



**COUNTY OF ERIE**  
**STEFAN I. MYCHAJLIW**  
**COMPTROLLER**

July 31, 2013

Erie County Legislature  
92 Franklin Street, 4<sup>th</sup> Floor  
Buffalo, NY 14202

Honorable Mark C. Poloncarz  
Erie County Executive  
95 Franklin St., 16<sup>th</sup> Floor  
Buffalo, NY 14202

Dear Honorable Members and County Executive Poloncarz:

My office has prepared an Interim Financial Report ("Report") of the County of Erie, New York ("County") as of and for the six-month period ended June 30, 2013 (i.e., "Second Quarter 2013"). The Report, enclosed for your review, consists of the following elements:

- Financial Statements
- Investment Report
- Cash Flow Statement
- Property Tax and Sales Tax Summary
- Debt Schedules
- Miscellaneous Financial Data (including data on short and long-term bonded indebtedness, property tax rates and constitutional taxing power)

We provide the following observations and comments for your consideration:

### **Sales Tax**

As you are aware, the County's 2013 Adopted Budget amount of \$426,033,687 is predicated on a 3.73% increase in sales tax revenue above the County's 2012 actual sales tax revenue.

The sales tax revenue amount for the County's Second Quarter 2013 was \$203,992,666 compared to \$198,155,974 for the Second Quarter of 2012. During the first six months of 2013, the County experienced an \$5,836,692 (2.9%) increase in sales tax revenue, compared to the first six months of 2012. This reflects the Division of Budget and Management's accrual of June sales tax. The actual receipts for the first five months of 2013 reflected a 2.27% increase. If that rate of growth continues to the end of the year the year-end deficit in

sales tax will be \$6,007,287. The final revenue amounts at June 30, 2013 will be known to the County in mid-August.

As you are well aware sales tax revenues are the largest revenue source for Erie County. Wall Street ratings agencies and the Office of Comptroller have issued numerous warnings on Erie County's risky reliance on volatile sales tax revenue.

The first five months of 2013 sales tax has been received and the growth rate was 2.27%. While it is still too early to draw any conclusions on how 2013 sales tax will end, this reinforces my office's warnings about the overly optimistic sales tax projections contained in the Poloncarz administration's 2013 budget, an increase of 3.73% over 2012 actual.

The same concern was even expressed by representatives of the Erie County Division of Budget and Management earlier this year, when they expressed before your Honorable Body similar concern of whether or not sales tax projections for all of 2013 are realistic:

*"(We) hope that sales tax comes in better than we expect, but right now we don't think that is going to be the case. **We think the budget for sales tax this year is overly optimistic. We are not going to make budget on that.**"*

Source: Erie County Senior Budget Consultant Timothy Callan, Erie County Legislature Finance and Management Committee, March 14<sup>th</sup>, 2013

*"In sales tax, again, if we had to budget it over, **I would have budgeted less in sales tax.**"*

Source: Erie County Budget Director Robert Keating, Erie County Legislature Finance and Management Committee, May 2<sup>nd</sup>, 2013

*"The sales tax number is an area of concern."*

Source: Erie County Senior Budget Consultant Timothy Callan, Erie County Legislature Finance and Management Committee, May 2<sup>nd</sup>, 2013

This office will continue to monitor this account, the largest revenue in the budget at \$426,033,687, closely throughout the year and will report as we receive monthly updates from the State.

## **Real Property Taxes**

Through the six-month period ended June 30, 2013, the County received 90.7% of the \$310,034,917 that was levied and is collectible for County purposes, which is 0.3% higher than the percentage collected as of June 30, 2012. Taxes remaining to be collected are at \$28,726,950 compared to \$30,038,310 at June 30, 2012 (4.4% decrease).

## **2013 Capital Borrowing**

On February 7, 2013 the County Legislature approved the County Executive's 2013 Consolidated Bond Resolution for capital projects amounting to approximately \$50.3 million, of which approximately \$38.9 million was approved to be bonded. On that same date the County Legislature approved a Refunding Bond Resolution not to exceed \$40.0 million.

On April 4, 2013, the County closed a bond transaction involving a principal amount of \$29,649,733 in "new County money" that provided the necessary cash to fund the related capital projects. Also, a refunding bond was closed in the amount of \$35,960,700, including premium, resulting in present value savings of \$2,325,500.

On March 21, 2013 the Erie County Legislature approved the Ralph Wilson Stadium Bond Resolution authorizing up to \$40,654,350 in bonds to be sold to finance the work required under the Buffalo Bills Stadium 2013 lease extension to be done at Ralph Wilson Stadium.

It is expected that the County will close on the above transaction on or about August 27, 2013 through a mirror bond transaction with the Erie County Fiscal Stability Authority.

## **Short-term Borrowing in 2013**

On May 23, 2013 the Erie County Legislature approved the 2013 Revenue Anticipation Note ("RAN") resolution authorizing up to \$130,000,000 to be borrowed to cover the County's short term cash flow needs. Ultimately the final dollar amount and timing of the issuance will be determined as the County's actual cash position is monitored and projections are adjusted, as applicable, throughout the year. It is expected that the County will close on the above transaction on or about August 27, 2013 through a mirror RAN transaction with the Erie County Fiscal Stability Authority.

## **Conclusion**

The financial statements and other information contained in this Report have been compiled largely from the official accounting records maintained in the County's SAP system. The Financial Statements from ECMCC, Erie Community College, the Erie County Tobacco Securitization Corporation, the Buffalo and Erie County Industrial Land Development Corporation, Inc. and the ECFSA are not included because financial information for the aforementioned entities is maintained separately from the County.

Information contained in this Report has not been reviewed by the County's independent auditor; therefore, no opinion on this Report is expressed.

Please note that this is the second quarterly report for 2013. The next quarterly financial report will be issued in October 2013 for the Third Quarter 2013.

If you have any questions regarding this submission, please contact me at (716) 858-8400.

Sincerely yours,



Stefan I. Mychajliw  
Erie County Comptroller

SIM/nr

Enclosure

cc: Erie County Fiscal Stability Authority

Robert W. Keating, Director of Budget and Management

# **COUNTY OF ERIE, NEW YORK INTERIM FINANCIAL REPORT**

**FOR THE SIX MONTHS ENDED JUNE 30, 2013**



**Erie County Comptroller's Office**

**STEFAN I. MYCHAJLIW**

**Erie County Comptroller**

**JULY 31, 2013**

**COUNTY OF ERIE, NEW YORK**

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# **FUND FINANCIAL STATEMENTS**

**COUNTY OF ERIE, NEW YORK**

**Balance Sheet**

Governmental Funds

June 30, 2013

(amounts expressed in thousands)

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS:</b>			
Cash and cash equivalents . . . . .	\$ 24,749	\$ 53,623	\$ 78,372
Investments . . . . .	-	200	200
Receivables (net of allowances)			
Real property taxes, interest, penalties and liens . . . . .	82,378	643	83,021
Other . . . . .	13,931	30,104	44,035
Due from other funds . . . . .	39,649	35,485	75,134
Due from component unit . . . . .	5,192	-	5,192
Due from other governments . . . . .	188,046	19,932	207,978
Prepaid items . . . . .	350	-	350
Restricted cash . . . . .	129	106,900	107,029
<b>Total assets . . . . .</b>	<b><u>\$ 354,424</u></b>	<b><u>\$ 246,887</u></b>	<b><u>\$ 601,311</u></b>
<b>LIABILITIES:</b>			
Accounts payable . . . . .	\$ 8,993	\$ 1,429	\$ 10,422
Accrued liabilities . . . . .	58,286	3,589	61,875
Due to other funds . . . . .	5,791	41,312	47,103
Due to component unit . . . . .	1,752	-	1,752
Due to other governments . . . . .	8,694	-	8,694
Retained percentages payable . . . . .	-	1,562	1,562
Unearned revenue . . . . .	11,650	331	11,981
<b>Total liabilities . . . . .</b>	<b><u>95,166</u></b>	<b><u>48,223</u></b>	<b><u>143,389</u></b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Unavailable revenue – property taxes . . . . .	62,320	-	62,320
Unavailable revenue – community development loans . . . . .	-	29,353	29,353
<b>Total deferred inflows of resources . . . . .</b>	<b><u>62,320</u></b>	<b><u>29,353</u></b>	<b><u>91,673</u></b>
<b>FUND BALANCES:</b>			
Nonspendable:			
Prepaid items . . . . .	350	-	350
Restricted for:			
Handicapped parking . . . . .	129	-	129
Law enforcement . . . . .	-	-	-
E-911 system costs . . . . .	-	1,120	1,120
Debt service . . . . .	-	9,386	9,386
Capital expenditures . . . . .	-	106,500	106,500
Assigned:			
Other purposes . . . . .	67,128	52,305	119,433
Unassigned . . . . .	129,331	-	129,331
<b>Total fund balances . . . . .</b>	<b><u>196,938</u></b>	<b><u>169,311</u></b>	<b><u>366,249</u></b>
<b>Total liabilities, deferred inflows of resources and fund balances . . . . .</b>	<b><u>\$ 354,424</u></b>	<b><u>\$ 246,887</u></b>	<b><u>\$ 601,311</u></b>

## Statement of Revenues, Expenditures and Changes in Fund Balances

### Governmental Funds

For the six months ended June 30, 2013

(amounts expressed in thousands)

	General	Other Governmental Funds	Total Governmental Funds
<b>REVENUES:</b>			
Real property taxes and tax items . . . . .	\$ 222,298	\$ 37,577	\$ 259,875
Sales and use taxes . . . . .	349,841	2,063	351,904
Transfer taxes . . . . .	-	3,851	3,851
Intergovernmental . . . . .	164,865	16,752	181,617
Departmental . . . . .	35,581	10,988	46,569
Interest . . . . .	530	2,453	2,983
Miscellaneous . . . . .	6,289	3,441	9,730
<b>Total revenues . . . . .</b>	<b>779,404</b>	<b>77,125</b>	<b>856,529</b>
<b>EXPENDITURES:</b>			
Current:			
General government support . . . . .	189,257	3,234	192,491
Public safety . . . . .	63,173	6,319	69,492
Health . . . . .	33,514	3,647	37,161
Transportation . . . . .	10,198	10,903	21,101
Economic assistance and opportunity . . . . .	298,172	7,021	305,193
Culture and recreation . . . . .	9,491	-	9,491
Education . . . . .	37,316	42	37,358
Home and community service . . . . .	1,483	25,820	27,303
Capital outlay . . . . .	-	10,546	10,546
Debt service:			
Principal retirement . . . . .	-	28,001	28,001
Interest and fiscal charges . . . . .	337	10,098	10,435
<b>Total expenditures . . . . .</b>	<b>642,941</b>	<b>105,631</b>	<b>748,572</b>
<b>Excess (deficiency) of revenues over expenditures . . . . .</b>	<b>136,463</b>	<b>(28,506)</b>	<b>107,957</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
Issuance of general obligation debt . . . . .	-	25,635	25,635
Premium on bond issuance . . . . .	-	8,882	8,882
Issuance of refunding bonds . . . . .	-	31,135	31,135
Payments to refunded bond escrow . . . . .	-	(35,895)	(35,895)
Sale of property . . . . .	19	-	19
Transfers in . . . . .	-	47,522	47,522
Transfers out . . . . .	(59,685)	(3,381)	(63,066)
<b>Total other financing sources (uses) . . . . .</b>	<b>(59,666)</b>	<b>73,898</b>	<b>14,232</b>
<b>Net change in fund balances . . . . .</b>	<b>76,797</b>	<b>45,392</b>	<b>122,189</b>
<b>Fund balances at beginning of year . . . . .</b>	<b>120,141</b>	<b>123,919</b>	<b>244,060</b>
<b>Fund balances at end of six months . . . . .</b>	<b>\$ 196,938</b>	<b>\$ 169,311</b>	<b>\$ 366,249</b>

## Statement of Net Position

Proprietary Fund

June 30, 2013

(amounts expressed in thousands)

	Business - Type Activity Enterprise Fund Utilities Aggregation Fund
<b>ASSETS:</b>	
<b>Current Assets:</b>	
Other receivable . . . . .	\$ 201
Due from other funds . . . . .	173
Due from other governments . . . . .	3,666
<b>Total current assets . . . . .</b>	<b>4,040</b>
<b>Total assets . . . . .</b>	<b>4,040</b>
 <b>LIABILITIES</b>	
<b>Current Liabilities:</b>	
Accrued liabilities . . . . .	341
Due to other funds . . . . .	582
Due to other governments . . . . .	173
<b>Total current liabilities . . . . .</b>	<b>1,096</b>
<b>Total liabilities . . . . .</b>	<b>1,096</b>
 <b>NET POSITION:</b>	
Unrestricted . . . . .	2,944
<b>Total net Position . . . . .</b>	<b>\$ 2,944</b>

## Statement of Revenues, Expenses and Changes in Net Position

Proprietary Fund

For the six months ended June 30, 2013

(amounts expressed in thousands)

	Business - Type Activity Enterprise Fund
	Utilities Aggregation Fund
<b>OPERATING REVENUES:</b>	
Interfund revenues .....	\$ 3,835
Other operating revenue .....	9,886
<b>Total operating revenue .....</b>	<b>13,721</b>
<b>OPERATING EXPENSES:</b>	
Employee wages .....	18
Employee benefits .....	15
Utilities and telephone .....	12,653
<b>Total operating expenses .....</b>	<b>12,686</b>
<b>Change in net position .....</b>	<b>1,035</b>
<b>Total net position - beginning .....</b>	<b>1,909</b>
<b>Total net position at end of six months .....</b>	<b>\$ 2,944</b>

## Statement of Fiduciary Net Position

Fiduciary Fund

June 30, 2013

(amounts expressed in thousands)

	Agency Fund
<b>ASSETS:</b>	
Cash and cash equivalents .....	\$ 29,490
Receivables:	
Other receivables .....	518
Due from other governments .....	5
Bonds and securities held in custody .....	25
<b>Total assets</b> .....	<b>\$ 30,038</b>
<b>LIABILITIES:</b>	
Held in custody for others .....	\$ 30,038
<b>Total liabilities</b> .....	<b>\$ 30,038</b>

**COMBINING & INDIVIDUAL  
FUND STATEMENTS & SCHEDULES**

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

These funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. These funds include the Road, Sewer, Downtown Mall, E-911, Emergency Response, Grants and Community Development Funds.

- **Road Fund**  
Used to account for all revenues and expenditures related to the maintenance of County roads and bridges, snow removal, construction and reconstruction of County roads not required to be recorded in a Capital Projects Fund.
- **Sewer Fund**  
Used to account for the activities of the various sewer districts currently in operation within the County.
- **Downtown Fund**  
Used to account for revenues raised through a special district charge levy and the subsequent expenditure of these monies for the operation and maintenance of a downtown pedestrian/transit mall.
- **E-911 Fund**  
Used to account for revenues raised through a telephone access line surcharge and the subsequent expenditure of these monies for the establishment and maintenance of an enhanced 911 emergency telephone system.
- **Emergency Response Fund**  
Used to account for revenues received from the Federal Emergency Management Agency and expenditures associated with the on-going clean up of major winter storm damage that occurred in October 2006. This fund is expected to be closed out during 2013.
- **Grants Fund**  
Used to account for federal and state operating grants (except the Community Development Block Grant) earmarked for specific programs, so that grantor accounting and reporting requirements can be satisfied.
- **Community Development Fund**  
Used to assist participating municipalities in the development of locally approved community or economic development activities that are eligible under federal program regulations.

### DEBT SERVICE FUND

The Debt Service Fund is used to account for current payments of principal and interest on general obligation long-term debt, and for financial resources that have been accumulated to make future principal and interest payments on general long term indebtedness.

**NONMAJOR GOVERNMENTAL FUNDS (Continued)**

**CAPITAL PROJECTS FUNDS**

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

- **General Government Buildings, Equipment and Improvements Fund**  
Used to account for capital projects administered by the Department of Public Works involving the acquisition, construction, or reconstruction of major or permanent facilities having a relatively long useful life and equipment purchased from the proceeds of long-term debt.
- **Highways, Roads, Bridges and Equipment Fund**  
Utilized to account for capital projects administered by the Department of Public Works for the construction or reconstruction of County roads and bridges and the acquisition of equipment not accounted for in the Road Fund.
- **Sewers, Facilities, Equipment and Improvements Fund**  
Used to account for capital projects relating to the construction and acquisition of sewer facilities and equipment by the operating sewer districts.
- **Tobacco Proceeds Fund**  
Used to account for the net proceeds from the County's securitization of its share of the 1998 Master Settlement Agreement with the tobacco industry that will be used to fund capital projects that otherwise would have been supported by operating funds or the issuance of bonds
- **Special Capital Projects Fund**  
Utilized to account for capital projects administered by departments other than Public Works that are primarily for the acquisition or construction of buildings, improvements and equipment.
- **Erie County Medical Center Corporation (ECMCC) Capital Projects Fund**  
Utilized to account for capital projects that are for the acquisition or construction of buildings, improvements and equipment for the Erie County Medical Center Corporation

## Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2013

(amounts expressed in thousands)

### Special Revenue

	Road	Sewer	Downtown Mall	E-911
<b>ASSETS:</b>				
Cash and cash equivalents . . . . .	\$ 2,889	\$ 40,090	\$ 51	\$ -
Investments . . . . .	-	-	-	-
Receivables (net of allowances)				
Real property taxes, interest, penalties and liens . . . . .	-	-	643	-
Other . . . . .	-	6	-	586
Due from other funds . . . . .	-	9,932	3	-
Due from other governments . . . . .	903	128	-	4
Restricted cash . . . . .	-	-	-	950
<b>Total assets</b> . . . . .	<b>\$ 3,792</b>	<b>\$ 50,156</b>	<b>\$ 697</b>	<b>\$ 1,540</b>
<b>LIABILITIES:</b>				
Accounts payable . . . . .	\$ 34	\$ 197	\$ -	\$ 67
Accrued liabilities . . . . .	800	1,294	19	353
Due to other funds . . . . .	7	204	-	-
Retained percentages payable . . . . .	-	2	-	-
Unearned revenue . . . . .	-	-	-	-
<b>Total liabilities</b> . . . . .	<b>841</b>	<b>1,697</b>	<b>19</b>	<b>420</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Unavailable revenue – community development loans . . . . .	-	-	-	-
<b>FUND BALANCES:</b>				
Restricted for:				
E-911 system costs . . . . .	-	-	-	1,120
Debt service . . . . .	-	-	-	-
Capital expenditures . . . . .	-	-	-	-
Assigned:				
Other purposes . . . . .	2,951	48,459	678	-
<b>Total fund balances</b> . . . . .	<b>2,951</b>	<b>48,459</b>	<b>678</b>	<b>1,120</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b> . . . . .	<b>\$ 3,792</b>	<b>\$ 50,156</b>	<b>\$ 697</b>	<b>\$ 1,540</b>

(Continued)

## Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2013

(amounts expressed in thousands)

### Special Revenue

	Emergency Response	Grants	Community Development	Total
<b>ASSETS:</b>				
Cash and cash equivalents . . . . .	\$ -	\$ -	\$ -	\$ 43,030
Investments . . . . .	-	-	-	-
Receivables (net of allowances)				
Real property taxes, interest, penalties and liens . . . . .	-	-	-	643
Other . . . . .	-	202	29,224	30,018
Due from other funds . . . . .	-	-	-	9,935
Due from other governments . . . . .	217	13,833	467	15,552
Restricted cash . . . . .	-	-	-	950
<b>Total assets</b> . . . . .	<b>\$ 217</b>	<b>\$ 14,035</b>	<b>\$ 29,691</b>	<b>\$ 100,128</b>
<b>LIABILITIES:</b>				
Accounts payable . . . . .	\$ -	\$ 466	\$ 30	\$ 794
Accrued liabilities . . . . .	-	786	134	3,386
Due to other funds . . . . .	-	12,635	174	13,020
Retained percentages payable . . . . .	-	123	-	125
Unearned revenue . . . . .	-	25	-	25
<b>Total liabilities</b> . . . . .	<b>-</b>	<b>14,035</b>	<b>338</b>	<b>17,350</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Unavailable revenue – community development loans . . . . .	-	-	29,353	29,353
<b>FUND BALANCES:</b>				
Restricted for:				
E-911 system costs . . . . .	-	-	-	1,120
Debt service . . . . .	-	-	-	-
Capital expenditures . . . . .	-	-	-	-
Assigned:				
Other purposes . . . . .	217	-	-	52,305
<b>Total fund balances</b> . . . . .	<b>217</b>	<b>-</b>	<b>-</b>	<b>53,425</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b> . . . . .	<b>\$ 217</b>	<b>\$ 14,035</b>	<b>\$ 29,691</b>	<b>\$ 100,128</b>

(Continued)

# Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2013

(amounts expressed in thousands)

## Capital Projects

		Capital Projects			
		General Government Buildings, Equipment and Improvements	Highways, Roads, Bridges and Equipment	Sewers, Facilities Equipment and Improvements	Tobacco Proceeds
	Debt Service				
<b>ASSETS:</b>					
Cash and cash equivalents	\$ -	\$ 5,491	\$ -	\$ 4,331	\$ -
Investments	-	-	-	-	200
Receivables (net of allowances)					
Real property taxes, interest, penalties and liens	-	-	-	-	-
Other	-	-	-	-	-
Due from other funds	25,534	-	-	-	-
Due from other governments	605	39	2,817	525	-
Restricted cash	-	55,065	32,519	6,690	16
<b>Total assets</b>	<b>\$ 26,139</b>	<b>\$ 60,595</b>	<b>\$ 35,336</b>	<b>\$ 11,546</b>	<b>\$ 216</b>
<b>LIABILITIES:</b>					
Accounts payable	\$ -	\$ 211	\$ 423	\$ 1	\$ -
Accrued liabilities	143	45	-	12	-
Due to other funds	16,610	5,022	1,738	4,318	-
Retained percentages payable	-	252	-	525	-
Unearned revenue	-	-	306	-	-
<b>Total liabilities</b>	<b>16,753</b>	<b>5,530</b>	<b>2,467</b>	<b>4,856</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>					
Unavailable revenue – community development loans	-	-	-	-	-
<b>FUND BALANCES:</b>					
Restricted for:					
E-911 system costs	-	-	-	-	-
Debt service	9,386	-	-	-	-
Capital expenditures	-	55,065	32,869	6,690	216
Assigned:					
Other purposes	-	-	-	-	-
<b>Total fund balances</b>	<b>9,386</b>	<b>55,065</b>	<b>32,869</b>	<b>6,690</b>	<b>216</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 26,139</b>	<b>\$ 60,595</b>	<b>\$ 35,336</b>	<b>\$ 11,546</b>	<b>\$ 216</b>

*(Continued)*

## Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2013

(amounts expressed in thousands)

### Capital Projects

	Special Capital Projects	ECMCC Capital Projects	Total	Total Nonmajor Governmental Funds
<b>ASSETS:</b>				
Cash and cash equivalents . . . . .	\$ 765	\$ 6	\$ 10,593	\$ 53,623
Investments . . . . .	-	-	200	200
Receivables (net of allowances)				
Real property taxes, interest, penalties and liens . . . . .	-	-	-	643
Other . . . . .	86	-	86	30,104
Due from other funds . . . . .	-	16	16	35,485
Due from other governments . . . . .	394	-	3,775	19,932
Restricted cash . . . . .	8,456	3,204	105,950	106,900
<b>Total assets</b> . . . . .	<b>\$ 9,701</b>	<b>\$ 3,226</b>	<b>\$ 120,620</b>	<b>\$ 246,887</b>
<b>LIABILITIES:</b>				
Accounts payable . . . . .	\$ -	\$ -	\$ 635	\$ 1,429
Accrued liabilities . . . . .	-	3	60	3,589
Due to other funds . . . . .	586	18	11,682	41,312
Retained percentages payable . . . . .	659	1	1,437	1,562
Unearned revenue . . . . .	-	-	306	331
<b>Total liabilities</b> . . . . .	<b>1,245</b>	<b>22</b>	<b>14,120</b>	<b>48,223</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Unavailable revenue – community development loans . . . . .	-	-	-	29,353
<b>FUND BALANCES:</b>				
Restricted for:				
E-911 system costs . . . . .	-	-	-	1,120
Debt service . . . . .	-	-	-	9,386
Capital expenditures . . . . .	8,456	3,204	106,500	106,500
Assigned:				
Other purposes . . . . .	-	-	-	52,305
<b>Total fund balances</b> . . . . .	<b>8,456</b>	<b>3,204</b>	<b>106,500</b>	<b>169,311</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b> . . . . .	<b>\$ 9,701</b>	<b>\$ 3,226</b>	<b>\$ 120,620</b>	<b>\$ 217,534</b>

(Concluded)

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds  
For the six months ended June 30, 2013  
(amounts expressed in thousands)

### Special Revenue

	Road	Sewer	Downtown Mall	E-911
<b>REVENUES:</b>				
Real property taxes and tax items . . . . .	\$ -	\$ 36,291	\$ 1,286	\$ -
Sales and use taxes . . . . .	-	-	-	2,063
Transfer taxes . . . . .	3,851	-	-	-
Intergovernmental . . . . .	12	-	-	9
Departmental . . . . .	89	8,672	-	-
Interest . . . . .	-	50	-	-
Miscellaneous . . . . .	4	636	-	-
<b>Total revenues . . . . .</b>	<b>3,956</b>	<b>45,649</b>	<b>1,286</b>	<b>2,072</b>
<b>EXPENDITURES:</b>				
Current:				
General government support . . . . .	-	-	608	-
Public safety . . . . .	-	-	-	2,870
Health . . . . .	-	-	-	563
Transportation . . . . .	10,903	-	-	-
Economic assistance and opportunity . . . . .	-	-	-	-
Education . . . . .	-	-	-	-
Home and community service . . . . .	-	23,447	-	-
Capital outlay . . . . .	-	-	-	-
Debt service:				
Principal retirement . . . . .	-	-	-	-
Interest and fiscal charges . . . . .	-	-	-	-
<b>Total expenditures . . . . .</b>	<b>10,903</b>	<b>23,447</b>	<b>608</b>	<b>3,433</b>
<b>(Deficiency) excess of revenues over expenditures . . . . .</b>	<b>(6,947)</b>	<b>22,202</b>	<b>678</b>	<b>(1,361)</b>
<b>OTHER FINANCING SOURCES (USES) :</b>				
Issuance of general obligation debt . . . . .	-	-	-	-
Premium on bond issuance . . . . .	-	-	-	-
Issuance of refunding bonds . . . . .	-	-	-	-
Payments to refunded bond escrow . . . . .	-	-	-	-
Transfers in . . . . .	6,962	-	-	1,149
Transfers out . . . . .	(7)	(3,371)	-	-
<b>Total other financing sources (uses) . . . . .</b>	<b>6,955</b>	<b>(3,371)</b>	<b>-</b>	<b>1,149</b>
<b>Net change in fund balances . . . . .</b>	<b>8</b>	<b>18,831</b>	<b>678</b>	<b>(212)</b>
<b>Fund balances at beginning of year . . . . .</b>	<b>2,943</b>	<b>29,628</b>	<b>-</b>	<b>1,332</b>
<b>Fund balances at end of six months . . . . .</b>	<b>\$ 2,951</b>	<b>\$ 48,459</b>	<b>\$ 678</b>	<b>\$ 1,120</b>

(Continued)

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds  
For the six months ended June 30, 2013  
(amounts expressed in thousands)

### Special Revenue

	Emergency Response	Grants	Community Development	Total
<b>REVENUES:</b>				
Real property taxes and tax items . . . . .	\$ -	\$ -	\$ -	\$ 37,577
Sales and use taxes . . . . .	-	-	-	2,063
Transfer taxes . . . . .	-	-	-	3,851
Intergovernmental . . . . .	-	14,194	862	15,077
Departmental . . . . .	-	388	1,224	10,373
Interest . . . . .	-	-	-	50
Miscellaneous . . . . .	-	586	-	1,226
<b>Total revenues</b> . . . . .	<b>-</b>	<b>15,168</b>	<b>2,086</b>	<b>70,217</b>
<b>EXPENDITURES:</b>				
Current:				
General government support . . . . .	-	2,624	-	3,232
Public safety . . . . .	-	3,449	-	6,319
Health . . . . .	-	3,084	-	3,647
Transportation . . . . .	-	-	-	10,903
Economic assistance and opportunity . . . . .	-	6,924	97	7,021
Education . . . . .	-	42	-	42
Home and community service . . . . .	-	384	1,989	25,820
Capital outlay . . . . .	-	-	-	-
Debt service:				
Principal retirement . . . . .	-	-	-	-
Interest and fiscal charges . . . . .	-	-	-	-
<b>Total expenditures</b> . . . . .	<b>-</b>	<b>16,507</b>	<b>2,086</b>	<b>56,984</b>
<b>(Deficiency) excess of revenues over expenditures</b> . . . . .	<b>-</b>	<b>(1,339)</b>	<b>-</b>	<b>13,233</b>
<b>OTHER FINANCING SOURCES (USES) :</b>				
Issuance of general obligation debt . . . . .	-	-	-	-
Premium on bond issuance . . . . .	-	-	-	-
Issuance of refunding bonds . . . . .	-	-	-	-
Payments to refunded bond escrow . . . . .	-	-	-	-
Transfers in . . . . .	-	1,339	-	9,450
Transfers out . . . . .	-	-	-	(3,378)
<b>Total other financing sources (uses)</b> . . . . .	<b>-</b>	<b>1,339</b>	<b>-</b>	<b>6,072</b>
<b>Net change in fund balances</b> . . . . .	<b>-</b>	<b>-</b>	<b>-</b>	<b>19,305</b>
<b>Fund balances at beginning of year</b> . . . . .	<b>217</b>	<b>-</b>	<b>-</b>	<b>34,120</b>
<b>Fund balances at end of six months</b> . . . . .	<b>\$ 217</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 53,425</b>

(Continued)

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds  
For the six months ended June 30, 2013  
(amounts expressed in thousands)

	Capital Projects				
	Debt Service	General Government Buildings, Equipment and Improvements	Highways, Roads, Bridges and Equipment	Sewers, Facilities Equipment and Improvements	Tobacco Proceeds
<b>REVENUES:</b>					
Real property taxes and tax items . . . . .	\$ -	\$ -	\$ -	\$ -	\$ -
Sales and use taxes . . . . .	-	-	-	-	-
Transfer taxes . . . . .	-	-	-	-	-
Intergovernmental . . . . .	806	474	1	-	-
Departmental . . . . .	-	97	-	518	-
Interest . . . . .	2,390	-	-	13	-
Miscellaneous . . . . .	2,215	-	-	-	-
<b>Total revenues</b> . . . . .	<b>5,411</b>	<b>571</b>	<b>1</b>	<b>531</b>	<b>-</b>
<b>EXPENDITURES:</b>					
Current:					
General government support . . . . .	2	-	-	-	-
Public safety . . . . .	-	-	-	-	-
Health . . . . .	-	-	-	-	-
Transportation . . . . .	-	-	-	-	-
Economic assistance and opportunity . . . . .	-	-	-	-	-
Education . . . . .	-	-	-	-	-
Home and community service . . . . .	-	-	-	-	-
Capital outlay . . . . .	-	6,825	1,868	573	-
Debt service:					
Principal retirement . . . . .	28,001	-	-	-	-
Interest and fiscal charges . . . . .	10,098	-	-	-	-
<b>Total expenditures</b> . . . . .	<b>38,101</b>	<b>6,825</b>	<b>1,868</b>	<b>573</b>	<b>-</b>
<b>(Deficiency) excess of revenues over expenditures</b> . . . . .	<b>(32,690)</b>	<b>(6,254)</b>	<b>(1,867)</b>	<b>(42)</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES) :</b>					
Issuance of general obligation debt . . . . .	-	15,865	7,349	-	-
Premium on bond issuance . . . . .	4,867	2,485	1,151	-	-
Issuance of refunding bonds . . . . .	31,135	-	-	-	-
Payments to refunded bond escrow . . . . .	(35,895)	-	-	-	-
Transfers in . . . . .	36,765	39	7	1,175	-
Transfers out . . . . .	-	(3)	-	-	-
<b>Total other financing sources (uses)</b> . . . . .	<b>36,872</b>	<b>18,386</b>	<b>8,507</b>	<b>1,175</b>	<b>-</b>
<b>Net change in fund balances</b> . . . . .	<b>4,182</b>	<b>12,132</b>	<b>6,640</b>	<b>1,133</b>	<b>-</b>
<b>Fund balances at beginning of year</b> . . . . .	<b>5,204</b>	<b>42,933</b>	<b>26,229</b>	<b>5,557</b>	<b>216</b>
<b>Fund balances at end of six months</b> . . . . .	<b>\$ 9,386</b>	<b>\$ 55,065</b>	<b>\$ 32,869</b>	<b>\$ 6,690</b>	<b>\$ 216</b>

(Continued)

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds  
For the six months ended June 30, 2013  
(amounts expressed in thousands)

### Capital Projects

	Special Capital Projects	ECMCC Capital Projects	Total	Total Nonmajor Governmental Funds
<b>REVENUES:</b>				
Real property taxes and tax items . . . . .	\$ -	\$ -	\$ -	\$ 37,577
Sales and use taxes . . . . .	-	-	-	2,063
Transfer taxes . . . . .	-	-	-	3,851
Intergovernmental . . . . .	394	-	869	16,752
Departmental . . . . .	-	-	615	10,988
Interest . . . . .	-	-	13	2,453
Miscellaneous . . . . .	-	-	-	3,441
<b>Total revenues . . . . .</b>	<b>394</b>	<b>-</b>	<b>1,497</b>	<b>77,125</b>
<b>EXPENDITURES:</b>				
Current:				
General government support . . . . .	-	-	-	3,234
Public safety . . . . .	-	-	-	6,319
Health . . . . .	-	-	-	3,647
Transportation . . . . .	-	-	-	10,903
Economic assistance and opportunity . . . . .	-	-	-	7,021
Education . . . . .	-	-	-	42
Home and community service . . . . .	-	-	-	25,820
Capital outlay . . . . .	1,280	-	10,546	10,546
Debt service:				
Principal retirement . . . . .	-	-	-	28,001
Interest and fiscal charges . . . . .	-	-	-	10,098
<b>Total expenditures . . . . .</b>	<b>1,280</b>	<b>-</b>	<b>10,546</b>	<b>105,631</b>
<b>(Deficiency) excess of revenues over expenditures . . . . .</b>	<b>(886)</b>	<b>-</b>	<b>(9,049)</b>	<b>(28,506)</b>
<b>OTHER FINANCING SOURCES (USES) :</b>				
Issuance of general obligation debt . . . . .	2,421	-	25,635	25,635
Premium on bond issuance . . . . .	379	-	4,015	8,882
Issuance of refunding bonds . . . . .	-	-	-	31,135
Payments to refunded bond escrow . . . . .	-	-	-	(35,895)
Transfers in . . . . .	86	-	1,307	47,522
Transfers out . . . . .	-	-	(3)	(3,381)
<b>Total other financing sources (uses) . . . . .</b>	<b>2,886</b>	<b>-</b>	<b>30,954</b>	<b>73,898</b>
<b>Net change in fund balances . . . . .</b>	<b>2,000</b>	<b>-</b>	<b>21,905</b>	<b>45,392</b>
<b>Fund balances at beginning of year . . . . .</b>	<b>6,456</b>	<b>3,204</b>	<b>84,595</b>	<b>123,919</b>
<b>Fund balances at end of six months . . . . .</b>	<b>\$ 8,456</b>	<b>\$ 3,204</b>	<b>\$ 106,500</b>	<b>\$ 169,311</b>

(Concluded)

## **LIBRARY COMPONENT UNIT**

The financial data shown for the Buffalo and Erie County Public Library is derived from records maintained on its behalf by the County. The Library does not issue separate financial statements. The inclusion of the Library as a component unit in the County's financial statements reflects the County's financial accountability for this legally separate entity.

## Balance Sheet

Library Component Unit

June 30, 2013

(amounts expressed in thousands)

	Library
<b>ASSETS:</b>	
Cash and cash equivalents . . . . .	\$ 18,106
Receivables (net of allowances)	
Other . . . . .	110
Due from primary government . . . . .	1,749
Due from other governments . . . . .	759
<b>Total assets</b> . . . . .	<b>\$ 20,724</b>
<b>LIABILITIES:</b>	
Accounts payable . . . . .	\$ 479
Accrued liabilities . . . . .	1,156
Unearned revenue . . . . .	346
<b>Total liabilities</b> . . . . .	<b>1,981</b>
<b>FUND BALANCES:</b>	
Committed . . . . .	3,929
Assigned . . . . .	815
Unassigned . . . . .	13,999
<b>Total fund balances</b> . . . . .	<b>18,743</b>
<b>Total liabilities and fund balances</b> . . . . .	<b>\$ 20,724</b>

## Statement of Revenues, Expenditures and Changes in Fund Balance

Library Component Unit

For the six months ended June 30, 2013

(amounts expressed in thousands)

	Library
<b>REVENUES:</b>	
Real property taxes and tax items . . . . .	\$ 22,172
Intergovernmental . . . . .	984
Departmental . . . . .	280
Interest . . . . .	6
Miscellaneous . . . . .	73
<b>Total revenues . . . . .</b>	<b>23,515</b>
<b>EXPENDITURES:</b>	
Current:	
Culture and recreation . . . . .	13,647
<b>Total expenditures . . . . .</b>	<b>13,647</b>
<b>Net change in fund balances . . . . .</b>	<b>9,868</b>
<b>Fund balance at beginning of year . . . . .</b>	<b>8,875</b>
<b>Fund balances at end of six months . . . . .</b>	<b>\$ 18,743</b>

# **INVESTMENT REPORT**

## Investment Report

January 1, 2013 through June 30, 2013

In accordance with the Comptroller's Investment Guidelines, the Investment Report for the first six months of 2013 is hereby submitted. The primary objectives of the investment program, as set out in established guidelines, are as follows in order of importance:

- compliance with legal requirements
- safeguarding of principal
- ensuring sufficient liquidity
- obtaining a reasonable rate of return

Our cash management program offers the County a good return on its investments without assuming unnecessary risks. A total of 756 investments were made during the first six months, resulting in \$390,096 in total interest earnings for all funds. The weighted average yield for the first six months was .28%. For comparison, during the first six months of 2012, 714 investments were effectuated which generated \$508,130 in total interest earnings for all funds at an average weighted yield of .35%.

### SUMMARY OF INVESTMENTS PURCHASED

	Number of Investments Jan - June		Average Investment (in millions) Jan - June		Average Length of Investment (days) Jan - June	
	2013	2012	2013	2012	2013	2012
JP Morgan Chase, N.A.	741	697	43.8	43.0	5	5
First Niagara Bank	2	N/A	.2	N/A	91	N/A
Bank of America	N/A	N/A	N/A	N/A	N/A	N/A
HSBC Bank USA, N.A.	N/A	9	N/A	1.7	N/A	12
Key Bank, N.A.	N/A	N/A	N/A	N/A	N/A	N/A
Manufacturers & Traders	13	8	17.2	23.6	62	30
<b>Totals</b>	<b>756</b>	<b>714</b>				

## Investment Report

January 1, 2013 through June 30, 2013

### SUMMARY OF INTEREST EARNINGS BY FUND

	General Fund	Trust Fund	Capital Fund	Sewer Fund	Total
1 <sup>st</sup> Quarter	\$71,201	\$12,855	\$64,744	\$15,845	\$164,645
2 <sup>nd</sup> Quarter	\$88,986	\$16,443	\$86,548	\$33,474	\$225,451
Year to date	\$160,187	\$29,298	\$151,292	\$49,319	\$390,096

Please note the 2013 Adopted Budget General Fund interest earnings is \$500,000. The actual year to date earnings for the General Fund as of June 30, 2013 is \$160,187. For comparison, as of June 30, 2012, the General Fund interest earnings were \$255,451.

### SUMMARY OF WEIGHTED AVERAGE YIELD (ALL FUNDS)

Month	Weighted Average Yield	
	2013	2012
January	.30%	.41%
February	.30%	.39%
March	.30%	.38%
April	.27%	.33%
May	.26%	.29%
June	.25%	.27%
Weighted Average Jan. – Jun.	.28%	.35%

## CASH FLOW STATEMENT

As a matter of procedure, the Erie County Comptroller's Office does not report public projections regarding future cash flows or other results. However, the Comptroller's Office has prepared projected cash flow information, set forth in the following schedule, to present the projected cumulative cash flow of Erie County for the year ending December 31, 2013.

The projected financial information is subject to change based on various intervening factors, and was not produced to comply with guidelines established by the American Institute of Certified Public Accountants with respect to prospective financial information. Rather, it was prepared by the Comptroller's Office based on data provided by the Division of Budget, Management and Finance and other sources to reflect the best and currently available estimates and judgments, and presents, to the best of the Comptroller's Office's knowledge, the expected future cash flow of the County.

This information is not static or audited, and should not be relied upon as indicative of future results.

**NEITHER THE COUNTY'S INDEPENDENT AUDITORS NOR ANY OTHER INDEPENDENT ACCOUNTANTS HAVE COMPILED, EXAMINED OR PERFORMED ANY PROCEDURES WITH RESPECT TO THE PROSPECTIVE CASH FLOW INFORMATION CONTAINED HEREIN. IN ADDITION, THEY HAVE NOT EXPRESSED ANY OPINION OR ANY OTHER FORM OF ASSURANCE ON SUCH INFORMATION OR ITS ACHIEVABILITY, AND ASSUME NO RESPONSIBILITY FOR, AND DISCLAIM ANY ASSOCIATION WITH, THE PROSPECTIVE FINANCIAL INFORMATION.**

**COUNTY OF ERIE, NEW YORK**

County Of Erie

**Cash Flow Statement**

January-June Actual, July-December Projected  
2013

Description	Actual January	Actual February	Actual March	Actual April	Actual May
<b>Opening Balance</b> .....	\$ 9,780,690				
<b>RECEIPTS:</b>					
DSS .....	\$ 26,001,080	\$ 13,925,331	\$ 29,573,411	\$ 437,438	\$ 36,975,171
Sales Tax .....	52,645,091	59,017,066	51,414,485	59,382,199	52,193,591
Real Property Tax .....	13,912,498	43,736,047	204,594,077	26,039,526	6,913,108
Other .....	21,196,904	28,651,459	39,077,614	(10,528,858)	13,746,489
RAN Proceeds .....	-	-	-	-	-
EFSCA Set Aside Release .....	920,656	-	1,076,581	661,150	13,549,656
<b>Total Receipts</b> .....	<b>114,676,229</b>	<b>145,329,903</b>	<b>325,736,168</b>	<b>75,991,455</b>	<b>123,378,015</b>
<b>DISBURSEMENTS:</b>					
DSS .....	36,183,529	31,651,826	54,200,879	35,179,516	33,107,991
Payroll .....	28,163,531	24,676,192	34,498,275	23,656,403	25,079,420
Vendor .....	32,180,177	41,021,318	109,229,465	59,657,801	32,810,776
Debt Service .....	2,239,020	1,138	5,172,434	6,953,690	1,050,533
RAN Set Asides .....	-	5,500,000	17,300,000	27,700,000	17,000,000
ECFSA Bond Set Asides .....	2,592,858	3,014,925	3,014,912	3,018,845	4,384,811
ECFSA Debt Service .....	920,656	-	1,076,581	661,150	13,549,656
<b>Total Disbursements</b> .....	<b>102,279,771</b>	<b>105,865,399</b>	<b>224,492,546</b>	<b>156,827,405</b>	<b>126,983,187</b>
<b>Monthly Cash Flow</b> .....	<b>\$ 12,396,458</b>	<b>\$ 39,464,504</b>	<b>\$ 101,243,622</b>	<b>\$ (80,835,950)</b>	<b>\$ (3,605,172)</b>
<b>Cumulative Cash Flow</b> .....	<b>\$ 22,177,148</b>	<b>\$ 61,641,652</b>	<b>\$ 162,885,274</b>	<b>\$ 82,049,324</b>	<b>\$ 78,444,152</b>

*(Continued)*

**COUNTY OF ERIE, NEW YORK**

County Of Erie

**Cash Flow Statement**

January-June Actual, July-December Projected  
2013

Description	Actual June	Projected July	Projected August	Projected September	Projected October
<b>Opening Balance</b> .....					
<b>RECEIPTS:</b>					
DSS .....	\$ 14,912,154	\$ 13,902,290	\$ 37,796,425	\$ 14,551,559	\$ 27,193,219
Sales Tax .....	72,012,542	51,407,591	55,365,666	55,829,130	71,291,651
Real Property Tax .....	5,012,727	3,735,925	3,961,233	3,225,777	3,654,523
Other .....	26,030,827	19,305,044	18,020,717	15,082,749	15,475,405
RAN Proceeds .....	-	-	-	130,000,000	-
EFSCA Set Aside Release .....	351,375	9,248,664	-	1,413,760	656,075
<b>Total Receipts</b> .....	<b>118,319,625</b>	<b>97,599,514</b>	<b>115,144,041</b>	<b>220,102,975</b>	<b>118,270,873</b>
<b>DISBURSEMENTS:</b>					
DSS .....	31,117,193	42,590,087	35,652,956	43,992,487	36,180,827
Payroll .....	26,508,599	27,627,694	37,546,987	27,870,786	27,122,301
Vendor .....	78,471,241	34,852,495	30,563,935	74,646,406	41,324,675
Debt Service .....	5,958,752	503,587	227,636	273,167	992,151
RAN Set Asides .....	7,500,000	-	-	-	-
ECFSA Bond Set Asides .....	3,219,133	3,151,634	3,160,874	3,160,874	3,160,874
ECFSA Debt Service .....	351,375	9,248,664	-	1,413,760	656,075
<b>Total Disbursements</b> .....	<b>153,126,293</b>	<b>117,974,161</b>	<b>107,152,388</b>	<b>151,357,480</b>	<b>109,436,903</b>
<b>Monthly Cash Flow</b> .....	<b>\$ (34,806,668)</b>	<b>\$ (20,374,647)</b>	<b>\$ 7,991,653</b>	<b>\$ 68,745,495</b>	<b>\$ 8,833,970</b>
<b>Cumulative Cash Flow</b> .....	<b>\$ 43,637,484</b>	<b>\$ 23,262,837</b>	<b>\$ 31,254,490</b>	<b>\$ 99,999,985</b>	<b>\$ 108,833,955</b>

*(Continued)*

County Of Erie

## Cash Flow Statement

January-June Actual, July-December Projected  
2013

Description	Projected November	Projected December	TOTAL
<b>Opening Balance</b> . . . . .			
<b>RECEIPTS:</b>			
DSS . . . . .	\$ 25,208,491	\$ 3,562,394	\$ 244,038,963
Sales Tax . . . . .	54,488,929	73,753,777	708,801,718
Real Property Tax . . . . .	6,294,170	2,663,937	323,743,548
Other . . . . .	13,512,129	44,898,713	244,469,192
RAN Proceeds . . . . .	-	-	130,000,000
EFSCA Set Aside Release . . . . .	3,045,756	1,526,375	32,450,048
<b>Total Receipts</b> . . . . .	102,549,475	126,405,196	1,683,503,469
<b>DISBURSEMENTS:</b>			
DSS . . . . .	31,933,636	35,109,158	446,900,085
Payroll . . . . .	29,491,738	24,754,784	336,996,710
Vendor . . . . .	34,058,584	129,619,156	698,436,029
Debt Service . . . . .	2,161,914	6,426,092	31,960,114
RAN Set Asides . . . . .	-	-	75,000,000
ECFSA Bond Set Asides . . . . .	3,161,269	5,018,291	40,059,300
ECFSA Debt Service . . . . .	3,045,756	1,526,375	32,450,048
<b>Total Disbursements</b> . . . . .	103,852,897	202,453,856	1,661,802,286
<b>Monthly Cash Flow</b> . . . . .	\$ (1,303,422)	\$ (76,048,660)	\$ 21,701,183
<b>Cumulative Cash Flow</b> . . . . .	\$ 107,530,533	\$ 31,481,873	

*(Concluded)*

# **PROPERTY AND SALES TAX SUMMARY**

## Property Tax Collections

Six Months Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Gross Levy . . . . .	\$ 655,440,978	\$ 655,894,171
Less: Amount Retained by Towns . . . . .	(345,406,061)	(344,481,197)
Net Collectible by County . . . . .	310,034,917	311,412,974
Less: January - June Collections . . . . .	(281,307,967)	(281,374,664)
Net Outstanding at June 30 . . . . .	<u>\$ 28,726,950</u>	<u>\$ 30,038,310</u>
Percentage Collected through June 30 . . . . .	<u>90.7%</u>	<u>90.4%</u>

Source: Erie County Govern Tax Collection System.

## Sales Tax Revenue

Six Months Ended June 30, 2013 and 2012

	<b>2013 Adopted Budget <sup>(1)</sup></b>	<b>June 2013 Y-T-D Revenue <sup>(2)</sup></b>	<b>% of Budget Realized</b>	<b>2012 Adopted Budget <sup>(1)</sup></b>	<b>June 2012 Y-T-D Revenue <sup>(2)</sup></b>	<b>% of Budget Realized</b>
Sales And Use Tax . . . . .	\$ 160,687,222	\$ 76,915,473	47.9%	\$ 155,253,226	\$ 74,770,595	48.2%
1% Sales Tax - Erie County Purposes . . .	151,704,649	72,619,230	47.9%	146,556,918	70,593,251	48.2%
0.25% Sales Tax . . . . .	37,880,605	18,152,654	47.9%	36,412,330	17,597,376	48.3%
0.50% Sales Tax . . . . .	75,761,211	36,305,309	47.9%	72,824,659	35,194,752	48.3%
<b>Totals . . . . .</b>	<b>\$ 426,033,687</b>	<b>\$ 203,992,666</b>	<b>47.9%</b>	<b>\$ 411,047,133</b>	<b>\$ 198,155,974</b>	<b>48.2%</b>

Source: Erie County Comptroller's Office.

Notes:

(1) Through June 30, 2013 year to date, \$140,944,664 was recorded as both a revenue and an expenditure in the County's General Fund for sales tax shared with local municipalities. This revenue amount is excluded from the table above.

(2) Includes accrual estimate for portion to be received in August 2013.

# **DEBT SCHEDULES**

## Annual Debt Service Requirements for Long-Term General Obligation Indebtedness of the County (1)

As of June 30, 2013

Fiscal Year			
Ending	Principal	Interest	Total
December 31	Payments	Payments	Debt Service
2013 . . . . .	\$ 16,828,048.00	\$ 10,129,960.03	\$ 26,958,008.03 (1)
2014 . . . . .	46,184,506.01	19,623,662.00	65,808,168.01
2015 . . . . .	49,228,125.00	17,668,707.89	66,896,832.89
2016 . . . . .	47,951,938.00	15,503,926.05	63,455,864.05
2017 . . . . .	49,344,180.00	13,437,130.26	62,781,310.26
2018 . . . . .	44,136,423.00	11,150,779.65	55,287,202.65
2019 . . . . .	38,317,566.00	9,247,100.90	47,564,666.90
2020 . . . . .	39,024,809.00	7,460,306.77	46,485,115.77
2021 . . . . .	26,182,052.00	5,898,977.69	32,081,029.69
2022 . . . . .	27,344,295.00	4,612,730.72	31,957,025.72
2023 . . . . .	28,611,538.00	3,248,303.71	31,859,841.71
2024 . . . . .	10,858,781.00	2,246,272.27	13,105,053.27
2025 . . . . .	7,616,024.00	1,803,042.70	9,419,066.70
2026 . . . . .	5,388,267.00	1,479,213.26	6,867,480.26
2027 . . . . .	3,340,510.00	1,286,871.97	4,627,381.97
2028 . . . . .	3,422,752.00	1,142,729.15	4,565,481.15
2029 . . . . .	3,509,995.00	994,182.46	4,504,177.46
2030 . . . . .	2,642,238.00	865,962.00	3,508,200.00
2031 . . . . .	2,724,481.00	759,124.62	3,483,605.62
2032 . . . . .	2,389,336.00	650,978.20	3,040,314.20
2033 . . . . .	2,332,839.00	547,058.89	2,879,897.89
2034 . . . . .	2,227,839.00	443,638.97	2,671,477.97
2035 . . . . .	2,142,839.00	346,712.35	2,489,551.35
2036 . . . . .	1,387,839.00	248,898.35	1,636,737.35
2037 . . . . .	927,839.00	185,794.07	1,113,633.07
2038 . . . . .	947,839.00	143,373.26	1,091,212.26
2039 . . . . .	977,839.00	99,848.07	1,077,687.07
2040 . . . . .	707,839.00	55,981.31	763,820.31
2041 . . . . .	710,000.00	23,510.58	733,510.58
2042 . . . . .	165,000.00	3,521.93	168,521.93
<b>Totals</b>	<b>\$ 467,573,576.01</b>	<b>\$ 131,308,300.08</b>	<b>\$ 598,881,876.09</b>

Source: Erie County Comptroller's Office

Note:

(1) Amount is net of debt service payments of \$38,099,480.88 made from January 1, 2013 to June 30, 2013.

## Direct General Obligation Indebtedness Outstanding

As of June 30, 2013

	Amount	Totals
<b>Bonds:</b>		
Buildings and other Improvements . . . . .	\$ 128,540,684.83	
Highway Improvements . . . . .	108,383,033.49	
Court House Facilities . . . . .	50,798,354.53	
Sewer District Facilities . . . . .	76,652,115.98	
First Niagara Center . . . . .	14,610,000.00	
Computer System . . . . .	13,709,417.04	
Ralph Wilson Stadium . . . . .	22,971,346.78	
Community College . . . . .	27,764,951.69	
Convention Center . . . . .	9,068,570.98	
Buffalo Zoo . . . . .	2,598,313.00	
Prison Facilities . . . . .	12,022,875.51	
Nursing Home . . . . .	453,912.18 <sup>(1)</sup>	
<b>Total Long-Term Debt . . . . .</b>		<b>\$ 467,573,576.01 <sup>(1) (2)</sup></b>
<b>Exclusions :</b>		
Sewer District Debt . . . . .	76,652,115.98	
Budgeted Appropriations . . . . .	13,831,460.50	
<b>Total Deductions . . . . .</b>		<b>90,483,576.48</b>
<b>Net Direct Debt . . . . .</b>		<b>\$ 377,089,999.53</b>

Source: Erie County Comptroller's Office

**Notes:**

(1) Pursuant to the agreement governing the sale of the County hospital and nursing home to Erie County Medical Center Corporation, the County continues to be directly responsible for the payment of certain bonded debt for these facilities. Bonded debt, in the amount of \$92,550,000 of Erie County Medical Center Corporation for which the County has indirect responsibility as guarantor, is not included above.

(2) This schedule reflects remaining principal for bonds issued from 1993 to 2013 by the County.

## Calculation of Constitutional Debt Limit

As of June 30, 2013

For Fiscal Year Ended December 31	Equalized Full Valuation of Taxable Real Property
2008 .....	42,445,603,001.00
2009 .....	44,382,615,337.00
2010 .....	46,120,909,981.00
2011 .....	46,738,119,900.00
2012 .....	47,235,307,041.00
<b>Total five year full valuation .....</b>	<b>\$ 226,922,555,260.00</b>
<b>5 Year Average full valuation .....</b>	<b>\$ 45,384,511,052.00</b>
<b>Debt limit - 7% of average full valuation . . .</b>	<b>\$ 3,176,915,773.64</b>

Source: NYS Office of the State Comptroller - Data Management Unit

## Calculation of Total Net Indebtedness

As of June 30, 2013

Five year average full valuation ( 2008-2012) .....		<b>\$ 45,384,511,052.00</b>
Debt Limit - 7% of average full valuation .....		<b>\$ 3,176,915,773.64</b>
Outstanding Indebtedness:		
Bonds - General .....	\$ 390,921,460.03	
Bonds - Sewer .....	76,652,115.98	
Bond Guaranty - ECMCC (1) .....	92,550,000.00	
<b>Total Indebtedness</b> .....	<b>560,123,576.01</b>	
Less Exclusions:		
Sewer Exclusion .....	76,652,115.98	
Budgeted Appropriations .....	13,831,460.50	
<b>Total Exclusions</b> .....	<b>90,483,576.48</b>	
<b>Total Net Indebtedness</b> .....		<b>469,639,999.53</b>
<b>Net Debt Contracting Margin</b> .....		<b>\$ 2,707,275,774.11</b>
<b>Percentage of Debt Contracting Power Exhausted</b> .....		<b>14.78%</b>

*Sources:*

*Property Value - NYS Office of the State Comptroller - Data Management Unit.  
Indebtedness and exclusions - Erie County Comptroller's Office.*

*Note:*

*(1) Erie County Medical Center Corporation*

**MISCELLANEOUS FINANCIAL DATA**

## Property Tax Collection History

Last Ten Fiscal Years

Fiscal Year	County	All Other	Total Property	Collected within the	
	Property Taxes	Property Taxes	Taxes Levied	Fiscal Year of the Levy	
	Levied (1)	Levied (2)	for the	Amount	Percentage
			Fiscal Year		of Levy
2003 . . . . .	\$ 152,529,551	\$ 294,505,821	\$ 447,035,372	\$ 446,461,743	99.87%
2004 . . . . .	152,529,551	311,903,684	464,433,235	463,669,059	99.84%
2005 . . . . .	157,641,299	335,876,407	493,517,706	492,180,009	99.73%
2006 . . . . .	188,094,445	352,486,078	540,580,523	528,350,674	97.74%
2007 . . . . .	200,031,205	369,188,266	569,219,471	555,858,355	97.65%
2008 . . . . .	211,837,793	378,978,530	590,816,323	575,132,293	97.35%
2009 . . . . .	223,306,326	388,893,461	612,199,787	595,839,865	97.33%
2010 . . . . .	232,413,974	405,958,043	638,372,017	622,129,950	97.46%
2011 . . . . .	235,182,208	413,059,474	648,241,682	628,996,639	97.03%
2012 . . . . .	237,692,831	418,201,340	655,894,171	636,198,405	97.00%

**Sources:**

*Erie County Department of Real Property Tax Services*  
*Erie County Govern Tax Collection System*

**Notes:**

(1) *Totals shown exclude amounts levied in accordance with State law to recover election expenditures from the municipalities that were incurred by the County.*

(2) *Totals shown are primarily comprised of taxes levied for the benefit of County towns, re-levy of uncollected school and village taxes, and sewer district taxes and user charges.*

## Short-Term Borrowing History (1)

1995 - 2013

Year	Amount	Type	Issue Date	Maturity Date
1995	\$ 80,000,000	RAN (2)	09/21/95	09/20/96
1996	40,000,000	RAN	04/18/96	04/17/97
1996	40,000,000	RAN	11/20/96	11/19/97
1997	40,000,000	RAN	06/26/97	06/25/98
1997	40,000,000	RAN	10/30/97	10/29/98
1998	60,000,000	RAN	10/14/98	10/13/99
1999	-	N/A	N/A	N/A
2000	-	N/A	N/A	N/A
2001	-	N/A	N/A	N/A
2002	43,000,000	RAN	09/18/02	09/17/03
2003	90,000,000	RAN	06/24/03	06/23/04
2004	82,500,000	RAN	07/14/04	07/13/05
2005	80,000,000	RAN	03/11/05	03/10/06
2005	80,000,000	RAN	07/14/05	07/13/06
2006	110,000,000	RAN	06/13/06	06/13/07
2007	75,000,000	RAN	06/27/07	06/27/08
2008	75,000,000	RAN	09/30/08	06/30/09
2009	103,534,867	BAN (3)	05/20/09	05/18/10
2009	65,000,000	RAN	10/27/09	06/30/10
2010	45,000,000	RAN	08/12/10	06/30/11
2010	20,000,000	RAN	12/14/10	04/14/11
2011	88,000,000	RAN	10/06/11	06/29/12
2012	75,000,000	RAN	10/11/12	06/28/13

Source: Erie County Comptroller's Office

**Notes:**

(1) Excludes all Bond Anticipation Notes ("BANs") issued by the Environmental Facilities Corporation.

(2) Revenue Anticipation Notes ("RANs") may be issued in any fiscal year in anticipation of the collection or receipt of taxes (other than real property taxes) and certain other types of revenue which are due and payable in such fiscal year and moneys to be received from the State or Federal government which are due in such fiscal year. Pursuant to State law, such notes must mature within one year after the date of issuance, and may be renewed from time to time for periods of up to one year; however, the maturity of such notes, including renewals, may not extend beyond the end of the second fiscal year following the fiscal year in which such notes were originally issued.

The issuance of RANs has been necessitated, in part, by the State's practice of requiring local governments to pay 100% of the expenditures for various programs in advance, and then providing subsequent, often delayed reimbursement for the non-local share.

(3) BANs may be issued in anticipation of bond proceeds to be received at a later date. On May 17, 2010, the BANs were paid by the issuance of long-term general obligation bonds by the ECFSA pursuant to an agreement entered into by the parties.

## Outstanding Long-Term Direct Indebtedness (1)

Last Ten Fiscal Years

As of December 31

Fiscal Year	Amount (2)
2003 .....	327,032,146
2004 .....	384,124,771
2005 .....	446,656,115
2006 .....	460,910,906
2007 .....	423,582,245
2008 .....	379,245,466
2009 .....	336,954,031
2010 .....	448,722,294 (3)
2011 .....	416,691,804 (3)
2012 .....	392,619,957 (3)

Source:

*Erie County Basic Financial Statements – 2003-2012 (Audited)*

Notes:

(1) Excludes all sewer debt payable from special assessments.

(2) Excludes ECMCC bond guaranty of \$101,375,000 for 2004-2008, \$99,305,000 for 2009, \$97,150,000 for 2010, \$94,900,000 for 2011 and \$92,550,000 for 2012.

(3) Excludes ECFSA Bonds and includes Erie County Mirror Bonds.

## Valuations, Tax Levies and Rates

Last Five Fiscal Years

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Assessed Valuation . . . . .	\$ 35,760,391,331	\$ 35,707,718,703	\$ 35,467,308,165	\$ 34,851,607,714	\$ 33,402,435,778
Equalized Full Valuation . . . .	47,138,287,222	47,235,307,049	46,738,119,997	46,120,909,987	44,382,615,356
Levied for County Purposes <sup>(1)</sup> . . . . .	237,270,828	237,692,831	235,182,208	232,413,974	223,306,326
Rates for \$1,000 of Equalized Full Valuation . . . . .	\$5.03	\$5.03	\$5.03	\$5.04	\$5.03

*Source:*  
*Division of Real Property Tax Annual Reports.*

*Note:*  
*(1) Includes County and Library property taxes.*

## Computation of Constitutional Taxing Power for 2013

Tax Year	Full Valuation
2009 .....	\$ 44,382,615,337
2010 .....	46,120,909,981
2011 .....	46,738,119,900
2012 .....	47,235,307,041
2013 .....	47,138,287,222
Total .....	\$ 231,615,239,481
Five-Year Average Full Valuation .....	\$ 46,323,047,896
Tax Limit (1.5%) (1) .....	694,845,718
Total Exclusions .....	63,094,762
Total Taxing Power .....	757,940,480
Total Levy for 2013 (2) .....	248,208,954
Tax Margin (1) .....	\$ 509,731,526

*Source: Data excerpted from the County's Constitutional Tax Limit Report, which is filed with the New York State Comptroller.*

*Notes:*

*(1) New York State Constitutional Tax Limit equals 1.5% of Five-Year Average Full Valuation. By Amendment to the County Charter, the County has limited its annual property tax levy to one per centum (1.0%) of the five year average of full valuation. The County's 2013 total taxing power under this local law is \$526,325,241 leaving a tax margin of \$278,116,287.*

*(2) Includes County and Library property taxes, taxes for election expenses and Community College chargebacks.*