home and community services	170,944,891	-	-	-	-	-	170,944,891
Debt service	8,226,936	-	-	-	-	-	8,226,936
Environmental protection	39,857,211	-	-	-	-	-	39,857,211
Tourism and recreation	266,751	-	-	-	-	-	266,751
Unassigned	(8,448,297)	-	-	-	-	-	(8,448,297)
Total fund balances (deficits)	<u>213,339,053</u>	<u>86,044</u>	<u>1,342,185</u>	<u>3,057,693</u>	<u>7,301,440</u>	<u>2,153,474</u>	<u>227,279,889</u>
Total liabilities and fund balances	<u>\$ 354,046,571</u>	<u>\$ 86,044</u>	<u>\$ 1,356,400</u>	<u>\$ 3,247,879</u>	<u>\$ 7,457,367</u>	<u>\$ 3,199,903</u>	<u>\$ 369,394,164</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2011

	Special Revenue Funds		Capital Projects Funds		
	DWI Asset Seizure	Capital Sewer	Capital Southwest Sewer	Total Nonmajor Governmental Funds	
Assets					
Cash and cash equivalents	\$ -	\$ 18,968,063	\$ 23,114,568	\$ 247,398,377	
Due from:					
New York State and federal sources:					
Programs of assistance	10,817,302	-	-	10,817,302	
Grants-in-aid	2,808,044	793,045	-	3,601,089	
Sales tax	7,508,218	-	-	7,508,218	
Other funds	138,576,476	332,930	75,000	139,624,664	
Other receivables	4,368,378	-	-	4,368,378	
Total assets	<u>\$ 369,394,164</u>	<u>\$ 20,094,038</u>	<u>\$ 23,189,568</u>	<u>\$ 413,318,028</u>	
Liabilities and Fund Balances					
Liabilities:					
Accounts payable and accrued liabilities	\$ 18,953,836	\$ 2,952,215	\$ 1,556,608	\$ 23,462,659	
Contract retainage payable	8,568	732,260	161,906	902,734	
Due to other funds	123,151,871	440,532	69,355	124,295,681	
Total liabilities	<u>142,114,275</u>	<u>4,125,007</u>	<u>1,787,869</u>	<u>148,661,074</u>	
Fund balances (deficits):					
Restricted for:					
General government support	11,946,475	-	-	11,946,475	
Public safety	4,485,922	-	-	4,492,257	
Home and community services	170,944,891	15,969,031	21,401,699	208,315,621	
Debt service	8,226,936	-	-	8,226,936	
Environmental protection	39,857,211	-	-	39,857,211	
Tourism and recreation	266,751	-	-	266,751	
Unassigned	(8,448,297)	-	-	(8,448,297)	
Total fund balances (deficits)	<u>227,279,889</u>	<u>15,969,031</u>	<u>21,401,699</u>	<u>264,656,954</u>	
Total liabilities and fund balances	<u>\$ 369,394,164</u>	<u>\$ 20,094,038</u>	<u>\$ 23,189,568</u>	<u>\$ 413,318,028</u>	

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2011

	Special Revenue Funds					
	Tax Certiorari	Public Safety Communications System E-911	County Road	Handicapped Parking Education	MTA Payroll Tax	Totals to page 120
Revenues						
Real property taxes	\$ -	-	\$ -	-	\$ 2,897,272	\$ 2,897,272
Sales and use tax	-	8,653,632	-	-	-	8,653,632
New York State aid	-	-	5,615,387	-	-	5,615,387
Federal aid	-	-	-	-	-	-
Licenses, permits, fines, fees, etc.	4,160,363	-	9,408,694	39,432	-	13,608,489
Interest on investments	3	1,676	1,014	3,839	100	6,632
Miscellaneous	-	-	238,699	-	-	238,699
Total revenues	4,160,366	8,655,308	15,263,794	43,271	2,897,372	31,020,111
Expenditures						
Current:						
General government support	-	-	-	-	-	-
Economic assistance & opportunity	-	-	-	-	-	-
Health	-	-	-	-	-	-
Public safety	-	14,203,484	-	-	-	14,203,484
Culture and recreation	-	-	-	-	-	-
Home and community services	-	-	-	-	-	-
Transportation	-	-	8,985,316	-	-	8,985,316
Employee benefits	-	2,021,310	1,301,837	-	-	3,323,147
Debt service:						
Principal	1,609,142	162,403	-	-	-	1,771,545
Interest and other charges	476,735	157,763	-	-	-	634,498
Capital outlay	-	-	-	-	-	-
Total expenditures	2,085,877	16,544,960	10,287,153	-	-	28,917,990
Excess (deficiency) of revenues over (under) expenditures	2,074,489	(7,889,652)	4,976,641	43,271	2,897,372	2,102,121
Other financing sources (uses)						
Serial bonds issued	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-
Interfund transfers in	-	8,670,785	9,512,242	-	-	18,183,027
Interfund transfers out	-	(2,486,808)	(11,111,069)	-	(2,873,173)	(16,471,050)
Total other financing sources (uses)	-	6,183,977	(1,598,827)	-	(2,873,173)	1,711,977
Net changes in fund balances	2,074,489	(1,705,675)	3,377,814	43,271	24,199	3,814,098
Fund balances at beginning of year, as restated (See Note I.D.)	5,999,510	(1,026,481)	(5,472,540)	543,001	11,107	54,597
Fund balances (deficits) at ending	\$ 8,073,999	\$ (2,732,156)	\$ (2,094,726)	\$ 586,272	\$ 35,306	\$ 3,868,695

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2011

Special Revenue Funds

	Totals from page 119	Electrical Authority	District Court	Hotel Motel Tax Culture and History	Sewer District #1	Sewer District #2	Totals to page 121
Revenues							
Real property taxes	\$ 2,897,272	\$ -	\$ 7,488,751	\$ -	\$ 778,106	\$ 52,453	\$ 11,216,582
Sales and use tax	8,653,632	-	-	7,354,536	-	-	16,008,168
New York State aid	5,615,387	-	1,490,949	-	-	-	7,106,336
Federal aid	-	-	-	-	-	-	-
Licenses, permits, fines, fees, etc.	13,608,489	-	4,309,090	20	155,697	556,328	18,629,624
Interest on investments	6,632	60	3,603	3,636	4,494	578	19,003
Miscellaneous	238,699	2,133,517	-	-	3,152	-	2,375,368
Total revenues	31,020,111	2,133,577	13,292,393	7,358,192	941,449	609,359	55,355,081
Expenditures							
Current:							
General government support	-	-	-	-	-	-	-
Economic assistance & opportunity	-	-	-	2,445,196	-	-	2,445,196
Health	-	-	-	-	-	-	-
Public safety	14,203,484	-	-	-	-	-	14,203,484
Culture and recreation	-	-	-	2,385,575	-	-	2,385,575
Home and community services	-	1,926,744	-	-	561,770	146,224	2,634,738
Transportation	8,985,316	-	-	-	-	-	8,985,316
Employee benefits	3,323,147	-	-	157,315	-	-	3,480,462
Debt service:							
Principal	1,771,545	-	209,263	-	130,483	-	2,111,291
Interest and other charges	634,498	-	43,228	-	29,437	-	707,163
Capital outlay	-	-	-	-	-	-	-
Total expenditures	28,917,990	1,926,744	252,491	4,988,086	721,690	146,224	36,953,225
Excess (deficiency) of revenues over (under) expenditures	2,102,121	206,833	13,039,902	2,370,106	219,759	463,135	18,401,856
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	18,183,027	-	918,832	-	432,578	59,208	19,593,645
Interfund transfers out	(16,471,050)	-	(11,610,435)	(2,085,315)	(613,375)	(584,376)	(31,364,551)
Total other financing sources (uses)	1,711,977	-	(10,691,603)	(2,085,315)	(180,797)	(525,168)	(11,770,906)
Net changes in fund balances	3,814,098	206,833	2,348,299	284,791	38,962	(62,033)	6,630,950
Fund balances at beginning of year, as restated (See Note I.D.)	54,597	(321,839)	107,956	(18,040)	466,650	114,276	403,600
Fund balances (deficits) at ending	\$ 3,868,695	\$ (115,006)	\$ 2,456,255	\$ 266,751	\$ 505,612	\$ 52,243	\$ 7,034,550

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2011

Special Revenue Funds

	Totals from page 120	Sewer District #3	Sewer District #5	Sewer District #6	Sewer District #7	Sewer District #8	Totals to page 122
Revenues							
Real property taxes	\$ 11,216,582	\$ 53,047,862	\$ 739,350	\$ 295,439	\$ 1,409,627	\$ 109,980	\$ 66,818,840
Sales and use tax	16,008,168	-	-	-	-	-	16,008,168
New York State aid	7,106,336	18,626	-	-	-	-	7,124,962
Federal aid	-	111,755	-	-	-	-	111,755
Licenses, permits, fines, fees, etc.	18,629,624	24,521,277	-	838,922	247,777	-	44,237,600
Interest on investments	19,003	95,140	3,083	7,190	6,008	-	130,424
Miscellaneous	2,375,368	302,613	-	40	-	-	2,678,021
Total revenues	55,355,081	78,097,273	742,433	1,141,591	1,663,412	109,980	137,109,770
Expenditures							
Current:							
General government support	-	60,276	-	-	-	-	60,276
Economic assistance & opportunity	2,445,196	-	-	-	-	-	2,445,196
Health	-	-	-	-	-	-	-
Public safety	14,203,484	-	-	-	-	-	14,203,484
Culture and recreation	2,385,575	-	-	-	-	-	2,385,575
Home and community services	2,634,738	38,573,653	333,067	214,357	863,721	151,387	42,770,923
Transportation	8,985,316	-	-	-	-	-	8,985,316
Employee benefits	3,480,462	4,265,543	-	-	-	-	7,746,005
Debt service:							
Principal	2,111,291	1,255,120	8,066	1,450	93,510	-	3,469,437
Interest and other charges	707,163	856,432	3,349	430	64,063	-	1,631,437
Capital outlay	-	-	-	-	-	-	-
Total expenditures	36,953,225	45,011,024	344,482	216,237	1,021,294	151,387	83,697,649
Excess (deficiency) of revenues over (under) expenditures	18,401,856	33,086,249	397,951	925,354	642,118	(41,407)	53,412,121
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	19,593,645	16,172,743	1,065,113	1,036,145	960,620	40,083	38,868,349
Interfund transfers out	(31,364,551)	(50,431,492)	(1,488,564)	(1,709,819)	(1,818,887)	(12,321)	(86,825,634)
Total other financing sources (uses)	(11,770,906)	(34,258,749)	(423,451)	(673,674)	(858,267)	27,762	(47,957,285)
Net changes in fund balances	6,630,950	(1,172,500)	(25,500)	251,680	(216,149)	(13,645)	5,454,836
Fund balances at beginning of year, as restated (See Note I.D.)	403,600	11,475,143	285,378	716,212	536,223	70,456	13,487,012
Fund balances (deficits) at ending	\$ 7,034,550	\$ 10,302,643	\$ 259,878	\$ 967,892	\$ 320,074	\$ 56,811	\$ 18,941,848

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2011

Special Revenue Funds

	Totals from page 121	Sewer District #9	Sewer District #10	Sewer District #11	Sewer District #12	Sewer District #13	Totals to page 123
Revenues							
Real property taxes	\$ 66,818,840	\$ 94,859	\$ 1,071,003	\$ 2,204,164	\$ 148,694	\$ 7,985	\$ 70,345,545
Sales and use tax	16,008,168	-	-	-	-	-	16,008,168
New York State aid	7,124,962	-	-	-	-	-	7,124,962
Federal aid	111,755	-	-	-	-	-	111,755
Licenses, permits, fines, fees, etc.	44,237,600	853	56,923	673,292	55,331	696,137	45,720,136
Interest on investments	130,424	185	750	2,097	2,973	1,522	137,951
Miscellaneous	2,678,021	-	-	120	-	5,383	2,683,524
Total revenues	137,109,770	95,897	1,128,676	2,879,673	206,998	711,027	142,132,041
Expenditures							
Current:							
General government support	60,276	-	-	-	-	-	60,276
Economic assistance & opportunity	2,445,196	-	-	-	-	-	2,445,196
Health	-	-	-	-	-	-	-
Public safety	14,203,484	-	-	-	-	-	14,203,484
Culture and recreation	2,385,575	-	-	-	-	-	2,385,575
Home and community services	42,770,923	57,070	201,910	1,111,683	181,241	179,645	44,502,472
Transportation	8,985,316	-	-	-	-	-	8,985,316
Employee benefits	7,746,005	-	-	-	-	-	7,746,005
Debt service:							
Principal	3,469,437	-	59,925	552,555	-	-	4,081,917
Interest and other charges	1,631,437	-	18,799	308,276	-	-	1,958,512
Capital outlay	-	-	-	-	-	-	-
Total expenditures	83,697,649	57,070	280,634	1,972,514	181,241	179,645	86,368,763
Excess (deficiency) of revenues over (under) expenditures	53,412,121	38,827	848,042	907,159	25,757	531,382	55,763,288
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	38,868,349	241,078	18,432	1,000,195	419,650	100,146	40,647,850
Interfund transfers out	(86,825,634)	(261,918)	(817,056)	(2,066,222)	(355,468)	-	(90,326,298)
Total other financing sources (uses)	(47,957,285)	(20,840)	(798,624)	(1,066,027)	64,182	100,146	(49,678,448)
Net changes in fund balances	5,454,836	17,987	49,418	(158,868)	89,939	631,528	6,084,840
Fund balances at beginning of year, as restated (See Note I.D.)	13,487,012	144,475	328,463	622,851	144,536	3,520,498	18,247,835
Fund balances (deficits) at ending	\$ 18,941,848	\$ 162,462	\$ 377,881	\$ 463,983	\$ 234,475	\$ 4,152,026	\$ 24,332,675

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2011

Special Revenue Funds

	Totals from page 122	Sewer District #14	Sewer District #15	Sewer District #18	Sewer District #19	Sewer District #20	Totals to page 124
Revenues							
Real property taxes	\$ 70,345,545	\$ 108,680	\$ 19,271	\$ 66,777	\$ 3,136	\$ 49,694	\$ 70,593,103
Sales and use tax	16,008,168	-	-	-	-	-	16,008,168
New York State aid	7,124,962	-	-	-	-	-	7,124,962
Federal aid	111,755	-	-	-	-	-	111,755
Licenses, permits, fines, fees, etc.	45,720,136	1,043,133	197,698	1,419,302	10,973	911,041	49,302,283
Interest on investments	137,951	1,909	196	6,742	7	816	147,621
Miscellaneous	2,683,524	15,840	-	14,407	-	80	2,713,851
Total revenues	142,132,041	1,169,562	217,165	1,507,228	14,116	961,631	146,001,743
Expenditures							
Current:							
General government support	60,276	-	-	-	-	-	60,276
Economic assistance & opportunity	2,445,196	-	-	-	-	-	2,445,196
Health	-	-	-	-	-	-	-
Public safety	14,203,484	-	-	-	-	-	14,203,484
Culture and recreation	2,385,575	-	-	-	-	-	2,385,575
Home and community services	44,502,472	613,022	106,191	382,907	25,399	323,159	45,953,150
Transportation	8,985,316	-	-	-	-	-	8,985,316
Employee benefits	7,746,005	-	-	-	-	-	7,746,005
Debt service:							
Principal	4,081,917	10,825	-	309,785	-	-	4,402,527
Interest and other charges	1,958,512	9,506	-	264,308	-	-	2,232,326
Capital outlay	-	-	-	-	-	-	-
Total expenditures	86,368,753	633,353	106,191	957,000	25,399	323,159	88,413,855
Excess (deficiency) of revenues over (under) expenditures	55,763,288	536,209	110,974	550,228	(11,283)	638,472	57,587,888
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	40,647,850	1,135,923	435,917	620,764	57,554	1,319,319	44,217,327
Interfund transfers out	(90,326,298)	(1,554,122)	(495,194)	(1,230,013)	(57,944)	(1,966,111)	(95,629,682)
Total other financing sources (uses)	(49,678,448)	(418,199)	(59,277)	(609,249)	(390)	(646,792)	(51,412,355)
Net changes in fund balances	6,084,840	118,010	51,697	(59,021)	(11,673)	(8,320)	6,175,533
Fund balances at beginning of year, as restated (See Note I.D.)	18,247,835	434,422	288,140	251,272	66,370	326,014	19,614,053
Fund balances (deficits) at ending	\$ 24,332,675	\$ 552,432	\$ 339,837	\$ 192,251	\$ 54,697	\$ 317,694	\$ 25,789,586

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2011

Special Revenue Funds

	Totals from page 123	Sewer District #21	Sewer District #22	Sewer District #23	Sewer District #28	Workforce Investment Revenue	Totals to page 125
Revenues							
Real property taxes	\$ 70,593,103	-	\$ 19,330	\$ 33,445	\$ 5,874	\$ -	\$ 70,651,752
Sales and use tax	16,008,168	-	-	-	-	-	16,008,168
New York State aid	7,124,962	-	-	-	-	700,751	7,825,713
Federal aid	111,755	-	-	-	-	9,038,910	9,150,665
Licenses, permits, fines, fees, etc.	49,302,283	1,946,632	571,273	88,729	206,651	47,999	52,163,567
Interest on investments	147,621	2,725	1,066	708	4	-	152,124
Miscellaneous	2,713,851	-	20	20	-	-	2,713,891
Total revenues	146,001,743	1,949,357	591,689	122,902	212,529	9,787,660	158,665,880
Expenditures							
Current:							
General government support	60,276	1,500	-	-	-	-	61,776
Economic assistance & opportunity	2,445,196	-	-	-	-	7,687,912	10,133,108
Health	-	-	-	-	-	-	-
Public safety	14,203,484	-	-	-	-	-	14,203,484
Culture and recreation	2,385,575	-	-	-	-	-	2,385,575
Home and community services	45,953,150	470,215	198,355	45,585	117,232	-	46,784,537
Transportation	8,985,316	-	-	-	-	-	8,985,316
Employee benefits	7,746,005	-	-	-	-	1,137,033	8,883,038
Debt service:							
Principal	4,402,527	214,655	-	-	-	-	4,617,182
Interest and other charges	2,232,326	57,199	-	-	-	-	2,289,525
Capital outlay	-	-	-	-	-	-	-
Total expenditures	88,413,855	743,569	198,355	45,585	117,232	8,824,945	98,343,541
Excess (deficiency) of revenues over (under) expenditures	57,587,888	1,205,788	393,334	77,317	95,297	962,715	60,322,339
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	44,217,327	403,763	405,474	310,401	441,170	-	45,778,135
Interfund transfers out	(95,629,682)	(1,363,334)	(725,932)	(374,485)	(526,409)	(1,058,229)	(99,678,071)
Total other financing sources (uses)	(51,412,355)	(959,571)	(320,458)	(64,084)	(85,239)	(1,058,229)	(53,899,936)
Net changes in fund balances	6,175,533	246,217	72,876	13,233	10,058	(95,514)	6,422,403
Fund balances at beginning of year, as restated (See Note I.D.)	19,614,053	1,663,626	145,099	105,545	105,576	(399,410)	21,234,489
Fund balances (deficits) at ending	\$ 25,789,586	\$ 1,909,843	\$ 217,975	\$ 118,778	\$ 115,634	\$ (494,924)	\$ 27,656,892

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2011

Special Revenue Funds

	Totals from page 124	NYS Affordable Housing Corporation	Community Development	Home Investment Partnership	Emergency Shelter Grant	Neighborhood Stabilization	Totals to page 126
Revenues							
Real property taxes	\$ 70,651,752	-	-	-	-	-	\$ 70,651,752
Sales and use tax	16,008,168	-	-	-	-	-	16,008,168
New York State aid	7,825,713	140,000	-	-	-	-	7,965,713
Federal aid	9,150,665	-	4,951,411	1,882,792	148,039	438,124	16,571,031
Licenses, permits, fines, fees, etc.	52,163,567	-	-	-	-	-	52,163,567
Interest on investments	152,124	-	-	-	-	-	152,124
Miscellaneous	2,713,891	-	-	-	-	-	2,713,891
Total revenues	158,665,880	140,000	4,951,411	1,882,792	148,039	438,124	166,226,246
Expenditures							
Current:							
General government support	61,776	-	-	-	-	-	61,776
Economic assistance & opportunity	10,133,108	-	-	-	-	-	10,133,108
Health	-	-	-	-	-	-	-
Public safety	14,203,484	-	-	-	-	-	14,203,484
Culture and recreation	2,385,575	-	-	-	-	-	2,385,575
Home and community services	46,784,537	140,000	4,958,399	1,657,386	137,024	260,279	53,937,625
Transportation	8,985,316	-	-	-	-	-	8,985,316
Employee benefits	8,883,038	-	125,826	-	-	-	9,008,864
Debt service:							
Principal	4,617,182	-	-	-	-	-	4,617,182
Interest and other charges	2,289,525	-	-	-	-	-	2,289,525
Capital outlay	-	-	-	-	-	-	-
Total expenditures	98,343,541	140,000	5,084,225	1,657,386	137,024	260,279	105,622,455
Excess (deficiency) of revenues over (under) expenditures	60,322,339	-	(132,814)	225,406	11,015	177,845	60,603,791
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	45,778,135	-	766,791	-	-	-	46,544,926
Interfund transfers out	(99,678,071)	-	(144,974)	(465,200)	(25,089)	(176,730)	(100,490,064)
Total other financing sources (uses)	(53,899,936)	-	621,817	(465,200)	(25,089)	(176,730)	(53,945,138)
Net changes in fund balances	6,422,403	-	489,003	(239,794)	(14,074)	1,115	6,658,653
Fund balances at beginning of year, as restated (See Note I.D.)	21,234,489	-	(1,428,079)	239,794	14,074	(1,115)	20,059,163
Fund balances (deficits) at ending	\$ 27,656,892	\$ -	\$ (939,076)	\$ -	\$ -	\$ -	\$ 26,717,816

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2011

	Special Revenue Funds							Totals to page 127
	Totals from page 125	Homeless Prevention	NYS Neighborhood Revitalization Program	Medicaid Compliance	Water Quality Protection Reserve	Suffolk County Water Protection		
Revenues								
Real property taxes	\$ 70,651,752	-	\$ -	\$ -	-	\$ -	\$ -	\$ 70,651,752
Sales and use tax	16,008,168	-	-	-	-	-	65,313,029	81,321,197
New York State aid	7,965,713	-	2,006,780	20,796,729	-	-	-	30,769,222
Federal aid	16,571,031	493,583	-	20,490,771	-	-	-	37,555,385
Licenses, permits, fines, fees, etc.	52,163,567	-	-	-	-	-	-	52,163,567
Interest on investments	152,124	-	-	796	486,810	167,981	-	807,711
Miscellaneous	2,713,891	-	-	36	-	100	-	2,714,027
Total revenues	166,226,246	493,583	2,006,780	41,288,332	486,810	65,481,110		275,982,861
Expenditures								
Current:								
General government support	61,776	-	-	82,451	895,874	82,102	-	1,122,203
Economic assistance & opportunity	10,133,108	-	-	26,635,269	-	-	-	36,768,377
Health	-	-	-	-	-	836,637	-	836,637
Public safety	14,203,484	-	-	-	-	-	-	14,203,484
Culture and recreation	2,385,575	-	-	-	-	2,093,504	-	4,479,079
Home and community services	53,937,625	-	1,941,353	-	511,278	1,416,486	-	58,300,325
Transportation	8,985,316	-	-	-	-	-	-	8,985,316
Employee benefits	9,008,864	-	-	5,897,079	-	654,416	-	15,560,359
Debt service:								
Principal	4,617,182	-	-	-	-	-	7,389,557	12,006,739
Interest and other charges	2,289,525	-	-	-	-	-	5,986,838	8,276,363
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	105,622,455	493,583	1,941,353	32,614,799	1,407,152	18,459,540		160,538,882
Excess (deficiency) of revenues over (under) expenditures	60,603,791	-	65,427	8,673,533	(920,342)	47,021,570		115,443,979
Other financing sources (uses)								
Serial bonds issued	-	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-	-
Interfund transfers in	46,544,926	229	-	-	56,261,370	3,362,916	-	106,169,441
Interfund transfers out	(100,490,064)	-	(100,000)	(8,256,434)	(16,692,391)	(66,185,225)	-	(191,724,114)
Total other financing sources (uses)	(53,945,138)	229	(100,000)	(8,256,434)	39,568,979	(62,822,309)		(85,554,673)
Net changes in fund balances	6,658,653	229	(34,573)	417,099	38,648,637	(15,800,739)		29,889,306
Fund balances at beginning of year, as restated (See Note 1.D.)	20,059,163	(229)	34,573	(1,965,581)	116,520,210	48,801,611		183,449,747
Fund balances (deficits) at ending	\$ 26,717,816	\$ -	\$ -	\$ (1,548,482)	\$ 155,168,847	\$ 33,000,872		\$ 213,339,053

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2011

Special Revenue Funds

	Totals from page 126	Assets Forfeiture Probation	Assets Forfeiture Sheriff	Assets Forfeiture Police	Assets Forfeiture DA	NYS Assets Forfeiture	Totals to page 128
Revenues							
Real property taxes	\$ 70,651,752	-	-	-	-	\$ -	\$ 70,651,752
Sales and use tax	81,321,197	-	-	-	-	-	81,321,197
New York State aid	30,769,222	-	-	-	-	-	30,769,222
Federal aid	37,555,385	-	-	-	-	-	37,555,385
Licenses, permits, fines, fees, etc.	52,163,567	-	540,709	1,651,535	5,003,326	-	59,359,137
Interest on investments	807,711	8,730	3,799	17,498	53,938	-	891,676
Miscellaneous	2,714,027	-	-	-	-	-	2,714,027
Total revenues	275,982,861	8,730	544,508	1,669,033	5,057,264	-	283,262,396
Expenditures							
Current:							
General government support	1,122,203	-	-	-	2,213,302	3,195,480	6,530,985
Economic assistance & opportunity	36,768,377	-	-	-	-	-	36,768,377
Health	836,637	-	-	-	-	-	836,637
Public safety	14,203,484	-	278,321	1,063,409	-	-	15,545,214
Culture and recreation	4,479,079	-	-	-	-	-	4,479,079
Home and community services	58,300,325	-	-	-	-	-	58,300,325
Transportation	8,985,316	-	-	-	-	-	8,985,316
Employee benefits	15,560,359	-	-	-	-	-	15,560,359
Debt service:							
Principal	12,006,739	-	-	-	-	-	12,006,739
Interest and other charges	8,276,363	-	-	-	-	-	8,276,363
Capital outlay	-	-	-	-	-	-	-
Total expenditures	160,538,882	-	278,321	1,063,409	2,213,302	3,195,480	167,289,394
Excess (deficiency) of revenues over (under) expenditures	115,443,979	8,730	266,187	605,624	2,843,962	(3,195,480)	115,973,002
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	106,169,441	-	-	-	-	-	106,169,441
Interfund transfers out	(191,724,114)	-	-	-	-	-	(191,724,114)
Total other financing sources (uses)	(85,554,673)	-	-	-	-	-	(85,554,673)
Net changes in fund balances	29,889,306	8,730	266,187	605,624	2,843,962	(3,195,480)	30,418,329
Fund balances at beginning of year, as restated (See Note 1.D.)	183,449,747	77,314	1,075,998	2,452,069	4,457,478	5,348,954	196,861,560
Fund balances (deficits) at ending	\$ 213,339,053	\$ 86,044	\$ 1,342,185	\$ 3,057,693	\$ 7,301,440	\$ 2,153,474	\$ 227,279,889

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2011

	Special Revenue Funds		Capital Projects Funds		
	DWI Asset Seizure	Capital Sewer	Southwest Sewer	Capital Sewer	Total Nonmajor Governmental Funds
Revenues	Totals from page 127	-	-	-	-
Real property taxes	\$ 70,651,752	\$ -	-	-	\$ 70,651,752
Sales and use tax	81,321,197	-	-	-	81,321,197
New York State aid	30,769,222	-	-	-	30,769,222
Federal aid	37,555,385	-	-	-	37,555,385
Licenses, permits, fines, fees, etc.	59,359,137	273,265	-	-	59,632,402
Interest on investments	891,676	-	-	-	891,676
Miscellaneous	2,714,027	8,698	-	27,281	2,750,006
Total revenues	283,262,396	281,963	-	27,281	283,571,640
Expenditures					
Current:					
General government support	6,530,985	-	-	-	6,530,985
Economic assistance & opportunity	36,768,377	-	-	-	36,768,377
Health	836,637	-	-	-	836,637
Public safety	15,545,214	633,923	-	-	16,179,137
Culture and recreation	4,479,079	-	-	-	4,479,079
Home and community services	58,300,325	-	-	-	58,300,325
Transportation	8,985,316	-	-	-	8,985,316
Employee benefits	15,560,359	-	-	-	15,560,359
Debt service:					
Principal	12,006,739	-	-	-	12,006,739
Interest and other charges	8,276,363	-	-	-	8,276,363
Capital outlay	-	14,882,871	-	3,400,727	18,283,598
Total expenditures	167,289,394	14,882,871	-	3,400,727	186,206,915
Excess (deficiency) of revenues over (under) expenditures	115,973,002	(14,600,908)	(633,923)	(3,373,446)	97,364,725
Other financing sources (uses)					
Serial bonds issued	-	9,104,374	-	2,749,442	11,853,816
Premium on serial bonds issued	-	77,077	-	23,277	100,354
Interfund transfers in	106,169,441	3,200,000	-	-	109,369,441
Interfund transfers out	(191,724,114)	(545,786)	-	(165,791)	(192,435,691)
Total other financing sources (uses)	(85,554,673)	11,835,665	-	2,606,928	(71,112,080)
Net changes in fund balances	30,418,329	(2,765,243)	(633,923)	(766,518)	26,252,645
Fund balances at beginning of year, as restated (See Note I.D.)	196,861,560	18,734,274	640,258	22,168,217	238,404,309
Fund balances (deficits) at ending	\$ 227,279,889	\$ 15,969,031	\$ 6,335	\$ 21,401,699	\$ 264,656,954

SUFFOLK COUNTY, NEW YORK
Tax Certiorari - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Licenses, permits, fines, fees, etc.	\$ 4,160,363	\$ 4,160,363	\$ 4,160,363	\$ -
Interest on investments	25	25	3	(22)
Total revenues	4,160,388	4,160,388	4,160,366	(22)
Expenditures				
Debt service:				
Principal	1,609,142	1,609,142	1,609,142	-
Interest and other charges	476,736	476,736	476,735	1
Total expenditures	2,085,878	2,085,878	2,085,877	1
Net change in fund balances (budgetary basis)	2,074,510	2,074,510	2,074,489	(21)
Fund balances (deficits) at beginning (budgetary basis)	5,999,527	5,999,510	5,999,510	-
Fund balances (deficits) at ending (budgetary basis)	\$ 8,074,037	\$ 8,074,020	\$ 8,073,999	\$ (21)

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 8,073,999
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 8,073,999</u>

SUFFOLK COUNTY, NEW YORK
Public Safety Communications System E-911 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Sales and use tax	\$ 9,710,800	\$ 9,710,800	\$ 8,653,632	\$ (1,057,168)
Interest on investments	6,500	6,500	1,676	(4,824)
Total revenues	9,717,300	9,717,300	8,655,308	(1,061,992)
Expenditures				
Current:				
Public safety:				
Police	13,771,203	13,766,010	14,203,484	(437,474)
Employee benefits	1,859,818	1,865,011	1,890,762	(25,751)
Debt service:				
Principal	162,403	162,403	162,403	-
Interest and other charges	157,764	157,764	157,763	1
Total expenditures	15,951,188	15,951,188	16,414,412	(463,224)
Excess (deficiency) of revenues over (under) expenditures	(6,233,888)	(6,233,888)	(7,759,104)	(1,525,216)
Other financing sources (uses)				
Transfers in	8,670,785	8,670,785	8,670,785	-
Transfers out	(2,548,051)	(2,548,051)	(2,486,808)	61,243
Total other financing sources (uses)	6,122,734	6,122,734	6,183,977	61,243
Net change in fund balances (budgetary basis)	(111,154)	(111,154)	(1,575,127)	(1,463,973)
Fund balances (deficits) at beginning (budgetary basis)	111,154	(270,077)	(270,077)	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ (381,231)</u>	<u>\$ (1,845,204)</u>	<u>\$ (1,463,973)</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ (1,845,204)
Less: accrued pension expense	(886,952)
Fund balance at end of year (GAAP basis)	<u>\$ (2,732,156)</u>

SUFFOLK COUNTY, NEW YORK
County Road - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
New York State aid	\$ 5,617,894	\$ 5,617,894	\$ 5,615,387	\$ (2,507)
Licenses, permits, fines, fees, etc.	9,529,795	9,529,795	9,408,694	(121,101)
Interest on investments	-	-	1,014	1,014
Miscellaneous	40,000	40,000	238,699	198,699
Total revenues	<u>15,187,689</u>	<u>15,187,689</u>	<u>15,263,794</u>	<u>76,105</u>
Expenditures				
Current:				
Transportation:				
Public works	8,655,556	9,450,556	8,985,316	465,240
Employee benefits	909,968	1,049,968	1,010,536	39,432
Total expenditures	<u>9,565,524</u>	<u>10,500,524</u>	<u>9,995,852</u>	<u>504,672</u>
Excess (deficiency) of revenues over (under) expenditures	5,622,165	4,687,165	5,267,942	580,777
Other financing sources (uses)				
Transfers in	9,512,242	10,447,242	9,512,242	(935,000)
Transfers out	<u>(11,171,128)</u>	<u>(11,171,128)</u>	<u>(11,111,069)</u>	<u>60,059</u>
Total other financing sources (uses)	<u>(1,658,886)</u>	<u>(723,886)</u>	<u>(1,598,827)</u>	<u>(874,941)</u>
Net change in fund balances (budgetary basis)	3,963,279	3,963,279	3,669,115	(294,164)
Fund balances (deficits) at beginning (budgetary basis)	<u>(3,963,279)</u>	<u>(5,172,540)</u>	<u>(5,172,540)</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ (1,209,261)</u>	<u>\$ (1,503,425)</u>	<u>\$ (294,164)</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ (1,503,425)
Less: accrued pension expense	<u>(591,301)</u>
Fund balance at end of year (GAAP basis)	<u>\$ (2,094,726)</u>

SUFFOLK COUNTY, NEW YORK
Handicapped Parking Education - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Licenses, permits, fines, fees, etc.	\$ 45,000	\$ 45,000	\$ 39,432	\$ (5,568)
Interest on investments	-	-	3,839	3,839
	45,000	45,000	43,271	(1,729)
Total revenues	45,000	45,000	43,271	(1,729)
Expenditures				
Current:				
Home and community services:				
County executive	500,000	500,000	-	500,000
	500,000	500,000	-	500,000
Net change in fund balances (budgetary basis)	(455,000)	(455,000)	43,271	498,271
Fund balances (deficits) at beginning (budgetary basis)	533,275	543,001	543,001	-
	533,275	543,001	543,001	-
Fund balances (deficits) at ending (budgetary basis)	\$ 78,275	\$ 88,001	\$ 586,272	\$ 498,271
	\$ 78,275	\$ 88,001	\$ 586,272	\$ 498,271

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 586,272
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	\$ 586,272

SUFFOLK COUNTY, NEW YORK
MTA Payroll Tax - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 2,862,204	\$ 2,862,204	\$ 2,897,272	\$ 35,068
Interest on investments	-	-	100	100
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	2,862,204	2,862,204	2,897,372	35,168
	<hr/>	<hr/>	<hr/>	<hr/>
Other financing sources (uses)				
Transfers out	(2,873,173)	(2,873,173)	(2,873,173)	-
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balances (budgetary basis)	(10,969)	(10,969)	24,199	35,168
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances (deficits) at beginning (budgetary basis)	10,969	11,107	11,107	-
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 138	\$ 35,306	\$ 35,168
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 35,306
Less: accrued pension expense	<hr/> -
Fund balance at end of year (GAAP basis)	<hr/> <hr/> \$ 35,306

SUFFOLK COUNTY, NEW YORK
District Court - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget - Positive (Negative)
Revenues				
Real property taxes	\$ 7,452,389	\$ 7,452,389	\$ 7,488,751	\$ 36,362
New York State aid	1,650,000	1,650,000	1,490,949	(159,051)
Licenses, permits, fines, fees, etc.	4,325,000	4,325,000	4,309,090	(15,910)
Interest on investments	3,000	3,000	3,603	603
Total revenues	13,430,389	13,430,389	13,292,393	(137,996)
Expenditures				
Debt service:				
Principal	209,263	209,263	209,263	-
Interest and other charges	43,229	43,229	43,228	1
Total expenditures	252,492	252,492	252,491	1
Excess (deficiency) of revenues over (under) expenditures	13,177,897	13,177,897	13,039,902	(137,995)
Other financing sources (uses)				
Transfers in	918,832	918,832	918,832	-
Transfers out	(13,300,000)	(13,300,000)	(11,610,435)	1,689,565
Total other financing sources (uses)	(12,381,168)	(12,381,168)	(10,691,603)	1,689,565
Net change in fund balances (budgetary basis)	796,729	796,729	2,348,299	1,551,570
Fund balances (deficits) at beginning (budgetary basis)	(796,729)	107,956	107,956	-
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 904,685	\$ 2,456,255	\$ 1,551,570

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 2,456,255
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	\$ 2,456,255

SUFFOLK COUNTY, NEW YORK
Hotel/Motel Tax Culture and History - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Sales and use tax	\$ 7,121,730	\$ 7,121,730	\$ 7,354,536	\$ 232,806
Licenses, permits, fines, fees, etc.	40	40	20	(20)
Interest on investments	3,150	3,150	3,636	486
	<u>7,124,920</u>	<u>7,124,920</u>	<u>7,358,192</u>	<u>233,272</u>
Expenditures				
Current:				
Economic assistance and opportunity:				
Economic development	2,481,673	2,486,673	2,445,196	41,477
Culture and recreation:				
Parks	1,368,999	1,358,146	1,314,713	43,433
Miscellaneous	1,070,862	1,070,862	1,070,862	-
Employee benefits	139,126	144,979	146,084	(1,105)
	<u>5,060,660</u>	<u>5,060,660</u>	<u>4,976,855</u>	<u>83,805</u>
Excess (deficiency) of revenues over (under) expenditures	2,064,260	2,064,260	2,381,337	317,077
Other financing sources (uses)				
Transfers out	<u>(2,086,771)</u>	<u>(2,086,771)</u>	<u>(2,085,315)</u>	<u>1,456</u>
Net change in fund balances (budgetary basis)	(22,511)	(22,511)	296,022	318,533
Fund balances (deficits) at beginning (budgetary basis)	<u>22,511</u>	<u>43,133</u>	<u>43,133</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 20,622</u>	<u>\$ 339,155</u>	<u>\$ 318,533</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 339,155
Less: accrued pension expense	<u>(72,404)</u>
Fund balance at end of year (GAAP basis)	<u>\$ 266,751</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #1 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Real property taxes	\$ 774,263	\$ 774,263	\$ 778,106	\$ 3,843
Licenses, permits, fines, fees, etc.	175,548	175,548	155,697	(19,851)
Interest on investments	850	850	4,494	3,644
Miscellaneous	685	685	3,152	2,467
Total revenues	951,346	951,346	941,449	(9,897)
Expenditures				
Current:				
Home and community services:				
Public works	781,250	781,250	561,770	219,480
Debt service:				
Principal	130,484	130,484	130,483	1
Interest and other charges	29,438	29,438	29,437	1
Total expenditures	941,172	941,172	721,690	219,482
Excess (deficiency) of revenues over (under) expenditures	10,174	10,174	219,759	209,585
Other financing sources (uses)				
Transfers in	378,246	378,246	432,578	54,332
Transfers out	(613,375)	(613,375)	(613,375)	-
Total other financing sources (uses)	(235,129)	(235,129)	(180,797)	54,332
Net change in fund balances (budgetary basis)	(224,955)	(224,955)	38,962	263,917
Fund balances (deficits) at beginning (budgetary basis)	224,955	466,650	466,650	-
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 241,695	\$ 505,612	\$ 263,917

Reconciliation between the budgetary basis of account and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 505,612
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	\$ 505,612

SUFFOLK COUNTY, NEW YORK
Sewer District #2 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ -	\$ -	\$ 52,453	\$ 52,453
Licenses, permits, fines, fees, etc.	615,713	615,713	556,328	(59,385)
Interest on investments	400	400	578	178
Miscellaneous	50	50	-	(50)
	<u>616,163</u>	<u>616,163</u>	<u>609,359</u>	<u>(6,804)</u>
Expenditures				
Current:				
Home and community services:				
Public works	188,950	188,950	146,224	42,726
Excess (deficiency) of revenues over (under) expenditures	427,213	427,213	463,135	35,922
Other financing sources (uses)				
Transfers in	59,208	59,208	59,208	-
Transfers out	(584,376)	(584,376)	(584,376)	-
	<u>(525,168)</u>	<u>(525,168)</u>	<u>(525,168)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(97,955)	(97,955)	(62,033)	35,922
Fund balances (deficits) at beginning (budgetary basis)	97,955	114,276	114,276	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 16,321</u>	<u>\$ 52,243</u>	<u>\$ 35,922</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 52,243
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 52,243</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #3 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget - Positive (Negative)
Revenues				
Real property taxes	\$ 52,197,269	\$ 52,197,269	\$ 53,047,862	\$ 850,593
New York State aid	-	-	18,626	18,626
Federal aid	-	-	111,755	111,755
Licenses, permits, fines, fees, etc.	26,138,185	26,138,185	24,339,515	(1,798,670)
Interest on investments	17,000	17,000	72,293	55,293
Miscellaneous	313,500	313,500	302,198	(11,302)
	78,665,954	78,665,954	77,892,249	(773,705)
Expenditures				
Current:				
General government support:				
Miscellaneous	25,465	27,911	24,909	3,002
Home and community services:				
Public works	29,679,150	29,513,398	25,984,595	3,528,803
Employee benefits	1,666,944	1,669,639	1,669,638	1
Debt service:				
Principal	1,057,015	1,152,328	1,152,328	-
Interest and other charges	766,669	831,967	831,967	-
	33,195,243	33,195,243	29,663,437	3,531,806
Excess (deficiency) of revenues over (under) expenditures	45,470,711	45,470,711	48,228,812	2,758,101
Other financing sources (uses)				
Transfers in	22,465	22,465	188,256	165,791
Transfers out	(48,852,393)	(48,852,393)	(48,737,842)	114,551
	(48,829,928)	(48,829,928)	(48,549,586)	280,342
Net change in fund balances (budgetary basis)	(3,359,217)	(3,359,217)	(320,774)	3,038,443
Fund balances (deficits) at beginning (budgetary basis)	3,359,217	8,722,423	8,722,423	-
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 5,363,206	\$ 8,401,649	\$ 3,038,443

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 8,401,649
Plus: transfer of fund balance (GAAP basis) from sewer maintenance & operation	1,508,674
Plus: transfer of fund balance (GAAP basis) from southwest assessment stabilization	1,176,699
Less: accrued pension expense	(784,379)
Fund balance at end of year (GAAP basis)	\$ 10,302,643

SUFFOLK COUNTY, NEW YORK
Sewer District #5 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Real property taxes	\$ 739,350	\$ 739,350	\$ 739,350	\$ -
Interest on investments	300	300	3,083	2,783
Total revenues	739,650	739,650	742,433	2,783
Expenditures				
Current:				
Home and community services:				
Public works	466,490	462,693	333,067	129,626
Debt service:				
Principal	5,813	8,066	8,066	-
Interest and other charges	1,806	3,350	3,349	1
Total expenditures	474,109	474,109	344,482	129,627
Excess (deficiency) of revenues over (under) expenditures	265,541	265,541	397,951	132,410
Other financing sources (uses)				
Transfers in	1,062,701	1,062,701	1,065,113	2,412
Transfers out	(1,488,564)	(1,488,564)	(1,488,564)	-
Total other financing sources (uses)	(425,863)	(425,863)	(423,451)	2,412
Net change in fund balances (budgetary basis)	(160,322)	(160,322)	(25,500)	134,822
Fund balances (deficits) at beginning (budgetary basis)	160,322	285,378	285,378	-
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 125,056	\$ 259,878	\$ 134,822

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 259,878
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	\$ 259,878

SUFFOLK COUNTY, NEW YORK
Sewer District #6 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 208,448	\$ 208,448	\$ 295,439	\$ 86,991
Licenses, permits, fines, fees, etc.	684,159	684,159	838,922	154,763
Interest on investments	700	700	7,190	6,490
Miscellaneous	50	50	40	(10)
Total revenues	893,357	893,357	1,141,591	248,234
Expenditures				
Current:				
Home and community services:				
Public works	257,350	257,350	214,357	42,993
Debt service:				
Principal	1,450	1,450	1,450	-
Interest and other charges	430	430	430	-
Total expenditures	259,230	259,230	216,237	42,993
Excess (deficiency) of revenues over (under) expenditures	634,127	634,127	925,354	291,227
Other financing sources (uses)				
Transfers in	1,036,145	1,036,145	1,036,145	-
Transfers out	(1,709,819)	(1,709,819)	(1,709,819)	-
Total other financing sources (uses)	(673,674)	(673,674)	(673,674)	-
Net change in fund balances (budgetary basis)	(39,547)	(39,547)	251,680	291,227
Fund balances (deficits) at beginning (budgetary basis)	39,547	716,212	716,212	-
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 676,665	\$ 967,892	\$ 291,227

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 967,892
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 967,892</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #7 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 1,407,759	\$ 1,407,759	\$ 1,409,627	\$ 1,868
Licenses, permits, fines, fees, etc.	245,982	245,982	247,777	1,795
Interest on investments	8,000	8,000	6,008	(1,992)
	<u>1,661,741</u>	<u>1,661,741</u>	<u>1,663,412</u>	<u>1,671</u>
Expenditures				
Current:				
Home and community services:				
Public works	1,043,900	886,297	863,721	22,576
Debt service:				
Principal	-	93,510	93,510	-
Interest and other charges	-	64,093	64,063	30
	<u>1,043,900</u>	<u>1,043,900</u>	<u>1,021,294</u>	<u>22,606</u>
Excess (deficiency) of revenues over (under) expenditures	617,841	617,841	642,118	24,277
Other financing sources (uses)				
Transfers in	953,305	953,305	960,620	7,315
Transfers out	(1,818,887)	(1,818,887)	(1,818,887)	-
	<u>(865,582)</u>	<u>(865,582)</u>	<u>(858,267)</u>	<u>7,315</u>
Net change in fund balances (budgetary basis)	(247,741)	(247,741)	(216,149)	31,592
Fund balances (deficits) at beginning (budgetary basis)	<u>247,741</u>	<u>536,223</u>	<u>536,223</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 288,482</u>	<u>\$ 320,074</u>	<u>\$ 31,592</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 320,074
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 320,074</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #8 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 109,981	\$ 109,981	\$ 109,980	\$ (1)
Interest on investments	3,000	3,000	-	(3,000)
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	112,981	112,981	109,980	(3,001)
Expenditures				
Current:				
Home and community services:				
Public works	166,000	166,000	151,387	14,613
	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	(53,019)	(53,019)	(41,407)	11,612
Other financing sources (uses)				
Transfers in	40,083	40,083	40,083	-
Transfers out	(12,321)	(12,321)	(12,321)	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	27,762	27,762	27,762	-
Net change in fund balances (budgetary basis)	(25,257)	(25,257)	(13,645)	11,612
Fund balances (deficits) at beginning (budgetary basis)	25,257	70,456	70,456	-
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 45,199	\$ 56,811	\$ 11,612
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 56,811
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<hr/> <hr/> \$ 56,811

SUFFOLK COUNTY, NEW YORK
Sewer District #9 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 94,859	\$ 94,859	\$ 94,859	\$ -
Licenses, permits, fines, fees, etc.	852	852	853	1
Interest on investments	3,000	3,000	185	(2,815)
	<u>98,711</u>	<u>98,711</u>	<u>95,897</u>	<u>(2,814)</u>
Expenditures				
Current:				
Home and community services:				
Public works	169,600	169,600	57,070	112,530
Excess (deficiency) of revenues over (under) expenditures	(70,889)	(70,889)	38,827	109,716
Other financing sources (uses)				
Transfers in	241,078	241,078	241,078	-
Transfers out	(261,918)	(261,918)	(261,918)	-
	<u>(20,840)</u>	<u>(20,840)</u>	<u>(20,840)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(91,729)	(91,729)	17,987	109,716
Fund balances (deficits) at beginning (budgetary basis)	91,729	144,475	144,475	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 52,746</u>	<u>\$ 162,462</u>	<u>\$ 109,716</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 162,462
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 162,462</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #10 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 1,067,838	\$ 1,067,838	\$ 1,071,003	\$ 3,165
Licenses, permits, fines, fees, etc.	58,983	58,983	56,923	(2,060)
Interest on investments	3,000	3,000	750	(2,250)
	<u>1,129,821</u>	<u>1,129,821</u>	<u>1,128,676</u>	<u>(1,145)</u>
Expenditures				
Current:				
Home and community services:				
Public works	263,000	263,000	201,910	61,090
Debt service:				
Principal	59,925	59,925	59,925	-
Interest and other charges	18,799	18,799	18,799	-
	<u>341,724</u>	<u>341,724</u>	<u>280,634</u>	<u>61,090</u>
Excess (deficiency) of revenues over (under) expenditures	788,097	788,097	848,042	59,945
Other financing sources (uses)				
Transfers in	17,852	17,852	18,432	580
Transfers out	(817,056)	(817,056)	(817,056)	-
	<u>(799,204)</u>	<u>(799,204)</u>	<u>(798,624)</u>	<u>580</u>
Net change in fund balances (budgetary basis)	(11,107)	(11,107)	49,418	60,525
Fund balances (deficits) at beginning (budgetary basis)	85,717	328,463	328,463	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ 74,610</u>	<u>\$ 317,356</u>	<u>\$ 377,881</u>	<u>\$ 60,525</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 377,881
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 377,881</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #11 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 2,194,806	\$ 2,194,806	\$ 2,204,164	\$ 9,358
Licenses, permits, fines, fees, etc.	650,707	650,707	673,292	22,585
Interest on investments	12,500	12,500	2,097	(10,403)
Miscellaneous	100	100	120	20
Total revenues	<u>2,858,113</u>	<u>2,858,113</u>	<u>2,879,673</u>	<u>21,560</u>
Expenditures				
Current:				
Home and community services:				
Public works	1,291,500	1,291,500	1,111,683	179,817
Debt service:				
Principal	552,555	552,555	552,555	-
Interest and other charges	308,277	308,277	308,276	1
Total expenditures	<u>2,152,332</u>	<u>2,152,332</u>	<u>1,972,514</u>	<u>179,818</u>
Excess (deficiency) of revenues over (under) expenditures	705,781	705,781	907,159	201,378
Other financing sources (uses)				
Transfers in	983,380	983,380	1,000,195	16,815
Transfers out	(2,066,222)	(2,066,222)	(2,066,222)	-
Total other financing sources (uses)	<u>(1,082,842)</u>	<u>(1,082,842)</u>	<u>(1,066,027)</u>	<u>16,815</u>
Net change in fund balances (budgetary basis)	(377,061)	(377,061)	(158,868)	218,193
Fund balances (deficits) at beginning (budgetary basis)	377,061	622,851	622,851	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 245,790</u>	<u>\$ 463,983</u>	<u>\$ 218,193</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 463,983
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 463,983</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #12 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 148,588	\$ 148,588	\$ 148,694	\$ 106
Licenses, permits, fines, fees, etc.	55,359	55,359	55,331	(28)
Interest on investments	300	300	2,973	2,673
	<u>204,247</u>	<u>204,247</u>	<u>206,998</u>	<u>2,751</u>
Expenditures				
Current:				
Home and community services:				
Public works	279,700	279,700	181,241	98,459
Excess (deficiency) of revenues over (under) expenditures	(75,453)	(75,453)	25,757	101,210
Other financing sources (uses)				
Transfers in	419,650	419,650	419,650	-
Transfers out	(355,468)	(355,468)	(355,468)	-
	<u>64,182</u>	<u>64,182</u>	<u>64,182</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(11,271)	(11,271)	89,939	101,210
Fund balances (deficits) at beginning (budgetary basis)	11,271	144,536	144,536	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 133,265</u>	<u>\$ 234,475</u>	<u>\$ 101,210</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 234,475
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 234,475</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #13 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 14,567	\$ 14,567	\$ 7,985	\$ (6,582)
Licenses, permits, fines, fees, etc.	690,972	690,972	696,137	5,165
Interest on investments	400	400	1,522	1,122
Miscellaneous	8,700	8,700	5,383	(3,317)
Total revenues	714,639	714,639	711,027	(3,612)
Expenditures				
Current:				
Home and community services:				
Public works	235,200	235,200	179,645	55,555
Excess (deficiency) of revenues over (under) expenditures	479,439	479,439	531,382	51,943
Other financing sources (uses)				
Transfers in	100,146	100,146	100,146	-
Net change in fund balances (budgetary basis)	579,585	579,585	631,528	51,943
Fund balances (deficits) at beginning (budgetary basis)	3,494,439	3,520,498	3,520,498	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ 4,074,024</u>	<u>\$ 4,100,083</u>	<u>\$ 4,152,026</u>	<u>\$ 51,943</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 4,152,026
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 4,152,026</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #14 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget -</u>
				<u>Positive (Negative)</u>
Revenues				
Real property taxes	\$ 96,549	\$ 96,549	\$ 108,680	\$ 12,131
Licenses, permits, fines, fees, etc.	1,033,647	1,033,647	1,043,133	9,486
Interest on investments	1,000	1,000	1,909	909
Miscellaneous	9,300	9,300	15,840	6,540
Total revenues	<u>1,140,496</u>	<u>1,140,496</u>	<u>1,169,562</u>	<u>29,066</u>
Expenditures				
Current:				
Home and community services:				
Public works	844,430	844,430	613,022	231,408
Debt service:				
Principal	10,825	10,825	10,825	-
Interest and other charges	9,506	9,506	9,506	-
Total expenditures	<u>864,761</u>	<u>864,761</u>	<u>633,353</u>	<u>231,408</u>
Excess (deficiency) of revenues over (under) expenditures	275,735	275,735	536,209	260,474
Other financing sources (uses)				
Transfers in	1,079,062	1,079,062	1,135,923	56,861
Transfers out	(1,554,122)	(1,554,122)	(1,554,122)	-
Total other financing sources (uses)	<u>(475,060)</u>	<u>(475,060)</u>	<u>(418,199)</u>	<u>56,861</u>
Net change in fund balances (budgetary basis)	(199,325)	(199,325)	118,010	317,335
Fund balances (deficits) at beginning (budgetary basis)	199,325	434,422	434,422	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 235,097</u>	<u>\$ 552,432</u>	<u>\$ 317,335</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 552,432
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 552,432</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #15 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 21,513	\$ 21,513	\$ 19,271	\$ (2,242)
Licenses, permits, fines, fees, etc.	201,185	201,185	197,698	(3,487)
Interest on investments	3,740	3,740	196	(3,544)
	<u>226,438</u>	<u>226,438</u>	<u>217,165</u>	<u>(9,273)</u>
Expenditures				
Current:				
Home and community services:				
Public works	228,800	228,800	106,191	122,609
Excess (deficiency) of revenues over (under) expenditures	(2,362)	(2,362)	110,974	113,336
Other financing sources (uses)				
Transfers in	411,547	411,547	435,917	24,370
Transfers out	(495,194)	(495,194)	(495,194)	-
	<u>(83,647)</u>	<u>(83,647)</u>	<u>(59,277)</u>	<u>24,370</u>
Net change in fund balances (budgetary basis)	(86,009)	(86,009)	51,697	137,706
Fund balances (deficits) at beginning (budgetary basis)	86,009	288,140	288,140	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 202,131</u>	<u>\$ 339,837</u>	<u>\$ 137,706</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 339,837
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 339,837</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #18 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget -</u>
				<u>Positive (Negative)</u>
Revenues				
Real property taxes	\$ 141,729	\$ 141,729	\$ 66,777	\$ (74,952)
Licenses, permits, fines, fees, etc.	1,337,338	1,337,338	1,419,302	81,964
Interest on investments	8,500	8,500	6,742	(1,758)
Miscellaneous	20,000	20,000	14,407	(5,593)
Total revenues	1,507,567	1,507,567	1,507,228	(339)
Expenditures				
Current:				
Home and community services:				
Public works	602,300	381,276	382,907	(1,631)
Debt service:				
Principal	174,589	309,785	309,785	-
Interest and other charges	171,688	257,516	264,308	(6,792)
Total expenditures	948,577	948,577	957,000	(8,423)
Excess (deficiency) of revenues over (under) expenditures	558,990	558,990	550,228	(8,762)
Other financing sources (uses)				
Transfers in	620,162	620,162	620,764	602
Transfers out	(1,230,013)	(1,230,013)	(1,230,013)	-
Total other financing sources (uses)	(609,851)	(609,851)	(609,249)	602
Net change in fund balances (budgetary basis)	(50,861)	(50,861)	(59,021)	(8,160)
Fund balances (deficits) at beginning (budgetary basis)	50,861	251,272	251,272	-
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 200,411	\$ 192,251	\$ (8,160)

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 192,251
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 192,251</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #19 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Real property taxes	\$ 2,707	\$ 2,707	\$ 3,136	\$ 429
Licenses, permits, fines, fees, etc.	11,331	11,331	10,973	(358)
Interest on investments	200	200	7	(193)
Total revenues	14,238	14,238	14,116	(122)
Expenditures				
Current:				
Home and community services:				
Public works	44,000	44,000	25,399	18,601
Excess (deficiency) of revenues over (under) expenditures	(29,762)	(29,762)	(11,283)	18,479
Other financing sources (uses)				
Transfers in	57,554	57,554	57,554	-
Transfers out	(57,944)	(57,944)	(57,944)	-
Total other financing sources (uses)	(390)	(390)	(390)	-
Net change in fund balances (budgetary basis)	(30,152)	(30,152)	(11,673)	18,479
Fund balances (deficits) at beginning (budgetary basis)	30,152	66,370	66,370	-
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 36,218	\$ 54,697	\$ 18,479

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 54,697
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	\$ 54,697

SUFFOLK COUNTY, NEW YORK
Sewer District #20 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 43,622	\$ 43,622	\$ 49,694	\$ 6,072
Licenses, permits, fines, fees, etc.	925,284	925,284	911,041	(14,243)
Interest on investments	700	700	816	116
Miscellaneous	100	100	80	(20)
Total revenues	<u>969,706</u>	<u>969,706</u>	<u>961,631</u>	<u>(8,075)</u>
Expenditures				
Current:				
Home and community services:				
Public works	483,900	483,900	323,159	160,741
Excess (deficiency) of revenues over (under) expenditures	485,806	485,806	638,472	152,666
Other financing sources (uses)				
Transfers in	1,319,319	1,319,319	1,319,319	-
Transfers out	(1,966,111)	(1,966,111)	(1,966,111)	-
Total other financing sources (uses)	<u>(646,792)</u>	<u>(646,792)</u>	<u>(646,792)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(160,986)	(160,986)	(8,320)	152,666
Fund balances (deficits) at beginning (budgetary basis)	160,986	326,014	326,014	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 165,028</u>	<u>\$ 317,694</u>	<u>\$ 152,666</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 317,694
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 317,694</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #21 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses, permits, fines, fees, etc.	\$ 1,355,962	\$ 1,355,962	\$ 1,946,632	\$ 590,670
Interest on investments	250	250	2,725	2,475
Miscellaneous	88,447	88,447	-	(88,447)
	<u>1,444,659</u>	<u>1,444,659</u>	<u>1,949,357</u>	<u>504,698</u>
Expenditures				
Current:				
General government support:				
Miscellaneous	-	1,500	1,500	-
Home and community services:				
Public works	764,660	763,160	470,215	292,945
Debt service:				
Principal	214,655	214,655	214,655	-
Interest and other charges	57,199	57,199	57,199	-
	<u>1,036,514</u>	<u>1,036,514</u>	<u>743,569</u>	<u>292,945</u>
Excess (deficiency) of revenues over (under) expenditures	408,145	408,145	1,205,788	797,643
Other financing sources (uses)				
Transfers in	403,763	403,763	403,763	-
Transfers out	(1,363,334)	(1,363,334)	(1,363,334)	-
	<u>(959,571)</u>	<u>(959,571)</u>	<u>(959,571)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(551,426)	(551,426)	246,217	797,643
Fund balances (deficits) at beginning (budgetary basis)	<u>1,128,081</u>	<u>1,663,626</u>	<u>1,663,626</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ 576,655</u>	<u>\$ 1,112,200</u>	<u>\$ 1,909,843</u>	<u>\$ 797,643</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 1,909,843
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 1,909,843</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #22 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 23,430	\$ 23,430	\$ 19,330	\$ (4,100)
Licenses, permits, fines, fees, etc.	602,339	602,339	571,273	(31,066)
Interest on investments	750	750	1,066	316
Miscellaneous	-	-	20	20
Total revenues	<u>626,519</u>	<u>626,519</u>	<u>591,689</u>	<u>(34,830)</u>
Expenditures				
Current:				
Home and community services:				
Public works	283,500	283,500	198,355	85,145
Excess (deficiency) of revenues over (under) expenditures	343,019	343,019	393,334	50,315
Other financing sources (uses)				
Transfers in	405,474	405,474	405,474	-
Transfers out	(725,932)	(725,932)	(725,932)	-
Total other financing sources (uses)	<u>(320,458)</u>	<u>(320,458)</u>	<u>(320,458)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	22,561	22,561	72,876	50,315
Fund balances (deficits) at beginning (budgetary basis)	<u>(22,561)</u>	<u>145,099</u>	<u>145,099</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 167,660</u>	<u>\$ 217,975</u>	<u>\$ 50,315</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 217,975
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 217,975</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #23 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 28,903	\$ 28,903	\$ 33,445	\$ 4,542
Licenses, permits, fines, fees, etc.	90,354	90,354	88,729	(1,625)
Interest on investments	250	250	708	458
Miscellaneous	-	-	20	20
Total revenues	<u>119,507</u>	<u>119,507</u>	<u>122,902</u>	<u>3,395</u>
Expenditures				
Current:				
Home and community services:				
Public works	111,250	111,250	45,585	65,665
Excess (deficiency) of revenues over (under) expenditures	8,257	8,257	77,317	69,060
Other financing sources (uses)				
Transfers in	310,401	310,401	310,401	-
Transfers out	(374,485)	(374,485)	(374,485)	-
Total other financing sources (uses)	<u>(64,084)</u>	<u>(64,084)</u>	<u>(64,084)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(55,827)	(55,827)	13,233	69,060
Fund balances (deficits) at beginning (budgetary basis)	<u>55,827</u>	<u>105,545</u>	<u>105,545</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 49,718</u>	<u>\$ 118,778</u>	<u>\$ 69,060</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 118,778
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 118,778</u>

SUFFOLK COUNTY, NEW YORK
Sewer District #28 - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real property taxes	\$ 5,190	\$ 5,190	\$ 5,874	\$ 684
Licenses, permits, fines, fees, etc.	209,346	209,346	206,651	(2,695)
Interest on investments	150	150	4	(146)
Miscellaneous	50	50	-	(50)
	<hr/>			
Total revenues	214,736	214,736	212,529	(2,207)
<hr/>				
Expenditures				
Current:				
Home and community services:				
Public works	160,525	160,525	117,232	43,293
	<hr/>			
Excess (deficiency) of revenues over (under) expenditures	54,211	54,211	95,297	41,086
<hr/>				
Other financing sources (uses)				
Transfers in	441,170	441,170	441,170	-
Transfers out	(526,409)	(526,409)	(526,409)	-
	<hr/>			
Total other financing sources (uses)	(85,239)	(85,239)	(85,239)	-
<hr/>				
Net change in fund balances (budgetary basis)	(31,028)	(31,028)	10,058	41,086
<hr/>				
Fund balances (deficits) at beginning (budgetary basis)	31,028	105,576	105,576	-
<hr/>				
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 74,548	\$ 115,634	\$ 41,086
<hr/> <hr/>				

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 115,634
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 115,634</u>

SUFFOLK COUNTY, NEW YORK
Workforce Investment Revenue - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
New York State aid	\$ 1,223,447	\$ 1,223,447	\$ 700,751	\$ (522,696)
Federal aid	7,624,426	13,313,161	9,038,910	(4,274,251)
Licenses, permits, fines, fees, etc.	48,000	48,000	47,999	(1)
Total revenues	8,895,873	14,584,608	9,787,660	(4,796,948)
Expenditures				
Current:				
Economic assistance and opportunity:				
Labor	6,540,501	11,954,741	7,687,912	4,266,829
Employee benefits	1,137,358	1,308,005	1,071,979	236,026
Total expenditures	7,677,859	13,262,746	8,759,891	4,502,855
Excess (deficiency) of revenues over (under) expenditures	1,218,014	1,321,862	1,027,769	(294,093)
Other financing sources (uses)				
Transfers out	(1,188,592)	(1,292,440)	(1,058,229)	234,211
Net change in fund balances (budgetary basis)	29,422	29,422	(30,460)	(59,882)
Fund balances (deficits) at beginning (budgetary basis)	(29,422)	37,894	37,894	-
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 67,316	\$ 7,434	\$ (59,882)

Reconciliation between the budgetary basis accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 7,434
Less: accrued pension expense	(502,358)
Fund balance at end of year (GAAP basis)	\$ (494,924)

SUFFOLK COUNTY, NEW YORK
Medicaid Compliance Fund - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
New York State aid	\$ 21,925,772	\$ 21,925,772	\$ 20,796,729	\$ (1,129,043)
Federal aid	22,822,404	22,822,404	20,490,771	(2,331,633)
Interest on investments	-	-	796	796
Miscellaneous	203	203	36	(167)
	<u>44,748,379</u>	<u>44,748,379</u>	<u>41,288,332</u>	<u>(3,460,047)</u>
Expenditures				
Current:				
General government support				
Miscellaneous	81,915	82,451	82,451	-
Economic assistance and opportunity:				
Social services	30,316,152	30,316,066	26,635,269	3,680,797
Employee Benefits	5,874,252	5,873,802	5,619,749	254,053
	<u>36,272,319</u>	<u>36,272,319</u>	<u>32,337,469</u>	<u>3,934,850</u>
Excess (deficiency) of revenues over (under) expenditures	8,476,060	8,476,060	8,950,863	474,803
Other financing sources (uses)				
Transfers out	(8,476,060)	(8,476,060)	(8,256,434)	219,626
Net change in fund balances (budgetary basis)	-	-	694,429	694,429
Fund balances (deficits) at beginning (budgetary basis)	-	345,539	345,539	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 345,539</u>	<u>\$ 1,039,968</u>	<u>\$ 694,429</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 1,039,968
Less: accrued pension expense	<u>(2,588,450)</u>
Fund balance at end of year (GAAP basis)	<u>\$ (1,548,482)</u>

SUFFOLK COUNTY, NEW YORK
Suffolk County Water Protection - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget - Positive (Negative)
Revenues				
Sales and use tax	\$ 65,838,028	\$ 65,838,028	\$ 65,313,029	\$ (524,999)
Interest on investments	250,000	250,000	167,981	(82,019)
Miscellaneous	-	-	100	100
Total revenues	66,088,028	66,088,028	65,481,110	(606,918)
Expenditures				
Current:				
General government support:				
Miscellaneous	8,278	9,059	9,058	1
Public works	67,495	73,044	73,044	-
Health	861,920	899,374	836,637	62,737
Culture and recreation:				
Parks	2,289,134	2,196,810	2,093,504	103,306
Home and community services:				
Environment and energy	1,372,745	1,372,745	1,316,183	56,562
Planning	100,542	100,542	100,303	239
Employee benefits	607,518	610,901	610,900	1
Debt Service:				
Principal	7,779,174	7,779,174	7,389,557	389,617
Interest and other charges	6,297,770	6,297,770	5,986,838	310,932
Total expenditures	19,384,576	19,339,419	18,416,024	923,395
Excess (deficiency) of revenues over (under) expenditures	46,703,452	46,748,609	47,065,086	316,477
Other financing sources (uses)				
Transfers in	8,278	8,278	3,362,916	3,354,638
Transfers out	(38,276,905)	(66,485,262)	(66,185,225)	300,037
Total other financing sources (uses)	(38,268,627)	(66,476,984)	(62,822,309)	3,654,675
Net change in fund balances (budgetary basis)	8,434,825	(19,728,375)	(15,757,223)	3,971,152
Fund balances (deficits) at beginning (budgetary basis)	48,906,551	49,053,746	49,053,746	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ 57,341,376</u>	<u>\$ 29,325,371</u>	<u>\$ 33,296,523</u>	<u>\$ 3,971,152</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 33,296,523
Less: accrued pension expense	(295,651)
Fund balance at end of year (GAAP basis)	<u>\$ 33,000,872</u>

SUFFOLK COUNTY, NEW YORK
Combining Statement of Fiduciary Net Assets
Private-Purpose Trusts
December 31, 2011

	D White Private- Purpose Trust	Vanderbilt Private- Purpose Trust	Totals
Assets			
Cash and cash equivalents	\$ 53,752	\$ 235,053	\$ 288,805
Investments	-	9,075,542	9,075,542
Total assets	<u>53,752</u>	<u>9,310,595</u>	<u>9,364,347</u>
Liabilities			
Accounts payable and accrued liabilities	<u>50,000</u>	<u>9,310,582</u>	<u>9,360,582</u>
Total liabilities	<u>50,000</u>	<u>9,310,582</u>	<u>9,360,582</u>
Net Assets			
Held in trust	<u>\$ 3,752</u>	<u>\$ 13</u>	<u>\$ 3,765</u>

SUFFOLK COUNTY, NEW YORK
Combining Statement of Changes in Fiduciary Net Assets
Private-Purpose Trusts
For the Year Ended December 31, 2011

	<u>D White Private- Purpose Trust</u>	<u>Vanderbilt Private- Purpose Trust</u>	<u>Totals</u>
Additions			
Investment income:			
Interest	\$ 338	\$ 1	\$ 339
Transfer in	-	963,881	963,881
Other revenue	-	855,038	855,038
	<u>338</u>	<u>1,818,920</u>	<u>1,819,258</u>
Total additions	<u>338</u>	<u>1,818,920</u>	<u>1,819,258</u>
Deductions			
Administrative and general expenses	-	1,818,919	1,818,919
	<u>-</u>	<u>1,818,919</u>	<u>1,818,919</u>
Change in net assets	338	1	339
Net assets at beginning of year	<u>3,414</u>	<u>12</u>	<u>3,426</u>
Net assets at end of year	<u>\$ 3,752</u>	<u>\$ 13</u>	<u>\$ 3,765</u>

SUFFOLK COUNTY, NEW YORK
Combining Statement of Fiduciary Assets and Liabilities

Agency Funds

December 31, 2011

	Consumer Restitution Reserve	General Agency Fund	Bail Agency Fund	Mortgage Tax Agency	Community Preservation Agency Fund	Probation Peace Bonds Agency Fund	Totals to page 163
Assets							
Cash and cash equivalents	\$ 93,353	\$ 18,667,587	\$ 12,794,048	\$ 6,915,784	\$ 181	\$ 3,270	\$ 38,474,223
Cash with fiscal agents	-	262	-	-	-	-	262
Investments	-	8,971,508	-	-	-	-	8,971,508
Total assets	\$ 93,353	\$ 27,639,357	\$ 12,794,048	\$ 6,915,784	\$ 181	\$ 3,270	\$ 47,445,993
Liabilities							
Accounts payable and accrued liabilities	\$ 93,353	\$ 1,271,295	\$ -	\$ -	\$ -	\$ -	\$ 1,364,648
Agency fund liabilities	-	26,368,062	12,794,048	6,915,784	181	3,270	46,081,345
Total liabilities	\$ 93,353	\$ 27,639,357	\$ 12,794,048	\$ 6,915,784	\$ 181	\$ 3,270	\$ 47,445,993

SUFFOLK COUNTY, NEW YORK
Combining Statement of Fiduciary Assets and Liabilities

Agency Funds

December 31, 2011

	Totals from page 162	Suffolk					Trust and Agency Assurance Fund	Total Agency Funds
		Social Services Agency Fund	Community College Agency Fund	Payroll Account Agency Fund	Court and Trust Agency Fund			
Assets								
Cash and cash equivalents	\$ 38,474,223	\$ 522,315	\$ -	\$ 3,483,506	\$ 9,614,425	\$ 118,741	\$ 52,213,210	
Cash with fiscal agents	262	-	-	-	-	-	262	
Investments	8,971,508	-	-	-	-	-	8,971,508	
Total assets	\$ 47,445,993	\$ 522,315	\$ -	\$ 3,483,506	\$ 9,614,425	\$ 118,741	\$ 61,184,980	
Liabilities								
Accounts payable and accrued liabilities	\$ 1,364,648	\$ 247	\$ -	\$ -	\$ -	\$ -	\$ 1,364,895	
Agency fund liabilities	46,081,345	522,068	-	3,483,506	9,614,425	118,741	59,820,085	
Total liabilities	\$ 47,445,993	\$ 522,315	\$ -	\$ 3,483,506	\$ 9,614,425	\$ 118,741	\$ 61,184,980	

SUFFOLK COUNTY, NEW YORK
Combining Statement of Changes in Fiduciary Assets and Liabilities

Agency Funds

For the Year Ended December 31, 2011

	Consumer Restitution Reserve	General Agency Fund	Bail Agency Fund	Mortgage Tax Agency	Community Preservation Agency Fund	Probation Peace Bonds Agency Fund	Totals to page 165
Assets							
Balance at January 1, 2011	\$ 119,910	\$ 29,970,956	\$ 11,743,652	\$ 29,445,902	\$ 287	\$ 3,249	\$ 71,283,956
Additions							
Cash	329,291	34,486,115	25,983,416	131,115,395	117,446,387	21	309,360,625
Investments	-	3,341,889	-	-	-	-	3,341,889
Deductions							
Cash	355,848	39,057,695	24,933,020	153,645,513	117,446,493	-	335,438,569
Investments	-	1,101,908	-	-	-	-	1,101,908
Balance at December 31, 2011	\$ 93,353	\$ 27,639,357	\$ 12,794,048	\$ 6,915,784	\$ 181	\$ 3,270	\$ 47,445,993
Liabilities							
Balance at January 1, 2011	\$ 119,910	\$ 29,970,956	\$ 11,743,652	\$ 29,445,902	\$ 287	\$ 3,249	\$ 71,283,956
Additions							
Accounts payable	390,080	16,631,009	12,381,003	67,200,176	58,723,246	-	155,325,514
Agency fund liabilities	-	32,378,079	26,489,094	111,870,237	117,446,388	21	288,183,819
Deductions							
Accounts payable	416,637	16,584,073	12,381,003	67,200,177	58,723,247	-	155,305,137
Agency fund liabilities	-	34,756,614	25,438,698	134,400,354	117,446,493	-	312,042,159
Balance at December 31, 2011	\$ 93,353	\$ 27,639,357	\$ 12,794,048	\$ 6,915,784	\$ 181	\$ 3,270	\$ 47,445,993

(Continued)

SUFFOLK COUNTY, NEW YORK
Combining Statement of Changes in Fiduciary Assets and Liabilities

Agency Funds

For the Year Ended December 31, 2011

	Totals from page 164	Social Services Agency Fund	Suffolk Community College Agency Fund	Payroll Account Agency Fund	Court and Trust Agency Fund	Trust and Agency Assurance Fund	Total Agency Funds
Assets							
Balance at January 1, 2011	\$ 71,283,956	\$ 478,637	\$ 829,809	\$ 4,489,700	\$ 10,311,228	\$ 117,994	\$ 87,511,324
Additions							
Cash	309,360,625	1,114,191	1,721	1,085,025,524	7,865,559	747	1,403,368,367
Investments	3,341,889	-	-	-	-	-	3,341,889
Deductions							
Cash	335,438,569	1,070,513	831,530	1,086,031,718	8,562,362	-	1,431,934,692
Investments	1,101,908	-	-	-	-	-	1,101,908
Balance at December 31, 2011	\$ 47,445,993	\$ 522,315	\$ -	\$ 3,483,506	\$ 9,614,425	\$ 118,741	\$ 61,184,980
Liabilities							
Balance at January 1, 2011	\$ 71,283,956	\$ 478,637	\$ 829,809	\$ 4,489,700	\$ 10,311,228	\$ 117,994	\$ 87,511,324
Additions							
Accounts payable	155,325,514	1,473	-	1,880,304	20,873	-	157,228,164
Agency fund liabilities	288,183,819	1,114,192	1,721	1,083,221,761	2,449,037	747	1,374,971,277
Deductions							
Accounts payable	155,305,137	1,226	-	1,880,303	59,552	-	157,246,218
Agency fund liabilities	312,042,159	1,070,761	831,530	1,084,227,956	3,107,161	-	1,401,279,567
Balance at December 31, 2011	\$ 47,445,993	\$ 522,315	\$ -	\$ 3,483,506	\$ 9,614,425	\$ 118,741	\$ 61,184,980

Statistical Section

This part of the County of Suffolk's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	168
Revenue Capacity <i>These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.</i>	173
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	179
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help comparisons over time and with other governments.</i>	182
Operating Information <i>These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the county provides and the activities it performs.</i>	184

Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.*

Suffolk County, New York
Net Assets by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental activities										
Invested in capital assets, net of related debt	\$ 934,836,513	\$ 971,083,214	\$ 1,006,543,282	\$ 1,028,478,446	\$ 1,038,372,247	\$ 1,078,418,826	\$ 1,187,734,215	\$ 1,220,947,584	\$ 1,319,589,476	\$ 1,374,169,740
Restricted	27,915,552	27,623,074	23,434,138	18,762,399	46,524,877	109,150,725	119,206,095	33,932,420	31,598,908	500,887,004
Unrestricted	(504,883,809)	(458,409,695)	(379,335,230)	(364,926,648)	(379,766,744)	(665,198,789)	(1,075,513,583)	(1,418,356,190)	(1,848,875,396)	(2,722,458,592)
Total governmental activities net assets	\$ 457,868,256	\$ 540,296,593	\$ 650,642,190	\$ 682,314,197	\$ 704,130,380	\$ 522,370,762	\$ 231,426,727	\$ (163,476,186)	\$ (497,887,012)	\$ (847,401,848)
Business-type activities										
Invested in capital assets, net of related debt	\$ 12,327,264	\$ 35,119,057	\$ 34,484,923	\$ 35,357,081	\$ 34,198,588	\$ 34,918,679	\$ 35,526,744	\$ 37,784,500	\$ 47,527,563	\$ 48,096,862
Restricted	1,607,008	1,628,736	2,221,823	2,298,560	2,437,466	2,364,924	771,432	-	(44,361,077)	(50,274,720)
Unrestricted	11,134,133	14,760,527	8,047,979	1,896,300	2,776,057	(8,440,255)	(10,713,610)	(29,564,867)	3,166,486	(2,177,858)
Total business-type activities net assets	\$ 25,068,405	\$ 51,508,320	\$ 44,754,725	\$ 39,551,941	\$ 39,412,111	\$ 28,843,348	\$ 25,584,566	\$ 8,219,633	\$ 3,166,486	\$ (2,177,858)
Primary Government										
Invested in capital assets, net of related debt	\$ 947,163,777	\$ 1,006,202,271	\$ 1,041,028,205	\$ 1,063,835,527	\$ 1,072,570,835	\$ 1,113,337,505	\$ 1,223,260,959	\$ 1,258,732,084	\$ 1,367,117,039	\$ 1,422,266,602
Restricted	29,522,560	29,251,810	25,655,961	21,060,959	47,962,343	111,515,649	119,977,527	33,932,420	31,598,908	500,887,004
Unrestricted	(493,749,676)	(443,649,168)	(371,287,251)	(363,030,348)	(376,990,687)	(673,639,044)	(1,086,227,193)	(1,447,921,057)	(1,893,236,473)	(2,772,733,312)
Total primary government net assets	\$ 482,936,661	\$ 591,804,913	\$ 695,396,915	\$ 721,866,138	\$ 743,542,491	\$ 551,214,110	\$ 257,011,293	\$ (155,256,533)	\$ (494,520,526)	\$ (849,579,706)

Suffolk County, New York
Changes in Net Assets
Last Ten Fiscal Years
(accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses										
Governmental activities:										
General government support	\$ 277,748,236	\$ 309,662,560	\$ 264,547,263	\$ 332,268,514	\$ 327,589,847	\$ 266,044,275	\$ 356,042,292	\$ 399,039,811	\$ 417,906,611	\$ 377,718,452
Economic assistance and opportunity	532,003,236	592,540,960	637,835,686	582,019,106	586,969,517	644,283,169	672,657,450	658,206,201	673,057,500	743,587,751
Health	187,014,675	186,116,520	195,123,297	201,934,680	205,796,507	233,623,220	236,028,750	238,910,829	237,064,203	233,752,880
Public safety	656,393,019	707,054,689	783,958,516	806,788,770	868,052,019	1,070,057,358	1,075,941,533	1,086,799,273	1,112,612,068	1,159,846,934
Culture and recreation	29,824,746	27,481,369	31,781,465	34,089,823	38,061,892	48,352,112	40,982,087	40,905,622	40,458,312	41,536,539
Education	167,312,304	184,007,172	197,790,861	211,453,282	210,811,483	213,599,457	218,326,714	215,779,142	208,098,023	207,990,520
Home and community services	76,875,327	83,091,049	74,524,198	106,156,407	103,502,459	109,949,143	111,552,065	105,733,334	118,364,351	116,706,621
Transportation	81,862,788	84,910,526	98,665,987	105,357,049	107,296,508	124,651,693	138,259,270	144,050,016	142,108,191	148,492,495
Interest on long-term debt	32,799,346	30,434,423	27,936,409	37,011,487	32,152,731	35,045,173	43,242,061	55,854,436	62,216,700	66,678,059
Total governmental activities expenses	2,041,833,677	2,205,299,268	2,312,163,682	2,417,079,118	2,471,232,963	2,174,560,500	2,893,012,212	2,945,278,664	3,011,885,959	3,096,310,251
Business-type activities:										
John J. Foley Skilled Nursing Facility	33,392,469	36,623,077	37,023,193	37,724,961	38,623,725	46,063,747	45,171,633	33,406,454	33,796,079	32,530,670
Regional Economic Development Initiative	-	-	-	-	-	-	29,000	29,000	-	-
Suffolk Health Plan	23,594,879	31,858,451	35,405,545	37,299,263	35,887,136	40,678,932	35,598,824	836,351	-	523
Suffolk County Ball Park	1,054,452	800,168	766,445	770,834	737,299	798,131	716,056	685,948	698,499	600,949
Francis S. Gabreski Airport	-	1,650,418	1,650,801	1,120,535	1,357,552	1,574,786	1,396,725	2,017,991	3,762,241	1,865,313
Total business-type activities expenses	58,041,800	70,932,114	74,845,984	76,915,593	76,605,712	89,115,596	82,912,238	36,975,744	38,285,819	34,997,455
Total primary government expenses	2,099,875,477	2,276,231,382	2,387,009,666	2,493,994,711	2,547,838,675	2,263,676,100	2,975,924,450	2,982,254,408	3,050,171,778	3,131,307,706
Program Revenues										
Governmental activities:										
Charges for services:										
General government support	\$ 55,899,792	\$ 56,450,175	\$ 54,593,894	\$ 43,781,870	\$ 44,751,171	\$ 45,988,959	\$ 34,730,047	\$ 39,657,878	\$ 41,408,393	\$ 58,644,705
Economic assistance and opportunity	31,557,219	35,085,217	39,984,205	39,754,949	27,439,556	25,111,820	24,532,961	26,356,209	25,013,865	32,587,000
Health	20,448,982	22,573,542	24,212,562	23,471,813	27,943,652	25,956,556	27,515,181	29,317,792	29,401,644	28,995,761
Public safety	14,918,761	22,589,567	25,330,212	23,400,671	21,770,800	25,972,372	23,136,830	30,511,316	31,553,533	30,045,251
Culture and recreation	8,818,048	7,664,525	8,850,413	9,615,368	9,435,539	9,975,132	9,849,027	10,724,136	9,873,738	10,585,393
Education	333	58,456	-	1,841,246	4,816,338	3,958,800	4,075,842	3,850,824	3,143,326	2,398,361
Home and community services	31,376,546	28,355,784	28,035,806	34,422,032	35,566,700	36,933,089	37,776,868	40,698,918	36,269,303	38,077,109
Transportation	13,051,265	14,811,861	14,529,804	15,283,308	16,433,125	17,377,904	18,001,694	18,775,085	19,516,841	18,315,796
Interest on long-term debt	5,419,654	5,297,567	5,173,072	5,119,387	5,096,335	5,007,142	4,801,199	4,591,257	4,377,316	4,160,363
Operating grants and contributions	477,334,281	522,961,586	515,047,249	505,886,372	514,019,638	513,547,542	538,173,269	570,409,347	574,128,659	593,543,874
Capital grants and contributions	12,400,640	19,719,508	23,068,329	20,905,047	20,797,121	23,997,626	29,058,511	24,971,937	71,665,294	61,997,193
Total governmental activities program revenues	671,225,521	735,567,788	738,825,546	723,482,063	728,069,975	733,826,942	751,651,429	799,864,699	846,351,912	879,350,806
Business-type activities:										
Charges for services:										
John J. Foley Skilled Nursing Facility	25,416,708	33,564,040	28,011,974	25,295,302	26,320,945	25,351,499	29,688,126	25,892,271	30,514,681	24,033,145
Regional Economic Development Initiative	-	-	-	-	-	-	-	-	-	-
Suffolk Health Plan	28,775,128	32,686,627	35,629,510	36,423,527	36,138,217	40,287,925	42,961,703	151,471	33,826	-
Suffolk County Ball Park	964,117	936,246	983,526	962,559	942,043	947,226	918,749	903,052	658,049	927,339
Francis S. Gabreski Airport	-	346,810	460,510	931,976	750,662	886,795	2,148,364	918,253	983,642	1,122,011
Operating grants and contributions	8,108,841	8,415,782	8,012,006	8,191,419	8,163,295	8,427,134	18,754,637	-	-	9,452,802
Capital grants and contributions	-	-	-	-	-	-	-	-	8,611,912	3,254,568
Total business-type activities program revenues	63,264,794	75,949,505	73,097,526	71,804,783	72,315,162	75,900,579	94,471,579	27,865,047	40,802,110	38,789,865
Total primary government program revenues	734,490,315	811,517,293	811,923,072	795,286,846	800,385,137	809,727,521	846,123,008	827,729,746	887,154,022	918,140,671

(Continued)

Suffolk County, New York
Changes in Net Assets
Last Ten Fiscal Years
(accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Net (Expense) Revenue										
Governmental activities	\$ (1,370,608,156)	\$ (1,469,731,480)	\$ (1,573,338,136)	\$ (1,693,597,055)	\$ (1,743,162,988)	\$ (2,011,778,658)	\$ (2,141,360,783)	\$ (2,148,413,965)	\$ (2,165,534,047)	\$ (2,216,959,445)
Business-type activities	5,222,994	5,017,391	(1,748,458)	(5,110,810)	(4,290,550)	(13,215,017)	11,559,341	(9,110,697)	2,516,291	3,792,410
Total primary government net expense	\$ (1,365,385,162)	\$ (1,464,714,089)	\$ (1,575,086,594)	\$ (1,698,707,865)	\$ (1,747,453,538)	\$ (2,024,993,675)	\$ (2,129,801,442)	\$ (2,157,524,662)	\$ (2,163,017,756)	\$ (2,213,167,035)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Taxes:										
Real property taxes	\$ 487,570,435	\$ 515,984,947	\$ 530,885,982	\$ 552,682,574	\$ 559,958,706	\$ 574,848,568	\$ 594,613,826	\$ 603,184,381	\$ 620,621,616	\$ 625,428,362
Sales and use taxes	892,539,829	993,347,332	1,081,762,708	1,116,523,869	1,146,504,314	1,182,946,104	1,169,096,220	1,070,282,537	1,149,509,891	1,180,808,321
Interest on investments	8,572,480	7,329,343	10,446,463	23,682,048	29,096,553	25,528,764	26,681,168	19,955,025	17,535,504	6,583,645
Miscellaneous	55,514,344	56,213,773	54,717,024	31,493,877	32,094,741	48,027,509	44,378,173	47,990,618	35,061,930	43,593,135
Transfers	2,343,779	(20,715,558)	5,871,556	886,693	(2,675,143)	(1,331,905)	15,647,361	9,098,491	8,594,280	10,831,146
Total governmental activities	1,446,540,867	1,552,159,837	1,683,683,733	1,725,269,061	1,764,979,171	1,830,019,040	1,850,416,748	1,750,511,052	1,831,323,221	1,867,244,609
Business-type activities:										
Interest on investments	365,743	366,116	323,260	515,722	676,054	659,322	382,222	55,674	44,445	17,802
Miscellaneous	224,590	340,850	543,159	278,997	799,523	655,027	447,016	788,581	980,397	1,676,590
Transfers	(2,343,779)	20,715,558	(5,871,556)	(886,693)	2,675,143	1,331,905	(15,647,361)	(9,098,491)	(8,594,280)	(10,831,146)
Total business-type activities	(1,753,446)	21,422,524	(5,005,137)	(91,974)	4,150,720	2,646,254	(14,818,123)	(6,254,236)	(7,569,438)	(9,136,754)
Total primary government	\$ 1,444,787,421	\$ 1,573,582,361	\$ 1,678,678,596	\$ 1,725,177,087	\$ 1,769,129,891	\$ 1,832,665,294	\$ 1,835,598,625	\$ 1,744,256,816	\$ 1,823,753,783	\$ 1,858,107,855
Change in Net Assets										
Governmental activities	\$ 75,932,711	\$ 82,428,357	\$ 110,345,597	\$ 31,672,006	\$ 21,816,183	\$ (181,759,618)	\$ (290,944,035)	\$ (394,902,913)	\$ (334,210,826)	\$ (349,714,836)
Business-type activities	3,469,548	26,439,915	(6,753,595)	(5,202,784)	(139,830)	(10,568,763)	(3,258,782)	(17,364,933)	(5,053,147)	(5,344,344)
Total primary government	\$ 79,402,259	\$ 108,868,272	\$ 103,592,002	\$ 26,469,222	\$ 21,676,353	\$ (192,328,381)	\$ (294,202,817)	\$ (412,267,846)	\$ (339,263,973)	\$ (355,059,180)

Suffolk County, New York
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009	2010*	2011
General Fund										
Reserved	\$ 2,905,613	\$ 1,458,091	\$ 3,498,722	\$ 20,668,257	\$ 30,499,239	\$ 19,291,411	\$ 12,729,624	\$ 19,306,033	\$ -	\$ -
Unreserved	52,169,130	141,496,425	139,960,634	177,716,218	157,746,173	121,270,563	29,331,140	(48,793,854)	-	-
Nonspendable	-	-	-	-	-	-	-	-	29,246,245	33,878,477
Restricted	-	-	-	-	-	-	-	-	95,985,824	64,602,477
Unassigned	-	-	-	-	-	-	-	-	(166,717,302)	(265,230,197)
Total general fund	\$ 55,074,743	\$ 142,954,516	\$ 143,459,356	\$ 198,384,475	\$ 188,245,412	\$ 140,561,974	\$ 42,060,764	\$ (29,487,821)	\$ (41,485,233)	\$ (166,749,243)
All Other Governmental Funds										
Reserved	\$ 39,280,759	\$ 42,917,870	\$ 39,115,468	\$ 35,036,428	\$ 114,766,392	\$ 153,296,589	\$ 140,158,655	\$ 296,907,045	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	123,364,038	158,321,622	161,730,466	157,025,625	167,683,641	174,905,811	404,240,541	415,309,898	-	-
Capital project funds	64,021,019	80,027,982	129,271,316	146,293,876	123,906,502	57,100,979	51,705,480	(52,415,421)	-	-
Nonspendable	-	-	-	-	-	-	-	-	198,444,313	192,979,247
Restricted	-	-	-	-	-	-	-	-	374,458,896	436,284,527
Unassigned	-	-	-	-	-	-	-	-	(50,582,312)	(61,368,805)
Total all other governmental funds	\$ 226,665,816	\$ 281,267,474	\$ 330,117,250	\$ 338,355,929	\$ 406,356,535	\$ 385,303,379	\$ 596,104,676	\$ 659,801,522	\$ 522,320,897	\$ 567,894,969

* Restated due to the implementation of GASB 54. Fund balance structure has been changed starting in 2010.

Suffolk County, New York
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Revenues										
Real property taxes	\$ 494,287,243	\$ 530,008,247	\$ 536,519,306	\$ 551,688,363	\$ 557,345,805	\$ 556,874,956	\$ 573,026,766	\$ 581,047,983	\$ 604,123,986	\$ 615,649,489
Sales and use taxes	892,539,829	993,347,332	1,081,762,708	1,116,523,869	1,146,504,314	1,182,946,104	1,169,096,220	1,070,282,537	1,149,509,891	1,180,808,321
New York State aid	263,294,160	304,411,418	304,984,792	298,075,938	304,337,792	317,173,203	325,005,750	312,827,934	283,286,767	300,470,998
Federal aid	190,393,095	211,457,982	208,748,710	204,997,808	210,483,086	199,426,916	212,002,423	259,340,161	335,531,470	332,737,462
Licenses, permits, fines, fees etc.	185,913,002	202,678,432	211,386,181	193,871,477	191,970,957	189,436,865	183,556,604	197,145,880	187,585,844	218,616,978
Interest on investments	8,572,480	7,329,343	10,446,463	23,682,048	29,096,553	25,528,764	26,681,168	19,955,025	17,535,504	6,583,645
Miscellaneous	72,056,097	71,160,624	68,875,708	66,660,473	67,094,761	75,204,835	71,412,880	84,953,541	82,014,951	75,070,848
Total revenues	2,107,055,906	2,320,393,378	2,422,723,868	2,455,499,976	2,506,833,268	2,546,591,643	2,569,781,811	2,525,553,061	2,659,588,413	2,729,937,741
Expenditures										
General government	187,656,640	183,218,830	197,214,538	202,010,205	210,151,778	217,315,836	230,402,335	219,346,373	225,648,176	229,719,002
Economic assistance and opportunity	500,119,818	555,078,144	592,245,064	534,603,778	534,130,543	549,408,205	579,915,765	557,620,198	577,428,651	635,960,180
Health	157,343,735	157,036,080	161,370,501	166,786,074	167,187,313	166,909,002	171,242,875	172,661,015	174,694,590	162,286,362
Public safety	486,301,233	497,677,818	532,125,738	545,468,376	563,167,296	595,562,643	616,513,258	609,207,834	652,033,429	647,109,219
Culture and recreation	21,735,167	21,258,169	23,051,878	25,703,881	26,879,819	27,371,191	28,042,847	25,767,421	25,945,413	24,561,662
Education	167,312,304	181,048,234	197,798,161	211,453,282	201,811,483	213,599,457	218,326,714	215,779,142	208,098,023	207,990,520
Home and community services	73,760,460	75,474,552	78,648,330	88,864,966	93,780,511	99,521,586	104,140,851	78,079,691	72,498,908	67,551,610
Transportation	70,949,689	72,576,410	78,106,716	88,074,904	94,078,974	98,340,723	103,542,637	100,730,417	104,605,617	109,405,289
Employee benefits	239,883,612	211,425,790	393,645,142	394,868,683	438,164,681	456,933,242	461,265,643	449,856,929	489,856,929	533,983,615
Debt service										
Principal	93,602,275	89,669,908	85,536,730	56,544,362	76,373,376	81,788,106	83,289,287	76,557,220	96,064,595	101,391,705
Interest	32,600,870	30,248,371	27,891,433	30,759,332	30,991,777	34,721,182	41,504,735	46,845,479	53,164,295	55,181,664
Capital outlay	68,391,737	86,251,867	111,554,855	174,436,513	163,052,675	228,624,216	220,751,021	274,071,317	337,818,400	218,265,681
Total expenditures	2,099,657,540	2,260,964,173	2,479,189,086	2,519,574,356	2,599,770,226	2,770,095,389	2,858,937,968	2,838,212,541	3,017,857,026	2,993,406,509
Excess of revenues over (under) expenditures	7,398,366	59,429,205	(56,465,218)	(64,074,380)	(92,936,958)	(223,503,746)	(289,156,157)	(312,659,480)	(358,268,613)	(263,468,768)
Other Financing Sources (Uses)										
Refunding bonds issued	81,804,356	-	125,538,259	33,003,178	-	-	19,129,284	15,435,000	-	-
Capital related debt issued	39,741,429	55,510,164	90,918,278	121,136,485	152,465,714	146,151,708	-	-	-	-
Premium on refunding bonds issued	2,728,233	-	9,755,534	2,599,605	-	-	717,833	1,236,573	-	-
Payments to refunding bond escrow agent	(84,532,589)	-	(135,293,793)	(35,602,783)	-	-	(19,847,117)	(16,671,573)	-	-
General obligation bonds issued	-	-	-	-	-	-	-	294,407,223	199,850,040	171,468,638
Serial bonds issued	-	24,445,183	9,030,000	5,215,000	1,007,930	9,775,785	389,223,359	-	-	-
Discounts on obligations	-	-	-	-	-	-	(4,136,636)	-	346,256	-
Premium on serial bonds issued	-	-	-	-	-	171,564	46,752	1,302,027	-	1,479,046
Transfers in	398,134,439	446,064,715	549,623,946	482,131,888	479,788,026	500,454,535	530,818,418	505,806,935	476,527,883	357,324,693
Transfers out	(395,749,962)	(442,967,836)	(543,752,390)	(481,245,195)	(482,463,169)	(501,786,440)	(514,495,649)	(496,708,444)	(467,933,603)	(346,493,547)
Total other financing sources (uses)	42,125,906	83,052,226	105,819,834	127,238,178	150,798,501	154,767,152	401,456,244	304,807,741	208,790,576	183,778,830
Net change in fund balances	\$ 49,524,272	\$ 142,481,431	\$ 49,354,616	\$ 63,163,798	\$ 57,861,543	\$ (68,736,594)	\$ 112,300,087	\$ (7,851,739)	\$ (149,478,037)	\$ (79,689,938)
Debt services as a percentage of noncapital expenditures	6.2%	5.5%	4.8%	3.7%	4.4%	4.6%	4.7%	4.7%	5.5%	5.6%

SUFFOLK COUNTY, NEW YORK
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year Ended December 31,	Residential Property	Commercial Property	Agricultural Property	Industrial Property	Other	Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Estimated Actual Value
2002	*	*	*	*	*	*	\$ 7,873,884	3.71	\$ 135,544,174	5.81%
2003	*	*	*	*	*	*	8,567,082	3.04	168,442,342	5.09%
2004	*	*	*	*	*	*	8,829,845	2.75	193,376,755	4.57%
2005	\$ 35,764,630	\$ 2,650,881	\$ 298,548	\$ 224,510	\$ 4,323,453	*	43,262,022	2.58	217,900,802	19.85%
2006**	35,995,920	2,607,567	275,534	217,571	4,245,520	*	43,789,855	2.14	250,795,924	17.46%
2007	49,841,266	2,705,688	219,117	217,272	5,893,289	*	58,876,632	2.09	285,772,247	20.60%
2008	51,293,501	2,748,239	310,508	211,694	5,672,106	*	60,236,048	2.01	314,559,119	19.15%
2009	53,330,214	3,597,966	285,649	219,491	5,544,224	*	62,977,544	2.10	308,781,409	20.40%
2010	54,941,171	3,597,445	278,920	218,593	5,560,214	*	64,596,343	2.32	290,986,637	22.20%
2011	56,315,411	3,620,638	287,704	223,763	5,637,765	*	66,085,281	2.59	269,410,757	24.53%

Sources: Official Operating Statement

New York State Office of Real Property

Note: The assessed value of property is determined by totaling the assessed valuation of the component towns.

The Town of Southampton began assessing the value of real property at full value in 2005, therefore, a significant increase in assessed value totals occurred from 2004 to 2005.

* Information is not available

** Data for the Town of Brookhaven is not available for 2006

SUFFOLK COUNTY, NEW YORK
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
DIRECT										
County direct rates										
General	0.39	0.32	0.28	0.24	0.19	0.18	0.16	0.17	0.17	0.19
Suffolk Community College	0.03	0.03	0.01	0.01	0.02	0.02	0.02	0.02	0.02	0.02
Police District	2.59	2.21	2.05	1.89	1.57	1.50	1.40	1.44	1.58	1.70
Sewer District	0.32	0.26	0.24	0.22	0.18	0.18	0.16	0.17	0.19	0.21
New York State MTA Tax*	*	*	*	*	*	*	*	*	0.01	0.01
Other Items	0.38	0.22	0.17	0.22	0.18	0.21	0.27	0.30	0.35	0.46
Total direct rates	3.71	3.04	2.75	2.58	2.14	2.09	2.01	2.10	2.32	2.59
OVERLAPPING										
Town rates										
Babylon	0.67	0.54	0.48	0.44	0.36	0.36	0.33	0.35	0.38	0.39
Brookhaven	1.20	1.03	0.94	0.78	0.66	0.81	0.75	0.79	0.84	0.91
East Hampton	0.25	0.21	0.19	0.19	0.16	0.16	0.15	0.19	0.21	0.19
Huntington	0.83	0.69	0.64	0.58	0.49	0.47	0.43	0.46	0.49	0.53
Islip	0.78	0.63	0.56	0.56	0.48	0.46	0.42	0.45	0.48	0.52
Riverhead	0.23	0.21	0.20	0.18	0.16	0.16	0.16	0.17	0.19	0.21
Shelter Island	0.03	0.03	0.03	0.02	0.02	0.02	0.02	0.02	0.02	0.03
Smithtown	0.44	0.38	0.35	0.33	0.28	0.30	0.28	0.30	0.31	0.34
Southampton	0.35	0.30	0.27	0.27	0.23	0.22	0.21	0.23	0.26	0.28
Southold	0.17	0.15	0.13	0.13	0.11	0.11	0.11	0.11	0.13	0.14
Total town rates	4.95	4.17	3.79	3.48	2.95	3.07	2.86	3.07	3.31	3.54
School district rates	14.37	12.55	11.91	11.56	10.07	10.13	9.67	10.30	11.22	12.40
Total direct and overlapping rates	23.03	19.76	18.45	17.62	15.16	15.29	14.54	15.47	16.85	18.53

Note: * Pursuant to local law 31-2009, the NYS MTA tax was implemented in 2010.

Sources: Official Operating Statement
Real Property Tax Warrants

SUFFOLK COUNTY, NEW YORK
Principal Property Tax Payers
Current Year and Nine Years Ago

Taxpayer	2011			2002		
	2010 Estimated Actual Valuation (1)	Rank	Percentage of Total County Estimated Actual Valuation	2001 Estimated Actual Valuation (2)	Rank	Percentage of Total County Estimated Actual Valuation
Long Island Power Authority	\$ 6,369,038,074	1	2.36%	\$ 2,310,869,068	1	1.70%
Marketspan Energy Corp.	2,276,674,285	2	0.85%	1,529,989,939	2	1.13%
Keyspan Energy Corp.	2,197,636,673	3	0.82%	1,038,421,359	3	0.77%
Long Island Lighting Co.	1,045,203,354	4	0.39%	679,779,748	4	0.50%
Verizon	993,664,931	5	0.37%	507,066,132	6	0.37%
Westland South Shore Mall	293,151,931	6	0.11%	163,251,434	9	0.12%
Blue Turtles Inc	240,569,000	7	0.09%	-	-	-
The Retail Property Trust	232,954,545	8	0.09%	160,256,410	10	0.12%
Macy's East Inc	213,149,884	9	0.08%	-	-	-
Home Properties	169,685,837	10	0.06%	-	-	-
NY Telephone Co.	-	-	-	622,264,845	5	0.46%
Reckson FS Limited Partnership	-	-	-	247,034,761	7	0.18%
Smith Haven Cntr Assoc LLC	-	-	-	220,291,984	8	0.16%
Total	\$ 14,031,728,514 (3)		5.21%	\$ 7,479,225,680 (4)		5.52%

Source: Official Operating Statement

Note: Information was obtained from the assessor's offices of the respective towns located within the County.

(1) Assessment rolls established in 2010 for levy and collection of taxes during 2011 fiscal year.

(2) Assessment rolls established in 2001 for levy and collection of taxes during 2002 fiscal year.

(3) Represents approximately 5.21% of the total estimated taxable full valuation of the County for 2011.

(4) Represents approximately 5.52% of the total estimated taxable full valuation of the County for 2002.

SUFFOLK COUNTY, NEW YORK
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year		Collected within the Fiscal Year of Levy		Total Collections to Date	
	Amount	Percentage of Levy	Amount	Percentage of Levy	Amount	Percentage of Levy
2002	3,122,209,193	96.1%	3,001,035,845	96.1%	3,121,172,387	100.0%
2003	3,326,903,036	96.2%	3,199,470,700	96.2%	3,325,742,612	100.0%
2004	3,564,473,796	96.3%	3,432,718,507	96.3%	3,563,360,007	100.0%
2005	3,839,329,700	96.6%	3,708,169,773	96.6%	3,838,036,345	100.0%
2006	4,087,856,483	96.4%	3,941,540,030	96.4%	4,086,444,306	100.0%
2007	4,366,774,587	96.1%	4,194,811,015	96.1%	4,364,796,162	100.0%
2008	4,571,080,251	95.9%	4,382,955,457	95.9%	4,564,324,793	99.9%
2009	4,780,023,954	95.5%	4,567,004,933	95.5%	4,761,587,689	99.6%
2010	4,902,486,890	95.7%	4,692,527,988	95.7%	4,865,902,262	99.3%
2011	4,992,036,571	95.9%	4,787,411,093	95.9%	4,918,614,617	98.5%

Sources: Official Operating Statement
Suffolk County Department of Taxation and Finance

Note: Method of Collection

Town receivers of taxes collect all real estate taxes for town, county, and school district purposes on a single tax bill. The respective town receivers distribute the collected tax money to both the towns and school districts prior to distributing the balance collected to the county. The towns and school districts, thereby, are assured of full tax collections. In June of each year, the town receivers turn over uncollected items to the County Treasurer who continues the collection of returned items. Responsibility for the collecting of unpaid taxes rests with the County. In the past, uncollected tax liens were sold annually to private citizens who, in turn, foreclosed on the property subject to the lien. The County has discontinued this practice and now forecloses on uncollected tax liens after a reasonable period of time.

SUFFOLK COUNTY, NEW YORK
Taxable Sales by Category
Last Ten Fiscal Years
(in thousands of dollars)
For the Year Ended February

Category	2002	2003	2004	2005	2006	2007	2008	2009	2010**	2011
Utilities (excluding residential energy)	\$ 476,283	\$ 519,525	\$ 544,531	\$ 566,702	\$ 661,263	\$ 681,650	\$ 678,371	\$ 698,918	\$ 575,293	*
Construction	362,320	388,700	395,739	437,722	466,779	502,547	488,290	474,411	414,480	*
Manufacturing	481,368	456,967	481,016	531,826	562,727	647,237	644,858	612,393	528,264	*
Wholesale trade	1,554,942	1,588,854	1,711,237	1,912,990	2,103,865	1,961,726	1,883,049	1,800,728	1,582,678	*
Retail trade	10,738,060	11,294,107	13,337,722	14,322,215	14,485,952	12,217,416	11,710,775	11,018,021	10,509,804	*
Information	1,216,547	1,268,917	1,349,821	1,429,384	1,392,430	1,337,444	1,354,275	1,370,753	1,335,528	*
Professional, scientific, and technical	246,476	286,070	276,147	295,171	365,780	376,774	383,331	360,996	301,657	*
Administrative/support services	625,868	617,925	578,536	602,743	640,189	662,313	786,891	832,275	789,203	*
Health care	11,949	13,508	15,714	15,188	16,764	17,997	20,150	23,497	25,814	*
Arts, entertainment, and recreation	277,779	303,265	289,599	312,300	343,804	383,815	377,677	332,880	321,178	*
Accommodation and food services	1,508,800	1,562,869	1,674,109	1,785,650	1,875,854	1,947,536	2,083,967	2,172,328	2,162,887	*
Other services	488,077	499,018	555,345	611,141	633,116	646,347	670,104	665,767	650,435	*
Agric., mining, trans., fire, educ., and gov't	873,177	866,765	808,126	812,004	876,584	925,111	972,836	858,134	760,197	*
Unclassified by industry	33,592	84,267	131,605	197,071	227,961	242,006	209,562	182,518	153,713	*
Total	\$ 18,905,238	\$ 19,700,757	\$ 22,149,247	\$ 23,832,107	\$ 24,653,068	\$ 22,549,919	\$ 22,274,136	\$ 21,403,619	\$ 20,111,131	\$ -
County direct sales tax rate	4.25%	4.25%	4.25%	4.25%	4.25%	4.25%	4.25%	4.25%	4.25%	4.25%

Source: New York State Department of Taxation and Finance

Note: * Information is not available

** Preliminary

SUFFOLK COUNTY, NEW YORK
Direct and Overlapping Sales Tax Rates
Last Ten Fiscal Years

<u>Fiscal Year Ended February</u>	<u>County Direct Rate</u>	<u>NYS Rate</u>	<u>MTA Rate</u>
2002	4.25%	4.00%	0.25%
2003	4.25%	4.25%	0.25%
2004	4.25%	4.25%	0.25%
2005	4.25%	4.00%	0.38%
2006	4.25%	4.00%	0.38%
2007	4.25%	4.00%	0.38%
2008	4.25%	4.00%	0.38%
2009	4.25%	4.00%	0.38%
2010	4.25%	4.00%	0.38%
2011	4.25%	4.00%	0.38%

Source: New York State Department of Taxation and Finance

SUFFOLK COUNTY, NEW YORK
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Asset-backed Bonds	Capital Lease	General Obligation Bonds	Capital Lease				
2002	\$ 619,575,532	\$ -	\$ 268,754,436	\$ 30,549,317	\$ -	\$ 918,879,285	1.71%	637.73	
2003	608,716,516	-	253,018,155	31,366,479	-	893,101,150	1.64%	613.58	
2004	621,583,661	-	220,198,877	30,825,779	-	872,608,316	1.50%	594.65	
2005	691,039,963	-	193,798,023	32,199,273	-	917,037,258	1.47%	618.20	
2006	768,140,229	-	163,397,292	32,679,568	-	964,217,089	1.41%	644.66	
2007	842,451,183	-	129,658,675	30,604,470	-	1,002,714,328	1.39%	666.28	
2008	915,366,644	233,151,863	92,432,013	28,064,024	-	1,269,014,544	1.66%	841.19	
2009	1,135,873,674	231,271,863	3,717,141	27,105,824	-	1,397,968,502	1.89%	924.95	
2010	1,241,655,376	229,621,863	3,293,897	26,720,295	-	1,501,291,431	2.01%	1,005.32	
2011	1,314,611,355	228,221,863	2,862,111	24,883,972	-	1,570,579,301	*	1,047.88	

Note: * Information is not yet available

(1) See Demographic Statistics Table for personal income and population data.

SUFFOLK COUNTY, NEW YORK
Pledged-Revenue Coverage
Last Four Fiscal Years

Fiscal Year	Tobacco Settlement Asset-Backed Bonds			Debt Service		
	Tobacco Settlement Revenue	Less: Operating Expenses	Net Available Revenue	Principal	Interest	Coverage
2008	\$ -	\$ 2,062	\$ (2,062)	\$ -	\$ 1,759,297	0.00
2009	7,728,928	97,431	7,631,497	1,880,000	6,282,944	0.93
2010	6,984,561	86,820	6,897,741	1,650,000	6,196,256	0.88
2011	6,621,937	106,773	6,515,164	1,400,000	6,131,510	0.87

Note: Tobacco Settlement Asset-Backed Bonds Series 2008 (Series 2008 Bonds) issued in 2008 for the purchase of future rights to Tobacco Settlement Revenues (TSR) are secured by a pledge of revenues to be derived from TSR receipts after the deduction there from of the amount necessary to pay all operating charges.

The County did not have any pledged-revenue borrowings prior to 2008.

SUFFOLK COUNTY, NEW YORK
Ratios of General Bonded Debt Outstanding and Legal Debt Margin
 Last Ten Fiscal Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General bonded debt outstanding	\$ 696,640,000	\$ 688,085,000	\$ 698,795,000	\$ 771,978,275	\$ 849,428,295	\$ 918,538,295	\$ 985,685,000	\$ 1,204,870,001	\$ 1,310,905,000	\$ 1,379,690,001
General Obligation Bonds										
Percentage of estimated actual property value (1)	0.51%	0.41%	0.36%	0.35%	0.31%	0.29%	0.31%	0.39%	0.45%	0.51%
Per capita (2)	483.49	472.73	476.20	520.41	567.91	610.35	653.38	797.19	877.83	920.52
Less: Resources restricted to paying principal	-	-	-	-	-	-	-	-	-	-
Less: Indebtedness excluded by local finance law (3)	67,207,000	56,419,000	49,084,560	35,320,160	30,547,286	27,081,737	18,000,469	18,864,533	31,132,618	28,603,197
Total net debt applicable to debt limit	629,433,000	631,666,000	649,710,440	736,658,115	818,881,029	891,456,558	967,684,531	1,186,005,468	1,279,772,382	1,351,086,804
Legal debt limit (4)	7,709,995,894	8,778,136,123	10,148,127,768	11,690,005,130	13,795,773,798	16,263,684,624	17,673,667,839	20,312,491,421	20,572,872,599	20,274,773,728
Legal debt margin (5)	\$ 7,080,562,894	\$ 8,146,470,123	\$ 9,498,417,328	\$ 10,953,347,015	\$ 12,976,892,769	\$ 15,372,228,066	\$ 16,705,983,308	\$ 19,126,485,953	\$ 19,293,100,217	\$ 18,923,686,924
Total net debt applicable to the debt limit as a percentage of the debt limit	8.16%	7.20%	6.40%	6.30%	5.94%	5.48%	5.48%	5.84%	6.22%	6.66%

Note: Details regarding the County's debt can be found in the notes to the financial statements
 (1) Property value date can be found on the Assessed and Estimated Actual Value of Taxable Property table.
 (2) Population data can be found on the Demographic Statistics table
 (3) Refunding bonds and Southwest sewer bonds are legally excluded from the debt limit
 (4) State finance statutes limit the County's outstanding general obligation debt to no more than 7% of the assessed value of property
 (5) The legal debt margin is the County's available borrowing authority under state finance statutes and is calculated by subtracting the net debt applicable to the legal debt limit from the legal debt limit.

SUFFOLK COUNTY, NEW YORK
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Population (1)	Personal Income <i>(thousands of dollars)</i>	Per Capita Income (2)	Public School Enrollment K-12 (3)	Unemployment Percentage Rate (4)
2002	1,440,870	\$ 53,609,009	\$ 37,206	258,227	4.7%
2003	1,455,555	54,624,068	37,528	260,313	4.8%
2004	1,467,425	58,382,971	39,786	262,268	4.7%
2005	1,483,396	62,377,098	42,373	262,172	4.2%
2006	1,495,697	68,220,512	46,830	258,844	4.0%
2007	1,504,947	71,994,006	47,624	256,122	3.9%
2008	1,508,602	76,306,771	50,420	254,609	4.9%
2009	1,511,392	73,936,591	48,691	253,601	7.4%
2010	1,493,350	74,709,915	49,994	252,218	7.6%
2011	1,498,816	*	*	249,462	7.4%

- Sources:** (1) The information was obtained from the United States Census Bureau.
(2) The information was obtained from the United States Department of Commerce, Bureau of Economic Analysis.
(3) The information was obtained from the New York State Department of Education.
(4) The unemployment rates were obtained from the New York State Department of Labor.

Note: Data with respect to the median age and education level in years of formal schooling has not been included in this table since such data was not readily available.

* Information is not available

SUFFOLK COUNTY, NEW YORK
Principal Employment Sectors
2011 and 2002

	2011			2002		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total Employment
<u>Employment Sector (1)</u>						
Local Government	58,268	1	9.62%	69,717	1	12.00%
Food Services and Drinking Places	41,947	2	6.93%	29,449	3	5.07%
Professional and Technical Services	40,220	3	6.64%	33,266	2	5.73%
Administrative and Support Services	34,465	4	5.69%	29,405	4	5.06%
Ambulatory Health Care Services	33,646	5	5.56%	25,210	6	4.34%
Specialty Trade Contractors	25,551	6	4.22%	25,430	5	4.38%
Hospitals	19,195	7	3.17%	17,734	9	3.05%
Merchant Wholesalers, Durable Goods	19,188	8	3.17%	20,145	7	3.47%
Food and Beverage Stores	18,710	9	3.09%	-	-	-
Nursing and Residential Care Facilities	18,416	10	3.04%	14,390	10	2.48%
State Government	-		-	17,856	8	3.07%
Total	309,606		51.13%	282,602		48.64%

Source: New York State Department of Labor

(1) Employment Sectors are presented rather than individual employers because State Law prohibits disclosing information that would reveal the identity of individual employers.

SUFFOLK COUNTY, NEW YORK
Full-time Equivalent County Employees by Function/Program
Last Seven Fiscal Years

<u>Function/Program</u>	<u>Full-time Equivalent Employees as of December 31</u>						
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
General Government Support							
Board of Elections	120	121	122	121	122	123	128
Civil Service (1)	163	105	104	103	103	101	97
County Clerk	149	151	151	166	150	149	129
County Comptroller	85	86	86	87	83	76	71
District Attorney	377	391	387	389	387	384	390
County Executive	74	66	63	59	58	56	54
County Legislature	125	142	136	141	133	132	128
Ethics Commission	0	0	0	0	0	0	2
Public Administrator	5	5	5	5	5	5	5
Law	102	103	101	105	105	101	103
Public Works	421	413	403	399	385	379	371
Real Property Tax Service	41	41	36	33	31	26	24
County Treasurer	56	53	53	54	55	51	50
Information Technology Service (1)	0	69	76	78	78	82	81
Public Safety							
Fire, Rescue, and Emergency Services	78	76	79	82	81	77	75
Police	3,777	3,806	3,770	3,735	3,648	3,715	3,675
Probation	433	440	438	424	406	391	383
Sheriff	1,177	1,226	1,203	1,244	1,219	1,306	1,328
Health							
Health Services	1,544	1,560	1,508	1,432	1,406	1,373	1,274
Transportation							
Economic Development	8	8	7	7	7	8	7
Public Works	188	186	186	176	170	163	155
Economic Assistance & Opportunity							
County Executive	123	126	127	114	110	108	106
Economic Development	11	11	11	12	12	12	12
Labor	765	705	862	991	1,174	729	770
Social Services	1,528	1,537	1,607	1,663	1,780	1,804	1,837
Culture and Recreation							
County Executive	9	10	9	8	6	5	5
Parks	209	207	215	214	207	199	196
Home and Community Services							
County Executive	19	18	18	17	16	14	12
Planning	27	25	27	25	24	24	24
Law	7	7	7	8	7	7	5
Environment	50	55	57	60	60	55	53
Public Works	334	338	334	324	320	312	300
Economic Development	9	8	7	9	8	9	10
Soil and Water Conservation District	7	7	6	6	6	6	5
Total	12,021	12,102	12,201	12,291	12,362	11,982	11,865

Source: County payroll department

Note: Information not available prior to 2005.

(1) In 2005, Information Technology Service was part of the Department of Civil Service.

SUFFOLK COUNTY, NEW YORK
Operating Indicators by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
General government support										
County Clerk										
Deeds recorded	66,899	65,020	70,293	65,442	57,087	50,150	40,855	35,017	35,729	33,622
Mortgages recorded	270,283	337,982	336,438	258,062	239,838	209,293	125,105	122,273	124,518	127,930
Passports issued	2,036	2,199	2,391	1,838	1,221	1,109	715	608	553	445
Business certificates issued: DBA's	7,781	7,508	7,554	7,383	16,338	1,335	13,783	12,227	17,398	16,053
Court actions indexed: Civil and criminal	237,784	242,161	225,271	223,222	246,877	248,600	165,009	240,871	251,082	236,067
District Attorney										
Criminal intake	45,295	49,708	47,293	45,494	53,624	53,785	56,231	55,368	53,581	46,500
Indictments	1,842	2,195	1,619	1,667	2,293	2,311	2,196	2,085	2,172	4,012
Felony hearings	228	156	159	225	232	207	231	258	198	348
Felony trials	84	85	66	68	63	59	70	62	63	49
Felony pleas	2,935	2,850	2,937	2,724	3,247	3,301	3,308	2,832	2,942	2,829
Misdemeanor trials	151	142	180	172	179	157	165	169	198	155
Misdemeanor hearings	142	116	137	191	134	172	299	188	375	361
Misdemeanor dispositions	32,062	33,261	36,471	39,087	39,549	40,741	39,107	36,496	44,141	57,553
Public Works										
Building projects	19	24	28	19	15	21	22	17	13	21
Acreage treated-Larvicide-Vector	32,515	26,728	31,428	24,286	28,901	22,884	20,895	31,781	22,732	20,934
Acreage treated-Adult mosquitoes-Vector	29,248	34,880	22,880	37,440	37,510	23,477	38,933	28,480	54,507	16,000
Economic assistance and opportunity										
Executive Office										
Consumer Affairs:										
Licenses and registration	14,030	14,242	15,070	16,847	15,770	16,787	16,808	15,320	16,387	15,364
Complaints	3,166	3,017	2,888	2,936	2,707	2,214	1,830	1,386	1,265	1,440
Violations	713	576	921	851	726	916	1,003	215	453	315
Administrative hearings	660	562	837	702	501	753	850	83	71	389
Office of the Aging:										
Pharmaceutical program reimbursements-EPIC & HP	9,619	15,400	16,685	18,190	18,286	16,598	14,212	13,585	11,313	7,652
Nutritional assistance meals	625,962	672,365	639,953	636,332	668,038	636,028	667,042	656,390	651,342	640,973
Respite program participants	6,357	6,254	6,340	6,264	6,728	2,083	3,299	3,121	2,866	2,279
Veterans Affairs:										
Counseling services	19,051	18,920	18,367	20,660	20,351	20,900	22,113	24,999	25,100	27,891
Department of Social Services										
Public assistance caseloads	5,458	5,773	5,994	5,886	5,807	5,553	5,742	7,021	8,535	8,975
Food stamp caseloads	11,751	12,757	15,136	17,667	18,311	20,095	22,835	36,526	44,038	52,590
Adult protective services caseloads	560	506	781	798	747	368	575	543	528	505
Child protective/preventive caseloads	1,230	1,160	1,195	1,172	1,265	1,384	1,305	1,523	1,544	1,519
Foster care children in care	1,100	1,072	1,060	977	958	784	785	750	699	630
Child care subsidy cases	2,261	2,642	2,425	1,668	2,843	4,031	2,422	3,635	4,605	5,981
Medicaid caseloads	56,303	67,435	75,163	80,505	80,070	75,596	79,991	97,169	106,065	114,318
Homeless caseloads (by family)	490	529	400	298	270	448	270	309	358	502
Child support caseloads	52,227	51,811	51,916	51,632	52,148	50,812	51,590	54,208	53,352	54,202

(Continued)

SUFFOLK COUNTY, NEW YORK
Operating Indicators by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Health										
Children with Disabilities:										
Early intervention	5,898	6,104	5,720	5,980	5,653	5,905	5,839	5,889	7,177	5,719
Preschool	7,001	7,215	7,259	7,084	7,231	7,364	7,586	7,395	6,137	7,295
Public Health Nursing:										
Influenza vaccine	7,343	9,013	11,553	11,146	5,274	4,777	4,532	8,733	3,242	2,147
Pneumococcal vaccine	607	1,220	964	1,218	389	268	212	187	109	31
Hepatitis B vaccine	50	17	11	7	9	6	14	14	7	0
Enforcing Public Health Law:										
Food service establishment field visits	12,082	12,780	12,900	11,263	11,617	12,938	13,106	10,116	9,534	11,340
Temporary residence facility field visits	2,048	2,617	2,747	3,353	2,985	3,598	1,641	1,566	1,324	1,013
General sanitation field visits	9,971	10,391	10,097	7,650	6,578	6,844	6,694	5,048	5,428	4,899
X-ray machines inspected	1,049	960	1,014	1,086	1,079	1,215	975	1,011	1,143	976
Patient Care:										
Home health aide	7,346	6,013	8,876	5,225	2,107	*	880	2,341	2,192	2,097
Certified home health agency	26,774	26,047	20,868	16,920	17,522	*	12,772	8,987	8,345	7,704
Long term home health care	8,089	19,907	7,222	6,268	5,321	*	5,605	1,659	941	612
Health centers primary visits	234,382	239,518	231,782	237,093	232,882	230,102	253,470	265,942	259,101	237,374
Women's health programs	70,561	67,112	68,982	68,013	76,593	69,026	67,263	68,598	64,277	58,902
Jail medical programs	24,948	26,042	23,560	26,038	25,370	26,141	25,400	26,410	25,451	26,613
Tuberculosis control patient visits	8,827	11,502	10,699	10,543	9,712	9,819	9,654	9,098	7,761	6,461
Environmental Quality Tests:										
Water samples tested	48,457	40,115	43,850	48,285	47,958	44,623	52,795	71,515	66,401	65,305
Wastewater management: Construction applications	7,544	6,123	7,452	5,936	5,648	5,149	3,581	4,915	5,034	3,064
Industrial waste inspections	942	1,027	1,117	876	1,243	1,909	1,340	1,496	1,279	1,348
Hazardous waste: Tanks tested	413	650	1,009	1,489	1,223	1,843	1,510	428	145	104
Hazardous waste: Tanks removed	595	632	767	498	606	1,151	806	929	1,009	340
Sewage treatment plant inspections	694	644	668	668	692	699	736	724	793	764
Emergency Medical Care Division:										
EMS responses	104,000	109,577	112,648	121,752	115,152	118,918	122,622	123,742	117,508	122,203
Medical control interventions	15,997	18,211	19,151	20,247	20,972	21,787	23,135	22,660	22,763	21,297
Culture and recreation										
Permits issued	38,418	39,913	38,000	37,500	42,155	78,156	47,820	42,773	42,624	43,261
Camping visitors	58,127	52,314	57,250	55,383	69,067	118,837	76,906	95,944	92,087	92,473
Beach attendance	509,369	424,000	461,746	463,816	520,532	484,400	477,887	467,327	526,918	519,442
Golf rounds played	174,000	133,362	160,828	151,970	187,200	193,466	202,208	188,759	196,037	179,775

(Continued)

SUFFOLK COUNTY, NEW YORK
Operating Indicators by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Public safety										
Fire, Rescue, and Emergency Services										
Calls monitored and dispatched:										
Fire	43,598	45,072	45,044	49,377	49,313	48,912	32,385	25,749	33,207	33,000
EMS alarms	109,086	111,652	110,362	113,012	123,148	132,558	122,622	105,009	117,508	122,000
Automatic fire alarm	*	270,021	271,371	290,484	411,216	422,614	360,192	544,485	786,665	865,331
Emergency	*	416,654	418,737	423,067	423,913	391	436	385	300	330
Training sessions conducted	6,325	6,046	6,942	6,917	7,591	8,115	2,961	7,550	7,506	6,816
Police										
Highway patrol only (Accidents to disabled motorists, arrests, tickets)	60,252	89,705	75,429	64,796	60,733	59,175	38,663	8,544	10,147	26,057
Highways - Department-wide (Accidents, arrests, tickets)	320,222	359,632	307,637	295,788	295,671	305,307	236,124	205,720	209,164	244,346
Search and rescues-Marine Bureau	191	440	209	272	181	5,205	4,222	3,341	1,700	3,489
Aviation (Total flights)	1,893	1,869	1,761	1,610	1,601	1,755	1,711	1,824	2,064	1,940
Canine (Searches, trades, apprehensions)	1,406	1,497	1,661	1,792	1,810	1,835	1,805	2,039	1,799	1,866
Probation										
Investigations:										
Criminal court assignments	7,065	6,200	6,652	6,487	7,602	7,722	7,734	7,176	5,564	5,551
Family court assignments	888	920	991	716	724	617	586	564	643	267
Supervision:										
Criminal court cases	14,389	14,654	15,299	15,763	16,047	16,889	17,480	17,655	16,120	15,640
Family court cases	3,993	3,872	2,899	2,946	2,725	2,771	2,073	2,196	772	641
Home and community services										
Handicapped Services:										
Hotline calls/ Technical assistance	8,504	8,251	8,598	9,855	12,693	14,022	17,786	19,176	10,861	15,965
Para-transit eligibility I.D. issued	1,873	2,089	2,797	2,774	3,376	4,147	4,488	4,170	3,738	4,097
Office for Women:										
Conferences/seminars	*	*	7	9	10	8	13	7	7	4
Transportation										
Bridges & highway projects	13	19	14	15	23	22	29	34	26	29
Demolition/securing	5	0	0	0	0	0	0	0	0	0
Relocations	247	192	248	175	233	196	242	209	145	142

Sources: Various County departments
Note: * Information not available for this time period.

SUFFOLK COUNTY, NEW YORK
Capital Assets Statistics by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	<u>Fiscal Year</u>									
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Health										
Health Centers (units)	4	4	4	4	4	4	4	4	4	4
Vehicles (units)	155	162	159	155	159	160	159	161	156	160
Public safety										
Defibrillators (units)	164	185	185	74	72	72	24	24	24	24
Police										
Precincts (units)	7	7	7	7	7	7	7	7	7	7
Marine bureau (units)	1	1	1	1	1	1	1	1	1	1
Helicopter facility (units)	1	1	1	1	1	1	1	1	1	1
Marked vehicles (units)	522	524	509	527	531	540	533	536	531	533
Boats (units)	24	24	26	16	16	18	18	19	19	18
Helicopters (units)	3	3	3	4	4	4	4	4	4	4
Sheriff										
Security/Correctional facilities (units)	2	2	2	2	2	2	2	2	2	2
Marked vehicles (units)	160	162	163	175	175	175	174	173	173	172
Boats (units)	0	1	1	1	1	1	2	2	3	3
Fire, rescue, and emergency services										
Vehicles (units)	22	18	18	19	19	21	21	22	22	22
Culture and recreation										
Parkland maintained (acres)	43,000	46,000	48,000	46,000	46,000	46,000	46,000	46,000	46,000	46,000
Major parks (units)	19	19	14	14	14	14	14	14	14	14
Golf courses (units)	4	4	4	4	4	4	4	4	4	4
Marinas (units)	4	4	4	4	4	4	4	4	4	4
Camping facilities (units)	11	11	7	7	7	7	7	12	12	12
Equestrian facilities (units)	4	4	4	4	4	4	2	2	2	2
Lifeguard protected beaches (units)	4	4	4	4	4	4	4	4	4	4
Park buildings (units)	319	319	319	319	320	320	320	320	320	320
Marked vehicles (units)	18	19	14	13	19	20	21	21	20	19
Home and community services										
Sewer districts (units)	21	21	21	21	21	21	22	22	22	22
Sewer buildings (units)	93	93	93	93	93	93	100	102	103	104
Sewer pumping stations (units)	75	75	75	75	75	75	77	79	80	82
Sewer piping (miles)	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Sewer service vehicles (units)	101	103	105	104	108	107	121	124	134	140
Transportation										
Roads maintained (units)	87	87	87	87	87	87	87	87	87	87
Roadways maintained (miles)	424	424	424	424	424	424	423	418	418	418
Lanes maintained (miles)	1,237	1,237	1,237	1,237	1,237	1,237	1,236	1,224	1,222	1,213
Fuel sites (units)	28	28	28	28	28	28	28	30	30	30
Paratransit Vehicles (units)	59	64	88	75	90	115	135	107	138	129
Transit Vehicles (units)	159	158	157	217	163	162	166	164	236	163
Bridges maintained (units)	67	67	67	67	67	67	67	67	67	67
Road maintenance vehicles (units)	116	115	112	108	109	121	132	144	143	140
Snow removal vehicles (units)	92	92	87	84	85	96	108	117	120	123

Sources: Various County departments

Note: No capital asset indicators are available for the general government support or economic assistance and opportunity function/program.