

SUFFOLK COUNTY

NEW YORK



INDEPENDENT AUDITOR'S REPORT
ON THE BASIC FINANCIAL STATEMENTS AND THE
SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE OF NEW YORK DEPARTMENT OF
TRANSPORTATION ASSISTANCE EXPENDED
FOR THE YEAR ENDED DECEMBER 31, 2015

JOHN M. KENNEDY, JR.

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NEW YORK**

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INDEPENDENT AUDITORS' REPORT

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

Report on the Financial Statements

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 (the "County"), as of and for the year ended December 31, 2015 (with the Suffolk County Community College for the year ended August 31, 2015), and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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 represents 100% of the County's discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for such component units, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinions

In our opinion, based on our audit and the report of 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, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General and Police District- Special Revenue Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of a Matter

As described in Note I to the financial statements, in 2015, Suffolk County adopted Governmental Accounting Standards Board (“GASB”) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27 and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*, which resulted in a restated beginning net position. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management’s Discussion and Analysis and the Schedule of Funding Progress, Schedule of Proportionate Share of the Net Pension Liability, and Schedule of Contributions, as listed in the table of contents, 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 and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, 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.

Other Information

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, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2016 on our consideration of the Suffolk County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Suffolk County's internal control over financial reporting and compliance.

Deloitte & Touche LLP

June 30, 2016

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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, 2015.

Financial Highlights

- The liabilities and deferred inflows of resources of Suffolk County exceeded its assets and deferred outflows of resources at the close of the most recent fiscal year by \$2,007,704,631 (deficit). This net position includes \$464,196,690 in restricted net position and is net of a deficit of \$4,167,847,174 in unrestricted net position. Also included as an offset is \$1,695,945,853 reported in net investment in capital assets.
- Suffolk County's total net position decreased by \$294,565,955.
- As of the close of the current fiscal year, Suffolk County's governmental funds reported combined fund balances of \$322,221,006, a decrease of \$71,304,526 in comparison with the prior year. Of this amount, a fund balance of \$76,219,455 is classified within the spendable fund balance categories: restricted of \$464,196,690 and an unassigned deficit of \$387,977,235.
- At the end of the current fiscal year, the unassigned fund deficit for the general fund was \$291,828,713.
- Suffolk County's total bonded debt decreased by \$29,912,765 (1.70 percent) during the current fiscal year.

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 position presents information on all of Suffolk County's assets and deferred outflows of resources, and liabilities, and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position 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 position changed during the most recent fiscal year. All changes in net position 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, Francis S. Gabreski Airport, 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), the Judicial Facilities Agency and the Suffolk County Landbank Corp. although also legally separate, function 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 18-21 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.

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 51 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 47 non-major governmental funds are combined into a single aggregated presentation. Individual fund data for each of these 47 non-major 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 33 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 32 non-major 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 22-29 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 County Ball Park, Francis S. Gabreski Airport, 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 30-32 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial 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 34-35 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 39-92 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, Schedule of Proportionate Share of the Net Pension Liability and Schedule of Contributions which are Required Supplementary

Information and other Supplemental Information that consists of combining and individual fund statements and schedules on non-major funds which can be found on pages 95-163 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As the following table demonstrates, the County's liabilities and deferred inflows exceeded its assets and deferred outflows by \$2,007,704,631 at the close of the most recent fiscal year.

A summary of the County's net position for 2015 is presented below, together with comparative 2014 information.

	Suffolk County's Net Position					
	Governmental Activities		Business-type Activities		Totals	
	2015	2014*	2015	2014*	2015	2014*
Current and other assets	\$ 1,597,066,506	\$ 1,666,689,398	\$ 1,376,172	\$ (8,132,716)	\$ 1,598,442,678	\$ 1,658,556,682
Assets held for sale	11,500,000	-	-	11,500,000	11,500,000	11,500,000
Capital assets	2,982,363,362	2,924,076,813	53,573,921	54,121,324	3,035,937,283	2,978,198,137
Total assets	4,590,929,868	4,590,766,211	54,950,093	57,488,608	4,645,879,961	4,648,254,819
Total deferred outflows of resources	177,949,072	163,670,056	70,362	68,973	178,019,434	163,739,029
Total assets and deferred outflows of resources	4,768,878,940	4,754,436,267	55,020,455	57,557,581	4,823,899,395	4,811,993,848
Long term liabilities outstanding	5,514,472,846	5,250,985,317	10,187,964	10,679,352	5,524,660,810	5,261,664,669
Other liabilities	1,292,063,859	1,256,772,733	1,155,757	1,717,999	1,293,219,616	1,258,490,732
Total liabilities	6,806,536,705	6,507,758,050	11,343,721	12,397,351	6,817,880,426	6,520,155,401
Total deferred inflows of resources	13,603,989	4,926,011	119,611	51,112	13,723,600	4,977,123
Total liabilities and deferred inflows of resources	6,820,140,694	6,512,684,061	11,463,332	12,448,463	6,831,604,026	6,525,132,524
<u>Net position:</u>						
Net investment in capital assets	1,650,290,885	1,579,036,425	45,654,968	46,433,984	1,695,945,853	1,625,470,409
Restricted	464,196,690	471,571,049	-	-	464,196,690	471,571,049
Unrestricted	(4,165,749,329)	(3,808,855,268)	(2,097,845)	(1,324,866)	(4,167,847,174)	(3,810,180,134)
Total net position	\$ (2,051,261,754)	\$ (1,758,247,794)	\$ 43,557,123	\$ 45,109,118	\$ (2,007,704,631)	\$ (1,713,138,676)

* As restated for GASB 68

Net position includes \$1,695,945,853 in capital assets (e.g., land, buildings, machinery, and equipment) less debt used to acquire those assets, reflecting the County's net investment in capital assets. 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 position, \$464,196,690, represents resources that are subject to external restrictions on how they may be used. The remaining balance is a deficit in unrestricted net position of \$4,167,847,174 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 Position						
	Governmental Activities		Business-type Activities		Totals	
	2015	2014*	2015	2014*	2015	2014
Revenues:						
Program revenues:						
Charges for services	\$281,153,432	\$280,063,902	\$3,715,925	\$3,110,918	\$284,869,357	\$283,174,820
Operating grants and contributions	528,822,137	546,968,181	36,155	1,898,025	528,858,292	548,866,206
Capital grants and contributions	30,696,047	55,509,137	91,219	691,644	30,787,266	56,200,781
General revenues:						
Property taxes	691,698,981	671,896,463	-	-	691,698,981	671,896,463
Sales and use tax	1,328,634,123	1,317,106,569	-	-	1,328,634,123	1,317,106,569
Other, net	48,687,485	43,229,148	1,312,558	206,106	50,000,043	43,435,254
Total revenues	<u>2,909,692,205</u>	<u>2,914,773,400</u>	<u>5,155,857</u>	<u>5,906,693</u>	<u>2,914,848,062</u>	<u>2,920,680,093</u>
Expenses:						
General government	423,649,285	427,833,253	-	-	423,649,285	427,833,253
Economic assistance and opportunity	773,796,524	796,746,577	-	-	773,796,524	796,746,577
Health	195,037,231	216,992,432	-	-	195,037,231	216,992,432
Public safety	1,277,556,133	1,286,035,880	-	-	1,277,556,133	1,286,035,880
Culture and recreation	34,066,225	40,441,594	-	-	34,066,225	40,441,594
Education	176,244,321	174,812,588	-	-	176,244,321	174,812,588
Home and community services	95,532,222	102,905,674	-	-	95,532,222	102,905,674
Transportation	160,562,574	149,033,058	-	-	160,562,574	149,033,058
Skilled nursing	-	-	6,443	2,254,283	6,443	2,254,283
Ball park	-	-	569,335	577,665	569,335	577,665
Gabreski airport	-	-	1,931,604	2,915,619	1,931,604	2,915,619
Interest on long term debt	70,462,120	70,491,060	-	-	70,462,120	70,491,060
Total expenses	<u>3,206,906,635</u>	<u>3,265,292,116</u>	<u>2,507,382</u>	<u>5,747,567</u>	<u>3,209,414,017</u>	<u>3,271,039,683</u>
Change in net position before transfers	(297,214,430)	(350,518,716)	2,648,475	159,126	(294,565,955)	(350,359,590)
Transfers	4,200,470	(2,755,130)	(4,200,470)	2,755,130	-	-
Change in net position	<u>(293,013,960)</u>	<u>(353,273,846)</u>	<u>(1,551,995)</u>	<u>2,914,256</u>	<u>(294,565,955)</u>	<u>(350,359,590)</u>
Net position - beginning	(1,758,247,794) *	(1,404,973,948)	45,109,118 *	42,194,862	(1,713,138,676)	(1,362,779,086)
Net position - ending	<u><u>(\$2,051,261,754)</u></u>	<u><u>(\$1,758,247,794)</u></u>	<u><u>\$43,557,123</u></u>	<u><u>\$45,109,118</u></u>	<u><u>(\$2,007,704,631)</u></u>	<u><u>(\$1,713,138,676)</u></u>

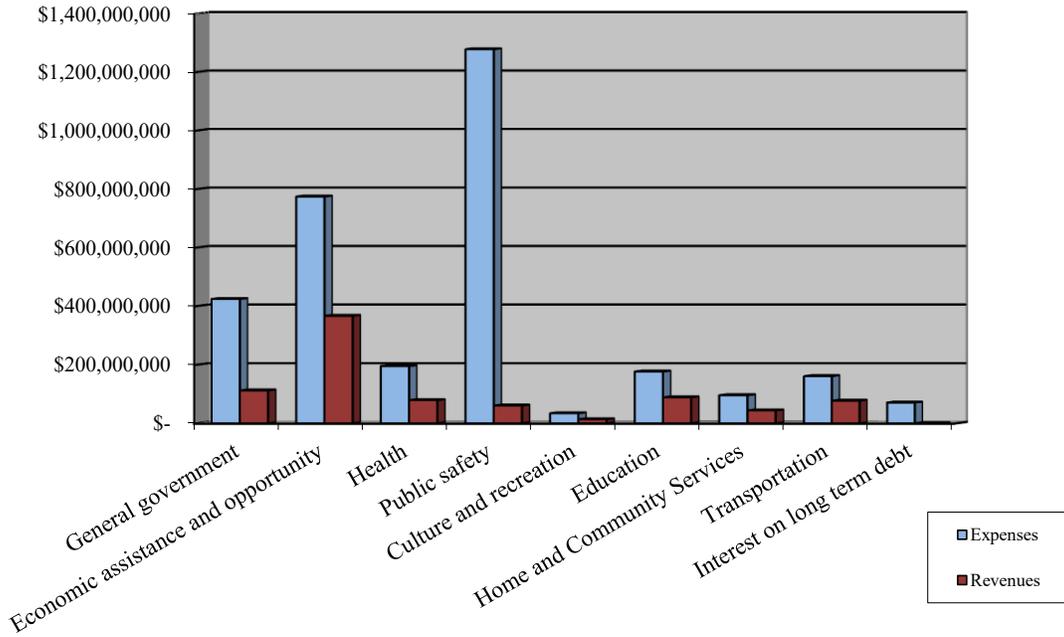
*As restated for GASB 68

The County's net position decreased by \$294,565,955 during the current fiscal year. Key elements of the decrease are as follows:

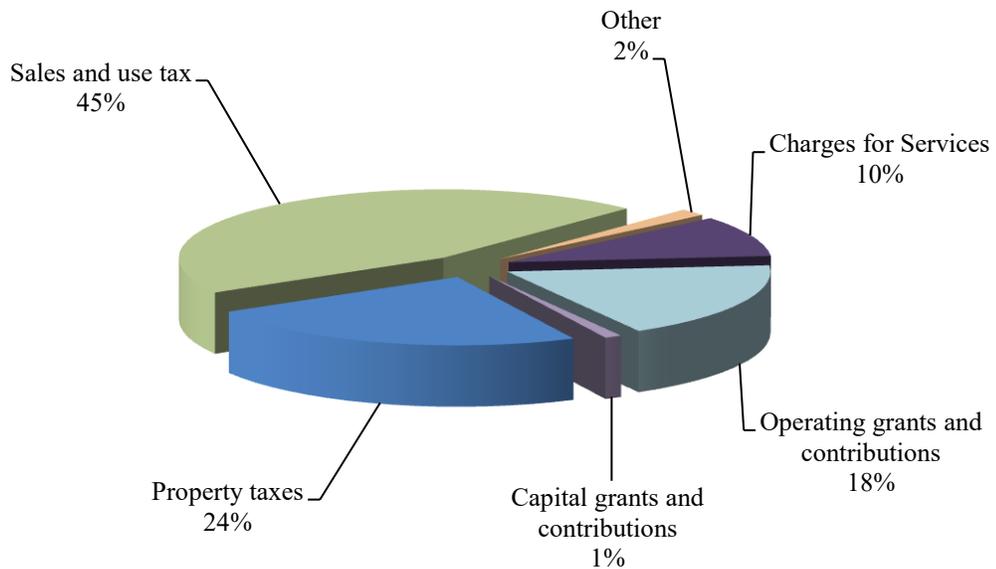
- The liability accrual for other post-employment benefits (OPEB), required by GASB 45, increased by \$265 million in 2015.
- The liability accrual for NYS Retirement System increased by \$35.5 million which is attributable to the County's participation in the NYS Contribution Stabilization Program. Per New York State laws of 2010 and 2013, local employers may amortize a portion of their retirement bill over 10 years and 12 years, respectively. The County's total unamortized amount at December 31, 2015 was \$222.4 million.
- Interest on investments increased slightly over 2014 in the amount of \$6.5 million.

Governmental activities. Governmental activities decreased the County’s net position by \$293,013,960. The key factors of the decrease were the liability accrual of \$264 million for OPEB and the liability accrual for the NYS contribution stabilization program in the amount of \$35.5 million. The increases in expenses were offset by a small increase in interest on investments of \$6.5 million.

Expenses and Program Revenues - Governmental Activities

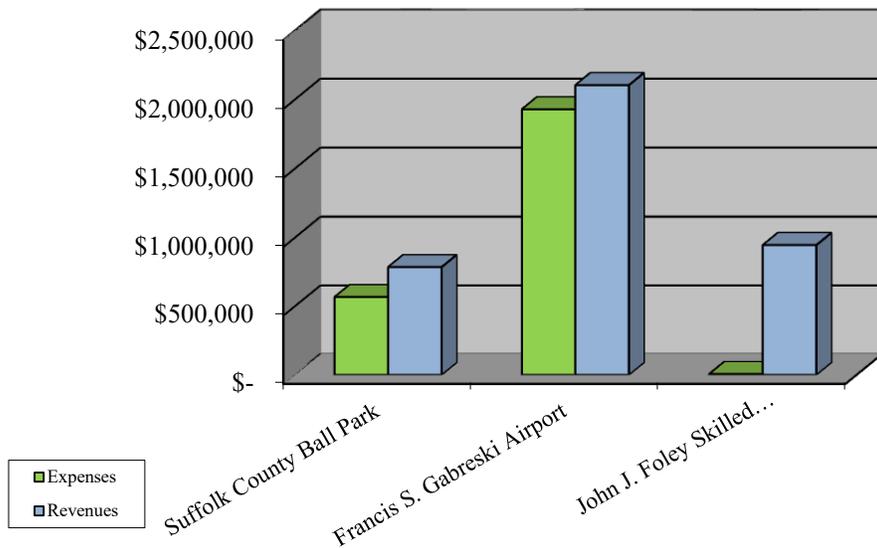


Revenues by Source - Governmental Activities

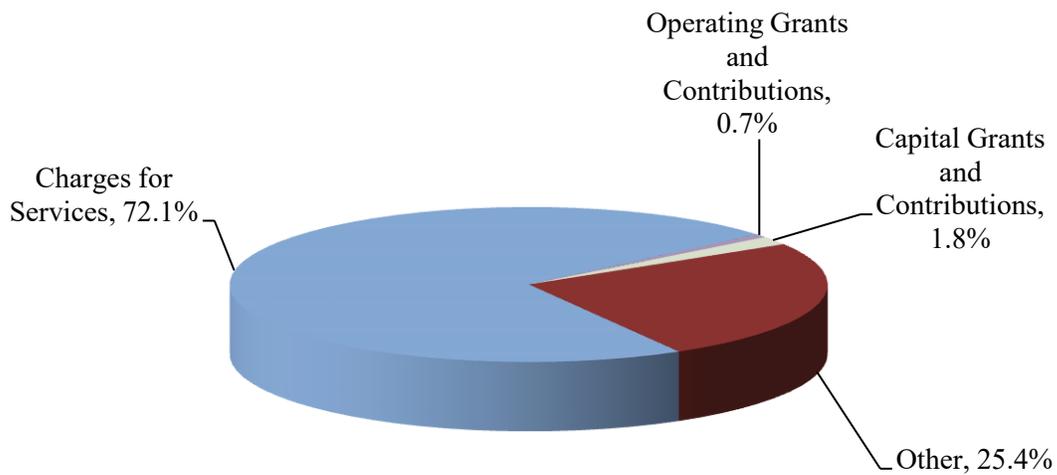


Business-type activities. Business-type activities decreased the County’s net position by \$1,551,995. The decrease resulted from a transfer from the Suffolk County Ball Park to the capital fund to provide funding for planned improvement to the ball park.

Expenses and Program Revenues - Business-type Activities



Revenues by Source - Business-type Activities



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 \$322,221,006, a decrease of \$71,304,526 in comparison with the prior year. The County categorizes this fund balance by spendable fund balance (\$76,219,455) and non-spendable fund balance (\$246,001,551). 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, \$464,196,690 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 (\$294,363,347), (2) Transportation (\$53,398,346), (3) General government support (\$25,421,248), and (4) Public safety (\$23,373,433).

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 \$291,828,713 while total fund balance amounted to a deficit totaling \$251,162,224.

The fund balance of Suffolk County's general fund decreased by \$38,302,396. The decline is the result of a reduction in transfers to the fund in the amount of \$31.8 million mainly driven by a reallocation of net revenues from traffic violation to the Police District. A slight increase (\$7.8 million) in general government support also contributed to the fund balance decline.

The police district fund has a total fund deficit of \$68,990,383. The police district total fund deficit increased during the current year by \$9,502,940. The decrease is attributable to a decline in the allocation of sales tax to the Police District in the amount of \$48 million, offset by additional transfers (\$36.5 million) to the fund. The majority of these transfers represent net revenues from traffic violation.

The capital fund has a total fund balance of \$118,176,281. The capital fund total fund balance increased during the current year by \$5,885,219. The increase can be mainly attributed to decreases in capital outlays resulting from the completion of a public safety communications project.

The Suffolk Tobacco Asset Securitization Corporation (STASC) is a blended component unit of the County and had a fund balance of \$223,224,183. The fund balance of STASC decreased by \$6,994,311. The decrease is attributed to the annual amortization of the deferred outflows of resources; to account for the purchase of Suffolk County's future rights to Tobacco Settlement Revenues (TSR) in compliance with GASB 48.

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 position/ (deficit) of the Suffolk County Ball Park, Francis S. Gabreski Airport, and John J. Foley Skilled Nursing Facility at the end of the year amounted to \$219,695, (\$2,317,540), and \$0 respectively. The Suffolk County Ball Park had a decrease of \$1,573,423, Francis S. Gabreski Airport had an increase of \$786,374 and John J. Foley Skilled Nursing Facility had no change.

General Fund Budgetary Basis Highlights

Differences between the original and final amended budget for expenditures resulted in a slight decrease of 1.14 percent, (\$21.1 million decrease in appropriations) and can be briefly summarized as follows:

- \$10.9 million decrease in general government support primarily relating to continued savings from indigent legal services cases which are being budgeted as a three year plan.
- \$5.3 million decrease in health as a result of reduced health services to operate health centers. The County has contracted with Hudson River Health Care to transition the previously County run health centers into the Federally qualified health center (FQHC) network which has resulted in cost savings.
- \$4.5 million decrease in education due to reduced busing costs and a change in the billing method for early intervention programs.

During the year, revenues did not meet budgetary estimates, resulting in an actual decrease in fund balance. The variance between budgeted and actual fund balance was (\$11,819,642). The major variances resulting in this increase were attributable to the following:

- Revenues under budget:
 - Sales tax in the amount of \$68 million, attributed to sustained low fuel prices.
- Revenues exceeding budget:
 - Real property taxes in the amount of \$18 million, due to increased collection of delinquent property taxes.
 - Transfers in, in the amount of \$19 million, resulting from a transfer from the County's Debt Reserve fund and a transfer from the capital fund of unspent bond proceeds used to offset debt service costs.
- Expenditures under budget:
 - Health expenditures in the amount of \$8.7 million, resulting from the transition of the County's health centers into FQHC status.
 - Economic assistance and opportunity in the amount of \$11 million, mainly due to a decrease in Social Services' Safety Net and Family Assistance caseloads.

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, 2015, amounts to \$3,035,937,283 (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 1.94 percent (a 1.99 percent increase for governmental activities and a 1.01 percent decrease for business-type activities).

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

- Phases I, II, IIB, and III of the new civil court building addition, courthouse annex renovations, and the old civil court building renovations at the County Civil Court Complex in Riverhead were completed through 2015 for a total cost of \$51,586,179. Of this total, Phases IIB and III interior/exterior renovations of the old civil court building were completed in 2015 for a cost of \$6,644,810. Remaining construction in progress costs for Phase III exterior renovations of two older court buildings totaled \$1,634,247 as of the close of the fiscal year. Energy savings and prolonged life are anticipated within the renovated sections of the Court Complex based on mechanical/electrical upgrades, and improved building envelopes.
- Land and farmland development rights were acquired during 2015 pursuant to various land preservation and protection programs at a cost of \$13.1 million (\$10.1 million and \$3.0 million, respectively).
- Various road construction projects to strengthen and expand the County's existing roadways began or continued in 2015. Construction in progress as of the close of the fiscal year reached \$41.0 million. A total of \$7.4 million was spent in 2015. In addition, \$32.4 million was transferred to road infrastructure upon completion of the construction projects during 2015.
- Various sewer system construction projects began or continued in 2015. Construction in progress as of the close of the fiscal year reached \$149.5 million. A total of \$2.5 million was spent in 2015. In addition, \$11.3 million was transferred to the sewer system infrastructure upon completion of the projects during 2015.

Suffolk County's Capital Assets
(net of depreciation)

	Governmental activities		Business-type activities		Totals	
	2015	2014	2015	2014	2015	2014
Land	\$ 875,833,772	\$ 865,736,920	\$ 22,092,831	\$ 22,092,831	\$ 897,926,603	\$ 887,829,751
Development rights	251,061,812	248,030,770	-	-	251,061,812	248,030,770
Historic buildings	4,607,607	4,607,607	-	-	4,607,607	4,607,607
Buildings	637,661,726	644,076,046	11,923,570	12,405,062	649,585,296	656,481,108
Improvements other than buildings	36,560,311	35,534,371	18,019,258	18,768,906	54,579,569	54,303,277
Vehicles and equipment	123,559,789	120,849,430	795,057	318,243	124,354,846	121,167,673
Infrastructure	779,293,677	752,280,857	-	-	779,293,677	752,280,857
Construction in progress	273,784,668	252,960,812	743,205	536,282	274,527,873	253,497,094
Total	\$ 2,982,363,362	\$ 2,924,076,813	\$ 53,573,921	\$ 54,121,324	\$ 3,035,937,283	\$ 2,978,198,137

Additional information on Suffolk County's capital assets can be found in note III.C. on pages 62-65 of this report.

Long-term debt. At the end of the current year, Suffolk County had total bonded debt outstanding of \$1,725,003,756. The general obligation bonds are backed by the full faith and credit of the County. STASC series 2008 and 2012 asset-backed bonds issued by the Corporation as well as JFA series 2013 lease revenue bonds are not backed by the full faith and credit of the County.

Suffolk County's Outstanding Debt
Bonds

	Governmental activities		Business-type activities		Totals	
	2015	2014	2015	2014	2015	2014
General obligation debt	\$ 1,044,484,638	\$ 1,200,484,121	\$ 5,884,581	\$ 7,335,930	\$ 1,050,369,219	\$ 1,207,820,051
Advance refunding debt	303,268,951	174,459,238	2,573,152	1,790,250	305,842,103	176,249,488
STASC	303,298,818	303,022,560	-	-	303,298,818	303,022,560
Lease revenue bonds	65,493,616	67,824,422	-	-	65,493,616	67,824,422
Total bonds payable	\$ 1,716,546,023	\$ 1,745,790,341	\$ 8,457,733	\$ 9,126,180	\$ 1,725,003,756	\$ 1,754,916,521

Suffolk County's total bonded debt decreased during the current fiscal year by \$29,912,765 (1.70 percent).

Suffolk County maintains an "A" with a negative outlook rating from Standard & Poor's, an "A-" with a stable outlook rating from Fitch and an "A3" with a negative outlook rating 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 \$18,230,793,892 which is significantly in excess of Suffolk County's outstanding general obligation debt. The County has \$448,788,000 in bonds authorized, but unissued.

Additional information on Suffolk County's long-term debt can be found in note III.G. on pages 69-76 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Suffolk County is currently 4.8 percent, which is a decrease from a rate of 5.4 percent a year ago. This compares favorably to the state's average unemployment rate of 5.3 percent and the national average rate of 5.3 percent.
- The vacancy rate of office properties located in the County over the past three years is 16.3, 18.8 and 17.9 percent for years 2013, 2014 and 2015, respectively.
- During 2015, inflationary trends in the region were the same as national indices. The annual 2015 NY metro area regional Consumer Price Index (CPI) and the U.S. city annual CPI were 0.1 percent.

All of these factors were considered in preparing the County's budget for the 2016 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 Position

December 31, 2015

	Primary Government			Component Units
	Governmental Activities	Business - Type Activities	Totals	
Assets				
Current assets:				
Cash and cash equivalents	\$ 797,057,407	\$ 4,314,204	\$ 801,371,611	\$ 81,579,186
Investments	14,661,262	-	14,661,262	15,499,061
Property tax receivable, net of allowance for estimated uncollectibles of \$ 15,304,240	234,236,095	-	234,236,095	-
Accounts receivable, net	-	-	-	4,807,907
Due from:				
New York State and federal sources:				
Programs of assistance	93,366,000	-	93,366,000	-
Grants-in-aid	109,802,279	603,217	110,405,496	-
Sales tax	150,725,790	-	150,725,790	-
Other	-	-	-	3,364,291
Towns	145,944,311	-	145,944,311	-
Component units	11,018,894	-	11,018,894	-
Internal balances	3,593,772	(3,593,772)	-	-
Other receivables	36,644,463	52,523	36,696,986	3,037,871
Prepays	16,233	-	16,233	30,723
Total current assets	<u>1,597,066,506</u>	<u>1,376,172</u>	<u>1,598,442,678</u>	<u>108,319,039</u>
Noncurrent assets:				
Restricted:				
Cash and cash equivalents	-	-	-	728,490
Investments	-	-	-	1,897,389
Net pension asset	-	-	-	18,260,059
Assets held for sale	11,500,000	-	11,500,000	-
Capital assets:				
Nondepreciable	1,405,287,859	22,836,036	1,428,123,895	24,227,397
Depreciable, net	1,577,075,503	30,737,885	1,607,813,388	158,809,412
Other	-	-	-	125,149
Total noncurrent assets	<u>2,993,863,362</u>	<u>53,573,921</u>	<u>3,047,437,283</u>	<u>204,047,896</u>
Total assets	<u>4,590,929,868</u>	<u>54,950,093</u>	<u>4,645,879,961</u>	<u>312,366,935</u>
Deferred outflows of resources				
Deferred charge on refundings	-	2,709	2,709	250,291
Deferred outflows - pension - ERS	86,825,627	67,653	86,893,280	3,569,570
Deferred outflows - pension - PFRS	91,123,445	-	91,123,445	-
Deferred outflows - pension - TRS	-	-	-	771,542
Total deferred outflows of resources	<u>177,949,072</u>	<u>70,362</u>	<u>178,019,434</u>	<u>4,591,403</u>
Total assets and deferred outflows of resources	<u>4,768,878,940</u>	<u>55,020,455</u>	<u>4,823,899,395</u>	<u>316,958,338</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Statement of Net Position

December 31, 2015

	Primary Government			Component Units
	Governmental Activities	Business - Type Activities	Totals	
Liabilities				
Current liabilities:				
Accounts payable and accrued liabilities	\$ 417,065,901	\$ 315,899	\$ 417,381,800	\$ 35,014,622
Contract retainage payable	5,623,707	986	5,624,693	-
Accrued interest payable	13,312,476	-	13,312,476	-
Notes payable	596,675,403	-	596,675,403	-
Due to:				
Component units	646,697	-	646,697	-
Primary government	-	-	-	2,360,702
Unearned tax revenue	-	9,978	9,978	-
Unearned revenue, restricted	30,107,857	-	30,107,857	21,897,965
Current portion of noncurrent liabilities:				
Accumulated vacation and sick leave	20,507,107	-	20,507,107	3,086,315
Estimated liability for claims	38,328,321	-	38,328,321	-
Obligations under capital leases	477,159	-	477,159	57,814
Mortgage payable	-	-	-	56,000
Long-term obligations	138,825,092	828,894	139,653,986	5,393,954
Due to NYS retirement system	30,494,139	-	30,494,139	1,093,039
Total current liabilities	<u>1,292,063,859</u>	<u>1,155,757</u>	<u>1,293,219,616</u>	<u>68,960,411</u>
Noncurrent liabilities:				
Accumulated vacation and sick leave	450,762,259	-	450,762,259	28,484,521
Estimated liability for claims	597,909,949	-	597,909,949	-
Building loan	-	-	-	14,250,486
Prepetition claims	-	-	-	13,334,411
Obligations under capital leases	568,872	-	568,872	133,753
Net pension liability	110,071,037	59,125	110,130,162	4,655,704
Long-term obligations	1,577,720,931	7,628,839	1,585,349,770	53,950,246
Due to NYS retirement system	191,939,798	-	191,939,798	-
Obligation for postemployment benefits other than pensions	2,585,500,000	2,500,000	2,588,000,000	276,892,578
Other long-term debt	-	-	-	911,894
Total noncurrent liabilities	<u>5,514,472,846</u>	<u>10,187,964</u>	<u>5,524,660,810</u>	<u>392,613,593</u>
Total liabilities	<u>6,806,536,705</u>	<u>11,343,721</u>	<u>6,817,880,426</u>	<u>461,574,004</u>
Deferred inflows of resources				
Deferred gain on refundings	13,603,989	119,611	13,723,600	-
Deferred inflows of resources - pension - TRS	-	-	-	6,466,503
Deferred amounts on NYS TAP	-	-	-	5,585,964
Total deferred inflows of resources	<u>13,603,989</u>	<u>119,611</u>	<u>13,723,600</u>	<u>12,052,467</u>
Total liabilities and deferred inflows of resources	<u>6,820,140,694</u>	<u>11,463,332</u>	<u>6,831,604,026</u>	<u>473,626,471</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Statement of Net Position

December 31, 2015

	Primary Government			Component Units
	Governmental Activities	Business - Type Activities	Totals	
Net Position				
Net investment in capital assets	\$ 1,650,290,885	\$ 45,654,968	\$ 1,695,945,853	\$ 127,672,900
Restricted for:				
Capital projects	-	-	-	5,244,202
Restricted for capital projects	-	-	-	13,821,785
General government support	25,421,248	-	25,421,248	-
Economic assistance & opportunity	5,139,699	-	5,139,699	-
Health	194,055	-	194,055	-
Public Safety	23,373,433	-	23,373,433	-
Culture and recreation	6,575,804	-	6,575,804	-
Education	12,748,356	-	12,748,356	-
Home and community services	294,363,347	-	294,363,347	-
Transportation	53,398,346	-	53,398,346	-
Debt service	19,016,585	-	19,016,585	-
Environmental protection	22,678,898	-	22,678,898	-
Tourism and recreation	1,286,919	-	1,286,919	-
Section 532.3a surcharge	-	-	-	60,046
Prepetition surcharge	-	-	-	609,700
Unrestricted (deficit)	(4,165,749,329)	(2,097,845)	(4,167,847,174)	(304,076,766)
Total net position	<u>\$ (2,051,261,754)</u>	<u>\$ 43,557,123</u>	<u>\$ (2,007,704,631)</u>	<u>\$ (156,668,133)</u>

(Concluded)

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, 2015

	Program Revenues				Net (Expenses) Revenue and Changes in Net Position			Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-Type Activities	Total	
Functions/Programs								
Primary Government:								
Governmental activities:								
General government support	\$ 423,649,285	\$ 101,312,582	\$ 10,681,018	\$ -	\$ (311,655,685)	\$ -	\$ (311,655,685)	\$ -
Economic assistance and opportunity	773,796,524	36,598,139	329,814,264	-	(407,384,121)	-	(407,384,121)	-
Health	195,037,231	19,040,633	59,878,890	-	(116,117,708)	-	(116,117,708)	-
Public safety	1,277,556,133	38,101,055	19,571,759	2,682,589	(1,217,200,730)	-	(1,217,200,730)	-
Culture and recreation	34,066,225	11,758,358	1,942,227	59,124	(20,306,516)	-	(20,306,516)	-
Education	176,244,321	16,330,341	66,593,132	5,480,434	(87,840,414)	-	(87,840,414)	-
Home and community services	95,532,222	36,913,576	6,597,007	450,562	(51,571,077)	-	(51,571,077)	-
Transportation	160,562,574	21,098,748	33,743,840	22,023,338	(83,696,648)	-	(83,696,648)	-
Interest on long-term debt	70,462,120	-	-	-	(70,462,120)	-	(70,462,120)	-
Total governmental activities	<u>\$ 3,206,906,635</u>	<u>\$ 281,153,432</u>	<u>\$ 528,822,137</u>	<u>\$ 30,696,047</u>	<u>\$ (2,366,235,019)</u>	<u>\$ -</u>	<u>\$ (2,366,235,019)</u>	<u>\$ -</u>
Business-type activities:								
John J. Foley Skilled Nursing Facility	6,443	912,134	36,155	-	-	941,846	941,846	-
Suffolk County Ball Park	569,335	788,237	-	-	-	218,902	218,902	-
Francis S. Gabreski Airport	1,931,604	2,015,554	-	91,219	-	175,169	175,169	-
Total business-type activities	<u>2,507,382</u>	<u>3,715,925</u>	<u>36,155</u>	<u>91,219</u>	<u>-</u>	<u>1,335,917</u>	<u>1,335,917</u>	<u>-</u>
Total primary government	<u>\$ 3,209,414,017</u>	<u>\$ 284,869,357</u>	<u>\$ 528,858,292</u>	<u>\$ 30,787,266</u>	<u>\$ (2,366,235,019)</u>	<u>\$ 1,335,917</u>	<u>\$ (2,364,899,102)</u>	<u>\$ -</u>
Component units:								
Suffolk County Community College	\$ 264,248,426	\$ 90,450,900	\$ 139,359,736	\$ -	\$ -	\$ -	\$ -	\$ (34,437,790)
Suffolk Regional Off-Track Betting Corp	29,408,905	26,669,060	-	-	-	-	-	(2,739,845)
Suffolk County Industrial Development	1,287,563	988,222	-	-	-	-	-	(299,341)
Suffolk County Economic Development	75,504	303,052	-	-	-	-	-	227,548
Total Component units	<u>\$ 295,020,398</u>	<u>\$ 118,411,234</u>	<u>\$ 139,359,736</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (37,249,428)</u>
General Revenues:								
Taxes:								
Real property taxes					\$ 691,698,981	\$ -	\$ 691,698,981	\$ -
Sales and use tax					1,328,634,123	-	1,328,634,123	-
Interest on investments					3,525,660	13,860	3,539,520	395,270
Miscellaneous					45,161,825	1,298,698	46,460,523	-
Transfers					4,200,470	(4,200,470)	-	-
Total General revenues, special items, and transfers					<u>2,073,221,059</u>	<u>(2,887,912)</u>	<u>2,070,333,147</u>	<u>395,270</u>
Change in net position					(293,013,960)	(1,551,995)	(294,565,955)	(36,854,158)
Net position at beginning of year, as restated (See Note I.D.)					(1,758,247,794)	45,109,118	(1,713,138,676)	(119,813,975)
Net position at end of year					<u>\$ (2,051,261,754)</u>	<u>\$ 43,557,123</u>	<u>\$ (2,007,704,631)</u>	<u>\$ (156,668,133)</u>

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

SUFFOLK COUNTY, NEW YORK

Balance Sheet

Governmental Funds

December 31, 2015

	General	Police District	Capital	Suffolk Tobacco Asset Securitization Corp.	Nonmajor Governmental Funds	Total Governmental Funds
Assets						
Cash and cash equivalents	\$ 271,127,315	\$ 40,160	\$ 128,980,194	\$ 3,235,587	\$ 393,674,151	\$ 797,057,407
Investments	-	-	-	14,661,262	-	14,661,262
Property tax receivable, net of allowance for estimated uncollectibles of \$ 15,304,240	234,236,095	-	-	-	-	234,236,095
Due from:						
New York State and federal sources:						
Programs of assistance	83,870,461	-	-	-	9,495,539	93,366,000
Grants-in-aid	76,508,678	2,050,430	26,920,972	-	4,322,199	109,802,279
Sales tax	142,540,856	-	-	-	8,184,934	150,725,790
Towns	145,944,311	-	-	-	-	145,944,311
Other funds	189,082,285	69,010,717	31,875,829	-	225,488,924	515,457,755
Component units	11,018,894	-	-	-	-	11,018,894
Other receivables	28,878,234	70,103	173,838	-	7,465,915	36,588,090
Total assets	<u>1,183,207,129</u>	<u>71,171,410</u>	<u>187,950,833</u>	<u>17,896,849</u>	<u>648,631,662</u>	<u>2,108,857,883</u>
Deferred outflows of resources						
Purchase of future tobacco revenues	-	-	-	205,335,062	-	205,335,062
Total deferred outflows of resources	-	-	-	205,335,062	-	205,335,062
Total assets and deferred outflows of resources	<u>\$ 1,183,207,129</u>	<u>\$ 71,171,410</u>	<u>\$ 187,950,833</u>	<u>\$ 223,231,911</u>	<u>\$ 648,631,662</u>	<u>\$ 2,314,192,945</u>
Liabilities						
Accounts payable and accrued liabilities	\$ 266,873,344	\$ 80,092,622	\$ 32,742,317	\$ 7,728	\$ 37,349,890	\$ 417,065,901
Contract retainage payable	5,919	-	2,141,765	-	3,476,023	5,623,707
Notes payable	565,000,000	-	-	-	31,675,403	596,675,403
Due to:						
Other funds	161,503,039	52,961,443	22,907,248	-	274,863,454	512,235,184
Component units	646,697	-	-	-	-	646,697
Unearned revenue	17,764,980	236,098	11,983,222	-	123,557	30,107,857
Total liabilities	<u>1,011,793,979</u>	<u>133,290,163</u>	<u>69,774,552</u>	<u>7,728</u>	<u>347,488,327</u>	<u>1,562,354,749</u>
Deferred inflows of resources						
Unavailable revenue - property taxes	212,364,443	-	-	-	-	212,364,443
Unavailable revenue - government receivables	12,288,885	-	-	-	-	12,288,885
Sale of future tobacco revenues	197,922,046	6,871,630	-	-	170,186	204,963,862
Total deferred inflows of resources	<u>422,575,374</u>	<u>6,871,630</u>	<u>-</u>	<u>-</u>	<u>170,186</u>	<u>429,617,190</u>
Fund balances (deficits)						
Nonspendable:						
Land held for sale	40,666,489	-	-	-	-	40,666,489
Deferred charges	-	-	-	205,335,062	-	205,335,062
Prepays	-	-	-	-	-	-
Restricted for:						
General government support	-	-	13,168,077	-	12,253,171	25,421,248
Economic assistance and opportunity	-	-	5,139,699	-	-	5,139,699
Health	-	-	194,055	-	-	194,055
Public safety	-	-	12,083,417	-	11,290,016	23,373,433
Culture and recreation	-	-	6,575,804	-	-	6,575,804
Education	-	-	12,748,356	-	-	12,748,356
Home and community services	-	-	14,868,527	-	279,494,820	294,363,347
Transportation	-	-	53,398,346	-	-	53,398,346
Debt service	-	-	-	17,889,121	1,127,464	19,016,585
Environmental protection	-	-	-	-	22,678,898	22,678,898
Tourism and recreation	-	-	-	-	1,286,919	1,286,919
Unassigned	(291,828,713)	(68,990,383)	-	-	(27,158,139)	(387,977,235)
Total fund balances (deficits)	<u>(251,162,224)</u>	<u>(68,990,383)</u>	<u>118,176,281</u>	<u>223,224,183</u>	<u>300,973,149</u>	<u>322,221,006</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,183,207,129</u>	<u>\$ 71,171,410</u>	<u>\$ 187,950,833</u>	<u>\$ 223,231,911</u>	<u>\$ 648,631,662</u>	<u>\$ 2,314,192,945</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 Position
December 31, 2015

Amounts reported for governmental activities in the statement of net position are different from the amounts reported in the balance sheet of the governmental funds because of the following:

Fund balances: total from governmental funds		\$ 322,221,006
Noncurrent assets reported in governmental activities are not financial resources and therefore, are not reported in the governmental funds.		11,500,000
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		2,982,363,362
Certain expenditures represent a consumption of net position that applies to a future period and is therefore reported as a deferred outflow of resources in the statement of net position.		177,949,072
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Accumulated vacation and sick leave	\$ (471,269,366)	
Estimated liability for claims	(636,238,270)	
Net pension liability	(110,071,037)	
Obligations under capital leases-long term	(1,046,031)	
Interest payables	(13,312,476)	
Long-term obligations	(1,716,546,023)	
Due to NYS retirement system	(222,433,937)	
Obligation for postemployment benefits other than pensions	<u>(2,585,500,000)</u>	
Total long-term liabilities		(5,756,417,140)
Certain financial statement elements represent an acquisition of net position that applies to a future period and therefore is reported as deferred inflows of resources in the statement of net position.		(13,603,989)
Certain revenues are earned but not collected at year-end and therefore are reported as deferred inflows of resources in the governmental funds balance sheets.		224,653,328
Certain expenditures are considered prepaid to match expenses with the period to which it relates.		16,233
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		56,374
Net position of governmental activities		<u>\$ (2,051,261,754)</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, 2015

	General	Police District	Capital	Suffolk Tobacco Asset Securitization Corp.	Nonmajor Governmental Funds	Total Governmental Funds
Revenues						
Real property taxes	\$ 111,549,335	\$ 514,259,875	\$ -	\$ -	\$ 75,821,521	\$ 701,630,731
Sales and use tax	1,189,242,493	48,363,917	-	-	91,027,713	1,328,634,123
New York State aid	233,950,994	971,288	15,258,377	-	33,755,328	283,935,987
Federal aid	217,733,716	2,093,365	15,211,925	-	38,819,039	273,858,045
Licenses, permits, fines, fees, etc.	139,197,285	2,139,212	-	-	109,402,794	250,739,291
Interest on investments	2,219,506	6,807	-	759,177	540,170	3,525,660
Miscellaneous	66,803,946	1,266,040	7,722,982	18,150,087	2,086,239	96,029,294
Total revenues	<u>1,960,697,275</u>	<u>569,100,504</u>	<u>38,193,284</u>	<u>18,909,264</u>	<u>351,452,804</u>	<u>2,938,353,131</u>
Expenditures						
Current:						
General government support	237,411,564	1,199,312	-	95,896	17,540,510	256,247,282
Economic assistance and opportunity	609,892,478	-	-	-	41,216,282	651,108,760
Health	133,870,212	-	-	-	1,225,381	135,095,593
Public safety	289,231,698	374,904,100	-	-	17,937,176	682,072,974
Culture and recreation	14,731,692	-	-	-	5,665,804	20,397,496
Education	176,244,321	-	-	-	-	176,244,321
Home and community services	8,433,346	-	-	-	49,027,712	57,461,058
Transportation	107,793,199	-	-	-	10,666,169	118,459,368
Employee benefits	526,071,439	99,461,082	-	-	18,603,112	644,135,633
Debt service:						
Principal	101,485,908	4,353,317	-	1,650,000	20,142,085	127,631,310
Interest and other charges	36,119,605	1,128,987	-	17,153,730	14,371,986	68,774,308
Capital outlay	-	-	125,073,237	-	43,921,468	168,994,705
Total expenditures	<u>2,241,285,462</u>	<u>481,046,798</u>	<u>125,073,237</u>	<u>18,899,626</u>	<u>240,317,685</u>	<u>3,106,622,808</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(280,588,187)</u>	<u>88,053,706</u>	<u>(86,879,953)</u>	<u>9,638</u>	<u>111,135,119</u>	<u>(168,269,677)</u>
Other financing sources (uses)						
Refunding bonds issued	167,618,831	-	-	-	-	167,618,831
Premium on refunding bonds issued	23,879,911	-	-	-	-	23,879,911
Payments to refunding bond escrow agent	(192,703,580)	-	-	-	-	(192,703,580)
General obligation bonds issued	7,736,579	-	94,174,875	-	1,140,458	103,051,912
Premium on serial bonds issued	169,767	-	2,222,815	-	25,025	2,417,607
Transfers in	261,592,704	36,546,972	9,395,230	-	75,378,303	382,913,209
Transfers out	(26,008,421)	(134,103,618)	(13,027,748)	(7,003,949)	(210,069,003)	(390,212,739)
Total other financing sources (uses)	<u>242,285,791</u>	<u>(97,556,646)</u>	<u>92,765,172</u>	<u>(7,003,949)</u>	<u>(133,525,217)</u>	<u>96,965,151</u>
Net change in fund balances	(38,302,396)	(9,502,940)	5,885,219	(6,994,311)	(22,390,098)	(71,304,526)
Fund balances (deficits) at beginning of year	(212,859,828)	(59,487,443)	112,291,062	230,218,494	323,363,247	393,525,532
Fund balances (deficits) at end of year	<u>\$ (251,162,224)</u>	<u>\$ (68,990,383)</u>	<u>\$ 118,176,281</u>	<u>\$ 223,224,183</u>	<u>\$ 300,973,149</u>	<u>\$ 322,221,006</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, 2015

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	\$ (71,304,526)
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 (\$142,895,071) exceeded depreciation (\$69,283,816) in the current period.	73,611,255
The net effect of various miscellaneous transactions involving capital and non current assets (i.e., sales, trade-ins and donations) is to decrease net position.	(3,824,706)
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 position. 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.	19,937,635
Revenues reported in the governmental funds statements and not reported in the statement of activities.	(18,431,801)
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.	(293,001,817)
Change in net position of governmental activities	<u><u>\$ (293,013,960)</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, 2015

	<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	\$ 93,171,277	\$ 93,171,277	\$ 111,549,335	\$ 18,378,058
Sales and use tax	1,256,823,016	1,256,823,016	1,189,242,493	(67,580,523)
New York State aid	238,285,668	244,620,458	233,950,994	(10,669,464)
Federal aid	223,274,644	227,869,009	217,912,214	(9,956,795)
Licenses, permits, fines, fees, etc.	138,066,036	138,066,036	134,533,331	(3,532,705)
Interest on investments	376,099	376,099	2,124,582	1,748,483
Miscellaneous	12,245,997	12,783,497	12,506,353	(277,144)
Total revenues	<u>1,962,242,737</u>	<u>1,973,709,392</u>	<u>1,901,819,302</u>	<u>(71,890,090)</u>
Expenditures				
Current:				
General government support:				
Audit and control	5,556,173	5,552,706	5,480,048	72,658
Board of elections	15,136,563	13,382,520	12,988,835	393,685
Civil service	5,732,482	5,491,421	5,399,968	91,453
County clerk	7,277,024	7,277,024	7,098,429	178,595
County ethics commission	346,625	277,210	224,931	52,279
County executive	4,729,756	4,793,386	4,766,918	26,468
District attorney	36,477,487	36,474,777	36,182,635	292,142
Finance and taxation	4,133,077	4,133,077	3,973,804	159,273
Information technology services	102,699	52,673	40,877	11,796
Law	13,027,504	11,022,373	10,985,809	36,564
Legal aid society	19,446,743	13,934,751	13,884,423	50,328
Legislative	9,979,116	9,634,513	9,596,387	38,126
Public administrator	462,508	462,508	439,501	23,007
Public works	72,647,123	71,698,640	71,370,659	327,981
Real property	1,412,404	1,412,404	1,343,109	69,295
Miscellaneous	11,309,630	11,309,141	11,144,143	164,998
Total general government support	<u>207,776,914</u>	<u>196,909,124</u>	<u>194,920,476</u>	<u>1,988,648</u>
Economic assistance and opportunity:				
County executive	14,972,245	14,271,993	13,411,656	860,337
Economic development and planning	4,393,632	4,221,731	4,118,489	103,242
Labor	8,760,573	7,699,852	7,381,919	317,933
Probation	6,452,000	6,452,000	3,389,668	3,062,332
Social services	588,692,673	588,296,967	581,590,746	6,706,221
Total economic assistance and opportunity	<u>623,271,123</u>	<u>620,942,543</u>	<u>609,892,478</u>	<u>11,050,065</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, 2015

	<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:				
Health services	136,596,184	131,655,440	122,975,649	8,679,791
Medical examiner	11,331,741	10,945,623	10,894,563	51,060
Total health	<u>147,927,925</u>	<u>142,601,063</u>	<u>133,870,212</u>	<u>8,730,851</u>
Public safety:				
Fire rescue and emergency service	15,984,054	12,661,528	12,164,536	496,992
Police	92,488,195	94,021,802	93,710,443	311,359
Probation	33,990,082	31,148,768	30,337,431	811,337
Public works	42,750	42,750	35,350	7,400
Sheriff	148,472,443	153,106,395	152,983,938	122,457
Total public safety	<u>290,977,524</u>	<u>290,981,243</u>	<u>289,231,698</u>	<u>1,749,545</u>
Culture and recreation:				
County executive	6,869,081	6,856,081	6,095,374	760,707
Parks	8,869,820	8,874,512	8,636,318	238,194
Miscellaneous	5,000	5,000	-	5,000
Total culture and recreation	<u>15,743,901</u>	<u>15,735,593</u>	<u>14,731,692</u>	<u>1,003,901</u>
Education:				
Health services	129,453,358	125,218,387	118,924,766	6,293,621
Miscellaneous	56,895,327	57,319,555	57,319,555	-
Total education	<u>186,348,685</u>	<u>182,537,942</u>	<u>176,244,321</u>	<u>6,293,621</u>
Home and community services:				
County executive	601,406	601,406	551,148	50,258
Economic development and planning	5,236,140	4,437,715	3,829,915	607,800
Health services	173,446	173,446	173,446	-
Law	316,995	323,626	314,874	8,752
Public works	549,948	501,650	445,363	56,287
Soil and water conservation	370,048	370,048	326,463	43,585
Total home and community services	<u>7,247,983</u>	<u>6,407,891</u>	<u>5,641,209</u>	<u>766,682</u>
Transportation:				
Public works	96,234,240	97,990,050	97,310,976	679,074
Employee benefits	143,841,301	144,193,605	143,521,716	671,889
Debt service - principal	95,684,784	95,889,205	95,889,204	1
Debt service - interest	34,893,108	34,686,495	33,911,019	775,476
Total debt service	<u>130,577,892</u>	<u>130,575,700</u>	<u>129,800,223</u>	<u>775,477</u>
Total expenditures	<u>1,849,947,488</u>	<u>1,828,874,754</u>	<u>1,795,165,001</u>	<u>33,709,753</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, 2015

	<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	112,295,249	144,834,638	106,654,301	(38,180,337)
Other financing sources (uses)				
Refunding bonds issued	-	-	167,618,831	167,618,831
Premium on refunding bonds issued	-	-	23,879,911	23,879,911
Payments to refunding bond escrow agent	(1,204,838)	(1,204,838)	(192,703,580)	(191,498,742)
Transfers in	85,885,973	85,885,973	105,460,895	19,574,922
Transfers out	(265,230,601)	(264,687,943)	(257,902,170)	6,785,773
 Total other financing sources (uses)	 (180,549,466)	 (180,006,808)	 (153,646,113)	 26,360,695
 Net change in fund balances (budgetary basis)	 (68,254,217)	 (35,172,170)	 (46,991,812)	 (11,819,642)
 Fund balances (deficits) at beginning of year (budgetary basis)	 68,254,217	 14,720,603	 14,720,603	 -
 Fund balances (deficits) at end of year (budgetary basis)	 \$ -	 \$ (20,451,567)	 \$ (32,271,209)	 \$ (11,819,642)

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ (32,271,209)
Plus: General Fund Components:	
Town village code enforcement (GAAP basis)	102
Interdepartment operation & service (GAAP basis)	(2,579,354)
Self insurance fund (GAAP basis)	(3,182,276)
Employee medical health plan (GAAP basis)	(66,118)
Building sanitation administration (GAAP basis)	(1,389,690)
Tax stabilization reserve (GAAP basis)	49,321,018
Less: accrued pension expense	(65,189,705)
Less: accounting for sale of future revenues to STASC	(195,804,992)
Fund balance at end of year (GAAP basis)	<u>\$ (251,162,224)</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, 2015

	<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	\$ 513,372,160	\$ 513,372,160	\$ 514,259,875	\$ 887,715
Sales and use tax	48,363,917	48,363,917	48,363,917	-
New York State aid	200,000	377,000	971,288	594,288
Federal aid	-	1,028,211	2,093,365	1,065,154
Licenses, permits, fines, fees, etc.	2,205,502	2,205,502	2,139,212	(66,290)
Interest on investments	7,696	7,696	6,807	(889)
Miscellaneous	1,088,750	1,095,250	1,266,040	170,790
Total revenues	565,238,025	566,449,736	569,100,504	2,650,768
Expenditures				
Current:				
General government support:				
Miscellaneous	1,207,100	1,207,100	1,199,312	7,788
Public safety:				
Police	368,376,462	367,032,710	374,904,100	(7,871,390)
Employee benefits	97,789,435	97,948,914	97,817,085	131,829
Debt Service:				
Principal	4,343,112	4,353,317	4,353,317	-
Interest and other charges	1,144,392	1,134,187	1,128,987	5,200
Total expenditures	472,860,501	471,676,228	479,402,801	(7,726,573)
Excess (deficiency) of revenues over (under) expenditures	92,377,524	94,773,508	89,697,703	(5,075,805)
Other financing sources (uses)				
Transfers in	38,822,053	37,541,480	36,384,098	(1,157,382)
Transfers out	(141,256,380)	(141,256,380)	(134,103,618)	7,152,762
Total other financing sources (uses)	(102,434,327)	(103,714,900)	(97,719,520)	5,995,380
Net change in fund balances (budgetary basis)	(10,056,803)	(8,941,392)	(8,021,817)	919,575
Fund balances (deficits) at beginning of year (budgetary basis)	10,056,803	881,903	881,903	-
Fund balances (deficits) at end of year (budgetary basis)	<u>\$ -</u>	<u>\$ (8,059,489)</u>	<u>\$ (7,139,914)</u>	<u>\$ 919,575</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ (7,139,914)
Less: accrued pension expense	(54,978,837)
Less: accounting for sale of future revenues to STASC	(6,871,632)
Fund balance at end of year (GAAP basis)	<u>\$ (68,990,383)</u>

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

SUFFOLK COUNTY, NEW YORK

Statement of Net Position

Enterprise Funds

December 31, 2015

	Suffolk County Ball Park	Francis S. Gabreski Airport	John J. Foley Skilled Nursing Facility	Total
Assets				
Current assets:				
Cash and cash equivalents	\$ 1,788,520	\$ 2,525,684	\$ -	\$ 4,314,204
Due from New York State and federal sources	461,004	142,213	-	603,217
Due from other funds	-	822,376	-	822,376
Other receivables	-	52,523	-	52,523
Total current assets	<u>2,249,524</u>	<u>3,542,796</u>	<u>-</u>	<u>5,792,320</u>
Noncurrent assets:				
Restricted:				
Capital assets:				
Nondepreciable	2,092,831	20,743,205	-	22,836,036
Depreciable, net	10,969,334	19,768,551	-	30,737,885
Total noncurrent assets	<u>13,062,165</u>	<u>40,511,756</u>	<u>-</u>	<u>53,573,921</u>
Total assets	<u>15,311,689</u>	<u>44,054,552</u>	<u>-</u>	<u>59,366,241</u>
Deferred outflows of resources				
Deferred charges on refundings	2,709	-	-	2,709
Deferred outflows - pension - ERS	-	67,653	-	67,653
Total deferred outflows of resources	<u>2,709</u>	<u>67,653</u>	<u>-</u>	<u>70,362</u>
Total assets and deferred outflows of resources	<u>15,314,398</u>	<u>44,122,205</u>	<u>-</u>	<u>59,436,603</u>
Liabilities				
Current liabilities:				
Accounts payable	28,579	287,320	-	315,899
Contract retainage payable	-	986	-	986
Due to other funds	1,974,980	2,069,967	-	4,044,947
Net pension liability	-	59,125	-	59,125
Unearned revenue	-	9,978	-	9,978
Current portion of long-term obligations	258,481	570,413	-	828,894
Total current liabilities	<u>2,262,040</u>	<u>2,997,789</u>	<u>-</u>	<u>5,259,829</u>
Noncurrent liabilities:				
Long-term obligations	519,683	7,109,156	-	7,628,839
Obligation for postemployment benefits other than pensions	-	2,500,000	-	2,500,000
Total noncurrent liabilities	<u>519,683</u>	<u>9,609,156</u>	<u>-</u>	<u>10,128,839</u>
Total liabilities	<u>2,781,723</u>	<u>12,606,945</u>	<u>-</u>	<u>15,388,668</u>
Deferred inflows of resources				
Deferred gain on refundings	25,022	94,589	-	119,611
Sale of future tobacco revenues	-	371,201	-	371,201
Total deferred inflows of resources	<u>25,022</u>	<u>465,790</u>	<u>-</u>	<u>490,812</u>
Total liabilities and deferred inflows of resources	<u>2,806,745</u>	<u>13,072,735</u>	<u>-</u>	<u>15,879,480</u>
Net Position				
Net investment in capital assets	12,287,958	33,367,010	-	45,654,968
Unrestricted (deficit)	219,695	(2,317,540)	-	(2,097,845)
Total net position	<u>\$ 12,507,653</u>	<u>\$ 31,049,470</u>	<u>\$ -</u>	<u>\$ 43,557,123</u>

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

SUFFOLK COUNTY, NEW YORK
Statement of Revenues, Expenses, and Changes in Net Position
Enterprise Funds
For the Year Ended December 31, 2015

	Suffolk County Ball Park	Francis S. Gabreski Airport	John J. Foley Skilled Nursing Facility	Total
Operating revenues				
Licenses, permits, fines, fees, etc.	\$ 788,237	\$ 2,015,554	\$ -	\$ 2,803,791
Miscellaneous	-	298,698	-	298,698
Total operating revenues	<u>788,237</u>	<u>2,314,252</u>	<u>-</u>	<u>3,102,489</u>
Operating expenses				
Salaries and wages	-	391,996	-	391,996
Administrative expenses	347	63,099	6,443	69,889
Depreciation	457,056	835,604	-	1,292,660
Miscellaneous	77,126	-	-	77,126
Employee benefits	-	332,589	-	332,589
Debt service interest	34,806	274,107	-	308,913
Total operating expenses	<u>569,335</u>	<u>1,897,395</u>	<u>6,443</u>	<u>2,473,173</u>
Operating income (loss)	<u>218,902</u>	<u>416,857</u>	<u>(6,443)</u>	<u>629,316</u>
Nonoperating revenues (expenses)				
Revenue from other governments	-	-	36,155	36,155
Interest on investments	4,872	7,733	1,255	13,860
Proceeds from sale	-	-	1,000,000	1,000,000
Bad debt recovery	-	-	912,134	912,134
Loss on disposition of capital assets	-	(34,209)	-	(34,209)
Total nonoperating revenues (expenses)	<u>4,872</u>	<u>(26,476)</u>	<u>1,949,544</u>	<u>1,927,940</u>
Income (loss) before contributions and transfers	223,774	390,381	1,943,101	2,557,256
Capital contributions - grants	-	91,219	-	91,219
Transfers in	-	14,746	9,556,899	9,571,645
Transfers out	<u>(1,968,487)</u>	<u>(303,628)</u>	<u>(11,500,000)</u>	<u>(13,772,115)</u>
Total other financing sources (uses)	<u>(1,968,487)</u>	<u>(197,663)</u>	<u>(1,943,101)</u>	<u>(4,109,251)</u>
Change in net position (deficit)	(1,744,713)	192,718	-	(1,551,995)
Total net position at beginning of year, as restated	<u>14,252,366</u>	<u>30,856,752</u>	<u>-</u>	<u>45,109,118</u>
Total net position at end of year	<u>\$ 12,507,653</u>	<u>\$ 31,049,470</u>	<u>\$ -</u>	<u>\$ 43,557,123</u>

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, 2015

	Suffolk County Ball Park	Francis S. Gabreski Airport	John J. Foley Skilled Nursing Facility	Totals
Cash flows from operating activities				
Receipts from operations	\$ 797,657	\$ 1,960,406	\$ -	\$ 2,758,063
Receipts from other revenue	-	98,578	-	98,578
Payments to suppliers	-	(156,720)	-	(156,720)
Payments for administrative expenses	-	-	(6,246)	(6,246)
Payments for contractual services	-	344,033	-	344,033
Miscellaneous expenses	(50,926)	-	-	(50,926)
Payments to employees	-	(425,307)	-	(425,307)
Payments for employee benefits	-	(191,679)	-	(191,679)
Net cash provided by (used in) operating activities	<u>746,731</u>	<u>1,629,311</u>	<u>(6,246)</u>	<u>2,369,796</u>
Cash flows from noncapital financing activities				
Bad debt recovery	-	-	125,212	125,212
Transfer to other funds	(304,464)	(285,126)	(875,823)	(1,465,413)
Net cash provided by (used in) noncapital financing activities	<u>(304,464)</u>	<u>(285,126)</u>	<u>(750,611)</u>	<u>(1,340,201)</u>
Cash flows from capital and related financing activities				
Proceeds from issuance of bonds	-	232,500	-	232,500
Capital grants	-	607,724	-	607,724
Purchase of capital assets	-	(779,465)	-	(779,465)
Principal paid on capital debt	(261,090)	(573,561)	-	(834,651)
Interest paid on capital debt	(34,806)	(274,107)	-	(308,913)
Net cash provided by (used in) capital and related financing activities	<u>(295,896)</u>	<u>(786,909)</u>	<u>-</u>	<u>(1,082,805)</u>
Cash flows from investing activities				
Interest on investments	<u>4,872</u>	<u>6,614</u>	<u>1,189</u>	<u>12,675</u>
Net cash provided by (used in) investing activities	<u>4,872</u>	<u>6,614</u>	<u>1,189</u>	<u>12,675</u>
Net increase (decrease) in cash and cash equivalents	151,243	563,890	(755,668)	(40,535)
Cash and cash equivalents at beginning of year	<u>1,637,277</u>	<u>1,961,794</u>	<u>755,668</u>	<u>4,354,739</u>
Cash and cash equivalents at end of year	<u>\$ 1,788,520</u>	<u>\$ 2,525,684</u>	<u>\$ -</u>	<u>\$ 4,314,204</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities				
Operating income (loss)	\$ 218,902	\$ 416,857	\$ (6,443)	\$ 629,316
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:				
Depreciation	457,056	835,604	-	1,292,660
Other increase (decrease)	34,806	274,107	-	308,913
Change in assets and liabilities:				
Receivables, net	9,420	(255,270)	-	(245,850)
Accounts and other payables	26,547	358,013	197	384,757
Net cash provided by (used in) operating activities	<u>\$ 746,731</u>	<u>\$ 1,629,311</u>	<u>\$ (6,246)</u>	<u>\$ 2,369,796</u>
Schedule of non-cash capital and related financing activities				
Capital grants	\$ -	\$ 521,866	\$ -	\$ 521,866

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

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SUFFOLK COUNTY, NEW YORK
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2015

	Private-Purpose Trusts	Agency Funds
Assets		
Cash and cash equivalents	\$ 184,132	\$ 43,463,666
Investments	11,625,648	6,676,535
Other assets	-	15,631,234
Total assets	11,809,780	65,771,435
Liabilities		
Accounts payable and accrued liabilities	11,804,864	1,809,998
Agency fund liabilities	-	63,961,437
Total liabilities	11,804,864	65,771,435
Net Position		
Held in trust	\$ 4,916	

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

SUFFOLK COUNTY, NEW YORK
Statement of Changes in Fiduciary Net Position
Private-Purpose Trusts
For the Year Ended December 31, 2015

	Private-Purpose Trusts
Additions	
Investment income:	
Interest	\$ 163
Transfer in	1,682,226
Other revenue	276,559
Total additions	1,958,948
Deductions	
Administrative and general expenses	1,958,784
Change in net position	164
Net position at beginning of year	4,752
Net position at end of year	\$ 4,916

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

SUFFOLK COUNTY, NEW YORK

Statement of Net Position

Component Units

December 31, 2015

With Suffolk County Community College as of August 31, 2015

	<u>Suffolk County Community College</u>	<u>Suffolk Regional Off-Track Betting Corporation</u>	<u>Suffolk County Industrial Development Agency</u>	<u>Suffolk County Economic Development Corporation</u>	<u>Total</u>
Assets					
Current assets:					
Cash and cash equivalents	\$ 73,159,039	\$ 771,680	\$ 6,435,857	\$ 1,212,610	\$ 81,579,186
Investments	15,499,061	-	-	-	15,499,061
Accounts receivable	2,221,405	196,587	-	-	2,417,992
Students accounts receivable, net	4,807,907	-	-	-	4,807,907
Due from other governments	2,892,161	472,130	-	-	3,364,291
Prepaid expenses	30,723	-	-	-	30,723
Other assets	15,463	590,516	13,900	-	619,879
Total current assets	<u>98,625,759</u>	<u>2,030,913</u>	<u>6,449,757</u>	<u>1,212,610</u>	<u>108,319,039</u>
Noncurrent assets:					
Restricted:					
Cash and cash equivalents	-	728,490	-	-	728,490
Investments	1,897,389	-	-	-	1,897,389
Net pension asset - TRS	18,260,059	-	-	-	18,260,059
Capital assets:					
Nondepreciable	9,773,007	14,454,390	-	-	24,227,397
Depreciable, net	156,912,370	1,893,246	3,796	-	158,809,412
Other	-	-	125,149	-	125,149
Total noncurrent assets	<u>186,842,825</u>	<u>17,076,126</u>	<u>128,945</u>	<u>-</u>	<u>204,047,896</u>
Total assets	<u>285,468,584</u>	<u>19,107,039</u>	<u>6,578,702</u>	<u>1,212,610</u>	<u>312,366,935</u>
Deferred outflows of resources					
Deferred outflows of resources - pensions - ERS	3,569,570	-	-	-	3,569,570
Deferred outflows of resources - pensions - TRS	771,542	-	-	-	771,542
Deferred charges on refundings	250,291	-	-	-	250,291
Total deferred outflows of resources	<u>4,591,403</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,591,403</u>
Total assets and deferred outflows of resources	<u>290,059,987</u>	<u>19,107,039</u>	<u>6,578,702</u>	<u>1,212,610</u>	<u>316,958,338</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Statement of Net Position

Component Units

December 31, 2015

With Suffolk County Community College as of August 31, 2015

	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	24,806,801	6,354,919	2,867,422	-	34,029,142
Due to primary government	2,360,702	-	-	-	2,360,702
Due to NYS retirement system	-	1,093,039	-	-	1,093,039
Unearned revenue	21,897,965	-	-	-	21,897,965
Accumulated vacation and sick leave	3,086,315	-	-	-	3,086,315
Other liabilities	948,630	-	26,150	10,700	985,480
Capital lease payable	-	57,814	-	-	57,814
Mortgage payable	-	56,000	-	-	56,000
Bonds payable	5,393,954	-	-	-	5,393,954
Total current liabilities	<u>58,494,367</u>	<u>7,561,772</u>	<u>2,893,572</u>	<u>10,700</u>	<u>68,960,411</u>
Noncurrent liabilities:					
Accumulated vacation and sick leave	27,640,822	706,615	137,084	-	28,484,521
Obligation for postemployment benefits other than pensions	261,518,000	15,374,578	-	-	276,892,578
Capital lease payable	-	133,753	-	-	133,753
Bonds payable	53,950,246	-	-	-	53,950,246
Net pension liability - ERS	4,655,704	-	-	-	4,655,704
Other long-term debt	-	911,894	-	-	911,894
Building Loan	-	14,250,486	-	-	14,250,486
Prepetition Claims	-	13,334,411	-	-	13,334,411
Total noncurrent liabilities	<u>347,764,772</u>	<u>44,711,737</u>	<u>137,084</u>	<u>-</u>	<u>392,613,593</u>
Total liabilities	<u>406,259,139</u>	<u>52,273,509</u>	<u>3,030,656</u>	<u>10,700</u>	<u>461,574,004</u>
Deferred inflows of resources					
Deferred inflows of resources - pensions - TRS	6,466,503	-	-	-	6,466,503
Deferred amounts on NYS TAP	5,585,964	-	-	-	5,585,964
Total deferred inflows of resources	<u>12,052,467</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,052,467</u>
Total liabilities and deferred inflows of resources	<u>418,311,606</u>	<u>52,273,509</u>	<u>3,030,656</u>	<u>10,700</u>	<u>473,626,471</u>
Net Position					
Net investment in capital assets	127,033,409	635,695	3,796	-	127,672,900
Restricted for capital projects	1,897,389	3,346,813	-	-	5,244,202
Restricted for grants	13,821,785	-	-	-	13,821,785
Section 532.3a surcharge	-	60,046	-	-	60,046
Prepetition surcharge	-	609,700	-	-	609,700
Unrestricted (deficit)	(271,004,202)	(37,818,724)	3,544,250	1,201,910	(304,076,766)
Total net position	<u>\$ (128,251,619)</u>	<u>\$ (33,166,470)</u>	<u>\$ 3,548,046</u>	<u>\$ 1,201,910</u>	<u>\$ (156,668,133)</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, 2015

With Suffolk County Community College as of August 31, 2015

	Suffolk County Community College	Suffolk Regional Off-Track Betting Corporation	Suffolk County Industrial Development Agency	Suffolk County Economic Development Corporation	Total
Expenses:					
Program operations	\$ 247,338,187	\$ 15,120,370	\$ 1,284,784	\$ 75,504	\$ 263,818,845
Depreciation and amortization	7,667,155	376,435	2,779	-	8,046,369
Other expenses	6,894,117	13,981,987	-	-	20,876,104
Total expenses	<u>261,899,459</u>	<u>29,478,792</u>	<u>1,287,563</u>	<u>75,504</u>	<u>292,741,318</u>
Program revenues:					
Charges for services	90,450,900	26,669,060	988,222	303,052	118,411,234
Operating grants and contributions	139,359,736	-	-	-	139,359,736
Total program revenues	<u>229,810,636</u>	<u>26,669,060</u>	<u>988,222</u>	<u>303,052</u>	<u>257,770,970</u>
Net program revenues (expenses)	<u>(32,088,823)</u>	<u>(2,809,732)</u>	<u>(299,341)</u>	<u>227,548</u>	<u>(34,970,348)</u>
General revenues (expenses):					
Interest on investments	389,013	-	5,610	647	395,270
Interest on long-term debt	(2,348,967)	-	-	-	(2,348,967)
Settlement of prepetition claims	-	69,887	-	-	69,887
Total general revenues	<u>(1,959,954)</u>	<u>69,887</u>	<u>5,610</u>	<u>647</u>	<u>(1,883,810)</u>
Change in net position	(34,048,777)	(2,739,845)	(293,731)	228,195	(36,854,158)
Net position at beginning of year, as restated	(94,202,842)	(30,426,625)	3,841,777	973,715	(119,813,975)
Net position at end of year	<u>\$ (128,251,619)</u>	<u>\$ (33,166,470)</u>	<u>\$ 3,548,046</u>	<u>\$ 1,201,910</u>	<u>\$ (156,668,133)</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 provides services exclusively to the County and accordingly, under GASB Statement No. 61, is reported as a special revenue fund of the primary government. Pursuant to a Purchase and Sale Agreement dated as of August 1, 2008 and March 1, 2012 STASC purchased from the County all future rights, 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 2008 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. The 2012 sale of TSRs was followed on April 5, 2012 with the issuance by STASC of Series 2012 Tobacco Settlement Asset-Backed Bonds. STASC pledged as security for the Series 2012 Bonds the remaining un-securitized annual payments. The Series 2008 and 2012 Bonds are not backed by the full faith and credit of the County. The consideration paid by STASC to the County for the 2008 and 2012 acquisition of TSRs consisted of \$206,270,222 and \$34,214,911 in cash, respectively. Of these amounts \$206,243,337 and \$31,714,911 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

The Suffolk County Judicial Facilities Agency (JFA) was created in 1999, as a separate legal entity and was authorized to acquire, build, improve, renovate, extend, rehabilitate, or relocate the John P. Cohalan Court Complex. In 2013, the New York State Public Authorities Law was amended to expand the JFA authority to include the new replacement

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

correctional facility at Yaphank, the H. Lee Dennison building and the North County Complex. The JFA is governed by a six member Board of Directors whose members are appointed by the Suffolk County Executive. The JFA provides services exclusively to the County and accordingly, is reported as a special revenue fund of the primary government in accordance with GASB Statement No. 61. Pursuant to a Sale and Lease Agreement dated November 14, 2013, JFA purchased the H. Lee Dennison building from the County and entered a tenancy in common agreement with the County making the building available to the County for essential governmental functions.

The Suffolk County Landbank Corporation (Landbank) was created in May 2013 under the provisions of Article 16 of the New York Not-For-Profit Corporation Law. The Landbank was formed to acquire, remediate, and rehabilitate abandoned, tax delinquent, and environmentally contaminated properties within Suffolk County and return such properties to productive use and to the tax rolls. These services are provided almost exclusively for the benefit of Suffolk County and accordingly, under GASB Statement No. 61, are reported as a special revenue fund of the primary government.

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. 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 33 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.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

On May 11, 2012, OTB filed for protection under Chapter 9 of Title 11, United States Code. The United States Bankruptcy Court issued an Order for Relief on July 19, 2012. The filing has enabled OTB to continue to operate and provide services to its customers until a Plan of Adjustment can be negotiated and approved. The Second Amended Plan for Adjustment of Debts of OTB dated September 11, 2014 was confirmed October 22, 2014 by the United States Bankruptcy Court for the Eastern District of New York with an effective date of October 31, 2014. Until the Plan has been fully executed, OTB is still considered a Municipal Debtor subject to the bankruptcy court who will oversee the administration of the plan.

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 Directors 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 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 Directors 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 position 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. Property and sales taxes are the main revenues used to support the district's operations.

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.

On June 30, 2013, the John J. Foley Skilled Nursing Facility (Foley) terminated operations as part of the County's closure plan which was approved by New York State on March 18, 2013. Foley's accounts were closed as of December 31, 2015 and any remaining liability of the fund was assumed by the general fund. The carrying amount of Foley's building was transferred to the County and reported in the governmental activities of the government-wide Statement of Net Position as a non-current asset.

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.

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.

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.

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

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.

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, 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 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.

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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, 2015 was \$49,321,018.

The assessment stabilization reserve fund receives funding from ¼ percent of the County's sales tax revenues pursuant to NYS Tax Law §1210. The fund received 100 percent of the ¼ percent tax from 1985 to 1989. Between 1989 and 1999, the ¼ percent sales tax revenues were redirected. Beginning in 2000 the ¼ 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 the assessment stabilization reserve fund to stabilize sewer taxes/usage fees in a district.

In 2011, the County adopted Resolution No. 625-2011 which provided that if the assessment stabilization reserve fund's fund balance exceeded \$140 million in fiscal years 2011 through 2013, 62.5 percent of the excess could 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 provided 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, 2015 was \$106,257,269.

The southwest assessment stabilization reserve fund was established in 2000, through adoption of the County's operation budget, to stabilize rates within the southwest sewer district (sewer district #3). 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, 2015 was \$116,232,694.

The sewer infrastructure program fund was established by Resolution 866-2013, to provide grants and loans for municipal and private sewer infrastructure expansion projects within Suffolk County. In October 2013, a transfer from the assessment stabilization reserve fund via a duly approved resolution was made into the sewer infrastructure program fund. The County expects to provide approximately \$30 million in funding for sewer expansion projects. Projects submitted for loan or grant consideration will be evaluated by the Suffolk

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County Sewer Infrastructure Committee and then submitted to the Suffolk County Legislature for approval. For financial reporting purposes, the sewer infrastructure program fund is reported within the water quality protection reserve fund, a nonmajor governmental fund. The balance in the sewer infrastructure program fund at December 31, 2015 was \$19,589,713.

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, 2015 was \$0.

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, 2015 was \$2,025, prior to the reclassification of the environmental trust fund in the amount of \$4,813,832, the assessment stabilization reserve fund in the amount of \$106,257,269, and the sewer infrastructure program fund in the amount of \$19,589,713.

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, 2015 was \$17,863,041.

D. Restatement of beginning balances

The effect of the implementation of GASB Statements No. 68 and 71 is a restatement of 2015 beginning net position to retroactively report the beginning balances for the net pension liability, deferred outflows of resources, deferred inflows of resources, and the removal of any net pension obligations (assets) along with any payables to the pension plans, as follows:

	Governmental Activities	Business-type Activities
Net position as of December 31, 2014, as previously reported	\$(1,770,196,481)	\$ 45,123,188
Composition of Restatement:		
Deferred outflows related to contributions, beginning of year	163,670,056	65,016
Net pension liabilities, beginning of year	(151,721,369)	(79,086)
Total Restatement:	11,948,687	(14,070)
Net position as of December 31, 2014, as restated	<u>\$ (1,758,247,794)</u>	<u>\$ 45,109,118</u>

E. Assets, liabilities, deferred outflows/inflows of resources, and net position 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 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. 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"

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(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 inflows of resources are recorded 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.

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, 2015 and 2014 were approximately 96.2 and 96.2 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 inflows, 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 inflows on the County’s financial statements.

The following is a summary of the County’s property tax calendar for 2015:

Lien date	June 1, 2014
Levy date	December 1, 2014
Tax bills mailed	December 1, 2014
Property taxes recorded	January 1, 2015
First installment payment due	January 10, 2015
Second installment payment due	May 31, 2015
Taxes become overdue	June 1, 2015

3. *Prepaid items*

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items using the consumption method, 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 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 (individual costs that fall below the thresholds are expensed):

<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.

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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 position. Bond premiums and discounts 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 expensed as incurred.

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 financial 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. *Deferred outflows/inflows of resources*

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The County has three items that qualify for reporting in this category. The first item is a deferred charge on refunding reported in the business-type statement of net position and in the business-type activities in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The second item is an intra-entirety transfer of future revenues, resulting from the sale of the County's share of all Tobacco Settlement Revenues to STASC. The amount will be recognized over the duration of the Purchase and Sale agreement. STASC is reported as a blended component unit of the County. The third item is related to the Counties pension plans and is reported in the governmental activities of the government-wide statement of net position. Additional information about the County's deferred inflows of resources relating to pension plans is provided in note IV.E.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The County has unavailable revenue, which arises under the modified accrual basis of accounting; that qualifies for reporting in this category. The unavailable revenues are delinquent property taxes and Federal and State aid due to the County but not received. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The County also reports a deferred gain on refunding in this category in the governmental activities of the government-wide statement of net position. In this case these amounts are recognized as an inflow because the difference in the carrying value of refunded debt and its reacquisition were affected by a premium on a refunding. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

9. *Net position/Fund balance*

Net position represents the difference between all other elements (assets, deferred outflows of resources, liabilities, deferred inflows of resources) on the government-wide, proprietary, and fiduciary fund statements of financial position and is displayed in three components: net investment in capital assets; restricted; and unrestricted.

Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by outstanding balances of borrowing that are attributable to the acquisition, construction, or improvement of those assets.

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Restricted net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

Unrestricted net position is the amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

Fund balance 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.

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.

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10. 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, 2015 are as follows:

Major Funds

Capital fund	\$ 109,364,579
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Non-Major Funds

Capital Sewer fund	\$ 28,612,242
Capital Southwest Sewer fund	\$ 62,293,043

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 February 2015, the GASB issued Statement No. 72, "Fair Value Measurement and Application." This Statement provides guidance for determining a fair value measurement for financial reporting purposes, including certain investments. This Statement also establishes required fair value disclosures. The County is required to adopt this Statement for its 2016 financial statements. The County is evaluating the effect that adoption of GASB Statement No. 72 will have on the financial statements.

In June 2015, the GASB issued Statement No. 73, "Accounting and Financial Reporting for Pensions and Related Assets that are Not within the Scope of GASB Statement No. 68, and Amendments to Certain Provisions of GASB Statements No. 67 and 68." The objective of this Statement is to improve the usefulness of pension information reported by state and local governments. The requirements of this Statement are effective for the County's 2016 financial statements. The County is evaluating the effect that adoption of GASB Statement No. 73 will have on the financial statements.

In June 2015, the GASB issued Statement No. 74, "Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans." The requirements of GASB Statement No. 74 will improve financial reporting by enhancing note disclosures and schedules of required supplementary information for certain other post-employment health benefits (OPEB) plans which meet the criteria of this Statement. The requirements of this Statement are not applicable to the County.

In June 2015, the GASB issued Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions." This Statement replaces the requirements of Statements No. 45 and No. 57. This Statement increases the usefulness of OPEB information by requiring recognition of the entire OPEB liability and a more comprehensive measure of OPEB expense. The County is required to adopt Statement No. 75 for its 2018

financial statements. The County is evaluating the effect that adoption of this Statement will have on the financial statements.

In June of 2015, the GASB issued Statement No. 76, “The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments.” The requirements in this Statement improve financial reporting because governments will apply financial reporting guidance with less variation. The County is required to adopt this Statement retroactively for its 2016 financial statements. The County is evaluating the effect that adoption of GASB Statement No. 76 will have on the County’s financial statements.

In August of 2015, the GASB issued Statement No. 77, “Tax Abatement Disclosures.” This Statement requires disclosure of tax abatement information about (1) a reporting government’s own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government’s tax revenues. The requirements of this Statement are effective for periods beginning after December 15, 2015. The County has not completed the process of evaluating the impact of this Statement.

In December of 2015, the GASB issued Statement No. 78, “Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans.” This Statement amends the scope and applicability of Statement No. 68 to exclude pensions provided to employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan that (1) is not a state or local governmental pension plan, (2) is used to provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local governmental employers, and (3) has no predominant state or local governmental employer. The requirements of this Statement are effective for periods beginning after December 15, 2015. The requirements of this Statement are not applicable to the County.

In December of 2015, the GASB issued Statement No. 79, “Certain External Investment Pools and Pool Participants.” This Statement established the criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. Additional note disclosure requirements for qualifying external investment pools are also established by this Statement to include any limitations or restrictions on participant withdrawals. The requirements of this Statement are effective for reporting periods beginning after June 15, 2016. The County has not completed the process of evaluating the impact of this Statement.

G. Adoption of New Accounting Standards

In June 2012, the GASB issued Statement No. 68, “Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27.” This Statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, and deferred inflows of resources, and expenditures. This Statement also identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service, for defined benefit pensions. The County adopted Statement No. 68 for its 2015 financial statements.

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In November 2013, the GASB issued Statement No. 71, “Pension Transition for Contributions Made Subsequent to the Measurement Date.” The objective of this Statement is to address an issue relating to contributions made by a contributing entity to a defined benefit pension plan after the measurement date of the governments beginning net pension liability. The implementation of this Statement will eliminate the source of a potential significant understatement of restated beginning net position and expense in the first year of implementation. The County adopted this Statement for its 2015 financial statements.

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.
- Recognition of deferred inflows from the sale of future tobacco revenues is not budgeted in the general fund or the police district fund.
- Certain special revenue funds per GASB 54 have been reported within another fund on a GAAP basis but are reported separately on a budget basis.

Governmental funds with legally adopted annual budgets include:

General Fund	Sewer District # 9
Police District	Sewer District # 10
Tax Certiorari	Sewer District # 11
Public Safety Communications System E-911	Sewer District # 12
County Road	Sewer District # 13
Handicapped Parking Education	Sewer District # 14
MTA Payroll Tax	Sewer District # 15
District Court	Sewer District # 18
Traffic Violations Bureau	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

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

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:

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
Water Quality Protection Reserve Fund	DWI Asset Seizure
Assets Forfeiture - Probation	

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 2015, General Fund appropriations were reduced by \$21,072,734. No supplemental appropriations were needed.

B. Excess of expenditures over appropriations

For the year ended December 31, 2015, expenditures exceeded appropriations for the following category of expenditures within each of the respective funds:

Police District:		
· Public safety:		
Police	\$	7,871,390
County Road		
· Transfers out	\$	1,233,774
District Court		
· Transfers out	\$	3,042,784

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

C. Deficit fund equity

The following funds have deficit fund equity balances at December 31, 2015:

General Fund	\$ 251,162,224
Special Revenue Funds:	
• Police District	\$ 68,990,383
• Public Safety Communications System E-911	1,741,844
• County Road	1,795,192
• District Court	3,146,136
• Traffic Violations Bureau	170,682
• Sewer District #6	40,357
• Sewer District #18	117,215
• Workforce Investment Revenue	1,038,780
• Community Development	1,585,442
• Medicaid Compliance	3,058,612
Capital Project Funds:	
• Capital Southwest Sewer	\$ 14,442,942

The County plans to eliminate the deficits listed above through prospective tax levies and other revenue generating or cost saving methods. The deficit in the General Fund, the Police District, and the Public Safety Communications System E-911 is partly attributable to the County's adherence to GASB Statement No. 48 for the reporting of the 2008 and 2012 sale of the County's future tobacco settlement revenues. The deficits relating to this accounting treatment will be reduced annually by the amortization of the deferred inflow of resources from the sale of future tobacco revenues.

III. Detailed notes on all funds

A. Deposits and investments

At year end, Suffolk County's bank balance in all financial institutions was \$870,013,918. 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, the County is authorized

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 of the United States of America;

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 formal investment policy as described above does not apply to the County's component units.

The County's agency funds invested in cooperative investment programs totaled \$6,676,535 and were rated AAAM by Standard & Poor's.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

Suffolk Tobacco Asset Securitization Corporation

Suffolk Tobacco Asset Securitization Corporation (STASC) 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, 2015, STASC deposits balances with a financial institution were \$3,235,587. Of these balances, \$210,025 was insured by the Federal Deposit Insurance Corporation, and \$3,025,562 consisted of an uncollateralized temporary investment in the Dreyfus Treasury & Agency Cash Management Fund. The entire amount of the 2012 Liquidity Reserve Account is invested in the Dreyfus Treasury & Agency Cash Management Fund which invests only in U.S. government or U.S. Treasury securities, and in repurchase agreements.

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 2008 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 \$14,661,262 at December 31, 2015, 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 Suffolk County Legislature has fiduciary responsibility for the Vanderbilt Private-Purpose Trust. Suffolk County Resolution No. 1266-2007 provides that until modified current investment guidelines, permitting a 50/50 split between fixed income 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	\$ 11,625,648
Total investments	<u>\$ 11,625,648</u>

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

Component Units

At August 31, 2015, Suffolk County Community College's investment balances were as follows:

<u>Investment by Type</u>	<u>Fair Value</u>
Corporate securities	\$ 8,402,829
Government obligations	7,400,707
Mutual funds	1,592,914
Total investments	<u>\$ 17,396,450</u>

B. Receivables

Receivables at December 31, 2015 were as follows:

	<u>Governmental Funds</u>				Total Governmental Receivables
	General	Police District	Capital	Other Governmental	
	Receivables:				
Property Tax	\$ 249,540,335	\$ -	\$ -	\$ -	\$ 249,540,335
Sales Tax	142,540,856	-	-	8,184,934	150,725,790
Intergovernmental accounts	306,323,450	2,050,430	26,920,972	13,817,738	349,112,590
Other receivables	28,878,234	70,103	173,838	7,465,915	36,588,090
Total receivables	<u>727,282,875</u>	<u>2,120,533</u>	<u>27,094,810</u>	<u>29,468,587</u>	<u>785,966,805</u>
Allowance for doubtful accounts	<u>(15,304,240)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(15,304,240)</u>
Receivables, net	<u>\$ 711,978,635</u>	<u>\$ 2,120,533</u>	<u>\$ 27,094,810</u>	<u>\$ 29,468,587</u>	<u>\$ 770,662,565</u>
	<u>Enterprise Funds</u>				
	Suffolk County Ball Park	Francis S. Gabreski Airport	John J. Foley Skilled Nursing Facility	Total Enterprise Receivables	
Receivables:					
Intergovernmental accounts	\$ 461,004	\$ 142,213	\$ -	\$ -	\$ 603,217
Other receivables	-	52,523	-	-	52,523
Receivables, net	<u>\$ 461,004</u>	<u>\$ 194,736</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 655,740</u>

Governmental funds report deferred inflows of resources 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.

SUFFOLK COUNTY
Notes to the Financial Statements
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At the end of the current fiscal year, the various components of deferred inflows of resources and unearned revenue reported in the governmental funds were as follows:

	Deferred Inflows of Resources	Unearned Revenue
Delinquent property taxes receivable (general fund)	\$ 212,364,443	\$ -
New York State Department of Health:		
Mental health and alcohol advances for County programs (general fund)	-	17,697,548
Federal and State government receivables (general fund)	12,288,885	-
Stop DWI (police district fund)	-	236,098
Abandoned vehicle auction advances (general fund)	-	67,432
Federal and State Aid advances (capital fund)	-	11,983,222
Sale of future tobacco revenues (STASC fund)	204,963,862	-
Suffolk County Landbank Corporation (Landbank fund)	-	123,557
Total deferred inflows/unearned revenue for governmental funds	<u>\$ 429,617,190</u>	<u>\$ 30,107,857</u>

C. Capital Assets

Capital asset activity for the year ended December 31, 2015 was as follows:

Primary Government

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 865,736,920	\$ 10,096,852	\$ -	\$ 875,833,772
Development rights	248,030,770	3,031,042	-	251,061,812
Historic buildings	4,607,607	-	-	4,607,607
Construction in progress	252,960,812	93,459,875	(72,636,019)	273,784,668
Total capital assets, not being depreciated	1,371,336,109	106,587,769	(72,636,019)	1,405,287,859
Capital assets, being depreciated:				
Buildings	1,029,161,925	12,247,767	(422,938)	1,040,986,754
Improvements other than buildings	61,106,383	3,235,527	-	64,341,910
Vehicles and equipment	348,566,677	27,540,001	(7,795,544)	368,311,134
Infrastructure	1,231,331,184	51,712,904	-	1,283,044,088
Total capital assets, being depreciated	2,670,166,169	94,736,199	(8,218,482)	2,756,683,886
Less accumulated depreciation for:				
Buildings	(385,085,879)	(18,535,207)	296,058	(403,325,028)
Improvements other than buildings	(25,572,012)	(2,209,587)	-	(27,781,599)
Vehicles and equipment	(227,717,247)	(23,838,938)	6,804,840	(244,751,345)
Infrastructure	(479,050,327)	(24,700,084)	-	(503,750,411)
Total accumulated depreciation	(1,117,425,465)	(69,283,816)	7,100,898	(1,179,608,383)
Total capital assets, being depreciated, net	1,552,740,704	25,452,383	(1,117,584)	1,577,075,503
Governmental activities capital assets, net	<u>\$ 2,924,076,813</u>	<u>\$ 132,040,152</u>	<u>\$ (73,753,603)</u>	<u>\$ 2,982,363,362</u>

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SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 22,092,831	\$ -	\$ -	\$ 22,092,831
Construction in progress	536,282	241,132	(34,209)	743,205
Total capital assets, not being depreciated	22,629,113	241,132	(34,209)	22,836,036
Capital assets, being depreciated:				
Buildings	19,349,702	-	-	19,349,702
Improvements other than buildings	21,392,431	-	-	21,392,431
Vehicles and equipment	608,790	538,334	-	1,147,124
Total capital assets, being depreciated	41,350,923	538,334	-	41,889,257
Less accumulated depreciation for:				
Buildings	(6,944,640)	(481,492)	-	(7,426,132)
Improvements other than buildings	(2,623,525)	(749,648)	-	(3,373,173)
Vehicles and equipment	(290,547)	(61,520)	-	(352,067)
Total accumulated depreciation	(9,858,712)	(1,292,660)	-	(11,151,372)
Total capital assets, being depreciated, net	31,492,211	(754,326)	-	30,737,885
Business-type activities capital assets, net	<u>\$ 54,121,324</u>	<u>\$ (513,194)</u>	<u>\$ (34,209)</u>	<u>\$ 53,573,921</u>

Depreciation expense and amortization for the year ended December 31, 2015 was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government support	\$ 21,291,002
Economic assistance and opportunity	106,586
Health	1,651,593
Public safety	13,790,541
Culture and recreation	2,997,887
Home and community services	11,562,284
Transportation	17,883,923
Total depreciation expense-governmental activities	<u>\$ 69,283,816</u>
Business-type activities:	
Suffolk County Ball Park	\$ 457,056
Francis S. Gabreski Airport	835,604
Total depreciation expense-business-type activities	<u>\$ 1,292,660</u>

Construction commitments

The County has a number of active construction project commitments at December 31, 2015. Active projects for which amounts spent as of December 31, 2015 exceed \$10,000,000 include 32 projects. The total spent as of December 31, 2015 for these projects amounts to approximately \$1.1 billion. Remaining commitments for these projects amount to approximately \$141 million.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

Discretely presented component units

Capital asset activity for Suffolk County Community College (College) for the year ended August 31, 2015 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 4,948,118	\$ -	\$ -	\$ 4,948,118
Construction in progress	25,325,006	3,271,314	(23,771,431)	4,824,889
Total capital assets, not being depreciated	<u>30,273,124</u>	<u>3,271,314</u>	<u>(23,771,431)</u>	<u>9,773,007</u>
Capital assets, being depreciated:				
Buildings	189,021,599	31,513,073	-	220,534,672
Improvements other than buildings	12,669,048	157,764	-	12,826,812
Vehicles and equipment	27,635,909	1,946,244	(217,275)	29,364,878
Infrastructure	10,028,112	839,882	-	10,867,994
Total capital assets, being depreciated	<u>239,354,668</u>	<u>34,456,963</u>	<u>(217,275)</u>	<u>273,594,356</u>
Less accumulated depreciation for:				
Buildings	(79,177,709)	(5,155,460)	-	(84,333,169)
Improvements other than buildings	(6,815,273)	(498,146)	-	(7,313,419)
Vehicles and equipment	(20,094,554)	(1,508,291)	54,499	(21,548,346)
Infrastructure	(2,981,462)	(505,590)	-	(3,487,052)
Total accumulated depreciation	<u>(109,068,998)</u>	<u>(7,667,487)</u>	<u>54,499</u>	<u>(116,681,986)</u>
Total capital assets, being depreciated, net	<u>130,285,670</u>	<u>26,789,476</u>	<u>(162,776)</u>	<u>156,912,370</u>
College capital assets, net	<u><u>\$160,558,794</u></u>	<u><u>\$30,060,790</u></u>	<u><u>\$ (23,934,207)</u></u>	<u><u>\$166,685,377</u></u>

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

Capital asset activity for the Suffolk Regional Off-Track Betting Corporation (OTB) for the year ended December 31, 2015 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 12,441,047	\$ -	\$ (910,096) *	\$ 11,530,951
Construction in progress	667,540	2,255,899	-	2,923,439
Total capital assets, not being depreciated	<u>13,108,587</u>	<u>2,255,899</u>	<u>(910,096)</u>	<u>14,454,390</u>
Capital assets, being depreciated:				
Building & leasehold improvements	9,993,202	285,417	(7,160,600)	3,118,019
Vehicles and equipment	3,139,943	243,197	(250,806)	3,132,334
Total capital assets, being depreciated	<u>13,133,145</u>	<u>528,614</u>	<u>(7,411,406)</u>	<u>6,250,353</u>
Less accumulated depreciation:	(7,247,425)	(376,435)	3,266,753	(4,357,107)
Total capital assets, being depreciated, net	<u>5,885,720</u>	<u>152,179</u>	<u>(4,144,653)</u>	<u>1,893,246</u>
OTB capital assets, net	<u>\$ 18,994,307</u>	<u>\$ 2,408,078</u>	<u>\$ (5,054,749)</u>	<u>\$ 16,347,636</u>

* Amounts for land are shown net, reflects activity that occurred for land during 2015.

Capital asset activity for the Suffolk County Industrial Development Agency (IDA) for the year ended December 31, 2015 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated:				
Vehicles and equipment	\$ 56,993	\$ 836	\$ -	\$ 57,829
Total capital assets, being depreciated	<u>56,993</u>	<u>836</u>	<u>-</u>	<u>57,829</u>
Less accumulated depreciation for:				
Vehicles and equipment	(51,625)	(2,408)	-	(54,033)
Total accumulated depreciation	<u>(51,625)</u>	<u>(2,408)</u>	<u>-</u>	<u>(54,033)</u>
Total capital assets, being depreciated, net	<u>5,368</u>	<u>(1,572)</u>	<u>-</u>	<u>3,796</u>
IDA capital assets, net	<u>\$ 5,368</u>	<u>\$ (1,572)</u>	<u>\$ -</u>	<u>\$ 3,796</u>

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

D. Payables and accrued liabilities

Payables and accrued liabilities at December 31, 2015, were as follows:

	Other Governments	Salaries	Vouchers	Other	Total
Governmental activities:					
General	\$ 1,742,268	\$ 90,477,943	\$ 90,074,622	\$ 84,578,511	\$ 266,873,344
Police district	-	71,703,466	783,845	7,605,311	80,092,622
Capital	-	-	23,016,778	9,725,539	32,742,317
STASC	7,728	-	-	-	7,728
Other governmental	-	10,734,755	17,986,892	8,628,243	37,349,890
Total governmental activities	<u>\$ 1,749,996</u>	<u>\$ 172,916,164</u>	<u>\$ 131,862,137</u>	<u>\$ 110,537,604</u>	<u>\$ 417,065,901</u>
Business-type activities:					
Suffolk County Ball Park	\$ -	\$ -	\$ 28,579	\$ -	\$ 28,579
Francis S. Grabeski Airport	-	70,525	75,855	140,940	287,320
Total business-type activities	<u>\$ -</u>	<u>\$ 70,525</u>	<u>\$ 104,434</u>	<u>\$ 140,940</u>	<u>\$ 315,899</u>

E. Interfund balances and transfers

The composition of interfund balances as of December 31, 2015 is as follows:

Due to general fund from:	
Police fund	\$ 36,387,200
Capital fund	16,494,198
Nonmajor governmental funds	133,432,632
Francis S. Gabreski Airport	1,793,275
Suffolk County Ball Park	974,980
Total due to general fund from other funds	<u>\$ 189,082,285</u>
Due to police fund from:	
General fund	\$ 42,243,743
Capital fund	121,093
Nonmajor governmental funds	26,645,881
Total due to police fund from other funds	<u>\$ 69,010,717</u>
Due to capital fund from:	
General fund	\$ 18,404,293
Police fund	13,515
Nonmajor governmental funds	12,458,021
Suffolk County Ball Park	1,000,000
Total due to capital fund from other funds	<u>\$ 31,875,829</u>

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SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

Due to nonmajor governmental funds from:	
General fund	\$ 100,754,544
Police fund	16,560,728
Capital fund	5,571,003
Nonmajor governmental funds	102,325,957
Francis S. Gabreski Airport	276,692
Total due to nonmajor governmental funds from other funds	<u>\$ 225,488,924</u>

Due to Francis S. Gabreski Airport from:	
General fund	\$ 100,459
Capital fund	720,954
Nonmajor governmental funds	963
Total due to airport from other funds	<u>\$ 822,376</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.

Individual fund transfers for the year ended December 31, 2015 were as follows:

Transfers to general fund from:	
Police fund	\$ 126,732,521
Capital fund	12,815,698
STASC	6,819,569
Nonmajor governmental funds	114,056,944
Suffolk County Ball Park	968,487
Francis S. Gabreski Airport	199,485
Total transfers to general fund	<u>\$ 261,592,704</u>

Transfers to police fund from:	
Capital fund	\$ 132,075
STASC	162,874
Nonmajor governmental funds	36,252,023
Total transfers to police fund	<u>\$ 36,546,972</u>

Transfers to capital fund from:	
General fund	\$ 131,000
Nonmajor governmental funds	8,264,230
Suffolk County Ball Park	1,000,000
Total transfers to capital fund	<u>\$ 9,395,230</u>

Transfers to nonmajor governmental funds from:	
General fund	\$ 16,320,522
Police fund	7,371,097
Capital fund	79,975
STASC	6,760
Nonmajor governmental funds	51,495,806
Francis S. Gabreski Airport	104,143
Total transfers to nonmajor governmental funds	<u>\$ 75,378,303</u>

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SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

Transfers to Francis S. Gabreski Airport from:	
STASC	\$ 14,746
Total transfers to Francis S. Gabreski Airport	<u>\$ 14,746</u>

Transfers to John J. Foley Skilled Nursing Facility from:	
General fund	\$ 9,556,899
Total transfers to John J. Foley Skilled Nursing Facility	<u>\$ 9,556,899</u>

As of December 31, 2015, all Foley account balances were closed and transferred to the County. The carrying value of Foley's building was transferred to the County and reported in the Government-wide statements in the amount of \$11.5 million.

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.

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, 2015:

<u>Years Ending</u> <u>December 31</u>	<u>Amount</u>
2016	\$ 20,015,409
2017	18,706,260
2018	17,697,555
2019	17,149,641
2020	17,155,072
2021-2025	59,009,237
2026-2030	20,315,511
Thereafter	6,992,305
Total	<u>\$ 177,040,990</u>

Rent expenditures for the year ended December 31, 2015 approximated \$23,015,986.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

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>
2016	\$ 492,900
2017	492,900
2018	<u>82,150</u>
Total minimum lease payments	1,067,950
Less: Imputed interest	<u>21,919</u>
Present value of future minimum lease payments	<u><u>\$ 1,046,031</u></u>

Assets acquired from the aforementioned capital lease are recorded on the County's financial statements in the amount of \$4,680,000 which represents net book value as of December 31, 2015.

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 \$3,056,808,373. During the year, general obligation bonds totaling \$105,469,519 were issued.

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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%	\$ 1,044,484,638
Governmental activities-refunding	2.75 - 6.0%	303,268,951
Business-type activities	2.50 - 5.5%	5,884,581
Business-type activities-refunding	3.00 - 5.0%	2,573,152
		<u>\$ 1,356,211,322</u>

As of December 31, 2015, all general obligation bonds under governmental-type activities related to capital improvement loans made by the County to several hospitals have been defeased. 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 2015, the County received reimbursements of \$105,018, satisfying the County's receivables related to these agreements.

Additionally, \$8,457,733 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.

Annual debt service requirements to maturity for general obligation bonds, including advanced refunding debt, are as follows:

Year Ending December 31	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2016	\$ 134,645,194	\$ 48,339,030	\$ 828,894	\$ 307,440
2017	126,039,552	43,491,165	831,834	278,596
2018	119,212,639	39,138,224	705,025	249,272
2019	101,748,821	34,790,003	719,790	220,502
2020	98,992,166	31,000,356	589,762	194,681
2021-2025	473,907,344	102,211,359	2,998,444	639,091
2026-2030	263,017,666	23,484,507	1,643,060	142,410
2031-2035	30,190,207	1,877,902	140,924	8,960
Total	<u>\$ 1,347,753,589</u>	<u>\$ 324,332,546</u>	<u>\$ 8,457,733</u>	<u>\$ 2,040,952</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 \$138,996,450. During the year, general obligation bonds totaling \$5,340,274 were issued.

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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 \$58,888,664 at August 31, 2015 and such serial bonds were issued with interest rates that ranged from 2.0 percent to 5.0 percent.

Annual principal and interest requirements to service all College debt outstanding as of August 31, 2015 are as follows:

	General Obligations	Interest	Total
Year ending August 31:			
2016	\$ 5,393,954	\$ 2,152,106	\$ 7,546,060
2017	5,402,390	1,920,348	7,322,738
2018	4,911,709	1,710,772	6,622,481
2019	4,753,506	1,516,256	6,269,762
2020	4,581,207	1,330,756	5,911,963
2021-2025	18,606,614	4,396,650	23,003,264
2026-2030	11,216,119	1,637,415	12,853,534
2031-2035	4,023,165	343,050	4,366,215
	<u>58,888,664</u>	<u>\$ 15,007,353</u>	<u>\$ 73,896,017</u>
Plus: Unamortized premium	455,536		
	<u>\$ 59,344,200</u>		

Advance refundings

On March 12, 2015 and November 16, 2015, the County issued \$174,835,000 in general obligation refunding bonds (of which \$5,531,147 pertains to Suffolk County Community College, a discrete component unit) with an average interest rate of 4.2 percent to advance refund \$184,155,000 (of which \$5,779,065 pertains to Suffolk County Community College) of outstanding general obligation bonds with an average interest rate of 4.47 percent. The net proceeds of \$198,837,465 (after payment of \$1,778,951 in underwriting fees, insurance and other issuance costs) were used to purchase State and Local Government Series securities in the total amount of \$185,042,960. Those securities, in addition to a cash deposit in the amount of \$13,794,504, were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the various refunded bonds. As a result, the various refunded bonds are considered to be defeased and the liability for those bonds has been removed from the government-wide statement of net position.

The advanced refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$14,447,109 (exclusive of the portion related to Suffolk County Community College). This difference reported in the accompanying financial statements (net of issuance costs which are expensed in the current year) as a deferred outflow or inflow of resources and charged to operations through 2028, using the effective interest method. The County completed the advanced refunding to reduce its total debt service payments over the next thirteen years by \$15,982,072 and to obtain an economic gain (difference between present values of the old and new debt service payments) of \$12,013,589.

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In prior years, the County defeased certain general obligation bonds by placing 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 the defeased bonds are not included in the County's financial statements. On December 31, 2015, \$277,780,000 of bonds outstanding is considered defeased.

STASC Tobacco Settlement Asset-Backed Bonds

Tobacco Settlement Asset-Backed Bonds issued in 2008 (Series 2008 Bonds) and 2012 (Series 2012 Bonds) 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 amounts necessary to pay all operating charges. Principal and interest paid on these bonds in 2015 totaled \$18,803,730. Interest on select Series 2008 Bonds and Series 2012 Bonds is excluded from gross income for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code.

Any additional pledged revenues received above the required debt service payments for the Series 2008 Bonds are used to turbo redeem the outstanding bonds. Any additional pledged revenues received above the required debt service payments for the Series 2012 Bonds are transferred to the 2012 Residual Trust.

For the Series 2008 Bonds, pledged revenues consist of a portion of the TSRs equal to 36 percent of the annual payments through December 31, 2012, and 75 percent thereafter and like percentages of any lump sum payment made in lieu of such annual payments. Pledged revenue does not include 100 percent of TSRs representing amounts withheld or deposited in the Disputed Payments Account under the MSA before August 21, 2008, regardless of when such amounts are received. Pledged revenue received in 2015 amounted to \$13,612,565, or 84.9 percent of total principal and interest payments made on the 2008 Series Bonds during the year. The Corporation withdrew \$1,775,076 from the 2008 Senior Liquidity Reserve to pay a portion of the interest payment on the Bonds due on December 1, 2015.

For the Series 2012 Bonds, pledged revenues consist of a portion of the TSRs equal to 64 percent of TSRs through December 31, 2012, 25 percent of TSRs received thereafter and 100 percent of TSRs representing amounts withheld or deposited in the Disputed Payments Account under the MSA before August 21, 2008, regardless of when such amounts are received. Pledged revenue received in 2015 amounted to \$4,537,522, of this amount, \$2,774,161 was used to pay 2012 bond principal and interest and \$1,760,361 was transferred to the residual trust, and \$3,000 was used to pay the 2012 trustee fees.

Payments with respect to the Series 2008 Bonds and Series 2012 Bonds are dependent upon receipt of TSRs. The Series 2008 Bonds are special obligations of the STASC payable solely from the pledged revenues, the 2008 Liquidity Reserve Account, and other funds and accounts under the 2008 indenture. The Series 2012 Bonds are special obligations of the STASC payable solely from the pledged revenues, the 2012 Liquidity Reserve Account, and other funds and accounts under the 2012 indenture. The STASC has no other assets available for the payment of the Series 2008 Bonds and Series 2012 Bonds.

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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, and 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, 2015, are as follows:

Description	Original Date Issued	Original Amount	Interest Rate	Maturity Date	Amount Outstanding
2008A	08/21/08	\$ 9,765,000	4.000 - 5.000%	6/1/12-6/1/18	\$ 4,475,000
2008B (2028)	08/21/08	40,045,000	5.375%	6/1/2028	37,525,000
2008B (2048)	08/21/08	62,295,000	6.000%	6/1/2048	62,295,000
2008C	08/21/08	107,671,781	6.625%	6/1/2044	142,295,000
2008D	08/21/08	13,375,082	8.000%	6/1/2048	23,832,130
2012A	03/29/12	3,740,000	1.830 - 3.320%	6/1/13-6/1/16	615,000
2012B	03/29/12	34,635,000	4.000 - 5.000%	6/1/16-6/1/37	34,635,000
Premiums					617,669
Unamortized discounts					(2,990,981)
Total					<u><u>\$ 303,298,818</u></u>

The following table summarizes the STASC’s estimated future debt service requirements as of December 31, 2015 based on future projected TSRs:

	Principal	Interest	Total Principal and Interest
2016	\$ 1,865,000	17,085,259	\$ 18,950,259
2017	1,910,000	17,003,575	18,913,575
2018	4,235,000	16,862,375	21,097,375
2019	1,450,000	16,727,325	18,177,325
2020	1,495,000	16,653,700	18,148,700
2021-2025	8,220,000	82,136,025	90,356,025
2026-2030	46,290,000	74,993,666	121,283,666
2031-2035	8,370,000	67,810,881	76,180,881
2036-2040	3,415,000	66,003,400	69,418,400
2041-2045	107,671,781	86,306,373	193,978,154
2046-2048	75,670,082	298,978,428	374,648,510
	<u><u>\$ 260,591,863</u></u>	<u><u>\$ 760,561,007</u></u>	<u><u>\$ 1,021,152,870</u></u>

JFA Lease Revenue Bonds

Lease Revenue Bonds issued in 2013 for the purchase of the County’s H. Lee Dennison building are secured by a pledge of net revenues (defined as revenues other than the Administrative Rent and Supplemental Rent paid by Suffolk County pursuant to Section 3.3 of the lease agreement with Suffolk County) and, except as otherwise provided in Section 5.02 of the Lease Revenue Bond Agreement, all funds and accounts established, other than the Operating Fund, the Contingency Fund and the Arbitrage Rebate Fund, are pledged to the Trustee (the bank or trust company appointed as trustee for the bonds) as security for the payment of the principal and redemption price of and interest on the bonds and as security for

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the performance of any other obligation of JFA in accordance with the provisions of the Lease Revenue Bond Agreement.

The Series 2013 Bonds maturing prior to November 1, 2024 are not subject to redemption prior to maturity. The Series 2013 bonds maturing on or after November 1, 2024 are subject to redemption prior to maturity on or after November 1, 2023, in any order at the option of JFA, as a whole or in part at any time, at the redemption price equal to 100 percent of the principal amount of Series 2013 bonds to be redeemed, plus accrued interest, if any, to the redemption date.

The Series 2013 Bonds maturing on November 1, 2033 are subject to mandatory redemption prior to maturity, in part, on each November 1 of the years and in the respective principal amounts set forth below, at the redemption price equal to 100 percent of the principal amount thereof being redeemed plus accrued interest to the redemption date, from mandatory sinking fund installments which are required to be made in amounts sufficient to redeem on November 1 of each year the principal amount of such Series 2013 bonds for each of the years shown below:

<u>Year</u>	<u>Amount</u>
2028	\$ 4,035,000
2029	4,235,000
2030	4,450,000
2031	4,670,000
2032	4,905,000
2033	5,150,000

JFA's bonds outstanding at December 31, 2015 consisted of Lease Revenue Serial Bonds, Series 2013, and Lease Revenue Term Bonds, Series 2013 in the amount of \$37,230,000 and \$27,445,000 respectively and are reported net of bond premiums of \$818,616. Bond principal payments are due annually on November 1 and interest payable semi-annually on May 1 and November 1.

The following table summarized the JFA's estimated future debt service requirement for bonds payable at December 31, 2015:

Year	Principal	Interest Rate	Interest	Total Debt Service
2016	\$ 2,395,000	5.000%	\$ 3,009,793	\$ 5,404,793
2017	2,515,000	5.000%	2,890,044	5,405,044
2018	2,640,000	5.000%	2,764,294	5,404,294
2019	2,775,000	5.000%	2,632,294	5,407,294
2020	2,915,000	5.000%	2,493,544	5,408,544
2021-2025	16,420,000	3.375 to 5.000%	10,612,643	27,032,643
2026-2030	20,290,000	4.250 to 5.000%	6,741,650	27,031,650
2031-2033	14,725,000	5.000%	1,496,500	16,221,500
	<u>64,675,000</u>		<u>\$ 32,640,762</u>	<u>\$ 97,315,762</u>
Plus: Unamortized premium	818,616			
	<u>\$ 65,493,616</u>			

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Changes in long-term liabilities

Long-term liability activity for the year ended December 31, 2015 was as follows:

Governmental activities	Beginning Balance	Additions	Reductions	Ending Balance	Due within one Year
Bonds payable:					
General obligation debt	\$ 1,200,484,121	\$ 105,469,519	\$ 261,469,002	\$ 1,044,484,638	\$ 102,664,690
Advanced refunding debt	174,459,238	167,618,831	38,809,118	303,268,951	31,981,450
STASC bonds	262,241,863	-	1,650,000	260,591,863	1,865,000
Plus accreted interest	43,280,863	1,799,404	-	45,080,267	-
Plus premium	646,510	-	28,841	617,669	28,841
Less unamortized deferred discount	3,146,676	-	155,695	2,990,981	155,695
Lease revenue bonds	66,960,000	-	2,285,000	64,675,000	2,395,000
Plus premium	864,422	-	45,806	818,616	45,806
Total bonds payable	<u>1,745,790,341</u>	<u>274,887,754</u>	<u>304,132,072</u>	<u>1,716,546,023</u>	<u>138,825,092</u>
Accumulated vacation and sick leave	450,157,372	44,459,348	23,347,354	471,269,366	20,507,107
Estimated liability for claims	607,226,636	68,093,632	39,081,998	636,238,270	38,328,321
Other postemployment benefits other than pensions	2,321,120,000	388,900,000	124,520,000	2,585,500,000	-
Capital leases	1,513,749	-	467,718	1,046,031	477,159
Net pension liability	-	110,071,037	-	110,071,037	-
Due to NYS retirement system	186,944,895	59,795,324	24,306,282	222,433,937	30,494,139
Governmental activities Long-term liabilities	<u>\$ 5,312,752,993</u>	<u>\$ 946,207,095</u>	<u>\$ 515,855,424</u>	<u>\$ 5,743,104,664</u>	<u>\$ 228,631,818</u>
Business-type activities					
Bonds payable:					
Francis S. Gabreski Airport	\$ 8,062,251	\$ 1,386,696	\$ 1,769,378	\$ 7,679,569	\$ 570,413
Suffolk County Ball Park	1,063,929	530,826	816,591	778,164	258,481
Total bonds payable	<u>9,126,180</u>	<u>1,917,522</u>	<u>2,585,969</u>	<u>8,457,733</u>	<u>828,894</u>
Accumulated vacation and sick leave	-	-	-	-	-
Other postemployment benefits other than pensions	2,260,000	252,000	12,000	2,500,000	-
Net pension liability	-	59,125	-	59,125	-
Business-type activities Long-term liabilities	<u>\$ 11,386,180</u>	<u>\$ 2,228,647</u>	<u>\$ 2,597,969</u>	<u>\$ 11,016,858</u>	<u>\$ 828,894</u>

(Continued)

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Component units	Beginning Balance	Additions	Reductions	Ending Balance	Due within one Year
County general obligation bonds (Comm. College)	\$ 60,180,631	\$ 5,416,773	\$ 6,253,204	\$ 59,344,200	\$ 5,393,954
Total bonds payable	60,180,631	5,416,773	6,253,204	59,344,200	5,393,954
Accumulated vacation and sick leave	30,681,983	908,086	19,233	31,570,836	3,086,315
Other postemployment benefits other than pensions	240,764,537	61,193,200	25,065,159	276,892,578	-
Capital lease	-	218,845	27,278	191,567	57,814
Net pension liability	-	4,655,704	-	4,655,704	-
Mortgage payable	3,309,086	-	3,253,086	56,000	56,000
Due to NYS Retirement System	1,260,592	-	167,553	1,093,039	1,093,039
Building loan	11,614,779	2,635,707	-	14,250,486	-
Prepetition claims	13,955,905	-	621,494	13,334,411	-
Other long-term debt	300,209	611,685	-	911,894	-
Component units Long-term liabilities	<u>\$ 362,067,722</u>	<u>\$ 75,640,000</u>	<u>\$ 35,407,007</u>	<u>\$ 402,300,715</u>	<u>\$ 9,687,122</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, 2015 was as follows:

	Beginning Balance	Issued	Redeemed	Ending Balance
Tax anticipation notes	\$ 410,000,000	\$ 410,000,000	\$ 410,000,000	\$ 410,000,000
Delinquent tax anticipation notes	100,000,000	100,000,000	100,000,000	100,000,000
Revenue anticipation notes	85,000,000	55,000,000	85,000,000	55,000,000
Public improvement bond anticipation notes	-	31,675,403	-	31,675,403
Governmental activities short-term debt	<u>\$ 595,000,000</u>	<u>\$ 596,675,403</u>	<u>\$ 595,000,000</u>	<u>\$ 596,675,403</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).

Revenue anticipation notes were issued during 2015 in anticipation of 2015 Federal and State aid revenue receipts.

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

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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 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 12/31/2014	Year ended 12/31/2015
Unpaid claims, beginning of fiscal year	\$ 584,067,873	\$ 607,226,636
Incurred claims (including IBNRs)	49,444,485	48,399,754
Changes in the estimate for claims of prior years	11,288,922	19,693,878
Claim payments	(37,574,644)	(39,081,998)
Unpaid claims, end of fiscal year	<u>\$ 607,226,636</u>	<u>\$ 636,238,270</u>

B. Subsequent events

On April 8, 2016, the County issued \$45,000,000 Revenue Anticipation Notes (RAN). The RANs were issued in anticipation of the receipt of certain revenues expected to be received by the County from State and Federal aid. The interest rate on the RANs range from 2 percent to 3 percent and mature on March 24, 2017.

On April 15, 2016, the County issued \$18,957,221 Bond Anticipation Notes (BAN) as part of a five year plan to finance the cost of a 2012 arbitration award ordered by the State of New York Public Employment Relations Board in favor of the Suffolk County Correction Officers Association, Inc.

On April 20, 2016, Suffolk County issued \$82,820,000 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 in the amount of \$6.3 million and \$5.2 million, respectively. The interest rates on the refunded bonds, ranged from 4 percent to 4.25 percent and the interest rates on the refunding bonds range from 2.75 percent to 5 percent.

On June 28, 2016, Suffolk County issued \$49,150,000 Public Improvement Serial Bonds. The proceeds will be used to provide additional original or original project financing for numerous public improvement projects. The interest rates on the bonds range from 2 percent to 3 percent. Bonds mature in varying amounts on June 15 of years 2017 through 2032.

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 post-employment benefits

The County provides other post-employment health benefits (OPEB) for all of its employees through a single employer defined benefit healthcare plan. 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 (\$104.90 per month for 2015). 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

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cost of retirees' healthcare benefit on a pay-as-you-go basis, which amounted to \$124.64 million for 2015.

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. The 2015 OPEB obligation reflects the County's understanding of the Federal Affordable Care Act in its current form as applicable regulations have not yet been released on the high cost plan excise tax provision.

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	\$ 427.34
Contributions Made	124.64
Increase in net OPEB	302.70
Interest on net OPEB obligation	104.55
Adjustment to annual required contribution	(142.63)
Net OPEB obligation - beginning of year	2,323.38
Net OPEB obligation - end of year	\$ 2,588.00

The County's annual OPEB cost, the percentage of annual OPEB cost, contributed to the Plan, and the net OPEB obligation for 2013, 2014, and 2015 were as follows (dollar amounts in millions):

Fiscal Year <u>Ended</u>	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB <u>Obligation</u>
12/31/2013	\$408.27	26.8%	\$2,019.91
12/31/2014	\$419.70	27.7%	\$2,323.38
12/31/2015	\$389.26	32.0%	\$2,588.00

Funded status and funding progress. As of December 31, 2015, actuarial accrued liability for benefits was \$4.879 billion and was equal to the unfunded actuarial accrued liability (UAAL). The covered payroll (annual payroll of active employees covered by the Plan) was \$872.59 million and the ratio of UAAL to the covered payroll was 559 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, 2015, 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 8.5 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 system and pension plans

1. New York State and Local Retirement System

The primary government and the Suffolk Community College (College), a discretely presented component unit of the County participate in the New York State and Local Employees' Retirement System (ERS) and the New York State and Local Police and Fire Retirement System (PFRS) which are collectively referred to as New York State and Local Retirement System (the System). These are cost-sharing multiple-employer defined benefit retirement systems. The net position of the System is held in the New York State Common Retirement Fund (the Fund), which was established to hold all net assets and record changes in fiduciary net position allocated to the System. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the System. System benefits are established under the provisions of the New York State Retirement and Social Security Law (RSSL). Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The County also participates in the Public Employees' Group Life Insurance Plan (GLIP), which provides death benefits in the form of life insurance. The System is included in the State's financial report as a pension trust fund. That report may be found at www.osc.state.ny.us/retire/publications/index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

Benefits Provided

The System provides retirement benefits as well as death and disability benefits.

Tiers 1 and 2

Eligibility: Tier 1 members, with the exception of those retiring under special retirement plans, must be at least age 55 to be eligible to collect a retirement benefit. There is no minimum service requirement for Tier 1 members. Tier 2 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. The age at which full benefits may be collected for Tier 1 is 55, and the full benefit age for Tier 2 is 62.

Benefit Calculation: Generally, the benefit is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If the member retires with 20 or more years of service, the benefit is 2 percent of final average salary for each year of service. Tier 2 members with five or more years of service can retire as early as age 55 with reduced benefits. Tier 2 members age 55 or older with 30 or more years of service can retire with no reduction in benefits. As a result of Article 19 of the RSSL, Tier 1 and Tier 2 members who worked continuously from April 1, 1999 through October 1, 2000 received an additional month of service credit for each year of credited service they have at retirement, up to a maximum of 24 additional months.

Final average salary is the average of the wages earned in the three highest consecutive years. For Tier 1 members who joined on or after June 17, 1971, each year of final average salary is limited to no more than 20 percent of the previous year. For tier 2 members, each year of final average salary is limited to no more than 20 percent of the average of the previous two years.

Tiers 3, 4, and 5

Eligibility: Tier 3 and 4 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. Tier 5 members, with the exception of those retiring under special retirement plans, must have ten years of service and be at least age 55 to be eligible to collect a retirement benefit. The full benefit age for Tiers 3, 4, and 5 is 62.

Benefit Calculation: Generally, the benefit is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If a member retires with between 20 and 30 years of service, the benefit is 2 percent of final average salary for each year of service. If a member retires with more than 30 years of service, an additional benefit of 1.5 percent of final average salary is applied for each year of service over 30 years. Tier 3 and 4 members with five or more years of service and Tier 5 members with ten or more years of service can retire as early as age 55 with reduced benefits. Tier 3 and 4 members age 55 or older with 30 or more years of service can retire with no reduction in benefits.

Final average salary is the average of the wages earned in the three highest consecutive years. For Tier 3, 4 and 5 members, each year of final average salary is limited to no more than 10 percent of the average of the previous two years.

Tier 6

Eligibility: Tier 6 members, with the exception of those retiring under special retirement plans, must have ten years of service and be at least age 55 to be eligible to collect a retirement benefit. The full benefit age for Tier 6 is 63 for ERS members and 62 for PFRS members.

Benefit Calculation: Generally, the benefit is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If a member retires with 20 years of service, the benefit is 1.75 percent of final average salary for each year of service. If a member retires with more than 20 years of service, an additional benefit of 2 percent of final average salary is applied for each year of service over 20 years. Tier 6 members with ten or more years of service can retire as early as age 55 with reduced benefits.

Final average salary is the average of the wages earned in the five highest consecutive years. For Tier 6 members, each year of final average salary is limited to no more than 10 percent of the average of the previous four years.

Special Plans

The 25-Year Plans allow a retirement after 25 years of service with a benefit of one-half of final average salary, and the 20-Year Plans allow a retirement after 20 years of service with a benefit of one-half of final average salary. These plans are available to certain PFRS members, sheriffs, and correction officers.

Ordinary Disability Benefits

Generally, ordinary disability benefits, usually one-third of salary, are provided to eligible members after ten years of service; in some cases, they are provided after five years of service.

Accidental Disability Benefits

For all eligible Tier 1 and Tier 2 ERS and PFRS members, the accidental disability benefit is a pension of 75 percent of final average salary, with an offset for any Workers' Compensation benefits received. The benefit for eligible Tier 3, 4, 5 and 6 members is the ordinary disability benefit with the years-or-service eligibility requirement dropped.

Ordinary Death Benefits

Death benefits are payable upon the death, before retirement, of a member who meets eligibility requirements as set forth by law. The first \$50,000 of an ordinary death benefit is paid in the form of group term life insurance. The benefit is generally three times the member's annual salary. For most members, there is also a reduced post-retirement ordinary death benefit available.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

Post-Retirement Benefit Increases

A cost-of-living adjustment is provided annually to: (i) all pensioners who have attained age 62 and have been retired for five years; (ii) all pensioners who have attained age 55 and have been retired for ten years; (iii) all disability pensioners, regardless of age, who have been retired for five years; (iv) ERS recipients of an accidental death benefit, regardless of age, who have been receiving such benefit for five years and (v) the spouse of a deceased retiree receiving a lifetime benefit under an option elected by the retiree at retirement. An eligible spouse is entitled to one-half the cost-of-living adjustment amount that would have been paid to the retiree when the retiree would have met the eligibility criteria. This cost-of-living adjustment is a percentage of the annual retirement benefit of the eligible member as computed on a base benefit amount not to exceed \$18,000 of the annual retirement benefit. The cost-of-living percentage shall be 50 percent of the annual Consumer Price Index as published by the U.S. Bureau of Labor, but cannot be less than 1 percent or exceed 3 percent.

Contributions

The System is noncontributory except for employees who joined the New York State and Local Employees' Retirement System after July 27, 1976, who contribute 3 percent of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010 (ERS) or January 9, 2010 (PFRS) who generally contribute 3 percent of their salary for their entire length of service. For tier 6 members, the contribution rate varies from 3 percent to 6 percent depending on salary. Generally, Tier 5 and 6 members are required to contribute for all years of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the Systems' fiscal year ending March 31st. The County reports contributions to the System on an accrual basis for the fiscal year ending December 31st. Contributions for the current year and two preceding years were equal to 100 percent of the contributions required, and were as follows (in thousands):

	<u>ERS</u>		<u>PFRS</u>	
	Primary		Primary	
	Government	College	Government	
2015	\$ 94,012	\$ 6,653	\$ 83,713	
2014	100,054	5,744	78,820	
2013	74,301	4,623	75,746	

Contribution Stabilization Programs

Chapter 57 of the Laws of 2010 of the State of New York allows local employers to amortize a portion of their retirement bill for 10 years in accordance with the following stipulations:

- For State fiscal year 2010-11, the amount in excess of the graded rate of 9.5 percent of employees' covered pensionable salaries, with the first payment of those pension costs not due until the fiscal year succeeding that fiscal year in which the amortization was instituted.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

- For subsequent State fiscal years, the graded rate will increase or decrease by up to one percent depending on the gap between the increase or decrease in the System’s average rate and the previous graded rate.
- For subsequent State fiscal years in which the System’s average rates are lower than the graded rates, the employer will be required to pay the graded rate. Any additional contributions made will first be used to pay off existing amortizations, and then any excess will be deposited into a reserve account and will be used to offset future increases in contribution rates.

Chapter 57 of the Laws of 2013 of the State of New York established an alternative to the original contribution stabilization program of 2010, allowing local employers to amortize a portion of their retirement bill for 12 years in accordance with the stipulations above with the following exceptions:

- The graded rate under the laws of 2013 will remain constant for the first two State fiscal years and will move by 0.5 percent per year thereafter.
- These laws require participating employers to make payments on a current basis, while amortizing existing unpaid amounts relating to the System’s fiscal years when the local employer opts to participate in the program. The total unpaid liability at the end of the fiscal year was \$222,433,937.
- Chapter 105 of the Laws of 2010 of the State of New York authorizes local governments to make available a retirement benefit incentive program with an estimated total cost of \$19,105,530 of which \$3,821,106 was charged to expenditures in the governmental funds in the current fiscal year. The cost of the program will be billed and paid over five years beginning February 1, 2012.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2015, the County reported a liability for its proportionate share of the net pension liability as follows (in thousands):

	ERS	PFRS	Total
Primary Government	\$ 84,463	\$ 25,667	\$ 110,130
Community College	4,656	-	4,656

The net pension liability was measured as of March 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County’s proportion of the net pension liability was based on a projection of the County’s long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

At December 31, 2015, the County’s proportion was 2.64 percent and 9.32 percent for ERS and PFRS respectively.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

For the year ended December 31, 2015, the County recognized pension expense of \$76,751,140 and \$61,206,430 for the primary government for ERS and PFRS, respectively. For the year ended August 31, 2015, the College recognized pension expense of \$4,230,641 for ERS. At December 31, 2015, the County reported deferred outflows of resources related to pensions from the following sources (in thousands):

	Deferred Outflows of Resources			
	ERS		PFRS	
	Primary Government	College*	Primary Government	Total Primary Government
Differences between expected and actual experience	\$ 2,704	\$ 149	\$ 3,095	\$ 5,799
Changes of assumptions	-	-	-	-
Net difference between projected and actual earnings on pension plan investments	14,670	809	8,618	23,288
Changes in proportion and differences between contributions and proportionate share of contributions	1,247	69	8,436	9,683
Contributions subsequent to the measurement date	68,273	2,543	70,974	139,247
Total deferred outflows of resources	\$ 86,894	\$ 3,570	\$ 91,123	\$ 178,017

* As of August 31, 2015

Amounts reported above as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2016. Other amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows (in thousands):

	ERS		PFRS		Total Primary Government
	Primary Government	College	Primary Government	Primary Government	
Year ended December 31:					
2016	\$ 4,655	\$ 257	\$ 4,461	\$ 4,461	\$ 9,116
2017	4,655	257	4,461	4,461	9,116
2018	4,655	257	4,461	4,461	9,116
2019	4,655	257	4,461	4,461	9,116
2020	-	-	2,306	2,306	2,306

Actuarial Assumptions

The total pension liability at March 31, 2015 was determined by using an actuarial valuation as of April 1, 2014, with update procedures used to roll forward the total pension liability to March 31, 2015. The actuarial valuation used the following actuarial assumptions:

	ERS	PFRS
Inflation	2.7%	2.7%
Salary Increases	4.9%	6.0%
Investment rate of return (net of investment expense, including inflation)	7.5%	7.5%

Annuitant mortality rates are based on April 1, 2005 – March 31, 2010 System experience with adjustments for mortality improvements based on the Society of Actuaries’ Scale MP-2014.

The actuarial assumptions used in the April 1, 2014 valuation are based on the results of an actuarial experience study for the period April 1, 2005 – March 31, 2010.

The long term expected rate of return on pension plan investments was determined in accordance with Actuarial Standard of Practice (ASOP) No. 27, Selection of Economic Assumptions for Measuring Pension Obligations. ASOP No. 27 provides guidance on the selection of an appropriate assumed investment rate of return. Consideration was given to expected future real rates of return (expected returns, net of pension plan investment expense and inflation) for equities and fixed income as well as historical investment data and plan performance.

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of March 31, 2015 are summarized below:

Asset class	Long-Term expected real rate of return
Domestic equity	7.30%
International equity	8.55%
Private equity	11.00%
Real estate	8.25%
Absolute return strategies	6.75%
Opportunistic portfolio	8.60%
Real assets	8.65%
Bonds and mortgages	4.00%
Cash	2.25%
Inflation-indexed bonds	4.00%

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

Discount rate

The discount rate used to calculate the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the proportionate share of the net pension liability to the discount rate assumption

The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	1 percent Decrease (6.5 percent)	Current Assumption (7.5 percent)	1 percent Increase (8.5 percent)
ERS proportionate share	\$ 594,012	\$ 89,118,228	\$ (337,137)
PFRS proportionate share	341,751	25,667,636	(239,229)

Pension plan fiduciary net position

The components of the current-year net pension liability of the County as of March 31, 2015, were as follows (in thousands):

	Pension Plan's Fiduciary Net Position	County's proportionate share of the Pension Fiduciary Net Position	County's allocation percentage as determined by the Plan
<u>ERS</u>			
Total pension liability	\$ 164,591,504	\$ 4,341,930	2.638004%
Plan net position	(161,213,259)	(4,252,812)	2.638004%
Net pension liability	<u>\$ 3,378,245</u>	<u>\$ 89,118</u>	2.638004%
Ratio of plan net position to the total pension liability	97.9%	97.9%	
<u>PFRS</u>			
Total pension liability	\$ 28,474,417	\$ 2,655,207	9.324886%
Plan net position	(28,199,157)	(2,629,539)	9.324885%
Net pension liability	<u>\$ 275,260</u>	<u>\$ 25,668</u>	9.324885%
Ratio of plan net position to the total pension liability	99.0%	99.0%	

2. New York State Teachers' Retirement System

The College participates in the New York State Teachers' Retirement System (TRS). 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 related 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.

Contributions

TRS provide retirement benefits as well as death and disability benefits. Benefits generally vest after five years of credited services. The NYSRSSL provides that all participants in TRS are jointly and severally liable for any actuarial unfunded amounts. TRS is noncontributory for the employees who joined prior to July 27, 1976. For employees who joined TRS after July 27, 1976 and prior to January 1, 2010, employees contribute 3.5 percent throughout their active membership. For employees who joined after April 1, 2012, employees in TRS contribute 3.5 percent of their salary until April 1, 2013, and then contribute 3 percent to 6 percent of their salary throughout their active membership.

Employer contributions of the plan are as follows:

	<u>TRS</u>
Employer Contributions	(In Thousands)
2015	\$ 4,157
2014	3,015
2013	3,142

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At August 31, 2015, the College reported an asset of \$18,260,059 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2015, and the total pension liability used to calculate the net pension asset was determined by the actuarial valuation as of that date. The College's proportion of the new pension asset was based on a projection of the College's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

At August 31, 2015, the College's proportion was 0.1758000 percent, which was a decrease of .004615 from its proportion measured June 30, 2014.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

For the year ended August 31, 2015, the College recognized pension expense of (\$1,230,929). At August 31 2015 the College reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 506,064
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	5,772,100
Changes in proportion and differences between the College's contributions and proportionate share of contributions	-	188,339
Contributions subsequent to the measurement date	771,542	-
	\$ 771,542	\$ 6,466,503

Of \$771,542, deferred outflows of resources related to the College's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended August 31, 2015.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Plan's Year Ended June 30:	
2016	\$ (2,351,427)
2017	(2,351,427)
2018	(2,351,427)
2019	936,613
2020	(86,392)
Thereafter	(262,443)
	\$ (6,466,503)

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

Actuarial Assumptions

The total pension liability at the June 30, 2015 measurement date was determined by an actuarial valuation as of June 30, 2015. Total pension liability at the June 30, 2014 measurement date, was determined by an actuarial valuation as of June 30, 2013, with update procedures used to roll forward the total pension liability to June 30, 2014. These actuarial valuations used the following actuarial assumptions:

Inflation	3.00 percent															
Projected Salary Increases	Rates of increase differ based on age and gender. They have been calculated based upon recent NYSTRS member experience.															
	<table border="0" style="margin-left: auto; margin-right: auto;"> <tr> <td style="padding-right: 20px;">Age</td> <td style="padding-right: 20px;">Female</td> <td>Male</td> </tr> <tr> <td style="padding-right: 20px;">25</td> <td style="padding-right: 20px;">10.35%</td> <td>10.91%</td> </tr> <tr> <td style="padding-right: 20px;">35</td> <td style="padding-right: 20px;">6.26%</td> <td>6.27%</td> </tr> <tr> <td style="padding-right: 20px;">45</td> <td style="padding-right: 20px;">5.39%</td> <td>5.04%</td> </tr> <tr> <td style="padding-right: 20px;">55</td> <td style="padding-right: 20px;">4.42%</td> <td>4.01%</td> </tr> </table>	Age	Female	Male	25	10.35%	10.91%	35	6.26%	6.27%	45	5.39%	5.04%	55	4.42%	4.01%
Age	Female	Male														
25	10.35%	10.91%														
35	6.26%	6.27%														
45	5.39%	5.04%														
55	4.42%	4.01%														
Projected COLAs	1.625 percent compounded annually															
Investment Rate of Return	8.0 percent compounded annually, net of pension plan investment expense, included inflation.															

Annuitant mortality rates are based on plan member experience, with adjustments for mortality improvements based on society of Actuaries Scale AA.

The actuarial assumptions used in the June 30, 2014 and 2013 valuations were based on the results of an actuarial experience study for the period July 1, 2005 to July 31, 2010.

Best estimates of arithmetic real rates of return for each major asset class included in the Systems target asset allocation as of the valuation date of June 30, 2014 and June 30, 2013 (see the discussion of the pension plan's investment policy) are summarized in the following table:

Asset class	Long-term expected real rate of return	
	2014	2013
Domestic equity	6.5%	7.3%
International equity	7.7%	8.5%
Real estate	4.6%	5.0%
Alternative investments	9.9%	11.0%
Domestic fixed income securities	2.1%	1.5%
Global fixed income securities	1.9%	1.4%
Mortgages	3.4%	3.4%
Short-term	1.2%	0.0%

Note - Real rates of return are net of the long-term inflation assumption of 2.3 percent for 2014.

SUFFOLK COUNTY
Notes to the Financial Statements
December 31, 2015

Discount Rate

The discount rate used to measure the total pension liability was 8 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contributions rates and that contributions from colleges will be made at statutorily required rates, actuarially determined. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of the Net Pension Liability to the Discount Rate Assumption

The following represents the net pension liability (asset) of the College's calculated using the discount rate of 8 percent, as well as what the College's net pension liability (asset) would be if it were calculated using a discount rate of 1-percentage-point lower (7 percent) or 1-percentage-point higher (9 percent) than the current rate:

	1 percent Decrease (7.0 percent)	Current Assumption (8.0 percent)	1 percent Increase (9.0 percent)
Proportionate share of net pension liability (asset)	\$ 1,245,571	\$ (18,260,059)	\$ (34,894,266)

Pension Plan Fiduciary Net Position

The components of the current-year net pension (asset) of the employers as of June 30, 2015, were as follows (in thousands):

	Pension Plan's Fiduciary Net Position	College's proportionate share of Plan's Fiduciary Net Position	College's allocation percentage as determined by the Plan
Total pension liability	\$ 99,332,104	\$ 174,626	0.175800%
Net position	(109,718,917)	(192,886)	0.175800%
Net pension liability (asset)	\$ (10,386,813)	\$ (18,260)	0.175800%
Fiduciary net position as a percentage of total pension liability	110.5%	110.5%	

3. Teachers Insurance and Annuity Association and the College Retirement Equities Fund

The Teachers Insurance and Annuity Association and the College Retirement Equities Fund (TIAA-CREF) is a privately operated contribution retirement plan which provides benefits to certain employees of the College. TIAA-CREF issues 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, 2015

Contributions

TIAA/CREF is a College Optional Retirement Program (ORP) and offers benefits through annuity contracts and provides retirement and death benefits to those employees who elected to participate in the ORP. Benefits are determined by the amount of individual accumulations and the retirement income option selected. All benefits generally vest after the completion of one year of service if the employee is retained thereafter. TIAA/CREF is contributory for employees who joined after July 27, 1976 who contribute 2 to 3 percent of their salary. Employer contributions range from 8 percent to 15 percent depending upon when the employee was hired. Employee contributions are deducted from their salaries and remitted on a current basis to TIAA/CREF.

Employer contributions of the plan are as follows:

	<u>TIAA/CREF</u> (In Thousands)
Employer Contributions	
2015	\$ 5,147
2014	5,139
2013	5,169

The employer contributions are equal to 100 percent of the required contributions.

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 2015, the County made contribution payments in the following amounts to the indicated Benefit Funds:

Suffolk County Municipal Employees Benefit Fund	\$ 10,495,021
Suffolk County Police Benevolent Association Benefit Fund	4,208,920
Suffolk County Police Benevolent Association Legal Fund	50
Suffolk County Police Superior Officers Association Benefit Fund	128,852
Total	<u>\$ 14,832,843</u>

REQUIRED SUPPLEMENTARY INFORMATION

SUFFOLK COUNTY, NEW YORK

Schedule of Funding Progress

Post-Employment Retirement Healthcare Benefit Plan
(amounts 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, 2013	-	\$5,017.76	\$5,017.76	0%	\$829.65	605%
December 31, 2014	-	\$5,149.47	\$5,149.47	0%	\$854.54	603%
December 31, 2015	-	\$4,878.97	\$4,878.97	0%	\$901.26	541%

SUFFOLK COUNTY, NEW YORK

Schedule of Proportionate Share of the Net Pension Liability

New York State and Local Retirement Systems Pension Plan

For Fiscal Year 2015
(amounts in thousands)

	<u>2015</u>
County's proportion of the net pension liability (asset) for ERS	2.64%
County's proportion of the net pension liability (asset) for PFRS	9.32%
County's proportionate share of the net pension liability (asset) for ERS	\$ 89,118
County's proportionate share of the net pension liability (asset) for PFRS	\$ 25,668
County's covered employee payroll for ERS	\$ 516,320
County's covered employee payroll for PFRS	\$ 388,428
County's proportionate share of the net pension liability (assets) as a percentage of its covered employee payroll for ERS	17.26%
County's proportionate share of the net pension liability (assets) as a percentage of its covered employee payroll for PFRS	6.61%
Plan fiduciary net position as a percentage of the total pension liability for ERS	97.90%
Plan fiduciary net position as a percentage of the total pension liability for PFRS	99.00%

SUFFOLK COUNTY, NEW YORK

Schedule of Contributions

New York State and Local Retirement Systems Pension Plan

For Fiscal Years 2006 through 2015*
(amounts In thousands)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Contractually required contribution	\$ 177,725	\$ 178,873	\$ 150,047	\$ 132,439	\$ 125,333	\$ 108,388	\$ 95,949	\$ 106,922	\$ 110,424	\$ 112,518
Contributions in relation to the contractually required contribution	177,725	178,873	150,047	132,439	125,333	108,388	95,949	106,922	110,424	112,518
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
County's covered employee payroll	904,748	**	**	**	**	**	**	**	**	**
Contributions as a percentage of covered employee payroll	20%	**	**	**	**	**	**	**	**	**

*The amounts presented for each year are determined as of the fiscal year ending December 31 on an accrual basis

** Information not available for this time period

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 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.

The Judicial Facilities Agency Fund* is used to account for revenue bonds utilized to finance the H. Lee Dennison building.

The Traffic Violations Bureau Fund was established to facilitate disposition of traffic and parking violations, to provide for an enhanced fine revenue share to the County.

* No activity is budgeted for fiscal 2015. Therefore, no budget to actual schedule is presented.

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

The Suffolk County Landbank Corporation Fund* was created to account for tax delinquent and environmentally contaminated properties acquired and remediated, to be returned to the tax rolls.

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 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 2015. 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 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 $\frac{1}{4}$ 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, the Assessment Stabilization Reserve Fund, and the Sewer Infrastructure Program fund have been reclassified into the Water Quality Protection Reserve Fund. These reserve funds are funded by a portion of $\frac{1}{4}$ percent of sales tax revenues for use in future years to stabilize certain sewer district tax rates, provide grants and loans for sewer infrastructure expansion, preserve water resources, landfill gapping and acquire other environmental properties.

The Suffolk County Water Protection Fund receives $\frac{1}{4}$ 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 2015. 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, 2015

Special Revenue Funds

	<u>Tax Certiorari</u>	<u>Public Safety Communications System E-911</u>	<u>County Road</u>	<u>Handicapped Parking Education</u>	<u>MTA Payroll Tax</u>	<u>Subtotals to page 106</u>
Assets						
Cash and cash equivalents	\$ 456	\$ 497,084	\$ 329	\$ 716,535	\$ 5,962	\$ 1,220,366
Due from:						
New York State and federal sources:						
Programs of assistance	-	-	-	-	-	-
Grants-in-aid	-	38,815	504,255	-	-	543,070
Sales tax	-	-	-	-	-	-
Other funds	1,191,400	16,203,857	13,449,864	12,015	3,834,638	34,691,774
Other receivables	-	1,188,626	743,142	2,025	-	1,933,793
Total assets	<u>\$ 1,191,856</u>	<u>\$ 17,928,382</u>	<u>\$ 14,697,590</u>	<u>\$ 730,575</u>	<u>\$ 3,840,600</u>	<u>\$ 38,389,003</u>
Liabilities						
Accounts payable and accrued liabilities	\$ -	\$ 3,072,176	\$ 2,355,024	\$ -	\$ -	\$ 5,427,200
Contract retainage payable	-	-	-	-	-	-
Notes Payable	-	-	-	-	-	-
Due to other funds	64,392	16,427,864	14,137,758	-	3,838,285	34,468,299
Unearned revenue	-	-	-	-	-	-
Total liabilities	<u>64,392</u>	<u>19,500,040</u>	<u>16,492,782</u>	<u>-</u>	<u>3,838,285</u>	<u>39,895,499</u>
Deferred inflows of resources						
Sale of future tobacco revenues	-	170,186	-	-	-	170,186
Total deferred inflows of resources	<u>-</u>	<u>170,186</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,186</u>
Fund balances (deficits)						
Restricted for:						
General government support	-	-	-	-	2,315	2,315
Public safety	-	-	-	-	-	-
Home and community services	-	-	-	730,575	-	730,575
Debt service	1,127,464	-	-	-	-	1,127,464
Environmental protection	-	-	-	-	-	-
Tourism and recreation	-	-	-	-	-	-
Unassigned	-	(1,741,844)	(1,795,192)	-	-	(3,537,036)
Total fund balances (deficits)	<u>1,127,464</u>	<u>(1,741,844)</u>	<u>(1,795,192)</u>	<u>730,575</u>	<u>2,315</u>	<u>(1,676,682)</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,191,856</u>	<u>\$ 17,928,382</u>	<u>\$ 14,697,590</u>	<u>\$ 730,575</u>	<u>\$ 3,840,600</u>	<u>\$ 38,389,003</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2015

Special Revenue Funds

	<u>Subtotals from page 105</u>	<u>District Court</u>	<u>Judicial Facilities Agency</u>	<u>Traffic Violations Bureau</u>	<u>Suffolk County Landbank Corporation</u>	<u>Hotel Motel Tax Culture and History</u>	<u>Subtotals to page 107</u>
Assets							
Cash and cash equivalents	\$ 1,220,366	\$ 269,048	\$ 846,693	\$ 21,428,095	\$ 259,900	\$ 2,540,328	\$ 26,564,430
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	-	-	-	-
Grants-in-aid	543,070	600,318	-	-	-	-	1,143,388
Sales tax	-	-	-	-	-	-	-
Other funds	34,691,774	4,017,872	-	1,011,602	-	77,244	39,798,492
Other receivables	1,933,793	31,933	-	3,681,962	-	815	5,648,503
Total assets	<u>\$ 38,389,003</u>	<u>\$ 4,919,171</u>	<u>\$ 846,693</u>	<u>\$ 26,121,659</u>	<u>\$ 259,900</u>	<u>\$ 2,618,387</u>	<u>\$ 73,154,813</u>
Liabilities							
Accounts payable and accrued liabilities	\$ 5,427,200	\$ -	\$ -	\$ 3,928,364	\$ 134,830	\$ 1,265,346	\$ 10,755,740
Contract retainage payable	-	-	-	-	-	-	-
Notes Payable	-	-	-	-	-	-	-
Due to other funds	34,468,299	8,065,307	-	22,363,977	-	66,122	64,963,705
Unearned revenue	-	-	-	-	123,557	-	123,557
Total liabilities	<u>39,895,499</u>	<u>8,065,307</u>	<u>-</u>	<u>26,292,341</u>	<u>258,387</u>	<u>1,331,468</u>	<u>75,843,002</u>
Deferred inflows of resources							
Sale of future tobacco revenues	170,186	-	-	-	-	-	170,186
Total deferred inflows of resources	<u>170,186</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,186</u>
Fund balances (deficits)							
Restricted for:							
General government support	2,315	-	846,693	-	-	-	849,008
Public safety	-	-	-	-	-	-	-
Home and community services	730,575	-	-	-	1,513	-	732,088
Debt service	1,127,464	-	-	-	-	-	1,127,464
Environmental protection	-	-	-	-	-	-	-
Tourism and recreation	-	-	-	-	-	1,286,919	1,286,919
Unassigned	(3,537,036)	(3,146,136)	-	(170,682)	-	-	(6,853,854)
Total fund balances (deficits)	<u>(1,676,682)</u>	<u>(3,146,136)</u>	<u>846,693</u>	<u>(170,682)</u>	<u>1,513</u>	<u>1,286,919</u>	<u>(2,858,375)</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 38,389,003</u>	<u>\$ 4,919,171</u>	<u>\$ 846,693</u>	<u>\$ 26,121,659</u>	<u>\$ 259,900</u>	<u>\$ 2,618,387</u>	<u>\$ 73,154,813</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2015

Special Revenue Funds

	Subtotals from page 106	Sewer District #1	Sewer District #2	Sewer District #3	Sewer District #5	Sewer District #6	Subtotals to page 108
Assets							
Cash and cash equivalents	\$ 26,564,430	\$ 12,017	\$ 1,110	\$ 117,661,763	\$ 803,865	\$ 797,373	\$ 145,840,558
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	-	-	-	-
Grants-in-aid	1,143,388	-	-	109,453	-	97,268	1,350,109
Sales tax	-	-	-	-	-	-	-
Other funds	39,798,492	7,161,887	1,924,969	74,144,048	2,019,464	2,186,314	127,235,174
Other receivables	5,648,503	-	-	327,599	-	-	5,976,102
Total assets	<u>\$ 73,154,813</u>	<u>\$ 7,173,904</u>	<u>\$ 1,926,079</u>	<u>\$ 192,242,863</u>	<u>\$ 2,823,329</u>	<u>\$ 3,080,955</u>	<u>\$ 280,401,943</u>
Liabilities							
Accounts payable and accrued liabilities	\$ 10,755,740	\$ 85,418	\$ 3,933	\$ 4,819,142	\$ 85,502	\$ 28,044	\$ 15,777,779
Contract retainage payable	-	-	-	-	-	-	-
Notes Payable	-	-	-	-	-	-	-
Due to other funds	64,963,705	6,770,828	1,725,094	60,120,879	2,535,601	3,093,268	139,209,375
Unearned revenue	123,557	-	-	-	-	-	123,557
Total liabilities	<u>75,843,002</u>	<u>6,856,246</u>	<u>1,729,027</u>	<u>64,940,021</u>	<u>2,621,103</u>	<u>3,121,312</u>	<u>155,110,711</u>
Deferred inflows of resources							
Sale of future tobacco revenues	170,186	-	-	-	-	-	170,186
Total deferred inflows of resources	<u>170,186</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,186</u>
Fund balances (deficits)							
Restricted for:							
General government support	849,008	-	-	-	-	-	849,008
Public safety	-	-	-	-	-	-	-
Home and community services	732,088	317,658	197,052	127,302,842	202,226	-	128,751,866
Debt service	1,127,464	-	-	-	-	-	1,127,464
Environmental protection	-	-	-	-	-	-	-
Tourism and recreation	1,286,919	-	-	-	-	-	1,286,919
Unassigned	(6,853,854)	-	-	-	-	(40,357)	(6,894,211)
Total fund balances (deficits)	<u>(2,858,375)</u>	<u>317,658</u>	<u>197,052</u>	<u>127,302,842</u>	<u>202,226</u>	<u>(40,357)</u>	<u>125,121,046</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 73,154,813</u>	<u>\$ 7,173,904</u>	<u>\$ 1,926,079</u>	<u>\$ 192,242,863</u>	<u>\$ 2,823,329</u>	<u>\$ 3,080,955</u>	<u>\$ 280,401,943</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2015

Special Revenue Funds

	<u>Subtotals from page 107</u>	<u>Sewer District #7</u>	<u>Sewer District #8</u>	<u>Sewer District #9</u>	<u>Sewer District #10</u>	<u>Sewer District #11</u>	<u>Subtotals to page 109</u>
Assets							
Cash and cash equivalents	\$ 145,840,558	\$ -	\$ -	\$ 791,297	\$ 331,697	\$ 950,821	\$ 147,914,373
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	-	-	-	-
Grants-in-aid	1,350,109	3,211	-	-	20,089	5,601	1,379,010
Sales tax	-	-	-	-	-	-	-
Other funds	127,235,174	6,805,815	359,382	339,956	4,141,068	10,507,480	149,388,875
Other receivables	5,976,102	-	-	-	-	-	5,976,102
Total assets	<u>\$ 280,401,943</u>	<u>\$ 6,809,026</u>	<u>\$ 359,382</u>	<u>\$ 1,131,253</u>	<u>\$ 4,492,854</u>	<u>\$ 11,463,902</u>	<u>\$ 304,658,360</u>
Liabilities							
Accounts payable and accrued liabilities	\$ 15,777,779	\$ 142,498	\$ 6,294	\$ 8,130	\$ 60,442	\$ 183,694	\$ 16,178,837
Contract retainage payable	-	-	-	-	-	-	-
Notes Payable	-	-	-	-	-	-	-
Due to other funds	139,209,375	6,511,760	307,756	955,451	3,316,859	11,058,238	161,359,439
Unearned revenue	123,557	-	-	-	-	-	123,557
Total liabilities	<u>155,110,711</u>	<u>6,654,258</u>	<u>314,050</u>	<u>963,581</u>	<u>3,377,301</u>	<u>11,241,932</u>	<u>177,661,833</u>
Deferred inflows of resources							
Sale of future tobacco revenues	170,186	-	-	-	-	-	170,186
Total deferred inflows of resources	<u>170,186</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,186</u>
Fund balances (deficits)							
Restricted for:							
General government support	849,008	-	-	-	-	-	849,008
Public safety	-	-	-	-	-	-	-
Home and community services	128,751,866	154,768	45,332	167,672	1,115,553	221,970	130,457,161
Debt service	1,127,464	-	-	-	-	-	1,127,464
Environmental protection	-	-	-	-	-	-	-
Tourism and recreation	1,286,919	-	-	-	-	-	1,286,919
Unassigned	(6,894,211)	-	-	-	-	-	(6,894,211)
Total fund balances (deficits)	<u>125,121,046</u>	<u>154,768</u>	<u>45,332</u>	<u>167,672</u>	<u>1,115,553</u>	<u>221,970</u>	<u>126,826,341</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 280,401,943</u>	<u>\$ 6,809,026</u>	<u>\$ 359,382</u>	<u>\$ 1,131,253</u>	<u>\$ 4,492,854</u>	<u>\$ 11,463,902</u>	<u>\$ 304,658,360</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2015

Special Revenue Funds

	<u>Subtotals from page 108</u>	<u>Sewer District #12</u>	<u>Sewer District #13</u>	<u>Sewer District #14</u>	<u>Sewer District #15</u>	<u>Sewer District #18</u>	<u>Subtotals to page 110</u>
Assets							
Cash and cash equivalents	\$ 147,914,373	\$ -	\$ 505	\$ 3,508	\$ -	\$ 2,309	\$ 147,920,695
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	-	-	-	-
Grants-in-aid	1,379,010	14	-	796	-	-	1,379,820
Sales tax	-	-	-	-	-	-	-
Other funds	149,388,875	1,700,143	4,385,379	5,597,449	1,552,288	10,297,898	172,922,032
Other receivables	5,976,102	-	501,178	-	-	-	6,477,280
Total assets	<u>\$ 304,658,360</u>	<u>\$ 1,700,157</u>	<u>\$ 4,887,062</u>	<u>\$ 5,601,753</u>	<u>\$ 1,552,288</u>	<u>\$ 10,300,207</u>	<u>\$ 328,699,827</u>
Liabilities							
Accounts payable and accrued liabilities	\$ 16,178,837	\$ 3,027	\$ 26,816	\$ 141,865	\$ 85,227	\$ 38,364	\$ 16,474,136
Contract retainage payable	-	-	-	-	-	-	-
Notes Payable	-	-	-	-	-	-	-
Due to other funds	161,359,439	1,472,541	190,027	5,452,081	1,285,229	10,379,058	180,138,375
Unearned revenue	123,557	-	-	-	-	-	123,557
Total liabilities	<u>177,661,833</u>	<u>1,475,568</u>	<u>216,843</u>	<u>5,593,946</u>	<u>1,370,456</u>	<u>10,417,422</u>	<u>196,736,068</u>
Deferred inflows of resources							
Sale of future tobacco revenues	170,186	-	-	-	-	-	170,186
Total deferred inflows of resources	<u>170,186</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,186</u>
Fund balances (deficits)							
Restricted for:							
General government support	849,008	-	-	-	-	-	849,008
Public safety	-	-	-	-	-	-	-
Home and community services	130,457,161	224,589	4,670,219	7,807	181,832	-	135,541,608
Debt service	1,127,464	-	-	-	-	-	1,127,464
Environmental protection	-	-	-	-	-	-	-
Tourism and recreation	1,286,919	-	-	-	-	-	1,286,919
Unassigned	(6,894,211)	-	-	-	-	(117,215)	(7,011,426)
Total fund balances (deficits)	<u>126,826,341</u>	<u>224,589</u>	<u>4,670,219</u>	<u>7,807</u>	<u>181,832</u>	<u>(117,215)</u>	<u>131,793,573</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 304,658,360</u>	<u>\$ 1,700,157</u>	<u>\$ 4,887,062</u>	<u>\$ 5,601,753</u>	<u>\$ 1,552,288</u>	<u>\$ 10,300,207</u>	<u>\$ 328,699,827</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2015

Special Revenue Funds

	<u>Subtotals from page 109</u>	<u>Sewer District #19</u>	<u>Sewer District #20</u>	<u>Sewer District #21</u>	<u>Sewer District #22</u>	<u>Sewer District #23</u>	<u>Subtotals to page 111</u>
Assets							
Cash and cash equivalents	\$ 147,920,695	\$ 125,350	\$ -	\$ 406,347	\$ 789,744	\$ 1,015,568	\$ 150,257,704
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	-	-	-	-
Grants-in-aid	1,379,820	-	-	-	365	-	1,380,185
Sales tax	-	-	-	-	-	-	-
Other funds	172,922,032	48,819	2,713,149	6,193,075	1,953,432	1,415	183,831,922
Other receivables	6,477,280	-	-	748,319	-	-	7,225,599
Total assets	<u>\$ 328,699,827</u>	<u>\$ 174,169</u>	<u>\$ 2,713,149</u>	<u>\$ 7,347,741</u>	<u>\$ 2,743,541</u>	<u>\$ 1,016,983</u>	<u>\$ 342,695,410</u>
Liabilities							
Accounts payable and accrued liabilities	\$ 16,474,136	\$ 2,568	\$ 67,025	\$ 138,713	\$ 13,020	\$ 567	\$ 16,696,029
Contract retainage payable	-	-	-	-	-	-	-
Notes Payable	-	-	-	-	-	-	-
Due to other funds	180,138,375	113,468	2,464,693	4,871,685	2,557,129	934,295	191,079,645
Unearned revenue	123,557	-	-	-	-	-	123,557
Total liabilities	<u>196,736,068</u>	<u>116,036</u>	<u>2,531,718</u>	<u>5,010,398</u>	<u>2,570,149</u>	<u>934,862</u>	<u>207,899,231</u>
Deferred inflows of resources							
Sale of future tobacco revenues	170,186	-	-	-	-	-	170,186
Total deferred inflows of resources	<u>170,186</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,186</u>
Fund balances (deficits)							
Restricted for:							
General government support	849,008	-	-	-	-	-	849,008
Public safety	-	-	-	-	-	-	-
Home and community services	135,541,608	58,133	181,431	2,337,343	173,392	82,121	138,374,028
Debt service	1,127,464	-	-	-	-	-	1,127,464
Environmental protection	-	-	-	-	-	-	-
Tourism and recreation	1,286,919	-	-	-	-	-	1,286,919
Unassigned	(7,011,426)	-	-	-	-	-	(7,011,426)
Total fund balances (deficits)	<u>131,793,573</u>	<u>58,133</u>	<u>181,431</u>	<u>2,337,343</u>	<u>173,392</u>	<u>82,121</u>	<u>134,625,993</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 328,699,827</u>	<u>\$ 174,169</u>	<u>\$ 2,713,149</u>	<u>\$ 7,347,741</u>	<u>\$ 2,743,541</u>	<u>\$ 1,016,983</u>	<u>\$ 342,695,410</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2015

Special Revenue Funds

	Subtotals from page 110	Sewer District #28	Workforce Investment Revenue	Community Development	Home Investment Partnership	Emergency Shelter Grant	Subtotals to page 112
Assets							
Cash and cash equivalents	\$ 150,257,704	\$ 434,459	\$ 1,323,986	\$ 36,263	\$ 365,812	\$ 39,830	\$ 152,458,054
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	-	-	-	-	-
Grants-in-aid	1,380,185	-	2,019,274	674,607	164,924	80,176	4,319,166
Sales tax	-	-	-	-	-	-	-
Other funds	183,831,922	638,626	1,339,731	442,608	-	-	186,252,887
Other receivables	7,225,599	988	-	-	-	-	7,226,587
Total assets	<u>\$ 342,695,410</u>	<u>\$ 1,074,073</u>	<u>\$ 4,682,991</u>	<u>\$ 1,153,478</u>	<u>\$ 530,736</u>	<u>\$ 120,006</u>	<u>\$ 350,256,694</u>
Liabilities							
Accounts payable and accrued liabilities	\$ 16,696,029	\$ -	\$ 1,341,346	\$ 818,132	\$ 155,356	\$ 79,584	\$ 19,090,447
Contract retainage payable	-	-	-	-	-	-	-
Notes Payable	-	-	-	-	-	-	-
Due to other funds	191,079,645	960,751	4,380,425	1,920,788	375,380	40,422	198,757,411
Unearned revenue	123,557	-	-	-	-	-	123,557
Total liabilities	<u>207,899,231</u>	<u>960,751</u>	<u>5,721,771</u>	<u>2,738,920</u>	<u>530,736</u>	<u>120,006</u>	<u>217,971,415</u>
Deferred inflows of resources							
Sale of future tobacco revenues	170,186	-	-	-	-	-	170,186
Total deferred inflows of resources	<u>170,186</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,186</u>
Fund balances (deficits)							
Restricted for:							
General government support	849,008	-	-	-	-	-	849,008
Public safety	-	-	-	-	-	-	-
Home and community services	138,374,028	113,322	-	-	-	-	138,487,350
Debt service	1,127,464	-	-	-	-	-	1,127,464
Environmental protection	-	-	-	-	-	-	-
Tourism and recreation	1,286,919	-	-	-	-	-	1,286,919
Unassigned	(7,011,426)	-	(1,038,780)	(1,585,442)	-	-	(9,635,648)
Total fund balances (deficits)	<u>134,625,993</u>	<u>113,322</u>	<u>(1,038,780)</u>	<u>(1,585,442)</u>	<u>-</u>	<u>-</u>	<u>132,115,093</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 342,695,410</u>	<u>\$ 1,074,073</u>	<u>\$ 4,682,991</u>	<u>\$ 1,153,478</u>	<u>\$ 530,736</u>	<u>\$ 120,006</u>	<u>\$ 350,256,694</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2015

Special Revenue Funds

	<u>Subtotals from page 111</u>	<u>Neighborhood Stabilization</u>	<u>Medicaid Compliance</u>	<u>Water Quality Protection Reserve</u>	<u>Suffolk County Water Protection</u>	<u>Assets Forfeiture Probation</u>	<u>Subtotals to page 113</u>
Assets							
Cash and cash equivalents	\$ 152,458,054	\$ 23,414	\$ 42	\$ 143,713,327	\$ 35,453,855	\$ 53,584	\$ 331,702,276
Due from:							
New York State and federal sources:							
Programs of assistance	-	-	9,495,539	-	-	-	9,495,539
Grants-in-aid	4,319,166	-	-	-	3,033	-	4,322,199
Sales tax	-	-	-	-	8,184,934	-	8,184,934
Other funds	186,252,887	-	23,681,490	2,137,265	3,221,468	-	215,293,110
Other receivables	7,226,587	-	-	-	-	-	7,226,587
Total assets	<u>\$ 350,256,694</u>	<u>\$ 23,414</u>	<u>\$ 33,177,071</u>	<u>\$ 145,850,592</u>	<u>\$ 46,863,290</u>	<u>\$ 53,584</u>	<u>\$ 576,224,645</u>
Liabilities							
Accounts payable and accrued liabilities	\$ 19,090,447	\$ -	\$ 4,203,018	\$ 512,046	\$ 1,245,569	\$ 3,335	\$ 25,054,415
Contract retainage payable	-	-	-	535,988	-	-	535,988
Notes Payable	-	-	-	-	-	-	-
Due to other funds	198,757,411	23,414	32,032,665	14,139,719	27,754,680	-	272,707,889
Unearned revenue	123,557	-	-	-	-	-	123,557
Total liabilities	<u>217,971,415</u>	<u>23,414</u>	<u>36,235,683</u>	<u>15,187,753</u>	<u>29,000,249</u>	<u>3,335</u>	<u>298,421,849</u>
Deferred inflows of resources							
Sale of future tobacco revenues	170,186	-	-	-	-	-	170,186
Total deferred inflows of resources	<u>170,186</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,186</u>
Fund balances (deficits)							
Restricted for:							
General government support	849,008	-	-	-	-	-	849,008
Public safety	-	-	-	-	-	50,249	50,249
Home and community services	138,487,350	-	-	125,846,982	-	-	264,334,332
Debt service	1,127,464	-	-	-	-	-	1,127,464
Environmental protection	-	-	-	4,815,857	17,863,041	-	22,678,898
Tourism and recreation	1,286,919	-	-	-	-	-	1,286,919
Unassigned	(9,635,648)	-	(3,058,612)	-	-	-	(12,694,260)
Total fund balances (deficits)	<u>132,115,093</u>	<u>-</u>	<u>(3,058,612)</u>	<u>130,662,839</u>	<u>17,863,041</u>	<u>50,249</u>	<u>277,632,610</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 350,256,694</u>	<u>\$ 23,414</u>	<u>\$ 33,177,071</u>	<u>\$ 145,850,592</u>	<u>\$ 46,863,290</u>	<u>\$ 53,584</u>	<u>\$ 576,224,645</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2015

Special Revenue Funds

	<u>Subtotals from page 112</u>	<u>Assets Forfeiture Sheriff</u>	<u>Assets Forfeiture Police</u>	<u>Assets Forfeiture DA</u>	<u>NYS Assets Forfeiture</u>	<u>DWI Asset Seizure</u>	<u>Subtotals to page 114</u>
Assets							
Cash and cash equivalents	\$ 331,702,276	\$ 5,290,185	\$ 5,530,964	\$ 7,948,206	\$ 4,392,414	\$ 1,515,727	\$ 356,379,772
Due from:							
New York State and federal sources:							
Programs of assistance	9,495,539	-	-	-	-	-	9,495,539
Grants-in-aid	4,322,199	-	-	-	-	-	4,322,199
Sales tax	8,184,934	-	-	-	-	-	8,184,934
Other funds	215,293,110	-	59,934	3,832	39,067	6,193	215,402,136
Other receivables	7,226,587	-	165,111	-	-	-	7,391,698
Total assets	<u>\$ 576,224,645</u>	<u>\$ 5,290,185</u>	<u>\$ 5,756,009</u>	<u>\$ 7,952,038</u>	<u>\$ 4,431,481</u>	<u>\$ 1,521,920</u>	<u>\$ 601,176,278</u>
Liabilities							
Accounts payable and accrued liabilities	\$ 25,054,415	\$ 16,773	\$ 137,776	\$ 145,444	\$ -	\$ 42,159	\$ 25,396,567
Contract retainage payable	535,988	-	-	1,466	-	-	537,454
Notes Payable	-	-	-	-	-	-	-
Due to other funds	272,707,889	9,880	795,260	804,563	27,883	347,436	274,692,911
Unearned revenue	123,557	-	-	-	-	-	123,557
Total liabilities	<u>298,421,849</u>	<u>26,653</u>	<u>933,036</u>	<u>951,473</u>	<u>27,883</u>	<u>389,595</u>	<u>300,750,489</u>
Deferred inflows of resources							
Sale of future tobacco revenues	170,186	-	-	-	-	-	170,186
Total deferred inflows of resources	<u>170,186</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,186</u>
Fund balances (deficits)							
Restricted for:							
General government support	849,008	-	-	7,000,565	4,403,598	-	12,253,171
Public safety	50,249	5,263,532	4,822,973	-	-	1,153,262	11,290,016
Home and community services	264,334,332	-	-	-	-	-	264,334,332
Debt service	1,127,464	-	-	-	-	-	1,127,464
Environmental protection	22,678,898	-	-	-	-	-	22,678,898
Tourism and recreation	1,286,919	-	-	-	-	-	1,286,919
Unassigned	(12,694,260)	-	-	-	-	(20,937)	(12,715,197)
Total fund balances (deficits)	<u>277,632,610</u>	<u>5,263,532</u>	<u>4,822,973</u>	<u>7,000,565</u>	<u>4,403,598</u>	<u>1,132,325</u>	<u>300,255,603</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 576,224,645</u>	<u>\$ 5,290,185</u>	<u>\$ 5,756,009</u>	<u>\$ 7,952,038</u>	<u>\$ 4,431,481</u>	<u>\$ 1,521,920</u>	<u>\$ 601,176,278</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2015

	<u>Subtotals from page 113</u>	<u>Capital Projects Funds</u>		<u>Total Nonmajor Governmental Funds</u>
		<u>Capital Sewer</u>	<u>Capital Southwest Sewer</u>	
Assets				
Cash and cash equivalents	\$ 356,379,772	\$ 8,259,402	\$ 29,034,977	\$ 393,674,151
Due from:				
New York State and federal sources:				
Programs of assistance	9,495,539	-	-	9,495,539
Grants-in-aid	4,322,199	-	-	4,322,199
Sales tax	8,184,934	-	-	8,184,934
Other funds	215,402,136	9,361,788	725,000	225,488,924
Other receivables	7,391,698	21,690	52,527	7,465,915
Total assets	<u>\$ 601,176,278</u>	<u>\$ 17,642,880</u>	<u>\$ 29,812,504</u>	<u>\$ 648,631,662</u>
Liabilities				
Accounts payable and accrued liabilities	\$ 25,396,567	\$ 1,779,852	\$ 10,173,471	\$ 37,349,890
Contract retainage payable	537,454	670,957	2,267,612	3,476,023
Notes Payable	-	-	31,675,403	31,675,403
Due to other funds	274,692,911	31,583	138,960	274,863,454
Unearned revenue	123,557	-	-	123,557
Total liabilities	<u>300,750,489</u>	<u>2,482,392</u>	<u>44,255,446</u>	<u>347,488,327</u>
Deferred inflows of resources				
Sale of future tobacco revenues	170,186	-	-	170,186
Total deferred inflows of resources	<u>170,186</u>	<u>-</u>	<u>-</u>	<u>170,186</u>
Fund balances (deficits)				
Restricted for:				
General government support	12,253,171	-	-	12,253,171
Public safety	11,290,016	-	-	11,290,016
Home and community services	264,334,332	15,160,488	-	279,494,820
Debt service	1,127,464	-	-	1,127,464
Environmental protection	22,678,898	-	-	22,678,898
Tourism and recreation	1,286,919	-	-	1,286,919
Unassigned	(12,715,197)	-	(14,442,942)	(27,158,139)
Total fund balances (deficits)	<u>300,255,603</u>	<u>15,160,488</u>	<u>(14,442,942)</u>	<u>300,973,149</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 601,176,278</u>	<u>\$ 17,642,880</u>	<u>\$ 29,812,504</u>	<u>\$ 648,631,662</u>

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2015

Special Revenue Funds

	Tax Certiorari	Public Safety Communications System E-911	County Road	Handicapped Parking Education	MTA Payroll Tax	Subtotals to page 116
Revenues						
Real property taxes	\$ -	\$ -	\$ -	\$ -	\$ 2,877,208	\$ 2,877,208
Sales and use tax	-	7,221,420	-	-	-	7,221,420
New York State aid	-	168,290	6,366,140	-	-	6,534,430
Federal aid	-	38,815	551,624	-	-	590,439
Licenses, permits, fines, fees, etc.	-	-	9,969,887	35,530	-	10,005,417
Interest on investments	2	712	129	2,097	18	2,958
Miscellaneous	-	53,957	20,749	-	-	74,706
Total revenues	<u>2</u>	<u>7,483,194</u>	<u>16,908,529</u>	<u>37,627</u>	<u>2,877,226</u>	<u>27,306,578</u>
Expenditures						
Current:						
General government support	-	-	-	-	-	-
Economic assistance & opportunity	-	-	-	-	-	-
Health	-	-	-	-	-	-
Public safety	-	14,701,225	-	-	-	14,701,225
Culture and recreation	-	-	-	-	-	-
Home and community services	-	-	-	-	-	-
Transportation	-	-	10,666,169	-	-	10,666,169
Employee benefits	-	2,641,755	1,655,815	-	-	4,297,570
Debt service:						
Principal	1,250,041	197,765	-	-	-	1,447,806
Interest and other charges	161,598	117,672	-	-	-	279,270
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>1,411,639</u>	<u>17,658,417</u>	<u>12,321,984</u>	<u>-</u>	<u>-</u>	<u>31,392,040</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,411,637)</u>	<u>(10,175,223)</u>	<u>4,586,545</u>	<u>37,627</u>	<u>2,877,226</u>	<u>(4,085,462)</u>
Other financing sources (uses)						
Serial bonds issued	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-
Interfund transfers in	-	12,984,041	10,593,311	-	-	23,577,352
Interfund transfers out	-	(3,068,601)	(13,617,868)	-	(2,876,554)	(19,563,023)
Total other financing sources (uses)	<u>-</u>	<u>9,915,440</u>	<u>(3,024,557)</u>	<u>-</u>	<u>(2,876,554)</u>	<u>4,014,329</u>
Net changes in fund balances	(1,411,637)	(259,783)	1,561,988	37,627	672	(71,133)
Fund balances (deficits) at beginning of year	2,539,101	(1,482,061)	(3,357,180)	692,948	1,643	(1,605,549)
Fund balances (deficits) at ending of year	<u>\$ 1,127,464</u>	<u>\$ (1,741,844)</u>	<u>\$ (1,795,192)</u>	<u>\$ 730,575</u>	<u>\$ 2,315</u>	<u>\$ (1,676,682)</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)

Year Ended December 31, 2015

Special Revenue Funds

	Subtotals from page 115	District Court	Judicial Facilities Agency	Traffic Violations Bureau	Suffolk County Landbank Corporation	Hotel Motel Tax Culture and History	Subtotals to page 117
Revenues							
Real property taxes	\$ 2,877,208	\$ 6,659,731	\$ -	\$ -	\$ -	\$ -	\$ 9,536,939
Sales and use tax	7,221,420	-	-	-	-	9,659,019	16,880,439
New York State aid	6,534,430	3,470,670	-	-	831,618	-	10,836,718
Federal aid	590,439	-	-	-	-	-	590,439
Licenses, permits, fines, fees, etc.	10,005,417	802,768	5,496,594	48,371,046	-	-	64,675,825
Interest on investments	2,958	1,363	505	90,546	1,525	24,682	121,579
Miscellaneous	74,706	-	-	5	-	72,458	147,169
Total revenues	<u>27,306,578</u>	<u>10,934,532</u>	<u>5,497,099</u>	<u>48,461,597</u>	<u>833,143</u>	<u>9,756,159</u>	<u>102,789,108</u>
Expenditures							
Current:							
General government support	-	-	52,336	12,364,422	-	-	12,416,758
Economic assistance & opportunity	-	-	-	-	-	3,193,819	3,193,819
Health	-	-	-	-	-	-	-
Public safety	14,701,225	-	-	-	-	-	14,701,225
Culture and recreation	-	-	-	-	-	3,160,945	3,160,945
Home and community services	-	-	-	-	831,643	-	831,643
Transportation	10,666,169	-	-	-	-	-	10,666,169
Employee benefits	4,297,570	-	-	449,623	-	175,875	4,923,068
Debt service:							
Principal	1,447,806	132,727	2,330,806	96,335	-	-	4,007,674
Interest and other charges	279,270	68,091	3,078,238	89,213	-	-	3,514,812
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>31,392,040</u>	<u>200,818</u>	<u>5,461,380</u>	<u>12,999,593</u>	<u>831,643</u>	<u>6,530,639</u>	<u>57,416,113</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,085,462)</u>	<u>10,733,714</u>	<u>35,719</u>	<u>35,462,004</u>	<u>1,500</u>	<u>3,225,520</u>	<u>45,372,995</u>
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	23,577,352	-	-	-	-	-	23,577,352
Interfund transfers out	(19,563,023)	(11,607,994)	(77,015)	(35,668,993)	-	(2,883,917)	(69,800,942)
Total other financing sources (uses)	<u>4,014,329</u>	<u>(11,607,994)</u>	<u>(77,015)</u>	<u>(35,668,993)</u>	<u>-</u>	<u>(2,883,917)</u>	<u>(46,223,590)</u>
Net changes in fund balances	(71,133)	(874,280)	(41,296)	(206,989)	1,500	341,603	(850,595)
Fund balances (deficits) at beginning of year	(1,605,549)	(2,271,856)	887,989	36,307	13	945,316	(2,007,780)
Fund balances (deficits) at ending of year	<u>\$ (1,676,682)</u>	<u>\$ (3,146,136)</u>	<u>\$ 846,693</u>	<u>\$ (170,682)</u>	<u>\$ 1,513</u>	<u>\$ 1,286,919</u>	<u>\$ (2,858,375)</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)

Year Ended December 31, 2015

Special Revenue Funds

	Subtotals from page 116	Sewer District #1	Sewer District #2	Sewer District #3	Sewer District #5	Sewer District #6	Subtotals to page 118
Revenues							
Real property taxes	\$ 9,536,939	\$ 861,162	\$ 87,139	\$ 58,263,106	\$ 832,144	\$ 125,912	\$ 69,706,402
Sales and use tax	16,880,439	-	-	-	-	-	16,880,439
New York State aid	10,836,718	-	-	-	-	-	10,836,718
Federal aid	590,439	-	-	80,117	-	17,128	687,684
Licenses, permits, fines, fees, etc.	64,675,825	135,241	627,601	25,200,528	-	439,605	91,078,800
Interest on investments	121,579	1,228	18	144,812	3,010	628	271,275
Miscellaneous	147,169	730	20	366,075	-	-	513,994
Total revenues	<u>102,789,108</u>	<u>998,361</u>	<u>714,778</u>	<u>84,054,638</u>	<u>835,154</u>	<u>583,273</u>	<u>189,975,312</u>
Expenditures							
Current:							
General government support	12,416,758	-	-	54,821	-	-	12,471,579
Economic assistance & opportunity	3,193,819	-	-	-	-	-	3,193,819
Health	-	-	-	-	-	-	-
Public safety	14,701,225	-	-	-	-	-	14,701,225
Culture and recreation	3,160,945	-	-	-	-	-	3,160,945
Home and community services	831,643	494,406	129,304	34,585,649	250,488	224,542	36,516,032
Transportation	10,666,169	-	-	-	-	-	10,666,169
Employee benefits	4,923,068	-	-	4,520,409	-	-	9,443,477
Debt service:							
Principal	4,007,674	35,116	-	2,729,198	146,585	1,126	6,919,699
Interest and other charges	3,514,812	12,245	-	2,078,719	107,586	146	5,713,508
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>57,416,113</u>	<u>541,767</u>	<u>129,304</u>	<u>43,968,796</u>	<u>504,659</u>	<u>225,814</u>	<u>102,786,453</u>
Excess (deficiency) of revenues over (under) expenditures	<u>45,372,995</u>	<u>456,594</u>	<u>585,474</u>	<u>40,085,842</u>	<u>330,495</u>	<u>357,459</u>	<u>87,188,859</u>
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	23,577,352	3,014,773	-	13,399,785	797,294	912,473	41,701,677
Interfund transfers out	(69,800,942)	(3,424,543)	(687,966)	(12,999,024)	(1,195,935)	(1,276,725)	(89,385,135)
Total other financing sources (uses)	<u>(46,223,590)</u>	<u>(409,770)</u>	<u>(687,966)</u>	<u>400,761</u>	<u>(398,641)</u>	<u>(364,252)</u>	<u>(47,683,458)</u>
Net changes in fund balances	(850,595)	46,824	(102,492)	40,486,603	(68,146)	(6,793)	39,505,401
Fund balances (deficits) at beginning of year	(2,007,780)	270,834	299,544	86,816,239	270,372	(33,564)	85,615,645
Fund balances (deficits) at ending of year	<u>\$ (2,858,375)</u>	<u>\$ 317,658</u>	<u>\$ 197,052</u>	<u>\$ 127,302,842</u>	<u>\$ 202,226</u>	<u>\$ (40,357)</u>	<u>\$ 125,121,046</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2015

Special Revenue Funds

	Subtotals from page 117	Sewer District #7	Sewer District #8	Sewer District #9	Sewer District #10	Sewer District #11	Subtotals to page 119
Revenues							
Real property taxes	\$ 69,706,402	\$ 1,598,515	\$ 123,782	\$ 106,765	\$ 1,199,569	\$ 2,472,285	\$ 75,207,318
Sales and use tax	16,880,439	-	-	-	-	-	16,880,439
New York State aid	10,836,718	-	-	-	-	-	10,836,718
Federal aid	687,684	-	-	-	-	-	687,684
Licenses, permits, fines, fees, etc.	91,078,800	328,419	-	970	11,097	740,148	92,159,434
Interest on investments	271,275	2,076	-	1,019	381	1,171	275,922
Miscellaneous	513,994	-	-	-	1,423	-	515,417
Total revenues	189,975,312	1,929,010	123,782	108,754	1,212,470	3,213,604	196,562,932
Expenditures							
Current:							
General government support	12,471,579	-	-	-	-	-	12,471,579
Economic assistance & opportunity	3,193,819	-	-	-	-	-	3,193,819
Health	-	-	-	-	-	-	-
Public safety	14,701,225	-	-	-	-	-	14,701,225
Culture and recreation	3,160,945	-	-	-	-	-	3,160,945
Home and community services	36,516,032	863,175	143,630	50,119	205,240	1,070,627	38,848,823
Transportation	10,666,169	-	-	-	-	-	10,666,169
Employee benefits	9,443,477	-	-	-	-	-	9,443,477
Debt service:							
Principal	6,919,699	152,695	-	33,291	48,214	481,527	7,635,426
Interest and other charges	5,713,508	120,861	-	14,125	14,816	241,463	6,104,773
Capital outlay	-	-	-	-	-	-	-
Total expenditures	102,786,453	1,136,731	143,630	97,535	268,270	1,793,617	106,226,236
Excess (deficiency) of revenues over (under) expenditures	87,188,859	792,279	(19,848)	11,219	944,200	1,419,987	90,336,696
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	41,701,677	6,961	26,363	214,369	59,971	857,588	42,866,929
Interfund transfers out	(89,385,135)	(819,572)	(13,486)	(217,513)	(371,122)	(2,134,066)	(92,940,894)
Total other financing sources (uses)	(47,683,458)	(812,611)	12,877	(3,144)	(311,151)	(1,276,478)	(50,073,965)
Net changes in fund balances	39,505,401	(20,332)	(6,971)	8,075	633,049	143,509	40,262,731
Fund balances (deficits) at beginning of year	85,615,645	175,100	52,303	159,597	482,504	78,461	86,563,610
Fund balances (deficits) at ending of year	\$ 125,121,046	\$ 154,768	\$ 45,332	\$ 167,672	\$ 1,115,553	\$ 221,970	\$ 126,826,341

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)

Year Ended December 31, 2015

Special Revenue Funds

	Subtotals from page 118	Sewer District #12	Sewer District #13	Sewer District #14	Sewer District #15	Sewer District #18	Subtotals to page 120
Revenues							
Real property taxes	\$ 75,207,318	\$ 167,610	\$ 8,724	\$ 145,382	\$ 31,276	\$ 97,299	\$ 75,657,609
Sales and use tax	16,880,439	-	-	-	-	-	16,880,439
New York State aid	10,836,718	-	-	-	-	-	10,836,718
Federal aid	687,684	-	-	-	-	-	687,684
Licenses, permits, fines, fees, etc.	92,159,434	61,902	683,154	1,100,264	219,836	1,545,835	95,770,425
Interest on investments	275,922	449	157	1,162	-	6,423	284,113
Miscellaneous	515,417	-	3,757	7,950	-	6,649	533,773
Total revenues	<u>196,562,932</u>	<u>229,961</u>	<u>695,792</u>	<u>1,254,758</u>	<u>251,112</u>	<u>1,656,206</u>	<u>200,650,761</u>
Expenditures							
Current:							
General government support	12,471,579	-	-	-	-	-	12,471,579
Economic assistance & opportunity	3,193,819	-	-	-	-	-	3,193,819
Health	-	-	-	-	-	-	-
Public safety	14,701,225	-	-	-	-	-	14,701,225
Culture and recreation	3,160,945	-	-	-	-	-	3,160,945
Home and community services	38,848,823	142,144	197,338	704,918	137,830	574,709	40,605,762
Transportation	10,666,169	-	-	-	-	-	10,666,169
Employee benefits	9,443,477	-	-	-	-	-	9,443,477
Debt service:							
Principal	7,635,426	-	-	99,097	-	2,484,959	10,219,482
Interest and other charges	6,104,773	-	-	58,119	-	1,586,520	7,749,412
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>106,226,236</u>	<u>142,144</u>	<u>197,338</u>	<u>862,134</u>	<u>137,830</u>	<u>4,646,188</u>	<u>112,211,870</u>
Excess (deficiency) of revenues over (under) expenditures	<u>90,336,696</u>	<u>87,817</u>	<u>498,454</u>	<u>392,624</u>	<u>113,282</u>	<u>(2,989,982)</u>	<u>88,438,891</u>
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	42,866,929	448,984	-	931,462	210,765	2,859,262	47,317,402
Interfund transfers out	(92,940,894)	(480,142)	(127,262)	(1,433,050)	(396,774)	(100,000)	(95,478,122)
Total other financing sources (uses)	<u>(50,073,965)</u>	<u>(31,158)</u>	<u>(127,262)</u>	<u>(501,588)</u>	<u>(186,009)</u>	<u>2,759,262</u>	<u>(48,160,720)</u>
Net changes in fund balances	40,262,731	56,659	371,192	(108,964)	(72,727)	(230,720)	40,278,171
Fund balances (deficits) at beginning of year	86,563,610	167,930	4,299,027	116,771	254,559	113,505	91,515,402
Fund balances (deficits) at ending of year	<u>\$ 126,826,341</u>	<u>\$ 224,589</u>	<u>\$ 4,670,219</u>	<u>\$ 7,807</u>	<u>\$ 181,832</u>	<u>\$ (117,215)</u>	<u>\$ 131,793,573</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2015

Special Revenue Funds

	Subtotals from page 119	Sewer District #19	Sewer District #20	Sewer District #21	Sewer District #22	Sewer District #23	Subtotals to page 121
Revenues							
Real property taxes	\$ 75,657,609	\$ 3,320	\$ 80,516	\$ -	\$ 28,047	\$ 45,565	\$ 75,815,057
Sales and use tax	16,880,439	-	-	-	-	-	16,880,439
New York State aid	10,836,718	-	-	-	-	-	10,836,718
Federal aid	687,684	-	-	-	-	-	687,684
Licenses, permits, fines, fees, etc.	95,770,425	13,030	1,014,872	2,013,180	563,791	89,700	99,464,998
Interest on investments	284,113	-	482	-	197	1,415	286,207
Miscellaneous	533,773	-	180	-	-	-	533,953
Total revenues	200,650,761	16,350	1,096,050	2,013,180	592,035	136,680	204,505,056
Expenditures							
Current:							
General government support	12,471,579	-	-	-	-	-	12,471,579
Economic assistance & opportunity	3,193,819	-	-	-	-	-	3,193,819
Health	-	-	-	-	-	-	-
Public safety	14,701,225	-	-	-	-	-	14,701,225
Culture and recreation	3,160,945	-	-	-	-	-	3,160,945
Home and community services	40,605,762	11,739	375,805	507,551	152,730	43,999	41,697,586
Transportation	10,666,169	-	-	-	-	-	10,666,169
Employee benefits	9,443,477	-	-	-	-	-	9,443,477
Debt service:							
Principal	10,219,482	-	12,550	128,698	-	40,366	10,401,096
Interest and other charges	7,749,412	-	7,112	53,839	-	28,913	7,839,276
Capital outlay	-	-	-	-	-	-	-
Total expenditures	112,211,870	11,739	395,467	690,088	152,730	113,278	113,575,172
Excess (deficiency) of revenues over (under) expenditures	88,438,891	4,611	700,583	1,323,092	439,305	23,402	90,929,884
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	47,317,402	46,302	1,124,803	371,122	373,226	356,840	49,589,695
Interfund transfers out	(95,478,122)	(37,959)	(1,893,524)	(664,568)	(745,596)	(385,503)	(99,205,272)
Total other financing sources (uses)	(48,160,720)	8,343	(768,721)	(293,446)	(372,370)	(28,663)	(49,615,577)
Net changes in fund balances	40,278,171	12,954	(68,138)	1,029,646	66,935	(5,261)	41,314,307
Fund balances (deficits) at beginning of year	91,515,402	45,179	249,569	1,307,697	106,457	87,382	93,311,686
Fund balances (deficits) at ending of year	\$ 131,793,573	\$ 58,133	\$ 181,431	\$ 2,337,343	\$ 173,392	\$ 82,121	\$ 134,625,993

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)

Year Ended December 31, 2015

Special Revenue Funds

	Subtotals from page 120	Sewer District #28	Workforce Investment Revenue	Community Development	Home Investment Partnership	Emergency Shelter Grant	Subtotals to page 122
Revenues							
Real property taxes	\$ 75,815,057	\$ 6,464	\$ -	\$ -	\$ -	\$ -	\$ 75,821,521
Sales and use tax	16,880,439	-	-	-	-	-	16,880,439
New York State aid	10,836,718	-	1,173,311	-	-	-	12,010,029
Federal aid	687,684	-	10,493,005	2,959,938	1,861,607	320,296	16,322,530
Licenses, permits, fines, fees, etc.	99,464,998	231,327	-	-	-	-	99,696,325
Interest on investments	286,207	-	-	-	-	-	286,207
Miscellaneous	533,953	-	-	2,501	-	-	536,454
Total revenues	<u>204,505,056</u>	<u>237,791</u>	<u>11,666,316</u>	<u>2,962,439</u>	<u>1,861,607</u>	<u>320,296</u>	<u>221,553,505</u>
Expenditures							
Current:							
General government support	12,471,579	-	-	-	-	-	12,471,579
Economic assistance & opportunity	3,193,819	-	8,721,484	-	-	-	11,915,303
Health	-	-	-	-	-	-	-
Public safety	14,701,225	-	-	-	-	-	14,701,225
Culture and recreation	3,160,945	-	-	-	-	-	3,160,945
Home and community services	41,697,586	80,385	-	3,122,356	1,668,229	303,073	46,871,629
Transportation	10,666,169	-	-	-	-	-	10,666,169
Employee benefits	9,443,477	-	1,122,820	122,928	-	-	10,689,225
Debt service:							
Principal	10,401,096	-	-	-	-	-	10,401,096
Interest and other charges	7,839,276	-	-	-	-	-	7,839,276
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>113,575,172</u>	<u>80,385</u>	<u>9,844,304</u>	<u>3,245,284</u>	<u>1,668,229</u>	<u>303,073</u>	<u>128,716,447</u>
Excess (deficiency) of revenues over (under) expenditures	<u>90,929,884</u>	<u>157,406</u>	<u>1,822,012</u>	<u>(282,845)</u>	<u>193,378</u>	<u>17,223</u>	<u>92,837,058</u>
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	49,589,695	204,137	-	210,601	-	-	50,004,433
Interfund transfers out	(99,205,272)	(346,093)	(1,489,078)	(155,705)	(193,378)	(17,223)	(101,406,749)
Total other financing sources (uses)	<u>(49,615,577)</u>	<u>(141,956)</u>	<u>(1,489,078)</u>	<u>54,896</u>	<u>(193,378)</u>	<u>(17,223)</u>	<u>(51,402,316)</u>
Net changes in fund balances	41,314,307	15,450	332,934	(227,949)	-	-	41,434,742
Fund balances (deficits) at beginning of year	93,311,686	97,872	(1,371,714)	(1,357,493)	-	-	90,680,351
Fund balances (deficits) at ending of year	<u>\$ 134,625,993</u>	<u>\$ 113,322</u>	<u>\$ (1,038,780)</u>	<u>\$ (1,585,442)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 132,115,093</u>

(Continued)

SUFFOLK COUNTY, NEW YORK

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)

Year Ended December 31, 2015

Special Revenue Funds

	Subtotals from page 121	Neighborhood Stabilization	Medicaid Compliance	Water Quality Protection Reserve	Suffolk County Water Protection	Assets Forfeiture Probation	Subtotals to page 123
Revenues							
Real property taxes	\$ 75,821,521	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 75,821,521
Sales and use tax	16,880,439	-	-	-	74,147,274	-	91,027,713
New York State aid	12,010,029	-	21,521,073	-	666	-	33,531,768
Federal aid	16,322,530	-	22,489,825	-	6,684	-	38,819,039
Licenses, permits, fines, fees, etc.	99,696,325	-	-	-	-	11,315	99,707,640
Interest on investments	286,207	-	331	142,758	74,522	23	503,841
Miscellaneous	536,454	-	1,118	-	1,548,465	-	2,086,037
Total revenues	<u>221,553,505</u>	<u>-</u>	<u>44,012,347</u>	<u>142,758</u>	<u>75,777,611</u>	<u>11,338</u>	<u>341,497,559</u>
Expenditures							
Current:							
General government support	12,471,579	-	-	53,999	996,839	-	13,522,417
Economic assistance & opportunity	11,915,303	-	23,941,103	5,359,876	-	-	41,216,282
Health	-	-	-	-	1,225,381	-	1,225,381
Public safety	14,701,225	-	-	-	-	40,449	14,741,674
Culture and recreation	3,160,945	-	-	-	2,504,859	-	5,665,804
Home and community services	46,871,629	-	-	511,278	1,644,805	-	49,027,712
Transportation	10,666,169	-	-	-	-	-	10,666,169
Employee benefits	10,689,225	-	6,692,250	-	1,221,637	-	18,603,112
Debt service:							
Principal	10,401,096	-	-	-	9,740,989	-	20,142,085
Interest and other charges	7,839,276	-	-	-	6,532,710	-	14,371,986
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>128,716,447</u>	<u>-</u>	<u>30,633,353</u>	<u>5,925,153</u>	<u>23,867,220</u>	<u>40,449</u>	<u>189,182,622</u>
Excess (deficiency) of revenues over (under) expenditures	<u>92,837,058</u>	<u>-</u>	<u>13,378,994</u>	<u>(5,782,395)</u>	<u>51,910,391</u>	<u>(29,111)</u>	<u>152,314,937</u>
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	50,004,433	-	-	22,743,896	79,974	-	72,828,303
Interfund transfers out	(101,406,749)	-	(10,237,076)	(46,670,825)	(51,745,605)	-	(210,060,255)
Total other financing sources (uses)	<u>(51,402,316)</u>	<u>-</u>	<u>(10,237,076)</u>	<u>(23,926,929)</u>	<u>(51,665,631)</u>	<u>-</u>	<u>(137,231,952)</u>
Net changes in fund balances	41,434,742	-	3,141,918	(29,709,324)	244,760	(29,111)	15,082,985
Fund balances (deficits) at beginning of year	90,680,351	-	(6,200,530)	160,372,163	17,618,281	79,360	262,549,625
Fund balances (deficits) at ending of year	<u>\$ 132,115,093</u>	<u>\$ -</u>	<u>\$ (3,058,612)</u>	<u>\$ 130,662,839</u>	<u>\$ 17,863,041</u>	<u>\$ 50,249</u>	<u>\$ 277,632,610</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2015

Special Revenue Funds

	Subtotals from page 122	Assets Forfeiture Sheriff	Assets Forfeiture Police	Assets Forfeiture DA	NYS Assets Forfeiture	DWI Asset Seizure	Subtotals to page 124
Revenues							
Real property taxes	\$ 75,821,521	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 75,821,521
Sales and use tax	91,027,713	-	-	-	-	-	91,027,713
New York State aid	33,531,768	-	-	-	-	-	33,531,768
Federal aid	38,819,039	-	-	-	-	-	38,819,039
Licenses, permits, fines, fees, etc.	99,707,640	380,823	3,142,219	5,303,956	373,554	494,602	109,402,794
Interest on investments	503,841	1,792	11,136	19,218	237	3,946	540,170
Miscellaneous	2,086,037	-	202	-	-	-	2,086,239
Total revenues	341,497,559	382,615	3,153,557	5,323,174	373,791	498,548	351,229,244
Expenditures							
Current:							
General government support	13,522,417	-	-	3,721,448	279,239	17,406	17,540,510
Economic assistance & opportunity	41,216,282	-	-	-	-	-	41,216,282
Health	1,225,381	-	-	-	-	-	1,225,381
Public safety	14,741,674	510,438	1,916,463	-	-	768,601	17,937,176
Culture and recreation	5,665,804	-	-	-	-	-	5,665,804
Home and community services	49,027,712	-	-	-	-	-	49,027,712
Transportation	10,666,169	-	-	-	-	-	10,666,169
Employee benefits	18,603,112	-	-	-	-	-	18,603,112
Debt service:							
Principal	20,142,085	-	-	-	-	-	20,142,085
Interest and other charges	14,371,986	-	-	-	-	-	14,371,986
Capital outlay	-	-	-	-	-	-	-
Total expenditures	189,182,622	510,438	1,916,463	3,721,448	279,239	786,007	196,396,217
Excess (deficiency) of revenues over (under) expenditures	152,314,937	(127,823)	1,237,094	1,601,726	94,552	(287,459)	154,833,027
Other financing sources (uses)							
Serial bonds issued	-	-	-	-	-	-	-
Premium on serial bonds issued	-	-	-	-	-	-	-
Interfund transfers in	72,828,303	-	-	-	-	-	72,828,303
Interfund transfers out	(210,060,255)	-	-	-	-	-	(210,060,255)
Total other financing sources (uses)	(137,231,952)	-	-	-	-	-	(137,231,952)
Net changes in fund balances	15,082,985	(127,823)	1,237,094	1,601,726	94,552	(287,459)	17,601,075
Fund balances (deficits) at beginning of year	262,549,625	5,391,355	3,585,879	5,398,839	4,309,046	1,419,784	282,654,528
Fund balances (deficits) at ending of year	\$ 277,632,610	\$ 5,263,532	\$ 4,822,973	\$ 7,000,565	\$ 4,403,598	\$ 1,132,325	\$ 300,255,603

(Continued)

SUFFOLK COUNTY, NEW YORK
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Year Ended December 31, 2015

	Subtotals from page 123	Capital Projects Funds		Total Nonmajor Governmental Funds
		Capital Sewer	Capital Southwest Sewer	
Revenues				
Real property taxes	\$ 75,821,521	\$ -	\$ -	\$ 75,821,521
Sales and use tax	91,027,713	-	-	91,027,713
New York State aid	33,531,768	223,560	-	33,755,328
Federal aid	38,819,039	-	-	38,819,039
Licenses, permits, fines, fees, etc.	109,402,794	-	-	109,402,794
Interest on investments	540,170	-	-	540,170
Miscellaneous	2,086,239	-	-	2,086,239
Total revenues	<u>351,229,244</u>	<u>223,560</u>	<u>-</u>	<u>351,452,804</u>
Expenditures				
Current:				
General government support	17,540,510	-	-	17,540,510
Economic assistance & opportunity	41,216,282	-	-	41,216,282
Health	1,225,381	-	-	1,225,381
Public safety	17,937,176	-	-	17,937,176
Culture and recreation	5,665,804	-	-	5,665,804
Home and community services	49,027,712	-	-	49,027,712
Transportation	10,666,169	-	-	10,666,169
Employee benefits	18,603,112	-	-	18,603,112
Debt service:				
Principal	20,142,085	-	-	20,142,085
Interest and other charges	14,371,986	-	-	14,371,986
Capital outlay	-	5,867,291	38,054,177	43,921,468
Total expenditures	<u>196,396,217</u>	<u>5,867,291</u>	<u>38,054,177</u>	<u>240,317,685</u>
Excess (deficiency) of revenues over (under) expenditures	<u>154,833,027</u>	<u>(5,643,731)</u>	<u>(38,054,177)</u>	<u>111,135,119</u>
Other financing sources (uses)				
Serial bonds issued	-	944,752	195,706	1,140,458
Premium on serial bonds issued	-	20,731	4,294	25,025
Interfund transfers in	72,828,303	1,825,000	725,000	75,378,303
Interfund transfers out	(210,060,255)	(164)	(8,584)	(210,069,003)
Total other financing sources (uses)	<u>(137,231,952)</u>	<u>2,790,319</u>	<u>916,416</u>	<u>(133,525,217)</u>
Net changes in fund balances	17,601,075	(2,853,412)	(37,137,761)	(22,390,098)
Fund balances (deficits) at beginning of year	282,654,528	18,013,900	22,694,819	323,363,247
Fund balances (deficits) at ending of year	<u>\$ 300,255,603</u>	<u>\$ 15,160,488</u>	<u>\$ (14,442,942)</u>	<u>\$ 300,973,149</u>

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, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest on investments	\$ -	\$ -	\$ 2	\$ 2
Expenditures				
Current:				
Debt service:				
Principal	1,250,041	1,250,041	1,250,041	-
Interest and other charges	161,593	161,598	161,598	-
Total expenditures	1,411,634	1,411,639	1,411,639	-
Net change in fund balances (budgetary basis)	(1,411,634)	(1,411,639)	(1,411,637)	2
Fund balances (deficits) at beginning (budgetary basis)	2,539,106	2,539,101	2,539,101	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ 1,127,472</u>	<u>\$ 1,127,462</u>	<u>\$ 1,127,464</u>	<u>\$ 2</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 1,127,464
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 1,127,464</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, 2015

	<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				
Sales and use tax	\$ 7,587,752	\$ 7,587,752	\$ 7,221,420	\$ (366,332)
New York State aid	-	168,290	168,290	-
Federal aid	-	-	38,815	38,815
Interest on investments	733	733	712	(21)
Miscellaneous	-	-	53,957	53,957
Total revenues	7,588,485	7,756,775	7,483,194	(273,581)
Expenditures				
Current:				
Public safety:				
Police	15,292,660	15,292,660	14,701,225	591,435
Employee benefits	3,047,174	3,047,174	3,000,544	46,630
Debt service:				
Principal	197,765	197,765	197,765	-
Interest and other charges	117,672	117,672	117,672	-
Total expenditures	18,655,271	18,655,271	18,017,206	638,065
Excess (deficiency) of revenues over (under) expenditures	(11,066,786)	(10,898,496)	(10,534,012)	364,484
Other financing sources (uses)				
Transfers in	14,289,079	14,289,079	12,977,281	(1,311,798)
Transfers out	(3,341,699)	(3,341,699)	(3,068,601)	273,098
Total other financing sources (uses)	10,947,380	10,947,380	9,908,680	(1,038,700)
Net change in fund balances (budgetary basis)	(119,406)	48,884	(625,332)	(674,216)
Fund balances (deficits) at beginning (budgetary basis)	119,406	255,271	255,271	-
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 304,155	\$ (370,061)	\$ (674,216)

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ (370,061)
Less: accrued pension expense	(1,201,597)
Less: accounting for sale of future revenues to STASC	(170,186)
Fund balance at end of year (GAAP basis)	<u>\$ (1,741,844)</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, 2015

	<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				
New York State aid	\$ 6,061,100	\$ 6,061,100	\$ 6,366,140	\$ 305,040
Federal aid	-	-	551,624	551,624
Licenses, permits, fines, fees, etc.	9,763,628	9,763,628	9,969,887	206,259
Interest on investments	160	160	129	(31)
Miscellaneous	42,750	42,750	20,749	(22,001)
Total revenues	<u>15,867,638</u>	<u>15,867,638</u>	<u>16,908,529</u>	<u>1,040,891</u>
Expenditures				
Current:				
Transportation:				
Public works	11,585,159	11,585,159	10,666,169	918,990
Employee benefits	1,892,743	1,892,743	1,809,012	83,731
Total expenditures	<u>13,477,902</u>	<u>13,477,902</u>	<u>12,475,181</u>	<u>1,002,721</u>
Excess (deficiency) of revenues over (under) expenditures	2,389,736	2,389,736	4,433,348	2,043,612
Other financing sources (uses)				
Transfers in	9,790,021	12,193,311	10,593,311	(1,600,000)
Transfers out	(12,384,094)	(12,384,094)	(13,617,868)	(1,233,774)
Total other financing sources (uses)	<u>(2,594,073)</u>	<u>(190,783)</u>	<u>(3,024,557)</u>	<u>(2,833,774)</u>
Net change in fund balances (budgetary basis)	(204,337)	2,198,953	1,408,791	(790,162)
Fund balances (deficits) at beginning (budgetary basis)	<u>204,337</u>	<u>(2,473,711)</u>	<u>(2,473,711)</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ (274,758)</u>	<u>\$ (1,064,920)</u>	<u>\$ (790,162)</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ (1,064,920)
Less: accrued pension expense	<u>(730,272)</u>
Fund balance at end of year (GAAP basis)	<u>\$ (1,795,192)</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, 2015

	<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.	\$ 50,000	\$ 50,000	\$ 35,530	\$ (14,470)
Interest on investments	2,033	2,033	2,097	64
	<u>52,033</u>	<u>52,033</u>	<u>37,627</u>	<u>(14,406)</u>
Expenditures				
Current:				
Home and community services:				
County executive	500,000	500,000	-	500,000
	<u>500,000</u>	<u>500,000</u>	<u>-</u>	<u>500,000</u>
Net change in fund balances (budgetary basis)	(447,967)	(447,967)	37,627	485,594
Fund balances (deficits) at beginning (budgetary basis)	723,898	692,948	692,948	-
	<u>723,898</u>	<u>692,948</u>	<u>692,948</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ 275,931</u>	<u>\$ 244,981</u>	<u>\$ 730,575</u>	<u>\$ 485,594</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 730,575
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 730,575</u>

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, 2015

	<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	\$ 2,875,799	\$ 2,875,799	\$ 2,877,208	\$ 1,409
Interest on investments	-	-	18	18
	<u>2,875,799</u>	<u>2,875,799</u>	<u>2,877,226</u>	<u>1,427</u>
Other financing sources (uses)				
Transfers out	<u>(2,876,554)</u>	<u>(2,876,554)</u>	<u>(2,876,554)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(755)	(755)	672	1,427
Fund balances (deficits) at beginning (budgetary basis)	<u>755</u>	<u>1,643</u>	<u>1,643</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 888</u>	<u>\$ 2,315</u>	<u>\$ 1,427</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 2,315
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 2,315</u>

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, 2015

	<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	\$ 6,652,479	\$ 6,652,479	\$ 6,659,731	\$ 7,252
New York State aid	1,186,000	1,186,000	3,470,670	2,284,670
Licenses, permits, fines, fees, etc.	921,686	921,686	802,768	(118,918)
Interest on investments	3,752	3,752	1,363	(2,389)
	<u>8,763,917</u>	<u>8,763,917</u>	<u>10,934,532</u>	<u>2,170,615</u>
Total revenues				
Expenditures				
Current:				
Debt service:				
Principal	131,839	132,727	132,727	-
Interest and other charges	66,868	68,167	68,091	76
	<u>198,707</u>	<u>200,894</u>	<u>200,818</u>	<u>76</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	8,565,210	8,563,023	10,733,714	2,170,691
Other financing sources (uses)				
Transfers out	(8,565,210)	(8,565,210)	(11,607,994)	(3,042,784)
Net change in fund balances (budgetary basis)	-	(2,187)	(874,280)	(872,093)
Fund balances (deficits) at beginning (budgetary basis)	-	(2,271,856)	(2,271,856)	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ (2,274,043)</u>	<u>\$ (3,146,136)</u>	<u>\$ (872,093)</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ (3,146,136)
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ (3,146,136)</u>

SUFFOLK COUNTY, NEW YORK
Traffic Violations Bureau - Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2015

	<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				
Licenses, permits, fines, fees, etc.	\$ 48,729,265	\$ 48,729,265	\$ 48,371,046	\$ (358,219)
Interest on investments	34,793	34,793	90,546	55,753
Miscellaneous	-	-	5	5
	<u>48,764,058</u>	<u>48,764,058</u>	<u>48,461,597</u>	<u>(302,461)</u>
Expenditures				
Current:				
General government support:				
Law	50,042	109,115	109,114	1
Traffic violations bureau	11,033,809	12,255,309	12,255,308	1
Employee benefits	441,629	455,415	455,413	2
Debt service:				
Principal	96,335	96,335	96,335	-
Interest and other charges	89,213	89,213	89,213	-
	<u>11,711,028</u>	<u>13,005,387</u>	<u>13,005,383</u>	<u>4</u>
Excess (deficiency) of revenues over (under) expenditures	37,053,030	35,758,671	35,456,214	(302,457)
Other financing sources (uses)				
Transfers out	<u>(38,207,751)</u>	<u>(36,927,178)</u>	<u>(35,668,993)</u>	<u>1,258,185</u>
Net change in fund balances (budgetary basis)	(1,154,721)	(1,168,507)	(212,779)	955,728
Fund balances (deficits) at beginning (budgetary basis)	<u>1,154,721</u>	<u>212,779</u>	<u>212,779</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ (955,728)</u>	<u>\$ -</u>	<u>\$ 955,728</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ -
Less: accrued pension expense	(170,682)
Fund balance at end of year (GAAP basis)	<u>\$ (170,682)</u>

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, 2015

	<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				
Sales and use tax	\$ 9,335,809	\$ 9,335,809	\$ 9,659,019	\$ 323,210
Interest on investments	6,472	6,472	24,682	18,210
Miscellaneous	-	-	72,458	72,458
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	9,342,281	9,342,281	9,756,159	413,878
	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures				
Current:				
Economic assistance and opportunity:				
Economic development and planning	3,239,933	3,239,933	3,193,819	46,114
Culture and recreation:				
Parks	2,078,962	2,046,585	1,848,365	198,220
Miscellaneous	1,312,798	1,312,798	1,312,580	218
Employee benefits	194,876	195,847	193,655	2,192
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	6,826,569	6,795,163	6,548,419	246,744
	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	2,515,712	2,547,118	3,207,740	660,622
	<hr/>	<hr/>	<hr/>	<hr/>
Other financing sources (uses)				
Transfers out	(2,873,002)	(2,904,408)	(2,883,917)	20,491
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balances (budgetary basis)	(357,290)	(357,290)	323,823	681,113
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances (deficits) at beginning (budgetary basis)	357,290	1,038,196	1,038,196	-
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 680,906	\$ 1,362,019	\$ 681,113
	<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)	\$ 1,362,019
Less: accrued pension expense	(75,100)
Fund balance at end of year (GAAP basis)	<hr/> <hr/> \$ 1,286,919

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, 2015

	<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	\$ 860,125	\$ 860,125	\$ 861,162	\$ 1,037
Licenses, permits, fines, fees, etc.	127,433	127,433	135,241	7,808
Interest on investments	34	34	1,228	1,194
Miscellaneous	2,900	2,900	730	(2,170)
	<u>990,492</u>	<u>990,492</u>	<u>998,361</u>	<u>7,869</u>
Expenditures				
Current:				
Home and community services:				
Public works	695,718	695,718	494,406	201,312
Debt service:				
Principal	35,116	35,116	35,116	-
Interest and other charges	12,245	12,245	12,245	-
	<u>743,079</u>	<u>743,079</u>	<u>541,767</u>	<u>201,312</u>
Excess (deficiency) of revenues over (under) expenditures	247,413	247,413	456,594	209,181
Other financing sources (uses)				
Transfers in	3,014,686	3,014,686	3,014,773	87
Transfers out	(3,424,543)	(3,424,543)	(3,424,543)	-
	<u>(409,857)</u>	<u>(409,857)</u>	<u>(409,770)</u>	<u>87</u>
Net change in fund balances (budgetary basis)	(162,444)	(162,444)	46,824	209,268
Fund balances (deficits) at beginning (budgetary basis)	162,444	270,834	270,834	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 108,390</u>	<u>\$ 317,658</u>	<u>\$ 209,268</u>

Reconciliation between the budgetary basis of account and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 317,658
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 317,658</u>

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, 2015

	<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	\$ 64,415	\$ 64,415	\$ 87,139	\$ 22,724
Licenses, permits, fines, fees, etc.	630,018	630,018	627,601	(2,417)
Interest on investments	-	-	18	18
Miscellaneous	-	-	20	20
	<u>694,433</u>	<u>694,433</u>	<u>714,778</u>	<u>20,345</u>
Expenditures				
Current:				
Home and community services:				
Public works	180,887	180,887	129,304	51,583
	<u>180,887</u>	<u>180,887</u>	<u>129,304</u>	<u>51,583</u>
Excess (deficiency) of revenues over (under) expenditures	513,546	513,546	585,474	71,928
Other financing sources (uses)				
Transfers out	(687,966)	(687,966)	(687,966)	-
	<u>(687,966)</u>	<u>(687,966)</u>	<u>(687,966)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(174,420)	(174,420)	(102,492)	71,928
Fund balances (deficits) at beginning (budgetary basis)	312,378	299,544	299,544	-
	<u>312,378</u>	<u>299,544</u>	<u>299,544</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ 137,958</u>	<u>\$ 125,124</u>	<u>\$ 197,052</u>	<u>\$ 71,928</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 197,052
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 197,052</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, 2015

	<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	\$ 58,303,793	\$ 58,303,793	\$ 58,263,106	\$ (40,687)
Federal aid	-	-	65,788	65,788
Licenses, permits, fines, fees, etc.	25,626,057	25,626,057	24,938,997	(687,060)
Interest on investments	33,010	33,010	35,520	2,510
Miscellaneous	275,607	275,607	335,386	59,779
Total revenues	84,238,467	84,238,467	83,638,797	(599,670)
Expenditures				
Current:				
General government support:				
Miscellaneous	27,854	27,854	23,005	4,849
Home and community services:				
Public works	28,682,015	28,682,015	22,704,552	5,977,463
Employee benefits	2,126,634	2,126,634	2,081,314	45,320
Debt service:				
Principal	3,169,599	3,169,599	2,673,238	496,361
Interest and other charges	2,655,141	2,655,141	2,068,378	586,763
Total expenditures	36,661,243	36,661,243	29,550,487	7,110,756
Excess (deficiency) of revenues over (under) expenditures	47,577,224	47,577,224	54,088,310	6,511,086
Other financing sources (uses)				
Transfers in	11,347	11,347	17,079	5,732
Transfers out	(53,487,620)	(53,487,620)	(53,249,018)	238,602
Total other financing sources (uses)	(53,476,273)	(53,476,273)	(53,231,939)	244,334
Net change in fund balances (budgetary basis)	(5,899,049)	(5,899,049)	856,371	6,755,420
Fund balances (deficits) at beginning (budgetary basis)	5,899,049	9,756,149	9,756,149	-
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 3,857,100	\$ 10,612,520	\$ 6,755,420

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 10,612,520
Plus: transfer of fund balance (GAAP basis) from sewer maintenance & operation	1,341,893
Plus: transfer of fund balance (GAAP basis) from southwest assessment stabilization	116,232,694
Less: accrued pension expense	(884,265)
Fund balance at end of year (GAAP basis)	<u>\$ 127,302,842</u>

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, 2015

	<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	\$ 832,144	\$ 832,144	\$ 832,144	\$ -
Interest on investments	125	125	3,010	2,885
	<u>832,269</u>	<u>832,269</u>	<u>835,154</u>	<u>2,885</u>
Expenditures				
Current:				
Home and community services:				
Public works	363,042	363,042	250,488	112,554
Debt service:				
Principal	146,585	146,585	146,585	-
Interest and other charges	107,586	107,586	107,586	-
	<u>617,213</u>	<u>617,213</u>	<u>504,659</u>	<u>112,554</u>
Excess (deficiency) of revenues over (under) expenditures	215,056	215,056	330,495	115,439
Other financing sources (uses)				
Transfers in	797,294	797,294	797,294	-
Transfers out	(1,195,935)	(1,195,935)	(1,195,935)	-
	<u>(398,641)</u>	<u>(398,641)</u>	<u>(398,641)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(183,585)	(183,585)	(68,146)	115,439
Fund balances (deficits) at beginning (budgetary basis)	183,585	270,372	270,372	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 86,787</u>	<u>\$ 202,226</u>	<u>\$ 115,439</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 202,226
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 202,226</u>

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, 2015

	<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	\$ 106,122	\$ 106,122	\$ 125,912	\$ 19,790
Federal aid	-	-	17,128	17,128
Licenses, permits, fines, fees, etc.	522,329	522,329	439,605	(82,724)
Interest on investments	3,000	3,000	628	(2,372)
	<u>631,451</u>	<u>631,451</u>	<u>583,273</u>	<u>(48,178)</u>
Expenditures				
Current:				
Home and community services:				
Public works	255,055	255,055	224,542	30,513
Debt service:				
Principal	1,126	1,126	1,126	-
Interest and other charges	146	146	146	-
	<u>256,327</u>	<u>256,327</u>	<u>225,814</u>	<u>30,513</u>
Excess (deficiency) of revenues over (under) expenditures	375,124	375,124	357,459	(17,665)
Other financing sources (uses)				
Transfers in	912,473	912,473	912,473	-
Transfers out	(1,276,725)	(1,276,725)	(1,276,725)	-
	<u>(364,252)</u>	<u>(364,252)</u>	<u>(364,252)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	10,872	10,872	(6,793)	(17,665)
Fund balances (deficits) at beginning (budgetary basis)	(10,872)	(33,564)	(33,564)	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ (22,692)</u>	<u>\$ (40,357)</u>	<u>\$ (17,665)</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ (40,357)
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ (40,357)</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, 2015

	<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	\$ 1,587,029	\$ 1,587,029	\$ 1,598,515	\$ 11,486
Licenses, permits, fines, fees, etc.	323,279	323,279	328,419	5,140
Interest on investments	400	400	2,076	1,676
	<u>1,910,708</u>	<u>1,910,708</u>	<u>1,929,010</u>	<u>18,302</u>
Expenditures				
Current:				
Home and community services:				
Public works	986,587	986,587	863,175	123,412
Debt service:				
Principal	152,695	152,695	152,695	-
Interest and other charges	121,737	121,737	120,861	876
	<u>1,261,019</u>	<u>1,261,019</u>	<u>1,136,731</u>	<u>124,288</u>
Excess (deficiency) of revenues over (under) expenditures	649,689	649,689	792,279	142,590
Other financing sources (uses)				
Transfers in	6,960	6,960	6,961	1
Transfers out	(819,572)	(819,572)	(819,572)	-
	<u>(812,612)</u>	<u>(812,612)</u>	<u>(812,611)</u>	<u>1</u>
Net change in fund balances (budgetary basis)	(162,923)	(162,923)	(20,332)	142,591
Fund balances (deficits) at beginning (budgetary basis)	<u>162,923</u>	<u>175,100</u>	<u>175,100</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 12,177</u>	<u>\$ 154,768</u>	<u>\$ 142,591</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 154,768
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 154,768</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, 2015

	<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	\$ 123,783	\$ 123,783	\$ 123,782	\$ (1)
Expenditures				
Current:				
Home and community services:				
Public works	161,408	161,408	143,630	17,778
Excess (deficiency) of revenues over (under) expenditures	(37,625)	(37,625)	(19,848)	17,777
Other financing sources (uses)				
Transfers in	26,363	26,363	26,363	-
Transfers out	(13,486)	(13,486)	(13,486)	-
Total other financing sources (uses)	12,877	12,877	12,877	-
Net change in fund balances (budgetary basis)	(24,748)	(24,748)	(6,971)	17,777
Fund balances (deficits) at beginning (budgetary basis)	24,748	52,303	52,303	-
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 27,555	\$ 45,332	\$ 17,777

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 45,332
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	\$ 45,332

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, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Real property taxes	\$ 106,765	\$ 106,765	\$ 106,765	\$ -
Licenses, permits, fines, fees, etc.	974	974	970	(4)
Interest on investments	20	20	1,019	999
Total revenues	107,759	107,759	108,754	995
Expenditures				
Current:				
Home and community services:				
Public works	145,066	145,066	50,119	94,947
Debt service:				
Principal	33,291	33,291	33,291	-
Interest and other charges	23,203	23,203	14,125	9,078
Total expenditures	201,560	201,560	97,535	104,025
Excess (deficiency) of revenues over (under) expenditures	(93,801)	(93,801)	11,219	105,020
Other financing sources (uses)				
Transfers in	214,369	214,369	214,369	-
Transfers out	(217,513)	(217,513)	(217,513)	-
Total other financing sources (uses)	(3,144)	(3,144)	(3,144)	-
Net change in fund balances (budgetary basis)	(96,945)	(96,945)	8,075	105,020
Fund balances (deficits) at beginning (budgetary basis)	96,945	159,597	159,597	-
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 62,652	\$ 167,672	\$ 105,020

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 167,672
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	\$ 167,672

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, 2015

	<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	\$ 1,200,226	\$ 1,200,226	\$ 1,199,569	\$ (657)
Licenses, permits, fines, fees, etc.	12,555	12,555	11,097	(1,458)
Interest on investments	2	2	381	379
Miscellaneous	-	-	1,423	1,423
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	1,212,783	1,212,783	1,212,470	(313)
Expenditures				
Current:				
Home and community services:				
Public works	238,036	218,197	205,240	12,957
Debt service:				
Principal	48,214	48,214	48,214	-
Interest and other charges	17,600	17,600	14,816	2,784
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	303,850	284,011	268,270	15,741
Excess (deficiency) of revenues over (under) expenditures	908,933	928,772	944,200	15,428
Other financing sources (uses)				
Transfers in	59,971	59,971	59,971	-
Transfers out	(351,283)	(371,122)	(371,122)	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(291,312)	(311,151)	(311,151)	-
Net change in fund balances (budgetary basis)	617,621	617,621	633,049	15,428
Fund balances (deficits) at beginning (budgetary basis)	470,613	482,504	482,504	-
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ 1,088,234</u>	<u>\$ 1,100,125</u>	<u>\$ 1,115,553</u>	<u>\$ 15,428</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 1,115,553
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 1,115,553</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, 2015

	<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	\$ 2,471,798	\$ 2,471,798	\$ 2,472,285	\$ 487
Licenses, permits, fines, fees, etc.	740,994	740,994	740,148	(846)
Interest on investments	1	1	1,171	1,170
Miscellaneous	2,678	2,678	-	(2,678)
	<u>3,215,471</u>	<u>3,215,471</u>	<u>3,213,604</u>	<u>(1,867)</u>
Total revenues				
Expenditures				
Current:				
Home and community services:				
Public works	1,247,368	1,247,368	1,070,627	176,741
Debt service:				
Principal	481,527	481,527	481,527	-
Interest and other charges	250,440	250,440	241,463	8,977
	<u>1,979,335</u>	<u>1,979,335</u>	<u>1,793,617</u>	<u>185,718</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	1,236,136	1,236,136	1,419,987	183,851
Other financing sources (uses)				
Transfers in	854,910	854,910	857,588	2,678
Transfers out	(2,134,066)	(2,134,066)	(2,134,066)	-
	<u>(1,279,156)</u>	<u>(1,279,156)</u>	<u>(1,276,478)</u>	<u>2,678</u>
Total other financing sources (uses)				
Net change in fund balances (budgetary basis)	(43,020)	(43,020)	143,509	186,529
Fund balances (deficits) at beginning (budgetary basis)	43,020	78,461	78,461	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 35,441</u>	<u>\$ 221,970</u>	<u>\$ 186,529</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 221,970
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 221,970</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, 2015

	<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	\$ 167,237	\$ 167,237	\$ 167,610	\$ 373
Licenses, permits, fines, fees, etc.	64,132	64,132	61,902	(2,230)
Interest on investments	-	-	449	449
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	231,369	231,369	229,961	(1,408)
Expenditures				
Current:				
Home and community services:				
Public works	274,680	274,680	142,144	132,536
Debt service:				
Principal	15,923	15,923	-	15,923
Interest and other charges	15,070	15,070	-	15,070
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	305,673	305,673	142,144	163,529
Excess (deficiency) of revenues over (under) expenditures	(74,304)	(74,304)	87,817	162,121
Other financing sources (uses)				
Transfers in	448,984	448,984	448,984	-
Transfers out	(480,142)	(480,142)	(480,142)	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(31,158)	(31,158)	(31,158)	-
Net change in fund balances (budgetary basis)	(105,462)	(105,462)	56,659	162,121
Fund balances (deficits) at beginning (budgetary basis)	105,462	167,930	167,930	-
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 62,468	\$ 224,589	\$ 162,121
	<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)	\$ 224,589
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<hr/> <hr/> \$ 224,589

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, 2015

	<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	\$ 9,037	\$ 9,037	\$ 8,724	\$ (313)
Licenses, permits, fines, fees, etc.	719,185	719,185	683,154	(36,031)
Interest on investments	2	2	157	155
Miscellaneous	2,900	2,900	3,757	857
	<u>731,124</u>	<u>731,124</u>	<u>695,792</u>	<u>(35,332)</u>
Expenditures				
Current:				
Home and community services:				
Public works	227,157	227,157	197,338	29,819
Excess (deficiency) of revenues over (under) expenditures	503,967	503,967	498,454	(5,513)
Other financing sources (uses)				
Transfers out	(127,262)	(127,262)	(127,262)	-
Net change in fund balances (budgetary basis)	376,705	376,705	371,192	(5,513)
Fund balances (deficits) at beginning (budgetary basis)	4,209,645	4,299,027	4,299,027	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ 4,586,350</u>	<u>\$ 4,675,732</u>	<u>\$ 4,670,219</u>	<u>\$ (5,513)</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 4,670,219
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 4,670,219</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, 2015

	<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	\$ 108,302	\$ 108,302	\$ 145,382	\$ 37,080
Licenses, permits, fines, fees, etc.	1,168,083	1,168,083	1,100,264	(67,819)
Interest on investments	4	4	1,162	1,158
Miscellaneous	8,100	8,100	7,950	(150)
	<u>1,284,489</u>	<u>1,284,489</u>	<u>1,254,758</u>	<u>(29,731)</u>
Expenditures				
Current:				
Home and community services:				
Public works	762,554	762,554	704,918	57,636
Debt service:				
Principal	99,097	99,097	99,097	-
Interest and other charges	59,081	59,081	58,119	962
	<u>920,732</u>	<u>920,732</u>	<u>862,134</u>	<u>58,598</u>
Excess (deficiency) of revenues over (under) expenditures	363,757	363,757	392,624	28,867
Other financing sources (uses)				
Transfers in	931,462	931,462	931,462	-
Transfers out	(1,433,050)	(1,433,050)	(1,433,050)	-
	<u>(501,588)</u>	<u>(501,588)</u>	<u>(501,588)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(137,831)	(137,831)	(108,964)	28,867
Fund balances (deficits) at beginning (budgetary basis)	137,831	116,771	116,771	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ (21,060)</u>	<u>\$ 7,807</u>	<u>\$ 28,867</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 7,807
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 7,807</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, 2015

	<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	\$ 24,147	\$ 24,147	\$ 31,276	\$ 7,129
Licenses, permits, fines, fees, etc.	225,546	225,546	219,836	(5,710)
Total revenues	249,693	249,693	251,112	1,419
Expenditures				
Current:				
Home and community services:				
Public works	197,035	197,035	137,830	59,205
Excess (deficiency) of revenues over (under) expenditures	52,658	52,658	113,282	60,624
Other financing sources (uses)				
Transfers in	210,765	210,765	210,765	-
Transfers out	(396,774)	(396,774)	(396,774)	-
Total other financing sources (uses)	(186,009)	(186,009)	(186,009)	-
Net change in fund balances (budgetary basis)	(133,351)	(133,351)	(72,727)	60,624
Fund balances (deficits) at beginning (budgetary basis)	133,351	254,559	254,559	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 121,208</u>	<u>\$ 181,832</u>	<u>\$ 60,624</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 181,832
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 181,832</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, 2015

	<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	\$ 91,117	\$ 91,117	\$ 97,299	\$ 6,182
Licenses, permits, fines, fees, etc.	1,735,833	1,735,833	1,545,835	(189,998)
Interest on investments	2	2	6,423	6,421
Miscellaneous	15,300	15,300	6,649	(8,651)
	<u>1,842,252</u>	<u>1,842,252</u>	<u>1,656,206</u>	<u>(186,046)</u>
Total revenues				
Expenditures				
Current:				
Home and community services:				
Public works	577,797	577,797	574,709	3,088
Debt service:				
Principal	2,581,455	2,581,455	2,484,959	96,496
Interest and other charges	1,686,984	1,686,984	1,586,520	100,464
	<u>4,846,236</u>	<u>4,846,236</u>	<u>4,646,188</u>	<u>200,048</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	(3,003,984)	(3,003,984)	(2,989,982)	14,002
Other financing sources (uses)				
Transfers in	2,859,262	2,859,262	2,859,262	-
Transfers out	(100,000)	(100,000)	(100,000)	-
	<u>2,759,262</u>	<u>2,759,262</u>	<u>2,759,262</u>	<u>-</u>
Total other financing sources (uses)				
Net change in fund balances (budgetary basis)	(244,722)	(244,722)	(230,720)	14,002
Fund balances (deficits) at beginning (budgetary basis)	244,722	113,505	113,505	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ (131,217)</u>	<u>\$ (117,215)</u>	<u>\$ 14,002</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ (117,215)
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ (117,215)</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, 2015

	<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	\$ 3,095	\$ 3,095	\$ 3,320	\$ 225
Licenses, permits, fines, fees, etc.	12,805	12,805	13,030	225
Total revenues	<u>15,900</u>	<u>15,900</u>	<u>16,350</u>	<u>450</u>
Expenditures				
Current:				
Home and community services:				
Public works	<u>39,753</u>	<u>39,753</u>	<u>11,739</u>	<u>28,014</u>
Excess (deficiency) of revenues over (under) expenditures	(23,853)	(23,853)	4,611	28,464
Other financing sources (uses)				
Transfers in	46,302	46,302	46,302	-
Transfers out	<u>(37,959)</u>	<u>(37,959)</u>	<u>(37,959)</u>	<u>-</u>
Total other financing sources (uses)	<u>8,343</u>	<u>8,343</u>	<u>8,343</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(15,510)	(15,510)	12,954	28,464
Fund balances (deficits) at beginning (budgetary basis)	<u>15,510</u>	<u>45,179</u>	<u>45,179</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 29,669</u>	<u>\$ 58,133</u>	<u>\$ 28,464</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 58,133
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 58,133</u>

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, 2015

	<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	\$ 73,641	\$ 73,641	\$ 80,516	\$ 6,875
Licenses, permits, fines, fees, etc.	1,047,976	1,047,976	1,014,872	(33,104)
Interest on investments	-	-	482	482
Miscellaneous	-	-	180	180
	<u>1,121,617</u>	<u>1,121,617</u>	<u>1,096,050</u>	<u>(25,567)</u>
Expenditures				
Current:				
Home and community services:				
Public works	443,070	443,069	375,805	67,264
Debt service:				
Principal	12,550	12,550	12,550	-
Interest and other charges	7,112	7,113	7,112	1
	<u>462,732</u>	<u>462,732</u>	<u>395,467</u>	<u>67,265</u>
Excess (deficiency) of revenues over (under) expenditures	658,885	658,885	700,583	41,698
Other financing sources (uses)				
Transfers in	1,124,803	1,124,803	1,124,803	-
Transfers out	(1,893,524)	(1,893,524)	(1,893,524)	-
	<u>(768,721)</u>	<u>(768,721)</u>	<u>(768,721)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(109,836)	(109,836)	(68,138)	41,698
Fund balances (deficits) at beginning (budgetary basis)	109,836	249,569	249,569	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 139,733</u>	<u>\$ 181,431</u>	<u>\$ 41,698</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 181,431
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 181,431</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, 2015

	<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.	\$ 1,411,962	\$ 1,411,962	\$ 2,013,180	\$ 601,218
Expenditures				
Current:				
Home and community services:				
Public works	576,750	576,749	507,551	69,198
Debt service:				
Principal	128,698	128,698	128,698	-
Interest and other charges	53,839	53,840	53,839	1
Total expenditures	<u>759,287</u>	<u>759,287</u>	<u>690,088</u>	<u>69,199</u>
Excess (deficiency) of revenues over (under) expenditures	652,675	652,675	1,323,092	670,417
Other financing sources (uses)				
Transfers in	351,283	371,122	371,122	-
Transfers out	<u>(664,568)</u>	<u>(664,568)</u>	<u>(664,568)</u>	<u>-</u>
Total other financing sources (uses)	<u>(313,285)</u>	<u>(293,446)</u>	<u>(293,446)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	339,390	359,229	1,029,646	670,417
Fund balances (deficits) at beginning (budgetary basis)	<u>(339,390)</u>	<u>1,307,697</u>	<u>1,307,697</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 1,666,926</u>	<u>\$ 2,337,343</u>	<u>\$ 670,417</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 2,337,343
Less: accrued pension expense	<u>-</u>
Fund balance at end of year (GAAP basis)	<u>\$ 2,337,343</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, 2015

	<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	\$ 19,915	\$ 19,915	\$ 28,047	\$ 8,132
Licenses, permits, fines, fees, etc.	580,106	580,106	563,791	(16,315)
Interest on investments	-	-	197	197
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	600,021	600,021	592,035	(7,986)
Expenditures				
Current:				
Home and community services:				
Public works	252,355	252,355	152,730	99,625
	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	347,666	347,666	439,305	91,639
Other financing sources (uses)				
Transfers in	373,226	373,226	373,226	-
Transfers out	(745,596)	(745,596)	(745,596)	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(372,370)	(372,370)	(372,370)	-
Net change in fund balances (budgetary basis)	(24,704)	(24,704)	66,935	91,639
Fund balances (deficits) at beginning (budgetary basis)	24,704	106,457	106,457	-
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 81,753	\$ 173,392	\$ 91,639
	<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)	\$ 173,392
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<hr/> <hr/> \$ 173,392

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, 2015

	<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	\$ 32,507	\$ 32,507	\$ 45,565	\$ 13,058
Licenses, permits, fines, fees, etc.	101,525	101,525	89,700	(11,825)
Interest on investments	-	-	1,415	1,415
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	134,032	134,032	136,680	2,648
Expenditures				
Current:				
Home and community services:				
Public works	100,776	100,775	43,999	56,776
Debt service:				
Principal	40,366	40,366	40,366	-
Interest and other charges	28,913	28,914	28,913	1
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	170,055	170,055	113,278	56,777
Excess (deficiency) of revenues over (under) expenditures	(36,023)	(36,023)	23,402	59,425
Other financing sources (uses)				
Transfers in	356,840	356,840	356,840	-
Transfers out	(385,503)	(385,503)	(385,503)	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(28,663)	(28,663)	(28,663)	-
Net change in fund balances (budgetary basis)	(64,686)	(64,686)	(5,261)	59,425
Fund balances (deficits) at beginning (budgetary basis)	64,686	87,382	87,382	-
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances (deficits) at ending (budgetary basis)	\$ -	\$ 22,696	\$ 82,121	\$ 59,425
	<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)	\$ 82,121
Less: accrued pension expense	<hr/> -
Fund balance at end of year (GAAP basis)	<hr/> <hr/> \$ 82,121

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, 2015

	<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	\$ 5,847	\$ 5,847	\$ 6,464	\$ 617
Licenses, permits, fines, fees, etc.	236,100	236,100	231,327	(4,773)
Total revenues	<u>241,947</u>	<u>241,947</u>	<u>237,791</u>	<u>(4,156)</u>
Expenditures				
Current:				
Home and community services:				
Public works	148,040	148,040	80,385	67,655
Excess (deficiency) of revenues over (under) expenditures	93,907	93,907	157,406	63,499
Other financing sources (uses)				
Transfers in	204,137	204,137	204,137	-
Transfers out	(346,093)	(346,093)	(346,093)	-
Total other financing sources (uses)	<u>(141,956)</u>	<u>(141,956)</u>	<u>(141,956)</u>	<u>-</u>
Net change in fund balances (budgetary basis)	(48,049)	(48,049)	15,450	63,499
Fund balances (deficits) at beginning (budgetary basis)	48,049	97,872	97,872	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ 49,823</u>	<u>\$ 113,322</u>	<u>\$ 63,499</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 113,322
Less: accrued pension expense	-
Fund balance at end of year (GAAP basis)	<u>\$ 113,322</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, 2015

	<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	\$ 1,136,319	\$ 1,239,952	\$ 1,173,311	\$ (66,641)
Federal aid	10,924,156	11,224,156	10,493,005	(731,151)
Licenses, permits, fines, fees, etc.	2,877	2,877	-	(2,877)
	<u>12,063,352</u>	<u>12,466,985</u>	<u>11,666,316</u>	<u>(800,669)</u>
Expenditures				
Current:				
Economic assistance and opportunity:				
Labor	10,140,774	9,822,579	8,721,484	1,101,095
Employee benefits	1,640,703	1,643,905	1,283,980	359,925
	<u>11,781,477</u>	<u>11,466,484</u>	<u>10,005,464</u>	<u>1,461,020</u>
Excess (deficiency) of revenues over (under) expenditures	281,875	1,000,501	1,660,852	660,351
Other financing sources (uses)				
Transfers out	<u>(1,368,383)</u>	<u>(1,611,627)</u>	<u>(1,489,078)</u>	<u>122,549</u>
Net change in fund balances (budgetary basis)	(1,086,508)	(611,126)	171,774	782,900
Fund balances (deficits) at beginning (budgetary basis)	<u>1,086,508</u>	<u>(691,683)</u>	<u>(691,683)</u>	<u>-</u>
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ (1,302,809)</u>	<u>\$ (519,909)</u>	<u>\$ 782,900</u>

Reconciliation between the budgetary basis accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ (519,909)
Less: accrued pension expense	<u>(518,871)</u>
Fund balance at end of year (GAAP basis)	<u>\$ (1,038,780)</u>

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, 2015

	<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				
New York State aid	\$ 22,288,352	\$ 22,795,188	\$ 21,521,073	\$ (1,274,115)
Federal aid	22,888,503	22,888,503	22,489,825	(398,678)
Interest on investments	460	460	331	(129)
Miscellaneous	-	-	1,118	1,118
	<u>45,177,315</u>	<u>45,684,151</u>	<u>44,012,347</u>	<u>(1,671,804)</u>
Expenditures				
Current:				
Economic assistance and opportunity:				
Social services	26,570,176	26,277,011	23,941,103	2,335,908
Employee Benefits	7,898,723	7,898,723	7,748,229	150,494
	<u>34,468,899</u>	<u>34,175,734</u>	<u>31,689,332</u>	<u>2,486,402</u>
Excess (deficiency) of revenues over (under) expenditures	10,708,416	11,508,417	12,323,015	814,598
Other financing sources (uses)				
Transfers out	(11,262,541)	(11,262,541)	(10,237,076)	1,025,465
Net change in fund balances (budgetary basis)	(554,125)	245,876	2,085,939	1,840,063
Fund balances (deficits) at beginning (budgetary basis)	554,125	(2,085,941)	(2,085,941)	-
Fund balances (deficits) at ending (budgetary basis)	<u>\$ -</u>	<u>\$ (1,840,065)</u>	<u>\$ (2)</u>	<u>\$ 1,840,063</u>

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ (2)
Less: accrued pension expense	(3,058,610)
Fund balance at end of year (GAAP basis)	<u>\$ (3,058,612)</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, 2015

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget - Positive (Negative)
Revenues				
Sales and use tax	\$ 77,929,344	\$ 77,929,344	\$ 74,147,274	\$ (3,782,070)
New York State aid	-	-	666	666
Federal aid	-	25,892	6,684	(19,208)
Interest on investments	166,689	166,689	74,522	(92,167)
Miscellaneous	-	-	1,548,465	1,548,465
	78,096,033	78,121,925	75,777,611	(2,344,314)
Expenditures				
Current:				
General government support:				
Miscellaneous	14,923	15,438	15,437	1
Public works	1,035,291	981,403	981,402	1
Health	1,197,013	1,225,381	1,225,381	-
Culture and recreation:				
Parks	2,475,772	2,553,363	2,504,859	48,504
Home and community services:				
Economic development and planning	1,671,237	1,657,526	1,644,805	12,721
Employee benefits	1,396,523	1,360,867	1,360,864	3
Debt Service:				
Principal	9,740,989	9,740,989	9,740,989	-
Interest and other charges	6,532,710	6,532,710	6,532,710	-
	24,064,458	24,067,677	24,006,447	61,230
Excess (deficiency) of revenues over (under) expenditures	54,031,575	54,054,248	51,771,164	(2,283,084)
Other financing sources (uses)				
Transfers in	-	-	79,974	79,974
Transfers out	(54,102,128)	(54,102,129)	(51,745,605)	2,356,524
	(54,102,128)	(54,102,129)	(51,665,631)	2,436,498
Net change in fund balances (budgetary basis)	(70,553)	(47,881)	105,533	153,414
Fund balances (deficits) at beginning (budgetary basis)	26,974,528	18,332,297	18,332,297	-
Fund balances (deficits) at ending (budgetary basis)	\$ 26,903,975	\$ 18,284,416	\$ 18,437,830	\$ 153,414

Reconciliation between the budgetary basis of accounting and GAAP basis:

Fund balance at end of year (budgetary basis)	\$ 18,437,830
Less: accrued pension expense	(574,789)
Fund balance at end of year (GAAP basis)	\$ 17,863,041

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SUFFOLK COUNTY, NEW YORK
Combining Statement of Fiduciary Net Position
Private-Purpose Trusts
December 31, 2015

	D White Private- Purpose Trust	Vanderbilt Private- Purpose Trust	Totals
Assets			
Cash and cash equivalents	\$ 54,597	\$ 129,535	\$ 184,132
Investments	-	11,625,648	11,625,648
Total assets	<u>54,597</u>	<u>11,755,183</u>	<u>11,809,780</u>
Liabilities			
Accounts payable and accrued liabilities	<u>50,000</u>	<u>11,754,864</u>	<u>11,804,864</u>
Total liabilities	<u>50,000</u>	<u>11,754,864</u>	<u>11,804,864</u>
Net Position			
Held in trust	<u>\$ 4,597</u>	<u>\$ 319</u>	<u>\$ 4,916</u>

SUFFOLK COUNTY, NEW YORK
Combining Statement of Changes in Fiduciary Net Position
Private-Purpose Trusts
For the Year Ended December 31, 2015

	<u>D White Private- Purpose Trust</u>	<u>Vanderbilt Private- Purpose Trust</u>	<u>Totals</u>
Additions			
Investment income:			
Interest	\$ 164	\$ -	\$ 164
Transfer in	-	1,682,226	1,682,226
Other revenue	-	276,559	276,559
	<u>164</u>	<u>1,958,785</u>	<u>1,958,949</u>
Total additions			
	<u>164</u>	<u>1,958,785</u>	<u>1,958,949</u>
Deductions			
Administrative and general expenses	-	1,958,785	1,958,785
	<u>-</u>	<u>1,958,785</u>	<u>1,958,785</u>
Change in net position	164	-	164
Net position at beginning of year	4,433	319	4,752
	<u>4,433</u>	<u>319</u>	<u>4,752</u>
Net position at end of year	<u>\$ 4,597</u>	<u>\$ 319</u>	<u>\$ 4,916</u>

SUFFOLK COUNTY, NEW YORK
Combining Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2015

	Consumer Restitution Reserve	General Agency Fund	Bail Agency Fund	Mortgage Tax Agency	Community Preservation Agency Fund	Probation Peace Bonds Agency Fund	Subtotals to page 161
Assets							
Cash and cash equivalents	\$ 301,489	\$ 19,001,760	\$ 7,592,214	\$ 10,510,836	\$ 8	\$ 3,321	\$ 37,409,628
Investments	-	6,676,535	-	-	-	-	6,676,535
Other assets	-	4,235	-	6,372,716	9,243,892	-	15,620,843
Total assets	<u>\$ 301,489</u>	<u>\$ 25,682,530</u>	<u>\$ 7,592,214</u>	<u>\$ 16,883,552</u>	<u>\$ 9,243,900</u>	<u>\$ 3,321</u>	<u>\$ 59,707,006</u>
Liabilities							
Accounts payable and accrued liabilities	\$ 301,489	\$ 1,506,445	\$ -	\$ -	\$ -	\$ -	\$ 1,807,934
Agency fund liabilities	-	24,176,085	7,592,214	16,883,552	9,243,900	3,321	57,899,072
Total liabilities	<u>\$ 301,489</u>	<u>\$ 25,682,530</u>	<u>\$ 7,592,214</u>	<u>\$ 16,883,552</u>	<u>\$ 9,243,900</u>	<u>\$ 3,321</u>	<u>\$ 59,707,006</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Combining Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2015

	<u>Subtotals from page 160</u>	<u>Social Services Agency Fund</u>	<u>Payroll Account Agency Fund</u>	<u>Court and Trust Agency Fund</u>	<u>Total Agency Funds</u>
Assets					
Cash and cash equivalents	\$ 37,409,628	\$ 976,080	\$ 68,182	\$ 5,009,776	\$ 43,463,666
Investments	6,676,535	-	-	-	6,676,535
Other assets	15,620,843	-	-	10,391	15,631,234
Total assets	<u>\$ 59,707,006</u>	<u>\$ 976,080</u>	<u>\$ 68,182</u>	<u>\$ 5,020,167</u>	<u>\$ 65,771,435</u>
Liabilities					
Accounts payable and accrued liabilities	\$ 1,807,934	-	-	\$ 2,063	\$ 1,809,997
Agency fund liabilities	57,899,072	976,080	68,182	5,018,104	63,961,438
Total liabilities	<u>\$ 59,707,006</u>	<u>\$ 976,080</u>	<u>\$ 68,182</u>	<u>\$ 5,020,167</u>	<u>\$ 65,771,435</u>

SUFFOLK COUNTY, NEW YORK
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2015

	Consumer Restitution Reserve	General Agency Fund	Bail Agency Fund	Mortgage Tax Agency	Community Preservation Agency Fund	Probation Peace Bonds Agency Fund	Subtotals to page 163
Assets							
Balance at January 1, 2015	\$ 273,750	\$ 25,333,070	\$ 8,897,974	\$ 8,287,635	\$ 54	\$ 3,311	\$ 42,795,794
Additions							
Cash	445,973	65,709,929	24,965,656	117,979,156	211,046,656	3,321	420,150,691
Investments	-	6,728,391	-	-	-	-	6,728,391
Other assets	-	434,235	-	6,372,716	9,243,892	-	16,050,843
Deductions							
Cash	414,884	66,491,203	26,271,416	115,755,955	211,046,702	3,311	419,983,471
Investments	-	5,601,892	-	-	-	-	5,601,892
Other assets	3,350	430,000	-	-	-	-	433,350
Balance at December 31, 2015	<u>\$ 301,489</u>	<u>\$ 25,682,530</u>	<u>\$ 7,592,214</u>	<u>\$ 16,883,552</u>	<u>\$ 9,243,900</u>	<u>\$ 3,321</u>	<u>\$ 59,707,006</u>
Liabilities							
Balance at January 1, 2015	\$ 273,750	\$ 25,333,070	\$ 8,897,974	\$ 8,287,635	\$ 54	\$ 3,311	\$ 42,795,794
Additions							
Accounts payable	240,484	24,357,288	8,581,795	53,321,169	105,527,104	-	192,027,840
Agency fund liabilities	-	47,126,959	16,289,974	115,238,254	220,294,274	10	398,949,471
Deductions							
Accounts payable	212,745	24,008,677	8,581,795	53,321,169	105,527,104	-	191,651,490
Agency fund liabilities	-	47,126,110	17,595,734	106,642,337	211,050,428	-	382,414,609
Balance at December 31, 2015	<u>\$ 301,489</u>	<u>\$ 25,682,530</u>	<u>\$ 7,592,214</u>	<u>\$ 16,883,552</u>	<u>\$ 9,243,900</u>	<u>\$ 3,321</u>	<u>\$ 59,707,006</u>

(Continued)

SUFFOLK COUNTY, NEW YORK
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2015

	<u>Subtotals from page 162</u>	<u>Social Services Agency Fund</u>	<u>Payroll Account Agency Fund</u>	<u>Court and Trust Agency Fund</u>	<u>Total Agency Funds</u>
Assets					
Balance at January 1, 2015	\$ 42,795,794	\$ 849,231	\$ 19,466	\$ 5,223,456	\$ 48,887,947
Additions					
Cash	420,150,691	2,459,310	1,051,764,615	14,642,770	1,489,017,386
Investments	6,728,391	-	-	-	6,728,391
Other assets	16,050,843	-	-	10,391	16,061,234
Deductions					
Cash	419,983,471	2,332,402	1,051,715,899	14,856,450	1,488,888,222
Investments	5,601,892	-	-	-	5,601,892
Other assets	433,350	59	-	-	433,409
Balance at December 31, 2015	<u>\$ 59,707,006</u>	<u>\$ 976,080</u>	<u>\$ 68,182</u>	<u>\$ 5,020,167</u>	<u>\$ 65,771,435</u>
Liabilities					
Balance at January 1, 2015	\$ 42,795,794	\$ 849,231	\$ 19,466	\$ 5,223,456	\$ 48,887,947
Additions					
Accounts payable	192,027,840	810	430,000	-	192,458,650
Agency fund liabilities	398,949,471	1,610,096	1,051,226,931	3,614,488	1,455,400,986
Deductions					
Accounts payable	191,651,490	810	430,000	33,803	192,116,103
Agency fund liabilities	382,414,609	1,483,247	1,051,178,215	3,783,974	1,438,860,045
Balance at December 31, 2015	<u>\$ 59,707,006</u>	<u>\$ 976,080</u>	<u>\$ 68,182</u>	<u>\$ 5,020,167</u>	<u>\$ 65,771,435</u>

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the 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 (the "County"), as of and for the year ended December 31, 2015 (with the Suffolk County Community College for the year ended August 31, 2015), and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents, and have issued our report thereon dated June 30, 2016, which contains explanatory paragraphs regarding the adoption of Governmental Accounting Standards Board ("GASB") Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*.

Our report includes a reference to other auditors who audited the financial statements of 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, as described in our report on the County's financial statements. This report does not include our consideration of the results of the other auditors' testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

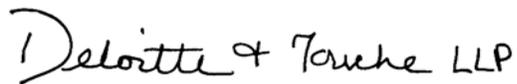
Compliance and Other Matters

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

We noted certain matters that we reported to the Audit Committee and management of the County in a separate letter dated June 30, 2016.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

The image shows a handwritten signature in black ink that reads "Deloitte & Touche LLP". The signature is written in a cursive, flowing style.

June 30, 2016

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

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

Report on Compliance for Each Major Federal Program

We have audited the Suffolk County's (the "County"), compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2015. The County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Basis for Qualified Opinion on Adoption Assistance Title IV-E

As described in the accompanying Schedule of Findings and Questioned Costs, the County did not comply with requirements regarding CFDA 93.659 Adoption Assistance Title IV-E as described in finding number 2015-009 for Eligibility. Compliance with such requirements is necessary, in our opinion, for the County to comply with the requirements applicable to that program.

Qualified Opinion on Adoption Assistance Title IV-E

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on Adoption Assistance Title IV-E for the year ended December 31, 2015.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs for the year ended December 31, 2015.

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2015-001, 2015-002, 2015-003, 2015-004, 2015-005, 2015-006, 2015-007, and 2015-008. Our opinion on each major federal program is not modified with respect to these matters.

The County's response to the noncompliance findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in

internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as item 2015-009 to be material weakness.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2015-001, 2015-002, 2015-003, 2015-004, 2015-005, 2015-006 and 2015-008 to be significant deficiencies.

The County's response to the internal control over compliance findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the County as of and for the year ended December 31, 2015, and have issued our report thereon dated June 30, 2016, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the 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 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 of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Deloitte & Touche LLP

September 22, 2016

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**SUFFOLK COUNTY, NEW YORK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2015**

FEDERAL GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL/ PASS-THROUGH GRANTOR Note 10	FEDERAL/ PASS-THROUGH GRANTOR'S NUMBER	2015 AMOUNT PROVIDED TO SUB-RECIPIENTS Note 9	2015 EXPENDITURES
<u>U.S. Department of Agriculture</u>					
Special Supplemental Nutrition (Food) Program for Women, Infants and Children 2015 (WIC)	10.557	NYS DOH	C-025801	108,024	2,466,016
Special Supplemental Nutrition (Food) Program for Women, Infants and Children 2016 (WIC)	10.557	NYS DOH	C-30435GG	18,582	495,681
Special Supplemental Nutrition Program for Women and Children: Special Formula and Food Checks (Note 7) Non-Monetary Assist Total CFDA Number 10.557	10.557	NYS DOH	F012342	-	13,380,580
				126,606	16,342,277
State Administrative Matching Grants for Supplemental Nutrition Assistance Program (Administrative Costs) (Food Stamp Program)	10.561	NYS OTDA	18000	-	16,518,756
Supplemental Nutrition Assistance Program, Process and Technology Improvement Grants	10.580	Federal Direct	N/A	-	36,415
Environmental Quality Incentives Program - Natural Resource Conservation Service	10.912	Federal Direct	68-2C31-2-320	-	167
Emergency Watershed Protection Program - Floodplain Easements – Disaster Relief Appropriations Act	10.928	Federal Direct	N/A	-	4,388
Total - U.S. Department of Agriculture				126,606	32,902,003
<u>U.S. Department of Housing and Urban Development</u>					
Community Development Block and Entitlement Grants	14.218	Federal Direct	N/A	2,636,647	3,016,779
Emergency Shelter/Solutions Grants Program	14.231	Federal Direct	N/A	303,073	320,296
Shelter Plus Care	14.238	NYS OTDA	18000	158,964	158,968
Home Investment Partnerships Program	14.239	Federal Direct	N/A	1,258,695	1,530,907
Home Investment Partnerships Program (Note 7)	14.239	Federal Direct	N/A	660,000	660,000
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY -4085 PW 1085	-	16,665
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY -4111 PW 37	-	7,123
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4111 PW 52	-	190,620
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW1415	-	6,455
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW1409	-	362,975
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY -4085 PW 622	-	37,308
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY -4085 PW 621	-	108
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY -4111 PW 41	-	8,438
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY -4085 PW 1480	-	52
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4111 PW 1	-	11,727
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1444	-	28,186
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1445	-	6,982
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1446	-	52,328
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1448	-	12,432

(Continued)

SUFFOLK COUNTY, NEW YORK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2015

FEDERAL GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL/ PASS-THROUGH GRANTOR Note 10	FEDERAL/ PASS-THROUGH GRANTOR'S NUMBER	2015 AMOUNT PROVIDED TO SUB-RECIPIENTS Note 9	2015 EXPENDITURES
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4111 PW 43	-	7,807
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4111 PW 36	-	4,785
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1388	-	47,250
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1427	-	4,156
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1468	-	547
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 2139	-	392
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1202	-	628
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1230	-	2,565
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1380	-	781
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1381	-	148
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1392	-	2,599
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1399	-	1,754
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1455	-	592
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1458	-	3,379
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1460	-	1,105
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1462	-	27
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1465	-	1,561
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1467	-	1,235
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 3126	-	3,712
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 3812	-	27
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1390	-	20,787
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1241	-	6,605
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1378	-	9,809
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Sewer Gap Analysis	14.269	NYS HTF	INFR-0016	-	8,033
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 627	-	17,876
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 627	-	42
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 627	-	36,155
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 480	-	194
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4111 PW 13	-	974
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Sewer Gap Analysis	14.269	NYS HTF	INFR-0016	-	14,329
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 695	-	4,955
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 723	-	1,993
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1442	-	17,128
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 2141	-	13,615

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SUFFOLK COUNTY, NEW YORK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2015

FEDERAL GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL/ PASS-THROUGH GRANTOR Note 10	FEDERAL/ PASS-THROUGH GRANTOR'S NUMBER	2015 AMOUNT PROVIDED TO SUB-RECIPIENTS Note 9	2015 EXPENDITURES
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4111 PW 67	-	520,368
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1232	-	6,895
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 8	-	132,174
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 702	-	121
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 703	-	353
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 1456	-	7,531
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4111 PW 59	-	3,012
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4111 PW 60	-	330
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 681	-	197
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 682	-	944
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 685	-	752
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 679	-	129
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Sewer Gap Analysis	14.269	NYS HTF	INFR-0016	-	12,730
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4111 PW 59	-	884
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 681	-	1,883
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 679	-	4,447
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY 4085 PW 685	-	603
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY -4085 PW 182	-	755
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY - 4085 PW 736	-	1,059
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Sewer Gap Analysis	14.269	NYS HTF	INFR-0016	-	3,124
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY -4085 PW 627	-	52
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY -4085 PW 677	-	2,565
Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) - Local Match	14.269	NYS HTF	DRNY - 4085 PW 182	-	332
Total CFDA Number 14.269				-	1,680,184
Total - U.S. Department of Housing and Urban Development				5,017,379	7,367,134
<u>U.S. Department of the Interior</u>					
Hurricane Sandy Disaster Relief – Coastal Resiliency Grants. - Wetlands Restoration in Suffolk County	15.153	Federal Direct	2300.14.043006	-	4,081
Clean Vessel Act Program	15.616	NYS EFC	N/A	-	2,439
Total - U.S. Department of the Interior				-	6,520

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SUFFOLK COUNTY, NEW YORK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
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FEDERAL GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL/ PASS-THROUGH GRANTOR Note 10	FEDERAL/ PASS-THROUGH GRANTOR'S NUMBER	2015 AMOUNT PROVIDED TO SUB-RECIPIENTS Note 9	2015 EXPENDITURES
U.S. Department of Justice					
Juvenile Justice and Delinquency Prevention Allocation to States - LI Regional Youth & Justice	16.540	NYS DCJS	C612275	35,757	42,615
Crime Victim Assistance - Crime Witness Assistance Program 14	16.575	NYS OVS	C-100353	-	62,597
Crime Victim Assistance - Crime Witness Assistance Program 15	16.575	NYS OVS	C-100353	-	25,491
Total CFDA Number 16.575				-	88,088
Violence Against Women Formula Grant - STOP Violence Against Women 15	16.588	NYS DCJS	C652139	64,312	64,313
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program - Project DOVE 15	16.590	Federal Direct	WE-AX-0045	-	1,143
State Criminal Alien Assistance Program - Incarceration of Illegal Aliens	16.606	Federal Direct	N/A	-	1,447,616
Edward Byrne Memorial Justice Assistance Grant Program - Edward Byrne JAG 12	16.738	Federal Direct	DJ-BX-0670	-	19,112
Edward Byrne Memorial Justice Assistance Grant Program - Edward Byrne JAG 13	16.738	Federal Direct	DJ-BX-0783	5,269	65,686
Edward Byrne Memorial Justice Assistance Grant Program - Edward Byrne JAG 14	16.738	Federal Direct	DJ-BX-0483	24,549	77,522
Edward Byrne Memorial Justice Assistance Grant Program - Edward Byrne JAG 15	16.738	Federal Direct	DJ-BX-0916	-	1,697
Edward Byrne Memorial Justice Assistance Grant Program - Sex Offender Grant 14/15	16.738	NYS DCJS	C637212	52,929	52,929
Edward Byrne Memorial Justice Assistance Grant Program - Gun Involved Violence Elimination GIVE 14	16.738	NYS DCJS	BJ11637179	-	40,207
Total CFDA Number 16.738				82,747	257,153
DNA Backlog Reduction Program - DNA Forensic Backlog Reduction 13	16.741	Federal Direct	DN-BX-0010	-	223,985
DNA Backlog Reduction Program - DNA Forensic Backlog Reduction 14	16.741	Federal Direct	DN-BX-0064	-	95,742
Total CFDA Number 16.741				-	319,727
Paul Coverdell Forensic Sciences Improvement Grant Program - Crime Lab Improvement 14	16.742	NYS DCJS	T-662196	-	22,202
Paul Coverdell Forensic Sciences Improvement Grant Program - Tox Lab Improvement 14	16.742	NYS DCJS	T-662189	-	14,209
Paul Coverdell Forensic Sciences Improvement Grant Program - Tox Lab Improvement 15	16.742	NYS DCJS	T-662035	-	4,026
Total CFDA Number 16.742				-	40,437
Congressionally Recommended Award Program - Internet Safety in Suffolk	16.753	Federal Direct	DD-BX-0481	-	28,927
Equitable Sharing Program - Federal Forfeiture Funds (Police)	16.922	Federal Direct	N/A	-	1,056,308
Equitable Sharing Program - Federal Forfeiture Funds (Police) - Program Income	16.922	Federal Direct	N/A	-	2,839
Equitable Sharing Program - Federal Forfeiture Funds (Probation)	16.922	Federal Direct	N/A	-	40,449
Equitable Sharing Program - Federal Forfeiture Funds (Probation) - Program Income	16.922	Federal Direct	N/A	-	23
Equitable Sharing Program - Federal Forfeiture Funds (District Attorney)	16.922	Federal Direct	N/A	177,129	1,614,257
Equitable Sharing Program - Federal Forfeiture Funds (District Attorney) - Program Income	16.922	Federal Direct	N/A	-	15,611
Equitable Sharing Program - Federal Forfeiture Funds (Sheriff)	16.922	Federal Direct	N/A	-	91,082
Equitable Sharing Program - Federal Forfeiture Funds (Sheriff) - Program Income	16.922	Federal Direct	N/A	-	293
Total CFDA Number 16.922				177,129	2,820,862
Total - U.S. Department of Justice				359,945	5,110,881

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SUFFOLK COUNTY, NEW YORK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2015

FEDERAL GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL/ PASS-THROUGH GRANTOR Note 10	FEDERAL/ PASS-THROUGH GRANTOR'S NUMBER	2015 AMOUNT PROVIDED TO SUB-RECIPIENTS Note 9	2015 EXPENDITURES
U.S. Department of Labor					
Employment Service/Wagner-Peyser Funded Activities - Disability Employment Initiative (DEI)	17.207	NYS DOL	N/A	-	469,618
Trade Adjustment Assistance Program	17.245	NYS DOL	N/A	-	26,557
WIA Cluster:					
WIA - Adult Program	17.258	NYS DOL	N/A	-	2,493,389
WIA T-IB WIOA Implementation	17.258	NYS DOL	N/A	-	7,020
WIA - Adult Program - Admin	17.258	NYS DOL	N/A	-	297,231
Total CFDA Number 17.258 - Cluster				-	2,797,640
WIA - Youth Activities	17.259	NYS DOL	N/A	-	2,119,610
WIA T-IB WIOA Implementation	17.259	NYS DOL	N/A	-	9,462
WIA - Youth Activities- Admin	17.259	NYS DOL	N/A	-	298,674
Total CFDA Number 17.259 - Cluster				-	2,427,746
WIA - Dislocated Worker	17.278	NYS DOL	N/A	-	3,381,176
WIA T-IB WIOA Implementation	17.278	NYS DOL	N/A	-	7,050
WIA - Dislocated Worker - Unemployed Worker Training	17.278	NYS DOL	C015137	-	100,000
WIA - Dislocated Worker-Admin	17.278	NYS DOL	N/A	-	411,182
Total CFDA Number 17.278 - Cluster				-	3,899,408
Total WIA Cluster				-	9,124,794
Total - U.S. Department of Labor				-	9,620,969
U.S. Department of Transportation					
Airport Improvement Program - 15-33 Design	20.106	Federal Direct	AIP 3-36-0122-17-13	-	80,483
Airport Improvement Program - 15-33 Phase I	20.106	Federal Direct	AIP 3-36-0122-18-15	-	855
Total CFDA Number 20.106				-	81,338
Highway Planning and Construction	20.205	NYS DOT	Various	-	9,720,876
Highway Planning and Construction - Comprehensive Plan - Reprogrammed Funds	20.205	NYMTC	C033471	-	12,000
Highway Planning and Construction - BRT Study - Nichols Road Alternate Analysis	20.205	NYMTC	C033471	-	250,367
Highway Planning and Construction - LIE HOV Lane Enforcement Program 15	20.205	NYS DOT	PIN 0229.39	-	583,274
Highway Planning and Construction - LIE/HOV Express Bus Demo Project	20.205	NYS DOT	C005011	-	2,185
Highway Planning and Construction - Sub Regional Transportation Planning	20.205	NYMTC	C033471	-	153,638
Total Highway Planning and Construction - Sub Regional Transportation Planning - CFDA # 20.205				-	10,722,340
National Motor Carrier Safety - MCSAP High Priority 14	20.218	Federal Direct	FM-MHP-0186-14-01-00	-	269,642
Metropolitan Transportation Planning	20.505	NYS DOT	Various	-	274,198

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SUFFOLK COUNTY, NEW YORK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2015

FEDERAL GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL/ PASS-THROUGH GRANTOR Note 10	FEDERAL/ PASS-THROUGH GRANTOR'S NUMBER	2015 AMOUNT PROVIDED TO SUB-RECIPIENTS Note 9	2015 EXPENDITURES
Federal Transit Cluster:					
Federal Transit Capital Investment Grants-Transportation Planning Study	20.500	NYS DOT	D033791	-	103,115
Federal Transit Formula Grants	20.507	Federal Direct	Various	-	4,147,506
Federal Transit Formula Grants	20.507	Federal Direct	Various	-	1,084,938
Total Federal Transit Cluster				-	5,335,559
Job Access And Reverse Commute Program	20.516	Federal Direct	NY-37-X107	-	1,321,980
Highway Safety Cluster:					
State & Community Highway Safety - Helmet Distribution Program 15	20.600	NYS GTSC	SO-00018-(052)	-	5,999
State & Community Highway Safety - Motorcycle Safety Education & Enforcement 2015	20.600	NYS GTSC	DMV01-T005748-3700393	-	20,500
State & Community Highway Safety - Police Traffic Services 2015	20.600	NYS GTSC	TS-2015-Suffolk Co PD-00233-(052)	-	131,140
State & Community Highway Safety - Police Traffic Services 2015	20.600	NYS GTSC	SO-00021-(052)	-	22,980
State & Community Highway Safety - Child Passenger Safety 15	20.600	NYS GTSC	SO-00023-(052)	-	11,646
State & Community Highway Safety - STOP DWI 15	20.600	NYS GTSC	DMV01-C002145-3700393	73,196	73,196
State & Community Highway Safety - STOP DWI 15	20.600	NYS GTSC	DMV01-C002145-3700393	-	106,081
State & Community Highway Safety - STOP DWI 15	20.600	NYS GTSC	HSI-00169-(088)	-	22,342
State & Community Highway Safety - Ignition Interlock Device Monitoring Program 15	20.600	NYS GTSC	C523696	-	208,575
State & Community Highway Safety - Medical Examiner Toxicology DWI/DUID 15	20.600	NYS GTSC	C-002150	-	78,995
Total CFDA Number 20.600				73,196	681,454
National Priority Safety Programs - Medical Examiner Toxicology DWI/DUID 16	20.616	NYS GTSC	C-002240	-	4,532
National Priority Safety Programs - Ignition Interlock Device Monitoring Program 16	20.616	NYS GTSC	N/A	-	68,580
National Priority Safety Programs - STOP DWI 16	20.616	NYS GTSC	HSI-00033(088)	-	7,133
National Priority Safety Programs - STOP DWI 16	20.616	NYS GTSC	DMV01-C002198-3700393	-	4,364
Total CFDA Number 20.616				-	84,609
Total Highway Safety Cluster				-	766,063
Total - U.S. Department of Transportation				73,196	18,771,120
U.S. Department of Treasury					
Equitable Sharing Program - Federal Forfeiture Funds (Police)	21.000	Federal Direct	N/A	-	610,516
Equitable Sharing Program - Federal Forfeiture Funds (Police) - (Note 7) Non-Monetary Assets	21.000	Federal Direct	N/A	-	51,000
Equitable Sharing Program - Federal Forfeiture Funds (Police) - Program Income	21.000	Federal Direct	N/A	-	14,604
Equitable Sharing Program - Federal Forfeiture Funds (District Attorney)	21.000	Federal Direct	N/A	-	90,192
Equitable Sharing Program - Federal Forfeiture Funds (District Attorney) - Program Income	21.000	Federal Direct	N/A	-	2,025
Equitable Sharing Program - Federal Forfeiture Funds (Sheriff)	21.000	Federal Direct	N/A	-	419,355
Equitable Sharing Program - Federal Forfeiture Funds (Sheriff) - Program Income	21.000	Federal Direct	N/A	-	1,500
Total CFDA Number 21.000				-	1,189,192
Total - U.S. Department of Treasury				-	1,189,192

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SUFFOLK COUNTY, NEW YORK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2015

FEDERAL GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL/ PASS-THROUGH GRANTOR Note 10	FEDERAL/ PASS-THROUGH GRANTOR'S NUMBER	2015 AMOUNT PROVIDED TO SUB-RECIPIENTS Note 9	2015 EXPENDITURES
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u>					
National Estuary Program FY 09	66.456	Federal Direct	CE-992002-17	42,105	42,105
National Estuary Program FY 10	66.456	Federal Direct	CE-99200217-1	15,821	10,038
National Estuary Program FY 11	66.456	Federal Direct	CE-99200217-2	45,757	39,846
National Estuary Program FY 13	66.456	Federal Direct	CE-99200218	-	159,358
National Estuary Program FY 14	66.456	Federal Direct	CE-99200218-1	-	214,580
Total CFDA Number 66.456				103,683	465,927
Beach Monitoring & Notification Program Implementation Grants - Bath Beach Water Quality					
Monitoring & Notification 2014/ 2015	66.472	NYS DOH	C-029644	-	150,841
Beach Monitoring & Notification Program Implementation Grants - Bath Beach Water Quality					
Monitoring & Notification 2015/2016	66.472	NYS DOH	C-029644	-	12,540
Total CFDA Number 66.472				-	163,381
Performance Partnership Grants - Water Quality Management Planning (SPDES) 2014					
Performance Partnership Grants - Water Quality Management Planning (SPDES) 2015	66.605	NYS EC	C-009765	-	40,293
Total CFDA Number 66.605	66.605	NYS EC	C-009765	-	118,436
Total CFDA Number 66.605				-	158,729
Total - U.S. Environmental Protection Agency				103,683	788,037
<u>U.S. Department of Education</u>					
Special Education Grants for Infants & Families - Early Intervention/Child Find 2014	84.181	NYS DOH	C-027511	-	490,921
Special Education Grants for Infants & Families - Early Intervention/Child Find 2015	84.181	NYS DOH	C-027511	-	257,381
Total CFDA Number 84.181				-	748,302
Total - U.S. Department of Education				-	748,302
<u>U.S. Election Assistance Commission</u>					
Help America Vote Act Requirement Payments Shoe Box Grant	90.401	NYS BOE	C-003246	-	3,950
Total - U.S. Election Assistance Commission				-	3,950
<u>U.S. Department of Health and Human Services</u>					
Mammography Inspection 2015	93.C027670	NYS DOH	C-027670	-	41,520
Mammography Inspection 2016	93.C027670	NYS DOH	C-027670	-	11,695
				-	53,215
Special Programs for the Aging Disease Prevention and Health Promotion Services (Title IIID)	93.043	NYS OA	N/A	28,044	28,044

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SUFFOLK COUNTY, NEW YORK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2015

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Aging Cluster:					
Special Programs for the Aging Grants for Supportive Services and Senior Centers (Title IIIB) - Cluster	93.044	NYS OA	N/A	413,433	1,117,823
Special Programs for the Aging Nutritional Services for the Elderly, Part C-1 (Title IIIC-1)	93.045	NYS OA	N/A	1,313,594	1,515,501
Special Programs for the Aging Nutritional Services for the Elderly, Part C-2 (Title IIIC-2)	93.045	NYS OA	N/A	657,434	758,735
Nutrition Services Incentive Program (NSIP) - Cluster	93.053	NYS OA	N/A	477,404	485,969
Total Aging Cluster				2,861,865	3,878,028
National Family Caregiver Support - Care Giver Training (Title IIIE)	93.052	NYS OA	N/A	302,489	511,975
Public Health Emergency Preparedness - HRI-CRI Bioterrorism 14/15	93.069	HRI	1618-11	-	244,694
Public Health Emergency Preparedness - HRI-CRI Bioterrorism 15/16	93.069	HRI	1618-11	-	400,674
Total CFDA Number 93.069				-	645,368
Medicare Enrollment Assistance Program - MIPPA	93.071	NYS OA	N/A	-	19,334
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned					
Cooperative Agreements - Ebola Preparedness & Response Activities	93.074	HRI	4984-01	-	67,406
Affordable Care Act Health Profession Opportunity Grant	93.093	Federal Direct	N/A	-	872,036
Food & Drug Administrative Research-Food Program Standards14/15	93.103	Federal Direct	5U18FD004660-03	-	51,332
Food & Drug Administrative Research-Food Program Standards15/16	93.103	Federal Direct	4U18FD004660-04	-	50,470
Food & Drug Administrative Research-Retail Food Safety Training Grant	93.103	Federal Direct	G-T-1409-01437	-	1,804
Total CFDA Number 93.103				-	103,606
Injury Prevention and Control Research and State and Community Based Programs-Falls Prevention for Older Adults	93.136	HRI	441504	-	12,208
Injury Prevention and Control Research and State and Community Based Programs-Falls Prevention for Older Adults	93.136	HRI	441505	-	5,495
Total CFDA Number 93.136				-	17,703
Projects for Assistance in Transition from Homelessness - McKinney Homeless	93.150	NYS DOH - OMH	N/A	144,638	144,638
Projects for Assistance in Transition from Homelessness - Peer Advocacy	93.150	NYS DOH - OMH	N/A	130,445	130,445
Total CFDA Number 93.150				275,083	275,083
Family Planning Services - Reproductive Health Program 15	93.217	NYS DOH	C027057	-	188,178
Substance Abuse and Mental Health Services Projects of Regional and National Significance - SC Drug Court - 14	93.243	Federal Direct	1H79TI025027-01	216,545	245,853
Substance Abuse and Mental Health Services Projects of Regional and National Significance - SC Drug Court - 15	93.243	Federal Direct	5H79TI025027-02	33,009	38,459
				249,554	284,312
Immunization Cooperative Agreements - Immunization Action Plan 2014-2015	93.268	NYS DOH	C028322	2,473	23,637
Immunization Cooperative Agreements - Immunization Action Plan 2015-2016	93.268	NYS DOH	C028322	9,900	140,848
Total CFDA Number 93.268				12,373	164,485

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Temporary Assistance for Needy Families - TANF	93.558	NYS OTDA	18000	244,509	89,760,286
Child Support Enforcement - Title IV D	93.563	NYS OTDA	18000	98,496	9,150,758
Refugee and Entrant Assistance -State Administered Programs - Refugee Health Assessment 14/15	93.566	NYS DOH	C-026125	-	3,815
Low Income Home Energy Assistance	93.568	NYS OTDA	18000	-	1,046,307
Low Income Home Energy Assistance (Note 8)	93.568	NYS OTDA	18000	-	16,495,828
Total CFDA Number 93.568				-	17,542,135
Child Care and Development Block Grant	93.575	NYS OTDA	18000	998,842	33,825,978
Affordable Care Act State Health Insurance Assist Prgm (SHIP) and Aging and Disab Resource Center (ADRC) Options					
Counseling for Medicare-Medicaid Individuals in States with Approved Financial Alignment Models	93.626	NYS OA	N/A	30,446	42,944
Foster Care Title IV E	93.658	NYS OTDA	18000	-	12,623,361
Adoption Assistance Title IV E	93.659	NYS OTDA	18000	-	4,943,723
Social Services Block Grant Title XX	93.667	NYS OTDA	18000	2,078,393	10,312,988
Chafee Foster Care Independence Program	93.674	NYS OTDA	18000	270,401	279,684
Medical Assistance Program - Federal Medicaid Salary Sharing	93.778	NYS DOH - OASAS	N/A	-	225,386
Medical Assistance Program - Maternal & Infant Community Health Collaborative 14	93.778	NYS DOH	C-028973	199,989	292,076
Medical Assistance Program - Maternal & Infant Community Health Collaborative 15	93.778	NYS DOH	C-028973	10,683	108,243
Medical Assistance Program - NY CONNECTS - BIP	93.778	NYS OA	N/A	-	189,750
Medical Assistance Program- Title XIX	93.778	NYS OTDA	18000	-	27,048,700
Total CFDA Number 93.778				210,672	27,864,155
Centers for Medicare & Medicaid Services Research, Demos & Evaluations Health Insurance Information & Counseling	93.779	NYS OA	N/A	49,401	49,401
HIV Emergency Relief Project Grants - Ryan White HIV Medical Case Management Prerelease Services to Inmates 14	93.914	UWLI	14726	4,671	12,581
HIV Emergency Relief Project Grants - Ryan White HIV Medical Case Management Prerelease Services to Inmates 15	93.914	UWLI	15726	11,624	78,525
HIV Emergency Relief Project Grants- Ryan White Part A, Minority Aids Initiative 14	93.914	UWLI	14MAI7	1,891	9,987
HIV Emergency Relief Project Grants- Ryan White Part A, Minority Aids Initiative 15	93.914	UWLI	15MAI7	4,706	24,363
HIV Emergency Relief Project Grants - Ryan White Title I AIDS Dentistry Grants 2014	93.914	UWLI	14072	3,955	3,955
HIV Emergency Relief Project Grants - Ryan White Title I AIDS Dentistry Grants 2015	93.914	UWLI	15072	51,008	51,008
Total CFDA Number 93.914				77,855	180,419
Block Grants for Community Mental Health Services - Adult Clinical Infrastructure - CMHS	93.958	NYS DOH - OMH	N/A	504,301	504,301
Block Grants for Community Mental Health Services - Adult CSS (Advocacy/Support Program) - CMHS	93.958	NYS DOH - OMH	N/A	4,942	360,964
Block Grants for Community Mental Health Services - Child & Family Clinical Infrastructure Program - CMHS	93.958	NYS DOH - OMH	N/A	116,375	116,375
Block Grants for Community Mental Health Services - Child & Family Community Support Programs - CMHS	93.958	NYS DOH - OMH	N/A	303,162	303,162
Block Grants for Community Mental Health Services - Children & Family Emergency Services - CMHS	93.958	NYS DOH - OMH	N/A	225,000	225,000
Block Grants for Community Mental Health Services - Children & Family MICA Prevention Program	93.958	NYS DOH - OMH	N/A	375,851	375,851
Block Grants for Community Mental Health Services - First Episode Psychosis	93.958	RFMHI	C-007873	-	147,142
Block Grants for Community Mental Health Services - Mentally Ill Chemical Abuser Program	93.958	NYS DOH - OMH	N/A	62,609	62,609
Total CFDA Number 93.958				1,592,240	2,095,404

(Continued)

SUFFOLK COUNTY, NEW YORK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2015

FEDERAL GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL/ PASS-THROUGH GRANTOR Note 10	FEDERAL/ PASS-THROUGH GRANTOR'S NUMBER	2015 AMOUNT PROVIDED TO SUB-RECIPIENTS Note 9	2015 EXPENDITURES
Block Grants for Prevention and Treatment of Substance Abuse - Medically Supervised Outpatient	93.959	NYS DOH - OASAS	N/A	1,457,656	1,457,656
Block Grants for Prevention and Treatment of Substance Abuse - Methadone Maintenance Outpatient	93.959	NYS DOH - OASAS	N/A	-	669,784
Block Grants for Prevention and Treatment of Substance Abuse - Community Residential	93.959	NYS DOH - OASAS	N/A	919,249	919,249
Block Grants for Prevention and Treatment of Substance Abuse - Medically Monitored Withdrawal - Crisis	93.959	NYS DOH - OASAS	N/A	1,610,565	1,610,565
Block Grants for Prevention and Treatment of Substance Abuse - Primary Prevention Services	93.959	NYS DOH - OASAS	N/A	1,379,812	1,379,812
Block Grants for Prevention and Treatment of Substance Abuse - Vocational Rehabilitation	93.959	NYS DOH - OASAS	N/A	26,349	72,307
Total CFDA Number 93.959				5,393,631	6,109,373
Maternal and Child Health Services Block Grant to the States - Childhood Lead Poisoning Prevention 14/15	93.994	NYS DOH	C-026539	-	167,996
Maternal and Child Health Services Block Grant to the States - Childhood Lead Poisoning Prevention 15/16	93.994	NYS DOH	C-30922GG	-	65,117
Maternal and Child Health Services Block Grant to the States - Children with Special Health Care Needs 2014-2015	93.994	NYS DOH	C-029743	-	105,583
Maternal and Child Health Services Block Grant to the States - Children with Special Health Care Needs 2015-2016	93.994	NYS DOH	C-029743	-	28,668
Maternal and Child Health Services Block Grant to the States - Reproductive Health 15	93.994	NYS DOH	C027057	-	80,466
Total CFDA Number 93.994				-	447,830
Total - U.S. Department of Health and Human Services				14,774,294	222,341,027
<u>U.S. Department of Social Security Administration</u>					
Supplemental Security Income - Social Security Administration Incentive Program	96.006	Federal Direct	N/A	-	53,400
Total - U.S. Department of Social Security Administration				-	53,400
<u>U.S. Department of Homeland Security</u>					
Disaster Grants - Public Assistance (Presidentially Declared Disaster) Severe Storms & Floods	97.036	NYS DHSES	FEMA - Storm # DR-NY-1899 PW 1360	-	4,594
Disaster Grants - Public Assistance (Presidentially Declared Disaster) Severe Storms & Floods	97.036	NYS DHSES	FEMA - Storm # DR-NY-1899 PW 1354	-	1,313
Disaster Grants - Public Assistance (Presidentially Declared Disaster) Severe Storms & Floods	97.036	NYS DHSES	FEMA - Storm # DR-NY-1899 PW 1358	-	3,609
Disaster Grants - Public Assistance (Presidentially Declared Disaster) Severe Storms & Floods	97.036	NYS DHSES	FEMA - Storm # DR-NY-4085 PW 1462	-	246
Disaster Grants - Public Assistance (Presidentially Declared Disaster) Severe Storms & Floods	97.036	NYS DHSES	FEMA - Storm # DR-NY-4085 PW 1452	-	(200,876)
Disaster Grants - Public Assistance (Presidentially Declared Disaster) Severe Storms & Floods	97.036	NYS DHSES	FEMA - Storm # DR-NY-4085 PW 1453	-	(67,696)
Total CFDA Number 97.036				-	(258,810)
Hazard Mitigation Grant	97.039	NYS DHSES	C000718	-	7,376
Emergency Management Performance Grants - Local Emergency Management Planning Grant (LEMPG) 2014	97.042	NYS DHSES	WM14193045	-	346,428
Emergency Management Performance Grants - Local Emergency Management Planning Grant (LEMPG) 2015	97.042	NYS DHSES	WM15193055	-	207,722
Total CFDA Number 97.042				-	554,150

(Continued)

SUFFOLK COUNTY, NEW YORK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2015

FEDERAL GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL/ PASS-THROUGH GRANTOR Note 10	FEDERAL/ PASS-THROUGH GRANTOR'S NUMBER	2015 AMOUNT PROVIDED TO SUB-RECIPIENTS Note 9	2015 EXPENDITURES
Port Security Grant Program - Port Security 2013	97.056	Federal Direct	EMW-2013-PU-00436	-	359,131
Port Security Grant Program - Port Security 2014	97.056	Federal Direct	EMW-2014-PU-00351	-	169,359
Port Security Grant Program - Port Security 2013	97.056	Federal Direct	EMW-2013-PU-00231	-	2,582
Port Security Grant Program - Port Security 2014	97.056	Federal Direct	PU-00190	-	23,289
Total CFDA Number 97.056				-	554,361
Homeland Security Grant Program - Explosive Detection Canine Team 11	97.067	NYS DHSES	WM11152819	-	12,481
Homeland Security Grant Program - Explosive Detection Canine Team 12	97.067	NYS DHSES	WM12193029	-	11,877
Homeland Security Grant Program - Explosive Detection Canine Team 13	97.067	NYS DHSES	WM13884239	-	198
Homeland Security Grant Program - Hazmat 12	97.067	NYS DHSES	WM12152829	-	17,040
Homeland Security Grant Program - Hazmat 13	97.067	NYS DHSES	WM13193039	-	39,300
Homeland Security Grant Program - Hazmat 14	97.067	NYS DHSES	WM14193049	-	48,466
Homeland Security Grant Program - Operation Shield 15	97.067	NYS DHSES	T193040	-	8,289
Homeland Security Grant Program - Operation Shield 15	97.067	NYS DHSES	T152810	-	11,698
Homeland Security Grant Program - State Homeland Security Program 2011 (SHSP)	97.067	NYS DHSES	WM11973710	-	35,557
Homeland Security Grant Program - State Homeland Security Program 2011 (SHSP) - Bomb Squad Initiative	97.067	NYS DHSES	WM11152811	-	31,744
Homeland Security Grant Program - State Homeland Security Program 2012 (SHSP)	97.067	NYS DHSES	WM12973720	-	232,614
Homeland Security Grant Program - State Homeland Security Program 2013 (SHSP)	97.067	NYS DHSES	WM13973730	-	503,947
Homeland Security Grant Program - State Homeland Security Program 2013 (SHSP) - Bomb Squad Initiative	97.067	NYS DHSES	WM13152831	-	148,920
Homeland Security Grant Program - State Homeland Security Program 2014 (SHSP)	97.067	NYS DHSES	WM14973740	-	301,713
Homeland Security Grant Program - State Homeland Security Program 2014 (SHSP) - Bomb Squad Initiative	97.067	NYS DHSES	WM14152841	-	154,070
Homeland Security Grant Program - State Law Enforcement Terrorism Prevention Program 2011 (SLETTP)	97.067	NYS DHSES	WM11973712	-	67,842
Homeland Security Grant Program - State Law Enforcement Terrorism Prevention Program 2013 (SLETTP)	97.067	NYS DHSES	WM13973732	-	169,225
Homeland Security Grant Program - State Law Enforcement Terrorism Prevention Program 2014 (SLETTP)	97.067	NYS DHSES	WM14973742	22,508	110,821
Homeland Security Grant Program - Tactical Team Grant 14	97.067	NYS DHSES	WM14152849	-	90,170
Homeland Security Grant Program - Technical Rescue (USAR) 13	97.067	NYS DHSES	WM13152839	-	102,538
Homeland Security Grant Program - Technical Rescue (USAR) 14	97.067	NYS DHSES	WM14884249	-	7,892
Homeland Security Grant Program - Urban Area Security Initiative 2011 (UASI)	97.067	NYS DHSES	WM11973713	-	209,929
Homeland Security Grant Program - Urban Area Security Initiative 2012 (UASI)	97.067	NYS DHSES	WM12973723	-	771,958
Homeland Security Grant Program - Urban Area Security Initiative 2013 (UASI)	97.067	NYS DHSES	WM13973733	1,821	1,751,225
Homeland Security Grant Program - Urban Area Security Initiative 2014 (UASI)	97.067	NYS DHSES	WM14973743	292	1,683,321
Homeland Security Grant Program - Urban Area Security Initiative 2015 (UASI)	97.067	NYS DHSES	WM15973753	-	54,530
Total CFDA Number 97.067				24,621	6,577,365
Staffing for Adequate Fire & Emergency Response (SAFER) 2009	97.083	Federal Direct	EMW-2009-FF-00543	-	142,786
Securing the Cities - 2010	97.106	NYC Police	N/A	-	247,973
Securing the Cities - 2011	97.106	NYC Police	DHS-11-DNDO-106-001	-	16,449
				-	264,422
Total - U.S. Department of Homeland Security				24,621	7,841,650
Total - Expenditures of Federal Awards				\$ 20,479,724	\$ 306,744,185

See Notes to Schedule of Expenditures of Federal Awards

(Concluded)

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SUFFOLK COUNTY NEW YORK

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED DECEMBER 31, 2015

(1) 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.

(2) Basis of Accounting of Basic Financial Statements

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.

(3) Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards presents the activity of federal financial assistance programs administered by the County of Suffolk, New York (the “County”), a financial reporting entity as defined in Note 1 to the County’s general purpose financial statements. All federal financial assistance passed through other government agencies is included in the schedules of expenditures of federal awards, except those federal expenditures of Suffolk County Community College (“the College”), a component unit, as the College engaged other auditors to perform an audit in accordance with 2 CFR Part 200.

(4) Basis of Accounting

The accompanying schedules of expenditures of federal awards of the County are presented on the accrual basis of accounting.

(5) Indirect Rate

The County has not elected to use the 10% de minimis indirect cost rate.

(6) Relationship to Federal and State Financial Reports

The regulations and guidelines governing the preparation of federal and state financial reports vary by state and federal agency and among programs administered by the same agency. Accordingly, the amounts reported in the federal and state financial reports do not necessarily agree with the amounts reported in the accompanying Schedule of Expenditures of Federal Awards, which is prepared as explained in Note 4 above.

(7) Federal Non-monetary and Loan Programs

The County is also the recipient of two federal financial assistance programs that do not result in cash receipts or disbursements, termed “non-monetary programs”.

During the year ended December 31, 2015, the County distributed \$13,380,580 worth of WIC Food Checks and WIC Special Formula Food Instruments to eligible participants in the Special Supplemental Food Program for Women, Infants and Children, WIC (CFDA # 10.557).

During the year ended December 31, 2015, the US Department of Treasury awarded the County three seized vehicles amounting to \$51,000 through federal forfeitures (CFDA Number 21.000).

Additionally, The HOME Investment Partnership Grant (CFDA # 14.239) contains the outstanding balance of the \$660,000 loan made to Artspace in 2011. This interest free loan, which has a 30 year life, has continuing compliance requirements.

<i>CFDA Number</i>	<i>Program Name</i>	<i>Beginning Balance at January 1, 2015</i>	<i>Interest</i>	<i>Outstanding Balance at December 31, 2015</i>
14.239	HOME Investment Partnership	\$660,000	-	\$660,000

(8) Low-Income Home Energy Assistance Program

The Low-Income Home Energy Assistance Program (HEAP) total includes \$16,495,828 in payments made by the NY Office of the State Comptroller on behalf of Suffolk DSS through the NYS Office of Temporary and Disability Assistance (CFDA #93.568).

(9) Sub-recipients

For the year ended December 31, 2015, amounts provide to subrecipients totaled \$20,479,724 and are listed by program on the Schedule of Expenditures of Federal Awards.

(10) Glossary of Pass-Through Grantors

The following is a glossary of pass-through grantor acronyms which may be used in the Schedule of Expenditures of Federal Awards.

Acronym	Agency
HRI	Health Research, Inc.
NYC Police	New York City Police Department
NYMTC	NYS Department of Transportation / New York Metropolitan Transit Council
NYS BOE	New York State Board of Elections
NYS DCJS	New York State Division of Criminal Justice Services
NYS DHSES	New York State Division of Homeland Security & Emergency Services
NYS DOH	New York State Department of Health
NYS DOH - OASAS	New York State Department of Health-Office of Alcohol & Substance Abuse Services
NYS DOH - OMH	New York State Department of Health - Office of Mental Health
NYS DOL	New York State Department of Labor
NYS DOT	New York State Department of Transportation
NYS EC	New York State Department of Environmental Conservation
NYS EFC	New York State Environmental Facilities Corporation:
NYS GTSC	New York State Governor's Traffic Safety Committee
NYS HTF	New York State Housing Trust Fund (GOSR Division)
NYS OA	New York State Office of the Aging
NYS OTDA	New York State Office of Temporary and Disability Assistance
NYS OVS	New York State Office of Victim Services
RFMHI	Research Foundation for Mental Hygiene, Inc.
UWLI	United Way of Long Island

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SUFFOLK COUNTY
New York

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2015

1. SUMMARY OF AUDITORS' RESULTS		
<i>Financial Statements</i>		
Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: UNMODIFIED		
Internal control over financial reporting:		
• Material weakness (es) identified?	_____ yes	___X___ no
• Significant deficiency (ies) identified?	_____ yes	___X___ none reported
Noncompliance material to financial statements noted?	_____ yes	___X___ no
<i>Federal Awards</i>		
Internal control over major federal programs:		
• Material weakness (es) identified?	___ X___ yes	_____ no
• Significant deficiency (ies) identified?	___X___ yes	_____ none reported
Type of auditor's report issued on compliance for major federal programs: Qualification for Adoption Assistance Title IV-E. The Opinions for all other major programs are Unmodified.		
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	___X___ yes	_____ no
Identification of major federal programs: Special Supplemental Nutrition Program for Women, Infants, and Children (CFDA 10.557) Home Investment Partnerships Program (CFDA 14.239) Hurricane Sandy Community Development Block Grant Disaster Recovery Grants (CDBG-DR) (CFDA 14.269) State Criminal Alien Assistance Program – Incarceration of Illegal Aliens (CFDA 16.606) Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers (CFDA 93.044) Special Programs for the Aging Title III, Part C Nutrition Services (CFDA 93.045) Nutrition Services Incentive Program (CFDA 93.053) Child Support Enforcement (CFDA 93.563) Foster Care Title IV-E (CFDA 93.658) Adoption Assistance TITTLE IV-E (CFDA 93.659) Medical Assistance Program (CFDA 93.778) Block Grants for Prevention and Treatment of Substance Abuse (CFDA 93.959) Homeland Security Grant Program (CFDA 97.067)		
Dollar threshold used to distinguish between type A and type B programs:	\$ 3,000,000	
Auditee qualified as low-risk auditee?	___X___ yes	_____ no

II FINDINGS RELATING TO THE FINANCIAL STATEMENTS REPORTED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

None.

III FINDINGS AND QUESTIONED COSTS RELATING TO FEDERAL AWARDS

See accompanying pages 189 through 218.

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FINDING # - 2015-001

INTERNAL CONTROLS – SIGNIFICANT DEFICIENCY AND NONCOMPLIANCE

SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN (CFDA 10.557)
HOME INVESTMENT PARTNERSHIPS PROGRAM (CFDA 14.239)
HURRICANE SANDY COMMUNITY DEVELOPMENT BLOCK GRANT DISASTER RECOVERY GRANTS (CDBG-DR) (CFDA 14.269)
STATE CRIMINAL ALIEN ASSISTANCE PROGRAM – INCARCERATION OF ILLEGAL ALIENS (CFDA 16.606)
SPECIAL PROGRAMS FOR THE AGING TITLE III, PART B GRANTS FOR SUPPORTIVE SERVICES AND SENIOR CENTERS (CFDA 93.044)
SPECIAL PROGRAMS FOR THE AGING TITLE III, PART C NUTRITION SERVICES (CFDA 93.045)
NUTRITION SERVICES INCENTIVE PROGRAM (CFDA 93.053)
CHILD SUPPORT ENFORCEMENT (CFDA 93.563)
FOSTER CARE TITLE IV-E (CFDA 93.658)
ADOPTION ASSISTANCE TITLE IV-E (CFDA 93.659)
MEDICAL ASSISTANCE PROGRAM (CFDA 93.778)
BLOCK GRANTS FOR PREVENTION AND TREATMENT OF SUBSTANCE ABUSE (CFDA 93.959)
HOMELAND SECURITY GRANT PROGRAM (CFDA 97.067)

STATE AGENCY: NEW YORK STATE DEPARTMENT OF HEALTH –OASAS (CFDA 93.778; 93.959)
STATE AGENCY: NEW YORK STATE DEPARTMENT OF HEALTH (CFDA 10.557; 93.778)
STATE AGENCY: NEW YORK STATE HOUSING TRUST FUND (CFDA 14.269)
STATE AGENCY: NEW YORK STATE OFFICE OF FOR THE AGING (CFDA 93.044, 93.045, 93.053; 93.778)
STATE AGENCY: NEW YORK STATE OFFICE OF TEMPORARY AND DISABILITY ASSISTANCE (CFDA 93.563; 93.658; 93.659; 93.778)
STATE AGENCY: NEW YORK STATE DIVISION OF HOMELAND SECURITY EMERGENCY SERVICES (CFDA 97.067)
FEDERAL AGENCY: U.S. DEPARTMENT OF AGRICULTURE
FEDERAL AGENCY: U.S. DEPARTMENT OF JUSTICE
FEDERAL AGENCY: U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
FEDERAL AGENCY: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
FEDERAL AGENCY: U.S. DEPARTMENT OF HOMELAND SECURITY

1. CRITERIA

Internal Controls - As per *Uniform Grant Guidance §200.303- Internal Controls*, the non-Federal entity must:

- Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States and the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).
- Comply with Federal statutes, regulations, and the terms and conditions of the Federal awards.
- Evaluate and monitor the non-Federal entity’s compliance with statute, regulations and the terms and conditions of Federal awards.

2. CONDITION/ PERSPECTIVE

Suffolk County (the “County”) has internal control procedures in place to maintain effective internal control over Federal awards that provides reasonable assurance that the County is managing Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award.

However, we noted that the County did not formally document its internal controls over Federal awards that provides reasonable assurance that the County is managing a Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award.

3. CAUSE

The County did not follow policies and procedures, as stated in *Uniform Grant Guidance CFR 200.303* regarding the documentation of internal controls.

4. EFFECT

A lack of documentation could result in inconsistent or improper application of the controls.

5. REPEAT FINDING

No

6. RECOMMENDATION

We recommend the County ensure the internal controls over Federal awards are documented to ensure that control provides reasonable assurance the County is managing Federal awards in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award.

7. QUESTIONED COSTS

None

8. VIEWS OF RESPONSIBLE OFFICIAL

While the County may not have a single fully documented internal control policy as it relates to our Federal awards, we do have numerous policies that provide reasonable assurance that the County is managing the Federal awards in compliance with Federal statutes, regulations and the terms and conditions of the Federal awards. The County has numerous Standard Operating Procedures (SOPs) as well as Single Audit advisories and Comptroller's Accounting Policies and Operational Guidance. These procedures/advisories/manuals help to document our internal controls. Some departments also have internal controls that are specifically required by funding agencies to be documented as they relate to their programs. For example, the New York State Department of Homeland Security and Emergency Services (NYS DHSES) requires, as part of their Homeland Security fiscal monitoring visits, an updated grant procedure which allows each department to list their procedures for grant processes from start to finish. In order to make sure our internal controls are fully documented and in compliance with the guidance in the "Standards for Internal Control in the Federal Government", we will work with Audit & Control and the various County departments/agencies that receive Federal funding to bring them into compliance.

Also see "Corrective Action Plan".

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FINDING # - 2015-002

CASH MANAGEMENT – SIGNIFICANT DEFICIENCY AND NONCOMPLIANCE

SPECIAL PROGRAMS FOR THE AGING TITLE III, PART B GRANTS FOR SUPPORTIVE SERVICES AND SENIOR CENTERS (CFDA 93.044)

SPECIAL PROGRAMS FOR THE AGING TITLE III, PART C NUTRITION SERVICES (CFDA 93.045)

NUTRITION SERVICES INCENTIVE PROGRAM (CFDA 93.053)

CHILD SUPPORT ENFORCEMENT (CFDA 93.563)

FOSTER CARE TITLE IV-E (CFDA 93.658)

ADOPTION ASSISTANCE TITLE IV-E (CFDA 93.659)

STATE AGENCY: NEW YORK STATE OFFICE FOR THE AGING (CFDA 93.044, 93.045, 93.053)

STATE AGENCY: NEW YORK STATE OFFICE OF TEMPORARY AND DISABILITY ASSISTANCE (CFDA 93.563; 93.658; 93.659)

FEDERAL AGENCY: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

1. CRITERIA

Cash Management - As per *Uniform Grant Guidance §200.305- Payment*, the non-Federal entity must:

(b) For non-Federal entities other than states, payments methods must minimize the time elapsing between the transfer of funds from the United States Treasury or the pass-through entity and the disbursement by the non-Federal entity whether the payment is made by electronic funds transfer, or issuance or redemption of checks, warrants, or payment by other means. The non-Federal entity must maintain both written procedures that minimize the time elapsing between the transfer of funds and disbursement by the non-Federal entity.

2. CONDITION/ PERSPECTIVE

Suffolk County (the “County”) receives advances of federal funds. However, we noted that the County did not formally maintain written procedures that minimize the time elapsing between the transfer of funds and disbursement by the County, and financial management systems that meet the standards for fund control and accountability as required by Uniform Guidance.

3. CAUSE

The County did not follow policies and procedures as stated in Uniform Grant Guidance CFR 200.305 regarding the maintaining written procedures on its cash management.

4. EFFECT

A lack of Cash Management policy could result in inconsistent application of cash management for various Federal programs.

5. REPEAT FINDING

No

6. RECOMMENDATION

We recommend the County ensure the written procedures are maintained over its cash management compliance.

7. QUESTIONED COSTS

None

8. VIEWS OF RESPONSIBLE OFFICIAL

Although, the County did not have cash advances in 2015, we are in agreement that a written cash management policy and procedure manual was not in place. Therefore, the County will create a Standard Operating Procedure for 2016.

Also see “Corrective Action Plan”.

FINDING # - 2015-003

PROCUREMENT – SIGNIFICANT DEFICIENCY AND NONCOMPLIANCE

SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN (CFDA 10.557)

HOME INVESTMENT PARTNERSHIPS PROGRAM (CFDA 14.239)

HURRICANE SANDY COMMUNITY DEVELOPMENT BLOCK GRANT DISASTER RECOVERY GRANTS (CDBG-DR) (CFDA 14.269)

MEDICAL ASSISTANCE PROGRAM (CFDA 93.778)

BLOCK GRANTS FOR PREVENTION AND TREATMENT OF SUBSTANCE ABUSE (CFDA 93.959)

STATE AGENCY: NEW YORK STATE OFFICE OF TEMPORARY AND DISABILITY ASSISTANCE (CFDA 93.778)

STATE AGENCY: NEW YORK STATE OFFICE OF THE AGING (CFDA 93.778)

STATE AGENCY: NEW YORK STATE DEPARTMENT OF HEALTH - OASAS (CFDA 93.778; 93.959)

STATE AGENCY: NEW YORK STATE DEPARTMENT OF HEALTH (CFDA 10.557; 93.778)

STATE AGENCY: NEW YORK STATE HOUSING TRUST FUND (CFDA 14.269)

FEDERAL AGENCY: U.S. DEPARTMENT OF AGRICULTURE

FEDERAL AGENCY: U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

FEDERAL AGENCY: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

1. CRITERIA

Procurement - As per *Uniform Grant Guidance §200.110.-6 and §200.318* Requirements for pass-through entities. All pass-through entities must:

§200.110-6 Effective Dates and Grace Period for Procurement.

The Federal government has provided a grace period after the effective date for non-Federal entities to comply with the procurement standards in the Uniform Guidance. The grace period is for two fiscal year after the effective date of the Uniform Guidance. In general non-Federal entities must comply with the terms and conditions of their Federal award, which will specify whether the Uniform Guidance applies. However, in light of the new procurement standards, for procurement policies and procedures, for the non-Federal entity's first full fiscal year that begins on or after December 26, 2014, the non-Federal entity must document whether it is in compliance with the old or new standard, and must meet the documented standard.

§200.318 General procurement standards.

(c)(1) The non-Federal entity must maintain written standards of conduct covering conflicts of interest and governing the actions of its employees engaged in the selection, award and administration of contracts. No employee, officer, or agent may participate in the selection, award, or administration of a contract supported by a Federal award if he or she has a real or apparent conflict of interest. Such a conflict of interest would arise when the employee, officer, or agent, any member of his or her immediate family, his or her partner, or an organization which employs or is about to employ any of the parties indicated herein, has a financial or other interest in or a tangible personal benefit from a firm considered for a contract. The officers, employees, and agents of the non-Federal entity may neither solicit nor accept gratuities, favors, or anything of monetary value

from contractors or parties to subcontracts. However, non-Federal entities may set standards for situations in which the financial interest is not substantial or the gift is an unsolicited item of nominal value. The standards of conduct must provide for disciplinary actions to be applied for violations of such standards by officers, employees, or agents of the non-Federal entity. (2) If the non-Federal entity has a parent, affiliate, or subsidiary organization that is not a state, local government, or Indian tribe, the non-Federal entity must also maintain written standards of conduct covering organizational conflicts of interest. Organizational conflicts of interest means that because of relationships with a parent company, affiliate, or subsidiary organization, the non-Federal entity is unable or appears to be unable to be impartial in conducting a procurement action involving a related organization.

2. CONDITION/PERSPECTIVE

Suffolk County (the “County”) has a procurement policy in place. However, during our testing of Procurement Compliance, we noted the following:

- As required by *Uniform Grant Guidance - §200.110.-6*, the County, did not document whether it is in compliance with the old or new standard, and did not meet the documented standards.
- As required by *Uniform Grant Guidance - §200.318*, the County did not maintain written standards of conduct covering conflicts of interest and governing the actions of its employees engaged in the selection, award and administration of contracts.

3. CAUSE

The County did not follow policies and procedures as stated in *Uniform Grant Guidance CFR 200.110.6* and *200.318* regarding the procurement requirements.

4. EFFECT

A lack of Procurement Policy could result in inconsistent procurements to disbarred and restricted entities.

5. REPEAT FINDING

No

6. RECOMMENDATION

We recommend the County ensure its procurement policies are in compliance with *Uniform Grant Guidance CFR 200.110 (6)* and *200.318* procurement requirements.

7. QUESTIONED COST

None.

8. VIEWS OF RESPONSIBLE OFFICIAL

The County maintains a procurement policy that adheres to NYS GML 103 and GML 104. In addition, the County maintains a Procurement Manual For The Acquisition Of Goods and Services Under Federal Grants Programs. While this manual does not specifically address standards for conflict of interests, our general County procurement policy and SOPs do. Therefore, we believe the County is in compliance with both the old and new Uniform Grant standards.

The County will update our Procurement Manual For The Acquisition Of Goods and Services Under Federal Grants Programs to incorporate standards of conduct covering conflicts of interest and governing the actions of employees engaged in the selection, award, and administrations of contracts, as well as any other applicable standard as required by the Uniform Grant Guidance.

Also see “Corrective Action Plan”.

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FINDING # - 2015-004

SUBRECIPIENT MONITORING – SIGNIFICANT DEFICIENCY AND NONCOMPLIANCE

SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN (CFDA 10.557)

STATE AGENCY: NEW YORK STATE DEPARTMENT OF HEALTH (CFDA 10.557)

FEDERAL AGENCY: U.S. DEPARTMENT OF AGRICULTURE

1. CRITERIA

Subrecipient Monitoring - As per *Uniform Grant Guidance §200.331* Requirements for pass-through entities. All pass-through entities must:

- (a) Ensure that every subaward is clearly identified to the subrecipient as a subaward and includes the following information at the time of the subaward and if any of these data elements change, include the changes in subsequent subaward modification. When some of this information is not available, the pass-through entity must provide the best information available to describe the Federal award and subaward. Required information includes:

(1) Federal Award Identification.

- Subrecipient name (which must match the name associated with its unique entity identifier);
- Subrecipient's unique entity identifier;
- Federal Award Identification Number (FAIN);
- Federal Award Date (see §200.39 Federal award date) of award to the recipient by the Federal agency;
- Subaward Period of Performance Start and End Date;
- Amount of Federal Funds Obligated by this action by the pass-through entity to the subrecipient;
- Total Amount of Federal Funds Obligated to the subrecipient by the pass-through entity including the current obligation;
- Total Amount of the Federal Award committed to the subrecipient by the pass-through entity;
- Federal award project description, as required to be responsive to the Federal Funding Accountability and Transparency Act (FFATA);
- Name of Federal awarding agency, pass-through entity, and contact information for awarding official of the pass-through entity;
- CFDA Number and Name; the pass-through entity must identify the dollar amount made available under each Federal award and the CFDA number at time of disbursement;
- Identification of whether the award is R&D; and
- Indirect cost rate for the Federal award (including if the de minimis rate is charged per §200.414 Indirect (F&A) costs).

- (2) All requirements imposed by the pass-through entity on the subrecipient so that the Federal award is used in accordance with Federal statutes, regulations and the terms and conditions of the Federal award;
 - (3) Any additional requirements that the pass-through entity imposes on the subrecipient in order for the pass-through entity to meet its own responsibility to the Federal awarding agency including identification of any required financial and performance reports;
 - (4) An approved federally recognized indirect cost rate negotiated between the subrecipient and the Federal Government or, if no such rate exists, either a rate negotiated between the pass-through entity and the subrecipient (in compliance with this part), or a de minimis indirect cost rate as defined in §200.414 Indirect (F&A) costs, paragraph (f);
 - (5) A requirement that the subrecipient permit the pass-through entity and auditors to have access to the subrecipient's records and financial statements as necessary for the pass-through entity to meet the requirements of this part; and
 - (6) Appropriate terms and conditions concerning closeout of the subaward.
- (b) Evaluate each subrecipient's risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward for purposes of determining the appropriate subrecipient monitoring described in paragraphs (d) and (e) of this section, which may include consideration of such factors as:
- (1) The subrecipient's prior experience with the same or similar subawards;
 - (2) The results of previous audits including whether or not the subrecipient receives a Single Audit in accordance with Subpart F—Audit Requirements of this part, and the extent to which the same or similar subaward has been audited as a major program;
 - (3) Whether the subrecipient has new personnel or new or substantially changed systems; and
 - (4) The extent and results of Federal awarding agency monitoring (e.g., if the subrecipient also receives Federal awards directly from a Federal awarding agency).
- (c) Consider imposing specific subaward conditions upon a subrecipient if appropriate as described in §200.207 Specific Conditions.
- (d) Monitor the activities of the subrecipient as necessary to ensure that the subaward is used for authorized purposes, in compliance with Federal statutes, regulations, and the terms and conditions of the subaward; and that subaward performance goals are achieved. Pass-through entity monitoring of the subrecipient must include:
- (1) Reviewing financial and performance reports required by the pass-through entity.
 - (2) Following-up and ensuring that the subrecipient takes timely and appropriate action on all deficiencies pertaining to the Federal award provided to the subrecipient from the pass-through entity detected through audits, on-site reviews, and other means.

- (3) Issuing a management decision for audit findings pertaining to the Federal award provided to the subrecipient from the pass-through entity as required by §200.521 Management decision.
- (e) Depending upon the pass-through entity’s assessment of risk posed by the subrecipient (as described in paragraph (b) of this section), the following monitoring tools may be useful for the pass-through entity to ensure proper accountability and compliance with program requirements and achievement of performance goals:
 - (1) Providing subrecipients with training and technical assistance on program-related matters; and
 - (2) Performing on-site reviews of the subrecipient’s program operations;
 - (3) Arranging for agreed-upon-procedures engagements as described in §200.425 Audit services.
- (f) Verify that every subrecipient is audited as required by Subpart F—Audit Requirements of this part when it is expected that the subrecipient’s Federal awards expended during the respective fiscal year equaled or exceeded the threshold set forth in §200.501 Audit requirements.
- (g) Consider whether the results of the subrecipient’s audits, on-site reviews, or other monitoring indicate conditions that necessitate adjustments to the pass-through entity’s own records.
- (h) Consider taking enforcement action against noncompliant subrecipients as described in §200.338 Remedies for noncompliance of this part and in program regulations.

2. CONDITION/PERSPECTIVE

Suffolk County Health Services (the “Department”) has subrecipient monitoring procedures in place. We noted the Department’s subrecipient contracts did not include all the required information for its subrecipient contract. We also noted:

- Of the one (1) delegate agency selected for review, we noted one (1) delegate agency did not submit audited single audit report within the prescribed 9-months deadline.
- The County did not evaluate subrecipient’s risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward for purposes of determining the appropriate subrecipient monitoring.

3. CAUSE

The Department did not follow policies and procedures as stated in *Uniform Grant Guidance CFR 200.331* regarding the subrecipient monitoring requirements.

4. EFFECT

A lack of Subrecipient policy could result in inappropriate monitoring of the subrecipients.

5. REPEAT FINDING

No.

6. RECOMMENDATION

We recommend the Department ensure its subrecipient contracts are in compliance with *Uniform Grant Guidance CFR 200.331* subrecipient requirements.

7. QUESTIONED COST

None.

8. VIEWS OF RESPONSIBLE OFFICIAL

The Department has reviewed the required information for subrecipient contracts under the new Uniform Grant Guidance CFR 200.331 and will work with the Law Department to revise the current subrecipient contract model to include all required language. The one delegate agency that did not submit an audited Single Audit report within the prescribed 9-month period received under \$500,000 in Federal aid during 2014 and less than \$750,000 in Federal aid during 2015. The exemption letter will be provided by the agency.

The Department has reviewed the requirement under the new Uniform Grant Guidance CFR 200.331 to evaluate each subrecipient's risk of noncompliance with Federal statutes, regulations and the terms and conditions of the subaward for purposes of determining the appropriate subrecipient monitoring. The Department will work internally to develop a process to evaluate each subrecipient and document the evaluation and applicable subrecipient monitoring upon subaward. The Department's subrecipient contracts include language regarding excluded/debarred parties that requires the subrecipient to represent and warrant that neither it nor its employees or contractors are excluded from participation in a Federal health care program or any other government payment program. In addition, the Department obtains attestation of compliance from the subrecipient regarding each contract.

Also see "Corrective Action Plan".

FINDING # - 2015-005

SUBRECIPIENT MONITORING – SIGNIFICANT DEFICIENCY AND NONCOMPLIANCE

HOME INVESTMENT PARTNERSHIPS PROGRAM (CFDA 14.239)

FEDERAL AGENCY: U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

1. CRITERIA

Subrecipient Monitoring - As per *Uniform Grant Guidance §200.331* Requirements for pass-through entities. All pass-through entities must:

(a) Ensure that every subaward is clearly identified to the subrecipient as a subaward and includes the following information at the time of the subaward and if any of these data elements change, include the changes in subsequent subaward modification. When some of this information is not available, the pass-through entity must provide the best information available to describe the Federal award and subaward. Required information includes:

(1) Federal Award Identification.

- Subrecipient name (which must match the name associated with its unique entity identifier);
- Subrecipient's unique entity identifier;
- Federal Award Identification Number (FAIN);
- Federal Award Date (see §200.39 Federal award date) of award to the recipient by the Federal agency;
- Subaward Period of Performance Start and End Date;
- Amount of Federal Funds Obligated by this action by the pass-through entity to the subrecipient;
- Total Amount of Federal Funds Obligated to the subrecipient by the pass-through entity including the current obligation;
- Total Amount of the Federal Award committed to the subrecipient by the pass-through entity;
- Federal Award project description, as required to be responsive to the Federal Funding Accountability and Transparency Act (FFATA);
- Name of Federal awarding agency, pass-through entity, and contact information for awarding official of the pass-through entity;
- CFDA Number and Name; the pass-through entity must identify the dollar amount made available under each Federal award and the CFDA number at time of disbursement;
- Identification of whether the award is R&D; and
- Indirect cost rate for the Federal award (including if the de minimis rate is charged per §200.414 Indirect (F&A) costs).

(2) All requirements imposed by the pass-through entity on the subrecipient so that the Federal award is used in accordance with Federal statutes, regulations and the terms and conditions of the Federal award;

- (3) Any additional requirements that the pass-through entity imposes on the subrecipient in order for the pass-through entity to meet its own responsibility to the Federal awarding agency including identification of any required financial and performance reports;
 - (4) An approved federally recognized indirect cost rate negotiated between the subrecipient and the Federal Government or, if no such rate exists, either a rate negotiated between the pass-through entity and the subrecipient (in compliance with this part), or a de minimis indirect cost rate as defined in §200.414 Indirect (F&A) costs, paragraph (f);
 - (5) A requirement that the subrecipient permit the pass-through entity and auditors to have access to the subrecipient's records and financial statements as necessary for the pass-through entity to meet the requirements of this part; and
 - (6) Appropriate terms and conditions concerning closeout of the subaward.
- (b) Evaluate each subrecipient's risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward for purposes of determining the appropriate subrecipient monitoring described in paragraphs (d) and (e) of this section, which may include consideration of such factors as:
- (1) The subrecipient's prior experience with the same or similar subawards;
 - (2) The results of previous audits including whether or not the subrecipient receives a Single Audit in accordance with Subpart F—Audit Requirements of this part, and the extent to which the same or similar subaward has been audited as a major program;
 - (3) Whether the subrecipient has new personnel or new or substantially changed systems; and
 - (4) The extent and results of Federal awarding agency monitoring (e.g., if the subrecipient also receives Federal awards directly from a Federal awarding agency).
- (c) Consider imposing specific subaward conditions upon a subrecipient if appropriate as described in §200.207 Specific conditions.
- (d) Monitor the activities of the subrecipient as necessary to ensure that the subaward is used for authorized purposes, in compliance with Federal statutes, regulations, and the terms and conditions of the subaward; and that subaward performance goals are achieved. Pass-through entity monitoring of the subrecipient must include:
- (1) Reviewing financial and performance reports required by the pass-through entity.
 - (2) Following up and ensuring that the subrecipient takes timely and appropriate action on all deficiencies pertaining to the Federal award provided to the subrecipient from the pass-through entity detected through audits, on-site reviews, and other means.
 - (3) Issuing a management decision for audit findings pertaining to the Federal award provided to the subrecipient from the pass-through entity as required by §200.521 Management decision.

- e) Depending upon the pass-through entity’s assessment of risk posed by the subrecipient (as described in paragraph (b) of this section), the following monitoring tools may be useful for the pass-through entity to ensure proper accountability and compliance with program requirements and achievement of performance goals:
 - (1) Providing subrecipients with training and technical assistance on program-related matters; and
 - (2) Performing on-site reviews of the subrecipient’s program operations;
 - (3) Arranging for agreed-upon-procedures engagements as described in §200.425 Audit services.
- (f) Verify that every subrecipient is audited as required by Subpart F—Audit Requirements of this part when it is expected that the subrecipient’s Federal awards expended during the respective fiscal year equaled or exceeded the threshold set forth in §200.501 Audit Requirements.
- (g) Consider whether the results of the subrecipient’s audits, on-site reviews, or other monitoring indicate conditions that necessitate adjustments to the pass-through entity’s own records.
- (h) Consider taking enforcement action against noncompliant subrecipients as described in §200.338 Remedies for noncompliance of this part and in program regulations.

2. CONDITION/PERSPECTIVE

Suffolk County Community Development (the “Department”) has subrecipient monitoring procedures in place. We noted the Department’s subrecipient contracts did not include all the required information for its subrecipient contract. We also noted the County did not evaluate subrecipient’s risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward for purposes of determining the appropriate subrecipient monitoring.

3. CAUSE

The Department did not follow policies and procedures as stated in *Uniform Grant Guidance CFR 200.331* regarding the subrecipient monitoring requirements.

4. EFFECT

A lack of Subrecipient policy could result in inappropriate monitoring of the subrecipients.

5. REPEAT FINDING

No

6. RECOMMENDATION

We recommend the Department ensure its subrecipient contracts are in compliance with *Uniform Grant Guidance CFR 200.331* subrecipient requirements.

7. QUESTIONED COST

None.

8. VIEWS OF RESPONSIBLE OFFICIAL

In response to the “Condition” described in the Single Audit Findings as “The Suffolk County Community Development (the “Department”) has subrecipient monitoring procedures in place. We noted the Department’s subrecipient contracts did not include all the required information for its subrecipient contract. We also noted the County did not evaluate subrecipient’s risk of noncompliance with Federal statues, regulations, and the terms and conditions of the subaward for purposes of determining the appropriate subrecipient monitoring.”

The Department will take appropriate action to ensure all required documents are included in all subrecipient contracts and will take appropriate measures to properly evaluate subrecipient risk of noncompliance.

Also see “Corrective Action Plan”.

FINDING # - 2015-006

SUBRECIPEINT MONITORING – SIGNIFICANT DEFICIENCY AND NONCOMPLIANCE

AGING CLUSTER (CFDA 93.044; 93.045; 93.053)

CHILD SUPPORT ENFORCEMENT (CFDA 93.563)

**BLOCK GRANTS FOR PREVENTION AND TREATMENT OF SUBSTANCE ABUSE
(CFDA 93.959)**

MEDICAL ASSISTANCE PROGRAM (CFDA 93.778)

**STATE AGENCY: NEW YORK STATE OFFICE FOR THE AGING (CFDA 93.044; 93.045;
93.053)**

**STATE AGENCY: NEW YORK STATE OFFICE OF TEMPORARY DISABILITIES
ASSISTANCE (CFDA 93.563; 93.778)**

**STATE AGENCY: NEW YORK STATE DEPARTMENT OF HEALTH - OASAS (CFDA 93.959;
93.778)**

STATE AGENCY: NEW YORK STATE DEPARTMENT OF HEALTH (CFDA 93.778)

FEDERAL AGENCY: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

1. CRITERIA

Subrecipient Monitoring - As per *Uniform Grant Guidance* - §200.331 Requirements for pass-through entities. All pass-through entities must:

- (a) Ensure that every subaward is clearly identified to the subrecipient as a subaward and includes the following information at the time of the subaward and if any of these data elements change, include the changes in subsequent subaward modification. When some of this information is not available, the pass-through entity must provide the best information available to describe the Federal award and subaward. Required information includes:

(1) Federal Award Identification.

- Subrecipient name (which must match the name associated with its unique entity identifier);
- Subrecipient's unique entity identifier;
- Federal Award Identification Number (FAIN);
- Federal Award Date (see §200.39 Federal award date) of award to the recipient by the Federal agency;
- Subaward Period of Performance Start and End Date;
- Amount of Federal Funds Obligated by this action by the pass-through entity to the subrecipient;
- Total Amount of Federal Funds Obligated to the subrecipient by the pass-through entity including the current obligation;
- Total Amount of the Federal Award committed to the subrecipient by the pass-through entity;
- Federal award project description, as required to be responsive to the Federal Funding Accountability and Transparency Act (FFATA);
- Name of Federal awarding agency, pass-through entity, and contact information for awarding official of the pass-through entity;

- CFDA Number and Name; the pass-through entity must identify the dollar amount made available under each Federal award and the CFDA number at time of disbursement;
 - Identification of whether the award is R&D; and
 - Indirect cost rate for the Federal award (including if the de minimis rate is charged per §200.414 Indirect (F&A) costs).
- (2) All requirements imposed by the pass-through entity on the subrecipient so that the Federal award is used in accordance with Federal statutes, regulations and the terms and conditions of the Federal award;
- (3) Any additional requirements that the pass-through entity imposes on the subrecipient in order for the pass-through entity to meet its own responsibility to the Federal awarding agency including identification of any required financial and performance reports;
- (4) An approved federally recognized indirect cost rate negotiated between the subrecipient and the Federal Government or, if no such rate exists, either a rate negotiated between the Pass-through entity and the subrecipient (in compliance with this part), or a de minimis indirect cost rate as defined in §200.414 Indirect (F&A) costs, paragraph (f);
- (5) A requirement that the subrecipient permit the pass-through entity and auditors to have access to the subrecipient's records and financial statements as necessary for the pass-through entity to meet the requirements of this part; and
- (6) Appropriate terms and conditions concerning closeout of the subaward.
- (b) Evaluate each subrecipient's risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward for purposes of determining the appropriate subrecipient monitoring described in paragraphs (d) and (e) of this section, which may include consideration of such factors as:
- The subrecipient's prior experience with the same or similar subawards;
 - The results of previous audits including whether or not the subrecipient receives a Single Audit in accordance with Subpart F—Audit Requirements of this part, and the extent to which the same or similar subaward has been audited as a major program;
 - Whether the subrecipient has new personnel or new or substantially changed systems; and
 - The extent and results of Federal awarding agency monitoring (e.g., if the subrecipient also receives Federal awards directly from a Federal awarding agency).
- (c) Consider imposing specific subaward conditions upon a subrecipient if appropriate as described in §200.207 Specific conditions.
- (d) Monitor the activities of the subrecipient as necessary to ensure that the subaward is used for authorized purposes, in compliance with Federal statutes, regulations, and the terms and conditions of the subaward; and that subaward performance goals are achieved. Pass-through entity monitoring of the subrecipient must include:
- Reviewing financial and performance reports required by the pass-through entity.
 - Following-up and ensuring that the subrecipient takes timely and appropriate action on all deficiencies pertaining to the Federal award provided to the subrecipient from the pass-through entity detected through audits, on-site reviews, and other means.

- Issuing a management decision for audit findings pertaining to the Federal award provided to the subrecipient from the pass-through entity as required by §200.521 Management decision.
- (e) Depending upon the pass-through entity’s assessment of risk posed by the subrecipient (as described in paragraph (b) of this section), the following monitoring tools may be useful for the pass-through entity to ensure proper accountability and compliance with program requirements and achievement of performance goals:
- Providing subrecipients with training and technical assistance on program-related matters; Performing on-site reviews of the subrecipient’s program operations;
 - Arranging for agreed-upon-procedures engagements as described in §200.425 Audit services.
- (f) Verify that every subrecipient is audited as required by Subpart F—Audit Requirements of this part when it is expected that the subrecipient’s Federal awards expended during the respective fiscal year equaled or exceeded the threshold set forth in §200.501 Audit Requirements.
- (g) Consider whether the results of the subrecipient’s audits, on-site reviews, or other monitoring indicate conditions that necessitate adjustments to the pass-through entity’s own records.
- (h) Consider taking enforcement action against noncompliant subrecipients as described in §200.338 Remedies for noncompliance of this part and in program regulations.

2. CONDITION/PERSPECTIVE

The Suffolk County Department of Social Services, Department of Health Services and Office for the Aging (the “Departments”) have subrecipient monitoring procedures in place. We noted the Department’s subrecipient contracts did not include all the required information for its subrecipient contract. We also noted the County did not evaluate subrecipient’s risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward for purposes of determining the appropriate subrecipient monitoring.

3. CAUSE

The Department did not follow policies and procedures as stated in *Uniform Grant Guidance CFR 200.331* regarding the subrecipient monitoring requirements.

4. EFFECT

A lack of Subrecipient policy could result in inappropriate monitoring of the subrecipients.

5. REPEAT FINDING

No

6. RECOMMENDATION

We recommend the Department ensure its subrecipient contracts are in compliance with *Uniform Grant Guidance CFR 200.331* subrecipient requirements.

7. QUESTIONED COST

None.

8. VIEWS OF RESPONSIBLE OFFICIAL

The Department of Social Services' and the Office For the Aging's response:

The Department of Social Services and the Office For The Aging, in its review of the new *Uniform Grant Guidance CFR 200.331*, understands that a more formal documented policy is most likely needed and we will work with the County Law Department and any other departments in a county wide fashion to create one. If there is no countywide policy, the Department of Social Services and the Office For The Aging will formally document all the necessary language required for subrecipient compliance and create an internal policy going forward.

The Department of Social Services and the Office For The Aging still believe, based on current internal controls and contract monitoring practices that the contract in question would be deemed as a low risk when assessed against the criteria according to the *Uniform Grant Guidance 200.221 (b)*.

Based on the criteria within 200.221(b), the subrecipients prior experience with the Department has been a long positive history going back over 20 years, the management team within the contract agency remained consistent and the program division (CSEB) that is responsible for the compliance of the contract had quarterly meetings with the agency's administration to go over any issues.

Health Services' response:

The Department has reviewed the required information for subrecipient contracts under the new *Uniform Grant Guidance CFR 200.331* and will work with the Law Department to revise the current subrecipient contract model to include all required language.

The Department has reviewed the requirement under the new *Uniform Grant Guidance CFR 200.331* to evaluate each subrecipient's risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward for purposes of determining the appropriate subrecipient monitoring. The Department will work internally to develop a process to evaluate each subrecipient and document the evaluation and applicable subrecipient monitoring upon subaward. The Department's subrecipient contracts include language regarding excluded/debarred parties that requires the subrecipient to represent and warrant that neither it nor its employees or contractors are excluded from participation in a Federal health care program or any other government payment program. In addition, the Department obtains attestation of compliance from the subrecipient regarding each contract.

Also see "Corrective Action Plan".

FINDING # - 2015-007

REPORTING - DEFICIENCY

SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN (CFDA 10.557)

STATE AGENCY: NEW YORK STATE DEPARTMENT OF HEALTH (CFDA 10.557)

FEDERAL AGENCY: U.S. DEPARTMENT OF AGRICULTURE

1. CRITERIA

Reporting — Suffolk County (the “County”) is required to submit to the New York State Department of Health (“NYS DOH”) the monthly expenditure report within 45 days from the end of the month.

2. CONDITION/PRERSPECTIVE

The County is responsible to file the monthly expenditure reports to the NYS DOH within 45 days from the end of the month. Of the five (5) monthly expenditure reports selected for review, we noted two (2) monthly expenditure report was not filed timely as required by the NYS DOH policies.

3. CAUSE

Due to voluminous data collection, the County was unable to prepare and file the monthly expenditure report on a timely basis.

4. EFFECT

The County is not in compliance with the requirements to report on a timely basis, and thus the pass-through entity may not be able to report timely.

5. REPEAT FINDING

No.

6. RECOMMENDATION

We recommend the County ensure all required reports are submitted within the NYSDOH due dates.

7. QUESTIONED COST

None

8. VIEWS OF RESPONSIBLE OFFICIAL

The Department will continue to strive for the timely completion of grant-related processes. The Federal & State Aid Claims unit is in contact with State representatives during claiming periods and will make the representatives aware of issues that are causing a delay for a claim submission. Some of these issues are budget modifications that need to be finalized; expenditures from departments are

still needed or check numbers may still need to be issued prior to submission of a claim. Also if a contract is not executed, reports are not submitted until after this is completed. Another issue which affected timely submission was the closeout for a few of the grants. Final claims take additional time to complete and submit due to various budget modifications that need to be completed to fully spend down a grant, such as waiting to physically receive grant funded purchases and waiting for the purchases to be paid for, which all must be complete prior to submission of the final claims.

During the closeout of a grant, the departments and Federal & State Aid Claims unit are in close contact with their State representatives to keep them apprised of the claim submission timeline. The Federal & State Aid Claims unit is continually working with the departments to try to streamline the grant process and make all aspects timelier.

Also see “Corrective Action Plan”.

FINDING # - 2015-008

REPORTING – SIGNIFICANT DEFICIENCY AND NONCOMPLIANCE

HOMELAND SECURITY GRANT PROGRAM (CFDA 97.067)

**STATE AGENCY: NEW YORK STATE DIVISION OF HOMELAND SECURITY
EMERGENCY SERVICES (CFDA 97.067)**

FEDERAL AGENCY: U.S. DEPARTMENT OF HOMELAND SECURITY

1. CRITERIA

Reporting — Suffolk County (the “County”) is required to submit to the New York State Division of Homeland Security Emergency Services (“NYS DHSES”) the monthly expenditure report within 30 days from the end of the Quarter.

2. CONDITION/PERSPECTIVE

The County is responsible to file the monthly expenditure reports to the NYS DHSES within 30 days from the end of the Quarter.

Of the thirty-eight (38) Quarterly expenditure reports selected for review, we noted twenty-three (23) Quarterly expenditure reports were not filed timely as required by the NYS DHSES policies.

3. CAUSE

Due to voluminous data collection, the County was unable to prepare and file the Quarterly expenditure report on a timely basis.

4. EFFECT

The County is not in compliance with the requirements to report on a timely basis, and thus the pass-through entity may not be able to report timely.

5. REPEAT FINDING

No

6. RECOMMENDATION

We recommend the County ensure all required reports are submitted to NYS DHSES within the required time frame.

7. QUESTIONED COST

None

8. VIEWS OF RESPONSIBLE OFFICIAL

Fire, Rescue, & Emergency Services' response:

The Department will continue working to coordinate with other grant agencies and make every effort to comply with all deadlines. Should it become clear, in the future, that the Department is unable to comply the Department will ensure this is communicated clearly to Federal & State Claims Unit staff as well as our state partners.

The UASI and SHSP grant programs involve expenditures from multiple departments and include salary and overtime costs that run through the end of each quarter. The Department of Fire, Rescue and Emergency Services and each of our grant partners expeditiously gather the information that is needed for quarterly claims. In addition, it should be noted that Suffolk County has a multi-layered process for the submission of claims. FRES does not submit Quarterly Expenditure Reports directly to the New York State Division of Homeland Security and Emergency Services (NYS DHSES). FRES and all of the other county departments that share UASI and SHSP funding submit their claim information to the Federal & State Aid Claims Unit. FRES also submits USAR and HazMat claim information to the Federal & State Aid Claims Unit. The Federal & State Aid Claims Unit prepares the fiscal cost reports that are submitted to the NYS DHSES. Due to the size and complexity of many of these claims, NYS DHSES has accommodated Suffolk County with additional time to submit Quarterly Expenditure Reports.

Federal & State Aid Claims unit staff are in contact with State representatives during claiming periods and will make the representatives aware of issues that are causing a delay for a claim submission. Some of these issues are budget modifications that need to be finalized; expenditures from departments are still needed or check numbers may still need to be issued prior to submission of a claim. Also if a contract is not executed, reports are not submitted until after this is completed. One selection is noted as due on 7/30/15, however, the NYS DHSES did not execute the contract until 8/18/15. Another issue which affected timely submission was the closeout for a few of the grants. Final claims take additional time to complete and submit due to various budget modifications that need to be completed to fully spend down a grant, waiting to physically receive grant funded purchases and waiting for the purchases to be paid for all of which must be complete prior to submission of the final claims. During the closeout of a grant, the Departments and Federal & State Aid Claims unit are in close contact with their State representatives to keep them apprised of the claim submission timeline. The Federal & State Aid Claims unit is continually working with the departments to try to streamline the grant process and make all aspects timelier.

Sheriff's Office's response:

The Sheriff's Office has reviewed the findings related to the Sheriff's Office for OP Shield 2015 2nd quarter. For one selection, the claim was not submitted to the grantor within the 30 day reporting requirement. The resolution was not signed by the County Executive until 8/5/15 and the Budget Office did not enter the funds in IFMS until 8/11/16. The 2nd quarter was filed along with the 3rd quarter. This was an error on our part. There were 2 separate contracts for this grant between the Police Department and the Sheriff's Office.

Due to the large volume of grants, almost all due at the same time Federal & State Aid is submitting the claims as fast as they can. The recommendation was to insure that all reports are submitted timely. For any grants with overtime it is impossible to submit the claim earlier in the month, as the overtime information is not available until almost a month after it is worked.

Police Department's response:

The Police Department has reviewed the findings related to the Police Department and offers the following responses to address the items listed.

Ten of the selections involved the Police Department and it was noted that the claims were not submitted to the grantor within the 30 day reporting requirement. Claims information for three selections were submitted to the Federal and State Aid Claims Unit on 1/21/16. Claim information for one of the selection was submitted to Federal and State Aid on 1/20/16. Claims information for six of the selections were submitted to Federal and State Aid on 7/17/15.

While our claims were submitted timely to the Federal and State Aid Unit, which prepares the claims and submits to the grantors, as noted in 3. Because, the quantity of data that is gathered for the claims is very large, and it is nearly impossible for Federal and State Aid to prepare the claims for timely submission.

Over a number of years most federal and state grantors have moved to a 30 day reporting timeline. Thus, almost all claims are due at the same time. Current staffing levels in the Police Department necessitate overtime to prepare the claims information for approximately 57 grants each quarter. Overtime is also routinely required at Federal and State Aid. The recommendation was to ensure that all required reports are submitted timely. For any grants with budget line items for overtime it would be nearly impossible for PD staff to submit claims info earlier in the month following the end of a quarter due to constraints of the automated overtime reporting system. Any overtime worked near the end of the quarter takes time to be entered into the system due to OT slip preparation, approval and entry times. Running the quarterly OT reports too soon will not capture all related overtime incurred, which will need to be researched the following quarter to ensure that the overtime is accurately reported. This process is labor intensive.

Short of adding additional personnel in both the Police Department and Federal and State Aid Unit, it will likely continue to be impossible to reach 100% compliance with the 30 day reporting requirement.

Also see "Corrective Action Plan".

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FINDING # - 2015-009

ELIGIBILITY FOR INDIVIDUALS – MATERIAL DEFICIENCY AND MATERIAL NONCOMPLIANCE

ADOPTION ASSISTANCE (CFDA 93.659)

STATE AGENCY: NEW YORK STATE OFFICE OF TEMPORARY AND DISABILITY ASSISTANCE (CFDA 93.659)

FEDERAL AGENCY: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

1. CRITERIA

Eligibility for Individuals—Adoption assistance subsidy payments may be paid on behalf of a child only if all of the following requirements are met:

- The child is eligible, or would have been eligible, for the former Aid to Families with Dependent Children (“AFDC”) program (i.e., met the State-established standard of need as of July 16, 1996, prior to enactment of the Personal Responsibility and Work Opportunity Reconciliation Act) except for his/her removal from the home of a relative pursuant to either a voluntary placement agreement or as a result of a judicial determination to the effect that continuation in the home of removal would have been contrary to the welfare of the child; the child is eligible for Supplemental Security Income; or is a child whose costs in a foster family home or child care institution are covered by the foster care maintenance payments being made with respect to his/her minor parent (42 United States Code (“USC”) 673(a)(2)(A) (i)(I)).
- Nonrecurring expenses of adoption may be paid on behalf of a child only if all of the following requirements are met:
 - The agreement, as a separate document or part of an agreement for State/Tribe or Federal Adoption assistance payment or services, was signed prior to the final decree of adoption (45 Code of Federal Regulations (“CFR”) sections 1356.41(b)).
 - The agreement indicates the nature and amount of the nonrecurring expenses to be paid (45 CFR sections 1356.41(a)).
 - The State or Tribe has determined that the child is a child with special needs (45 CFR sections 1356.41(d)).
 - The child has been placed for adoption in accordance with applicable State and local laws (45 CFR sections 1356.41(d)).
 - The costs incurred by or on behalf of adoptive parents are not otherwise reimbursed from other sources (45 CFR sections 1356.41(g)).

2. CONDITION/PERSPECTIVE

New York State has enacted legislation which allows payments to be made for the care and maintenance of children when they are adopted. Suffolk County Department of Social Services (the “Department”) provides a monthly adoption subsidy payment mandated by law for the care, maintenance, and/or medical needs of a child who fits the definition of handicapped or hard-to-place

as defined by New York State law and regulations. Subsidy payments are available to all eligible children until the age of 21 regardless of the adoptive parent's income. These payments are discontinued only when it is determined by a social services official that the adoptive parent(s) is no longer legally responsible for the support of the child or that the child is no longer receiving any support from the parent(s).

Of the sixty files (60) selected for testing:

- Twenty-one (21) files did not include one or more federally-required documents. The missing documents were the Eligibility for Title 1V-E Adoption Assistance Form (DSS-3912).

3. CAUSE

The Department did not ensure that all required forms were filed and signed timely.

4. EFFECT

The County claims could be made on behalf of ineligible recipients.

5. REPEAT FINDING

No

6. RECOMMENDATION

We recommend the Department strengthen its monitoring controls over the adoption assistance case files, to ensure the timely and accurate determination of eligibility.

7. QUESTIONED COST

Cannot be determined

8. VIEWS OF RESPONSIBLE OFFICIAL

The Department of Social Services acknowledges that case records for cases established prior to 2002 do not contain the DSS-3912 form. The Department of Social Services made a procedural change in 2002 that resulted the DSS-3912 form becoming part of the case record for any case established in the year 2002 and in subsequent years.

Also See "Corrective Action Plan".

**SUFFOLK COUNTY
NEW YORK**

**SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2015**

The following schedule contains the finding reference number and title for each of the findings included in the December 31, 2014 report. The letters under the heading Corrective Action indicates the following:

F Full (the Status of Prior Year Finding was fully implemented)
R Repeated during Current Year

Reference Number	Grant	Corrective Action
2014-001	WIA Cluster	F

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR STATE OF NEW YORK DEPARTMENT OF TRANSPORTATION ASSISTANCE PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND SCHEDULE OF STATE OF NEW YORK DEPARTMENT OF TRANSPORTATION ASSISTANCE EXPENDED REQUIRED BY PART 43 OF THE NEW YORK STATE CODIFICATION OF RULES AND REGULATIONS

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

Report on Compliance for Each Major State of New York Department of Transportation Assistance Program

We have audited the Suffolk County (the "County"), compliance with the types of compliance requirements described in the *Part 43 of the New York State Codification of Rules and Regulations* ("NYSCRR") that could have a direct and material effect on each of the County's major State of New York Department of Transportation assistance programs for the year ended December 31, 2015. The County's major State of New York Department of Transportation assistance program is identified in the summary of auditor's results section of the accompanying State of New York Department of Transportation assistance expended schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of regulations, and the terms and conditions applicable to its State of New York Department of Transportation assistance program.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for the County's major State of New York Department of Transportation assistance program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (the "Standards"); and NYSCRR. Those standards and NYSCRR require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major State of New York Department of Transportation assistance program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for State of New York Department of Transportation assistance program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major State of New York Department of Transportation Assistance Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major State of New York Department of Transportation assistance programs for the year ended December 31, 2015.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with NYSCRR and which are described in the accompanying schedule of findings and questioned costs as item 2015-01S. Our opinion on each major State of New York Department of Transportation assistance program is not modified with respect to these matters.

The County's response to the noncompliance finding identified in our audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major State of New York Department of Transportation assistance program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major State of New York Department of Transportation assistance program and to test and report on internal control over compliance in accordance with NYSCRR, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a State of New York Department of Transportation assistance program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is reasonable possibility that material noncompliance with a type of compliance requirement of a State of New York Department of Transportation assistance program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a State of New York Department of Transportation assistance program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be a material weaknesses. However, we identified a deficiency in internal control over compliance, as described in the accompanying *schedule of findings and questioned costs* as item 2015-01S, that we consider to be a significant deficiency.

The County's responses to the internal control over compliance findings identified in our audit are described in the accompanying *Schedule of Findings and Questioned Costs*. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of NYSCRR. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of State of New York Department of Transportation Assistance Expended as Required by the NYSCRR

We have audited the financial statements of the County as of and for the year ended December 31, 2015, and have issued our report thereon dated June 30, 2016, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of State of New York Department of Transportation Assistance Expended is presented for purposes of additional analysis as required by the NYSCRR and is not a required part of the 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 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 of America. In our opinion, the Schedule of State of New York Department of Transportation Assistance Expended is fairly stated in all material respects in relation to the financial statements as a whole.

Deloitte & Touche LLP

September 22, 2016

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**SUFFOLK COUNTY
NEW YORK**

**STATE OF NEW YORK DEPARTMENT OF TRANSPORTATION
SCHEDULE OF STATE OF NEW YORK DEPARTMENT OF TRANSPORTATION ASSISTANCE EXPENDED
YEAR ENDED DECEMBER 31, 2015**

State Grantor Program Title	Contract # or CP#	2015 Expenditures
Suffolk County Department of Public Works		
Federal Transit Capital and Operating Assistance Formula Grants - § 5307	K006799	\$ 518,438
		<u>518,438</u>
STOA - State Transportation Operating Assistance	STOA	24,439,100
LIE/HOV Express Bus Demo Project	C005011	58,396
		<u>24,497,496</u>
CHIPS - Consolidated Street & Highway Improvement Program	N/A	6,366,140
		<u>6,366,140</u>
NYS Department of Transportation: Highway Planning & Construction		
Closed Loop Traffic Signal System - Phases 2 & 3	D013802	4,326
Closed Loop Traffic Signal System - Phase 7	D033859	14,148
Closed Loop Traffic Signal System - Phase 8	D033897	22,311
Closed Loop Traffic Signal System - Phase 9	D034155	40,065
CR11 Paving	D033481	65,989
CR3 Pinelawn Rd/Ruland Rd/Colonial Springs Rd Intersection Reconstruct	D033686	999,434
CR16 Reconstruction	D010688	81,161
CR80 Reconstruction	D010664	300
CR57 Reconstruction	D010856	11,460
FFY 12 Paving - CR 46	D033892	4,965
FFY 12 Paving - CR 97	D033893	49,104
		<u>1,293,263</u>
Total Suffolk County Department of Public Works		<u>32,675,337</u>
Suffolk County Police Department		
LIE/HOV Dedicated Traffic Enforcement 2015	PIN0229.39	145,819
Dedicated Traffic Enforcement 2013-2015	D033338	627,983
Total Suffolk County Police Department		<u>773,802</u>
Suffolk County Department of Economic Development - Airport		
NYS Aviation Division: Airport Improvement Project		
Rehab Runway 15-33	T036630	4,471
Rehab Runway 15-33	K007216	48
Total Suffolk County Department of Economic Development - Airport		<u>4,519</u>
Total - Expenditures of State DOT Awards		<u>\$ 33,453,657</u>

See accompanying Notes to Schedule of State of New York Department of Transportation Assistance Expended.

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SUFFOLK COUNTY NEW YORK

NOTES TO SCHEDULE OF STATE OF NEW YORK DEPARTMENT OF TRANSPORTATION ASSISTANCE EXPENDED YEAR ENDED DECEMBER 31, 2015

1. BASIS OF PRESENTATION

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.

b. Basis of Accounting of Basic Financial Statements

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.

**SUFFOLK COUNTY
NEW YORK**

**NOTES TO SCHEDULE OF STATE OF NEW YORK DEPARTMENT OF TRANSPORTATION
ASSISTANCE EXPENDED
YEAR ENDED DECEMBER 31, 2015 (CONTINUED)**

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 accompanying Schedule of State of New York Department of Transportation Assistance Expended of the County presents the activity of all financial assistance programs provided by the New York State Department of Transportation to the County.

c. Program Tested

For the County's purpose, a State Transportation Assistance Program, as defined by Part 43 of the NYCRR, is any program that exceeds \$1,003,609 when the total State Transportation Assistance Expended of the reporting entity exceeds \$25 million. Total expenditures incurred by the County for the State Transportation Assistance Programs were approximately \$33 million.

**SUFFOLK COUNTY
NEW YORK**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS — STATE OF NEW YORK
DEPARTMENT OF TRANSPORTATION ASSISTANCE EXPENDED
YEAR ENDED DECEMBER 31, 2015**

**1. SUMMARY OF AUDITORS' RESULTS: STATE OF NEW YORK DEPARTMENT OF
TRANSPORTATION ASSISTANCE EXPENDED**

Internal control over State of New York Department of Transportation Assistance Expended:

Material weakness(es) identified Yes ✓ No

Significant deficiency(ies) identified? ✓ Yes None Reported

Type of auditor's report issued on compliance for
State Transportation Assistance Programs: Unmodified

Any audit findings disclosed that are required to be reported in
accordance with the *Part 43 of the New York State
Codification of Rules and Regulations*? ✓ Yes No

Identification of State of New York Department of Transportation Assistance Programs Tested:

<u>State Grantor Program Title</u>	<u>CFDA Number</u>	<u>State Contract Number</u>	<u>Expenditures</u>
Statewide Mass Transportation Operating Assistance Program	STOA	001-3594	<u>\$ 24,439,100</u>
Dollar threshold used to determine program to be tested:			<u>\$1,003,609</u>
Auditee qualified as low-risk auditee?		<u> ✓ </u> Yes <u> </u> No	

**2. FINDINGS AND QUESTIONED COSTS RELATING TO STATE OF NEW YORK
DEPARTMENT OF TRANSPORTATION ASSISTANCE EXPENDED**

See Page 230.

SUFFOLK COUNTY NEW YORK

PROGRAM: STATEWIDE MASS TRANSPORTATION OPERATING ASSISTANCE
STATE AGENCY: NEW YORK STATE DEPARTMENT OF TRANSPORTATION
REFERENCE: 2015-01S

1. **TOPIC SENTENCE**—Supporting schedule not reconciled with quarterly reports submitted to New York State Department of Transportation.

CRITERIA—Reporting—New York State Department of Transportation (“NYSDOT”) has published the Rules and Regulations for the Statewide Mass Transportation Operating Assistance Program (17 NYCRR Part 975) (“Blue Book”).

Within these rules and regulations, there are specified and formula based systems. Specified systems, which are the larger public authorities and some downstate counties, receive subsidy payments for transit services provided based on specific legislative appropriation. They are required to submit an annual report on passenger and mileage statistics, which NYSDOT utilizes to evaluate program accomplishment and to recommend future appropriations.

As per New York State Department of Transportation, the summary reports are required to be accurate and reconciled to daily passenger reports.

Per Statewide Mass Transportation Operating Assistance Program (“STOA”) Rules and Regulations 975.6 (a), “Applications must be submitted each quarter using forms to be supplied by the Department.” Such applications shall be filed between the second and seventeenth day of the first day of each quarter, with the quarters tracking the State’s fiscal year.

2. **CONDITION/CONTEXT**

Suffolk County (the “County”) is responsible for monitoring compliance with State Transportation Assistance laws and regulation. The County has policies and procedures in place to monitor such laws and provision. During our testing, we reviewed all quarterly reports submitted to the State of New York Department of Transportation during calendar year 2015 by the County. We noted that there were differences between Revenue Passenger Ridership reported on the quarterly reports submitted to the NYSDOT and the supporting schedules prepared to support Revenue Passenger Ridership. For the Revenue Passenger Ridership, we noted there was a variance of 30,048 miles. We also noted that third and fourth quarter reports were not filed with the State of New York on a timely basis.

3. **CAUSE**

The quarterly reports submitted to NYSDOT are not reconciled with the supporting reports and/or schedules on a yearly basis.

4. **EFFECT**

The County is not in compliance with the NYSDOT supporting schedule compliance requirement.

**SUFFOLK COUNTY
NEW YORK**

**PROGRAM: STATEWIDE MASS TRANSPORTATION OPERATING ASSISTANCE
STATE AGENCY: NEW YORK STATE DEPARTMENT OF TRANSPORTATION
REFERENCE: 2015-01S (CONTINUED)**

5. RECOMMENDATION

We recommend the County establish an effective process to ensure compliance with this requirement.

6. QUESTIONED MILEAGE

The difference between quarterly Revenue Passenger Ridership reports the County sends to NYSDOT and the supporting schedule provided to support Ridership was 30,048 miles.

7. VIEWS OF RESPONSIBLE OFFICIAL

The STOA mileage reconciliation was prepared August 24, 2016. The reconciliation will rectify the 30,048 mileage difference. This reconciliation was sent to New York State so that they can revise previous STOA mileage that was submitted during 2015.

STOA mileage is not reconciled until the 17-A report to NYS is prepared. This report is not started until NYS submits a request for submittal, in 2016 the request for 2015 was received on August 8, 2016.

In addition, the Department will make every effort to submit the reports in a timely manner.

Also see "Corrective Action Plan".

**SUFFOLK COUNTY
NEW YORK**

**SUMMARY SCHEDULE OF PRIOR YEARS' FINDING – STATE OF NEW YORK
DEPARTMENT OF TRANSPORTATION ASSISTANCE EXPENDED**

No findings noted in prior years.