

Outlook for 2009: 1st Quarter

Office of the Comptroller
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BRIDGING THE 2009 GAP
MAJOR FUNDS
(\$'s Millions)

2009 Estimated Budget Gap	(\$137.5)
Add back variance caused by an estimated 4.9% sales tax decrease from 2008	82.5
Gap excluding sales tax shortfall	(55.0)
Federal Stimulus Relief (FMAP)	45.0
Potential Opportunities (see page 2)	87.1
Available to cover sales tax shortfall after FMAP and potential opportunities	77.1
Assuming 4.4% sales tax decrease from 2008	(77.1)
	\$0.0

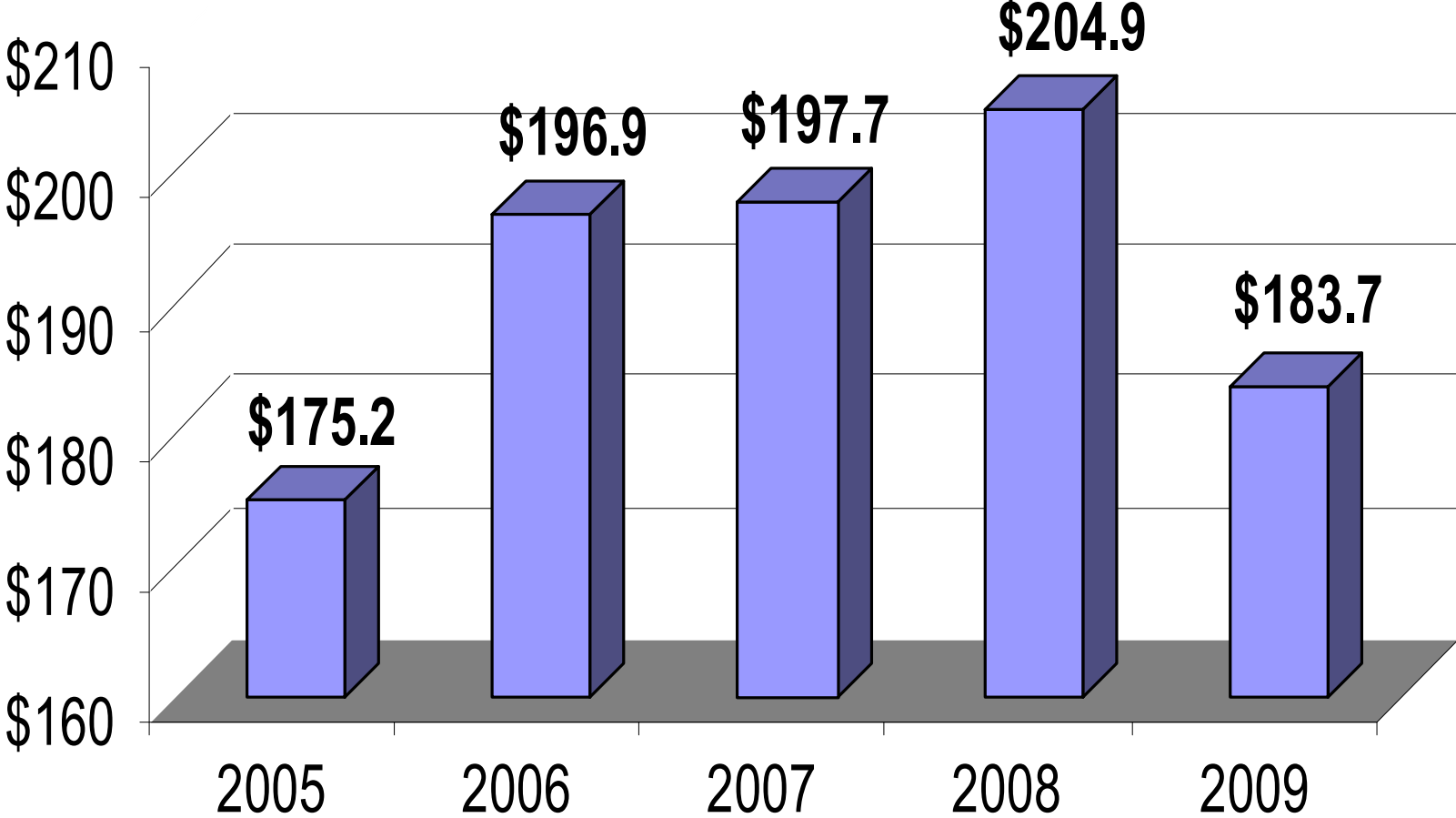
<u>Sales Tax Scenarios</u>	Variance to budgeted sales tax	Available to cover sales tax shortfall	Resulting Gap
5.0% decrease from 2008	\$ (83.5)	\$ 77.1	\$ (6.4)
6.0% decrease from 2008	(93.5)	77.1	(16.4)
7.0% decrease from 2008	(103.5)	77.1	(26.4)
8.0% decrease from 2008	(113.5)	77.1	(36.4)

MAJOR FUNDS
SUMMARY OF RISKS and POTENTIAL OPPORTUNITIES 2009
(\$'s Millions)

	<u>Budget</u>	<u>Projection</u>	<u>Variance</u>
<u>Revenues</u>			
Sales Tax (Projected at a 4.9% decrease from 2008)	\$1,036.4	\$953.9	(\$82.5)
Use of 2008 Surplus for pension expense	11.0		(11.0)
Departmental Revenue, Fines & Forfeits, Permits and Licenses	146.5	125.3	(21.2)
Rents & Recoveries	46.9	41.6	(5.3)
Investment Income	18.3	13.8	(4.5)
Federal Aid, excluding FMAP	119.3	115.0	(4.3)
State Aid - reductions	210.5	208.7	(1.8)
Revenues requiring State Legislation	19.9		(19.9)
Other	<u>1,400.0</u>	<u>1,401.1</u>	<u>1.1</u>
Total Revenue	<u>3,008.8</u>	<u>2,859.4</u>	<u>(149.4)</u>
<u>Expenses</u>			
Payroll and Fringes	1,271.4	1,271.6	(0.2)
Worker's Compensation	16.9	23.1	(6.2)
Social Service expenses	389.5	391.7	(2.2)
Interest on Debt	41.6	37.6	4.0
Contingencies	12.9		12.9
Local Government Assistance	62.4	57.4	5.0
Savings from refinancing	189.4	188.2	1.2
Other	1,024.7	1,027.3	(2.6)
Additional property tax refunds	not quantifiable	not quantifiable	not quantifiable
Total Expense	<u>3,008.8</u>	<u>2,996.9</u>	<u>11.9</u>
Estimated Budget Risk excluding Potential Opportunities and Federal Stimulus Relief	<u>0.0</u>	<u>(137.5)</u>	<u>(137.5)</u>
Federal Stimulus Relief (includes \$8.6M for 4th quarter 2008 and full year 2009 estimate)		<u>45.0</u>	<u>45.0</u>
Estimated Budget Risk excluding Potential Opportunities		<u>(92.5)</u>	<u>(92.5)</u>
<u>Potential Opportunities</u>			
Residential Energy Sales Tax		18.0	18.0
Negotiated Labor Savings		42.4	42.4
Additional Termination Pay and CSEA incentive - all unions		(50.2)	(50.2)
Bonding of additional termination pay and CSEA incentive		50.2	50.2
SHOA 10-day deferral		3.0	3.0
Ordinance Labor savings other than 10-day deferral		2.8	2.8
Bonding for budgeted Termination Pay		13.5	13.5
Use of EBF Fund for terminations in excess of budget		3.4	3.4
Red Light cameras		4.0	4.0
Use of borrowed funds for property tax refunds		not quantifiable	not quantifiable
Total Potential Opportunities		<u>87.1</u>	<u>87.1</u>
Estimated Budget Risks Including Potential Opportunities		<u>(\$5.4)</u>	<u>(\$5.4)</u>

SALES TAX RECEIPTS THROUGH APRIL 14th

(\$ in Millions)



NEGOTIATED AND POTENTIAL LABOR SAVINGS- 2009
Union and Non-Union Workforce
(\$ in Millions)

