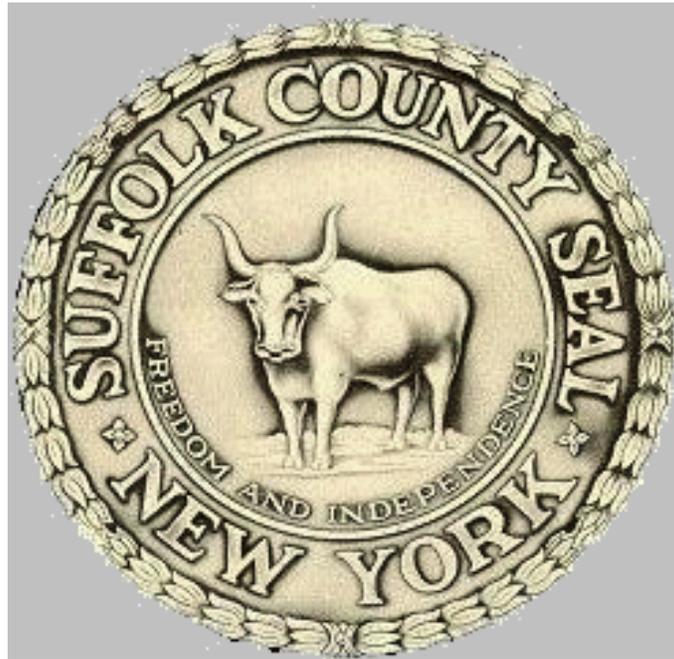


# **SUFFOLK COUNTY**

**NEW YORK**



**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2003**

**JOSEPH SAWICKI, JR**  
*COMPTROLLER*

**SUFFOLK COUNTY, NEW YORK**

Comprehensive Annual Financial Report

Year ended December 31, 2003

Prepared by:

Office of the Comptroller  
Joseph Sawicki, Jr.  
County Comptroller

Suffolk County, New York  
 Comprehensive Annual Financial Report  
 For the Fiscal Year Ended December 31, 2003

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# INTRODUCTORY SECTION

# COUNTY OF SUFFOLK



## OFFICE OF THE COUNTY COMPTROLLER

**JOSEPH SAWICKI, JR.**  
**Comptroller**

June 18, 2004

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

The Comprehensive Annual Financial Report (CAFR) for Suffolk County (the County) for the fiscal year ended December 31, 2003 is submitted, herewith. This report was prepared by the Suffolk County Comptroller's Office. Responsibility for both the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the County.

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

The CAFR consists of management's representations concerning the finances of Suffolk County. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, County management has established and maintains a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of the County's financial statements in conformity with accounting principles generally accepted in the United States. The comprehensive internal control framework is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (i) the cost of internal control should not exceed the benefits likely to be derived therefrom; and (ii) the evaluation of costs and related benefits requires estimates and judgments by management. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

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

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June 18, 2004

Suffolk County's financial statements have been audited by the accounting firm of Ernst & Young LLP. The goal of the independent audit was to provide reasonable assurance that the financial statements of Suffolk County for the year ended December 31, 2003 are free of material misstatement. The independent audit involved examining on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit and the reports of other auditors, that there was a reasonable basis for rendering an unqualified opinion that Suffolk County's financial statements for the year ended December 31, 2003 are fairly presented in conformity with accounting principles generally accepted in the United States. The independent auditor's report is presented as the first component of the financial section of this report.

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

Accounting principles generally accepted in the United States require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Suffolk County's MD&A can be found immediately following the report of the independent auditors.

### **Profile of the Government**

Suffolk County was established on November 1, 1683, as one of the ten original counties of what became the State of New York. Suffolk County comprises the eastern two-thirds of Long Island and, with a 2003 population of 1,455,555, contains slightly more than one-half the population of Long Island. Suffolk County's western border is approximately 15 miles from the eastern border of the City of New York and the County is bordered by Nassau County to the west, Long Island Sound to the north and the Atlantic Ocean to the south and east. It covers an area of approximately 911 square miles of land.

Since 1960, Suffolk County has operated under a charter form of government that provides for an executive administration of County affairs. On January 1, 1970, an 18-member County Legislature was organized, consisting of representatives elected from 18 districts of approximately equal population, based upon the most recently completed Federal Census. Such districts were revised based on the 2000 Census. This redistricting was effective with the 2003 elections.

The County Legislature is the principal policy-making body of the County, and its members are elected to two-year terms. The County Executive, who heads the executive branch of the County, and the County Comptroller, who is the Chief Fiscal Officer of the County are each elected to

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June 18, 2004

four-year terms. The County Treasurer is also elected to a four-year term and is responsible for the receipt and custody of all County funds.

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

The annual budget serves as the foundation for Suffolk County's financial planning and control. Prior to September 19, the County Executive submits proposed operating budgets to the County Legislature for the General and Budgeted Special Revenue Funds for the fiscal year commencing on the following January 1. The operating budgets include proposed expenditures and the means of financing them. Public hearings are conducted at locations throughout the County to obtain taxpayer comments on the proposed budgets. The budgets are legally enacted either by passage of a legislative resolution prior to November 10, or automatically based on provisions in the County Charter if no resolution is passed by November 10. Total expenditures of each department within the General Fund and forty-one of fifty-six Special Revenue Funds may not legally exceed budgeted amounts for such departments after the adoption of the budget by the County Legislature unless approved by the County Legislature. Thus, the level of budget control is exerted at the departmental level. However, the County Executive is authorized to transfer certain budgeted amounts: \$100,000 or 10 percent of any unencumbered budgeted free balance, whichever is greater, without approval of the County Legislature. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, and major special revenue funds, this comparison is presented on pages 39 to 42 as part of the basic financial statements for the governmental funds. For nonmajor special revenue funds, with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 111.

**Factors affecting financial conditions.** The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Suffolk County operates.

**Local economy.** Suffolk County's economy has continued to grow over the last several years. The number of Suffolk County residents who are employed has increased. In December 2003, there were 740,200 employed, which is up 5,400 from December 2002. Second quarter 2003 employment covered by unemployment insurance was down 0.3% from the second quarter of 2002. Average annual pay in Suffolk County over the same period increased 2.9 % to \$39,362.

Efforts to commercialize new technologies in areas such as advanced materials, superconductors, advanced semiconductor devices, artificial intelligence and biotechnology have been highly successful and should continue to spur future County employment growth. Moreover, many high-technology firms in Suffolk County have potentially exportable products, and exports are

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June 18, 2004

likely to remain an important engine of growth for the County.

Suffolk County possesses the infrastructure to support the growth of high technology industry. It is home to the Brookhaven National Laboratory, an atomic energy facility, and of the Cold Spring Harbor Laboratory, a pioneer in genetic research. The Long Island Research Institute was established to facilitate the commercialization of technologies originating in Long Island laboratories. The State University of New York at Stony Brook operates a High Technology Incubator designed to fast-track projects that show strong potential for creating jobs. Stony Brook's Center for Advanced Technology (CAT) is also an important vehicle for commercializing new technologies. A number of high technology firms to whom Suffolk County is home include Computer Associates International, which employs 2,400 and is a leading software design, systems and consulting firm and Symbol Technologies, Inc., the world's leading manufacturer of hand-held laser bar code scanners.

Northrop Grumman continues to be a significant economic benefit to Long Island. In partnership with the Boeing Company, they are building a new plane called the "Growler". Northrop Grumman will employ 400 to 500 engineers to design the planes electronic warfare system. In July 2003 Northrop Grumman was awarded \$1.6 billion to upgrade the E-2C Hawkeye radar plane. It is anticipated this will lead to an additional 900 jobs to Long Island.

American Home Mortgage Corp. is spending \$34 million to establish a new headquarters in Melville. The company was named the second fastest growing company in America by Fortune Magazine.

Dollar volume of agriculture production in Suffolk County is the largest for any County in New York State. The fishing industry, through commercial and sport fishing, and the shellfish industry, which is world renowned for its clams and oysters, are also important sources of employment and income to Suffolk County. Within the boundaries of the County are twenty hospitals and other related institutions, both public and private. These institutions provide health and personal care with total bed capacity of approximately 11,000 and collectively employ more than 30,000 persons.

A five-building complex in the Town of Brookhaven houses an Internal Revenue Service data processing center and provides employment for 3000 to 4000 people, some on a part time basis. A new Federal courthouse in Central Islip is now open. The 450,000 square foot facility is one of the nation's largest Federal courthouses employing 1,300 people and cost \$212 million.

New residential construction in Suffolk County continues to add greatly to the economy. While the number of housing units authorized by building permit has come down a little over the last three years, the cost of residential construction the last two years was higher than any year on record. For the year 2003, residential construction added \$748 million to the Suffolk County economy.

**Long-term financial planning.** The County Executive has proposed future funding for the purpose of maintaining, improving and modernizing the County's infrastructure. Such projects include renovations to the County Center in Riverhead, renovation and modification of Suffolk

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Suffolk County Treasurer  
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County Community College facilities to be compliant with the Americans with Disabilities Act, redevelopment of a 58.6 acre industrial park facility at Francis S. Gabreski Airport and security improvements to the Airports' airfield. To protect the County's citizens and to enhance public safety, the County Executive has proposed future funding for such projects as installation and/or replacement of fire alarm, fire sprinklers and security systems at various County facilities; planning and construction of a large-scale correctional facility; modernization of facilities at the Yaphank Correctional Facility and the construction of new homeless shelters. Proposed future funding will also be utilized for modernizing the County's highways and roads; land preservation; to provide resources to increase productivity and efficiency through such projects as integrating land records into a computer-based index and the upgrading of the County's integrated financial management system; and improving County recreational facilities including campgrounds, marinas, golf courses, parks and historic structures.

**Cash management policies and practices.** Cash temporarily idle during the year was invested in United States Treasury Securities, and Money Market Funds. During the year, the County's General Fund earned \$5,224,069 of interest on investments. Investment income includes appreciation in the fair value of investments. Increases in the fair value during the current year, however, do not necessarily represent trends that will continue; nor is it always possible to realize such amounts, especially in the case of temporary changes in the fair value of investments that the government intends to hold to maturity.

**Risk management.** Suffolk County retains some risk of loss for property damage and bodily injury arising from the maintenance or use of County-owned property, for general and police professional, liability, medical malpractice, workers' compensation, and hospitalization, major medical and prescription drugs for all County active employees and retirees.

Current year claim settlements, insurance department costs and the cost of hospitalization, major medical and prescription drugs are reported in the general fund. Non-general fund amounts are funded by interfund transfers from the Special Revenue Funds on a cost reimbursement basis. Estimated outstanding claims payable are reported together with an amount for potential claims incurred but not reported. Additional information on Suffolk County's risk management activity can be found in note IV.A. of the notes to the financial statements.

**Pension and other postemployment benefits.** Substantially all employees of Suffolk County are members of the New York State and Local Employees Retirement System (ERS), the New York State and Local Police and Fire Retirement System (PFRS) or the New York State Teachers' Retirement System (TRS). These retirement systems are cost-sharing multiple public employer retirement systems. The obligation of employers and employees to contribute and the benefits to employees are governed by the New York State Retirement System and Social Security Law (NYSRSSL). The retirement systems offer a wide range of plans and benefits, which are related to years of service and final average salary, vesting of retirement benefits, death and disability benefits and optional methods of benefit payments. All benefits generally vest after five years of credited service. NYSRSSL generally provides that all participating employers in each retirement system are jointly and severally liable for any unfunded amounts. Such amounts are collected through annual billings to all participating employers. The retirement systems are non-contributory with respect to members hired prior to July 27, 1976. All employees hired on or

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June 18, 2004

after July 27, 1976 must contribute 3 percent of gross annual salary toward the cost of retirement programs, until they attain ten years in the retirement system, at such time the employee contribution discontinues. Under the authority of the NYSRSSL, the State Comptroller annually certifies the rates, expressed as proportions of contributions required to be made by employers to the pension accumulation fund. The TRS is administered by the New York State Teachers' Retirement Board. Employers are required to contribute to the TRS at an actuarially determined rate; currently .36 percent of annual covered payroll for the fiscal year ended June 30, 2003.

In addition to the above plans, certain Suffolk County Community College employees are covered by the Teachers Insurance and Annuity Association and the College Retirement Equities Fund (TIAA-CREF), both of which are contributory defined contribution plans. The College funds its pension costs to TIAA-CREF biweekly.

The County's 2003 contributions made to the retirement systems were equal to 100 percent of the contributions required for each year.

Suffolk County provides health insurance benefits to its retired employees in accordance with union contracts. Retired employees who are Medicare-eligible are reimbursed for the portion of Medicare insurance premiums. Health insurance premiums of non-Medicare eligible employees are paid directly by the County. The County reports and funds such expenditures as incurred. During 2003, the County incurred \$60,580,835 in health insurance expenditures for 7,053 eligible retired employees. In addition, the County reimbursed 4,388 Medicare-eligible retirees for their portion of Medicare insurance premiums in the amount of \$4,096,339. GAAP do not require governments to report a liability in the financial statements in connection with an employer's obligation to provide these benefits.

Additional information on Suffolk County's pension arrangements and postemployment benefits can be found in notes IV.D. and E. in the notes to the financial statements.

### **Awards and Acknowledgments**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Suffolk County for its CAFR for the fiscal year ended December 31, 2002. This was the nineteenth consecutive year that the County received this prestigious award. In order to be awarded a Certificate of Achievement, the County published an easily readable and efficiently organized CAFR. This report satisfied both accounting principles generally accepted in the United States and applicable legal requirements.

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

Taxpayers of Suffolk County  
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Suffolk County Executive  
Suffolk County Treasurer  
June 18, 2004

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the County Comptroller's Office and our independent auditors, Ernst & Young LLP. I would like to express my appreciation to all who assisted and contributed to its preparation.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Joe Sawicki, Jr.", written in a cursive style.

Joseph Sawicki, Jr.  
County Comptroller

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Suffolk County,  
New York

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2002

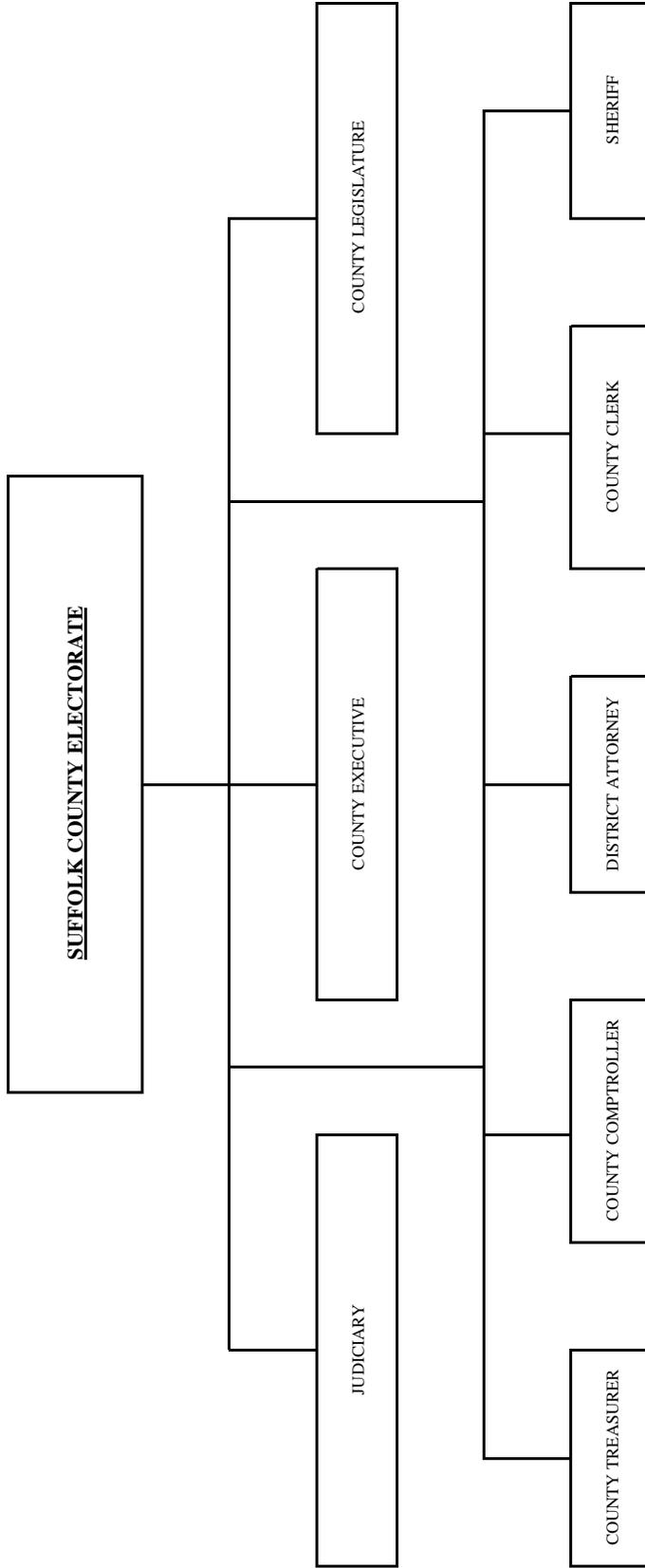
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

**SUFFOLK COUNTY ORGANIZATIONAL CHART**



# SUFFOLK COUNTY, NEW YORK

## List of Principal Officials

At December 31, 2003

### Suffolk County Legislature

#### District

1 <sup>st</sup>	Michael J. Caracciolo
2 <sup>nd</sup>	George O. Guldi
3 <sup>rd</sup>	Peter O'Leary
4 <sup>th</sup>	Joseph T. Caracappa *
5 <sup>th</sup>	Vivian Fisher
6 <sup>th</sup>	Daniel Losquadro
7 <sup>th</sup>	Brian X. Foley
8 <sup>th</sup>	William J. Lindsay
9 <sup>th</sup>	Ginny A. Fields
10 <sup>th</sup>	Cameron Alden
11 <sup>th</sup>	Angie M. Carpenter
12 <sup>th</sup>	Andrew A. Crecca
13 <sup>th</sup>	Lynne C. Nowick
14 <sup>th</sup>	David A. Bishop
15 <sup>th</sup>	Maxine S. Postal **
16 <sup>th</sup>	Allan Binder
17 <sup>th</sup>	Paul J. Tonna
18 <sup>th</sup>	Jon Cooper

County Executive	Robert J. Gaffney
County Comptroller	Joseph Sawicki, Jr.
County Treasurer	John C. Cochrane
County Clerk	Edward P. Romaine
District Attorney	Thomas J. Spota
Sheriff	Alfred C. Tisch

#### *Notes:*

\* Deputy Presiding Officer

\*\* Presiding Officer

## FINANCIAL SECTION

## Report of Independent Auditors

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregately discretely presented component units, each major fund, and the aggregate remaining fund information of Suffolk County, New York, as of and for the year ended December 31, 2003, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Suffolk County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Suffolk County Regional Off-Track Betting Corporation, and the Suffolk County Industrial Development Agency, which are included as discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us and, our opinion, insofar as it relates to the amounts included for such component units, is based solely on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Suffolk County, New York, as of December 31, 2003, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the General Fund and Special Revenue Funds for the year then ended in conformity with accounting principles generally accepted in the United States.

As discussed in Note I D to the financial statements, Suffolk County, New York has restated amounts previously reported.

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

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Suffolk County's basic financial statements. The combining financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and to meet legal requirements and are not a required part of the basic financial statements. The combining financial statements and schedules have been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the reports of other auditors, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections of this report have not been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Ernst + Young LLP*

June 18, 2004

## 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, 2003. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 3-9 of this report.

### Financial Highlights

- The assets of Suffolk County exceeded its liabilities at the close of the most recent fiscal year by \$590,755,936 (net assets). This amount includes \$29,251,810 (restricted net assets) and is net of a \$404,507,599 unrestricted deficit.
- Suffolk County's total net assets increased by \$150,185,267.
- As of the close of the current fiscal year, Suffolk County's governmental funds reported combined ending fund balances of \$406,524,297, an increase of \$124,783,738, in comparison with the prior year. Approximately 89.11 percent of this amount, \$362,271,966 is available for spending at the government's discretion (unreserved fund balance).
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$129,228,467 or 7.49 percent of total general fund expenditures.
- Suffolk County's total bonded debt decreased by \$9,791,422 (1.51 percent) during the current fiscal year. The key factor in this decrease was that annual payment of general obligation bonds exceeded the amounts of new debt issuances.

### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Suffolk County's basic financial statements. Suffolk County's financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

The statement of net assets presents information on all of Suffolk County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Suffolk County is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation and sick leave).

Both of the government-wide financial statements distinguish functions of Suffolk County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Suffolk County include general government support, economic assistance and opportunity, public safety, culture and recreation, education, home and community services and transportation. The business-type activities of Suffolk County include the John J. Foley Skilled Nursing Facility, the Suffolk Health Plan, Francis S. Gabreski Airport, 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), and a legally separate industrial development public benefit corporation (Suffolk County Industrial Development Agency) 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 County Judicial Facilities Agency, although also legally separate, functions for all practical purposes, as a department of Suffolk County, and therefore, has been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 32-34 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 maintains 61 individual governmental funds. 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 1 special revenue fund (Police District Fund), and 1 capital project fund, all of which are considered to be major funds. Data from the other 58 nonmajor governmental funds are combined into a single aggregated presentation. Individual fund data for each of these 58 nonmajor governmental funds is provided in the form of combining statements, which is included with the Combining and Individual Fund Statements and Schedules.

Suffolk County adopts an annual appropriated budget for its general fund and 41 of its special revenue funds. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget. We have also provided budgetary comparison schedules for the 41 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 35-42 of this report.

***Proprietary funds.*** Suffolk County maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Suffolk County uses enterprise funds to account for the Suffolk Health Plan, Suffolk County Ball Park, Francis S. Gabreski Airport, and the John J. Foley Skilled Nursing Facility. The Francis S. Gabreski Airport enterprise fund was established during 2003.

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 43-46 of this report.

***Fiduciary funds.*** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support Suffolk County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 47-48 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 51-80 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules on nonmajor funds which can be found on pages 87-153 of this report.

### Government-Wide Financial Analysis

As noted earlier, net assets may serve over time, as a useful indicator of a government's financial position. As the following table demonstrates, the County's assets exceeded its liabilities by \$590,755,936 at the close of the most recent fiscal year.

A summary of the County's net assets for 2003 is presented below, together with comparative 2002 information.

	Suffolk County's Net Assets					
	Governmental		Business-type		Totals	
	Activities		Activities			
	2003	2002	2003	2002	2003	2002
Current and other assets	\$ 823,549,891	\$ 726,654,364	\$ 28,210,906	\$ 23,005,596	\$ 851,760,797	\$ 749,659,960
Capital assets	1,504,404,129	1,493,569,701	64,985,853	41,532,822	1,569,389,982	1,535,102,523
<u>Total assets</u>	<u>2,327,954,020</u>	<u>2,220,224,065</u>	<u>93,196,759</u>	<u>64,538,418</u>	<u>2,421,150,779</u>	<u>2,284,762,483</u>
Long term liabilities						
outstanding	1,333,965,114	1,338,583,522	29,866,166	29,270,888	1,363,831,280	1,367,854,410
Other liabilities	454,455,813	466,138,279 *	12,107,750	10,199,125	466,563,563	476,337,404 *
<u>Total liabilities</u>	<u>1,788,420,927</u>	<u>1,804,721,801</u>	<u>41,973,916</u>	<u>39,470,013</u>	<u>1,830,394,843</u>	<u>1,844,191,814</u>
<u>Net assets:</u>						
Invested in capital assets						
net of related debt	930,892,668	892,470,521	35,119,057	12,327,264	966,011,725	904,797,785
Restricted	27,623,074	27,915,552	1,628,736	1,607,008	29,251,810	29,522,560
Unrestricted	(418,982,649)	(504,883,809) *	14,475,050	11,134,133	(404,507,599)	(493,749,676) *
<u>Total net assets</u>	<u>\$ 539,533,093</u>	<u>\$ 415,502,264</u>	<u>\$ 51,222,843</u>	<u>\$ 25,068,405</u>	<u>\$ 590,755,936</u>	<u>\$ 440,570,669</u>

\* As restated, see note I.D.

Net assets includes, \$966,011,725 in capital assets (e.g., land, buildings, machinery, and equipment), reflecting the County's investment in capital assets net of related debt used to acquire those assets that is still outstanding. Suffolk County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Suffolk County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of Suffolk County's net assets, \$29,251,810, represents resources that are subject to external restrictions on how they may be used. The remaining balance is a

deficit in unrestricted net assets of \$404,507,599, and substantially represents the funding of long-term liabilities as they come due rather than when they are incurred.

**Suffolk County's Changes in Net Assets**

	Governmental Activities		Business-type Activities		Totals	
	2003	2002	2003	2002	2003	2002
Revenues:						
Program revenues:						
Charges for services	\$192,886,694	\$164,256,658	\$67,533,723	\$55,155,953	\$260,420,417	\$219,412,611
Operating grants and contributions	522,961,586	477,334,281	8,415,782	8,108,841	531,377,368	485,443,122
Capital grants and contributions	19,719,508	12,400,640	-	-	19,719,508	12,400,640
General revenues:						
Property taxes	515,984,947	487,570,435 *	-	-	515,984,947	487,570,435 *
Sales and use tax	993,347,332	892,539,829	-	-	993,347,332	892,539,829
Other, net	63,543,116	52,869,158	706,966	590,333	64,250,082	53,459,491
Total revenues	<u>2,308,443,183</u>	<u>2,086,971,001</u>	<u>76,656,471</u>	<u>63,855,127</u>	<u>2,385,099,654</u>	<u>2,150,826,128</u>
Expenses:						
General government	252,498,618	277,668,054	-	-	252,498,618	277,668,054
Economic assistance and opportunity	594,542,717	531,954,024	-	-	594,542,717	531,954,024
Health	187,537,764	186,712,640	-	-	187,537,764	186,712,640
Public safety	718,078,551	653,011,360	-	-	718,078,551	653,011,360
Culture and recreation	27,729,742	27,480,723	-	-	27,729,742	27,480,723
Education	184,007,172	132,157,099	-	-	184,007,172	132,157,099
Home and community services	83,588,647	75,692,484	-	-	83,588,647	75,692,484
Transportation	85,279,162	80,068,225	-	-	85,279,162	80,068,225
Skilled nursing	-	-	36,905,877	33,392,469	36,905,877	33,392,469
Health plan	-	-	31,858,451	23,594,879	31,858,451	23,594,879
Ball park	-	-	800,168	1,054,452	800,168	1,054,452
Gabreski airport	-	-	1,653,095	-	1,653,095	-
Interest on long term debt	30,434,423	32,799,346	-	-	30,434,423	32,799,346
Total expenses	<u>2,163,696,796</u>	<u>1,997,543,955</u>	<u>71,217,591</u>	<u>58,041,800</u>	<u>2,234,914,387</u>	<u>2,055,585,755</u>
Increase in net assets before transfers	144,746,387	89,427,046	5,438,880	5,813,327	150,185,267	95,240,373
Transfers	(20,715,558)	(15,577,484)	20,715,558	(2,343,779)	-	(17,921,263)
Increase in net assets	<u>124,030,829</u>	<u>73,849,562</u>	<u>26,154,438</u>	<u>3,469,548</u>	<u>150,185,267</u>	<u>77,319,110</u>
Net assets - beginning	415,502,264	220,871,449	25,068,405	21,598,857	440,570,669	242,470,306
Prior period adjustment		120,781,253			-	120,781,253
Net assets - beginning, as restated	<u>415,502,264</u>	<u>341,652,702</u>	<u>25,068,405</u>	<u>21,598,857</u>	<u>440,570,669</u>	<u>363,251,559</u>
Net assets - ending	<u>\$539,533,093</u>	<u>\$415,502,264</u>	<u>\$51,222,843</u>	<u>\$25,068,405</u>	<u>\$590,755,936</u>	<u>\$440,570,669</u>

\* As restated, see note I.D.

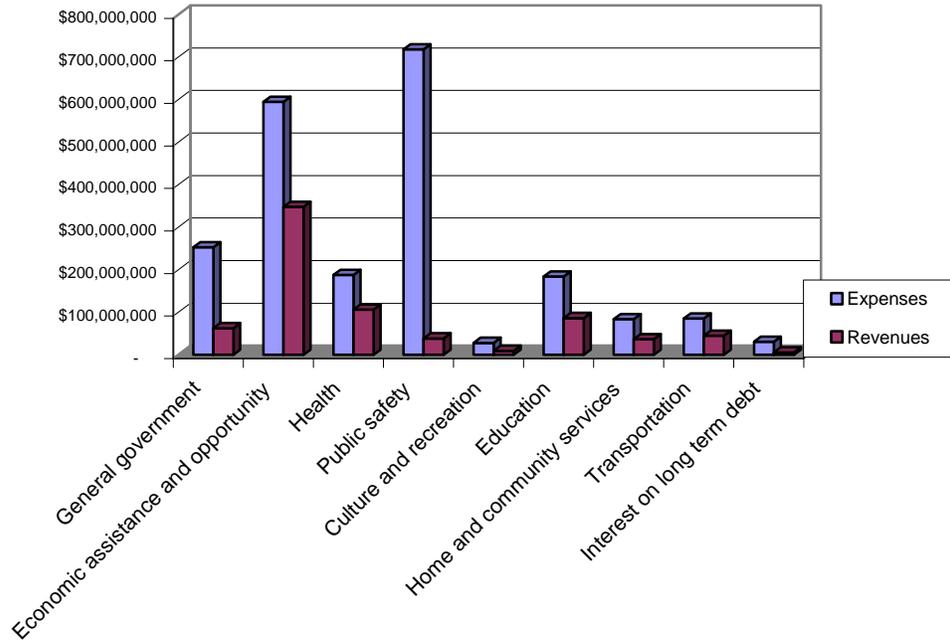
The County's net assets increased by \$150,185,267 during the current fiscal year. The increase is attributable to the growth in general revenues (including property taxes, sales and

use tax and miscellaneous revenues) as well as program revenues (including charges for services, operating and capital grants, and contributions) exceeding the growth in expenses. Program revenues increased 13.14 percent in the current year over 2002 while expenses in the current year increased approximately 8.72 percent over 2002. Sales and use tax increased about 11.29 percent in the current year over 2002 while property taxes over the same period increased 5.83 percent.

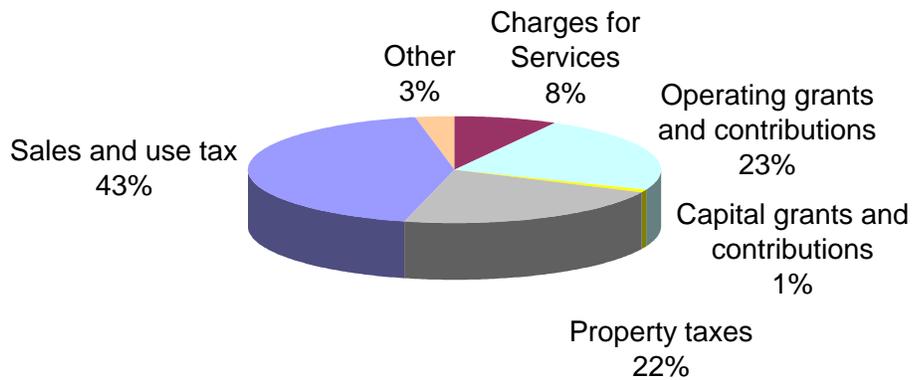
**Governmental activities.** Governmental activities increased the County's net assets by \$124,030,829, thereby accounting for 82.59 percent of the total growth in the net assets of the County. Key elements of the increase are as follows:

- Property taxes increased by approximately \$28 million (5.83 percent) during the year. This increase is the cumulative result of growth in assessed valuation, the highest collection rate in the last 10 years and an increased tax warrant.
- Sales and use tax increased by approximately \$101 million (11.29 percent) during the year. The increase is attributed primarily to Suffolk County's economy which despite the national recession and the September 11<sup>th</sup> terrorist attack sustained strength during 2003.
- Miscellaneous revenue which amounted to \$56.2 million and included \$25.5 million from the State's tobacco settlement.
- Interest on investments which amounted to \$7.3 million declined 14.5 percent from the prior year, due to declining interest rates.
- Program revenues increased by approximately \$81.6 million (12.47 percent). Charges for Services, Operating Grants & Contributions, and Capital Grants & Contributions increased by \$28,630,036, \$45,627,305 and \$7,318,868, respectively. Charges for Services increased primarily in General Government Support due to increased revenues from County Clerk, Civil Service, Real Property and other miscellaneous fees. The change in revenue resulted from an increase in service demand as well as some fee increases. The largest increase in Operating Grants & Contributions is in Economic Assistance and Opportunity of which \$40.5 million is due to increased federal and state aid for social services programs. The increase in Capital Grants & Contributions is also from federal and state aid.
- Net expenses increased 6.30 percent or \$84.6 million. Significant contributing factors were, increased economic assistance and opportunity costs including Medicaid assistance (MMIS), family assistance and day care; as well as various increased public safety costs; increased employee major medical and hospital claim amounts and the continuing rising cost of the state mandated children with disabilities education program.

### Expenses and Program Revenues-Governmental Activities



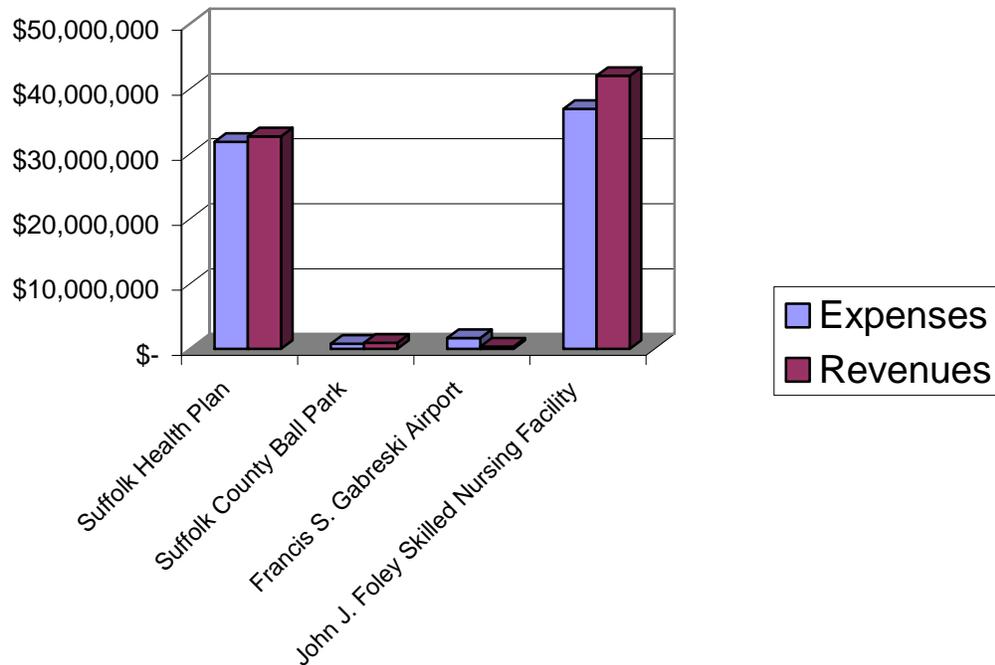
### Revenues by Source-Governmental Activities



**Business-type activities.** Business-type activities increased the County’s net assets by \$26,154,438, accounting for 17.41 percent of the total growth in the County’s net assets. Key elements of this increase are as follows:

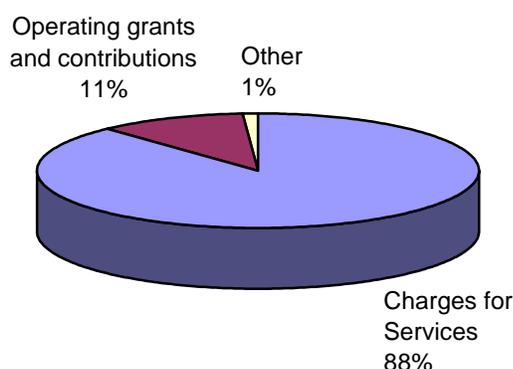
- The John J. Foley Skilled Nursing Facility generated net revenue of approximately \$5.1 million.
- Approximately \$20.7 million was transferred from the governmental activities net assets to business-type activities. A substantial portion of this transfer resulted from the establishment of an enterprise fund for Francis S. Gabreski Airport, which was accomplished through a transfer of contributed capital totaling \$23,812,437.

### Expenses and Program Revenues-Business-type Activities



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### Revenues by Source-Business-type Activities



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### 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* resources. Such information is useful in assessing Suffolk County's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$406,524,297, an increase of \$124,783,738 in comparison with the prior year. Of this amount \$362,271,966 constitutes *unreserved fund balance*, which is available for spending at the governments discretion. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders of the prior period (\$16,348,513),

2) to pay debt service (\$966,809), 3) to provide a reserve for general liability claims (\$280,744), and 4) to provide a reserve for water quality protection (\$26,656,265).

The general fund is the chief operating fund of Suffolk County. At the end of the current fiscal year, unreserved fund balance of the general fund was \$129,228,467 while total fund balance reached \$130,562,928. As a measure of the general fund's liquidity, it may be useful to compare unreserved fund balance to total fund expenditures. Unreserved fund balance represents 7.49 percent of total general fund expenditures, while total fund balance represents 7.56 percent of that same amount.

The fund balance of Suffolk County's general fund increased by \$75,488,185. This increase is primarily attributable to growth in property taxes, sales and use tax, New York State and federal aid.

The police district fund has a total fund deficit of \$415,473. Of this amount \$426,867 is unreserved deficit and \$11,394 is reserved to liquidate contracts and purchase orders of the prior year. The police district total fund balance decreased during the current year by \$9,882,017. The decrease in fund balance is attributed principally to budgeted interfund transfers.

The capital fund has a total fund balance of \$72,166,208. Of this amount \$58,645,821 is unreserved and \$13,520,387 is reserved to liquidate contracts and purchase orders of the prior year. The capital fund total fund balance increased during the current year by \$20,003,308. The increase is attributed primarily to interfund transfers.

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

Unrestricted net assets/(deficit) of the Suffolk Health Plan, Suffolk County Ball Park, Francis S. Gabreski Airport, and John J. Foley Skilled Nursing Facility at the end of the year amounted to \$13,745,965, \$428,587, \$(840,976), and \$1,141,474, respectively. The Suffolk Health Plan had a decrease in net assets for the year of \$2,075,639, whereas the Suffolk County Ball Park had a decrease of \$155,749, and the John J. Foley Skilled Nursing Facility had an increase of \$5,792,661.

The Francis S. Gabreski Airport was established as an enterprise fund through a transfer of contributed capital totaling \$23,812,437 and ended the year with a net asset balance of \$22,593,165. Other factors concerning the financial activities of these four funds have already been addressed in the discussion of Suffolk County's business-type activities.

### **General Fund Budgetary Highlights**

Differences between the original and final amended budget for expenditures resulted in a 2.2 percent net increase, (\$37 million increase in appropriations) and can be briefly summarized as follows:

- \$6.4 million in decreases in general government activities.
- \$8.7 million in decreases to economic assistance and opportunity.
- \$1.5 million in increases to health services expenditures.
- \$9.8 million in increases to public safety expenditures including fire rescue and emergency service, police, probation and sheriff.
- \$6.7 million in increases to education.
- \$32.2 million in increases to employee benefits.

Of this overall increase, \$36 million was to be funded from the issuance of pension obligation serial bonds and the balance was to be funded by interest on investments, and state and federal aid.

Overall during the year, general fund revenues exceeded budgetary estimates and expenditures were less than budgetary estimates, resulting in an actual increase in fund balance that exceeded the final amended budget amount by \$110,648,148.

### **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, 2003, amounts to \$1,569,389,982 (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 2.23 percent (a .72 percent increase for governmental activities and a 56.47 percent increase in business-type activities). The 56.47 percent increase in business-type activities resulted from the transfer of capital assets associated with the Francis S. Gabreski Airport from governmental activities to business-type activities.

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

- Construction on the Police Department's new 6<sup>th</sup> Precinct continued during 2003; construction in progress as of the close of the fiscal year had reached \$7,068,183. A total of \$6,458,953 was spent in 2003. In addition, \$2 million had been capitalized in a previous year on the land purchase for the site of the precinct.
- Land was acquired pursuant to various land preservation and protection programs at a cost of \$23 million. In addition, \$1.3 million was spent during the fiscal year for the acquisition of farmland development rights.

- Various road construction projects to strengthen and expand the County’s existing roadways began. Construction in progress as of the end of the fiscal year for these projects had reached \$11.2 million.

**Suffolk County's Capital Assets**

(net of depreciation)

	Governmental activities		Business-type activities		Totals	
	2003	2002	2003	2002	2003	2002
Land	\$502,856,569	\$501,079,583	\$22,092,831	\$2,092,831	\$524,949,400	\$503,172,414
Development rights	48,769,970	47,388,198	-	-	48,769,970	47,388,198
Historic buildings	4,607,607	4,447,607	-	-	4,607,607	4,447,607
Buildings	276,814,827	284,768,048	37,267,134	38,057,207	314,081,961	322,825,255
Improvements other than buildings	23,418,101	21,462,559	3,505,821	397,029	26,923,922	21,859,588
Vehicles and equipment	78,894,328	82,893,326	835,107	867,632	79,729,435	83,760,958
Infrastructure	498,151,793	508,092,247	-	-	498,151,793	508,092,247
Construction in progress	70,890,934	43,438,133	1,284,960	118,123	72,175,894	43,556,256
<b>Total</b>	<b>\$1,504,404,129</b>	<b>\$1,493,569,701</b>	<b>\$64,985,853</b>	<b>\$41,532,822</b>	<b>\$1,569,389,982</b>	<b>\$1,535,102,523</b>

Additional information on Suffolk County’s capital assets can be found in note III.C., on pages 64-67 of this report.

**Long-term debt.** At the end of the current year, Suffolk County had total bonded debt outstanding of \$638,026,490. This entire debt comprises debt backed by the full faith and credit of the County.

**Suffolk County's Outstanding Debt**

**General Obligation Bonds**

	Governmental activities		Business-type activities		Totals	
	2003	2002	2003	2002	2003	2002
General obligation bonds	\$607,710,742	\$618,383,707	\$30,315,748	\$29,434,205	\$638,026,490	\$647,817,912

Suffolk County’s total bonded debt decreased by \$9,791,422 (1.51 percent) during the current fiscal year.

Suffolk County maintains an “A” rating from Standard & Poors, an “A+” rating from Fitch and an “A2” 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 \$8,778,136,123, which is significantly in excess of Suffolk County’s outstanding general obligation debt. The County has \$382,271,036 in bonds authorized, but un-issued.

Additional information on Suffolk County's long-term debt can be found in note III.G., on pages 72-76 of this report.

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

- The unemployment rate for Suffolk County is currently 4.4 percent, which is the same rate as a year ago. This compares favorably to the state's average unemployment rate of 6.5 percent and the national average rate of 5.6 percent.
- The vacancy rate of office properties located in the County over the past three years is 14.5, 14.5 and 13.3 percent for years 2001, 2002, and 2003, respectively.
- Inflationary trends in the region are somewhat higher than national indices. The 2003 NY metro area regional Consumer Price Index (CPI) increase was 3.1 percent compared with the 2003 annual U.S. national rate of 2.3 percent.
- Suffolk County faces a budget shortfall in the year 2005. The anticipated shortfall is due primarily to increases in State of New York mandated expenses. Suffolk County has appealed to the State to take action to relieve taxpayers from some of the anticipated burden. Additionally, the County has initiated measures to increase revenue and other measures to achieve both short term and long term savings. It is anticipated that such measures will result in a two-year savings to the County's operating budget of approximately \$86,000,000. These measures include initiatives such as reducing certain capital program funding, auctioning real property, debt refinancing, abolishing vacant positions, reducing funding for replacement automobiles, and reducing appropriations by 5% for supplies and equipment.

All of these factors were considered in preparing the County's budget for the 2004 fiscal year.

During the current fiscal year, unreserved fund balance in the general fund increased to \$129,228,467. The County has appropriated \$73 million of the unreserved general fund balance for spending in the 2004 fiscal year budget.

It is intended that the use of available fund balance will deter the need for significant property tax rate increases during the 2004 fiscal year.

### **Requests for Information**

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

# BASIC FINANCIAL STATEMENTS

**SUFFOLK COUNTY, NEW YORK**  
**Statement of Net Assets**  
**December 31, 2003**

	Primary Government			Component Units
	Governmental Activities	Business - Type Activities	Totals	
<b>Assets</b>				
Current assets:				
Cash and cash equivalents	\$ 331,107,691	\$ 18,320,944	\$ 349,428,635	\$ 34,661,089
Investments	-	-	-	3,445,823
Property tax receivable, net of allowance for estimated uncollectibles of \$ 10,234,418	112,303,831	-	112,303,831	-
Accounts receivable, net	-	10,983,387	10,983,387	1,149,589
Due from:				
New York State and federal sources:				
Programs of assistance	54,899,143	-	54,899,143	-
Grants-in-aid	77,169,822	-	77,169,822	-
Sales tax	121,191,487	-	121,191,487	-
Other	-	-	-	2,780,148
Towns	32,688,729	-	32,688,729	-
Agency funds	2,714,488	-	2,714,488	-
Component units	5,975,461	-	5,975,461	-
Primary government	-	-	-	11,015,835
Internal balances	4,706,020	(4,706,020)	-	-
Other receivables	80,793,219	1,100,758	81,893,977	795,495
Direct financing lease receivables, current	-	-	-	19,365,000
Total current assets	823,549,891	25,699,069	849,248,960	73,212,979
Noncurrent assets:				
Restricted:				
Cash and cash equivalents	-	1,579,477	1,579,477	6,365,336
Investments	-	-	-	22,244,964
Other receivables	-	932,360	932,360	-
Direct financing lease receivables, noncurrent	-	-	-	160,125,000
Capital assets:				
Nondepreciable	627,125,080	23,377,791	650,502,871	10,678,112
Depreciable, net	877,279,049	41,608,062	918,887,111	97,227,712
Total noncurrent assets	1,504,404,129	67,497,690	1,571,901,819	296,641,124
 Total assets	2,327,954,020	93,196,759	2,421,150,779	369,854,103

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Statement of Net Assets**  
**December 31, 2003**

	Primary Government			Component Units
	Governmental Activities	Business - Type Activities	Totals	
<b>Liabilities</b>				
Current liabilities:				
Accounts payable and accrued liabilities	\$ 163,813,526	\$ 9,923,989	\$ 173,737,515	\$ 18,109,922
Contract retainage payable	2,044,794	-	2,044,794	-
Notes payable	77,145,000	-	77,145,000	-
Due to:				
State of New York, Medicaid claims	38,851,704	-	38,851,704	-
Component units	22,029	-	22,029	-
Primary government	-	-	-	3,461,872
Other deferred revenue, restricted	20,558,277	163,049	20,721,326	13,227,204
Accumulated vacation and sick leave	17,508,368	77,483	17,585,851	-
Estimated liability for claims	21,749,453	-	21,749,453	-
Obligations under capital leases	27,225,934	-	27,225,934	-
Long-term obligations	85,536,728	1,943,229	87,479,957	24,684,500
Total current liabilities	454,455,813	12,107,750	466,563,563	59,483,498
Noncurrent liabilities:				
Funds held in trust	-	260,079	260,079	-
Accumulated vacation and sick leave	278,741,513	1,233,568	279,975,081	20,102,930
Estimated liability for claims	307,257,367	-	307,257,367	11,767,563
Obligations under capital leases	225,792,220	-	225,792,220	-
Long-term obligations	522,174,014	28,372,519	550,546,533	274,720,596
Total noncurrent liabilities	1,333,965,114	29,866,166	1,363,831,280	306,591,089
Total liabilities	1,788,420,927	41,973,916	1,830,394,843	366,074,587
<b>Net Assets</b>				
Invested in capital assets, net of related debt	930,892,668	35,119,057	966,011,725	1,743,970
Restricted for:				
Capital projects	-	-	-	7,586,037
Bonded debt	966,809	-	966,809	-
Water quality protection	26,656,265	-	26,656,265	-
Other purposes	-	1,628,736	1,628,736	-
Unrestricted (deficit)	(418,982,649)	14,475,050	(404,507,599)	(5,550,491)
Total net assets	\$ 539,533,093	\$ 51,222,843	\$ 590,755,936	\$ 3,779,516

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, 2003**

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Business-type Activities		
					Governmental Activities	Total	
<b>Primary government:</b>							
Governmental activities:							
General government support	\$ 252,498,618	\$ 56,450,175	\$ 5,854,347	\$ 485	\$ (190,193,611)	\$ -	\$ (190,193,611)
Economic assistance and opportunity	594,542,717	35,085,217	312,484,447	-	(246,973,053)	-	(246,973,053)
Health	187,537,764	22,573,542	83,338,078	-	(81,626,144)	-	(81,626,144)
Public safety	718,078,551	22,589,567	15,269,527	465,888	(679,753,569)	-	(679,753,569)
Culture and recreation	27,729,742	7,664,525	1,485,301	-	(18,579,916)	-	(18,579,916)
Education	184,007,172	58,456	83,568,349	2,486,656	(97,893,711)	-	(97,893,711)
Home and community services	83,588,647	28,355,784	5,726,236	2,358,255	(47,148,372)	-	(47,148,372)
Transportation	85,279,162	14,811,861	15,235,301	14,408,224	(40,823,776)	-	(40,823,776)
Interest on long-term debt	30,434,423	5,297,567	-	-	(25,136,856)	-	(25,136,856)
Total governmental activities	<u>2,163,696,796</u>	<u>192,886,694</u>	<u>522,961,586</u>	<u>19,719,508</u>	<u>(1,428,129,008)</u>	<u>-</u>	<u>(1,428,129,008)</u>
Business-type activities:							
John J. Foley Skilled Nursing Facility	36,905,877	33,564,040	8,415,782	-	-	5,073,945	5,073,945
Suffolk Health Plan	31,858,451	32,686,627	-	-	-	828,176	828,176
Suffolk County Ball Park	800,168	936,246	-	-	-	136,078	136,078
Francis S. Gabreski Airport	1,653,095	346,810	-	-	-	(1,306,285)	(1,306,285)
Total business-type activities	<u>71,217,591</u>	<u>67,533,723</u>	<u>8,415,782</u>	<u>-</u>	<u>-</u>	<u>4,731,914</u>	<u>4,731,914</u>
Total primary government	<u>\$ 2,234,914,387</u>	<u>\$ 260,420,417</u>	<u>\$ 531,377,368</u>	<u>\$ 19,719,508</u>	<u>\$ (1,428,129,008)</u>	<u>\$ 4,731,914</u>	<u>\$ (1,423,397,094)</u>
<b>Component units:</b>							
Suffolk County Community College	\$ 137,653,958	\$ 43,986,365	\$ 56,999,307	\$ -	\$ -	\$ -	\$ (36,668,286)
Suffolk Regional Off-Track Betting Corp	51,512,183	52,081,773	-	-	-	-	569,590
Suffolk County Industrial Development	8,710,728	766,436	-	-	-	-	(7,944,292)
Total component units	<u>\$ 197,876,869</u>	<u>\$ 96,834,574</u>	<u>\$ 56,999,307</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (44,042,988)</u>
General revenues:							
Taxes:							
Real Property taxes					\$ 515,984,947	\$ -	\$ 515,984,947
Sales and use tax					993,347,332	-	993,347,332
Payment from primary government					-	-	40,031,562
Grants and contributions not restricted to specific programs					-	-	1,455,757
Interest on investments					7,329,343	366,116	7,695,459
Miscellaneous					56,213,773	340,850	454,363
Transfers					(20,715,558)	20,715,558	8,881,190
Total general revenues, special items and transfers					<u>1,552,159,837</u>	<u>21,422,524</u>	<u>1,573,582,361</u>
Change in net assets					<u>124,030,829</u>	<u>26,154,438</u>	<u>150,185,267</u>
Net assets at beginning of year, as restated (Note I.D.)					<u>415,502,264</u>	<u>25,068,405</u>	<u>440,570,669</u>
Net assets at end of year					<u>\$ 539,533,093</u>	<u>\$ 51,222,843</u>	<u>\$ 590,755,936</u>

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

**SUFFOLK COUNTY, NEW YORK**  
**Balance Sheet**  
**Governmental Funds**  
**December 31, 2003**

	<u>General</u>	<u>Police District</u>	<u>Capital</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets</b>					
Cash and cash equivalents	\$ 58,013,979	\$ 135,337	\$ 87,532,329	\$ 185,426,046	\$ 331,107,691
Property tax receivable, net of allowance for estimated uncollectibles of \$ 10,234,418	112,303,831	-	-	-	112,303,831
Due from:					
New York State and federal sources:					
Programs of assistance	54,899,143	-	-	-	54,899,143
Grants-in-aid	70,903,837	2,134,185	3,054,310	1,077,490	77,169,822
Sales tax	98,199,250	1,188,775	-	21,803,462	121,191,487
Towns	32,688,729	-	-	-	32,688,729
Other funds	31,700,807	19,598,754	14,764,369	38,478,600	104,542,530
Agency funds	2,714,488	-	-	-	2,714,488
Component units	5,975,461	-	-	-	5,975,461
Other receivables	70,996,178	987	-	9,796,054	80,793,219
Total assets	<u>\$ 538,395,703</u>	<u>\$ 23,058,038</u>	<u>\$ 105,351,008</u>	<u>\$ 256,581,652</u>	<u>\$ 923,386,401</u>
<b>Liabilities and Fund Balances</b>					
Liabilities:					
Accounts payable and accrued liabilities	\$ 131,596,582	\$ 12,475,010	\$ 1,795,079	\$ 17,946,855	\$ 163,813,526
Contract retainage payable	10,123	-	1,874,496	160,175	2,044,794
Notes payable	55,000,000	-	22,145,000	-	77,145,000
Due to:					
State of New York, Medicaid claims	38,851,704	-	-	-	38,851,704
Other funds	52,822,557	10,998,501	1,760,715	34,254,737	99,836,510
Component units	22,029	-	-	-	22,029
Deferred tax revenue	100,041,145	-	-	-	100,041,145
Other deferred revenue	29,488,635	-	5,609,510	9,251	35,107,396
Total liabilities	<u>407,832,775</u>	<u>23,473,511</u>	<u>33,184,800</u>	<u>52,371,018</u>	<u>516,862,104</u>
Fund balances:					
Reserved for:					
Encumbrances	1,053,717	11,394	13,520,387	1,763,015	16,348,513
Bonded debt	-	-	-	966,809	966,809
General liability claims	280,744	-	-	-	280,744
Water quality protection	-	-	-	26,656,265	26,656,265
Unreserved	129,228,467	(426,867)	58,645,821	-	187,447,421
Unreserved, reported in nonmajor:					
Special revenue funds	-	-	-	153,442,384	153,442,384
Capital project funds	-	-	-	21,382,161	21,382,161
Total fund balances	<u>130,562,928</u>	<u>(415,473)</u>	<u>72,166,208</u>	<u>204,210,634</u>	<u>406,524,297</u>
Total liabilities and fund balances	<u>\$ 538,395,703</u>	<u>\$ 23,058,038</u>	<u>\$ 105,351,008</u>	<u>\$ 256,581,652</u>	<u>\$ 923,386,401</u>

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

**SUFFOLK COUNTY, NEW YORK**  
**Reconciliation of the Balance Sheet**  
**To the Statement of Net Assets**  
**December 31, 2003**

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

Fund balances: total from governmental funds		\$ 406,524,297
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds:		1,504,404,129
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	\$ (296,249,881)	
Estimated liability for claims	(329,006,820)	
Obligations under capital leases-long term	(253,018,154)	
Long-term obligations	(607,524,690)	
Amortization of deferred amount	(477,566)	
Amortization of issuance costs	(85,485)	
Amortization of premium	376,999	
<u>Total long-term liabilities</u>		(1,485,985,597)
Certain revenues are earned but not collected at year-end and therefore are reported as deferred revenue in the governmental funds balance sheets.		114,590,264
Net assets of governmental activities		<u>\$ 539,533,093</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, 2003**

	<u>General</u>	<u>Police District</u>	<u>Capital</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues</b>					
Real property taxes	\$ 97,188,616	\$ 375,788,079	\$ -	\$ 57,031,552	\$ 530,008,247
Sales and use tax	879,512,024	14,265,294	-	99,570,014	993,347,332
New York State aid	292,458,013	656,227	5,914,545	5,382,633	304,411,418
Federal aid	184,635,978	2,830,585	7,280,774	16,710,645	211,457,982
Licenses, permits, fines, fees, etc.	151,243,042	1,304,980	-	50,130,410	202,678,432
Interest on investments	5,224,069	21,078	-	2,084,196	7,329,343
Miscellaneous	57,530,509	528,787	5,811,019	7,290,309	71,160,624
Total revenues	<u>1,667,792,251</u>	<u>395,395,030</u>	<u>19,006,338</u>	<u>238,199,759</u>	<u>2,320,393,378</u>
<b>Expenditures</b>					
Current:					
General government support	181,821,117	-	-	1,397,713	183,218,830
Economic assistance and opportunity	546,200,874	-	-	8,877,270	555,078,144
Health	156,871,968	-	-	164,112	157,036,080
Public safety	204,229,040	281,113,599	-	12,335,179	497,677,818
Culture and recreation	19,008,423	-	-	2,249,746	21,258,169
Education	181,048,234	-	-	-	181,048,234
Home and community services	6,646,875	-	-	68,827,677	75,474,552
Transportation	62,912,885	-	-	9,663,525	72,576,410
Employee benefits	281,939,675	39,584,383	-	7,599,425	329,123,483
Debt service:					
Principal	64,176,391	5,553,057	-	19,940,460	89,669,908
Interest and other charges	21,373,621	1,607,041	-	7,267,709	30,248,371
Capital outlay	-	-	81,365,806	4,886,061	86,251,867
Total expenditures	<u>1,726,229,103</u>	<u>327,858,080</u>	<u>81,365,806</u>	<u>143,208,877</u>	<u>2,278,661,866</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(58,436,852)</u>	<u>67,536,950</u>	<u>(62,359,468)</u>	<u>94,990,882</u>	<u>41,731,512</u>
<b>Other financing sources (uses)</b>					
Capital related debt issued	-	-	55,510,164	-	55,510,164
Proceeds from serial bonds issued	21,999,846	785,927	-	1,659,410	24,445,183
Transfers in	298,043,973	13,234	27,884,183	120,123,325	446,064,715
Transfers out	<u>(186,118,782)</u>	<u>(78,218,128)</u>	<u>(1,031,571)</u>	<u>(177,599,355)</u>	<u>(442,967,836)</u>
Total other financing sources (uses)	<u>133,925,037</u>	<u>(77,418,967)</u>	<u>82,362,776</u>	<u>(55,816,620)</u>	<u>83,052,226</u>
Net change in fund balances	75,488,185	(9,882,017)	20,003,308	39,174,262	124,783,738
Fund balances at beginning of year	<u>55,074,743</u>	<u>9,466,544</u>	<u>52,162,900</u>	<u>165,036,372</u>	<u>281,740,559</u>
Fund balances at end of year	<u>\$ 130,562,928</u>	<u>\$ (415,473)</u>	<u>\$ 72,166,208</u>	<u>\$ 204,210,634</u>	<u>\$ 406,524,297</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, 2003**

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	\$ 124,783,738
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 (\$80,603,007) exceeded depreciation (\$45,732,098) in the current period.	34,870,909
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins and donations) is to increase net assets.	920,412
Transfers of capital assets from governmental funds to enterprise funds do not require the use of current financial resources and therefore are not reported in governmental funds. This amount reflects capital asset transfers to enterprise funds, net of related debt.	(23,812,437)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	9,528,509
Revenues reported in the governmental funds statements and not reported in the Statement of Activities.	(14,557,692)
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.	(7,702,610)
	\$ 124,030,829
Change in net assets of governmental activities	

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 (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<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>
<b>Revenues</b>				
Real property taxes	\$ 80,604,213	\$ 80,604,213	\$ 97,188,616	\$ 16,584,403
Sales and use tax	836,262,757	836,262,757	879,512,024	43,249,267
New York State aid	286,560,712	289,008,010	292,458,013	3,450,003
Federal aid	179,294,095	180,821,120	184,635,978	3,814,858
Licenses, permits, fines, fees, etc.	133,625,541	133,649,357	151,243,042	17,593,685
Interest on investments	8,063,737	13,833,737	5,224,069	(8,609,668)
Miscellaneous	40,187,369	54,486,120	57,530,509	3,044,389
Total revenues	<u>1,564,598,424</u>	<u>1,588,665,314</u>	<u>1,667,792,251</u>	<u>79,126,937</u>
<b>Expenditures</b>				
Current:				
General government support:				
Audit and control	5,167,486	4,756,989	4,646,766	110,223
Board of elections	9,190,990	9,500,990	9,256,012	244,978
Civil service	21,092,129	21,371,609	20,015,327	1,356,282
County clerk	6,519,978	6,861,466	6,851,658	9,808
County executive	6,047,823	5,305,026	5,022,018	283,008
District attorney	23,824,128	24,531,048	23,349,238	1,181,810
Finance and taxation	3,883,531	3,883,531	3,494,407	389,124
Health	500,000	-	-	-
Law	8,840,000	9,694,774	9,626,715	68,059
Legal aid society	8,317,418	8,317,418	8,038,743	278,675
Legislative	9,922,899	9,298,239	8,669,442	628,797
Planning	2,918,109	2,918,109	2,695,539	222,570
Public administrator	375,848	375,848	344,660	31,188
Public works	63,006,660	63,726,851	62,987,114	739,737
Real property	2,404,492	2,404,492	2,153,517	250,975
Miscellaneous	25,672,292	18,335,845	14,669,961	3,665,884
Total general government support	<u>197,683,783</u>	<u>191,282,235</u>	<u>181,821,117</u>	<u>9,461,118</u>
Economic assistance and opportunity:				
County executive	14,957,166	15,026,056	13,998,826	1,027,230
Economic development	1,284,671	1,368,421	1,293,911	74,510
Labor	6,260,114	7,134,632	7,073,805	60,827
Probation	9,877,905	9,877,905	9,112,489	765,416
Social services	534,388,936	524,664,795	514,653,896	10,010,899
Miscellaneous	67,825	76,825	67,947	8,878
Total economic assistance and opportunity	<u>566,836,617</u>	<u>558,148,634</u>	<u>546,200,874</u>	<u>11,947,760</u>

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**General Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Health	165,974,331	167,523,224	156,871,968	10,651,256
Public safety:				
Fire rescue and emergency service	5,810,431	7,240,366	6,741,692	498,674
Police	72,667,878	75,389,431	72,542,258	2,847,173
Probation	27,648,794	27,586,069	26,182,662	1,403,407
Public works	150,000	53,500	53,412	88
Sheriff	93,992,486	99,796,146	98,709,016	1,087,130
Total public safety	200,269,589	210,065,512	204,229,040	5,836,472
Culture and recreation:				
County executive	6,710,335	7,544,275	6,829,434	714,841
Parks	12,508,028	12,595,260	12,021,512	573,748
Miscellaneous	163,863	159,863	157,477	2,386
Total culture and recreation	19,382,226	20,299,398	19,008,423	1,290,975
Education:				
Health services	132,550,139	138,827,624	138,778,138	49,486
Miscellaneous	41,805,885	42,283,284	42,270,096	13,188
Total education	174,356,024	181,110,908	181,048,234	62,674
Home and community services:				
Cooperative extension	2,652,750	2,772,750	2,595,490	177,260
County executive	839,063	854,073	770,359	83,714
Law	407,721	405,836	388,399	17,437
Planning	2,049,969	2,065,520	2,010,327	55,193
Public works	536,482	506,434	476,409	30,025
Social services	5,181	5,181	419	4,762
Soil and water conservation	244,156	270,482	270,472	10
Miscellaneous	135,000	135,000	135,000	-
Total home and community services	6,870,322	7,015,276	6,646,875	368,401
Transportation:				
Public works	63,321,767	63,846,176	62,899,385	946,791
Economic development	15,000	13,500	13,500	-
Total transportation	63,336,767	63,859,676	62,912,885	946,791
Employee benefits	250,718,360	282,926,705	281,939,675	987,030
Debt service - principal	63,864,470	64,202,729	64,176,391	26,338
Debt service - interest	21,279,407	21,376,053	21,373,621	2,432
Total debt service	85,143,877	85,578,782	85,550,012	28,770
Total expenditures	1,730,571,896	1,767,810,350	1,726,229,103	41,581,247

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**General Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<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	<u>(165,973,472)</u>	<u>(179,145,036)</u>	<u>(58,436,852)</u>	<u>120,708,184</u>
<b>Other financing sources (uses)</b>				
Proceeds from serial bonds issued	-	36,099,847	21,999,846	(14,100,001)
Transfers in	299,824,860	298,948,415	298,043,973	(904,442)
Transfers out	(173,151,196)	(191,063,189)	(186,118,782)	4,944,407
Total other financing sources (uses)	<u>126,673,664</u>	<u>143,985,073</u>	<u>133,925,037</u>	<u>(10,060,036)</u>
Net change in fund balances	(39,299,808)	(35,159,963)	75,488,185	110,648,148
Fund balances at beginning of year	<u>39,299,808</u>	<u>55,074,743</u>	<u>55,074,743</u>	<u>-</u>
Fund balances (deficits) at end of year	<u>\$ -</u>	<u>\$ 19,914,780</u>	<u>\$ 130,562,928</u>	<u>\$ 110,648,148</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 (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<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>
<b>Revenues</b>				
Real property taxes	\$ 374,782,814	\$ 374,782,814	\$ 375,788,079	\$ 1,005,265
Sales and use tax	14,265,294	14,265,294	14,265,294	-
New York State aid	332,250	538,351	656,227	117,876
Federal aid	-	8,745,605	2,830,585	(5,915,020)
Licenses, permits, fines, fees, etc.	1,585,220	1,585,220	1,304,980	(280,240)
Interest on investments	20,498	20,498	21,078	580
Miscellaneous	979,508	979,508	528,787	(450,721)
	<u>391,965,584</u>	<u>400,917,290</u>	<u>395,395,030</u>	<u>(5,522,260)</u>
<b>Expenditures</b>				
Current:				
General government support:				
Miscellaneous	5,948,517	-	-	-
Public safety:				
Police	271,406,136	289,331,481	281,113,599	8,217,882
Employee benefits	41,914,032	40,374,145	39,584,383	789,762
Debt Service:				
Principal	5,558,447	5,558,447	5,553,057	5,390
Interest and other charges	1,607,661	1,607,661	1,607,041	620
	<u>326,434,793</u>	<u>336,871,734</u>	<u>327,858,080</u>	<u>9,013,654</u>
Excess (deficiency) of revenues over (under) expenditures	<u>65,530,791</u>	<u>64,045,556</u>	<u>67,536,950</u>	<u>3,491,394</u>
<b>Other financing sources (uses)</b>				
Proceeds from serial bonds issued	-	785,927	785,927	-
Transfers in	-	-	13,234	13,234
Transfers out	(78,762,019)	(78,232,565)	(78,218,128)	14,437
	<u>(78,762,019)</u>	<u>(77,446,638)</u>	<u>(77,418,967)</u>	<u>27,671</u>
Net change in fund balances	(13,231,228)	(13,401,082)	(9,882,017)	3,519,065
Fund balances (deficits) at beginning of year	13,231,228	9,466,544	9,466,544	-
Fund balances (deficits) at end of year	<u>\$ -</u>	<u>\$ (3,934,538)</u>	<u>\$ (415,473)</u>	<u>\$ 3,519,065</u>

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

**SUFFOLK COUNTY, NEW YORK**  
**Statement of Net Assets**  
**Enterprise Funds**  
**December 31, 2003**

	<u>Suffolk Health Plan</u>	<u>Suffolk County Ball Park</u>	<u>Francis S. Gabreski Airport</u>	<u>John J. Foley Skilled Nursing Facility</u>	<u>Total</u>
<b>Assets</b>					
Current assets:					
Cash and cash equivalents	\$ 16,212,334	\$ 454,229	\$ 18,014	\$ 1,636,367	\$ 18,320,944
Accounts receivable (net of allowance for doubtful accounts)	3,927,401	-	-	7,055,986	10,983,387
Internal balances	(142,591)	-	(801,473)	(3,761,956)	(4,706,020)
Other receivables	977,334	-	16,760	106,664	1,100,758
Total current assets	<u>20,974,478</u>	<u>454,229</u>	<u>(766,699)</u>	<u>5,037,061</u>	<u>25,699,069</u>
Noncurrent assets:					
Restricted:					
Cash and cash equivalents	1,579,477	-	-	-	1,579,477
Other receivables	250,000	-	-	682,360	932,360
Capital assets:					
Nondepreciable	-	2,092,831	20,656,835	628,125	23,377,791
Depreciable, net	114,671	16,454,000	4,136,485	20,902,906	41,608,062
Total noncurrent assets	<u>1,944,148</u>	<u>18,546,831</u>	<u>24,793,320</u>	<u>22,213,391</u>	<u>67,497,690</u>
Total assets	<u>22,918,626</u>	<u>19,001,060</u>	<u>24,026,621</u>	<u>27,250,452</u>	<u>93,196,759</u>
<b>Liabilities</b>					
Current liabilities:					
Accounts payable	7,266,205	25,642	74,277	2,027,689	9,393,813
Accrued liabilities	-	-	-	530,176	530,176
Other deferred revenue	163,049	-	-	-	163,049
Accumulated vacation and sick leave	-	-	-	77,483	77,483
Long-term obligations	-	241,000	205,179	1,497,050	1,943,229
Total current liabilities	<u>7,429,254</u>	<u>266,642</u>	<u>279,456</u>	<u>4,132,398</u>	<u>12,107,750</u>
Noncurrent liabilities:					
Funds held in trust	-	-	-	260,079	260,079
Accumulated vacation and sick leave	-	-	-	1,233,568	1,233,568
Long-term obligations	-	4,411,000	1,154,000	22,807,519	28,372,519
Total noncurrent liabilities	<u>-</u>	<u>4,411,000</u>	<u>1,154,000</u>	<u>24,301,166</u>	<u>29,866,166</u>
Total liabilities	<u>7,429,254</u>	<u>4,677,642</u>	<u>1,433,456</u>	<u>28,433,564</u>	<u>41,973,916</u>
<b>Net Assets</b>					
Invested in capital assets, net of related debt	114,671	13,894,831	23,434,141	(2,324,586)	35,119,057
Restricted (statutory reserve)	1,628,736	-	-	-	1,628,736
Unrestricted (deficit)	13,745,965	428,587	(840,976)	1,141,474	14,475,050
Total net assets	<u>\$ 15,489,372</u>	<u>\$ 14,323,418</u>	<u>\$ 22,593,165</u>	<u>\$ (1,183,112)</u>	<u>\$ 51,222,843</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 Fund Net Assets**  
**Enterprise Funds**  
**For the Year Ended December 31, 2003**

	<u>Suffolk Health Plan</u>	<u>Suffolk County Ball Park</u>	<u>Francis S. Gabreski Airport</u>	<u>John J. Foley Skilled Nursing Facility</u>	<u>Total</u>
<b>Operating Revenues</b>					
Managed care fees	\$ 32,686,627	\$ -	\$ -	\$ -	\$ 32,686,627
Net patient revenues	-	-	-	33,564,040	33,564,040
Licenses, permits, fines, fees, etc.	-	936,246	346,810	-	1,283,056
Miscellaneous	-	-	359	340,491	340,850
Total operating revenues	<u>32,686,627</u>	<u>936,246</u>	<u>347,169</u>	<u>33,904,531</u>	<u>67,874,573</u>
<b>Operating expenses</b>					
Medical expenses	26,811,698	-	-	-	26,811,698
Management fees	3,372,362	-	-	-	3,372,362
Administrative expenses	1,501,566	-	1,294,276	24,432,575	27,228,417
Depreciation	16,370	457,056	24,515	1,747,016	2,244,957
Provision for bad debts	-	-	-	1,888,489	1,888,489
Miscellaneous	-	82,873	-	-	82,873
Employee benefits	156,455	-	81,124	7,586,744	7,824,323
Debt service interest	-	260,239	53,260	1,251,053	1,564,552
Total operating expenses	<u>31,858,451</u>	<u>800,168</u>	<u>1,453,175</u>	<u>36,905,877</u>	<u>71,017,671</u>
Operating income (loss)	<u>828,176</u>	<u>136,078</u>	<u>(1,106,006)</u>	<u>(3,001,346)</u>	<u>(3,143,098)</u>
<b>Nonoperating revenues (expenses)</b>					
Revenue from other governments	-	-	-	8,415,782	8,415,782
Interest on investments	311,143	8,173	968	45,832	366,116
Loss on sale of capital assets	-	-	(199,920)	-	(199,920)
Total nonoperating revenues (expenses)	<u>311,143</u>	<u>8,173</u>	<u>(198,952)</u>	<u>8,461,614</u>	<u>8,581,978</u>
Income (loss) before contributions and transfers	1,139,319	144,251	(1,304,958)	5,460,268	5,438,880
Transfers in	-	-	286,176	7,255,577	7,541,753
Transfers out	(3,214,958)	(300,000)	(200,490)	(6,923,184)	(10,638,632)
Contributed capital	-	-	23,812,437	-	23,812,437
Change in net assets	<u>(2,075,639)</u>	<u>(155,749)</u>	<u>22,593,165</u>	<u>5,792,661</u>	<u>26,154,438</u>
Total net assets at beginning of year	<u>17,565,011</u>	<u>14,479,167</u>	<u>-</u>	<u>(6,975,773)</u>	<u>25,068,405</u>
Total net assets at end of year	<u>\$ 15,489,372</u>	<u>\$ 14,323,418</u>	<u>\$ 22,593,165</u>	<u>\$ (1,183,112)</u>	<u>\$ 51,222,843</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, 2003**

	<u>Suffolk Health Plan</u>	<u>Suffolk County Ball Park</u>	<u>Francis S. Gabreski Airport</u>	<u>John J. Foley Skilled Nursing Facility</u>	<u>Totals</u>
<b>Cash flows from operating activities</b>					
Receipts from operations	\$ 31,701,572	\$ 936,246	\$ 340,410	\$ 32,314,890	\$ 65,293,118
Receipts from other revenue	-	-	172	340,491	340,663
Payments for medical expenses	(27,501,849)	-	-	-	(27,501,849)
Payments to suppliers	-	-	(261,025)	(8,555,379)	(8,816,404)
Payments for management fees	(3,259,647)	-	-	-	(3,259,647)
Payments for administrative expenses	(1,104,476)	-	-	-	(1,104,476)
Payments for contractual services	-	(34,500)	(8,259)	-	(42,759)
Miscellaneous expenses	-	(22,730)	-	-	(22,730)
Payments to employees	(569,368)	-	(959,194)	(15,463,294)	(16,991,856)
Employee benefits	(155,640)	-	(78,864)	(7,586,744)	(7,821,248)
	<u>(889,408)</u>	<u>879,016</u>	<u>(966,760)</u>	<u>1,049,964</u>	<u>72,812</u>
<b>Net cash provided (used) by operating activities</b>					
<b>Cash Flows from noncapital financing activities</b>					
Payments from other governments	-	-	-	(6,056,622)	(6,056,622)
Transfer from (to) other funds	(2,980,521)	(797,240)	983,819	7,255,577	4,461,635
	<u>(2,980,521)</u>	<u>(797,240)</u>	<u>983,819</u>	<u>1,198,955</u>	<u>(1,594,987)</u>
<b>Net cash provided (used) by noncapital financing activities</b>					
<b>Cash flows from capital and related financing activities</b>					
Proceeds from capital debt	-	-	-	1,109,319	1,109,319
Purchase of capital assets	(96,583)	-	-	(783,570)	(880,153)
Principal paid on capital debt	-	-	-	(1,414,336)	(1,414,336)
Interest paid on capital debt	-	-	-	(1,247,168)	(1,247,168)
	<u>(96,583)</u>	<u>-</u>	<u>-</u>	<u>(2,335,755)</u>	<u>(2,432,338)</u>
<b>Net cash provided (used) by capital and related financing activities</b>					

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Statement of Cash Flows**  
**Enterprise Funds**  
**For the Year Ended December 31, 2003**

	<u>Suffolk Health Plan</u>	<u>Suffolk County Ball Park</u>	<u>Francis S. Gabreski Airport</u>	<u>John J. Foley Skilled Nursing Facility</u>	<u>Totals</u>
<b>Cash flows from investing activities</b>					
Interest on investments	311,143	8,173	955	45,832	366,103
Investment in assets limited as to use	-	-	-	(124,860)	(124,860)
Net cash provided (used) by investing activities	<u>311,143</u>	<u>8,173</u>	<u>955</u>	<u>(79,028)</u>	<u>241,243</u>
Net increase (decrease) in cash and cash equivalents	(3,655,369)	89,949	18,014	(165,864)	(3,713,270)
Cash and cash equivalents at beginning of year	<u>21,447,180</u>	<u>364,280</u>	<u>-</u>	<u>1,802,231</u>	<u>23,613,691</u>
Cash and cash equivalents at end of year	<u>\$ 17,791,811</u>	<u>\$ 454,229</u>	<u>\$ 18,014</u>	<u>\$ 1,636,367</u>	<u>\$ 19,900,421</u>
<b>Reconciliation of operating income (loss) to net cash provided by operating activities</b>					
Operating income (loss)	\$ 828,176	\$ 136,078	\$ (1,106,006)	\$ (3,001,346)	\$ (3,143,098)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	16,370	457,056	24,515	1,747,016	2,244,957
Provision for doubtful accounts receivable	-	-	-	1,888,489	1,888,489
Other increase (decrease)	-	260,239	53,260	1,315,645	1,629,144
Change in assets and liabilities:					
Receivables, net	(1,492,806)	-	(16,769)	(1,225,170)	(2,734,745)
Due from/to Suffolk County	(349,749)	-	-	-	(349,749)
Accounts and other payables	<u>108,601</u>	<u>25,643</u>	<u>78,240</u>	<u>325,330</u>	<u>537,814</u>
Net cash provided (used) by operating activities	<u>\$ (889,408)</u>	<u>\$ 879,016</u>	<u>\$ (966,760)</u>	<u>\$ 1,049,964</u>	<u>\$ 72,812</u>

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

**SUFFOLK COUNTY, NEW YORK**  
**Statement of Fiduciary Net Assets**  
**Fiduciary Funds**  
**December 31, 2003**

	<b>Private-Purpose Trusts</b>	<b>Agency Funds</b>
<b>Assets</b>		
Cash and cash equivalents:		
Cash in banks	\$ -	\$ 22,947,568
Money market funds	61,245	40,270,958
Cash with fiscal agents	-	254,996
Total cash and cash equivalents	61,245	63,473,522
Investments, at fair value:		
U.S. government obligations	13,299,058	16,905,259
Total assets	13,360,303	\$ 80,378,781
<b>Liabilities</b>		
Accounts payable and accrued liabilities	13,349,058	\$ 516,668
Due to other funds	-	2,714,488
Agency fund liabilities	-	77,147,625
Total liabilities	13,349,058	\$ 80,378,781
<b>Net Assets</b>		
Held in trust	\$ 11,245	

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

**SUFFOLK COUNTY, NEW YORK**  
**Statement of Changes in Fiduciary Net Assets**  
**Fiduciary Funds**  
**For the Year Ended December 31, 2003**

	<b>Private-Purpose Trusts</b>
<b>Additions</b>	
Investment income:	
Interest	\$ 448
Transfer in	322,503
Other revenue	1,198,703
Total additions	1,521,654
<b>Deductions</b>	
Administrative and general expenses	1,546,206
Change in net assets	(24,552)
Net assets at beginning of year	35,797
Net assets at end of year	\$ 11,245

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

**SUFFOLK COUNTY, NEW YORK**  
**Statement of Net Assets**  
**Component Units**  
**December 31, 2003**  
**With Suffolk County Community College as of August 31, 2003**

	<u>Suffolk County Community College</u>	<u>Suffolk Regional Off- Track Betting Corporation</u>	<u>Suffolk County Industrial Development Agency</u>	<u>Total</u>
<b>Assets</b>				
Current assets:				
Cash and cash equivalents	\$ 29,767,461	\$ 4,758,705	\$ 134,923	\$ 34,661,089
Investments	3,445,823	-	-	3,445,823
Accounts receivable	364,018	-	-	364,018
Students accounts receivable, net	785,571	-	-	785,571
Due from other governments	2,157,886	622,262	-	2,780,148
Due from primary government	11,015,835	-	-	11,015,835
Other assets	157,873	632,880	4,742	795,495
Direct financing lease receivables	-	-	19,365,000	19,365,000
Total current assets	<u>47,694,467</u>	<u>6,013,847</u>	<u>19,504,665</u>	<u>73,212,979</u>
Noncurrent assets:				
Restricted:				
Cash and cash equivalents	2,673,067	-	3,692,269	6,365,336
Investments	22,244,964	-	-	22,244,964
Capital assets:				
Nondepreciable	10,473,807	204,305	-	10,678,112
Depreciable, net	85,221,884	11,988,838	16,990	97,227,712
Direct financing lease receivables	-	-	160,125,000	160,125,000
Total noncurrent assets	<u>120,613,722</u>	<u>12,193,143</u>	<u>163,834,259</u>	<u>296,641,124</u>
Total assets	<u>168,308,189</u>	<u>18,206,990</u>	<u>183,338,924</u>	<u>369,854,103</u>
<b>Liabilities</b>				
Current liabilities:				
Accounts payable and accrued liabilities	\$ 6,591,649	\$ 3,214,264	\$ 9,477	\$ 9,815,390
Due to primary government	3,461,872	-	-	3,461,872
Due to other governments	-	784,208	-	784,208
Deferred revenue	13,227,204	-	-	13,227,204
Other liabilities	2,843,440	4,651,640	15,244	7,510,324
Bonds payable	5,319,500	-	19,365,000	24,684,500
Total current liabilities	<u>31,443,665</u>	<u>8,650,112</u>	<u>19,389,721</u>	<u>59,483,498</u>
Noncurrent liabilities:				
Accumulated vacation and sick leave	18,642,795	1,377,344	82,791	20,102,930
Estimated liability for claims	11,004,473	-	763,090	11,767,563
Bonds payable	114,595,596	-	160,125,000	274,720,596
Total noncurrent liabilities	<u>144,242,864</u>	<u>1,377,344</u>	<u>160,970,881</u>	<u>306,591,089</u>
Total liabilities	<u>175,686,529</u>	<u>10,027,456</u>	<u>180,360,602</u>	<u>366,074,587</u>
<b>Net Assets</b>				
Invested in capital assets, net of related debt	(5,757,572)	7,484,552	16,990	1,743,970
Restricted for capital projects	7,586,037	-	-	7,586,037
Unrestricted (deficit)	(9,206,805)	694,982	2,961,332	(5,550,491)
Total net assets	<u>\$ (7,378,340)</u>	<u>\$ 8,179,534</u>	<u>\$ 2,978,322</u>	<u>\$ 3,779,516</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, 2003**  
**With Suffolk County Community College as of August 31, 2003**

	<b>Suffolk County Community College</b>	<b>Suffolk Regional Off- Track Betting Corporation</b>	<b>Suffolk County Industrial Development Agency</b>	<b>Total</b>
<b>Expenses:</b>				
Program operations	\$ 124,664,621	\$ 22,549,748	\$ 1,356,596	\$ 148,570,965
Interest on long-term debt	5,959,050	-	-	5,959,050
Other interest	-	-	7,345,747	7,345,747
Depreciation and amortization	2,802,379	678,220	8,385	3,488,984
Other expenses	4,227,908	28,284,215	-	32,512,123
Total expenses	<u>137,653,958</u>	<u>51,512,183</u>	<u>8,710,728</u>	<u>197,876,869</u>
<b>Program revenues:</b>				
Charges for Services	43,986,365	52,081,773	766,436	96,834,574
Operating Grants and Contributions	<u>56,999,307</u>	<u>-</u>	<u>-</u>	<u>56,999,307</u>
Total program revenues	<u>100,985,672</u>	<u>52,081,773</u>	<u>766,436</u>	<u>153,833,881</u>
Net program revenues (expenses)	<u>(36,668,286)</u>	<u>569,590</u>	<u>(7,944,292)</u>	<u>(44,042,988)</u>
<b>General revenues:</b>				
Payments from primary government	40,031,562	-	-	40,031,562
Grants and contributions not restricted to specific programs	1,455,757	-	-	1,455,757
Interest on investments	410,959	-	43,404	454,363
Miscellaneous	<u>1,535,443</u>	<u>-</u>	<u>7,345,747</u>	<u>8,881,190</u>
Total general revenues	<u>43,433,721</u>	<u>-</u>	<u>7,389,151</u>	<u>50,822,872</u>
Change in net assets	6,765,435	569,590	(555,141)	6,779,884
Net assets at beginning of year	<u>(14,143,775)</u>	<u>7,609,944</u>	<u>3,533,463</u>	<u>(3,000,368)</u>
Net assets at end of year	<u>\$ (7,378,340)</u>	<u>\$ 8,179,534</u>	<u>\$ 2,978,322</u>	<u>\$ 3,779,516</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 unit.** The Suffolk County Judicial Facilities Agency was created in 1999 and is authorized to acquire, build, improve, renovate, extend, rehabilitate, or relocate the John P. Cohalan Court Complex. The Agency entered a tenancy in common agreement with the County of Suffolk, making the Complex available to the County to provide suitable facilities for the State court system within Suffolk County. The Judicial Facilities Agency is reported as a special revenue fund of the primary government. The Suffolk County Judicial Facilities Agency is a blended component unit because it provides services almost exclusively to the County.

**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 formed in 1959 by the State University of New York and provides educational services under New York State Education Law. Suffolk County as the local sponsor and the College have both duly executed a "Plan C Agreement" pursuant to New York State Education Law. The provisions of this agreement require the College to submit the annual operating and capital budgets for approval to the County Legislature. It also provides that County tax warrants shall separately state and identify the County's share of the College's operating budget. Furthermore, the Suffolk County Comptroller is the Chief Fiscal Officer of the College. As such, the College is fiscally dependent upon Suffolk County and therefore, is included as a component unit for the fiscal year ended August 31, 2003.

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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% 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 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 and a financial burden/benefit exists.

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  
100 Veterans Memorial Highway, Post Office Box 6100  
Hauppauge, NY 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 does not extend beyond making the appointments:

- Suffolk County Water Authority
- Vocational Educational and Extension Board

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

**B. Government-wide and fund financial statements**

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are 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 government 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. 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.

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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* accounts for the operations of the Suffolk County Police District, which provides police services to the residents of the five western towns of Suffolk County. The fund is one of 56 special revenue funds. The police district fund is the only special revenue fund meeting the major fund classification.

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.

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

*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.

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*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.

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

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

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

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

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

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

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

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

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

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

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

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

**D. Restatement of beginning balances**

The County has decreased the amount reported as deferred tax revenue as of December 31, 2001 in the government-wide financial statements in the amount of \$120,781,253. The County has also decreased the amount reported as property tax revenue for the year ending December 31, 2002 in the government-wide financial statements in the amount of \$6,716,808. This restatement was required to properly record property tax revenue that was earned and uncollected at December 31, 2001 and December 31, 2002. The impact of these adjustments was to reduce the amount reported as unrestricted net (deficit) in the government-wide financial statements at December 31, 2002 by \$114,064,445.

**E. Assets liabilities and net assets or equity**

***1. Deposits and investments***

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

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

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

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- 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% to 105% of the deposited amount. Collateral may be maintained either by the County or by a custodial bank with which the County has entered into a custodial agreement.

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

## ***2. Receivables and payables***

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

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

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

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

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, 2003 and 2002 were approximately 96.2 percent of the tax levy for County purposes. The County recognizes property tax revenue realized from payments actually received against the current year's levy and prior years' levies previously recorded as deferred tax revenues, as well as payments received during the two months of the following year related to both the current and prior years' levies.

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

The following is a summary of the County's property tax calendar for 2003:

Lien date	June 1, 2002
Levy date	December 1, 2002
Tax bills mailed	December 1, 2002
Property taxes recorded	January 1, 2003
First installment payment due	January 10, 2003
Second installment payment due	May 31, 2003
Taxes become overdue	June 1, 2003

***3. Inventories and prepaid items***

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

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

***4. Restricted assets***

Restricted assets consist of temporary investments in certificates of deposit and money

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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:

<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 proprietary funds and of business-type activities is included as part of the capitalized value of the assets constructed. The total interest expense incurred by business-type entities during the current year was \$1,564,552. None of this amount was included as part of the cost of capital assets under construction in connection with capital projects.

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

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

**6. *Compensated absences***

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

**7. *Long-term obligations***

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

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

**8. *Fund equity***

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

**II. Stewardship, compliance, and accountability**

**A. Budgetary information**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except certain nonmajor special revenue funds, which are not budgeted. All annual appropriations lapse at fiscal year end.

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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 2003, General Fund supplementary appropriations were authorized and aggregated approximately \$8,420,285.

**B. Excess of expenditures over appropriations**

For the year ended December 31, 2003, there were no expenditures that exceeded appropriations.

**C. Deficit fund equity**

The following funds have deficit fund balances at December 31, 2003:

**SPECIAL REVENUE FUNDS:**

• Police District	\$ 415,473
• District Court	55,395
• Electrical Authority	192,223
• Community Development Administration	223,578
• Community Development	208,496
• Southwest Assessment Stabilization Reserve	78,371
• Tax Certiori	29,376
• Building Sanitation Administration	184,408

**PROPRIETARY FUNDS**

• Skilled Nursing Facility	\$ 1,183,112
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The County plans to eliminate the deficits listed above through prospective tax levies or other methods.

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**III. Detailed notes on all funds**

**A. Deposits and investments**

At year end, Suffolk County's carrying amount of deposits (including investments) was \$448,524,372 and the bank balance in all financial institutions was \$471,808,115. Of the bank balance, \$471,808,115 was covered by federal depository insurance or by collateral held by the County's agent in the County's name.

The carrying amount for deposits for OTB, IDA and Suffolk County Community College, discretely presented component units, was \$4,758,705, \$3,827,192 and \$32,440,525, respectively, and the bank balances were \$5,104,287, \$3,827,092 and \$32,287,292, respectively. Of the bank balances, \$5,104,287, \$3,827,092 and \$32,287,292 were covered by federal depository insurance or by collateral held by the component unit's agent in its name.

Investments are categorized into these three categories of credit risk:

- (1) Insured or registered, or securities held by the County or its agent in the County's name.
- (2) Uninsured and unregistered with securities held by the counterparty's trust department or agent in the County's name.
- (3) Uninsured and unregistered with securities held by the counterparty's, or by its trust department or agent, but not in the County's name.

At year-end, investment balances of the County's fiduciary funds were as follows:

Investments Category 1	Fair Value
Equity securities	\$ 4,262,982
United States government bonds and notes	18,443,729
Corporate and municipal bonds	1,748,150
Mutual funds	5,411,353
Other investments	338,103
Total investments Category 1	\$ 30,204,317

**Component Units**

At December 31, 2003, Suffolk County Community College's investment balances were as follows:

	Category 1	Category 3	Fair Value
U.S. Government Obligations	\$ 8,886,926	\$ 11,634,845	\$ 20,521,771

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**B. Receivables**

Receivables at December 31, 2003 were as follows:

	Governmental Funds				Total Governmental Receivables
	General	Police District	Capital	Other Governmental	
Receivables:					
Property tax	\$ 122,538,249	\$ -	\$ -	\$ -	\$ 122,538,249
Sales tax	98,199,250	1,188,775	-	21,803,462	121,191,487
Other funds	31,700,807	19,598,754	14,764,369	38,478,600	104,542,530
Intergovernmental					
Accounts	158,491,709	2,134,185	3,054,310	1,077,490	164,757,694
Other	79,686,127	987	-	9,796,054	89,483,168
Total receivables	490,616,142	22,922,701	17,818,679	71,155,606	602,513,128
Allowance for doubtful accounts	(10,234,418)	-	-	-	(10,234,418)
Receivables, net	<u>\$ 480,381,724</u>	<u>\$ 22,922,701</u>	<u>\$ 17,818,679</u>	<u>\$ 71,155,606</u>	<u>\$ 592,278,710</u>

	Enterprise Funds				Total Enterprise Receivables
	Suffolk Health Plan	Suffolk County Ballpark	Francis S. Gabreski Airport	John J. Foley Skilled Nursing Facility	
Receivables:					
Accounts	\$ 3,939,401	\$ -	\$ -	\$ 11,115,986	\$ 15,055,387
Other	977,334	-	16,760	106,664	1,100,758
Total receivables	4,916,735	-	16,760	11,222,650	16,156,145
Allowance for doubtful accounts	(12,000)	-	-	(4,060,000)	(4,072,000)
Receivables, net	<u>\$ 4,904,735</u>	<u>\$ -</u>	<u>\$ 16,760</u>	<u>\$ 7,162,650</u>	<u>\$ 12,084,145</u>

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

	Unavailable	Unearned
Delinquent property taxes receivable (general fund)	\$ 100,041,145	\$ -
New York State Department of Health:		
Mental health and alcohol advances for County programs (general fund)	-	12,378,060
Federal and State government receivables (general fund)	14,549,119	-
Tobacco settlement receipts (general fund)	-	257,219
Hospital mortgages (general fund)	-	2,304,237
Restricted borrowing - interest (capital)		5,609,510
Restricted borrowing - interest (nonmajor)		9,251
Total deferred/unearned revenue for governmental funds	<u>\$ 114,590,264</u>	<u>\$ 20,558,277</u>

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**C. Capital Assets**

Capital asset activities for the year ended December 31, 2003 were as follows:

**Primary Government**

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 501,079,583	\$ 23,329,168	\$ (21,552,182)	\$ 502,856,569
Development rights	47,388,198	1,381,772	-	48,769,970
Historic buildings	4,447,607	160,000	-	4,607,607
Construction in progress	43,438,133	38,819,133	(11,366,332)	70,890,934
Total capital assets, not being depreciated	596,353,521	63,690,073	(32,918,514)	627,125,080
Capital assets, being depreciated:				
Buildings	556,991,766	3,328,568	(3,175,972)	557,144,362
Improvements other than buildings	28,854,948	4,294,661	(100,761)	33,048,848
Vehicles and equipment	181,121,182	15,047,664	(6,040,067)	190,128,779
Infrastructure	807,442,000	5,920,812	-	813,362,812
Total capital assets, being depreciated	1,574,409,896	28,591,705	(9,316,800)	1,593,684,800
Less accumulated depreciation for:				
Buildings	(272,223,718)	(10,106,996)	2,001,179	(280,329,535)
Improvements other than buildings	(7,392,389)	(2,318,671)	80,313	(9,630,747)
Vehicles and equipment	(98,227,856)	(17,445,163)	4,438,568	(111,234,451)
Infrastructure	(299,349,753)	(15,861,266)	-	(315,211,019)
Total accumulated depreciation	(677,193,716)	(45,732,095)	6,520,060	(716,405,752)
Total capital assets, being depreciated, net	897,216,180	(17,140,391)	(2,796,740)	877,279,049
Governmental activities capital assets, net	\$ 1,493,569,701	\$ 46,549,682	\$ (35,715,254)	\$ 1,504,404,129

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	Beginning Balance	Increases	Decreases	Ending Balance
<b>Business-type activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 2,092,831	\$ 20,000,000	\$ -	\$ 22,092,831
Construction in progress	118,123	1,166,837	-	1,284,960
Total capital assets, not being depreciated	2,210,954	21,166,837	-	23,377,791
Capital assets, being depreciated:				
Buildings	51,107,324	1,353,663	(204,000)	52,256,987
Improvements other than buildings	977,765	3,186,264	-	4,164,029
Vehicles and equipment	2,559,684	191,143	-	2,750,827
Total capital assets, being depreciated	54,644,773	4,731,070	(204,000)	59,171,843
Less accumulated depreciation for:				
Buildings	(13,050,117)	(1,943,816)	4,080	(14,989,853)
Improvements other than buildings	(580,736)	(77,472)	-	(658,208)
Vehicles and equipment	(1,692,052)	(223,668)	-	(1,915,720)
Total accumulated depreciation	(15,322,905)	(2,244,956)	4,080	(17,563,781)
Total capital assets, being depreciated, net	39,321,868	2,486,114	(199,920)	41,608,062
Business-type activities capital assets, net	<u>\$ 41,532,822</u>	<u>\$ 23,652,951</u>	<u>\$ (199,920)</u>	<u>\$ 64,985,853</u>

Depreciation expense for the year ended December 31, 2003 was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government support	\$ 15,924,705
Economic assistance and opportunity	240,640
Health	1,267,876
Public safety	7,164,089
Culture and recreation	1,824,392
Education	-
Home and community services	8,438,926
Transportation	10,604,149
Legislative	-
Judicial	267,318
Total depreciation expense-governmental activities	<u>\$ 45,732,095</u>
Business-type activities:	
Suffolk Health Plan	\$ 16,370
Ball Park	457,056
Airport	24,515
Nursing Home	1,747,015
Total depreciation expense-business-type activities	<u>\$ 2,244,956</u>

**SUFFOLK COUNTY**  
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**Construction commitments**

The County has a number of active construction project commitments at December 31, 2003. Active projects for which amounts spent as of December 31, 2003 exceed \$10,000,000 include 33 projects. The total spent as of December 31, 2003 for these projects amounts to approximately 1.2 billion dollars. Remaining commitments for these projects amount to approximately 111 million dollars.

**Discretely presented component units**

Capital asset activity for Suffolk County Community College (College) for the year ended August 31, 2003 were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 4,948,118	\$ -	\$ -	\$ 4,948,118
Construction in progress	899,769	4,625,920	-	5,525,689
Total capital assets, not being depreciated	<u>5,847,887</u>	<u>4,625,920</u>	<u>-</u>	<u>10,473,807</u>
Capital assets, being depreciated:				
Buildings	118,307,713	1,826,633	-	120,134,346
Improvements other than buildings	4,784,272	89,525	-	4,873,797
Vehicles and equipment	5,387,042	1,175,388	(153,259)	6,409,171
Infrastructure	960,457	-	-	960,457
Total capital assets, being depreciated	<u>129,439,484</u>	<u>3,091,546</u>	<u>(153,259)</u>	<u>132,377,771</u>
Less accumulated depreciation for:				
Buildings	(37,790,514)	(2,193,654)	-	(39,984,168)
Improvements other than buildings	(3,264,511)	(44,212)	-	(3,308,723)
Vehicles and equipment	(3,172,179)	(437,810)	48,918	(3,561,071)
Infrastructure	(277,933)	(23,992)	-	(301,925)
Total accumulated depreciation	<u>(44,505,137)</u>	<u>(2,699,668)</u>	<u>48,918</u>	<u>(47,155,887)</u>
Total capital assets, being depreciated, net	<u>84,934,347</u>	<u>391,878</u>	<u>(104,341)</u>	<u>85,221,884</u>
College capital assets, net	<u>\$ 90,782,234</u>	<u>\$ 5,017,798</u>	<u>\$ (104,341)</u>	<u>\$ 95,695,691</u>

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Capital asset activity for the Suffolk County Industrial Development Agency (IDA) for the year ended December 31, 2003 were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ -	\$ -	\$ -	\$ -
Total capital assets, not being depreciated	-	-	-	-
Capital assets, being depreciated:				
Vehicles and equipment	68,643	4,173	-	72,816
Total capital assets, being depreciated	68,643	4,173	-	72,816
Less accumulated depreciation for:				
Vehicles and equipment	(47,441)	(8,385)	-	(55,826)
Total accumulated depreciation	(47,441)	(8,385)	-	(55,826)
Total capital assets, being depreciated, net	21,202	(4,212)	-	16,990
IDA capital assets, net	<u>\$ 21,202</u>	<u>\$ (4,212)</u>	<u>\$ -</u>	<u>\$ 16,990</u>

Capital asset activity for the Suffolk Regional Off-Track Betting Corporation (OTB) for the year ended December 31, 2003 were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 204,305	\$ -	\$ -	\$ 204,305
Construction in progress	-	-	-	-
Total capital assets, not being depreciated	204,305	-	-	204,305
Capital assets, being depreciated:				
Building & leasehold improvements	17,372,123	214,032	(1,851,255)	15,734,900
Vehicles and equipment	3,671,355	188,756	(39,825)	3,820,286
Total capital assets, being depreciated	21,043,478	402,788	(1,891,080)	19,555,186
Less accumulated depreciation:	(7,292,800)	(678,220)	404,672	(7,566,348)
Total capital assets, being depreciated, net	13,750,678	(275,432)	(1,486,408)	11,988,838
OTB capital assets, net	<u>\$ 13,954,983</u>	<u>\$ (275,432)</u>	<u>\$ (1,486,408)</u>	<u>\$ 12,193,143</u>

**SUFFOLK COUNTY**  
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**D. Payables and accrued liabilities**

Payables and accrued liabilities at December 31, 2003, were as follows:

	Other Governments	Salaries	Vouchers	Other	Total
Governmental activities:					
General	\$ 8,939,335	\$ 14,119,558	\$ 78,121,310	\$ 30,416,379	\$ 131,596,582
Police district	-	11,532,664	864,458	77,888	12,475,010
Capital	-	-	1,023,884	771,195	1,795,079
Other governmental	-	1,262,446	6,313,268	10,371,141	17,946,855
Total governmental activities	<u>\$ 8,939,335</u>	<u>\$ 26,914,668</u>	<u>\$ 86,322,920</u>	<u>\$ 41,636,603</u>	<u>\$ 163,813,526</u>
Business-type activities:					
Suffolk Health Plan	\$ -	\$ 24,484	\$ 639,103	\$ 6,602,618	\$ 7,266,205
Suffolk County Ball Park	-	-	25,642	-	25,642
Francis S. Grabeski Airport	-	35,426	38,851	-	74,277
John J. Foley Skilled Nursing Facility	-	523,149	927,815	1,106,901	2,557,865
Total business-type activities	<u>\$ -</u>	<u>\$ 583,059</u>	<u>\$ 1,631,411</u>	<u>\$ 7,709,519</u>	<u>\$ 9,923,989</u>

**E. Interfund balances and transfers**

The composition of interfund balances as of December 31, 2003 is as follows:

Due to general fund from:	
Police	\$ 10,974,406
Capital	1,433,164
Nonmajor gov't funds	14,215,755
Suffolk Health Plan	142,591
Francis S. Gabreski Airport	1,115,790
John J. Foley Skilled Nursing Facility	3,819,101
Agency funds	2,714,488
Component units	5,975,461
Total due to general fund from other funds	<u>\$ 40,390,756</u>
Due to police fund from:	
General	\$ 19,585,520
Capital	13,234
Total due to police fund from other funds	<u>\$ 19,598,754</u>
Due to capital fund from:	
General	\$ 4,791,669
Nonmajor Gov't Funds	9,972,700
Total due to capital fund from other funds	<u>\$ 14,764,369</u>

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Due to nonmajor governmental funds from:	
General	\$ 28,388,222
Police	24,095
Nonmajor gov't funds	10,066,283
Total due to nonmajor gov't funds from other funds	<u>\$ 38,478,600</u>

Due to John J. Foley Skilled Nursing Facility from:	
General fund	\$ 57,145
Total due to skilled nursing facility from other funds	<u>\$ 57,145</u>

Due to Francis S. Gabreski Airport	
Capital fund	\$ 314,317
Total due to airport from other funds	<u>\$ 314,317</u>

Due to component units from:	
General fund	\$ 22,029
Total due to component units from other funds	<u>\$ 22,029</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.

Individual fund transfers for the year ended December 31, 2003 were as follows:

Transfers to general fund from:	
General fund	\$ 130,268,721
Police fund	71,671,944
Capital fund	1,018,337
Nonmajor governmental funds	84,446,339
Suffolk Health Plan	3,214,958
Suffolk County Ball Park	300,000
Francis S. Gabreski Airport	200,490
John J. Foley Skilled Nursing Facility	6,923,184
Total transfers to general fund	<u>\$ 298,043,973</u>

Transfers to police fund from:	
Capital fund	\$ 13,234
Total transfers to police fund	<u>\$ 13,234</u>

Transfers to capital fund from:	
General fund	\$ 4,373,739
Nonmajor governmental funds	23,510,444
Total transfers to capital fund	<u>\$ 27,884,183</u>

Transfers to nonmajor governmental funds from:	
General fund	\$ 43,934,569
Police fund	6,546,184
Nonmajor governmental funds	69,642,572
Total transfers to nonmajor governmental funds	<u>\$ 120,123,325</u>

Transfers to Francis S. Gabreski Airport from:	
General fund	\$ 286,176
Total transfers to Francis S. Gabreski Airport	<u>\$ 286,176</u>

Transfers to John J. Foley Skilled Nursing Facility from:	
General fund	\$ 7,255,577
Total transfers to John J. Foley Skilled Nursing Facility	<u>\$ 7,255,577</u>

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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 payments have remaining terms in excess of one year as of December 31, 2003:

<u>Years Ending December 31</u>	<u>Amount</u>
2004	\$ 14,963,830
2005	14,698,231
2006	13,667,602
2007	11,976,281
2008	10,994,642
2009-2013	35,105,744
2014-2018	23,595,081
Thereafter	17,107,812
Total	<u>\$142,109,223</u>

Rent expenditures for the year ended December 31, 2003 approximated \$13,231,760.

Capital Leases

The Suffolk County Judicial Facilities Agency (the “Agency”), a public benefit corporation, was created in 1999. Shortly thereafter the Agency issued \$131,275,000 Service Agreement Revenue Bonds, Series 1999 (John P. Cohalan Court Complex) (“the Series 1999 Bonds”) the proceeds of which were used to defease the Dormitory Authority State of New York (the “Authority”) Series 1991 A Bonds.

In addition, the County issued \$30,595,000 Public Improvement (Serial) Bonds, 1999 Series B to provide proceeds in an amount sufficient to defease the Authority’s Series 1991 B Bonds (As of April 15, 2001 all Series 1991 B Bonds were called). As a result of these transactions, which closed on September 8, 1999, the County and the Agency each acquired title to a portion of the Cohalan Court Complex thereby eliminating the Authority’s interest in the property. The Agency has leased its portion of the Cohalan Court Complex to the County under an agreement, whereby the County operates and maintains the Cohalan Court Complex and pays all costs, including a service fee to the Agency, thereof, during the term of the lease.

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Pursuant to the Service Agreement between the Agency and the County, the County shall pay a service fee to the Agency on each service fee payment date in an amount sufficient to cover administrative expenses, alteration costs, and debt service on indebtedness then becoming due, including the Serial 1999 Bonds of the Agency.

As a result of the above transactions, the County obtained a total annual debt service savings for the years 1999 through 2016 of \$31,435,714, representing a present value savings of \$18,392,377, which amounted to a 14.016% present value savings when calculated as a percentage of refunded bonds.

The County also entered into a sale – leaseback agreement, dated February 1, 1994, with the IDA. The County is leasing the Southwest Sewer District facility to the IDA and the IDA is required to lease the facility back to the County upon the terms and conditions set forth in the Agreement. This lease will terminate on February 1, 2009. During the year ended December 31, 2003, the County’s payments pursuant to this lease agreement were \$23,840,748 and have been included in general government support expenditures of the General Fund.

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:

Years Ending December 31	John P. Cohalan Court Complex	Southwest Sewer District	Seventh Precinct	Total
2004	\$ 10,717,594	\$ 24,768,370	\$ 492,900	\$ 35,978,864
2005	10,722,007	26,472,713	492,900	37,687,620
2006	10,721,201	28,203,888	492,900	39,417,989
2007	10,709,332	29,962,844	492,900	41,165,076
2008	10,711,257	31,428,824	492,900	42,632,981
2009-2013	53,579,958	11,059,750	2,464,500	67,104,208
2014-2018	27,824,873	-	2,053,750	29,878,623
Total minimum lease payments	134,986,222	151,896,389	6,982,750	293,865,361
Less: Imputed interest	26,581,222	13,369,677	896,308	40,847,207
Present value of future minimum lease payments	<u>\$ 108,405,000</u>	<u>\$ 138,526,712</u>	<u>\$ 6,086,442</u>	<u>\$ 253,018,154</u>

Assets acquired from the aforementioned capital leases are recorded on the County’s financial statements in the amount of \$288,021,984, which represents net book values as of December 31, 2003.

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**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 \$1,338,694,880. During the year, general obligation bonds totaling \$81,439,845 were issued.

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

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	2.50 - 10.0%	\$ 459,867,245
Governmental activities-refunding	2.25 - 6.0%	147,843,497
Business-type activities	2.50 - 6.0%	16,707,626
Business-type activities-refunding	4.25 - 5.0%	13,608,122
		<u>\$ 638,026,490</u>

As of December 31, 2003, approximately \$591,149 of general obligation bonds under governmental-type activities remains outstanding related to capital improvement loans made by the County to several hospitals. The hospitals reimburse the County for interest and principal payments on such debt through a mortgage financing agreement between the hospitals and the County. During 2003, the County paid \$385,738 in interest and principal on this debt and received reimbursements of \$333,564. The County has recorded a receivable and related deferred revenue of \$2,304,237, which represents future principal payments to be received from the hospitals at December 31, 2003.

Additionally, \$24,304,569 of general obligation bonds under business-type activities and business-type activities-refunding above relates to the construction and renovation of the John J. Foley Skilled Nursing Facility. The proceeds for such bonds were transferred to the Nursing Facility and have been accounted for as contributed capital to the enterprise fund. Also, \$6,011,179 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.

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

Year Ending December 31	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2004	\$ 85,536,728	\$ 29,091,238	\$ 2,007,611	\$ 1,533,153
2005	78,771,818	24,528,420	2,033,999	1,422,572
2006	62,539,533	20,800,587	1,992,394	1,325,927
2007	58,191,113	17,898,586	1,988,114	1,231,525
2008	50,094,591	15,126,403	1,862,116	1,137,936
2009-2013	169,799,023	45,916,312	9,153,245	4,368,646
2014-2018	76,626,266	15,701,726	8,983,000	2,147,599
2019-2023	27,157,443	2,467,369	3,346,000	237,133
	<u>608,716,515</u>	<u>171,530,642</u>	<u>31,366,479</u>	<u>13,404,491</u>
Less: Deferred amount on refunding:	<u>(1,005,773)</u>	<u>-</u>	<u>(1,050,731)</u>	<u>-</u>
Total	<u>\$ 607,710,742</u>	<u>\$ 171,530,642</u>	<u>\$ 30,315,748</u>	<u>\$ 13,404,491</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 \$67,770,137. During the year, general obligation bonds totaling \$2,758,956 were issued.

The bonds are direct obligations, and pledge the full faith and credit, of the County. The bonds are issued as 10 to 30-year serial bonds with varying amounts of principal maturing each year. General obligation bonds currently outstanding amounted to \$45,388,407 at August 31, 2003 and such serial bonds were issued with interest rates that ranged from 3.0% to 10.0%.

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

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

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

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

The Authority does not and will not have title to, a lien on, or a security interest in any of the projects being financed by the bonds or in other property of the County or the College. Authority obligation bonds currently outstanding amounted to \$74,526,688 at August 31, 2003 and such bonds were issued with interest rates that range from 2.0% to 6.5%.

Annual principal and interest requirements to service all College debt outstanding as of August 31, 2003 are as follows:

	Authority	General Obligations	Total Principal	Interest	Total
Year ending August 31:					
2004	\$ 2,026,697	\$ 3,292,803	\$ 5,319,500	\$ 5,972,041	\$ 11,291,541
2005	2,229,699	3,457,534	5,687,233	5,692,775	11,380,008
2006	2,341,492	3,503,549	5,845,041	5,428,952	11,273,993
2007	2,458,731	3,560,785	6,019,516	5,149,795	11,169,311
2008	2,331,761	3,570,676	5,902,437	4,852,765	10,755,202
2009-2013	13,285,902	14,790,577	28,076,479	20,006,817	48,083,296
2014-2018	14,690,239	7,184,698	21,874,937	13,757,004	35,631,941
2019-2023	16,754,780	6,027,785	22,782,565	8,113,991	30,896,556
2024-2028	15,359,605	-	15,359,605	2,869,950	18,229,555
2029-2033	3,047,783	-	3,047,783	305,680	3,353,463
	\$ 74,526,689	\$ 45,388,407	\$ 119,915,096	\$ 72,149,770	\$ 192,064,866

**Suffolk County Industrial Development Agency**

On February 24, 1994, the IDA issued Suffolk County Southwest Sewer System Revenue Bonds for the benefit of Suffolk County. This issue was followed by additional issuances in 1999 and 2003. These bonds and the related lease receivable are recorded in the accounts of the IDA. The bonds are not secured by property or a debt obligation of Suffolk County. Suffolk County leased to the IDA, pursuant to an IDA lease agreement, the entirety of the sewage system of the Suffolk County Southwest Sewer District, and agreed with the IDA, pursuant to an operation and maintenance agreement, to operate and maintain such sewer system and agreed, pursuant to a service agreement to make payments, subject to the IDA providing sewer service to the County, in an amount sufficient to permit the IDA to pay debt service on the revenue bonds. Suffolk County Southwest Sewer System Revenue Bonds

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currently outstanding amounted to \$179,490,000 at December 31, 2003 and such bonds were issued with interest rates that range from 2.9% to 4.9%.

Annual debt service requirements to maturity for Suffolk County Southwest Sewer System Revenue Bonds are as follows:

Year Ending December 31	<u>Principal</u>	<u>Interest</u>
2004	\$ 19,365,000	\$ 8,809,370
2005	39,640,000	7,409,043
2006	44,975,000	5,346,708
2007	26,875,000	3,459,394
2008	30,005,000	1,795,375
2009	18,630,000	455,525
Total	<u>\$ 179,490,000</u>	<u>\$ 27,275,415</u>

Changes in long-term liabilities

Long-term liability activity for the year ended December 31, 2003 was as follows:

<b>Governmental activities</b>	Beginning Balance	Additions	Reductions	Ending Balance	Due within one Year
Bonds payable:					
General obligation debt	\$618,383,707	\$79,955,347	\$90,628,312	\$607,710,742	\$85,536,728
Total bonds payable	<u>618,383,707</u>	<u>79,955,347</u>	<u>90,628,312</u>	<u>607,710,742</u>	<u>85,536,728</u>
Compensated absences	289,076,840	21,388,082	14,215,041	296,249,881	17,508,368
Claims and judgements	312,740,969	42,956,324	26,690,473	329,006,820	21,749,453
Capital leases	268,754,436	6,456,712	22,192,994	253,018,154	27,225,934
Governmental activity Long-term liabilities	<u>\$1,488,955,952</u>	<u>\$150,756,465</u>	<u>\$153,726,820</u>	<u>\$1,485,985,597</u>	<u>\$152,020,483</u>
<b>Business-type activities</b>					
Bonds payable:					
Airport	\$ -	\$1,519,635	\$160,456	\$1,359,179	\$205,179
Nursing Home	24,545,205	1,109,319	1,349,955	24,304,569	1,497,050
Ball park	4,889,000	-	237,000	4,652,000	241,000
Total bonds payable	<u>29,434,205</u>	<u>2,628,954</u>	<u>1,747,411</u>	<u>30,315,748</u>	<u>1,943,229</u>
Compensated absences	1,226,064	146,203	61,216	1,311,051	77,483
Business-type activity Long-term liabilities	<u>\$30,660,269</u>	<u>\$2,775,157</u>	<u>\$1,808,627</u>	<u>\$31,626,799</u>	<u>\$2,020,712</u>

**SUFFOLK COUNTY**  
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Component units	Beginning Balance	Additions	Reductions	Ending Balance	Due within one Year
County general obligation bonds (Comm. College)	\$46,099,520	\$2,758,956	\$3,470,069	\$45,388,407	\$3,292,803
Dormitory Authority	72,514,469	3,876,140	1,863,920	74,526,689	2,026,697
Southwest sewer system revenue bonds	128,280,000	65,210,000	14,000,000	179,490,000	19,365,000
Total bonds payable	246,893,989	71,845,096	19,333,989	299,405,096	24,684,500
Compensated absences	21,561,255	457,762	1,916,087	20,102,930	-
Claims and judgements	9,336,802	3,885,022	1,454,261	11,767,563	-
Component units Long-term liabilities	\$277,792,046	\$76,187,880	\$22,704,337	\$331,275,589	\$24,684,500

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.

#### H. Short-term debt

Short-term debt activity for the year ended December 31, 2003 was as follows:

	Beginning Balance	Issued	Redeemed	Ending Balance
Tax anticipation notes	\$ -	\$ 225,000,000	\$ 225,000,000	\$ -
Delinquent tax anticipation notes	60,000,000	55,000,000	60,000,000	55,000,000
Public improvement bond anticipation notes	16,940,000	22,145,000	16,940,000	22,145,000
Governmental activities short-term debt	\$ 76,940,000	\$ 302,145,000	\$ 301,940,000	\$ 77,145,000

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

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

#### IV. Other information

##### A. Risk management

The County is exposed to various risks of loss related to torts; 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**  
Notes to the Financial Statements  
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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 \$24,000,000. 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 coverages for each of the past three fiscal years. Due to market conditions, excess workers compensation coverage was not secured for 2003. Changes in the balances of claims liabilities during the past two years are as follows:

	Year ended 12/31/2002	Year ended 12/31/2003
Unpaid claims, beginning of fiscal year	\$ 271,494,332	\$ 312,740,970
Incurred claims (including IBNRs)	38,257,018	37,190,853
Changes in the estimate for claims of prior years	19,798,053	5,765,470
Claim payments	16,808,433	26,690,473
Unpaid claims, end of fiscal year	<u>\$ 312,740,970</u>	<u>\$ 329,006,820</u>

**B. Subsequent event**

On May 19, 2004, Suffolk County issued \$70,945,000 public improvement serial bonds. Proceeds of the bonds in the amount of \$21,664,000, together with \$501,000 of available funds, were used to redeem bond anticipation notes outstanding in the principal amount of \$22,145,000 on May 20, 2004. The balance of the proceeds in the amount of \$49,301,000 will be used to provide original project financing. The interest rate on the bonds ranges from 3.25 to 5.25 percent. Bonds mature in varying amounts on May 1 of years 2005 through 2020.

**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.

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County Attorney that the resolution of these matters will not have a material adverse effect on the financial condition of the County.

**D. Other post employment benefits**

The County provides postretirement health insurance benefits to its retired employees in accordance with union contracts. Retired employees who are Medicare-eligible are reimbursed for the portion of Medicare insurance premiums. Health insurance premiums of non-Medicare eligible employees are paid directly by the County. The County records and funds such expenditures on a pay-as-you-go basis.

During 2003, the County incurred \$60,580,835 in health insurance expenditures for 7,053 eligible retired employees. In addition, the County reimbursed 4,388 Medicare-eligible retirees for their portion of Medicare insurance premiums in the amount of \$4,096,339.

**E. Employee retirement systems and pension plans**

Pension Plans – primary government

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

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

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

**SUFFOLK COUNTY**  
Notes to the Financial Statements  
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accumulation fund. The County's contributions to ERS and PFRS for 2003, 2002, and 2001 were as follows (dollars in thousands):

<u>Year</u>	<u>ERS</u>	<u>PFRS</u>
2003	\$ 19,337	\$ 52,617
2002	9,126	6,910
2001	7,362	6,304

The County's contributions made to the ERS and PFRS were equal to the required contributions for each year.

On May 14, 2003, New York State enacted legislation, which reformed the ERS and PFRS billing methodology. The new method set minimum annual contributions of 4.5 percent, and changed the billing cycle so that the calculation of the annual required contribution over and above the minimum is based on the value of the pension fund on the prior April 1. The legislation also provided for a one-time financing of pension costs. Therefore, Suffolk County is permitted for the 2004 fiscal year to either bond over five years, any contributions in excess of 7 percent of estimated salaries, or to amortize such excess contributions at 8 percent. Additionally, the legislation also allowed the County to bond, over five years, for outstanding early retirement incentive costs. As a result, the County sold \$22,950,000 in pension bonds on December 4, 2003. The bond proceeds coupled with 2003 budgeted appropriations was used to pay off the 2002 retirement incentive. The full repayment of the incentive is a component of the amount indicated above for the 2003 ERS contribution.

#### Deferred compensation

All permanent County employees and elected officials may participate in a deferred compensation program designated as an Internal Revenue Code Section 457 plan. This program enables employees to contribute a portion of their salary, on a tax deferred basis, to group variable annuity contracts. Effective January 1, 1999, all amounts, property, and rights held for the purposes of the Plan are held for the exclusive benefit of the Plan's participants and their beneficiaries, as permitted by Internal Revenue Code §457 (b) (6) & (g). The County has no liability for making contributions to the deferred compensation program. The County remits deferred compensation amounts withheld from employees' salaries to an outside fiduciary agent who administers the program and invests program assets as instructed by each of the participants.

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

##### New York State & Local Employee Retirement System (ERS)

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

*Funding policy.* The plan's funding policy is also disclosed above under primary government pension plans. The College's contributions to the ERS for 2003, 2002, and 2001 were \$667,552, \$282,662, and \$186,000, respectively, and were equal to the required contributions for each year.

New York State Teachers' Retirement System (TRS)

*Plan description.* The College participates in the TRS, a cost-sharing multiple-employer, defined benefit pension plan administered by the New York State Teachers' Retirement Board. TRS provides retirement, disability, withdrawal and death benefits to plan members and their beneficiaries. State Education Law and the Retirement and Social Security Law of the State of New York authorizes TRS to provide benefits. TRS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the New York State Teachers' Retirement System, 10 Corporate Woods Drive, Albany, NY 12211-2395.

*Funding policy.* TRS plan members who joined the system on or before July 27, 1976 are not required to contribute. Those joining after July 27, 1976 are required to contribute 3% of their annual salary. Employers are required to contribute to the TRS at an actuarially determined rate. For the fiscal year ended June 30, 2003, the rate of contribution was .36% of annual covered payroll. Rates applicable to the fiscal years ended June 30, 2002 and 2001 were .36 % and .43%, respectively. The College's contributions to TRS for 2003, 2002 and 2001 were \$593,000, \$538,000 and \$584,000, respectively, and were equal to the required contributions for each year.

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

*Plan description and funding requirements.* The TIAA-CREF is a financial service provider to faculty and staff of America's education and research communities. Substantially all College employees not enrolled in the two above plans are members of the defined contribution plan of TIAA-CREF. The TIAA-CREF plan is available to full-time College faculty and administrators. The College funds its pension costs to TIAA-CREF biweekly. Pursuant to State law, for those employees hired prior to July 26, 1976, the College contribution is 12% on the first \$16,500 of salary and 15% on amounts above. For those employees hired between July 27, 1976 and June 30, 1992, the College contribution is 9% on the first \$16,500 of salary and 12% on amounts above. For those employees hired after July 1, 1992, the contribution is 8% of salary for the first seven years and 10% thereafter. The College's contributions to TIAA-CREF for 2003, 2002, and 2001 were \$3,834,000 \$3,371,000 and \$3,173,000, respectively, and were equal to the required contributions for each year.

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 Torrens Assurance Fund is used to repay any owner of property for compensation of loss or damage who has been defrauded by an outside person when taking title to property, or if an error, omission or mistake was made by the County Clerk's Office in filing a lien or mortgage. This fund is in compliance with New York State law, Article 12 Real Property Law, Section 427.

Tax Certiori Fund is used to account for the repayment of Brookhaven Town's share and Suffolk County's share of the LILCO certiorari related to the Shoreham Nuclear Power Plant.

Public Safety Communications System E-911 is used to account for the revenues and expenditures relative to the installation of Suffolk County's E-911 Emergency Communication System.

Capital Prosecution Fund is used to account for funds used for capital murder investigations and prosecutions.

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

The Handicapped Parking Education Fund is used to account for payments received for a mandatory surcharge by the State of New York for certain violations relating to handicapped parking. This funding will provide two new programs. One will provide education, advocacy and increased awareness of handicapped parking laws. The second program will provide disability awareness programs for local law enforcement agencies by municipalities.

Town Revenue Sharing Home Initiatives Fund is used to account for PILOT payments received from the Town of Brookhaven. These funds are to be distributed to the non-Brookhaven towns for the sole and exclusive purpose of entering into a partnership with such towns to provide affordable housing in accordance with the procedures and requirements for the Suffolk County Affordable Housing Opportunities Program.

The Electrical Authority Fund \* is used to account for the purchase of power from New York State for a local power company on a reimbursement basis.

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

The District Court Fund accounts for the County's share of expenses incurred in the operation of the State run Unified Court System.

The Judiciary Facilities Agency Fund \* is used to account for revenue bonds utilized to finance the John. P. Cohalan Court complex.

The Environmental Trust Fund \* disburses ¼ % of sales tax collections to municipalities to preserve water resources, landfill gapping and acquire other environmental properties.

The Hotel and Motel Tax Fund \* accounts for the receipt and distribution of room occupancy tax imposed upon hotels and motels within Suffolk County as a result of the passage of Resolution 705 of 1992, by the Suffolk County Legislature.

Downtown Revitalization Fund is used to account for revitalization projects of depressed downtown areas within Suffolk County.

The Hotel and Motel Tax Culture and History Fund segregates that share of the hotel/motel tax receipts used to fund portions 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 Displaced Homemakers Fund accounts for revenue received by the Suffolk County Department of Labor for the purpose of establishing a resource center to help displaced homemakers.

Workforce Investment Revenue is used for the restructuring of job training programs to reform and standardize workforce programs by providing a unified training system. The goal 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 State Manpower Fund accounts for funds used in training economically disadvantaged residents of Suffolk County, primarily to enhance their employability.

The Community Development Administration Fund is used to administer and oversee the operations and accounting of the Community Development Block Grant, the Emergency Shelter Grant and the Home Investment Partnership Grant.

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

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.

The Home Investment Partnership Fund \* is used for down payments for income eligible clients as well as new construction and rehabilitation for not-for-profit organizations.

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.

Guaranteed Loan Program \* is used to account for Section 108, Guaranteed Loan Program, which enables the County to lend federal funds to small businesses for additional job creation and business expense.

The Tax Stabilization Reserve Fund, established by the Suffolk County Legislature, records funds for use in future years to stabilize real property taxes.

The Assessment Stabilization Reserve Fund, established by the Suffolk County Legislature, records funds for use in future years to stabilize certain sewer district tax rates.

Southwest Assessment Stabilization Reserve Fund provides funds that can be transferred to the Southwest Sewer District for emergency repairs and clean – up as the result of fire and storm damages.

The Water Quality Protection Reserve Fund \* is used to account for the County's operation of certain ground water protection programs including toxic waste cleanup and purchase of open-space land.

Suffolk County Water Protection Fund is used to provide funding for sewer district tax rate stabilization, environmental protection and property tax mitigation.

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 budgeted for fiscal 2003. Therefore, no budget to actual schedule 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 Road Construction Fund is used to account for capital projects involving the construction and reconstruction of County roads. Its sole source of funds is transfers from the County Road Fund.

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 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, 2003

Special Revenue Funds							Totals to page 88
Torrens Assurance Fund	Tax Certiori Fund	Public Safety Communications System E-911	Capital Prosecution Fund	County Road Fund			
<b>Assets</b>							
Cash and cash equivalents	\$ 50,392	\$ 1,697,399	\$ 3,728,838	\$ 268,020	\$ 3,786,879	\$ 9,531,528	
Due from:							
New York State and federal sources:							
Grants-in-aid	-	-	-	-	1,077,490	1,077,490	
Sales tax	-	-	-	-	-	-	
Other funds	-	-	-	-	-	-	
Other receivables	-	-	4,338	-	627,155	631,493	
Total assets	\$ 50,392	\$ 1,697,399	\$ 3,733,176	\$ 268,020	\$ 5,491,524	\$ 11,240,511	
<b>Liabilities and Fund Balances</b>							
Liabilities:							
Accounts payable and accrued liabilities	\$ 4,841	\$ -	\$ 1,276,153	\$ 26	\$ 1,767,731	\$ 3,048,751	
Contract retainage payable	-	-	-	-	-	-	
Due to other funds	-	1,726,775	200,544	-	2,601,777	4,529,096	
Other deferred revenues	-	-	-	-	-	-	
Total liabilities	4,841	1,726,775	1,476,697	26	4,369,508	7,577,847	
Fund balances (deficits):							
Reserved for:							
Encumbrances	-	-	149,335	-	-	149,335	
Bonded debt	-	-	-	-	-	-	
Water quality protection	-	-	-	-	-	-	
Unreserved, reported in nonmajor:							
Special revenue funds	45,551	(29,376)	2,107,144	267,994	1,122,016	3,513,329	
Capital projects funds	-	-	-	-	-	-	
Total fund balances (deficits)	45,551	(29,376)	2,256,479	267,994	1,122,016	3,662,664	
Total liabilities and fund balances	\$ 50,392	\$ 1,697,399	\$ 3,733,176	\$ 268,020	\$ 5,491,524	\$ 11,240,511	(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**December 31, 2003**

		Special Revenue Funds					
	Totals from page 87	Handicapped Parking Education	Town Revenue Sharing Home Initiative	Electrical Authority Fund	District Court Fund	Judicial Facilities Agency	Totals to page 89
<b>Assets</b>							
Cash and cash equivalents	\$ 9,531,528	\$ 157,694	\$ -	\$ 216,227	\$ 1,371,837	\$ 238,175	\$ 11,515,461
Due from:							
New York State and federal sources:							
Grants-in-aid	1,077,490	-	-	-	-	-	1,077,490
Sales tax	-	-	-	-	-	-	-
Other funds	-	-	-	-	283,994	-	283,994
Other receivables	631,493	5,685	-	-	954,182	-	1,591,360
Total assets	<u>\$ 11,240,511</u>	<u>\$ 163,379</u>	<u>\$ -</u>	<u>\$ 216,227</u>	<u>\$ 2,610,013</u>	<u>\$ 238,175</u>	<u>\$ 14,468,305</u>
<b>Liabilities and Fund Balances</b>							
Liabilities:							
Accounts payable and accrued liabilities	\$ 3,048,751	\$ -	\$ -	\$ 408,450	\$ -	\$ -	\$ 3,457,201
Contract retainage payable	-	-	-	-	-	-	-
Due to other funds	4,529,096	-	-	-	2,665,408	-	7,194,504
Other deferred revenues	-	-	-	-	-	-	-
Total liabilities	<u>7,577,847</u>	<u>-</u>	<u>-</u>	<u>408,450</u>	<u>2,665,408</u>	<u>-</u>	<u>10,651,705</u>
Fund balances (deficits):							
Reserved for:							
Encumbrances	149,335	-	-	-	-	-	149,335
Bonded debt	-	-	-	-	-	-	-
Water quality protection	-	-	-	-	-	-	-
Unreserved, reported in nonmajor:							
Special revenue funds	3,513,329	163,379	-	(192,223)	(55,395)	238,175	3,667,265
Capital projects funds	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>3,662,664</u>	<u>163,379</u>	<u>-</u>	<u>(192,223)</u>	<u>(55,395)</u>	<u>238,175</u>	<u>3,816,600</u>
Total liabilities and fund balances	<u>\$ 11,240,511</u>	<u>\$ 163,379</u>	<u>\$ -</u>	<u>\$ 216,227</u>	<u>\$ 2,610,013</u>	<u>\$ 238,175</u>	<u>\$ 14,468,305</u>

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**December 31, 2003**

		Special Revenue Funds						
		Environmental Trust Fund	Hotel and Motel Tax Fund	Downtown Revitalization Fund	Hotel Motel Tax Culture and History	Sewer District #1 Extension	Totals to page 90	
Totals from page 88	\$	17,571,068	120,241	13,677	503,058	49	\$ 29,723,554	
<b>Assets</b>								
Cash and cash equivalents	\$	17,571,068	120,241	13,677	503,058	49	\$ 29,723,554	
Due from:								
New York State and federal sources:								
Grants-in-aid	1,077,490	-	-	-	-	-	1,077,490	
Sales tax	-	-	-	-	-	-	-	
Other funds	283,994	-	-	-	-	-	283,994	
Other receivables	1,591,360	-	-	-	20,383	-	1,611,743	
Total assets	<u>\$ 14,468,305</u>	<u>\$ 17,571,068</u>	<u>\$ 120,241</u>	<u>\$ 13,677</u>	<u>\$ 523,441</u>	<u>49</u>	<u>\$ 32,696,781</u>	
<b>Liabilities and Fund Balances</b>								
Liabilities:								
Accounts payable and accrued liabilities	\$	23,724	126	-	99,206	-	\$ 3,580,257	
Contract retainage payable	-	-	-	-	-	-	-	
Due to other funds	7,194,504	-	-	-	-	-	7,194,504	
Other deferred revenues	-	-	-	-	-	-	-	
Total liabilities	<u>10,651,705</u>	<u>23,724</u>	<u>126</u>	<u>-</u>	<u>99,206</u>	<u>-</u>	<u>10,774,761</u>	
Fund balances (deficits):								
Reserved for:								
Encumbrances	149,335	-	-	-	31,179	-	180,514	
Bonded debt	-	-	-	-	-	-	-	
Water quality protection	-	17,547,344	-	-	-	-	17,547,344	
Unreserved, reported in nonmajor:								
Special revenue funds	3,667,265	-	120,115	13,677	393,056	49	4,194,162	
Capital projects funds	-	-	-	-	-	-	-	
Total fund balances (deficits)	<u>3,816,600</u>	<u>17,547,344</u>	<u>120,115</u>	<u>13,677</u>	<u>424,235</u>	<u>49</u>	<u>21,922,020</u>	
Total liabilities and fund balances	<u>\$ 14,468,305</u>	<u>\$ 17,571,068</u>	<u>\$ 120,241</u>	<u>\$ 13,677</u>	<u>\$ 523,441</u>	<u>49</u>	<u>\$ 32,696,781</u>	

(Continued)

SUFFOLK COUNTY, NEW YORK  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 December 31, 2003

Special Revenue Funds

	Sewer District #1	Sewer District #3	Sewer District #5	Sewer District #6	Sewer District #7	Totals to page 91
<b>Assets</b>						
Cash and cash equivalents	\$ 236,794	\$ 28,230	\$ 269,831	\$ 25,622	\$ 884,913	\$ 31,168,944
Due from:						
New York State and federal sources:						
Grants-in-aid	-	-	-	-	-	1,077,490
Sales tax	-	-	-	-	-	-
Other funds	-	3,911,159	1,311	410,419	-	4,606,883
Other receivables	-	537,192	-	-	-	2,148,935
Total assets	<u>\$ 236,794</u>	<u>\$ 4,476,581</u>	<u>\$ 271,142</u>	<u>\$ 436,041</u>	<u>\$ 884,913</u>	<u>\$ 39,002,252</u>
<b>Liabilities and Fund Balances</b>						
Liabilities:						
Accounts payable and accrued liabilities	\$ 44,954	\$ 2,400,672	\$ 26,049	\$ 19,750	\$ 70,159	\$ 6,141,841
Contract retainage payable	-	-	-	-	-	-
Due to other funds	62,150	784,477	162,010	-	491,009	8,694,150
Other deferred revenues	-	-	-	-	-	-
Total liabilities	<u>107,104</u>	<u>3,185,149</u>	<u>188,059</u>	<u>19,750</u>	<u>561,168</u>	<u>14,835,991</u>
Fund balances (deficits):						
Reserved for:						
Encumbrances	-	63,714	-	-	-	244,228
Bonded debt	-	-	-	-	-	-
Water quality protection	-	-	-	-	-	17,547,344
Unreserved, reported in nonmajor:						
Special revenue funds	129,690	1,227,718	83,083	416,291	323,745	6,374,689
Capital projects funds	-	-	-	-	-	-
Total fund balances (deficits)	<u>21,922,020</u>	<u>1,291,432</u>	<u>83,083</u>	<u>416,291</u>	<u>323,745</u>	<u>24,166,261</u>
Total liabilities and fund balances	<u>\$ 236,794</u>	<u>\$ 4,476,581</u>	<u>\$ 271,142</u>	<u>\$ 436,041</u>	<u>\$ 884,913</u>	<u>\$ 39,002,252</u>

(Continued)

SUFFOLK COUNTY, NEW YORK  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 December 31, 2003

Special Revenue Funds

	Totals from page 90	Sewer District #8	Sewer District #9	Sewer District #10	Sewer District #11	Sewer District #12	Totals to page 92
<b>Assets</b>							
Cash and cash equivalents	\$ 31,168,944	\$ 137,888	\$ 74,363	\$ 208,660	\$ 579,786	\$ 89,162	\$ 32,258,803
Due from:							
New York State and federal sources:							
Grants-in-aid	1,077,490	-	-	-	-	-	1,077,490
Sales tax	-	-	-	-	-	-	-
Other funds	4,606,883	-	-	-	5,855	-	4,612,738
Other receivables	2,148,935	-	-	-	-	-	2,148,935
Total assets	\$ 39,002,252	\$ 137,888	\$ 74,363	\$ 208,660	\$ 585,641	\$ 89,162	\$ 40,097,966
<b>Liabilities and Fund Balances</b>							
Liabilities:							
Accounts payable and accrued liabilities	\$ 6,141,841	\$ 19,010	\$ 6,126	\$ 12,364	\$ 59,837	\$ 7,050	\$ 6,246,228
Contract retainage payable	-	-	-	-	-	-	-
Due to other funds	8,694,150	81,057	39,220	144,565	197,021	7,307	9,163,320
Other deferred revenues	-	-	-	-	-	-	-
Total liabilities	14,835,991	100,067	45,346	156,929	256,858	14,357	15,409,548
Fund balances (deficits):							
Reserved for:							
Encumbrances	244,228	-	-	-	-	-	244,228
Bonded debt	-	-	-	-	-	-	-
Water quality protection	17,547,344	-	-	-	-	-	17,547,344
Unreserved, reported in nonmajor:							
Special revenue funds	6,374,689	37,821	29,017	51,731	328,783	74,805	6,896,846
Capital projects funds	-	-	-	-	-	-	-
Total fund balances (deficits)	24,166,261	37,821	29,017	51,731	328,783	74,805	24,688,418
Total liabilities and fund balances	\$ 39,002,252	\$ 137,888	\$ 74,363	\$ 208,660	\$ 585,641	\$ 89,162	\$ 40,097,966

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**December 31, 2003**

**Special Revenue Funds**

	Sewer District #13	Sewer District #14	Sewer District #15	Sewer District #18	Sewer District #19	Totals to page 93
<b>Totals from page 91</b>						
\$ 32,258,803	\$ 1,809,635	\$ 276,631	\$ 28,954	\$ 907,081	\$ 226,270	\$ 35,507,374
<b>Assets</b>						
Cash and cash equivalents						
Due from:						
New York State and federal sources:						
Grants-in-aid	1,077,490					1,077,490
Sales tax						
Other funds	4,612,738	144,565	62,150	1,058,328	7,307	6,425,234
Other receivables	2,148,935	386,141				2,535,076
Total assets	<u>\$ 40,097,966</u>	<u>\$ 421,196</u>	<u>\$ 91,104</u>	<u>\$ 1,965,409</u>	<u>\$ 233,577</u>	<u>\$ 45,545,174</u>
<b>Liabilities and Fund Balances</b>						
Liabilities:						
Accounts payable and accrued liabilities	\$ 6,246,228	\$ 109,641	\$ 10,888	\$ 36,567	\$ 1,218	\$ 6,431,340
Contract retainage payable						
Due to other funds	9,163,320					9,163,320
Other deferred revenues						
Total liabilities	<u>15,409,548</u>	<u>109,641</u>	<u>10,888</u>	<u>36,567</u>	<u>1,218</u>	<u>15,594,660</u>
Fund balances (deficits):						
Reserved for:						
Encumbrances	244,228	33,490				277,718
Bonded debt						
Water quality protection	17,547,344					17,547,344
Unreserved, reported in nonmajor:						
Special revenue funds	6,896,846	278,065	80,216	1,928,842	232,359	12,125,452
Capital projects funds						
Total fund balances (deficits)	<u>24,688,418</u>	<u>311,555</u>	<u>80,216</u>	<u>1,928,842</u>	<u>232,359</u>	<u>29,950,514</u>
Total liabilities and fund balances	<u>\$ 40,097,966</u>	<u>\$ 421,196</u>	<u>\$ 91,104</u>	<u>\$ 1,965,409</u>	<u>\$ 233,577</u>	<u>\$ 45,545,174</u>

(Continued)

SUFFOLK COUNTY, NEW YORK  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 December 31, 2003

Special Revenue Funds

	Totals from page 92	Sewer District #20	Sewer District #21	Sewer District #22	Sewer District #23	Sewer District #28	Totals to page 94
<b>Assets</b>							
Cash and cash equivalents	\$ 35,507,374	\$ 51,780	\$ 3,268,002	\$ 81,954	\$ 86,924	\$ 22,331	\$ 39,018,365
Due from:							
New York State and federal sources:							
Grants-in-aid	1,077,490	-	-	-	-	-	1,077,490
Sales tax	-	-	-	-	-	-	-
Other funds	6,425,234	197,022	790,435	81,056	-	39,220	7,532,967
Other receivables	2,535,076	-	376,281	55,927	-	-	2,967,284
Total assets	\$ 45,545,174	\$ 248,802	\$ 4,434,718	\$ 218,937	\$ 86,924	\$ 61,551	\$ 50,596,106
<b>Liabilities and Fund Balances</b>							
Liabilities:							
Accounts payable and accrued liabilities	\$ 6,431,340	\$ 50,124	\$ 38,272	\$ 18,498	\$ 3,913	\$ 10,845	\$ 6,552,992
Contract retainage payable	-	-	-	-	-	-	-
Due to other funds	9,163,320	-	-	-	21,286	-	9,184,606
Other deferred revenues	-	-	-	-	-	-	-
Total liabilities	15,594,660	50,124	38,272	18,498	25,199	10,845	15,737,598
Fund balances (deficits):							
Reserved for:							
Encumbrances	277,718	-	-	-	-	-	277,718
Bonded debt	-	-	966,809	-	-	-	966,809
Water quality protection	17,547,344	-	-	-	-	-	17,547,344
Unreserved, reported in nonmajor:							
Special revenue funds	12,125,452	198,678	3,429,637	200,439	61,725	50,706	16,066,637
Capital projects funds	-	-	-	-	-	-	-
Total fund balances (deficits)	29,950,514	198,678	4,396,446	200,439	61,725	50,706	34,858,508
Total liabilities and fund balances	\$ 45,545,174	\$ 248,802	\$ 4,434,718	\$ 218,937	\$ 86,924	\$ 61,551	\$ 50,596,106

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**December 31, 2003**

		Special Revenue Funds						
		Building Sanitation Administration	Sewer Maintenance & Operation	Displaced Homemakers Fund	Workforce Investment Revenue	State Manpower Fund	Totals to page 95	
Totals from page 93								
<b>Assets</b>								
Cash and cash equivalents	\$ 39,018,365	\$ 2,144,427	\$ 6,648,081	\$ 320	\$ 81,262	\$ 55,371	\$ 47,947,826	
Due from:								
New York State and federal sources:								
Grants-in-aid	1,077,490	-	-	-	-	-	1,077,490	
Sales tax	-	-	-	-	-	-	-	
Other funds	7,532,967	-	-	-	-	-	7,532,967	
Other receivables	2,967,284	1,107	156,930	41,653	4,307,064	289,526	7,763,564	
Total assets	<u>\$ 50,596,106</u>	<u>\$ 2,145,534</u>	<u>\$ 6,805,011</u>	<u>\$ 41,973</u>	<u>\$ 4,388,326</u>	<u>\$ 344,897</u>	<u>\$ 64,321,847</u>	
<b>Liabilities and Fund Balances</b>								
Liabilities:								
Accounts payable and accrued liabilities	\$ 6,552,992	\$ 100,340	\$ 765,691	\$ 25,382	\$ 378,070	\$ 242,946	\$ 8,065,421	
Contract retainage payable	-	-	-	-	-	-	-	
Due to other funds	9,184,606	2,229,602	5,171,578	15,591	3,942,882	54,196	20,598,455	
Other deferred revenues	-	-	-	-	-	-	-	
Total liabilities	<u>15,737,598</u>	<u>2,329,942</u>	<u>5,937,269</u>	<u>40,973</u>	<u>4,320,952</u>	<u>297,142</u>	<u>28,663,876</u>	
Fund balances (deficits):								
Reserved for:								
Encumbrances	277,718	-	-	-	-	-	277,718	
Bonded debt	966,809	-	-	-	-	-	966,809	
Water quality protection	17,547,344	-	-	-	-	-	17,547,344	
Unreserved, reported in nonmajor:								
Special revenue funds	16,066,637	(184,408)	867,742	1,000	67,374	47,755	16,866,100	
Capital projects funds	-	-	-	-	-	-	-	
Total fund balances (deficits)	<u>34,858,508</u>	<u>(184,408)</u>	<u>867,742</u>	<u>1,000</u>	<u>67,374</u>	<u>47,755</u>	<u>35,657,971</u>	
Total liabilities and fund balances	<u>\$ 50,596,106</u>	<u>\$ 2,145,534</u>	<u>\$ 6,805,011</u>	<u>\$ 41,973</u>	<u>\$ 4,388,326</u>	<u>\$ 344,897</u>	<u>\$ 64,321,847</u>	

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**December 31, 2003**

**Special Revenue Funds**

	Totals from page 94	Community Development Administration	Community Development	Home Investment Partnership	Emergency Shelter Grant Fund	Guaranteed Loan Program	Totals to page 96
<b>Assets</b>							
Cash and cash equivalents	\$ 47,947,826	\$ 4,614	\$ 531,179	\$ 11,975	\$ 7,030	\$ 75,677	\$ 48,578,301
Due from:							
New York State and federal sources:							
Grants-in-aid	1,077,490	-	-	-	-	-	1,077,490
Sales tax	-	-	-	-	-	-	-
Other funds	7,532,967	-	156,670	-	-	-	7,689,637
Other receivables	7,763,564	-	-	-	-	-	7,763,564
Total assets	<u>\$ 64,321,847</u>	<u>\$ 4,614</u>	<u>\$ 687,849</u>	<u>\$ 11,975</u>	<u>\$ 7,030</u>	<u>\$ 75,677</u>	<u>\$ 65,108,992</u>
<b>Liabilities and Fund Balances</b>							
Liabilities:							
Accounts payable and accrued liabilities	\$ 8,065,421	\$ 25,034	\$ 245,537	\$ 3,581	\$ 5,469	\$ 72,935	\$ 8,417,977
Contract retainage payable	-	-	-	-	-	-	-
Due to other funds	20,598,455	203,158	650,808	1,670	-	-	21,454,091
Other deferred revenues	-	-	-	-	-	-	-
Total liabilities	<u>28,663,876</u>	<u>228,192</u>	<u>896,345</u>	<u>5,251</u>	<u>5,469</u>	<u>72,935</u>	<u>29,872,068</u>
Fund balances (deficits):							
Reserved for:							
Encumbrances	277,718	-	-	-	-	-	277,718
Bonded debt	966,809	-	-	-	-	-	966,809
Water quality protection	17,547,344	-	-	-	-	-	17,547,344
Unreserved, reported in nonmajor:							
Special revenue funds	16,866,100	(223,578)	(208,496)	6,724	1,561	2,742	16,445,053
Capital projects funds	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>35,657,971</u>	<u>(223,578)</u>	<u>(208,496)</u>	<u>6,724</u>	<u>1,561</u>	<u>2,742</u>	<u>35,236,924</u>
Total liabilities and fund balances	<u>\$ 64,321,847</u>	<u>\$ 4,614</u>	<u>\$ 687,849</u>	<u>\$ 11,975</u>	<u>\$ 7,030</u>	<u>\$ 75,677</u>	<u>\$ 65,108,992</u>

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**December 31, 2003**

		Special Revenue Funds					
		Tax	Assessment	Southwest	Water Quality	Suffolk	
		Stabilization	Stabilization	Assessment	Protection	County Water	
		Reserve Fund	Reserve Fund	Stabilization	Reserve Fund	Protection	
Totals from	page 95						Totals to
page 97							page 97
<b>Assets</b>							
Cash and cash equivalents	\$ 48,578,301	\$ 38,704,621	\$ 43,278,150	\$ -	\$ 9,109,115	\$ 17,552,288	\$ 157,222,475
Due from:							
New York State and federal sources:							
Grants-in-aid	1,077,490	-	-	-	-	-	1,077,490
Sales tax	-	15,156,037	-	-	-	6,647,425	21,803,462
Other funds	7,689,637	28,093,230	340,641	-	-	-	36,123,508
Other receivables	7,763,564	-	2,032,490	-	-	-	9,796,054
Total assets	<u>\$ 65,108,992</u>	<u>\$ 81,953,888</u>	<u>\$ 45,651,281</u>	<u>\$ -</u>	<u>\$ 9,109,115</u>	<u>\$ 24,199,713</u>	<u>\$ 226,022,989</u>
<b>Liabilities and Fund Balances</b>							
Liabilities:							
Accounts payable and accrued liabilities	\$ 8,417,977	\$ -	\$ -	\$ -	\$ 194	\$ 4,146,406	\$ 12,564,577
Contract retainage payable	-	-	-	-	-	21,983	21,983
Due to other funds	21,454,091	-	2,095,000	78,371	-	10,620,109	34,247,571
Other deferred revenues	-	-	-	-	-	-	-
Total liabilities	<u>29,872,068</u>	<u>-</u>	<u>2,095,000</u>	<u>78,371</u>	<u>194</u>	<u>14,788,498</u>	<u>46,834,131</u>
Fund balances (deficits):							
Reserved for:							
Encumbrances	277,718	-	-	-	-	14,505	292,223
Bonded debt	966,809	-	-	-	-	-	966,809
Water quality protection	17,547,344	-	-	-	9,108,921	-	26,656,265
Unreserved, reported in nonmajor:							
Special revenue funds	16,445,053	81,953,888	43,556,281	(78,371)	-	9,396,710	151,273,561
Capital projects funds	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>35,236,924</u>	<u>81,953,888</u>	<u>43,556,281</u>	<u>(78,371)</u>	<u>9,108,921</u>	<u>9,411,215</u>	<u>179,188,858</u>
Total liabilities and fund balances	<u>\$ 65,108,992</u>	<u>\$ 81,953,888</u>	<u>\$ 45,651,281</u>	<u>\$ -</u>	<u>\$ 9,109,115</u>	<u>\$ 24,199,713</u>	<u>\$ 226,022,989</u>

(Continued)

SUFFOLK COUNTY, NEW YORK  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 December 31, 2003

Special Revenue Funds

	Totals from page 96	Assets Forfeiture Probation	Assets Forfeiture Sheriff	Assets Forfeiture Police	Assets Forfeiture DA	NYS Assets Forfeiture	Totals to page 98
<b>Assets</b>							
Cash and cash equivalents	\$ 157,222,475	\$ 35,514	\$ 481,310	\$ 1,224,111	\$ 996,770	\$ 64,736	\$ 160,024,916
Due from:							
New York State and federal sources:							
Grants-in-aid	1,077,490	-	-	-	-	-	1,077,490
Sales tax	21,803,462	-	-	-	-	-	21,803,462
Other funds	36,123,508	-	-	35,092	-	-	36,158,600
Other receivables	9,796,054	-	-	-	-	-	9,796,054
Total assets	\$ 226,022,989	\$ 35,514	\$ 481,310	\$ 1,259,203	\$ 996,770	\$ 64,736	\$ 228,860,522
<b>Liabilities and Fund Balances</b>							
Liabilities:							
Accounts payable and accrued liabilities	\$ 12,564,577	\$ -	\$ 122,112	\$ 45,235	\$ 239,027	\$ -	\$ 12,970,951
Contract retainage payable	21,983	-	1,130	-	-	-	23,113
Due to other funds	34,247,571	-	-	-	-	-	34,247,571
Other deferred revenues	-	-	-	-	-	-	-
Total liabilities	46,834,131	-	123,242	45,235	239,027	-	47,241,635
Fund balances (deficits):							
Reserved for:							
Encumbrances	292,223	-	-	89,332	171,874	-	553,429
Bonded debt	966,809	-	-	-	-	-	966,809
Water quality protection	26,656,265	-	-	-	-	-	26,656,265
Unreserved, reported in nonmajor:							
Special revenue funds	151,273,561	35,514	358,068	1,124,636	585,869	64,736	153,442,384
Capital projects funds	-	-	-	-	-	-	-
Total fund balances (deficits)	179,188,858	35,514	358,068	1,213,968	757,743	64,736	181,618,887
Total liabilities and fund balances	\$ 226,022,989	\$ 35,514	\$ 481,310	\$ 1,259,203	\$ 996,770	\$ 64,736	\$ 228,860,522

(Continued)

SUFFOLK COUNTY, NEW YORK  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 December 31, 2003

	Capital Projects Funds				Total Nonmajor Governmental Funds
	Totals from page 97	Capital Road Construction Fund	Capital Sewer Fund	Capital Southwest Sewer Fund	
<b>Assets</b>					
Cash and cash equivalents	\$ 160,024,916	\$ 110,260	\$ 12,230,723	\$ 13,060,147	\$ 185,426,046
Due from:					
New York State and federal sources:					
Grants-in-aid	1,077,490	-	-	-	1,077,490
Sales tax	21,803,462	-	-	-	21,803,462
Other funds	36,158,600	-	1,120,000	1,200,000	38,478,600
Other receivables	9,796,054	-	-	-	9,796,054
Total assets	<u>\$ 228,860,522</u>	<u>\$ 110,260</u>	<u>\$ 13,350,723</u>	<u>\$ 14,260,147</u>	<u>\$ 256,581,652</u>
<b>Liabilities and Fund Balances</b>					
Liabilities:					
Accounts payable and accrued liabilities	\$ 12,970,951	\$ 22,343	\$ 1,254,387	\$ 3,699,174	\$ 17,946,855
Contract retainage payable	23,113	-	82,631	54,431	160,175
Due to other funds	34,247,571	-	7,166	-	34,254,737
Other deferred revenues	-	-	6,693	2,558	9,251
Total liabilities	<u>47,241,635</u>	<u>22,343</u>	<u>1,350,877</u>	<u>3,756,163</u>	<u>52,371,018</u>
Fund balances (deficits):					
Reserved for:					
Encumbrances	553,429	-	570,418	639,168	1,763,015
Bonded debt	966,809	-	-	-	966,809
Water quality protection	26,656,265	-	-	-	26,656,265
Unreserved, reported in nonmajor:					
Special revenue funds	153,442,384	-	-	-	153,442,384
Capital projects funds	-	87,917	11,429,428	9,864,816	21,382,161
Total fund balances (deficits)	<u>181,618,887</u>	<u>87,917</u>	<u>11,999,846</u>	<u>10,503,984</u>	<u>204,210,634</u>
Total liabilities and fund balances	<u>\$ 228,860,522</u>	<u>\$ 110,260</u>	<u>\$ 13,350,723</u>	<u>\$ 14,260,147</u>	<u>\$ 256,581,652</u>

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Year Ended December 31, 2003**

	Special Revenue Funds					Totals to page 100
	Torrens Assurance Fund	Tax Certiori Fund	Public Safety Communications System E-911	Capital Prosecution Fund	County Road Fund	
<b>Revenues</b>						
Real property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales and use tax	-	-	-	-	-	-
New York State aid	-	-	-	11,591	3,865,081	3,876,672
Federal aid	-	-	-	-	920,067	920,067
Licenses, permits, fines, fees, etc.	-	5,297,567	-	-	9,490,898	14,788,465
Interest on investments	-	6,950	12,158	3,790	11,033	33,931
Miscellaneous	-	-	4,778,560	-	-	4,778,560
Total revenues	-	5,304,517	4,790,718	15,381	14,287,079	24,397,695
<b>Expenditures</b>						
Current:						
General government support	-	-	-	1,252	-	1,252
Economic assistance & opportunity	-	-	-	-	-	-
Health	-	-	-	-	-	-
Public safety	-	-	10,820,711	-	-	10,820,711
Culture and recreation	-	-	-	-	-	-
Home and community services	-	-	-	-	-	-
Transportation	-	-	-	-	9,663,525	9,663,525
Employee benefits	-	-	1,373,387	-	1,190,148	2,563,535
Debt service:						
Principal	-	6,815,000	-	-	-	6,815,000
Interest and other charges	-	2,332,886	-	-	-	2,332,886
Capital outlay	-	-	-	-	-	-
Total expenditures	-	9,147,886	12,194,098	1,252	10,853,673	32,196,909
Excess (deficiency) of revenues over (under) expenditures	-	(3,843,369)	(7,403,380)	14,129	3,433,406	(7,799,214)
<b>Other financing sources (uses)</b>						
Proceeds from serial bonds issued	-	-	278,459	-	309,473	587,932
Interfund transfers in	-	3,977,303	8,683,082	-	6,675,579	19,335,964
Interfund transfers out	(73,260)	-	(1,468,085)	-	(9,445,598)	(10,986,943)
Total other financing sources (uses)	(73,260)	3,977,303	7,493,456	-	(2,460,546)	8,936,953
Net changes in fund balances	(73,260)	133,934	90,076	14,129	972,860	1,137,739
Fund balances (deficits) at beginning	118,811	(163,310)	2,166,403	253,865	149,156	2,524,925
Fund balances (deficits) at ending	\$ 45,551	\$ (29,376)	\$ 2,256,479	\$ 267,994	\$ 1,122,016	\$ 3,662,664

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Year Ended December 31, 2003**

	Special Revenue Funds							Totals to page 101
	Totals from page 99	Handicapped Parking Education	Town Rev Sharing Home Init	Electrical Authority Fund	District Court Fund	Judicial Facilities Agency		
<b>Revenues</b>								
Real property taxes	\$ -	\$ -	\$ -	\$ -	\$ 10,040,500	\$ -	\$ -	\$ 10,040,500
Sales and use tax	-	-	-	-	-	-	-	-
New York State aid	3,876,672	-	-	-	344,985	-	-	4,221,657
Federal aid	920,067	-	-	-	-	-	-	920,067
Licenses, permits, fines, fees, etc.	14,788,465	59,635	-	-	5,554,117	-	-	20,402,217
Interest on investments	33,931	1,839	45,979	-	3,293	-	-	85,042
Miscellaneous	4,778,560	-	-	1,751,897	-	-	-	6,530,457
Total revenues	24,397,695	61,474	45,979	1,751,897	15,942,895	-	-	42,199,940
<b>Expenditures</b>								
Current:								
General government support	1,252	-	-	-	-	-	38,464	39,716
Economic assistance & opportunity	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Public safety	10,820,711	-	-	-	-	-	-	10,820,711
Culture and recreation	-	-	-	-	-	-	-	-
Home and community services	-	-	-	1,902,015	-	-	-	1,902,015
Transportation	9,663,525	-	-	-	-	-	-	9,663,525
Employee benefits	2,563,535	-	-	-	-	-	-	2,563,535
Debt service:								
Principal	6,815,000	-	-	-	419,580	-	-	7,234,580
Interest and other charges	2,332,886	-	-	-	120,136	-	-	2,453,022
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	32,196,909	-	-	1,902,015	539,716	-	38,464	34,677,104
Excess (deficiency) of revenues over (under) expenditures	(7,799,214)	61,474	45,979	(150,118)	15,403,179	-	(38,464)	7,522,836
<b>Other financing sources (uses)</b>								
Proceeds from serial bonds issued	587,932	-	-	-	-	-	-	587,932
Interfund transfers in	19,335,964	-	-	-	-	-	-	19,335,964
Interfund transfers out	(10,986,943)	-	(8,379,171)	-	(10,661,632)	-	-	(30,027,746)
Total other financing sources (uses)	8,936,953	-	(8,379,171)	-	(10,661,632)	-	-	(10,103,850)
Net changes in fund balances	1,137,739	61,474	(8,333,192)	(150,118)	4,741,547	(38,464)	(38,464)	(2,581,014)
Fund balances (deficits) at beginning	2,524,925	101,905	8,333,192	(42,105)	(4,796,942)	276,639	276,639	6,397,614
Fund balances (deficits) at ending	\$ 3,662,664	\$ 163,379	\$ -	\$ (192,223)	\$ (55,395)	\$ 238,175	\$ -	\$ 3,816,600

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Year Ended December 31, 2003**

	Special Revenue Funds						Sewer District #1 Extension	Totals to page 102
	Totals from page 100	Enviromental Trust Fund	Hotel and Motel Tax Fund	Downtown Revitalization Fund	Hotel Motel Tax Culture and History			
<b>Revenues</b>								
Real property taxes	\$ 10,040,500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,040,500
Sales and use tax	-	-	-	-	-	-	-	-
New York State aid	4,221,657	-	-	-	-	-	-	4,221,657
Federal aid	920,067	-	-	-	-	-	-	920,067
Licenses, permits, fines, fees, etc.	20,402,217	-	-	-	1,453,463	-	-	21,855,680
Interest on investments	85,042	261,255	326	5,271	-	-	1	351,895
Miscellaneous	6,530,457	-	-	7,500	-	-	-	6,537,957
Total revenues	42,199,940	261,255	326	12,771	1,453,463	-	1	43,927,756
<b>Expenditures</b>								
Current:								
General government support	39,716	19,187	-	-	-	-	-	58,903
Economic assistance & opportunity	-	-	-	-	199,488	-	-	199,488
Health	-	-	-	-	-	-	-	-
Public safety	10,820,711	-	-	-	-	-	-	10,820,711
Culture and recreation	-	65,020	-	-	944,065	-	-	1,009,085
Home and community services	1,902,015	-	-	-	-	-	-	1,902,015
Transportation	9,663,525	-	-	-	-	-	-	9,663,525
Employee benefits	2,563,535	-	-	-	-	-	-	2,563,535
Debt service:								
Principal	7,234,580	-	-	-	-	-	-	7,234,580
Interest and other charges	2,453,022	-	-	-	-	-	-	2,453,022
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	34,677,104	84,207	-	-	1,143,553	-	-	35,904,864
Excess (deficiency) of revenues over (under) expenditures	7,522,836	177,048	326	12,771	309,910	-	1	8,022,892
<b>Other financing sources (uses)</b>								
Proceeds from serial bonds issued	587,932	-	-	-	-	-	-	587,932
Interfund transfers in	19,335,964	-	-	-	-	-	-	19,335,964
Interfund transfers out	(30,027,746)	-	-	(369,944)	-	-	-	(30,397,690)
Total other financing sources (uses)	(10,103,850)	-	-	(369,944)	-	-	-	(10,473,794)
Net changes in fund balances	(2,581,014)	177,048	326	(357,173)	309,910	-	1	(2,450,902)
Fund balances (deficits) at beginning	6,397,614	17,370,296	119,789	370,850	114,325	-	48	24,372,922
Fund balances (deficits) at ending	\$ 3,816,600	\$ 17,547,344	\$ 120,115	\$ 13,677	\$ 424,235	\$ -	49	\$ 21,922,020

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Year Ended December 31, 2003**

Special Revenue Funds						
	Sewer District #1	Sewer District #3	Sewer District #5	Sewer District #6	Sewer District #7	Totals to page 103
<b>Revenues</b>						
Real property taxes	\$ 10,040,500	\$ 41,411,492	\$ 583,650	\$ 91,048	\$ 1,112,956	\$ 53,874,010
Sales and use tax	-	-	-	-	-	-
New York State aid	4,221,657	18,290	-	-	-	4,239,947
Federal aid	920,067	-	-	-	-	920,067
Licenses, permits, fines, fees, etc.	21,855,680	19,905,802	-	591,901	29,705	42,526,209
Interest on investments	351,895	48,666	3,593	1,535	7,424	416,038
Miscellaneous	6,537,957	206,376	-	150	-	6,751,349
Total revenues	<u>43,927,756</u>	<u>61,572,336</u>	<u>587,243</u>	<u>684,634</u>	<u>1,150,085</u>	<u>108,727,620</u>
<b>Expenditures</b>						
Current:						
General government support	58,903	2,766	-	-	-	61,669
Economic assistance & opportunity	199,488	-	-	-	-	199,488
Health	-	-	-	-	-	-
Public safety	10,820,711	-	-	-	-	10,820,711
Culture and recreation	1,009,085	-	-	-	-	1,009,085
Home and community services	1,902,015	42,769,584	159,817	83,440	511,393	45,610,116
Transportation	9,663,525	-	-	-	-	9,663,525
Employee benefits	2,563,535	928,774	-	-	-	3,492,309
Debt service:						
Principal	7,234,580	10,854,066	51,675	34,542	1,500	18,389,665
Interest and other charges	2,453,022	4,197,342	10,773	8,231	135	6,727,586
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>35,904,864</u>	<u>58,752,532</u>	<u>222,265</u>	<u>126,213</u>	<u>513,028</u>	<u>95,974,154</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,022,892</u>	<u>2,819,804</u>	<u>364,978</u>	<u>558,421</u>	<u>637,057</u>	<u>12,753,466</u>
<b>Other financing sources (uses)</b>						
Proceeds from serial bonds issued	587,932	65,810	-	-	-	653,742
Interfund transfers in	19,335,964	10,510,027	1,207,904	41,402	482,564	32,066,373
Interfund transfers out	<u>(30,397,690)</u>	<u>(13,233,274)</u>	<u>(1,521,218)</u>	<u>(789,958)</u>	<u>(1,077,637)</u>	<u>(47,776,142)</u>
Total other financing sources (uses)	<u>(10,473,794)</u>	<u>(2,657,437)</u>	<u>(313,314)</u>	<u>(748,556)</u>	<u>(595,073)</u>	<u>(15,056,027)</u>
Net changes in fund balances	<u>(2,450,902)</u>	<u>162,367</u>	<u>51,664</u>	<u>(190,135)</u>	<u>41,984</u>	<u>(2,302,561)</u>
Fund balances (deficits) at beginning	<u>24,372,922</u>	<u>1,129,065</u>	<u>31,419</u>	<u>606,426</u>	<u>281,761</u>	<u>26,468,822</u>
Fund balances (deficits) at ending	<u>\$ 21,922,020</u>	<u>\$ 1,291,432</u>	<u>\$ 83,083</u>	<u>\$ 416,291</u>	<u>\$ 323,745</u>	<u>\$ 24,166,261</u>

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Year Ended December 31, 2003**

Special Revenue Funds							
	Sewer District #8	Sewer District #9	Sewer District #10	Sewer District #11	Sewer District #12	Totals to page 104	
Revenues	Totals from page 102	Sewer District #8	Sewer District #9	Sewer District #10	Sewer District #11	Sewer District #12	Totals to page 104
Real property taxes	\$ 53,874,010	\$ 86,820	\$ 74,884	\$ 843,869	\$ 1,698,508	\$ 117,297	\$ 56,695,388
Sales and use tax	-	-	-	-	-	-	-
New York State aid	4,239,947	-	-	-	-	-	4,239,947
Federal aid	920,067	-	-	-	-	-	920,067
Licenses, permits, fines, fees, etc.	42,526,209	-	643	7,315	466,023	43,651	43,043,841
Interest on investments	416,038	974	942	2,129	8,361	656	429,100
Miscellaneous	6,751,349	-	-	106	-	-	6,751,455
Total revenues	<u>108,727,620</u>	<u>87,794</u>	<u>76,469</u>	<u>853,313</u>	<u>2,172,998</u>	<u>161,604</u>	<u>112,079,798</u>
<b>Expenditures</b>							
Current:							
General government support	61,669	-	-	-	-	-	61,669
Economic assistance & opportunity	199,488	-	-	-	-	-	199,488
Health	-	-	-	-	-	-	-
Public safety	10,820,711	-	-	-	-	-	10,820,711
Culture and recreation	1,009,085	-	-	-	-	-	1,009,085
Home and community services	45,610,116	81,167	41,181	149,536	576,355	97,803	46,556,158
Transportation	9,663,525	-	-	-	-	-	9,663,525
Employee benefits	3,492,309	-	-	-	-	-	3,492,309
Debt service:							
Principal	18,389,665	-	-	276,870	455,842	-	19,122,377
Interest and other charges	6,727,586	-	-	76,915	233,385	-	7,037,886
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>95,974,154</u>	<u>81,167</u>	<u>41,181</u>	<u>503,321</u>	<u>1,265,582</u>	<u>97,803</u>	<u>97,963,208</u>
Excess (deficiency) of revenues over (under) expenditures	<u>12,753,466</u>	<u>6,627</u>	<u>35,288</u>	<u>349,992</u>	<u>907,416</u>	<u>63,801</u>	<u>14,116,590</u>
<b>Other financing sources (uses)</b>							
Proceeds from serial bonds issued	653,742	-	-	-	-	-	653,742
Interfund transfers in	32,066,373	43,065	168,182	124,260	1,397,829	265,486	34,065,195
Interfund transfers out	<u>(47,776,142)</u>	<u>(33,069)</u>	<u>(193,666)</u>	<u>(513,315)</u>	<u>(1,918,322)</u>	<u>(376,333)</u>	<u>(50,810,847)</u>
Total other financing sources (uses)	<u>(15,056,027)</u>	<u>9,996</u>	<u>(25,484)</u>	<u>(389,055)</u>	<u>(520,493)</u>	<u>(110,847)</u>	<u>(16,091,910)</u>
Net changes in fund balances	<u>(2,302,561)</u>	<u>16,623</u>	<u>9,804</u>	<u>(39,063)</u>	<u>386,923</u>	<u>(47,046)</u>	<u>(1,975,320)</u>
Fund balances (deficits) at beginning	<u>26,468,822</u>	<u>21,198</u>	<u>19,213</u>	<u>90,794</u>	<u>(58,140)</u>	<u>121,851</u>	<u>26,663,738</u>
Fund balances (deficits) at ending	<u>\$ 24,166,261</u>	<u>\$ 37,821</u>	<u>\$ 29,017</u>	<u>\$ 51,731</u>	<u>\$ 328,783</u>	<u>\$ 74,805</u>	<u>\$ 24,688,418</u>

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Year Ended December 31, 2003**

Special Revenue Funds						
	Sewer District #13	Sewer District #14	Sewer District #15	Sewer District #18	Sewer District #19	Totals to page 105
<b>Revenues</b>						
Real property taxes	\$ 3,106	\$ 87,913	\$ 15,073	\$ 168,185	\$ 2,232	\$ 56,971,897
Sales and use tax	-	-	-	-	-	-
New York State aid	-	-	-	-	-	4,239,947
Federal aid	560,131	803,711	164,804	1,419,864	9,293	920,067
Licenses, permits, fines, fees, etc.	16,884	3,214	1,112	6,617	1,982	46,001,644
Interest on investments	10	7,166	-	17,030	20	458,909
Miscellaneous	580,131	902,004	180,989	1,611,696	13,527	6,775,681
Total revenues	<u>1,122,079,798</u>	<u>1,611,696</u>	<u>180,989</u>	<u>1,611,696</u>	<u>13,527</u>	<u>115,368,145</u>
<b>Expenditures</b>						
Current:						
General government support	-	-	-	-	-	61,669
Economic assistance & opportunity	-	-	-	-	-	199,488
Health	-	-	-	-	-	-
Public safety	10,820,711	-	-	-	-	10,820,711
Culture and recreation	1,009,085	-	-	-	-	1,009,085
Home and community services	46,556,158	499,196	64,551	328,284	2,753	47,544,608
Transportation	9,663,525	-	-	-	-	9,663,525
Employee benefits	3,492,309	-	-	-	-	3,492,309
Debt service:						
Principal	19,122,377	-	-	-	-	19,122,377
Interest and other charges	7,037,886	-	-	-	-	7,037,886
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>97,963,208</u>	<u>499,196</u>	<u>64,551</u>	<u>328,284</u>	<u>2,753</u>	<u>98,951,658</u>
Excess (deficiency) of revenues over (under) expenditures	<u>14,116,590</u>	<u>402,808</u>	<u>116,438</u>	<u>1,283,412</u>	<u>10,774</u>	<u>16,416,487</u>
<b>Other financing sources (uses)</b>						
Proceeds from serial bonds issued	-	-	-	-	-	653,742
Interfund transfers in	530,840	842,194	-	618,916	1,077,079	37,134,224
Interfund transfers out	(50,810,847)	(1,062,750)	(92,545)	-	(861,637)	(52,827,779)
Total other financing sources (uses)	<u>(16,091,910)</u>	<u>(220,556)</u>	<u>(92,545)</u>	<u>618,916</u>	<u>215,442</u>	<u>(15,039,813)</u>
Net changes in fund balances	<u>(1,975,320)</u>	<u>182,252</u>	<u>23,893</u>	<u>1,902,328</u>	<u>226,216</u>	<u>1,376,674</u>
Fund balances (deficits) at beginning	<u>26,663,738</u>	<u>129,303</u>	<u>56,323</u>	<u>26,514</u>	<u>6,143</u>	<u>28,573,840</u>
Fund balances (deficits) at ending	<u>\$ 24,688,418</u>	<u>\$ 311,555</u>	<u>\$ 80,216</u>	<u>\$ 1,928,842</u>	<u>\$ 232,359</u>	<u>\$ 29,950,514</u>

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Year Ended December 31, 2003**

	Special Revenue Funds						Totals to page 106
	Totals from page 104	Sewer District #20	Sewer District #21	Sewer District #22	Sewer District #23	Sewer District #28	
<b>Revenues</b>							
Real property taxes	\$ 56,971,897	\$ 21,855	-	\$ 14,270	\$ 20,989	\$ 2,541	\$ 57,031,552
Sales and use tax	-	-	-	-	-	-	-
New York State aid	4,239,947	-	-	-	-	-	4,239,947
Federal aid	920,067	-	-	-	-	-	920,067
Licenses, permits, fines, fees, etc.	46,001,644	746,259	1,404,789	548,343	76,489	167,491	48,945,015
Interest on investments	458,909	1,200	44,196	2,920	555	300	508,080
Miscellaneous	6,775,681	53	-	-	-	-	6,775,734
Total revenues	115,368,145	769,367	1,448,985	565,533	98,033	170,332	118,420,395
<b>Expenditures</b>							
Current:							
General government support	61,669	-	-	-	-	-	61,669
Economic assistance & opportunity	199,488	-	-	-	-	-	199,488
Health	-	-	-	-	-	-	-
Public safety	10,820,711	-	-	-	-	-	10,820,711
Culture and recreation	1,009,085	-	-	-	-	-	1,009,085
Home and community services	47,544,608	214,334	199,684	102,471	23,540	63,301	48,147,938
Transportation	9,663,525	-	-	-	-	-	9,663,525
Employee benefits	3,492,309	-	-	-	-	-	3,492,309
Debt service:							
Principal	19,122,377	-	426,065	-	-	-	19,548,442
Interest and other charges	7,037,886	-	145,287	-	-	-	7,183,173
Capital outlay	-	-	-	-	-	-	-
Total expenditures	98,951,658	214,334	771,036	102,471	23,540	63,301	100,126,340
Excess (deficiency) of revenues over (under) expenditures	16,416,487	555,033	677,949	463,062	74,493	107,031	18,294,055
<b>Other financing sources (uses)</b>							
Proceeds from serial bonds issued	653,742	-	-	-	-	-	653,742
Interfund transfers in	37,134,224	593,019	249,824	176,358	158,223	262,368	38,574,016
Interfund transfers out	(52,827,779)	(1,171,554)	(488,687)	(550,911)	(202,914)	(348,477)	(55,590,322)
Total other financing sources (uses)	(15,039,813)	(578,535)	(238,863)	(374,553)	(44,691)	(86,109)	(16,362,564)
Net changes in fund balances	1,376,674	(23,502)	439,086	88,509	29,802	20,922	1,931,491
Fund balances (deficits) at beginning	28,573,840	222,180	3,957,360	111,930	31,923	29,784	32,927,017
Fund balances (deficits) at ending	\$ 29,950,514	\$ 198,678	\$ 4,396,446	\$ 200,439	\$ 61,725	\$ 50,706	\$ 34,858,508

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Year Ended December 31, 2003**

	Special Revenue Funds							Totals to page 107
	Totals from page 105	Building Sanitation Administration	Sewer Maintenance & Operation	Displaced Homemakers Fund	Workforce Investment Revenue	State Manpower Fund		
<b>Revenues</b>								
Real property taxes	\$ 57,031,552	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 57,031,552
Sales and use tax	-	-	-	-	-	-	-	-
New York State aid	4,239,947	-	-	311,878	-	830,808	-	5,382,633
Federal aid	920,067	-	-	-	9,957,965	154,667	-	11,032,699
Licenses, permits, fines, fees, etc.	48,945,015	-	345,168	-	4,800	49,806	-	49,344,789
Interest on investments	508,080	33,586	47,728	-	-	-	-	589,394
Miscellaneous	6,775,734	13,063	265	-	-	-	-	6,789,062
Total revenues	118,420,395	46,649	393,161	311,878	9,962,765	1,035,281	-	130,170,129
<b>Expenditures</b>								
Current:								
General government support	61,669	-	-	-	-	-	-	61,669
Economic assistance & opportunity	199,488	-	-	238,966	7,785,639	653,177	-	8,877,270
Health	-	-	-	-	-	-	-	-
Public safety	10,820,711	-	-	-	-	-	-	10,820,711
Culture and recreation	1,009,085	-	-	-	-	-	-	1,009,085
Home and community services	48,147,938	2,783,541	11,575,840	-	-	-	-	62,507,319
Transportation	9,663,525	-	-	-	-	-	-	9,663,525
Employee benefits	3,492,309	570,337	2,441,318	36,909	876,227	40,574	-	7,457,674
Debt service:								
Principal	19,548,442	-	392,018	-	-	-	-	19,940,460
Interest and other charges	7,183,173	-	84,536	-	-	-	-	7,267,709
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	100,126,340	3,353,878	14,493,712	275,875	8,661,866	693,751	-	127,605,422
Excess (deficiency) of revenues over (under) expenditures	18,294,055	(3,307,229)	(14,100,551)	36,003	1,300,899	341,530	-	2,564,707
<b>Other financing sources (uses)</b>								
Proceeds from serial bonds issued	653,742	142,492	863,176	-	-	-	-	1,659,410
Interfund transfers in	38,574,016	3,949,803	21,640,292	-	-	-	-	64,164,111
Interfund transfers out	(55,590,322)	(986,772)	(7,684,584)	(43,025)	(1,239,670)	(301,681)	-	(65,846,054)
Total other financing sources (uses)	(16,362,564)	3,105,523	14,818,884	(43,025)	(1,239,670)	(301,681)	-	(22,533)
Net changes in fund balances	1,931,491	(201,706)	718,333	(7,022)	61,229	39,849	-	2,542,174
Fund balances (deficits) at beginning	32,927,017	17,298	149,409	8,022	6,145	7,906	-	33,115,797
Fund balances (deficits) at ending	\$ 34,858,508	\$ (184,408)	\$ 867,742	\$ 1,000	\$ 67,374	\$ 47,755	\$ -	\$ 35,657,971

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Year Ended December 31, 2003**

	Special Revenue Funds							Totals to page 108
	Totals from page 106	Community Development Administration	Community Development	Home Investment Partnership	Emergency Shelter Grant Fund	Guaranteed Loan Program	Totals to page 108	
<b>Revenues</b>								
Real property taxes	\$ 57,031,552	-	\$ -	-	\$ -	-	\$ -	\$ 57,031,552
Sales and use tax	-	-	-	-	-	-	-	-
New York State aid	5,382,633	-	-	-	-	-	-	5,382,633
Federal aid	11,032,699	-	4,218,877	1,332,209	126,860	-	-	16,710,645
Licenses, permits, fines, fees, etc.	49,344,789	-	-	-	-	-	-	49,344,789
Interest on investments	589,394	-	-	-	-	-	-	589,394
Miscellaneous	6,789,062	951	-	-	-	-	-	6,790,013
Total revenues	130,170,129	951	4,218,877	1,332,209	126,860	-	-	135,849,026
<b>Expenditures</b>								
Current:								
General government support	61,669	-	-	-	-	-	-	61,669
Economic assistance & opportunity	8,877,270	-	-	-	-	-	-	8,877,270
Health	-	-	-	-	-	-	-	-
Public safety	10,820,711	-	-	-	-	-	-	10,820,711
Culture and recreation	1,009,085	-	-	-	-	-	-	1,009,085
Home and community services	62,507,319	618,786	3,857,069	1,036,156	115,824	750	-	68,135,904
Transportation	9,663,525	-	-	-	-	-	-	9,663,525
Employee benefits	7,457,674	91,985	-	-	-	-	-	7,549,659
Debt service:								
Principal	19,940,460	-	-	-	-	-	-	19,940,460
Interest and other charges	7,267,709	-	-	-	-	-	-	7,267,709
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	127,605,422	710,771	3,857,069	1,036,156	115,824	750	133,325,992	
Excess (deficiency) of revenues over (under) expenditures	2,564,707	(709,820)	361,808	296,053	11,036	(750)	2,523,034	
<b>Other financing sources (uses)</b>								
Proceeds from serial bonds issued	1,659,410	-	-	-	-	-	-	1,659,410
Interfund transfers in	64,164,111	717,300	-	-	-	-	-	64,881,411
Interfund transfers out	(65,846,054)	(103,136)	(410,000)	(300,000)	(7,300)	-	(66,666,490)	
Total other financing sources (uses)	(22,533)	614,164	(410,000)	(300,000)	(7,300)	-	(125,669)	
Net changes in fund balances	2,542,174	(95,656)	(48,192)	(3,947)	3,736	(750)	2,397,365	
Fund balances (deficits) at beginning	33,115,797	(127,922)	(160,304)	10,671	(2,175)	3,492	32,839,559	
Fund balances (deficits) at ending	\$ 35,657,971	\$ (223,578)	\$ (208,496)	\$ 6,724	\$ 1,561	\$ 2,742	\$ 35,236,924	

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Year Ended December 31, 2003**

	Special Revenue Funds							Totals to page 109
	Totals from page 107	Tax Stabilization Reserve Fund	Assessment Stabilization Reserve Fund	Southwest Assessment Stabilization	Water Quality Protection Reserve Fund	Suffolk County Water Protection		
<b>Revenues</b>								
Real property taxes	\$ 57,031,552	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 57,031,552
Sales and use tax	-	43,249,267	-	-	-	56,320,747	-	99,570,014
New York State aid	5,382,633	-	-	-	-	-	-	5,382,633
Federal aid	16,710,645	-	-	-	-	-	-	16,710,645
Licenses, permits, fines, fees, etc.	49,344,789	-	-	-	-	-	-	49,344,789
Interest on investments	589,394	380,874	633,740	15,758	138,062	305,043	-	2,062,871
Miscellaneous	6,790,013	-	-	-	396	-	-	6,790,409
Total revenues	135,849,026	43,630,141	633,740	15,758	138,458	56,625,790	-	236,892,913
<b>Expenditures</b>								
Current:								
General government support	61,669	-	-	-	425,905	83,471	-	571,045
Economic assistance & opportunity	8,877,270	-	-	-	-	-	-	8,877,270
Health	-	-	-	-	-	164,112	-	164,112
Public safety	10,820,711	-	-	-	-	-	-	10,820,711
Culture and recreation	1,009,085	-	-	-	-	1,240,661	-	2,249,746
Home and community services	68,135,904	-	511,278	-	-	180,495	-	68,827,677
Transportation	9,663,525	-	-	-	-	-	-	9,663,525
Employee benefits	7,549,659	-	-	-	-	49,766	-	7,599,425
Debt service:								
Principal	19,940,460	-	-	-	-	-	-	19,940,460
Interest and other charges	7,267,709	-	-	-	-	-	-	7,267,709
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	133,325,992	-	511,278	-	425,905	1,718,505	-	135,981,680
Excess (deficiency) of revenues over (under) expenditures	2,523,034	43,630,141	122,462	15,758	(287,447)	54,907,285	-	100,911,233
<b>Other financing sources (uses)</b>								
Proceeds from serial bonds issued	1,659,410	-	-	-	-	-	-	1,659,410
Interfund transfers in	64,881,411	29,230,884	21,711,030	225,000	-	-	-	116,048,325
Interfund transfers out	(66,666,490)	(28,609,956)	(10,934,041)	(10,510,027)	-	(60,878,841)	-	(177,599,355)
Total other financing sources (uses)	(125,669)	620,928	10,776,989	(10,285,027)	-	(60,878,841)	-	(59,891,620)
Net changes in fund balances	2,397,365	44,251,069	10,899,451	(10,269,269)	(287,447)	(5,971,556)	-	41,019,613
Fund balances (deficits) at beginning	32,839,559	37,702,819	32,656,830	10,190,898	9,396,368	15,382,771	-	138,169,245
Fund balances (deficits) at ending	\$ 35,236,924	\$ 81,953,888	\$ 43,556,281	\$ (78,371)	\$ 9,108,921	\$ 9,411,215	\$ -	\$ 179,188,858

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Year Ended December 31, 2003**

	Special Revenue Funds						Totals to page 110
	Assets Forfeiture Probation	Assets Forfeiture Sheriff	Assets Forfeiture Police	Assets Forfeiture DA	NYS Assets Forfeiture	Totals to page 110	
<b>Revenues</b>							
Real property taxes	\$ 57,031,552	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 57,031,552
Sales and use tax	99,570,014	-	-	-	-	-	99,570,014
New York State aid	5,382,633	-	-	-	-	-	5,382,633
Federal aid	16,710,645	-	-	-	-	-	16,710,645
Licenses, permits, fines, fees, etc.	49,344,789	15,684	437,522	118,953	86,197	86,197	50,019,780
Interest on investments	2,062,871	117	5,777	8,859	6,501	71	2,084,196
Miscellaneous	6,790,409	-	-	-	-	-	6,790,409
Total revenues	236,892,913	16,752	21,461	446,381	125,454	86,268	237,589,229
<b>Expenditures</b>							
Current:							
General government support	571,045	-	-	-	771,842	54,826	1,397,713
Economic assistance & opportunity	8,877,270	-	-	-	-	-	8,877,270
Health	164,112	-	-	-	-	-	164,112
Public safety	10,820,711	1,127	211,814	1,301,527	-	-	12,335,179
Culture and recreation	2,249,746	-	-	-	-	-	2,249,746
Home and community services	68,827,677	-	-	-	-	-	68,827,677
Transportation	9,663,525	-	-	-	-	-	9,663,525
Employee benefits	7,599,425	-	-	-	-	-	7,599,425
Debt service:							
Principal	19,940,460	-	-	-	-	-	19,940,460
Interest and other charges	7,267,709	-	-	-	-	-	7,267,709
Capital outlay	-	-	-	-	-	-	-
Total expenditures	135,981,680	1,127	211,814	1,301,527	771,842	54,826	138,322,816
Excess (deficiency) of revenues over (under) expenditures	100,911,233	15,625	(190,353)	(855,146)	(646,388)	31,442	99,266,413
<b>Other financing sources (uses)</b>							
Proceeds from serial bonds issued	1,659,410	-	-	-	-	-	1,659,410
Interfund transfers in	116,048,325	-	-	-	-	-	116,048,325
Interfund transfers out	(177,599,355)	-	-	-	-	-	(177,599,355)
Total other financing sources (uses)	(59,891,620)	-	-	-	-	-	(59,891,620)
Net changes in fund balances	41,019,613	15,625	(190,353)	(855,146)	(646,388)	31,442	39,374,793
Fund balances (deficits) at beginning	138,169,245	19,889	548,421	2,069,114	1,404,131	33,294	142,244,094
Fund balances (deficits) at ending	\$ 179,188,858	\$ 35,514	\$ 358,068	\$ 1,213,968	\$ 757,743	\$ 64,736	\$ 181,618,887

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)**  
**Year Ended December 31, 2003**

	Capital Projects Funds					Total Nonmajor Governmental Funds
	Totals from page 109	Capital Road Construction Fund	Capital Sewer Fund	Capital Southwest Sewer Fund		
<b>Revenues</b>						
Real property taxes	\$ 57,031,552	\$ -	\$ -	\$ -	\$	57,031,552
Sales and use tax	99,570,014	-	-	-		99,570,014
New York State aid	5,382,633	-	-	-		5,382,633
Federal aid	16,710,645	-	-	-		16,710,645
Licenses, permits, fines, fees, etc.	50,019,780	-	109,405	1,225		50,130,410
Interest on investments	2,084,196	-	-	-		2,084,196
Miscellaneous	6,790,409	-	499,900	-		7,290,309
Total revenues	237,589,229	-	609,305	1,225		238,199,759
<b>Expenditures</b>						
Current:						
General government support	1,397,713	-	-	-		1,397,713
Economic assistance & opportunity	8,877,270	-	-	-		8,877,270
Health	164,112	-	-	-		164,112
Public safety	12,335,179	-	-	-		12,335,179
Culture and recreation	2,249,746	-	-	-		2,249,746
Home and community services	68,827,677	-	-	-		68,827,677
Transportation	9,663,525	-	-	-		9,663,525
Employee benefits	7,599,425	-	-	-		7,599,425
Debt service:						
Principal	19,940,460	-	-	-		19,940,460
Interest and other charges	7,267,709	-	-	-		7,267,709
Capital outlay	-	-	3,185,393	1,700,668		4,886,061
Total expenditures	138,322,816	-	3,185,393	1,700,668		143,208,877
Excess (deficiency) of revenues over (under) expenditures	99,266,413	-	(2,576,088)	(1,699,443)		94,990,882
<b>Other financing sources (uses)</b>						
Proceeds from serial bonds issued	1,659,410	-	-	-		1,659,410
Interfund transfers in	116,048,325	-	2,875,000	1,200,000		120,123,325
Interfund transfers out	(177,599,355)	-	-	-		(177,599,355)
Total other financing sources (uses)	(59,891,620)	-	2,875,000	1,200,000		(55,816,620)
Net changes in fund balances	39,374,793	-	298,912	(499,443)		39,174,262
Fund balances (deficits) at beginning	142,244,094	87,917	11,700,934	11,003,427		165,036,372
Fund balances (deficits) at ending	\$ 181,618,887	\$ 87,917	\$ 11,999,846	\$ 10,503,984		\$ 204,210,634

**SUFFOLK COUNTY, NEW YORK**  
**Torrens Assurance - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Other financing sources (uses)</b>				
Transfers out	\$ (73,260)	\$ (73,260)	\$ (73,260)	\$ -
Total other financing sources (uses)	(73,260)	(73,260)	(73,260)	-
Net change in fund balances	(73,260)	(73,260)	(73,260)	-
Fund balances (deficits) at beginning	73,260	118,811	118,811	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 45,551</u>	<u>\$ 45,551</u>	<u>\$ -</u>

**SUFFOLK COUNTY, NEW YORK**  
**Tax Certiori - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Licenses, permits, fines, fees, etc.	\$ 5,297,567	\$ 5,297,567	\$ 5,297,567	\$ -
Interest on investments	26,063	26,063	6,950	(19,113)
Total revenues	<u>5,323,630</u>	<u>5,323,630</u>	<u>5,304,517</u>	<u>(19,113)</u>
<b>Expenditures</b>				
Debt service:				
Principal	6,815,000	6,815,000	6,815,000	-
Interest and other charges	<u>2,332,887</u>	<u>2,332,886</u>	<u>2,332,886</u>	<u>-</u>
Total expenditures	<u>9,147,887</u>	<u>9,147,886</u>	<u>9,147,886</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(3,824,257)	(3,824,256)	(3,843,369)	(19,113)
<b>Other financing sources (uses)</b>				
Transfers in	<u>3,977,303</u>	<u>3,977,303</u>	<u>3,977,303</u>	<u>-</u>
Net change in fund balances	153,046	153,047	133,934	(19,113)
Fund balances (deficits) at beginning	<u>(153,046)</u>	<u>(163,310)</u>	<u>(163,310)</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ (10,263)</u>	<u>\$ (29,376)</u>	<u>\$ (19,113)</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 (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest on investments	\$ 20,000	\$ 20,000	\$ 12,158	\$ (7,842)
Miscellaneous	4,100,733	4,100,733	4,778,560	677,827
Total revenues	<u>4,120,733</u>	<u>4,120,733</u>	<u>4,790,718</u>	<u>669,985</u>
<b>Expenditures</b>				
Current:				
Public safety:				
Police	11,402,111	11,347,276	10,820,711	526,565
Employee benefits	1,056,569	1,389,863	1,373,387	16,476
Total expenditures	<u>12,458,680</u>	<u>12,737,139</u>	<u>12,194,098</u>	<u>543,041</u>
Excess (deficiency) of revenues over (under) expenditures	(8,337,947)	(8,616,406)	(7,403,380)	1,213,026
<b>Other financing sources (uses)</b>				
Proceeds from serial bonds issued	-	278,459	278,459	-
Transfers in	8,683,082	8,683,082	8,683,082	-
Transfers out	(1,468,085)	(1,468,085)	(1,468,085)	-
Total other financing sources (uses)	<u>7,214,997</u>	<u>7,493,456</u>	<u>7,493,456</u>	<u>-</u>
Net change in fund balances	(1,122,950)	(1,122,950)	90,076	1,213,026
Fund balances (deficits) at beginning	<u>1,122,950</u>	<u>2,166,403</u>	<u>2,166,403</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 1,043,453</u>	<u>\$ 2,256,479</u>	<u>\$ 1,213,026</u>

**SUFFOLK COUNTY, NEW YORK**  
**Capital Prosecution - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
New York State aid	\$ 262,289	\$ 262,289	\$ 11,591	\$ (250,698)
Interest on investments	9,750	9,750	3,790	(5,960)
Total revenues	<u>272,039</u>	<u>272,039</u>	<u>15,381</u>	<u>(256,658)</u>
<b>Expenditures</b>				
Current:				
General government support:				
District attorney	<u>500,000</u>	<u>500,000</u>	<u>1,252</u>	<u>498,748</u>
Net change in fund balances	(227,961)	(227,961)	14,129	242,090
Fund balances (deficits) at beginning	<u>227,961</u>	<u>253,865</u>	<u>253,865</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 25,904</u>	<u>\$ 267,994</u>	<u>\$ 242,090</u>

**SUFFOLK COUNTY, NEW YORK**  
**County Road - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
New York State aid	\$ 3,987,269	\$ 3,987,269	\$ 3,865,081	\$ (122,188)
Federal aid	-	-	920,067	920,067
Licenses, permits, fines, fees, etc.	8,631,299	8,631,299	9,490,898	859,599
Interest on investments	20,000	20,000	11,033	(8,967)
Miscellaneous	100	100	-	(100)
	<u>12,638,668</u>	<u>12,638,668</u>	<u>14,287,079</u>	<u>1,648,411</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Current:				
Transportation:				
Public works	7,818,845	10,112,225	9,663,525	448,700
Employee benefits	888,133	1,204,226	1,190,148	14,078
	<u>8,706,978</u>	<u>11,316,451</u>	<u>10,853,673</u>	<u>462,778</u>
<b>Total expenditures</b>				
Excess (deficiency) of revenues over (under) expenditures	3,931,690	1,322,217	3,433,406	2,111,189
<b>Other financing sources (uses)</b>				
Proceeds from serial bonds issued	-	309,473	309,473	-
Transfers in	5,375,579	7,675,579	6,675,579	(1,000,000)
Transfers out	(9,445,598)	(9,445,598)	(9,445,598)	-
	<u>(4,070,019)</u>	<u>(1,460,546)</u>	<u>(2,460,546)</u>	<u>(1,000,000)</u>
<b>Total other financing sources (uses)</b>				
Net change in fund balances	(138,329)	(138,329)	972,860	1,111,189
Fund balances (deficits) at beginning	138,329	149,156	149,156	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 10,827</u>	<u>\$ 1,122,016</u>	<u>\$ 1,111,189</u>

**SUFFOLK COUNTY, NEW YORK**  
**Handicapped Parking Education - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Licenses, permits, fines, fees, etc.	\$ 25,000	\$ 25,000	\$ 59,635	\$ 34,635
Interest on investments	-	-	1,839	1,839
	<u>25,000</u>	<u>25,000</u>	<u>61,474</u>	<u>36,474</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
County executive	<u>25,000</u>	<u>25,000</u>	-	<u>25,000</u>
Net change in fund balances	-	-	61,474	61,474
Fund balances (deficits) at beginning	<u>56,468</u>	<u>101,905</u>	<u>101,905</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ 56,468</u>	<u>\$ 101,905</u>	<u>\$ 163,379</u>	<u>\$ 61,474</u>

**SUFFOLK COUNTY, NEW YORK**  
**Town Revenue Sharing Home Initiatives - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest on investments	\$ 136,964	\$ 136,964	\$ 45,979	\$ (90,985)
<b>Other financing sources (uses)</b>				
Transfers out	<u>(8,470,772)</u>	<u>(8,470,772)</u>	<u>(8,379,171)</u>	<u>91,601</u>
Net change in fund balances	(8,333,808)	(8,333,808)	(8,333,192)	616
Fund balances (deficits) at beginning	<u>8,333,808</u>	<u>8,333,192</u>	<u>8,333,192</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ (616)</u>	<u>\$ -</u>	<u>\$ 616</u>

**SUFFOLK COUNTY, NEW YORK**  
**District Court - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 10,040,200	\$ 10,040,200	\$ 10,040,500	\$ 300
New York State aid	700,000	700,000	344,985	(355,015)
Licenses, permits, fines, fees, etc.	5,035,000	5,035,000	5,554,117	519,117
Interest on investments	20,000	20,000	3,293	(16,707)
	<u>15,795,200</u>	<u>15,795,200</u>	<u>15,942,895</u>	<u>147,695</u>
<b>Expenditures</b>				
Debt service:				
Principal	419,580	419,580	419,580	-
Interest and other charges	120,137	120,136	120,136	-
	<u>539,717</u>	<u>539,716</u>	<u>539,716</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	15,255,483	15,255,484	15,403,179	147,695
<b>Other financing sources (uses)</b>				
Transfers out	<u>(10,661,632)</u>	<u>(10,661,632)</u>	<u>(10,661,632)</u>	<u>-</u>
Net change in fund balances	4,593,851	4,593,852	4,741,547	147,695
Fund balances (deficits) at beginning	<u>(4,593,851)</u>	<u>(4,796,942)</u>	<u>(4,796,942)</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ (203,090)</u>	<u>\$ (55,395)</u>	<u>\$ 147,695</u>

**SUFFOLK COUNTY, NEW YORK**  
**Downtown Revitalization - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest on investments	\$ 21,586	\$ 21,586	\$ 5,271	\$ (16,315)
Miscellaneous	-	-	7,500	7,500
Total revenues	<u>21,586</u>	<u>21,586</u>	<u>12,771</u>	<u>(8,815)</u>
<b>Expenditures</b>				
Current:				
Economic assistance and opportunity:				
Economic development	<u>369,944</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(348,358)	21,586	12,771	(8,815)
<b>Other financing sources (uses)</b>				
Transfers out	<u>-</u>	<u>(369,944)</u>	<u>(369,944)</u>	<u>-</u>
Net change in fund balances	(348,358)	(348,358)	(357,173)	(8,815)
Fund balances (deficits) at beginning	<u>348,358</u>	<u>370,850</u>	<u>370,850</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 22,492</u>	<u>\$ 13,677</u>	<u>\$ (8,815)</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 (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Licenses, permits, fines, fees, etc.	\$ 1,200,000	\$ 1,200,000	\$ 1,453,463	\$ 253,463
<b>Expenditures</b>				
Current:				
Economic assistance and opportunity:				
Economic development	200,000	200,000	199,488	512
Parks	1,000,000	1,079,466	944,065	135,401
Total expenditures	1,200,000	1,279,466	1,143,553	135,913
Net change in fund balances	-	(79,466)	309,910	389,376
Fund balances (deficits) at beginning	-	114,325	114,325	-
Fund balances (deficits) at ending	\$ -	\$ 34,859	\$ 424,235	\$ 389,376

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #1 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 650,044	\$ 650,044	\$ 634,364	\$ (15,680)
New York State aid	-	-	18,290	18,290
Licenses, permits, fines, fees, etc.	125,226	125,226	143,121	17,895
Interest on investments	9,625	9,625	2,925	(6,700)
Miscellaneous	11,000	11,000	6,866	(4,134)
	<u>795,895</u>	<u>795,895</u>	<u>805,566</u>	<u>9,671</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	207,550	207,550	183,867	23,683
Debt service:				
Principal	213,303	213,302	213,302	-
Interest and other charges	58,083	58,083	58,083	-
	<u>478,936</u>	<u>478,935</u>	<u>455,252</u>	<u>23,683</u>
Excess (deficiency) of revenues over (under) expenditures	316,959	316,960	350,314	33,354
<b>Other financing sources (uses)</b>				
Transfers in	488,512	488,512	488,512	-
Transfers out	(756,365)	(756,365)	(756,365)	-
	<u>(267,853)</u>	<u>(267,853)</u>	<u>(267,853)</u>	<u>-</u>
Net change in fund balances	49,106	49,107	82,461	33,354
Fund balances (deficits) at beginning	(49,106)	47,229	47,229	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 96,336</u>	<u>\$ 129,690</u>	<u>\$ 33,354</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #3 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 41,391,478	\$ 41,391,478	\$ 41,411,492	\$ 20,014
Licenses, permits, fines, fees, etc.	19,584,796	19,584,796	19,905,802	321,006
Interest on investments	19,500	19,500	48,666	29,166
Miscellaneous	220,000	220,000	206,376	(13,624)
<b>Total revenues</b>	<u>61,215,774</u>	<u>61,215,774</u>	<u>61,572,336</u>	<u>356,562</u>
<b>Expenditures</b>				
Current:				
General government support:				
Miscellaneous	4,217	4,217	2,766	1,451
Home and community services:				
Public works	43,980,371	43,755,371	42,769,584	985,787
Employee benefits	862,971	928,774	928,774	-
Debt service:				
Principal	10,854,067	10,854,066	10,854,066	-
Interest and other charges	4,197,343	4,197,342	4,197,342	-
<b>Total expenditures</b>	<u>59,898,969</u>	<u>59,739,770</u>	<u>58,752,532</u>	<u>987,238</u>
Excess (deficiency) of revenues over (under) expenditures	1,316,805	1,476,004	2,819,804	1,343,800
<b>Other financing sources (uses)</b>				
Proceeds from serial bonds issued	-	65,810	65,810	-
Transfers in	10,510,027	10,510,027	10,510,027	-
Transfers out	(13,008,274)	(13,233,274)	(13,233,274)	-
<b>Total other financing sources (uses)</b>	<u>(2,498,247)</u>	<u>(2,657,437)</u>	<u>(2,657,437)</u>	<u>-</u>
Net change in fund balances	(1,181,442)	(1,181,433)	162,367	1,343,800
Fund balances (deficits) at beginning	1,181,442	1,129,065	1,129,065	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ (52,368)</u>	<u>\$ 1,291,432</u>	<u>\$ 1,343,800</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #5 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<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>
<b>Revenues</b>				
Real property taxes	\$ 583,650	\$ 583,650	\$ 583,650	\$ -
Interest on investments	1,625	1,625	3,593	1,968
Total revenues	<u>585,275</u>	<u>585,275</u>	<u>587,243</u>	<u>1,968</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	206,750	206,750	159,817	46,933
Debt service:				
Principal	51,675	51,675	51,675	-
Interest and other charges	10,774	10,773	10,773	-
Total expenditures	<u>269,199</u>	<u>269,198</u>	<u>222,265</u>	<u>46,933</u>
Excess (deficiency) of revenues over (under) expenditures	316,076	316,077	364,978	48,901
<b>Other financing sources (uses)</b>				
Transfers in	1,207,904	1,207,904	1,207,904	-
Transfers out	(1,521,218)	(1,521,218)	(1,521,218)	-
Total other financing sources (uses)	<u>(313,314)</u>	<u>(313,314)</u>	<u>(313,314)</u>	<u>-</u>
Net change in fund balances	2,762	2,763	51,664	48,901
Fund balances (deficits) at beginning	<u>(2,762)</u>	<u>31,419</u>	<u>31,419</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 34,182</u>	<u>\$ 83,083</u>	<u>\$ 48,901</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #6 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<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>
<b>Revenues</b>				
Real property taxes	\$ 17,285	\$ 17,285	\$ 91,048	\$ 73,763
Licenses, permits, fines, fees, etc.	412,834	412,834	591,901	179,067
Interest on investments	5,250	5,250	1,535	(3,715)
Miscellaneous	-	-	150	150
	<u>435,369</u>	<u>435,369</u>	<u>684,634</u>	<u>249,265</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	122,150	122,150	83,440	38,710
Debt service:				
Principal	34,542	34,542	34,542	-
Interest and other charges	8,232	8,231	8,231	-
	<u>164,924</u>	<u>164,923</u>	<u>126,213</u>	<u>38,710</u>
Excess (deficiency) of revenues over (under) expenditures	270,445	270,446	558,421	287,975
<b>Other financing sources (uses)</b>				
Transfers in	41,402	41,402	41,402	-
Transfers out	(789,958)	(789,958)	(789,958)	-
	<u>(748,556)</u>	<u>(748,556)</u>	<u>(748,556)</u>	<u>-</u>
Net change in fund balances	(478,111)	(478,110)	(190,135)	287,975
Fund balances (deficits) at beginning	478,111	606,426	606,426	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 128,316</u>	<u>\$ 416,291</u>	<u>\$ 287,975</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #7 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 1,113,733	\$ 1,113,733	\$ 1,112,956	\$ (777)
Licenses, permits, fines, fees, etc.	68,383	68,383	29,705	(38,678)
Interest on investments	26	26	7,424	7,398
	<u>1,182,142</u>	<u>1,182,142</u>	<u>1,150,085</u>	<u>(32,057)</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	605,000	605,000	511,393	93,607
Debt service:				
Principal	1,500	1,500	1,500	-
Interest and other charges	135	135	135	-
	<u>606,635</u>	<u>606,635</u>	<u>513,028</u>	<u>93,607</u>
<b>Total expenditures</b>				
Excess (deficiency) of revenues over (under) expenditures	575,507	575,507	637,057	61,550
<b>Other financing sources (uses)</b>				
Transfers in	482,564	482,564	482,564	-
Transfers out	(1,077,637)	(1,077,637)	(1,077,637)	-
	<u>(595,073)</u>	<u>(595,073)</u>	<u>(595,073)</u>	<u>-</u>
<b>Total other financing sources (uses)</b>				
Net change in fund balances	(19,566)	(19,566)	41,984	61,550
Fund balances (deficits) at beginning	19,566	281,761	281,761	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 262,195</u>	<u>\$ 323,745</u>	<u>\$ 61,550</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #8 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 86,820	\$ 86,820	\$ 86,820	\$ -
Interest on investments	1,000	1,000	974	(26)
Total revenues	<u>87,820</u>	<u>87,820</u>	<u>87,794</u>	<u>(26)</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	<u>97,800</u>	<u>97,800</u>	<u>81,167</u>	<u>16,633</u>
Excess (deficiency) of revenues over (under) expenditures	(9,980)	(9,980)	6,627	16,607
<b>Other financing sources (uses)</b>				
Transfers in	43,065	43,065	43,065	-
Transfers out	<u>(33,069)</u>	<u>(33,069)</u>	<u>(33,069)</u>	<u>-</u>
Total other financing sources (uses)	<u>9,996</u>	<u>9,996</u>	<u>9,996</u>	<u>-</u>
Net change in fund balances	16	16	16,623	16,607
Fund balances (deficits) at beginning	<u>(16)</u>	<u>21,198</u>	<u>21,198</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 21,214</u>	<u>\$ 37,821</u>	<u>\$ 16,607</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #9 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 74,884	\$ 74,884	\$ 74,884	\$ -
Licenses, permits, fines, fees, etc.	697	697	643	(54)
Interest on investments	1,375	1,375	942	(433)
	<u>76,956</u>	<u>76,956</u>	<u>76,469</u>	<u>(487)</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	59,400	59,400	41,181	18,219
Excess (deficiency) of revenues over (under) expenditures	17,556	17,556	35,288	17,732
<b>Other financing sources (uses)</b>				
Transfers in	168,182	168,182	168,182	-
Transfers out	(193,666)	(193,666)	(193,666)	-
	<u>(25,484)</u>	<u>(25,484)</u>	<u>(25,484)</u>	<u>-</u>
<b>Total other financing sources (uses)</b>				
Net change in fund balances	(7,928)	(7,928)	9,804	17,732
Fund balances (deficits) at beginning	7,928	19,213	19,213	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 11,285</u>	<u>\$ 29,017</u>	<u>\$ 17,732</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #10 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<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>
<b>Revenues</b>				
Real property taxes	\$ 842,862	\$ 842,862	\$ 843,869	\$ 1,007
Licenses, permits, fines, fees, etc.	8,160	8,160	7,315	(845)
Interest on investments	1,088	1,088	2,129	1,041
	<u>852,110</u>	<u>852,110</u>	<u>853,313</u>	<u>1,203</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	169,070	169,070	149,536	19,534
Debt service:				
Principal	276,871	276,870	276,870	-
Interest and other charges	76,916	76,915	76,915	-
	<u>522,857</u>	<u>522,855</u>	<u>503,321</u>	<u>19,534</u>
<b>Total expenditures</b>				
Excess (deficiency) of revenues over (under) expenditures	329,253	329,255	349,992	20,737
<b>Other financing sources (uses)</b>				
Transfers in	124,260	124,260	124,260	-
Transfers out	(513,315)	(513,315)	(513,315)	-
	<u>(389,055)</u>	<u>(389,055)</u>	<u>(389,055)</u>	<u>-</u>
<b>Total other financing sources (uses)</b>				
Net change in fund balances	(59,802)	(59,800)	(39,063)	20,737
Fund balances (deficits) at beginning	59,802	90,794	90,794	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 30,994</u>	<u>\$ 51,731</u>	<u>\$ 20,737</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #11 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 1,692,881	\$ 1,692,881	\$ 1,698,508	\$ 5,627
Licenses, permits, fines, fees, etc.	346,821	346,821	466,023	119,202
Interest on investments	58	58	8,361	8,303
Miscellaneous	-	-	106	106
	<u>2,039,760</u>	<u>2,039,760</u>	<u>2,172,998</u>	<u>133,238</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	694,431	694,431	576,355	118,076
Debt service:				
Principal	455,842	455,842	455,842	-
Interest and other charges	233,385	233,385	233,385	-
	<u>1,383,658</u>	<u>1,383,658</u>	<u>1,265,582</u>	<u>118,076</u>
Excess (deficiency) of revenues over (under) expenditures	656,102	656,102	907,416	251,314
<b>Other financing sources (uses)</b>				
Transfers in	1,397,829	1,397,829	1,397,829	-
Transfers out	(1,918,322)	(1,918,322)	(1,918,322)	-
	<u>(520,493)</u>	<u>(520,493)</u>	<u>(520,493)</u>	<u>-</u>
Net change in fund balances	135,609	135,609	386,923	251,314
Fund balances (deficits) at beginning	(135,609)	(58,140)	(58,140)	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 77,469</u>	<u>\$ 328,783</u>	<u>\$ 251,314</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #12 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 117,297	\$ 117,297	\$ 117,297	\$ -
Licenses, permits, fines, fees, etc.	42,846	42,846	43,651	805
Interest on investments	1,625	1,625	656	(969)
	<u>161,768</u>	<u>161,768</u>	<u>161,604</u>	<u>(164)</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	139,850	139,850	97,803	42,047
Excess (deficiency) of revenues over (under) expenditures	21,918	21,918	63,801	41,883
<b>Other financing sources (uses)</b>				
Transfers in	265,486	265,486	265,486	-
Transfers out	(376,333)	(376,333)	(376,333)	-
	<u>(110,847)</u>	<u>(110,847)</u>	<u>(110,847)</u>	<u>-</u>
Net change in fund balances	(88,929)	(88,929)	(47,046)	41,883
Fund balances (deficits) at beginning	88,929	121,851	121,851	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 32,922</u>	<u>\$ 74,805</u>	<u>\$ 41,883</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #13 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 5,739	\$ 5,739	\$ 3,106	\$ (2,633)
Licenses, permits, fines, fees, etc.	622,799	622,799	560,131	(62,668)
Interest on investments	2,750	2,750	16,884	14,134
Miscellaneous	-	-	10	10
	<u>631,288</u>	<u>631,288</u>	<u>580,131</u>	<u>(51,157)</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	<u>154,625</u>	<u>154,625</u>	<u>93,666</u>	<u>60,959</u>
Excess (deficiency) of revenues over (under) expenditures	476,663	476,663	486,465	9,802
<b>Other financing sources (uses)</b>				
Transfers in	<u>530,840</u>	<u>530,840</u>	<u>530,840</u>	<u>-</u>
Net change in fund balances	1,007,503	1,007,503	1,017,305	9,802
Fund balances (deficits) at beginning	<u>1,654,911</u>	<u>1,691,819</u>	<u>1,691,819</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ 2,662,414</u>	<u>\$ 2,699,322</u>	<u>\$ 2,709,124</u>	<u>\$ 9,802</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #14 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 81,752	\$ 81,752	\$ 87,913	\$ 6,161
Licenses, permits, fines, fees, etc.	764,594	764,594	803,711	39,117
Interest on investments	2,500	2,500	3,214	714
Miscellaneous	6,300	6,300	7,166	866
	<u>855,146</u>	<u>855,146</u>	<u>902,004</u>	<u>46,858</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	662,830	662,830	499,196	163,634
Excess (deficiency) of revenues over (under) expenditures	192,316	192,316	402,808	210,492
<b>Other financing sources (uses)</b>				
Transfers in	842,194	842,194	842,194	-
Transfers out	(1,062,750)	(1,062,750)	(1,062,750)	-
	<u>(220,556)</u>	<u>(220,556)</u>	<u>(220,556)</u>	<u>-</u>
Net change in fund balances	(28,240)	(28,240)	182,252	210,492
Fund balances (deficits) at beginning	28,240	129,303	129,303	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 101,063</u>	<u>\$ 311,555</u>	<u>\$ 210,492</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #15 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 16,958	\$ 16,958	\$ 15,073	\$ (1,885)
Licenses, permits, fines, fees, etc.	157,765	157,765	164,804	7,039
Interest on investments	2,750	2,750	1,112	(1,638)
	<u>177,473</u>	<u>177,473</u>	<u>180,989</u>	<u>3,516</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	111,200	111,200	64,551	46,649
Excess (deficiency) of revenues over (under) expenditures	66,273	66,273	116,438	50,165
<b>Other financing sources (uses)</b>				
Transfers out	(92,545)	(92,545)	(92,545)	-
Net change in fund balances	(26,272)	(26,272)	23,893	50,165
Fund balances (deficits) at beginning	26,272	56,323	56,323	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 30,051</u>	<u>\$ 80,216</u>	<u>\$ 50,165</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #18 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 163,856	\$ 163,856	\$ 168,185	\$ 4,329
Licenses, permits, fines, fees, etc.	1,532,277	1,532,277	1,419,864	(112,413)
Interest on investments	600	600	6,617	6,017
Miscellaneous	30,000	30,000	17,030	(12,970)
<b>Total revenues</b>	<u>1,726,733</u>	<u>1,726,733</u>	<u>1,611,696</u>	<u>(115,037)</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	400,450	400,450	328,284	72,166
Excess (deficiency) of revenues over (under) expenditures	1,326,283	1,326,283	1,283,412	(42,871)
<b>Other financing sources (uses)</b>				
Transfers in	618,916	618,916	618,916	-
Net change in fund balances	1,945,199	1,945,199	1,902,328	(42,871)
Fund balances (deficits) at beginning	64,224	26,514	26,514	-
Fund balances (deficits) at ending	<u>\$ 2,009,423</u>	<u>\$ 1,971,713</u>	<u>\$ 1,928,842</u>	<u>\$ (42,871)</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #19 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 2,146	\$ 2,146	\$ 2,232	\$ 86
Licenses, permits, fines, fees, etc.	8,885	8,885	9,293	408
Interest on investments	600	600	1,982	1,382
Miscellaneous	-	-	20	20
	<u>11,631</u>	<u>11,631</u>	<u>13,527</u>	<u>1,896</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	<u>13,000</u>	<u>13,000</u>	<u>2,753</u>	<u>10,247</u>
Excess (deficiency) of revenues over (under) expenditures	(1,369)	(1,369)	10,774	12,143
<b>Other financing sources (uses)</b>				
Transfers in	1,077,079	1,077,079	1,077,079	-
Transfers out	<u>(861,637)</u>	<u>(861,637)</u>	<u>(861,637)</u>	<u>-</u>
Total other financing sources (uses)	<u>215,442</u>	<u>215,442</u>	<u>215,442</u>	<u>-</u>
Net change in fund balances	214,073	214,073	226,216	12,143
Fund balances (deficits) at beginning	<u>(4,977)</u>	<u>6,143</u>	<u>6,143</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ 209,096</u>	<u>\$ 220,216</u>	<u>\$ 232,359</u>	<u>\$ 12,143</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #20 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget -</u>
<b>Revenues</b>				
Real property taxes	\$ 34,012	\$ 34,012	\$ 21,855	\$ (12,157)
Licenses, permits, fines, fees, etc.	722,259	722,259	746,259	24,000
Interest on investments	4,125	4,125	1,200	(2,925)
Miscellaneous	-	-	53	53
	<u>760,396</u>	<u>760,396</u>	<u>769,367</u>	<u>8,971</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	<u>327,750</u>	<u>327,750</u>	<u>214,334</u>	<u>113,416</u>
Excess (deficiency) of revenues over (under) expenditures	432,646	432,646	555,033	122,387
<b>Other financing sources (uses)</b>				
Transfers in	593,019	593,019	593,019	-
Transfers out	<u>(1,171,554)</u>	<u>(1,171,554)</u>	<u>(1,171,554)</u>	<u>-</u>
Total other financing sources (uses)	<u>(578,535)</u>	<u>(578,535)</u>	<u>(578,535)</u>	<u>-</u>
Net change in fund balances	(145,889)	(145,889)	(23,502)	122,387
Fund balances (deficits) at beginning	<u>145,889</u>	<u>222,180</u>	<u>222,180</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 76,291</u>	<u>\$ 198,678</u>	<u>\$ 122,387</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #21 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Licenses, permits, fines, fees, etc.	\$ 1,309,984	\$ 1,309,984	\$ 1,404,789	\$ 94,805
Interest on investments	93	93	44,196	44,103
Miscellaneous	188,919	188,919	-	(188,919)
	<u>1,498,996</u>	<u>1,498,996</u>	<u>1,448,985</u>	<u>(50,011)</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	266,000	266,000	199,684	66,316
Debt service:				
Principal	426,066	426,065	426,065	-
Interest and other charges	145,288	145,287	145,287	-
	<u>837,354</u>	<u>837,352</u>	<u>771,036</u>	<u>66,316</u>
<b>Total expenditures</b>				
Excess (deficiency) of revenues over (under) expenditures	661,642	661,644	677,949	16,305
<b>Other financing sources (uses)</b>				
Transfers in	249,824	249,824	249,824	-
Transfers out	(488,687)	(488,687)	(488,687)	-
	<u>(238,863)</u>	<u>(238,863)</u>	<u>(238,863)</u>	<u>-</u>
<b>Total other financing sources (uses)</b>				
Net change in fund balances	422,779	422,781	439,086	16,305
Fund balances (deficits) at beginning	4,306,948	3,957,360	3,957,360	-
Fund balances (deficits) at ending	<u>\$ 4,729,727</u>	<u>\$ 4,380,141</u>	<u>\$ 4,396,446</u>	<u>\$ 16,305</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #22 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 32,154	\$ 32,154	\$ 14,270	\$ (17,884)
Licenses, permits, fines, fees, etc.	429,864	429,864	548,343	118,479
Interest on investments	1,150	1,150	2,920	1,770
	<u>463,168</u>	<u>463,168</u>	<u>565,533</u>	<u>102,365</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	151,350	151,350	102,471	48,879
Excess (deficiency) of revenues over (under) expenditures	311,818	311,818	463,062	151,244
<b>Other financing sources (uses)</b>				
Transfers in	176,358	176,358	176,358	-
Transfers out	(550,911)	(550,911)	(550,911)	-
	<u>(374,553)</u>	<u>(374,553)</u>	<u>(374,553)</u>	<u>-</u>
Net change in fund balances	(62,735)	(62,735)	88,509	151,244
Fund balances (deficits) at beginning	62,735	111,930	111,930	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 49,195</u>	<u>\$ 200,439</u>	<u>\$ 151,244</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #23 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 22,762	\$ 22,762	\$ 20,989	\$ (1,773)
Licenses, permits, fines, fees, etc.	70,881	70,881	76,489	5,608
Interest on investments	31	31	555	524
	<u>93,674</u>	<u>93,674</u>	<u>98,033</u>	<u>4,359</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	52,100	52,100	23,540	28,560
Excess (deficiency) of revenues over (under) expenditures	41,574	41,574	74,493	32,919
<b>Other financing sources (uses)</b>				
Transfers in	158,223	158,223	158,223	-
Transfers out	(202,914)	(202,914)	(202,914)	-
	<u>(44,691)</u>	<u>(44,691)</u>	<u>(44,691)</u>	<u>-</u>
<b>Total other financing sources (uses)</b>				
Net change in fund balances	(3,117)	(3,117)	29,802	32,919
Fund balances (deficits) at beginning	3,117	31,923	31,923	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 28,806</u>	<u>\$ 61,725</u>	<u>\$ 32,919</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer District #28 - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Real property taxes	\$ 2,457	\$ 2,457	\$ 2,541	\$ 84
Licenses, permits, fines, fees, etc.	166,247	166,247	167,491	1,244
Interest on investments	70	70	300	230
	<u>168,774</u>	<u>168,774</u>	<u>170,332</u>	<u>1,558</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	93,275	93,275	63,301	29,974
Excess (deficiency) of revenues over (under) expenditures	75,499	75,499	107,031	31,532
<b>Other financing sources (uses)</b>				
Transfers in	262,368	262,368	262,368	-
Transfers out	(348,477)	(348,477)	(348,477)	-
	<u>(86,109)</u>	<u>(86,109)</u>	<u>(86,109)</u>	<u>-</u>
Net change in fund balances	(10,610)	(10,610)	20,922	31,532
Fund balances (deficits) at beginning	10,610	29,784	29,784	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 19,174</u>	<u>\$ 50,706</u>	<u>\$ 31,532</u>

**SUFFOLK COUNTY, NEW YORK**  
**Building Sanitation Administration - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest on investments	\$ 70	\$ 70	\$ 33,586	\$ 33,516
Miscellaneous	7,000	7,000	13,063	6,063
Total revenues	<u>7,070</u>	<u>7,070</u>	<u>46,649</u>	<u>39,579</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	2,799,616	2,799,616	2,783,541	16,075
Employee benefits	485,812	628,304	570,337	57,967
Total expenditures	<u>3,285,428</u>	<u>3,427,920</u>	<u>3,353,878</u>	<u>74,042</u>
Excess (deficiency) of revenues over (under) expenditures	(3,278,358)	(3,420,850)	(3,307,229)	113,621
<b>Other financing sources (uses)</b>				
Proceeds from serial bonds issued	-	142,492	142,492	-
Transfers in	4,302,884	4,302,884	3,949,803	(353,081)
Transfers out	(986,772)	(986,772)	(986,772)	-
Total other financing sources (uses)	<u>3,316,112</u>	<u>3,458,604</u>	<u>3,105,523</u>	<u>(353,081)</u>
Net change in fund balances	37,754	37,754	(201,706)	(239,460)
Fund balances (deficits) at beginning	<u>(37,754)</u>	<u>17,298</u>	<u>17,298</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 55,052</u>	<u>\$ (184,408)</u>	<u>\$ (239,460)</u>

**SUFFOLK COUNTY, NEW YORK**  
**Sewer Maintenance and Operation - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Licenses, permits, fines, fees, etc.	\$ 175,000	\$ 175,000	\$ 345,168	\$ 170,168
Interest on investments	22,500	22,500	47,728	25,228
Miscellaneous	750	750	265	(485)
	<u>198,250</u>	<u>198,250</u>	<u>393,161</u>	<u>194,911</u>
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	12,910,112	12,160,112	11,575,840	584,272
Employee benefits	1,670,329	2,533,505	2,441,318	92,187
Debt service:				
Principal	392,018	392,018	392,018	-
Interest and other charges	84,536	84,536	84,536	-
	<u>15,056,995</u>	<u>15,170,171</u>	<u>14,493,712</u>	<u>676,459</u>
Excess (deficiency) of revenues over (under) expenditures	(14,858,745)	(14,971,921)	(14,100,551)	871,370
<b>Other financing sources (uses)</b>				
Proceeds from serial bonds issued	-	863,176	863,176	-
Transfers in	21,640,292	21,640,292	21,640,292	-
Transfers out	(6,934,584)	(7,684,584)	(7,684,584)	-
	<u>14,705,708</u>	<u>14,818,884</u>	<u>14,818,884</u>	<u>-</u>
Net change in fund balances	(153,037)	(153,037)	718,333	871,370
Fund balances (deficits) at beginning	153,037	149,409	149,409	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ (3,628)</u>	<u>\$ 867,742</u>	<u>\$ 871,370</u>

**SUFFOLK COUNTY, NEW YORK**  
**Displaced Homemakers Fund - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
New York State aid	\$ 339,180	\$ 339,180	\$ 311,878	\$ (27,302)
<b>Expenditures</b>				
Current:				
Economic assistance and opportunity:				
Labor	281,672	269,442	238,966	30,476
Employee benefits	25,951	38,181	36,909	1,272
Total expenditures	<u>307,623</u>	<u>307,623</u>	<u>275,875</u>	<u>31,748</u>
Excess (deficiency) of revenues over (under) expenditures	31,557	31,557	36,003	4,446
<b>Other financing sources (uses)</b>				
Transfers out	<u>(50,803)</u>	<u>(50,803)</u>	<u>(43,025)</u>	<u>7,778</u>
Net change in fund balances	(19,246)	(19,246)	(7,022)	12,224
Fund balances (deficits) at beginning	<u>19,246</u>	<u>8,022</u>	<u>8,022</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ (11,224)</u>	<u>\$ 1,000</u>	<u>\$ 12,224</u>

**SUFFOLK COUNTY, NEW YORK**  
**Workforce Investment Revenue - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Federal aid	\$ 9,840,182	\$ 12,730,511	\$ 9,957,965	\$ (2,772,546)
Licenses, permits, fines, fees, etc.	-	25,000	4,800	(20,200)
Total revenues	<u>9,840,182</u>	<u>12,755,511</u>	<u>9,962,765</u>	<u>(2,792,746)</u>
<b>Expenditures</b>				
Current:				
Economic assistance and opportunity:				
Labor	10,641,858	12,234,198	7,785,639	4,448,559
Employee benefits	<u>992,728</u>	<u>1,485,617</u>	<u>876,227</u>	<u>609,390</u>
Total expenditures	<u>11,634,586</u>	<u>13,719,815</u>	<u>8,661,866</u>	<u>5,057,949</u>
Excess (deficiency) of revenues over (under) expenditures	(1,794,404)	(964,304)	1,300,899	2,265,203
<b>Other financing sources (uses)</b>				
Transfers out	<u>(1,673,326)</u>	<u>(1,673,326)</u>	<u>(1,239,670)</u>	<u>433,656</u>
Net change in fund balances	(3,467,730)	(2,637,630)	61,229	2,698,859
Fund balances (deficits) at beginning	<u>3,467,730</u>	<u>6,145</u>	<u>6,145</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ (2,631,485)</u>	<u>\$ 67,374</u>	<u>\$ 2,698,859</u>

**SUFFOLK COUNTY, NEW YORK**  
**State Manpower Fund - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues</b>				
New York State aid	\$ 1,359,309	\$ 1,509,309	\$ 830,808	\$ (678,501)
Federal aid	-	298,751	154,667	(144,084)
Licenses, permits, fines, fees, etc.	51,274	87,092	49,806	(37,286)
Total revenues	<u>1,410,583</u>	<u>1,895,152</u>	<u>1,035,281</u>	<u>(859,871)</u>
<b>Expenditures</b>				
Current:				
Economic assistance and opportunity:				
Labor	1,061,599	1,374,241	653,177	721,064
Employee benefits	95,079	150,503	40,574	109,929
Total expenditures	<u>1,156,678</u>	<u>1,524,744</u>	<u>693,751</u>	<u>830,993</u>
Excess (deficiency) of revenues over (under) expenditures	253,905	370,408	341,530	(28,878)
<b>Other financing sources (uses)</b>				
Transfers out	(306,143)	(306,143)	(301,681)	4,462
Net change in fund balances	(52,238)	64,265	39,849	(24,416)
Fund balances (deficits) at beginning	52,238	7,906	7,906	-
Fund balances (deficits) at ending	<u>\$ -</u>	<u>\$ 72,171</u>	<u>\$ 47,755</u>	<u>\$ (24,416)</u>

**SUFFOLK COUNTY, NEW YORK**  
**Community Development Administration - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<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>
<b>Revenues</b>				
Miscellaneous	\$ -	\$ -	\$ 951	\$ 951
<b>Expenditures</b>				
Current:				
Home and community services:				
Community development	679,887	657,893	618,786	39,107
Employee benefits	73,589	95,583	91,985	3,598
Total expenditures	<u>753,476</u>	<u>753,476</u>	<u>710,771</u>	<u>42,705</u>
Excess (deficiency) of revenues over (under) expenditures	(753,476)	(753,476)	(709,820)	43,656
<b>Other financing sources (uses)</b>				
Transfers in	807,350	807,350	717,300	(90,050)
Transfers out	<u>(103,136)</u>	<u>(103,136)</u>	<u>(103,136)</u>	<u>-</u>
Total other financing sources (uses)	<u>704,214</u>	<u>704,214</u>	<u>614,164</u>	<u>(90,050)</u>
Net change in fund balances	(49,262)	(49,262)	(95,656)	(46,394)
Fund balances (deficits) at beginning	<u>329,767</u>	<u>(127,922)</u>	<u>(127,922)</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ 280,505</u>	<u>\$ (177,184)</u>	<u>\$ (223,578)</u>	<u>\$ (46,394)</u>

**SUFFOLK COUNTY, NEW YORK**  
**Tax Stabilization Reserve - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Sales and use tax	\$ -	\$ -	\$ 43,249,267	\$ 43,249,267
Interest on investments	454,927	454,927	380,874	(74,053)
Total revenues	<u>454,927</u>	<u>454,927</u>	<u>43,630,141</u>	<u>43,175,214</u>
<b>Other financing sources (uses)</b>				
Transfers in	29,230,884	29,230,884	29,230,884	-
Transfers out	<u>(28,609,956)</u>	<u>(28,609,956)</u>	<u>(28,609,956)</u>	<u>-</u>
Total other financing sources (uses)	<u>620,928</u>	<u>620,928</u>	<u>620,928</u>	<u>-</u>
Net change in fund balances	1,075,855	1,075,855	44,251,069	43,175,214
Fund balances (deficits) at beginning	<u>23,754,907</u>	<u>37,702,819</u>	<u>37,702,819</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ 24,830,762</u>	<u>\$ 38,778,674</u>	<u>\$ 81,953,888</u>	<u>\$ 43,175,214</u>

**SUFFOLK COUNTY, NEW YORK**  
**Assessment Stabilization Reserve - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest on investments	\$ 609,487	\$ 609,487	\$ 633,740	\$ 24,253
<b>Expenditures</b>				
Current:				
Home and community services:				
Public works	511,278	511,278	511,278	-
Excess (deficiency) of revenues over (under) expenditures	98,209	98,209	122,462	24,253
<b>Other financing sources (uses)</b>				
Transfers in	21,401,690	21,401,690	21,711,030	309,340
Transfers out	(7,584,041)	(11,434,041)	(10,934,041)	500,000
Total other financing sources (uses)	13,817,649	9,967,649	10,776,989	809,340
Net change in fund balances	13,915,858	10,065,858	10,899,451	833,593
Fund balances (deficits) at beginning	32,884,878	32,656,830	32,656,830	-
Fund balances (deficits) at ending	<u>\$ 46,800,736</u>	<u>\$ 42,722,688</u>	<u>\$ 43,556,281</u>	<u>\$ 833,593</u>

**SUFFOLK COUNTY, NEW YORK**  
**Southwest Assessment Stabilization Reserve - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest on investments	\$ 355,216	\$ 355,216	\$ 15,758	\$ (339,458)
<b>Other financing sources (uses)</b>				
Transfers in	225,000	225,000	225,000	-
Transfers out	(10,510,027)	(10,510,027)	(10,510,027)	-
Total other financing sources (uses)	(10,285,027)	(10,285,027)	(10,285,027)	-
Net change in fund balances	(9,929,811)	(9,929,811)	(10,269,269)	(339,458)
Fund balances (deficits) at beginning	10,206,914	10,190,898	10,190,898	-
Fund balances (deficits) at ending	<u>\$ 277,103</u>	<u>\$ 261,087</u>	<u>\$ (78,371)</u>	<u>\$ (339,458)</u>

**SUFFOLK COUNTY, NEW YORK**  
**Suffolk County Water Protection - Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget and Actual (GAAP Basis)**  
**For the Year Ended December 31, 2003**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Sales and use tax	\$ 55,533,093	\$ 55,533,093	\$ 56,320,747	\$ 787,654
Interest on investments	493,888	493,888	305,043	(188,845)
Total revenues	<u>56,026,981</u>	<u>56,026,981</u>	<u>56,625,790</u>	<u>598,809</u>
<b>Expenditures</b>				
Current:				
General government support:				
Public works	-	234,872	83,471	151,401
Health	205,618	357,026	164,112	192,914
Culture and recreation:				
Parks	1,269,253	1,269,253	1,240,661	28,592
Home and community services:				
Cooperative extension	195,000	195,000	180,495	14,505
Employee benefits	147,110	183,894	49,766	134,128
Total expenditures	<u>1,816,981</u>	<u>2,240,045</u>	<u>1,718,505</u>	<u>521,540</u>
Excess (deficiency) of revenues over (under) expenditures	54,210,000	53,786,936	54,907,285	1,120,349
<b>Other financing sources (uses)</b>				
Transfers out	<u>(37,920,227)</u>	<u>(60,342,236)</u>	<u>(60,878,841)</u>	<u>(536,605)</u>
Total other financing sources (uses)	<u>(37,920,227)</u>	<u>(60,342,236)</u>	<u>(60,878,841)</u>	<u>(536,605)</u>
Net change in fund balances	16,289,773	(6,555,300)	(5,971,556)	583,744
Fund balances (deficits) at beginning	<u>25,528,865</u>	<u>15,382,771</u>	<u>15,382,771</u>	<u>-</u>
Fund balances (deficits) at ending	<u>\$ 41,818,638</u>	<u>\$ 8,827,471</u>	<u>\$ 9,411,215</u>	<u>\$ 583,744</u>

**SUFFOLK COUNTY, NEW YORK**  
**Combining Statement of Fiduciary Net Assets**  
**Private-Purpose Trusts**  
**December 31, 2003**

	<u>D White Private-Purpose Trust</u>	<u>Vanderbilt Private-Purpose Trust</u>	<u>Totals</u>
<b>Assets</b>			
Cash and cash equivalents:			
Money market funds	\$ 61,189	\$ 56	\$ 61,245
Investments, at fair value:			
U.S. government obligations	-	13,299,058	13,299,058
Total assets	<u>61,189</u>	<u>13,299,114</u>	<u>13,360,303</u>
<b>Liabilities</b>			
Accounts payable and accrued liabilities	<u>50,000</u>	<u>13,299,058</u>	<u>13,349,058</u>
<b>Net Assets</b>			
Held in trust	<u>\$ 11,189</u>	<u>\$ 56</u>	<u>\$ 11,245</u>

**SUFFOLK COUNTY, NEW YORK**  
**Combining Statement of Changes in Fiduciary Net Assets**  
**Private-Purpose Trusts**  
**For the Year Ended December 31, 2003**

	<u>D White Private-Purpose Trust</u>	<u>Vanderbilt Private-Purpose Trust</u>	<u>Totals</u>
<b>Additions</b>			
Investment income:			
Interest	\$ 424	\$ 24	\$ 448
Transfer in	-	322,503	322,503
Other revenue	-	1,198,703	1,198,703
Total additions	<u>424</u>	<u>1,521,230</u>	<u>1,521,654</u>
<b>Deductions</b>			
Administrative and general expenses	<u>25,000</u>	<u>1,521,206</u>	<u>1,546,206</u>
Change in net assets	(24,576)	24	(24,552)
Net assets at beginning of year	<u>35,765</u>	<u>32</u>	<u>35,797</u>
Net assets at end of year	<u>\$ 11,189</u>	<u>\$ 56</u>	<u>\$ 11,245</u>

**SUFFOLK COUNTY, NEW YORK**  
**Combining Statement of Fiduciary Assets and Liabilities**  
**Agency Funds**  
**December 31, 2003**

	Consumer Restitution Reserve	General Agency Fund	Bail Agency Fund	Mortgage Tax Agency	Probation Peace Bonds Agency Fund	Totals to page 154
<b>Assets</b>						
Cash and cash equivalents:						
Cash in banks	\$ 128,569	\$ 18,137,746	\$ 873	\$ -	\$ -	\$ 18,267,188
Money market funds	-	7,238,040	9,053,847	23,498,407	2,734	39,793,028
Cash with fiscal agents	-	254,996	-	-	-	254,996
Total cash and cash equivalents	<u>128,569</u>	<u>25,630,782</u>	<u>9,054,720</u>	<u>23,498,407</u>	<u>2,734</u>	<u>58,315,212</u>
Investments, at fair value:						
U.S. government obligations	-	-	-	-	-	-
Total assets	<u>\$ 128,569</u>	<u>\$ 25,630,782</u>	<u>\$ 9,054,720</u>	<u>\$ 23,498,407</u>	<u>\$ 2,734</u>	<u>\$ 58,315,212</u>
<b>Liabilities</b>						
Accounts payable and accrued liabilities	\$ 128,569	\$ 362,990	\$ -	\$ -	\$ -	\$ 491,559
Due to other funds	-	-	-	-	-	-
Agency fund liabilities	-	25,267,792	9,054,720	23,498,407	2,734	57,823,653
Total liabilities	<u>\$ 128,569</u>	<u>\$ 25,630,782</u>	<u>\$ 9,054,720</u>	<u>\$ 23,498,407</u>	<u>\$ 2,734</u>	<u>\$ 58,315,212</u>

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Combining Statement of Fiduciary Assets and Liabilities**  
**Agency Funds**  
**December 31, 2003**

	Totals from page 153	Social Services Agency Fund	Suffolk Community College Agency Fund	Payroll Account Agency Fund	Court and Trust Agency Fund	Trust and Agency Assurance Fund	Total Agency Funds
<b>Assets</b>							
Cash and cash equivalents:							
Cash in banks	\$ 18,267,188	\$ 52,360	\$ 1,115,378	\$ 3,419,270	\$ 93,372	\$ -	\$ 22,947,568
Money market funds	39,793,028	388,876	89,054	-	-	-	40,270,958
Cash with fiscal agents	254,996	-	-	-	-	-	254,996
Total cash and cash equivalents	<u>58,315,212</u>	<u>441,236</u>	<u>1,204,432</u>	<u>3,419,270</u>	<u>93,372</u>	<u>-</u>	<u>63,473,522</u>
Investments, at fair value:							
U.S. government obligations	-	-	-	-	16,853,112	52,147	16,905,259
Total assets	<u>\$ 58,315,212</u>	<u>\$ 441,236</u>	<u>\$ 1,204,432</u>	<u>\$ 3,419,270</u>	<u>\$ 16,946,484</u>	<u>\$ 52,147</u>	<u>\$ 80,378,781</u>
<b>Liabilities</b>							
Accounts payable and accrued liabilities	\$ 491,559	\$ 632	\$ -	\$ -	\$ 24,477	\$ -	\$ 516,668
Due to other funds	-	-	-	2,714,488	-	-	2,714,488
Agency fund liabilities	57,823,653	440,604	1,204,432	704,782	16,922,007	52,147	77,147,625
Total liabilities	<u>\$ 58,315,212</u>	<u>\$ 441,236</u>	<u>\$ 1,204,432</u>	<u>\$ 3,419,270</u>	<u>\$ 16,946,484</u>	<u>\$ 52,147</u>	<u>\$ 80,378,781</u>

# STATISTICAL SECTION

**SUFFOLK COUNTY, NEW YORK**  
**Government-wide Expenses by Function**  
**Ten Year Summary**

Fiscal Year	Governmental Activities							Subtotal
	General Government Support	Economic Assistance and Opportunity	Health	Public Safety	Culture and Recreation	Education	Home and Community Services	
1994	*	*	*	*	*	*	*	*
1995	*	*	*	*	*	*	*	*
1996	*	*	*	*	*	*	*	*
1997	*	*	*	*	*	*	*	*
1998	*	*	*	*	*	*	*	*
1999	*	*	*	*	*	*	*	*
2000	*	*	*	*	*	*	*	*
2001	*	*	*	*	*	*	*	*
2002	\$ 277,668,054	\$ 531,954,024	\$ 186,712,640	\$ 653,011,360	\$ 27,480,723	\$ 132,157,099	\$ 75,692,484	\$ 1,884,676,384
2003	252,498,618	594,542,717	187,537,764	718,078,551	27,729,742	184,007,172	83,588,647	2,047,983,211

Note: \* The County implemented GASB Statement No. 34 as of and for the year ended December 31, 2002. Accordingly, data for the periods prior to 2002 are not available.

(Continued)

**SUFFOLK COUNTY, NEW YORK**  
**Government-wide Expenses by Function**  
**Ten Year Summary**

Fiscal Year	Governmental Activities				Business Type Activities						Total	
	Subtotal from previous page	Transportation	Interest on Long-Term Debt	John J. Foley Skilled Nursing Facility	Suffolk Health Plan	Suffolk County Ball Park	Francis S. Gabreski Airport					
1994	*	*	*	*	*	*	*	*	*	*	*	*
1995	*	*	*	*	*	*	*	*	*	*	*	*
1996	*	*	*	*	*	*	*	*	*	*	*	*
1997	*	*	*	*	*	*	*	*	*	*	*	*
1998	*	*	*	*	*	*	*	*	*	*	*	*
1999	*	*	*	*	*	*	*	*	*	*	*	*
2000	*	*	*	*	*	*	*	*	*	*	*	*
2001	*	*	*	*	*	*	*	*	*	*	*	*
2002	\$ 1,884,676,384	\$ 80,068,225	\$ 32,799,346	\$ 33,392,469	\$ 23,594,879	\$ 1,054,452	\$ -	\$ 2,055,585,755				
2003	2,047,983,211	85,279,162	30,434,423	36,905,877	31,858,451	800,168	1,653,095	2,234,914,387				

Note: \* The County implemented GASB Statement No. 34 as of and for the year ended December 31, 2002. Accordingly, data for the periods prior to 2002 are not available.

**SUFFOLK COUNTY, NEW YORK**  
**Government-wide Revenues**  
**Ten Year Summary**

Fiscal Year	Program Revenues			General Revenues					Total
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Taxes	Grants and Contributions Not Restricted to Specific Programs	Unrestricted Investment Earnings	Miscellaneous		
1994	*	*	*	*	*	*	*	*	*
1995	*	*	*	*	*	*	*	*	*
1996	*	*	*	*	*	*	*	*	*
1997	*	*	*	*	*	*	*	*	*
1998	*	*	*	*	*	*	*	*	*
1999	*	*	*	*	*	*	*	*	*
2000	*	*	*	*	*	*	*	*	*
2001	*	*	*	*	*	*	*	*	*
2002	\$ 219,412,611	\$ 485,443,122	\$ 12,400,640	\$ 1,380,110,264	\$ -	\$ 8,938,223	\$ 55,738,934	\$ 2,162,043,794	
2003	260,420,417	531,377,368	19,719,508	1,509,332,279	-	7,695,459	56,554,623	2,385,099,654	

Note: \* The County implemented GASB Statement No. 34 as of and for the year ended December 31, 2002. Accordingly, data for the periods prior to 2002 are not available.

**SUFFOLK COUNTY, NEW YORK**  
**General Governmental Expenditures by Function**  
**Ten Year Summary**

Fiscal Year	General Government Support	Economic Assistance and Opportunity	Health	Public Safety	Culture and Recreation	Education	Home and Community Services	Transportation	Employee Benefits	Debt Service	Capital Outlays	Total
1994	\$ 161,848,613	\$ 406,944,706	\$ 109,124,248	\$ 286,860,210	\$ 12,407,717	\$ 107,830,881	\$ 50,133,940	\$ 42,246,634	\$ 157,171,097	\$ 142,923,374	\$ ****	\$ 1,477,491,420
1995	157,170,309	416,708,707	119,781,152	316,501,289	13,096,395	110,757,866	55,466,058	45,112,698	181,716,490	135,323,011	****	1,551,633,975
1996	238,220,058	391,093,327	134,445,790	350,588,853	13,517,413	115,307,339	62,524,430	50,049,367	181,189,966	129,134,374	****	1,666,070,917
1997	155,848,088	379,576,219	139,807,140	365,063,822	14,785,222	119,427,625	71,636,404	58,707,865	186,191,435	142,791,107	68,137,871	1,701,972,798
1998	167,105,824	366,302,990	142,752,112	374,297,058	16,307,572	117,996,774	65,994,507	59,693,141	176,063,220	140,387,446	56,489,779	1,683,390,423
1999	177,922,672	385,065,130	138,893,311	412,750,837	17,776,602	125,597,867	55,277,655	61,014,913	182,199,347	145,865,024	84,027,727	1,786,391,085
2000	181,061,197	410,159,662	143,016,020	424,660,740	19,253,872	120,538,998	69,390,150	62,238,782	199,925,733	149,352,362	116,511,743	1,896,109,259
2001	190,855,620	445,338,802	152,044,685	455,331,460	21,504,256	125,691,358	72,652,164	67,904,573	210,606,657	132,747,900	104,104,642	1,978,782,117
2002	187,656,640	500,119,818	157,343,735	486,301,233	21,735,167	132,157,099	73,760,460	70,949,689	239,883,612	126,203,145	68,391,737	2,064,502,335
2003	183,218,830	555,078,144	157,036,080	497,677,818	21,258,169	181,048,234	75,474,552	72,576,410	329,123,483	119,918,279	86,251,867	2,278,661,866

Notes: Includes General, Special Revenue and Capital Project funds.

\*\*\*\* Capital Outlay not reported here until 1997

**SUFFOLK COUNTY, NEW YORK**  
**General Governmental Revenues by Source**  
**Ten Year Summary**

Fiscal Year	Real Property Taxes		Sales and Use Taxes		New York State Aid		Federal Aid		Licenses, Permits, Fines, Fees, Etc.		Interest on Investments		Miscellaneous		Total	
1994	\$	413,446,976	\$	569,867,681	\$	227,720,650	\$	160,567,298	\$	138,501,756	\$	10,452,764	\$	18,027,732	\$	1,538,584,857
1995		422,195,341		593,311,730		231,100,848		163,744,354		145,923,273		10,769,707		25,428,954		1,592,474,207
1996		416,136,350		592,636,122		226,275,879		168,441,927		148,534,787		14,607,387		21,071,585		1,587,704,037
1997		413,560,026		627,144,482		240,054,853		174,462,511		153,154,917		13,234,174		25,395,767		1,647,006,730
1998		424,293,976		667,685,139		225,712,027		152,341,995		161,893,722		16,312,808		22,791,476		1,671,031,143
1999		408,343,873		729,180,803		240,346,144		163,195,043		165,504,222		23,834,918		27,411,784		1,757,816,787
2000		435,234,825		761,694,551		251,742,979		174,367,073		155,436,691		24,335,703		41,225,921		1,844,037,743
2001		435,013,087		791,481,677		270,285,673		170,021,948		178,297,035		15,527,235		40,932,750		1,901,559,405
2002		494,287,243		892,539,829		263,294,160		190,393,095		185,913,002		8,572,480		54,822,155		2,089,821,964
2003		530,008,247		993,347,332		304,411,418		211,457,982		202,678,432		7,329,343		71,160,624		2,320,393,378

Notes: Includes General, Special Revenue and Capital Project Funds

**SUFFOLK COUNTY, NEW YORK**  
**Property Tax Levies and Collections**  
**Ten Year Summary**

Fiscal Year	Total Tax Levy	County Wide Tax	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collection	Total Tax Collection	Percent Of Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes *	Percent of Delinquent Taxes to Tax Levy
1994	\$ 2,438,998,522	\$ 428,706,010	\$ 2,313,628,049	94.9%	\$ 124,366,925	\$ 2,437,994,974	100.0%	\$ 1,003,548	0.0%
1995	2,546,194,901	438,042,925	2,436,195,896	95.7%	109,211,048	2,545,406,944	100.0%	787,957	0.0%
1996	2,615,607,117	439,374,151	2,488,636,958	95.1%	124,149,112	2,612,786,070	99.9%	2,821,047	0.1%
1997	2,714,658,106	443,188,407	2,589,007,681	95.4%	122,861,826	2,711,869,507	99.9%	2,788,599	0.1%
1998	2,766,099,499	435,446,276	2,646,077,206	95.7%	117,799,761	2,763,876,967	99.9%	2,222,532	0.1%
1999	2,780,926,126	434,824,318	2,659,738,919	95.6%	118,706,885	2,778,445,804	99.9%	2,480,322	0.1%
2000	2,824,554,257	428,630,929	2,700,720,633	95.6%	119,825,084	2,820,545,717	99.9%	4,008,540	0.1%
2001	2,920,949,182	440,751,817	2,804,750,476	96.0%	106,675,850	2,911,426,326	99.7%	9,522,856	0.3%
2002	3,122,209,193	503,554,140	3,001,035,845	96.1%	103,788,683	3,104,824,528	99.4%	17,384,665	0.6%
2003	3,326,903,036	511,720,863	3,199,470,700	96.2%	89,593,306	3,289,064,006	98.9%	37,839,030	1.1%

Note: Method of Collection

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

\* Outstanding Delinquent Taxes are updated each year to reflect the County's most recent collection information.

**SUFFOLK COUNTY, NEW YORK**  
**Assessed and Estimated Actual Value**  
**of Taxable Property**  
**Ten Year Summary**

Real Property			
Year	Assessed Valuation	Estimated Actual Value	Ratio of Total Assessed to Total Estimated Actual Value
1994	\$ 6,683,507,998	\$ 86,121,785,097	7.8%
1995	6,674,188,320	85,858,798,711	7.8%
1996	6,719,100,371	87,915,040,013	7.6%
1997	7,501,614,819	88,215,221,293	8.5%
1998	7,535,648,385	92,146,611,232	8.2%
1999	7,590,575,707	95,520,208,661	7.9%
2000	7,657,100,277	107,766,704,406	7.1%
2001	7,756,484,133	119,736,294,417	6.5%
2002	7,874,021,054	135,544,173,747	5.8%
2003	8,569,336,607	168,442,341,868	5.1%

Note: The information was obtained from official town records filed with the Clerk of the County Legislature and the New York State Department of Real Property Services.

**SUFFOLK COUNTY, NEW YORK**  
**Property Tax Rates - Direct and Overlapping Governments**  
**Ten Year Summary**

|-----|  
**COUNTY**  
|-----|

<b>Year</b>	<b>General Fund</b>	<b>Special Revenue Funds</b>	<b>Total</b>	<b>Towns</b>	<b>School Districts</b>	<b>Total</b>
1994	\$ 1.86	\$ 3.12	\$ 4.98	\$ 5.83	\$ 17.51	\$ 28.32
1995	1.85	3.26	5.11	6.23	18.32	29.66
1996	1.67	3.33	5.00	6.05	18.70	29.75
1997	0.85	4.18	5.03	6.39	19.37	30.79
1998	0.60	4.13	4.73	6.14	19.15	30.02
1999	0.56	4.00	4.56	5.94	18.63	29.13
2000	0.48	3.50	3.98	5.54	16.76	26.28
2001	0.41	3.27	3.68	5.34	15.38	24.40
2002	0.39	3.32	3.71	4.85	14.46	23.02
2003	0.32	2.72	3.04	4.16	12.55	19.75

Note: Property tax rates are per \$1,000 of estimated actual value. All rates are averages based on the total County-wide estimated actual value.

**SUFFOLK COUNTY, NEW YORK  
Special Assessment Collections  
Ten Year Summary**

Note: The County has not levied any special assessments during the past ten years.

**SUFFOLK COUNTY, NEW YORK**  
**Ratio of Net General Bonded Debt to Estimated Actual Value**  
**and Net Bonded Debt Per Capita**  
**Ten Year Summary**

Year	Population <sup>(1)</sup>	Estimated Actual Value	Gross Bonded Debt <sup>(2)</sup>	Debt Service Monies Available	Net Bonded Debt	Ratio of Net Bonded Debt to	
						Estimated Actual Value	Net Bonded Debt Per Capita
1994	1,330,012	\$ 86,121,785,097	\$ 820,428,000	\$ -	\$ 820,428,000	0.95%	\$ 616.86
1995	1,334,458	85,858,798,711	788,185,000	-	788,185,000	0.92%	590.64
1996	1,342,637	87,915,040,013	848,416,000	-	848,416,000	0.97%	631.90
1997	1,350,747	88,215,221,293	808,605,000	-	808,605,000	0.92%	598.64
1998	1,361,558	92,146,611,232	785,900,000	-	785,900,000	0.85%	577.21
1999	1,372,394	95,520,208,661	784,030,000	-	784,030,000	0.82%	571.29
2000	1,419,369	107,766,704,406	754,015,000	-	754,015,000	0.70%	531.23
2001	1,427,946	119,736,294,417	752,160,000	-	752,160,000	0.63%	526.74
2002	1,440,870	135,544,173,747	696,640,000	-	696,640,000	0.51%	483.49
2003	1,455,555	168,442,341,868	635,160,000	-	635,160,000	0.38%	436.37

Note: <sup>(1)</sup> The source of the population data for all years other than 2000 was information published by the Long Island Lighting Company (Long Island Power Authority). The source for the population data for the year 2000 was the 2000 United States Census.

**SUFFOLK COUNTY, NEW YORK**  
**Computation of Legal Debt Margin**  
**December 31, 2003**

Full Valuation - year ended December 31:

1999		\$ 95,520,208,661
2000		107,766,704,406
2001		119,736,294,417
2002		135,544,173,747
2003		<u>168,442,341,868</u>
Total five-year valuation		<u>\$ 627,009,723,099</u>
Average five-year valuation		<u>\$ 125,401,944,620</u>
Debt limit - 7 percent of average five year full valuation (note)		\$ 8,778,136,123
Total indebtedness:		
Notes payable TANS	77,145,000	
General long-term debt*	<u>635,160,000</u>	
	712,305,000	
Indebtedness excluded from debt limit		<u>(111,352,576)</u>
Indebtedness subject to debt limit		<u>600,952,424</u>
Legal debt margin		<u>\$ 8,177,183,699</u>

Note: Debt Limit

The County has the power to contract indebtedness for any County purpose so long as the principal amount thereof does not exceed seven percent of the average full valuation of taxable real estate of the County and subject to certain enumerated exclusions and deductions, such as water and certain sewer facilities and cash or appropriations for current debt service. The constitutional method for determining full valuation is calculated by taking the assessed valuations of taxable real estate for the last completed assessment rolls of the County and dividing the same by the equalization rates, or the ratios of which assessed valuations bear to the full valuation, as determined by the State Board of Equalization and Assessment. The State Legislature is required to prescribe the manner by which such ratios shall be determined. Average full valuation is determined by taking the sum of the full valuation of such last assessment roll and the four preceding assessment rolls and dividing such sum by five.

\* Amount determined as of December 2, 2003.

**SUFFOLK COUNTY, NEW YORK**  
**Computation of Direct and Overlapping Debt**  
**December 31, 2003**

<u>Jurisdiction</u>	<u>Net Debt Outstanding (Note)</u>	<u>Percentage Applicable to Suffolk County</u>	<u>Amount Applicable to Suffolk County</u>
Suffolk County	\$ 600,952,424	100%	\$ 600,952,424
Towns Within Suffolk County	N/A	0%	-
Villages Within Suffolk County	N/A	0%	-
School Districts within Suffolk County	N/A	0%	-
Fire districts within Suffolk County	N/A	0%	-
	<u>\$ 600,952,424</u>		<u>\$ 600,952,424</u>

Notes: The amounts represent the net debt subject to legal limitation.  
N/A - Not available.

**SUFFOLK COUNTY, NEW YORK**  
**Ratio of Annual Debt Service Expenditures for General Bonded Debt**  
**and Other Debt and Total General Expenditures**  
**Ten Year Summary**

<b>Year</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>	<b>Total General Expenditures (Note)</b>	<b>Ratio of Debt Service to Total General Expenditures</b>
1994	\$ 87,985,000	\$ 54,938,374	\$ 142,923,374	\$ 1,477,491,420	9.7%
1995	79,465,000	55,858,011	135,323,011	1,551,633,975	8.7%
1996	78,448,554	50,685,820	129,134,374	1,666,070,917	7.8%
1997	93,436,000	49,686,609	143,122,609	1,701,972,798	8.4%
1998	95,560,000	44,827,446	140,387,446	1,683,390,423	8.3%
1999	103,575,000	39,436,945	143,011,945	1,786,391,085	8.0%
2000	106,905,000	39,168,097	146,073,097	1,896,109,259	7.7%
2001	93,300,000	38,262,420	131,562,420	1,978,782,117	6.6%
2002	98,575,000	34,510,654	133,085,654	2,064,502,335	6.4%
2003	89,669,908	30,248,371	119,918,279	2,278,661,866	5.3%

Notes: Includes general and special revenue and capital project funds.

**SUFFOLK COUNTY, NEW YORK**  
**Revenue Bond Coverage**  
**December 31, 2003**

Note: The County has not issued any revenue bonds during the past ten years.

**SUFFOLK COUNTY, NEW YORK**  
**Demographic Statistics**  
**Ten Year Summary**

<b>Year</b>	<b>Population (1)</b>	<b>Per Capita Income (2)</b>	<b>Public School Enrollment K-12 (3)</b>	<b>Unemployment Percentage Rate (4)</b>
1994	1,330,012	\$ 26,816	220,435	6.7%
1995	1,334,458	27,762	223,905	5.4%
1996	1,342,637	29,000	227,783	4.7%
1997	1,350,747	30,932	231,418	3.9%
1998	1,361,558	32,294	236,760	3.5%
1999	1,372,394	33,684	242,952	3.2%
2000	1,419,369	35,899	248,850	3.2%
2001	1,427,946	36,109	254,179	3.5%
2002	1,440,870	37,650	258,227	4.4%
2003	1,455,555	N/A	N/A	4.4%

Notes: (1) The source of the population data for all years other than the year 2000 is information published by the Long Island Lighting Company (Long Island Power Authority); the source of the data for 2000 was the United States Census. Data with respect to the median age and education level in years of formal schooling has not been included in this table since such data was not readily available.

(2) The information was obtained from the United States Department of Commerce, Bureau of Economic Analysis.

(3) The information was obtained from the New York State Department of Education.

(4) The unemployment rates were obtained from the New York State Department of Labor.

N/A - Not available

**SUFFOLK COUNTY, NEW YORK**  
**Property Value and Construction**  
**Ten Year Summary**

Year	Residential Construction		Property Value
	Number of Units	Value (In Thousands)	Commercial and Residential
1994	3,909	\$ 380,987	\$ 86,121,785,097
1995	3,238	376,360	85,858,798,711
1996	4,469	488,540	87,915,040,013
1997	3,957	436,902	88,215,221,293
1998	4,860	605,214	92,146,611,232
1999	5,167	630,184	95,520,208,661
2000	4,932	594,560	107,766,704,406
2001	4,680	751,113	119,736,294,417
2002	4,384	788,643	135,544,173,747
2003	3,208	745,516	168,442,341,868

Notes: This table has been updated to reflect the most recent information reported by the U. S. Census Bureau.

New York State statistics are no longer maintained for commercial and other construction, therefore only residential construction is presented on this schedule.

**SUFFOLK COUNTY, NEW YORK**  
**Principal Taxpayers**  
**December 31, 2003**

Taxpayer	Town	Type of Business	2003 Estimated Actual Valuation (1)	Percentage of Estimated Actual Valuation
Long Island Power Authority	Various	Utility	\$ 3,498,975,794	2.08%
Marketspan	Various	Utility	1,566,535,367	0.93%
Keyspan Energy Corp.	Various	Utility	1,289,518,591	0.77%
Long Island Lighting Company	Various	Utility	1,198,778,026	0.71%
Verizon	Various	Utility	1,043,631,853	0.62%
Reckson Operating/Partnership	Various	Utility	393,965,191	0.23%
Smith Haven Center Assoc.	Various	Real Estate	278,590,334	0.17%
The Retail Property Trust	Huntington	Retail	208,333,333	0.12%
Westland South Shore Mall	Islip	Retail	192,082,115	0.11%
Suffolk County IDA	Huntington	Industrial	162,788,750	0.10%
Heatherwood House	Various	Real Estate	115,744,432	0.07%
Blue Turtles	Southampton	Real Estate	110,048,101	0.07%
Melville Industrial Assoc.	Huntington	Industrial	108,750,000	0.06%
Greens at Half Hollow	Huntington	Real Estate	102,610,000	0.06%
Peconic Landing at Southold	Southold	Medical	93,965,130	0.06%
Huntington Quadrangle Co.	Huntington	Industrial	85,833,333	0.05%
Tanger Properties	Riverhead	Real Estate	82,090,436	0.05%
Warthog, Inc.	Babylon	Real Estate	69,050,000	0.04%
Gardiner Holding	Islip	Retail	65,123,735	0.04%
Estee Lauder	Huntington	Retail	59,145,833	0.04%
			<u>\$ 10,725,560,354</u> <sup>(2)</sup>	<u>6.38%</u>

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

(1) Assessment rolls established in 2003 for levy and collection of taxes during 2004 fiscal year.

(2) Represents approximately 6.38% of the total estimated taxable full valuation of the County for 2003.

**SUFFOLK COUNTY, NEW YORK**  
**Computation of Constitutional Tax Margin**  
**December 31, 2003**

Five-year average full valuation of real estate taxable for County purposes (1998-2002)		<u>\$ 110,142,798,493</u>
Tax limit 1.5 percent of five-year average full valuation (Note)		\$ 1,652,141,977
Addition to constitutional tax limitations:		
Bond principal and interest	99,267,286	
Bond Anticipation Note Interest	463,262	
Net amount of exclusions for debt service for Revenue Producing Purposes	<u>2,658,182</u>	
	102,388,730	
Less: Revenues required by law to be applied to debt service payments	<u>2,999,865</u>	
Total additions to constitutional tax limit		<u>99,388,865</u>
Total taxing power		\$ 1,751,530,842
Less: Total County-wide tax levy	53,499,213	
Police district and other levies	<u>398,899,217</u>	
		<u>(452,398,430)</u>
Constitutional tax margin		<u>\$ 1,299,132,412</u>

Note: In accordance with Section 10 of Article VIII of the New York State Constitution, the amount which may be levied in the County by taxes on real estate in any fiscal year for County purposes, in addition to providing for the interest on and the principal of all indebtedness, may not exceed an amount to equal 1.5 percent of the five year average full valuation of taxable real estate of the County, less certain deductions as prescribed therein.

**SUFFOLK COUNTY, NEW YORK**  
**Population and Land Areas - By Towns**  
**Year Ended December 31, 2003**

<u>Town</u>	<u>Total Area in Square Miles</u>	<u>Population</u>
Babylon	52.3	213,828
Brookhaven	259.4	466,837
East Hampton	73.3	20,611
Huntington	94.0	197,626
Islip	105.2	328,370
Riverhead	67.4	29,921
Shelter Island	12.1	2,349
Smithtown	53.6	117,575
Southampton	140.2	56,991
Southold	53.7	21,447
	<hr/>	<hr/>
Total	<u>911.2</u>	<u>1,455,555</u>

**SUFFOLK COUNTY, NEW YORK**  
**Assessed and Estimated Actual Property**  
**Values for the Ten Towns within Suffolk County**  
**Year Ended December 31, 2003**

<u>Town</u>	<u>Assessed Valuation</u>	<u>Estimated Actual Value</u>
Babylon	\$ 254,494,715	\$ 15,331,006,928
Brookhaven	456,291,428	35,928,458,898
East Hampton	177,588,547	14,556,438,279
Huntington	333,363,273	27,780,272,750
Islip	4,322,676,108	24,312,014,106
Riverhead	698,339,719	3,306,532,760
Shelter Island	1,490,985,327	1,490,985,327
Smithtown	247,856,382	14,082,748,977
Southampton	487,826,790	25,810,941,270
Southold	99,914,318	5,842,942,573
<b>Total</b>	<b><u>\$ 8,569,336,607</u></b>	<b><u>\$ 168,442,341,868</u></b>

Notes: There are ten towns in the County within which are also 31 incorporated villages.

Values obtained from the official town records filed with the Clerk of the County Legislature and from the New York State Department of Real Property Services.

**SUFFOLK COUNTY, NEW YORK**  
**State Equalization Real Property Tax Rates**  
**For the Ten Towns Within Suffolk County**  
**Ten Year Summary**

Year	East									
	Babylon	Brookhaven	Hampton	Huntington	Islip	Riverhead	Shelter Island	Smithtown	Southampton	Southold
1994	\$ 2.68	\$ 2.17	\$ 2.72	\$ 2.11	\$ 29.43	\$ 31.66	\$ 3.89	\$ 3.17	\$ 4.17	\$ 2.78
1995	2.71	2.18	2.70	2.12	29.52	32.47	4.11	3.20	4.15	2.80
1996	2.65	2.19	2.63	2.07	29.13	32.05	3.98	3.17	3.87	2.77
1997	2.63	2.21	2.61	2.05	28.84	31.67	113.64	3.15	3.98	2.75
1998	2.66	2.08	2.35	1.99	28.71	32.44	100.00	3.07	3.63	2.90
1999	2.57	2.08	2.23	1.94	27.83	30.87	99.41	3.01	3.49	2.88
2000	2.44	1.91	1.78	1.71	25.41	30.81	91.98	2.72	2.99	2.71
2001	2.27	1.78	1.54	1.56	23.22	29.41	83.73	2.46	2.73	2.55
2002	2.06	1.61	1.39	1.41	20.92	26.65	72.07	2.22	2.37	2.30
2003	1.48	1.12	1.10	1.06	15.60	18.92	100.00	1.56	1.63	1.49

Note: The rates were obtained from the New York State Board of Real Property Services.