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

July 31, 2014

The Honorable  
Erie County Legislature  
92 Franklin Street – 4<sup>th</sup> Floor  
Buffalo, New York 14202

Hon. Mark C. Poloncarz  
Erie County Executive  
95 Franklin Street – 16<sup>th</sup> Floor  
Buffalo, New York 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, 2014 (i.e., "Second Quarter 2014"). 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 2014 Adopted Budget amount of \$434,438,173 is predicated on a 3.42% increase in sales tax revenue above the County's 2013 actual sales tax revenue.

The sales tax revenue amount for the County's Second Quarter 2014 was \$209,891,829 compared to \$203,992,666 for the Second Quarter of 2013. During the first six months of 2014, the County experienced a \$5,899,163 (2.89%) increase in sales tax revenue, compared to the first six months of 2013. This reflects the Division of Budget and Management's accrual of June sales tax. As you are well aware, sales tax revenues are

the largest revenue source for Erie County. Wall Street ratings agencies and I have issued numerous warnings on Erie County's risky reliance on volatile sales tax revenue.

This office will continue to monitor this account, the largest revenue in the budget at \$434,438,173, closely throughout the year and will periodically report its activity to you.

## **Real Property Taxes**

Through the six-month period ended June 30, 2014, the County received 90.8% of the \$316,162,359 that was levied and is collectible for County purposes, which is 0.1% higher than the percentage collected as of June 30, 2013. Taxes remaining to be collected are at \$29,227,166 compared to \$28,726,950 at June 30, 2013 (1.7% increase).

## **2014 Borrowing – Capital and Short Term (RAN)**

On March 20, 2014 the County Legislature approved the County Executive's 2014 Consolidated Bond Resolution for capital projects amounting to approximately \$38.0 million, of which approximately \$28.9 million was approved to be bonded. On July 24, 2014 the Erie County Legislature approved the 2014 Revenue Anticipation Note ("RAN") resolution authorizing up to \$110,000,000 to be borrowed to cover the County's short term cash flow needs.

The Consolidated Bond Resolution is a fairly fixed cost, as your honorable body selects and approves individual projects. However, the final dollar amount for the RAN, 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.

## **Going to Market**

To date, the County Executive has not issued a Declaration of Need, which would allow the County to utilize the Erie County Fiscal Stability Authority's ("ECFSA") superior credit rating. After consultation with our financial advisors who assisted in the review of the responses to the recent RFP for underwriting services, my office firmly believes the ECFSA can save county taxpayers approximately \$1 million if they conduct the borrowing on our behalf, as they have done many times in the past.

Part of the process of borrowing on our own will require the county to work with credit agencies to determine our credit worthiness before we enter the market. Knowing that two weeks ago Fitch Ratings chose to not issue us an upgrade, I feel strongly that they will not change their mind, and see it as unlikely that S&P or Moody's will upgrade us four to five investment grades to be at par with the ECFSA, and it is certainly unlikely we will receive an upgrade that will allow our credit rating to surpass that of the ECFSA. It is my opinion that the authority granted to the ECFSA through their enabling legislation allowing them to intercept sales tax revenue will always give them an advantage in terms of credit worthiness. I implore the County Executive to come to that same realization and issue a Declaration of Need for your honorable body's approval.

In the likely event that a Declaration of Need is not issued, my office must and will complete the borrowing transactions on behalf of the county. It is expected that the County will close on the borrowing transactions early in the third quarter.

## **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 Erie County Medical Center Corporation, 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 2014. The next quarterly financial report will be issued in October 2014 for the Third Quarter 2014.

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

Sincerely yours,

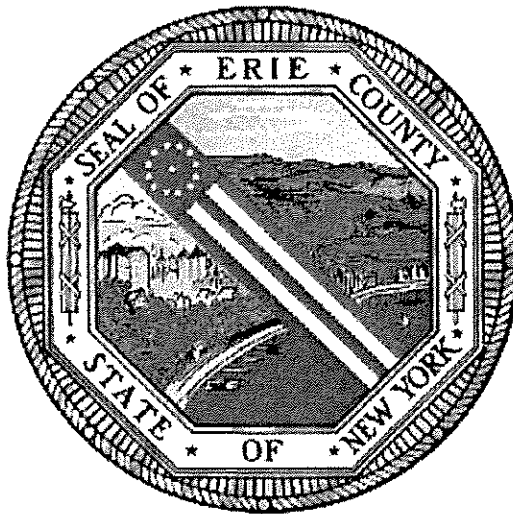
A handwritten signature in blue ink, appearing to read 'Stefan I. Mychajliw', followed by a long horizontal line.

STEFAN I. MYCHAJLIW  
Erie County Comptroller

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, 2014**



**Erie County Comptroller's Office**

**STEFAN I. MYCHAJLIW**

**Erie County Comptroller**

**JULY 31, 2014**

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**COUNTY OF ERIE, NEW YORK**

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## **FUND FINANCIAL STATEMENTS**

**COUNTY OF ERIE, NEW YORK**  
**Balance Sheet**

Governmental Funds

June 30, 2014

(amounts expressed in thousands)

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS:</b>			
Cash and cash equivalents . . . . .	\$ 23,951	61,946	\$ 85,897
Investments . . . . .	-	200	200
Receivables (net of allowances)			
Real property taxes, interest, penalties and liens . . . . .	83,694	599	84,293
Other . . . . .	8,898	29,862	38,760
Due from other funds . . . . .	40,773	42,366	83,139
Due from component unit . . . . .	11,716	-	11,716
Due from other governments . . . . .	208,648	17,127	225,775
Prepaid items . . . . .	314	-	314
Restricted cash . . . . .	138	86,183	86,321
<b>Total assets . . . . .</b>	<b>\$ 378,132</b>	<b>\$ 238,283</b>	<b>\$ 616,415</b>
<b>LIABILITIES:</b>			
Accounts payable . . . . .	\$ 4,502	\$ 6,131	\$ 10,633
Accrued liabilities . . . . .	59,186	3,617	62,803
Due to other funds . . . . .	6,696	42,805	49,501
Due to component unit . . . . .	2,088	-	2,088
Due to other governments . . . . .	7,710	706	8,416
Retained percentages payable . . . . .	-	1,080	1,080
Unearned revenue . . . . .	17,629	23	17,652
<b>Total liabilities . . . . .</b>	<b>97,811</b>	<b>54,362</b>	<b>152,173</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Unavailable revenue – property taxes . . . . .	60,372	-	60,372
Unavailable revenue – community development loans . . . . .	-	28,506	28,506
<b>Total deferred inflows of resources . . . . .</b>	<b>60,372</b>	<b>28,506</b>	<b>88,878</b>
<b>FUND BALANCES:</b>			
Nonspendable:			
Prepaid items . . . . .	314	-	314
Restricted for:			
Handicapped parking . . . . .	138	-	138
E-911 system costs . . . . .	-	579	579
Debt service . . . . .	-	11,555	11,555
Capital expenditures . . . . .	-	86,383	86,383
Assigned:			
Other purposes . . . . .	60,744	56,898	117,642
Unassigned . . . . .	158,753	-	158,753
<b>Total fund balances . . . . .</b>	<b>219,949</b>	<b>155,415</b>	<b>375,364</b>
<b>Total liabilities, deferred inflows of resources and fund balances . . . . .</b>	<b>\$ 378,132</b>	<b>\$ 238,283</b>	<b>\$ 616,415</b>

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

### Governmental Funds

For the six months ended June 30, 2014

(amounts expressed in thousands)

	General	Other Governmental Funds	Total Governmental Funds
<b>REVENUES:</b>			
Real property taxes and tax items . . . . .	\$ 226,462	\$ 38,740	\$ 265,202
Sales and use taxes . . . . .	361,651	2,091	363,742
Transfer taxes . . . . .	-	5,078	5,078
Intergovernmental . . . . .	157,564	18,994	176,558
Departmental . . . . .	35,967	11,527	47,494
Interest . . . . .	464	2,307	2,771
Miscellaneous . . . . .	12,824	3,281	16,105
<b>Total revenues . . . . .</b>	<b>794,932</b>	<b>82,018</b>	<b>876,950</b>
<b>EXPENDITURES:</b>			
Current:			
General government support . . . . .	194,654	3,103	197,757
Public safety . . . . .	64,931	5,882	70,813
Health . . . . .	27,921	3,848	31,769
Transportation . . . . .	11,174	11,607	22,781
Economic assistance and opportunity . . . . .	302,178	6,696	308,874
Culture and recreation . . . . .	7,107	-	7,107
Education . . . . .	28,844	42	28,886
Home and community service . . . . .	1,071	23,548	24,619
Capital outlay . . . . .	-	37,163	37,163
Debt service:			
Principal retirement . . . . .	-	30,368	30,368
Interest and fiscal charges . . . . .	1,015	12,150	13,165
<b>Total expenditures . . . . .</b>	<b>638,895</b>	<b>134,407</b>	<b>773,302</b>
<b>Excess (deficiency) of revenues over expenditures . . . . .</b>	<b>156,037</b>	<b>(52,389)</b>	<b>103,648</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
Sale of property . . . . .	140	-	140
Transfers in . . . . .	3,912	48,824	52,736
Transfers out . . . . .	(60,508)	(7,858)	(68,366)
<b>Total other financing sources (uses) . . . . .</b>	<b>(56,456)</b>	<b>40,966</b>	<b>(15,490)</b>
<b>Net change in fund balances . . . . .</b>	<b>99,581</b>	<b>(11,423)</b>	<b>88,158</b>
<b>Fund balances at beginning of year . . . . .</b>	<b>120,368</b>	<b>166,838</b>	<b>287,206</b>
<b>Fund balances at end of six months . . . . .</b>	<b>\$ 219,949</b>	<b>\$ 155,415</b>	<b>\$ 375,364</b>



## Statement of Net Position

Proprietary Fund

June 30, 2014

(amounts expressed in thousands)

	Business - Type Activity Enterprise Fund <u>Utilities Aggregation Fund</u>
<b>ASSETS:</b>	
<b>Current Assets:</b>	
Cash .....	\$ -
Other receivable .....	200
Due from other funds .....	173
Due from other governments .....	<u>4,213</u>
<b>Total current assets</b> .....	<u>4,586</u>
<b>Total assets</b> .....	<u>4,586</u>
<b>LIABILITIES</b>	
<b>Current Liabilities:</b>	
Accounts payable .....	2
Accrued liabilities .....	272
Due to other funds .....	799
Due to other governments .....	<u>173</u>
<b>Total current liabilities</b> .....	<u>1,246</u>
<b>Total liabilities</b> .....	<u>1,246</u>
<b>NET POSITION:</b>	
Unrestricted .....	<u>3,340</u>
<b>Total net position</b> .....	<u>\$ 3,340</u>

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

### Proprietary Fund

For the six months ended June 30, 2014

(amounts expressed in thousands)

	Business - Type Activity Enterprise Fund Utilities Aggregation Fund
<b>OPERATING REVENUES:</b>	
Interfund revenues .....	\$ 5,139
Other operating revenue .....	<u>13,783</u>
Total operating revenue .....	<u>18,922</u>
<b>OPERATING EXPENSES:</b>	
Employee wages .....	34
Employee benefits .....	21
Utilities and telephone .....	<u>17,476</u>
Total operating expenses .....	<u>17,531</u>
Change in net position .....	1,391
Total net position - beginning .....	<u>1,949</u>
Total net position at end of six months. ....	<u><u>\$ 3,340</u></u>

## Statement of Fiduciary Net Position

Fiduciary Fund

June 30, 2014

(amounts expressed in thousands)

	Agency Fund
<b>ASSETS:</b>	
Cash and cash equivalents .....	\$ 31,067
Other .....	112
Bonds and securities held in custody .....	28
<b>Total assets .....</b>	<b>\$ 31,207</b>
<b>LIABILITIES:</b>	
Held in custody for others .....	31,207
<b>Total liabilities .....</b>	<b>\$ 31,207</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 2014.
- **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, 2014

(amounts expressed in thousands)

#### Special Revenue

	Road	Sewer	Downtown Mall	E-911
<b>ASSETS:</b>				
Cash and cash equivalents .....	\$ 3,555	\$ 48,263	\$ 56	\$ 373
Investments .....	-	-	-	-
Receivables (net of allowances)				
Real property taxes, interest,				
penalties and liens .....	-	-	599	-
Other .....	-	5	-	590
Due from other funds .....	-	10,050	-	-
Due from other governments .....	910	174	-	4
Restricted cash .....	-	-	-	-
<b>Total assets</b> .....	<b>\$ 4,465</b>	<b>\$ 58,492</b>	<b>\$ 655</b>	<b>\$ 967</b>
<b>LIABILITIES:</b>				
Accounts payable .....	\$ 152	\$ 4,750	\$ -	\$ -
Accrued liabilities .....	798	1,192	30	388
Due to other funds .....	-	-	4	-
Due to other governments .....	-	-	-	-
Retained percentages payable .....	-	5	-	-
Unearned revenue .....	-	-	-	-
<b>Total liabilities</b> .....	<b>950</b>	<b>5,947</b>	<b>34</b>	<b>388</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Unavailable revenue – community				
development loans .....	-	-	-	-
<b>FUND BALANCES:</b>				
Restricted for:				
E-911 system costs .....	-	-	-	579
Debt service .....	-	-	-	-
Capital expenditures .....	-	-	-	-
Assigned:				
Other purposes .....	3,515	52,545	621	-
<b>Total fund balances</b> .....	<b>3,515</b>	<b>52,545</b>	<b>621</b>	<b>579</b>
<b>Total liabilities, deferred inflows of</b>				
<b>resources and fund balances</b> .....	<b>\$ 4,465</b>	<b>\$ 58,492</b>	<b>\$ 655</b>	<b>\$ 967</b>

(Continued)

## Combining Balance Sheet

### Nonmajor Governmental Funds

June 30, 2014

(amounts expressed in thousands)

#### Special Revenue

	Emergency Response	Grants	Community Development	Total
<b>ASSETS:</b>				
Cash and cash equivalents .....	\$ -	\$ -	\$ -	\$ 52,247
Investments .....	-	-	-	-
Receivables (net of allowances)				
Real property taxes, interest, penalties and liens .....	-	-	-	599
Other .....	-	37	29,230	29,862
Due from other funds .....	706	-	-	10,756
Due from other governments .....	217	13,523	6	14,834
Restricted cash .....	-	-	-	-
<b>Total assets .....</b>	<b>\$ 923</b>	<b>\$ 13,560</b>	<b>\$ 29,236</b>	<b>\$ 108,298</b>
<b>LIABILITIES:</b>				
Accounts payable .....	\$ -	\$ 258	\$ -	\$ 5,160
Accrued liabilities .....	-	1,018	45	3,471
Due to other funds .....	-	12,257	685	12,946
Due to other governments .....	706	-	-	706
Retained percentages payable .....	-	25	-	30
Unearned revenue .....	-	2	-	2
<b>Total liabilities .....</b>	<b>706</b>	<b>13,560</b>	<b>730</b>	<b>22,315</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Unavailable revenue – community development loans .....	-	-	28,506	28,506
<b>FUND BALANCES:</b>				
Restricted for:				
E-911 system costs .....	-	-	-	579
Debt service .....	-	-	-	-
Capital expenditures .....	-	-	-	-
Assigned:				
Other purposes .....	217	-	-	56,898
<b>Total fund balances .....</b>	<b>217</b>	<b>-</b>	<b>-</b>	<b>57,477</b>
<b>Total liabilities, deferred inflows of resources and fund balances .....</b>	<b>\$ 923</b>	<b>\$ 13,560</b>	<b>\$ 29,236</b>	<b>\$ 108,298</b>

(Continued)



## Combining Balance Sheet

### Nonmajor Governmental Funds

June 30, 2014

(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>ASSETS:</b>					
Cash and cash equivalents .....	\$ -	\$ 2,824	\$ 1,992	\$ 4,498	\$ -
Investments .....	-	-	-	-	200
Receivables (net of allowances)					
Real property taxes, interest, penalties and liens .....	-	-	-	-	-
Other .....	-	-	-	-	-
Due from other funds .....	30,249	-	929	-	-
Due from other governments .....	510	114	1,482	131	-
Restricted cash .....	-	45,133	19,906	8,365	15
<b>Total assets .....</b>	<b>\$ 30,759</b>	<b>\$ 48,071</b>	<b>\$ 24,309</b>	<b>\$ 12,994</b>	<b>\$ 215</b>
<b>LIABILITIES:</b>					
Accounts payable .....	\$ -	\$ 241	\$ 711	\$ -	\$ -
Accrued liabilities .....	127	19	-	-	-
Due to other funds .....	19,077	2,125	3,669	4,232	-
Due to other governments .....	-	-	-	-	-
Retained percentages payable .....	-	553	2	397	-
Unearned revenue .....	-	-	21	-	-
<b>Total liabilities .....</b>	<b>19,204</b>	<b>2,938</b>	<b>4,403</b>	<b>4,629</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 .....	11,555	-	-	-	-
Capital expenditures .....	-	45,133	19,906	8,365	215
Assigned:					
Other purposes .....	-	-	-	-	-
<b>Total fund balances .....</b>	<b>11,555</b>	<b>45,133</b>	<b>19,906</b>	<b>8,365</b>	<b>215</b>
<b>Total liabilities, deferred inflows of resources and fund balances .....</b>	<b>\$ 30,759</b>	<b>\$ 48,071</b>	<b>\$ 24,309</b>	<b>\$ 12,994</b>	<b>\$ 215</b>

(Continued)

## Combining Balance Sheet

### Nonmajor Governmental Funds

June 30, 2014

(amounts expressed in thousands)

	<b>Capital Projects</b>			
	<b>Special Capital Projects</b>	<b>ECMCC Capital Projects</b>	<b>Total</b>	<b>Total Nonmajor Governmental Funds</b>
<b>ASSETS:</b>				
Cash and cash equivalents . . . . .	\$ 385	\$ -	\$ 9,699	\$ 61,946
Investments . . . . .	-	-	200	200
Receivables (net of allowances)				
Real property taxes, interest, penalties and liens . . . . .	-	-	-	599
Other . . . . .	-	-	-	29,862
Due from other funds . . . . .	432	-	1,361	42,366
Due from other governments . . . . .	56	-	1,783	17,127
Restricted cash . . . . .	12,760	4	86,183	86,183
<b>Total assets . . . . .</b>	<b>\$ 13,633</b>	<b>\$ 4</b>	<b>\$ 99,226</b>	<b>\$ 238,283</b>
<b>LIABILITIES:</b>				
Accounts payable . . . . .	\$ 19	\$ -	\$ 971	\$ 6,131
Accrued liabilities . . . . .	-	-	19	3,617
Due to other funds . . . . .	756	-	10,782	42,805
Due to other governments . . . . .	-	-	-	706
Retained percentages payable . . . . .	98	-	1,050	1,080
Unearned revenue . . . . .	-	-	21	23
<b>Total liabilities . . . . .</b>	<b>873</b>	<b>-</b>	<b>12,843</b>	<b>54,362</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Unavailable revenue – community development loans . . . . .	-	-	-	28,506
<b>FUND BALANCES:</b>				
Restricted for:				
E-911 system costs . . . . .	-	-	-	579
Debt service . . . . .	-	-	-	11,555
Capital expenditures . . . . .	12,760	4	86,383	86,383
Assigned:				
Other purposes . . . . .	-	-	-	56,898
<b>Total fund balances . . . . .</b>	<b>12,760</b>	<b>4</b>	<b>86,383</b>	<b>155,415</b>
<b>Total liabilities, deferred inflows of resources and fund balances . . . . .</b>	<b>\$ 13,633</b>	<b>\$ 4</b>	<b>\$ 99,226</b>	<b>\$ 238,283</b>

(Concluded)

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

Nonmajor Governmental Funds  
For the six months ended June 30, 2014  
(amounts expressed in thousands)

	<b>Special Revenue</b>			
	<b>Road</b>	<b>Sewer</b>	<b>Downtown Mall</b>	<b>E-911</b>
<b>REVENUES:</b>				
Real property taxes and tax items . . . . .	\$ -	\$ 37,415	\$ 1,325	\$ -
Sales and use taxes . . . . .	-	-	-	2,091
Transfer taxes . . . . .	5,078	-	-	-
Intergovernmental . . . . .	663	-	-	8
Departmental . . . . .	63	9,138	-	-
Interest . . . . .	-	22	-	-
Miscellaneous . . . . .	1	503	-	-
<b>Total revenues . . . . .</b>	<b>5,805</b>	<b>47,078</b>	<b>1,325</b>	<b>2,099</b>
<b>EXPENDITURES:</b>				
Current:				
General government support . . . . .	-	-	704	-
Public safety . . . . .	-	-	-	2,872
Health . . . . .	-	-	-	560
Transportation . . . . .	11,607	-	-	-
Economic assistance and opportunity . . . . .	-	-	-	-
Education . . . . .	-	-	-	-
Home and community service . . . . .	-	21,415	-	-
Capital outlay . . . . .	-	-	-	-
Debt service:				
Principal retirement . . . . .	-	-	-	-
Interest and fiscal charges . . . . .	-	-	-	-
<b>Total expenditures . . . . .</b>	<b>11,607</b>	<b>21,415</b>	<b>704</b>	<b>3,432</b>
<b>(Deficiency) excess of revenues over expenditures . . . . .</b>	<b>(5,802)</b>	<b>25,663</b>	<b>621</b>	<b>(1,333)</b>
<b>OTHER FINANCING SOURCES (USES) :</b>				
Transfers in . . . . .	5,803	-	-	1,229
Transfers out . . . . .	-	(3,946)	-	-
<b>Total other financing sources (uses) . . . . .</b>	<b>5,803</b>	<b>(3,946)</b>	<b>-</b>	<b>1,229</b>
<b>Net change in fund balances . . . . .</b>	<b>1</b>	<b>21,717</b>	<b>621</b>	<b>(104)</b>
<b>Fund balances at beginning of year . . . . .</b>	<b>3,514</b>	<b>30,828</b>	<b>-</b>	<b>683</b>
<b>Fund balances at end of six months . . . . .</b>	<b>\$ 3,515</b>	<b>\$ 52,545</b>	<b>\$ 621</b>	<b>\$ 579</b>

(Continued)

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

Nonmajor Governmental Funds  
For the six months ended June 30, 2014  
(amounts expressed in thousands)

	<b>Special Revenue</b>			
	<b>Emergency Response</b>	<b>Grants</b>	<b>Community Development</b>	<b>Total</b>
<b>REVENUES:</b>				
Real property taxes and tax items . . . . .	\$ -	\$ -	\$ -	\$ 38,740
Sales and use taxes . . . . .	-	-	-	2,091
Transfer taxes . . . . .	-	-	-	5,078
Intergovernmental . . . . .	-	14,089	25	14,785
Departmental . . . . .	-	300	1,530	11,031
Interest . . . . .	-	-	-	22
Miscellaneous . . . . .	-	474	-	978
<b>Total revenues . . . . .</b>	<b>-</b>	<b>14,863</b>	<b>1,555</b>	<b>72,725</b>
<b>EXPENDITURES:</b>				
Current:				
General government support . . . . .	-	2,399	-	3,103
Public safety . . . . .	-	3,010	-	5,882
Health . . . . .	-	3,288	-	3,848
Transportation . . . . .	-	-	-	11,607
Economic assistance and opportunity . . . . .	-	6,595	101	6,696
Education . . . . .	-	42	-	42
Home and community service . . . . .	-	679	1,454	23,548
Capital outlay . . . . .	-	-	-	-
Debt service:				
Principal retirement . . . . .	-	-	-	-
Interest and fiscal charges . . . . .	-	-	-	-
<b>Total expenditures . . . . .</b>	<b>-</b>	<b>16,013</b>	<b>1,555</b>	<b>54,726</b>
<b>(Deficiency) excess of revenues over expenditures . . . . .</b>	<b>-</b>	<b>(1,150)</b>	<b>-</b>	<b>17,999</b>
<b>OTHER FINANCING SOURCES (USES) :</b>				
Transfers in . . . . .	-	1,150	-	8,182
Transfers out . . . . .	-	-	-	(3,946)
<b>Total other financing sources (uses) . . . . .</b>	<b>-</b>	<b>1,150</b>	<b>-</b>	<b>4,236</b>
<b>Net change in fund balances . . . . .</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>22,235</b>
<b>Fund balances at beginning of year . . . . .</b>	<b>217</b>	<b>-</b>	<b>-</b>	<b>35,242</b>
<b>Fund balances at end of six months . . . . .</b>	<b>\$ 217</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 57,477</b>

(Continued)

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

Nonmajor Governmental Funds

For the six months ended June 30, 2014

(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 . . . . .	681	2,294	745	53	-
Departmental . . . . .	-	80	300	116	-
Interest . . . . .	2,259	21	-	5	-
Miscellaneous . . . . .	2,299	-	-	-	-
<b>Total revenues . . . . .</b>	<b>5,239</b>	<b>2,395</b>	<b>1,045</b>	<b>174</b>	<b>-</b>
<b>EXPENDITURES:</b>					
Current:					
General government support . . . . .	-	-	-	-	-
Public safety . . . . .	-	-	-	-	-
Health . . . . .	-	-	-	-	-
Transportation . . . . .	-	-	-	-	-
Economic assistance and opportunity . . . . .	-	-	-	-	-
Education . . . . .	-	-	-	-	-
Home and community service . . . . .	-	-	-	-	-
Capital outlay . . . . .	-	31,963	4,422	382	-
Debt service:					
Principal retirement . . . . .	30,368	-	-	-	-
Interest and fiscal charges . . . . .	12,150	-	-	-	-
<b>Total expenditures . . . . .</b>	<b>42,518</b>	<b>31,963</b>	<b>4,422</b>	<b>382</b>	<b>-</b>
(Deficiency) excess of revenues over expenditures . . . . .	(37,279)	(29,568)	(3,377)	(208)	-
<b>OTHER FINANCING SOURCES (USES) :</b>					
Transfers in . . . . .	38,622	50	-	1,970	-
Transfers out . . . . .	-	(69)	(416)	-	-
<b>Total other financing sources (uses) . . . . .</b>	<b>38,622</b>	<b>(19)</b>	<b>(416)</b>	<b>1,970</b>	<b>-</b>
<b>Net change in fund balances . . . . .</b>	<b>1,343</b>	<b>(29,587)</b>	<b>(3,793)</b>	<b>1,762</b>	<b>-</b>
<b>Fund balances at beginning of year . . . . .</b>	<b>10,212</b>	<b>74,720</b>	<b>23,699</b>	<b>6,603</b>	<b>215</b>
<b>Fund balances at end of six months . . . . .</b>	<b>\$ 11,555</b>	<b>\$ 45,133</b>	<b>\$ 19,906</b>	<b>\$ 8,365</b>	<b>\$ 215</b>

(Continued)

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

Nonmajor Governmental Funds  
For the six months ended June 30, 2014  
(amounts expressed in thousands)

	Capital Projects			Total Nonmajor Governmental Funds
	Special Capital Projects	ECMCC Capital Projects	Total	
<b>REVENUES:</b>				
Real property taxes and tax items .....	\$ -	\$ -	\$ -	\$ 38,740
Sales and use taxes .....	-	-	-	2,091
Transfer taxes .....	-	-	-	5,078
Intergovernmental .....	436	-	3,528	18,994
Departmental .....	-	-	496	11,527
Interest .....	-	-	26	2,307
Miscellaneous .....	-	4	4	3,281
<b>Total revenues .....</b>	<b>436</b>	<b>4</b>	<b>4,054</b>	<b>82,018</b>
<b>EXPENDITURES:</b>				
Current:				
General government support .....	-	-	-	3,103
Public safety .....	-	-	-	5,882
Health .....	-	-	-	3,848
Transportation .....	-	-	-	11,607
Economic assistance and opportunity .....	-	-	-	6,696
Education .....	-	-	-	42
Home and community service .....	-	-	-	23,548
Capital outlay .....	396	-	37,163	37,163
Debt service:				
Principal retirement .....	-	-	-	30,368
Interest and fiscal charges .....	-	-	-	12,150
<b>Total expenditures .....</b>	<b>396</b>	<b>-</b>	<b>37,163</b>	<b>134,407</b>
<b>(Deficiency) excess of revenues over expenditures .....</b>	<b>40</b>	<b>4</b>	<b>(33,109)</b>	<b>(52,389)</b>
<b>OTHER FINANCING SOURCES (USES) :</b>				
Transfers in .....	-	-	2,020	48,824
Transfers out .....	(223)	(3,204)	(3,912)	(7,858)
<b>Total other financing sources (uses) .....</b>	<b>(223)</b>	<b>(3,204)</b>	<b>(1,892)</b>	<b>40,966</b>
<b>Net change in fund balances .....</b>	<b>(183)</b>	<b>(3,200)</b>	<b>(35,001)</b>	<b>(11,423)</b>
<b>Fund balances at beginning of year .....</b>	<b>12,943</b>	<b>3,204</b>	<b>121,384</b>	<b>166,838</b>
<b>Fund balances at end of six months .....</b>	<b>\$ 12,760</b>	<b>\$ 4</b>	<b>\$ 86,383</b>	<b>\$ 155,415</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, 2014

(amounts expressed in thousands)

	<u>Library</u>
<b>ASSETS:</b>	
Cash and cash equivalents .....	\$ 17,881
Receivables (net of allowances)	
Other .....	67
Due from primary government .....	2,088
Due from other governments .....	877
<b>Total assets .....</b>	<b><u>\$ 20,913</u></b>
<b>LIABILITIES:</b>	
Accounts payable .....	\$ 170
Accrued liabilities .....	1,319
Due to primary government .....	228
Unearned revenue .....	520
<b>Total liabilities .....</b>	<b><u>2,237</u></b>
<b>FUND BALANCES:</b>	
Committed .....	2,570
Assigned .....	1,635
Unassigned .....	14,471
<b>Total fund balances .....</b>	<b><u>18,676</u></b>
<b>Total liabilities and</b>	
<b>fund balances .....</b>	<b><u>\$ 20,913</u></b>



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

Library Component Unit

For the six months ended June 30, 2014

(amounts expressed in thousands)

	Library
<b>REVENUES:</b>	
Real property taxes and tax items .....	\$ 22,588
Intergovernmental .....	972
Departmental .....	217
Interest .....	2
Miscellaneous .....	57
<b>Total revenues .....</b>	<b>23,836</b>
<b>EXPENDITURES:</b>	
Current:	
Culture and recreation .....	13,896
<b>Total expenditures .....</b>	<b>13,896</b>
<b>Net change in fund balances .....</b>	<b>9,940</b>
<b>Fund balances at beginning of year .....</b>	<b>8,736</b>
<b>Fund balances at end of six months .....</b>	<b>\$ 18,676</b>

## **INVESTMENT REPORT**

## **Investment Report**

January 1, 2014 through June 30, 2014

In accordance with the Comptroller's Investment Guidelines, the Investment Report for the first six months of 2014 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 800 investments were made during the first six months, resulting in \$198,364 in total interest earnings for all funds. The weighted average yield for the first six months was .12%. For comparison, during the first six months of 2013, 756 investments were effectuated which generated \$390,096 in total interest earnings for all funds at an average weighted yield of .28%.

### **SUMMARY OF INVESTMENTS PURCHASED**

	Number of Investments Jan - June		Average Investment (in millions) Jan - June		Average Length of Investment (days) Jan - June	
	2014	2013	2014	2013	2014	2013
JP Morgan Chase, N.A.	783	741	31.7	43.8	5	5
First Niagara Bank	1	2	.5	.2	180	91
Bank of America	N/A	N/A	N/A	N/A	N/A	N/A
HSBC Bank USA, N.A.	N/A	N/A	N/A	N/A	N/A	N/A
Key Bank, N.A.	N/A	N/A	N/A	N/A	N/A	N/A
Manufacturers & Traders	16	13	21.7	17.2	48	62
<b>Totals</b>	<b>800</b>	<b>756</b>				

## Investment Report

January 1, 2014 through June 30, 2014

### SUMMARY OF INTEREST EARNINGS BY FUND

	General Fund	Trust Fund	Capital Fund	Sewer Fund	Total
1 <sup>st</sup> Quarter	\$49,356	\$5,144	\$46,436	\$8,792	\$109,728
2 <sup>nd</sup> Quarter	\$42,315	\$5,248	\$28,178	\$12,895	\$88,636
Year to date	\$91,671	\$10,392	\$74,614	\$21,687	\$198,364

Please note the 2014 Adopted Budget General Fund interest earnings is \$400,000. The actual year to date earnings for the General Fund as of June 30, 2014 is \$91,671. For comparison, as of June 30, 2013, the General Fund interest earnings were \$160,187.

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

Month	Weighted Average Yield	
	2014	2013
January	.15%	.30%
February	.15%	.30%
March	.15%	.30%
April	.13%	.27%
May	.10%	.26%
June	.06%	.25%
Weighted Average Jan. – Jun.	.12%	.28%

## 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, 2014.

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**

**Cash Flow Statement**

January-June Actual, July-December Projected  
2014

Description	Actual January	Actual February	Actual March	Actual April	Actual May
Opening Balance .....	\$ 40,554,603				
<b>RECEIPTS:</b>					
DSS .....	\$ 20,979,241	\$ 17,701,179	\$ 23,404,385	\$ 5,949,114	\$ 25,915,082
Sales Tax .....	51,608,253	55,621,812	48,734,705	68,922,418	54,962,158
Real Property Tax .....	9,532,727	47,766,235	210,739,049	23,615,450	5,695,788
Other .....	24,070,283	26,929,525	35,807,421	(4,059,020)	25,863,178
RAN Proceeds .....	-	-	-	-	-
EFSCA Set Aside Release .....	1,585,106	-	6,669,200	661,075	13,780,756
<b>Total Receipts .....</b>	<b>107,775,610</b>	<b>148,018,751</b>	<b>325,354,760</b>	<b>95,089,037</b>	<b>126,216,962</b>
<b>DISBURSEMENTS:</b>					
DSS .....	31,960,594	32,140,306	33,183,596	54,904,694	33,131,341
Payroll .....	38,049,326	25,023,620	24,739,134	23,536,449	26,126,554
Vendor .....	30,156,355	45,091,425	94,215,273	60,968,174	39,026,035
Debt Service .....	2,214,275	1,015	51,172	8,190,356	1,003,327
RAN Set Asides .....	-	6,218,182	30,120,873	48,228,218	16,913,455
ECFSA Bond Set Asides .....	3,871,093	4,053,509	4,581,413	4,580,097	4,580,097
ECFSA Debt Service .....	1,585,106	-	6,669,200	661,075	13,780,756
<b>Total Disbursements .....</b>	<b>107,836,749</b>	<b>112,528,057</b>	<b>193,560,661</b>	<b>201,069,063</b>	<b>134,561,565</b>
<b>Monthly Cash Flow .....</b>	<b>\$ (61,139)</b>	<b>\$ 35,490,694</b>	<b>\$ 131,794,099</b>	<b>\$ (105,980,026)</b>	<b>\$ (8,344,603)</b>
<b>Cumulative Cash Flow .....</b>	<b>\$ 40,493,464</b>	<b>\$ 75,984,158</b>	<b>\$ 207,778,257</b>	<b>\$ 101,798,231</b>	<b>\$ 93,453,628</b>

*(Continued)*

**COUNTY OF ERIE, NEW YORK**

## Cash Flow Statement

January-June Actual, July-December Projected  
2014

Description	Actual June	Projected July	Projected August	Projected September	Projected October
Opening Balance .....					
<b>RECEIPTS:</b>					
DSS .....	\$ 17,445,970	\$ 16,868,713	\$ 24,469,444	\$ 18,867,385	\$ 21,105,614
Sales Tax .....	72,330,691	55,297,855	56,950,589	56,352,161	70,642,474
Real Property Tax .....	4,903,312	5,120,392	4,502,170	4,228,301	2,955,745
Other .....	17,766,600	19,970,785	22,834,214	21,640,018	16,629,108
RAN Proceeds .....	-	-	-	110,000,000	-
EFSCA Set Aside Release .....	333,750	8,183,756	4,615,289	1,368,700	656,000
<b>Total Receipts .....</b>	<b>112,780,323</b>	<b>105,441,501</b>	<b>113,371,706</b>	<b>212,456,565</b>	<b>111,988,941</b>
<b>DISBURSEMENTS:</b>					
DSS .....	42,458,593	38,762,204	32,223,487	30,030,487	37,167,507
Payroll .....	25,339,183	26,185,561	26,185,561	26,007,508	39,278,341
Vendor .....	75,395,219	47,441,783	26,553,504	76,747,277	28,855,383
Debt Service .....	6,472,188	470,795	57,513	273,227	791,989
RAN Set Asides .....	7,959,272	-	-	-	-
ECFSA Bond Set Asides .....	4,572,147	4,436,416	4,436,416	4,436,416	4,436,416
ECFSA Debt Service .....	333,750	8,183,756	4,615,289	1,368,700	656,000
<b>Total Disbursements .....</b>	<b>162,530,352</b>	<b>125,480,515</b>	<b>94,071,770</b>	<b>138,863,615</b>	<b>111,185,636</b>
<b>Monthly Cash Flow .....</b>	<b>\$ (49,750,029)</b>	<b>\$ (20,039,014)</b>	<b>\$ 19,299,936</b>	<b>\$ 73,592,950</b>	<b>\$ 803,305</b>
<b>Cumulative Cash Flow .....</b>	<b>\$ 43,703,599</b>	<b>\$ 23,664,585</b>	<b>\$ 42,964,521</b>	<b>\$ 116,557,471</b>	<b>\$ 117,360,776</b>

*(Continued)*

## Cash Flow Statement

January-June Actual, July-December Projected  
2014

Description	Projected November	Projected December	TOTAL
Opening Balance .....			
<b>RECEIPTS:</b>			
DSS .....	\$ 14,133,355	\$ 14,671,727	\$ 221,511,209
Sales Tax .....	58,271,727	76,821,793	726,516,636
Real Property Tax .....	5,757,194	4,822,508	329,638,871
Other .....	6,483,788	21,177,237	235,113,137
RAN Proceeds .....	-	-	110,000,000
EFSCA Set Aside Release .....	2,817,856	1,548,750	42,220,238
<b>Total Receipts .....</b>	<b>87,463,920</b>	<b>119,042,015</b>	<b>1,665,000,091</b>
<b>DISBURSEMENTS:</b>			
DSS .....	29,682,820	35,688,141	431,333,770
Payroll .....	26,185,561	26,185,561	332,842,359
Vendor .....	29,609,416	127,232,036	681,291,880
Debt Service .....	2,135,935	6,455,567	28,117,359
RAN Set Asides .....	-	-	109,440,000
ECFSA Bond Set Asides .....	4,436,295	4,640,686	53,061,001
ECFSA Debt Service .....	2,817,856	1,548,750	42,220,238
<b>Total Disbursements .....</b>	<b>94,867,883</b>	<b>201,750,741</b>	<b>1,678,306,607</b>
<b>Monthly Cash Flow .....</b>	<b>\$ (7,403,963)</b>	<b>\$ (82,708,726)</b>	<b>\$ (13,306,516)</b>
<b>Cumulative Cash Flow .....</b>	<b>\$ 109,956,813</b>	<b>\$ 27,248,087</b>	

*(Concluded)*



## **PROPERTY AND SALES TAX SUMMARY**

## Property Tax Collections

Six Months Ended June 30, 2014 and 2013

	2014	2013
Gross Levy .....	\$ 661,774,027	\$ 655,440,978
Less: Amount Retained by Towns .....	(345,611,668)	(345,406,061)
Net Collectible by County .....	316,162,359	310,034,917
Less: January - June Collections .....	(286,935,193)	(281,307,967)
Net Outstanding at June 30 .....	<u>\$ 29,227,166</u>	<u>\$ 28,726,950</u>
Percentage Collected through June 30 .....	<u>90.8%</u>	<u>90.7%</u>

Source: Erie County Govern Tax Collection System.

## Sales Tax Revenue

Six Months Ended June 30, 2014 and 2013

	2014 Adopted Budget <sup>(1)</sup>	June 2014 Y-T-D Revenue <sup>(2)</sup>	% of Budget Realized	2013 Adopted Budget	June 2013 Y-T-D Revenue	% of Budget Realized
Sales And Use Tax . . . . .	\$ 163,927,022	\$ 79,183,469	48.3%	\$ 160,687,222	\$ 76,915,473	47.9%
1% Sales Tax - Erie County Purposes . . .	154,768,955	74,759,949	48.3%	151,704,649	72,619,230	47.9%
0.25% Sales Tax . . . . .	38,580,732	18,649,470	48.3%	37,880,605	18,152,654	47.9%
0.50% Sales Tax . . . . .	77,161,464	37,298,941	48.3%	75,761,211	36,305,309	47.9%
<b>Totals . . . . .</b>	<b>\$ 434,438,173</b>	<b>\$ 209,891,829</b>	<b>48.3%</b>	<b>\$ 426,033,687</b>	<b>\$ 203,992,666</b>	<b>47.9%</b>

Source: Erie County Comptroller's Office.

**Notes:**

(1) Through June 30, 2014 year to date, \$145,100,174 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 2014.

## **DEBT SCHEDULES**

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

As of June 30, 2014

Fiscal Year	Principal	Interest	Total
Ending	Payments	Payments	Debt Service
December 31			
2014 .....	18,801,667.00	11,127,439.88	29,929,106.88
2015 .....	52,218,125.00	19,295,514.13	71,513,639.13
2016 .....	51,091,938.00	16,981,232.29	68,073,170.29
2017 .....	52,639,180.00	14,757,436.50	67,396,616.50
2018 .....	47,581,423.00	12,322,029.63	59,903,452.63
2019 .....	41,932,566.00	10,246,100.88	52,178,666.88
2020 .....	42,824,809.00	8,278,556.75	51,103,365.75
2021 .....	30,167,052.00	6,527,227.71	36,694,279.71
2022 .....	31,529,295.00	5,041,730.72	36,571,025.72
2023 .....	33,006,538.00	3,468,053.73	36,474,591.73
2024 .....	10,858,781.00	2,246,272.29	13,105,053.29
2025 .....	7,616,024.00	1,803,042.70	9,419,066.70
2026 .....	5,388,267.00	1,479,213.24	6,867,480.24
2027 .....	3,340,510.00	1,286,871.99	4,627,381.99
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>\$ 456,212,689.00</b>	<b>\$ 121,372,036.65</b>	<b>\$ 577,584,725.65</b>

Source: Erie County Comptroller's Office

Note:

(1) Amount is net of debt service payments of \$40,494,350.42 made from January 1, 2014 to June 30, 2014.

## Direct General Obligation Indebtedness Outstanding

As of June 30, 2014

Bonds:		
Buildings and other Improvements . . . . .	\$ 113,749,993.78	
Highway Improvements . . . . .	95,479,181.30	
Sewer District Facilities . . . . .	73,077,689.11	
Ralph Wilson Stadium . . . . .	56,203,739.74	
Court House Facilities . . . . .	44,669,755.54	
Community College . . . . .	25,408,180.85	
First Niagara Center . . . . .	13,665,000.00	
Computer System . . . . .	11,921,663.64	
Prison Facilities . . . . .	11,037,073.65	
Convention Center . . . . .	8,105,002.21	
Buffalo Zoo . . . . .	2,441,497.00	
Hospital . . . . .	453,912.18 <sup>(1)</sup>	
Total Long-Term Debt . . . . .		\$ 456,212,689.00 <sup>(1) (2)</sup>
Gross Direct Debt . . . . .		456,212,689.00
Exclusions :		
Sewer District Debt . . . . .	73,077,689.11	
Budgeted Appropriations . . . . .	16,525,000.00	
Total Deductions . . . . .		<u>89,602,689.11</u>
Net Direct Debt . . . . .		<u><u>\$ 366,609,999.89</u></u>

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 \$90,085,000 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 1996 to 2014 by the County.

## Calculation of Constitutional Debt Limit

As of June 30, 2014

For Fiscal Year Ended December 31	Equalized Full Valuation of Taxable Real Property
2010 .....	46,120,909,981.00
2011 .....	46,738,119,990.00
2012 .....	47,235,307,041.00
2013 .....	47,138,287,212.00
2014 .....	47,996,864,239.00
Total five year full valuation .....	<u>\$ 235,229,488,463.00</u>
5 Year Average full valuation .....	<u>\$ 47,045,897,692.60</u>
Debt limit - 7% of average full valuation ...	<u>\$ 3,293,212,838.48</u>

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

## Calculation of Total Net Indebtedness

As of June 30, 2014

Five year average full valuation ( 2010-2014) .....		<u><u>\$ 47,045,897,692.60</u></u>
Debt Limit - 7% of average full valuation .....		<u><u>\$ 3,293,212,838.48</u></u>
Outstanding Indebtedness:		
Bonds - General .....	\$ 383,134,999.89	
Bonds - Sewer .....	73,077,689.11	
Bond Guaranty - ECMCC (1) .....	90,085,000.00	
<b>Total Indebtedness</b> .....	<u><u>546,297,689.00</u></u>	
Less Exclusions:		
Sewer Exclusion .....	73,077,689.11	
Budgeted Appropriations .....	16,525,000.00	
<b>Total Exclusions</b> .....	<u><u>89,602,689.11</u></u>	
<b>Total Net Indebtedness</b> .....		<u><u>456,694,999.89</u></u>
<b>Net Debt Contracting Margin</b> .....		<u><u>\$ 2,836,517,838.59</u></u>
<b>Percentage of Debt Contracting Power Exhausted</b> .....		<u><u>13.87%</u></u>

*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
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%
2013 .....	237,270,828	418,170,150	655,440,978	637,052,431	97.19%

**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 - 2014

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
2013 .....	109,440,000	RAN	08/27/13	06/30/14

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)
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)
2013 .....	412,285,000 (3)

SOURCE: Erie County Comptroller's Office

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, \$92,550,000 for 2012 and \$90,085,000 for 2013.

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

## Valuations, Tax Levies and Rates

Last Five Fiscal Years

	2014	2013	2012	2011	2010
Assessed Valuation . . . . . \$	37,038,326,362	\$ 35,760,391,331	\$ 35,707,718,703	\$ 35,467,308,165	\$ 34,851,607,714
Equalized Full Valuation . . . .	47,996,864,239	47,138,287,222	47,235,307,049	46,738,119,997	46,120,909,987
Levied for County Purposes <sup>(1)</sup> . . . . .	241,721,087	237,270,828	237,692,831	235,182,208	232,413,974
Rates for \$1,000 of Equalized Full Valuation . . . . .	\$5.04	\$5.03	\$5.03	\$5.03	\$5.04

Source:

*Division of Real Property Tax Annual Reports.*

Note:

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

## Computation of Constitutional Taxing Power for 2014

Tax Year	Full Valuation
2010 .....	\$ 46,120,909,981
2011 .....	46,738,119,990
2012 .....	47,235,307,041
2013 .....	47,138,287,212
2014 .....	47,996,864,239
Total .....	<u>\$ 235,229,488,463</u>
Five-Year Average Full Valuation .....	<u>\$ 47,045,897,693</u>
Tax Limit (1.5%) (1) .....	\$ 705,688,465
Total Exclusions .....	<u>67,140,761</u>
Total Taxing Power .....	772,829,226
Total Levy for 2014 (2) .....	<u>253,290,002</u>
Tax Margin (1) .....	<u>\$ 519,539,224</u>

*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 2014 total taxing power under this local law is \$537,599,738 leaving a tax margin of \$284,309,736*

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