



Fiscal Year 2017 – Preliminary Unaudited GAAP Results¹

Nassau County preliminary unaudited GAAP results for the five primary operating funds² indicate a **\$48.9 million deficit for fiscal year 2017.**

Preliminary Operating Results Overview

Preliminary operating deficit of \$48.9 million is primarily attributed to lower than expected revenues for fiscal year 2017. This overall decrease in revenue has resulted even with higher than expected sales tax revenue of \$8.9 million.

Key Primary Drivers:

- **Other Financing Sources [\$60 million]** – The County did not borrow as budgeted to fund tax certiorari liabilities, which resulted in a \$60 million reduction in other financing sources for fiscal year 2017.
- **Federal Transit Authority & Off-track Betting [\$9.3 million]** – Budgeted revenues of \$3 million from Off-track Betting and \$6.3 million in Federal Transit Authority grant funding were not received in fiscal year 2017.
- **Departmental Revenues [\$6.6 million]** – Overall departmental revenues were \$6.6 million lower than budgeted for fiscal year 2017.

Preliminary Financial Condition Overview

Fund Balance

Preliminary operating results show a negative unassigned fund balance at FYE 2017.

Tax Certiorari Liability

Preliminary operating results show a total tax certiorari liability increasing to \$560 million at FYE 2017.

Deferred Pension Liability

Preliminary operating results show deferred pension liability of \$235 million at FYE 2017.

Notes:

- ¹Preliminary unaudited operating results – The above results are as of April 15, 2018 and do not include various management and external auditor adjustments that will impact the final results. **Final audited results are expected to be released by mid 2018.**
- ² Five Primary Operating Funds – General Fund, Police Headquarters, Police District, Fire Commission Fund and Debt Service Fund.
- Financial Recognition Basis: (i) GAAP – General Accepted Accounting Principles, as prescribed by the Governmental Accounting Standards Board; (ii) Control Period Calculation - excludes certain other financing sources; (iii) Budgetary Basis – As appropriated each year, including carry over of encumbrances and other items not permitted under GAAP reporting.

