

WESTCHESTER COUNTY



FIRST QUARTER FORECAST FOR FISCAL YEAR 2015

ROBERT P. ASTORINO
COUNTY EXECUTIVE

LAWRENCE C. SOULE
BUDGET DIRECTOR

MAY 15, 2015

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Robert P. Astorino
County Executive

Lawrence C. Soule
Budget Director

May 15, 2015

Westchester County Board of Legislators
800 Michaelian Office Building
148 Martine Avenue
White Plains, NY 10601

Honorable Members:

I am pleased to present to you the First Quarter Forecast for Fiscal Year 2015. At the request of the County Executive, the format of the forecast has been revised from prior reports to be more informative and transparent. The County Executive trusts that the Board of Legislators will find this new format beneficial as we all continue to monitor the 2015 financial condition of the County and start the process for the ensuing 2016 budget.

As this report will demonstrate, fiscal challenges remain and mid-course adjustments will be necessary in order to ensure that we will remain on budget for 2015. While we are projected to be under budget on the expense side, much of the challenge is on the revenue side with sales tax collections down significantly in the first quarter versus the same period last year.

The year to date data as of March 31, 2015 is presented as required by local law 7 of 2014. However, care should be taken when interpreting these figures due to the seasonal nature of certain revenues and expenditures as well as the timing of transactions.

Respectfully submitted,

A handwritten signature in blue ink that reads "Lawrence C. Soule, III".

Lawrence C. Soule, III
Budget Director

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**FIRST QUARTER FORECAST FOR
FISCAL YEAR 2015**

ROBERT P. ASTORINO
COUNTY EXECUTIVE

MICHAEL B. KAPLOWITZ
CHAIRMAN, BOARD OF LEGISLATORS

SHEILA MARCOTTE
CHAIRWOMAN, COMMITTEE ON BUDGET AND APPROPRIATIONS

LAWRENCE C. SOULE
BUDGET DIRECTOR

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INTRODUCTION

INTRODUCTION

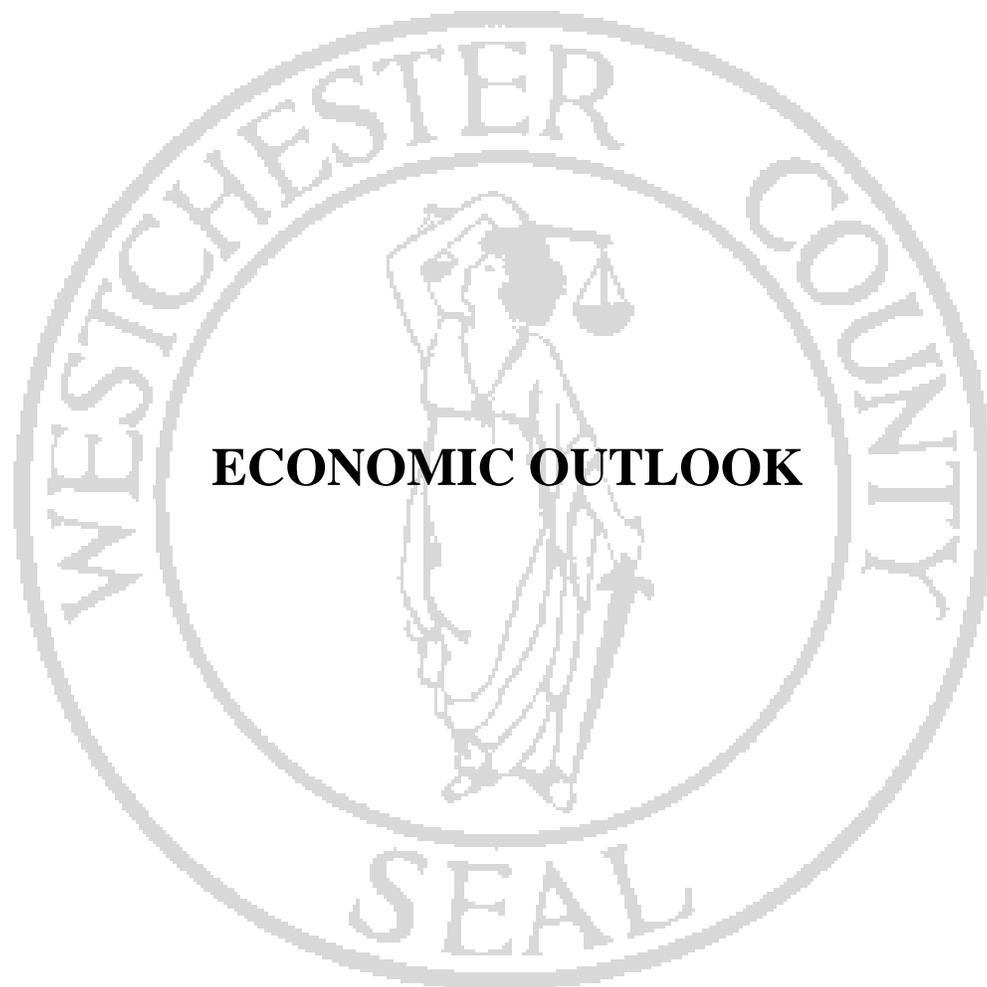
This document presents the First Quarter (Q1) Forecast for Fiscal Year 2015 (FY15). The Department of Budget (DoB) will also release a Second Quarter Forecast for Fiscal Year 2015 in August. The County operates on a calendar fiscal year, and all projections are shown fully annualized based on information currently available.

The Q1 Forecast presents five periods of data:

1. The budget as originally Adopted in December of 2014 (2015 Adopted)
2. The current budget as modified by rolled encumbrances, amendments, and transfers (2015 Modified)
3. Expenditures and revenues posted to the financial system as of March 31, 2015 (YTD Mar 31)
4. DoB's fully annualized projections (2015 Projected)
5. DoB's projections (4) less the current modified budget (2) (Proj. less Modified)

The 'YTD Mar 31' data is required to be presented by local law 7 of 2014, and is a snapshot of the transactions posted to the financial system through March 31, 2015. These figures are not audited. Readers are cautioned from drawing conclusions based on the 'YTD Mar 31' data due to the timing of transactions, and the seasonal nature of certain expenditures and revenues.

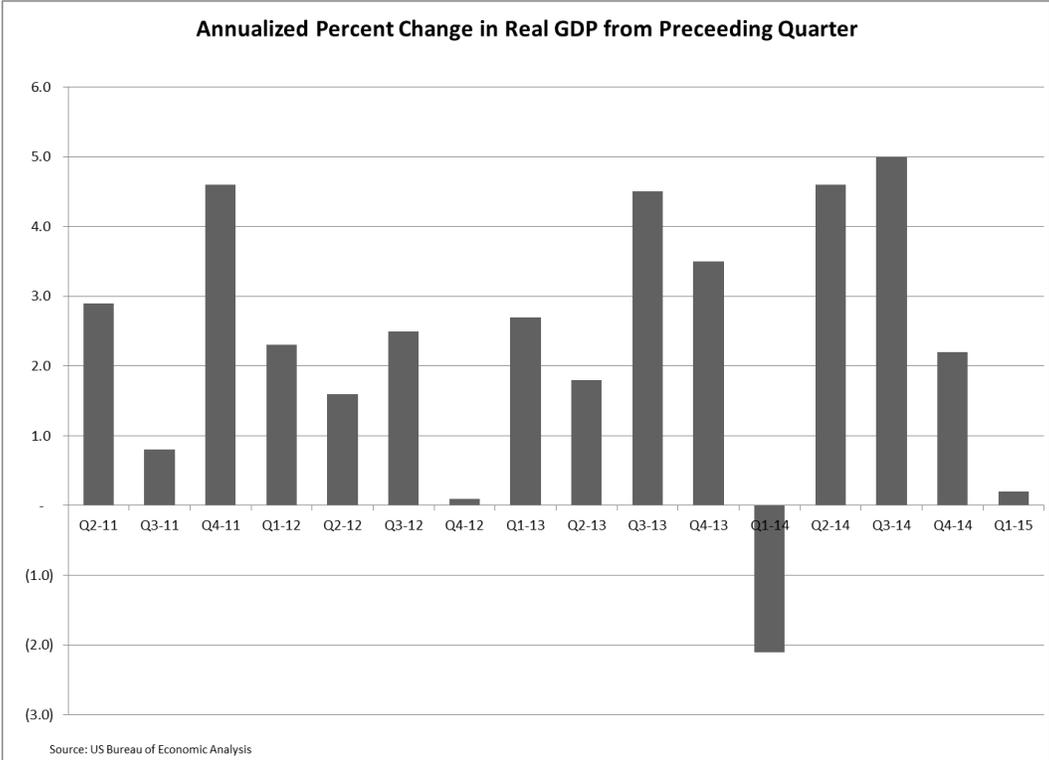
Since many factors may materially affect the fiscal and economic conditions of the County, the forecasts, projections, and estimates contained in this document should not be regarded as a representation that such forecasts, projections, and estimates will occur. Statements regarding future outcomes contained herein are based on the County's expectations and are necessarily dependent upon assumptions, estimates, and data that it believes are reasonable as of the date made but that may be incorrect, incomplete or imprecise, or not reflective of actual results. Forecasts, projections and estimates are not intended as representations of fact or guarantees of results.



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GROSS DOMESTIC PRODUCT (GDP)

As the nation has recovered from the great recession, there has been a slow, but steady growth in GDP. The U.S. economy expanded by more than two percentage points in each of the past three years after adjusting for inflation (Real GDP). Only once in the past 16 quarters has the U.S. economy contracted (2014, Q1).



During the first quarter of 2015, Real GDP grew by just 0.2% from the previous quarter on an annualized basis. Each of the three times Real GDP growth was less than 1.0% in the past 16 quarters growth in the following quarter surged and the nation continued on the path to recovery. What will happen during the remainder of year is certainly an unknown, but the Federal Reserve economic forecast released after the March Open Market Committee meeting projected 2015 annual growth in the 2.3 to 2.7 percent range. However, this was a downward revision from the 2.6 to 3.0 percent growth projected back in December of 2014.

EMPLOYMENT / UNEMPLOYMENT

The unemployment rate has fallen sharply since its height in 2010. Unemployment rates in the state, region, and county have all fallen approximately 30 percent since their height in 2010 and are at levels not seen since before the great recession (see chart, following page).

ECONOMIC OUTLOOK

AVERAGE ANNUAL UNEMPLOYMENT RATE			
YEAR	NEW YORK	HUDSON VALLEY	WESTCHESTER
2007	4.6%	3.9%	3.7%
2008	5.4%	5.0%	4.8%
2009	8.3%	7.3%	7.1%
2010	8.6%	7.6%	7.4%
2011	8.3%	7.4%	7.1%
2012	8.5%	7.6%	7.3%
2013	7.7%	6.5%	6.3%
2014	6.3%	5.3%	5.1%

Source: NYS Dept of Labor

The reduction in the unemployment rate is a positive economic indicator, but it is being impacted not only by increases in employment, but reductions in the size of the labor force as well. Since the trough in 2011, employment has grown by 2.7%, 0.6%, and 1.3% for residents of the state, region, and county, respectively, over the past three years. In the case of the State, almost all of the growth has occurred in New York City. The balance of the State had fewer residents employed in 2014 than in 2011.

AVERAGE ANNUAL EMPLOYMENT			
YEAR	NEW YORK	HUDSON VALLEY	WESTCHESTER
2007	9,088,200	1,104,500	471,400
2008	9,139,100	1,104,500	472,100
2009	8,844,500	1,063,100	453,100
2010	8,769,700	1,055,200	443,500
2011	8,728,000	1,043,800	440,300
2012	8,796,100	1,045,900	442,700
2013	8,891,000	1,051,600	446,100
2014	8,964,000	1,049,600	446,200

Source: NYS Dept of Labor

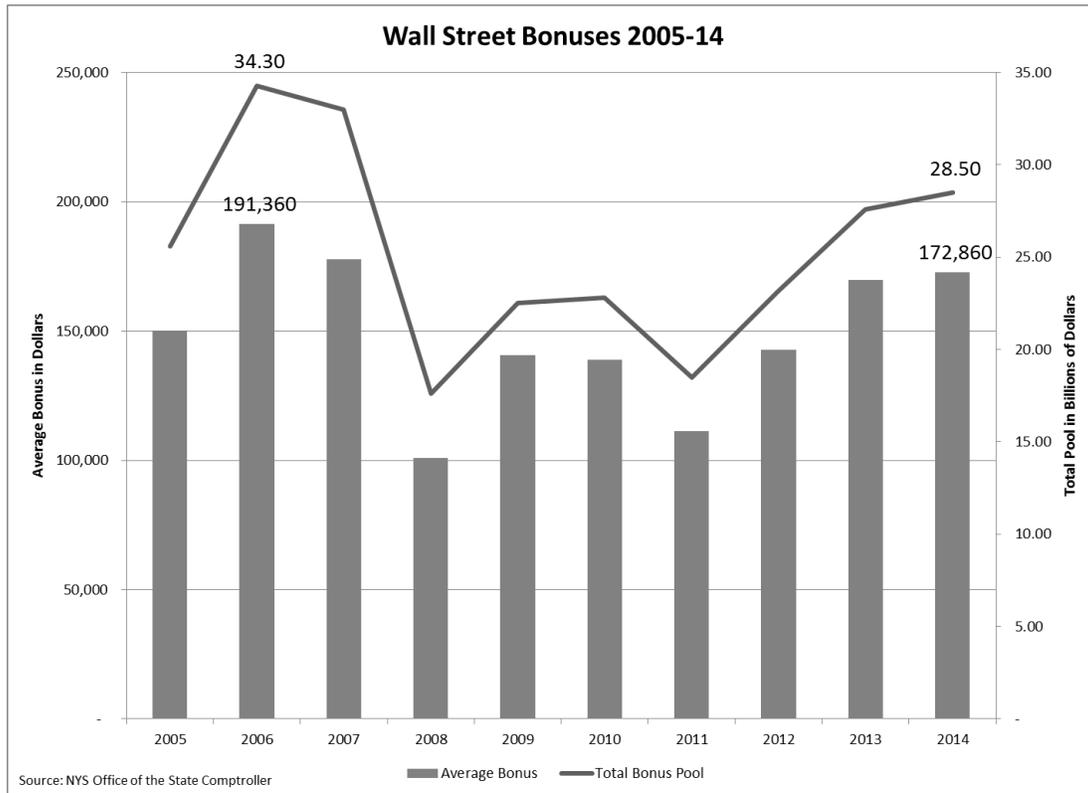
The shrinking of the labor force has also contributed to the decline in the unemployment rate. While the State has been somewhat buoyed by labor force increases within New York City, the Hudson Valley labor force has declined steadily since the onset of the great recession.

AVERAGE ANNUAL LABOR FORCE			
YEAR	NEW YORK	HUDSON VALLEY	WESTCHESTER
2007	9,522,100	1,149,600	489,600
2008	9,664,800	1,162,700	495,800
2009	9,647,500	1,147,200	487,600
2010	9,595,400	1,141,900	478,700
2011	9,517,800	1,126,600	473,900
2012	9,615,000	1,131,500	477,300
2013	9,631,800	1,125,000	475,800
2014	9,569,100	1,108,300	470,300

Source: NYS Dept of Labor

FINANCIAL SERVICES SECTOR

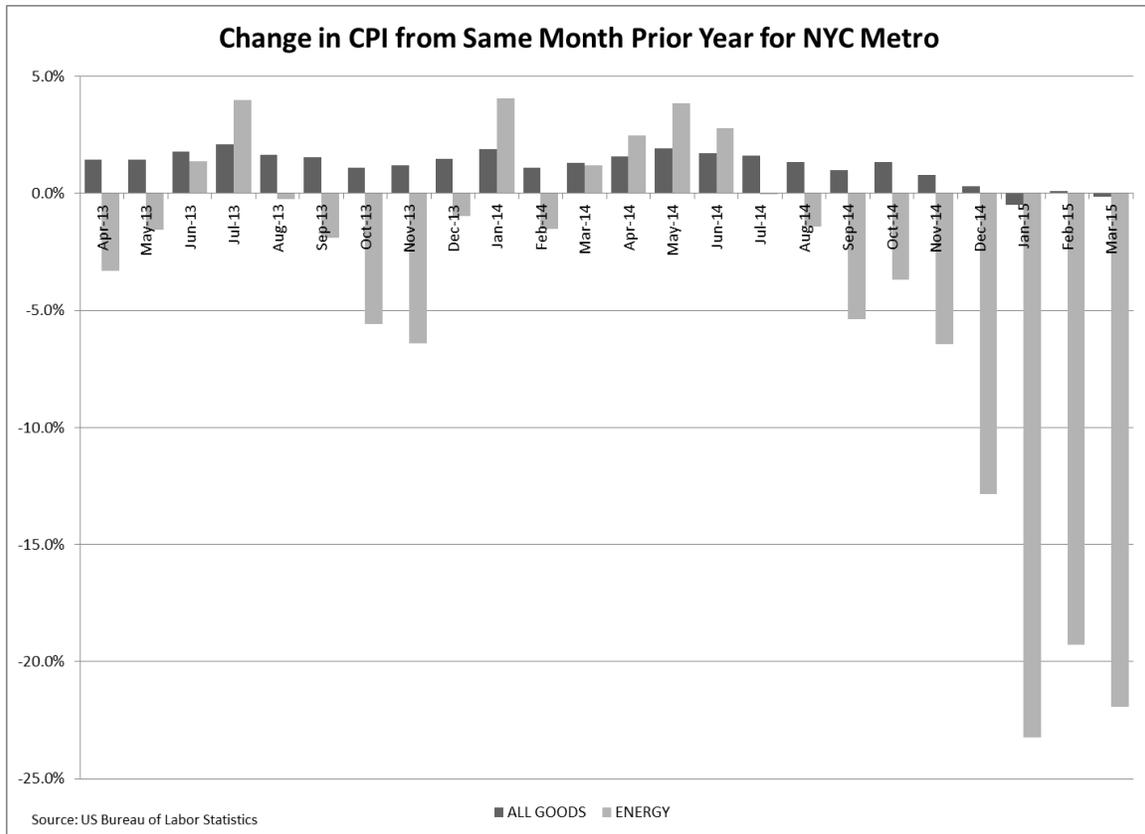
The financial services sector is a key economic driver within the New York City Metropolitan Area, representing 8.5 percent of total employment. Within the New York City Metropolitan Area, 737,700 persons were employed within the sector in 2013. One sub-set of the sector, the securities industry, has traditionally had their compensation heavily weighted toward performance-based bonuses.



The average bonus for New York City securities industry workers grew by 2 percent to \$172,860 and the total bonus pool grew 3 percent to \$28.5 billion in 2014. While the average bonus and total pool are at their highest level since the recession, they are still below their height in 2006 by 10 and 17 percent, respectively. Bonuses do not just affect the 167,800 New York City securities industry workers. The State Comptroller estimates a significant multiplier effect, as each securities job is projected to create three additional jobs in the region.

INFLATION AND PRICES

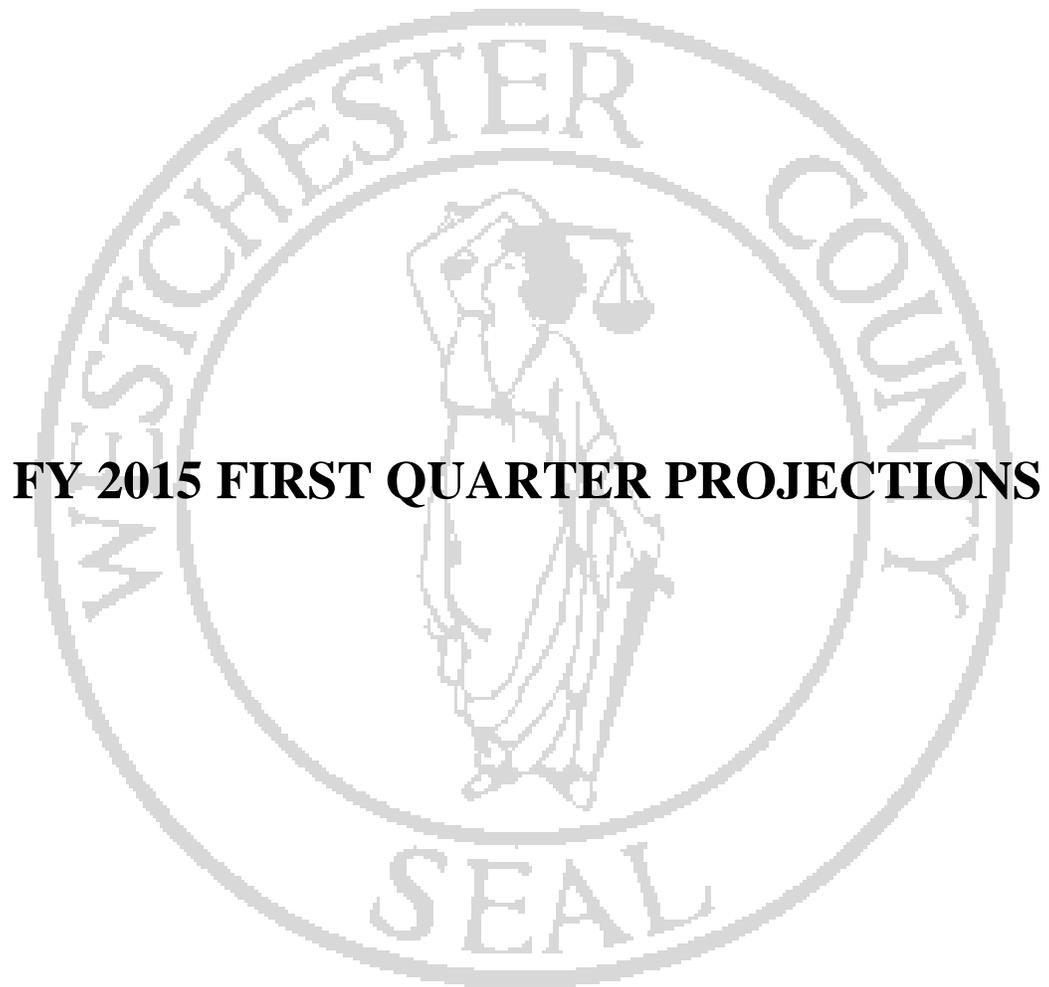
In March, the all goods Consumer Price Index (CPI) for the New York City Metropolitan Area remained virtually unchanged from the prior month and fell 12 basis points (0.12%) when compared to March of 2014. After a period of sustained price growth during 2013 and most of 2014, a sharp decline in energy prices has put a substantial drag on the overall price level.



While the decline in energy prices has helped consumers with the costs of heating their homes and filling up their cars, it has been a contributor to the weak County sales and use tax collections for the past two quarters. Since the County does not opt in to the motor fuel tax cap or the residential energy exemption, the County’s sales and use tax collections are particularly vulnerable to fluctuations in energy prices as compared to other jurisdictions.

ECONOMIC RISKS TO THE FINANCIAL PLAN

Heavy dependence on the financial services sector and the recent trend of deflation pose significant downside risk to the financial plan. The volatile nature of interest rates, commodity prices, and equity markets can cause the incomes of securities industry workers to change substantially from year to year. If deflation continues for an extended period and consumers decide to use the additional discretionary income afforded to them by the lower price levels to save or pay down debt rather than increasing consumption, sales and use tax collections will be negatively impacted.



FY 2015 FIRST QUARTER PROJECTIONS

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2015 FIRST QUARTER PROJECTIONS

GENERAL FUND FORECAST

On December 9, 2014, the County adopted a General Fund Operating Budget in the amount of \$1.749 billion for Fiscal Year 2015 (FY15). This section will present the Department of Budget's (DOB) First Quarter Forecast for Fiscal Year 2015

The 2015 Budget has been modified upward by \$8.2 million to allow for the expenditure of funds in FY15 for items that were contracted for during FY14. DOB expects a similar amount to roll from FY15 to FY16 resulting in a minimal effect to the FY15 Financial Plan. The First Quarter (Q1) Forecast contains expenditure reductions in the general fund of \$4.5 million from the modified budget for this effect.

GENERAL FUND PROJECTIONS					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
REVENUES					
Tax Levy on Real Property	548,423	548,423	-	548,423	-
Sales and Use Tax	528,169	528,169	54,216	515,669	(12,500)
Federal and State Aid	447,807	447,807	976	435,731	(12,076)
Departmental Income	147,275	147,275	23,289	146,723	(551)
Other Revenues	71,277	71,277	9,399	72,377	1,100
Sub-Total	1,742,951	1,742,951	87,880	1,718,923	(24,028)
Use of General Fund Balance	6,110	14,288	-	6,110	(8,178)
TOTAL	1,749,061	1,757,239	87,880	1,725,033	(32,206)
NET EXPENDITURES					
General Government and Support	51,549	54,220	(8,003)	51,522	(2,698)
Home and Community Services	555,735	556,217	132,011	547,827	(8,390)
Health Services	163,092	163,401	37,114	164,000	599
Education	29,305	29,305	14,653	29,305	-
Public Safety, Correction, and Courts	230,540	231,282	53,721	230,069	(1,213)
Roads, Transportation, and Parks	216,668	218,684	55,305	218,184	(500)
Miscellaneous and Fixed	502,171	504,130	83,634	500,130	(4,000)
TOTAL	1,749,061	1,757,239	368,434	1,741,038	(16,201)
GENERAL FUND BUDGET (GAP) / SURPLUS	-	-	(280,553)	(16,004)	(16,004)

As of the First Quarter, DOB projects a General Fund Budget Gap of \$16.0 million. This deficit is the result of projected revenues falling short of modified budget targets by \$24.0 million, and the removal of \$8.2 million of appropriated fund balance for rolled encumbrances offset by projected expenditures at \$16.2 million below modified appropriations.

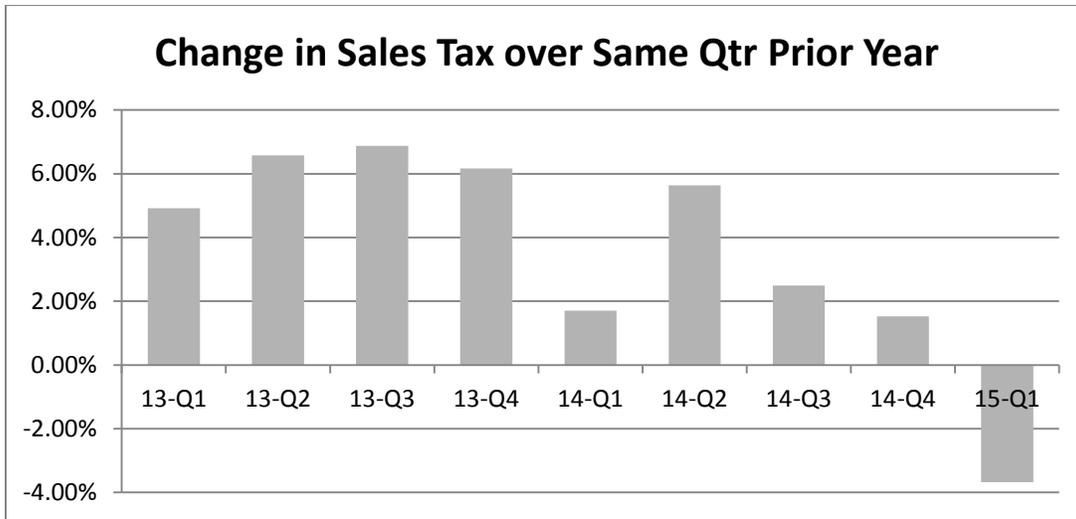
2015 FIRST QUARTER PROJECTIONS

GENERAL FUND REVENUES

Revenues are projected to come in below budgeted targets by \$24.0 million due to significant shortfalls in federal aid, state aid, and sales and use tax. The projected shortfall in federal aid of \$9.2 million is primarily due to \$6.0 million of additional federal transportation aid being recognized in FY14 and a reduction of \$3.6 million in Temporary Assistance for Needy Families (TANF) revenues due to lower than budgeted caseloads. State aid projections have been lowered by \$4.0 million to reflect the uncertain timing associated with a Medicaid cost recovery program, and \$0.8 million for the state match to the aforementioned federal transportation aid. These reductions are offset by \$2.2 million in additional child welfare funds as a result of higher than budgeted expenditures for those programs. Sales and use tax collections are now projected at \$12.5 million below the budgeted level.

GENERAL FUND REVENUE SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Tax Levy on Real Property	548,423	548,423	-	548,423	-
Payments in Lieu of Taxes	10,903	10,903	357	10,903	-
Sales and Use Tax	528,169	528,169	54,216	515,669	(12,500)
Mortgage Recording Tax	15,992	15,992	2,029	15,992	-
Auto Use Tax (DMV Registrations)	15,682	15,682	1,135	15,682	-
Hotel Tax	5,700	5,700	1,105	5,700	-
State Aid	248,174	248,174	976	245,333	(2,841)
Federal Aid	199,632	199,632	8	190,397	(9,235)
Departmental Income	147,275	147,275	23,289	146,723	(551)
Other Revenues	23,001	23,001	4,763	24,101	1,100
Sub-Total	1,742,951	1,742,951	87,880	1,718,923	(24,028)
Use / (Deposit) of General Fund Balance	6,110	14,288	-	6,110	(8,178)
TOTAL	1,749,061	1,757,239	87,880	1,725,033	(32,206)

After a significant period of sustained growth from the beginning of 2013 through the summer of 2014, sales and use tax growth has slowed dramatically. Growth over the last three quarters has averaged less than one-tenth of one percent (see chart, following page). The poor growth for the 2014 holiday season of just 1.5%, combined with the year-over-year decline in collections of 3.7% in the first quarter has caused a major setback for the revenue side of the financial plan. The downward revision of \$12.5 million will result in a reduction of net County share sales tax of \$9.8 million after accounting for the reduction in municipal (\$2.0 million) and school district (\$0.7 million) distribution.



The other three economically-driven taxes (mortgage recording, auto use, and hotel) are trending near budgeted levels through the first quarter. DOB projects no changes from the original budget targets at this early stage in the year.

FEDERAL AND STATE AID

As mentioned above, the projected shortfall in federal aid of \$9.2 million is primarily due to \$6.0 million of federal transportation aid no longer being available for FY15 and a reduction of \$3.6 million in Temporary Assistance for Needy Families (TANF) revenues due to lower than budgeted caseloads.

GENERAL FUND FEDERAL AID SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
FEDERAL AID					
Emergency Services	363	363	-	363	-
Social Services	179,450	179,450	(30)	176,242	(3,208)
Community Mental Health	995	995	-	968	(27)
Correction	1,076	1,076	9	1,076	-
Public Safety Services	450	450	29	450	-
Transportation	17,299	17,299	-	11,299	(6,000)
TOTAL	199,632	199,632	8	190,397	(9,235)

2015 FIRST QUARTER PROJECTIONS

Overall, state aid projections have been reduced by \$2.8 million from modified budget levels. Most of this reduction, \$2.7 million occurs in the Department of Social Services (DSS). In DSS, state aid projections have been lowered by \$4.0 million to reflect the uncertain timing associated with a Medicaid cost recovery program and \$0.6 million for lower than budgeted caseloads for the Safety Net program. These reductions are offset by \$2.2 million in additional child welfare funds as a result of higher than budgeted expenditures for those programs. In Transportation, the reduction reflects the state match to the aforementioned federal transportation aid while the upward revision for Public Safety represents additional state funding appropriated in the 2015-16 State Budget for the parkway patrol. Additionally, small adjustments were made in the Departments of Mental Health and Health to reflect slightly lower and higher expenditures respectively.

GENERAL FUND STATE AID SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
STATE AID					
County Executive	208	208	-	208	-
Planning	60	60	60	60	-
Social Services	102,671	102,671	(49)	99,961	(2,710)
Community Mental Health	1,525	1,525	76	1,479	(46)
Health	71,580	71,580	9	71,930	349
Laboratories and Research	1,427	1,427	-	1,427	-
Correction	68	68	-	68	-
District Attorney	80	80	-	80	-
Public Safety Services	2,772	2,772	-	3,088	316
Probation	8,034	8,034	491	8,034	-
Parks, Recreation, and Conservation	61	61	-	61	-
Transportation	54,065	54,065	235	53,315	(750)
Public Works	2,726	2,726	-	2,726	-
DASNY Bond Reimbursement	532	532	154	532	-
Court Facilities	2,365	2,365	-	2,365	-
TOTAL	248,174	248,174	976	245,333	(2,841)

DEPARTMENTAL REVENUES

Most county departments collect departmental income. This income is generally derived in one of two ways: (1) the department charges for services provided to other governmental entities not within the general fund, or (2) the department charges for services provided to the public in the form of rent or user fees.

Due to the fact that the Parks Department generates 20 – 25 percent of all departmental income, and almost all of that income is generated during the 2nd and 3rd quarters, the projection of departmental income is somewhat difficult at the 1st Quarter mark.

2015 FIRST QUARTER PROJECTIONS

Overall, a slight decrease of \$551,000 in departmental income is projected in the Q1 Update. The two major adjustments are within the Departments of Human Resources and Transportation. Human Resources' revenue has been reduced by \$200,000 due to the fact that a police officer exam will not take place in 2015 as originally anticipated. In Transportation, bus fares are trending slightly below budgeted levels.

GENERAL FUND DEPARTMENTAL REVENUE					
Thousands of Dollars					
	2015	2015	YTD	2015	Proj. less
	Adopted	Modified	Mar 31	Projected	Modified
County Executive	1,215	1,215	-	1,215	-
Human Resources	750	750	346	550	(200)
Budget	595	595	76	595	-
Board Of Elections	1,407	1,407	2	1,407	-
Finance	2,181	2,181	121	2,181	-
Information Technology	7,845	7,845	2,440	7,845	-
Board of Acquisition and Contract	6	6	1	4	(2)
Law	3,602	3,602	393	3,602	-
Planning	853	853	7	903	50
Emergency Services	75	75	0	75	0
County Clerk	8,781	8,781	1,421	8,781	-
Social Services	3,900	3,900	809	3,900	-
Consumer Protection	3,345	3,345	634	3,345	-
Community Mental Health	35	35	-	35	-
Health	7,491	7,491	1,451	7,491	-
Laboratories and Research	2,618	2,618	527	2,618	-
Correction	6,800	6,800	928	6,732	(69)
Tax Commission	0	0	-	0	-
District Attorney	-	-	0	-	-
Public Safety Services	13,620	13,620	3,177	13,620	-
Probation	326	326	89	326	-
Public Administrator	470	470	5	470	-
Solid Waste Commission	1,573	1,573	175	1,573	-
Parks, Recreation, and Conservation	32,878	32,878	2,106	32,938	60
Transportation	37,754	37,754	7,824	37,363	(391)
Public Works	9,154	9,154	756	9,154	-
TOTAL	147,275	147,275	23,289	146,723	(551)

2015 FIRST QUARTER PROJECTIONS

GENERAL FUND EXPENDITURES

As of the end of the 1st quarter, general fund net expenditures are projected at \$16.2 million below modified appropriations. The largest reductions are associated with personal service savings due to vacant positions, the anticipation that some contractual and technical services expenditure will roll to FY16, lower Medicaid expenditures due to higher than budgeted Enhanced FMAP, and lower than budgeted caseloads within DSS for certain programs. With most DSS programs being at least partially reimbursed by the federal and/or state government, there is a significant revenue loss of \$5.5 million resulting from the lower expense projections for Social Services Relief.

GENERAL FUND EXPENDITURE SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	340,671	340,664	79,318	338,949	(1,715)
Other Personal Service	267,837	267,844	58,252	267,264	(580)
Equipment	1,702	1,940	164	1,906	(35)
Materials and Supplies	37,433	38,529	7,254	38,031	(498)
Expenses	699,169	705,938	124,376	700,284	(5,654)
Social Services Relief	429,223	429,296	99,546	421,575	(7,721)
Inter-Departmental Expense	88,857	88,859	38,643	88,860	1
Gross Expenditures	1,864,893	1,873,071	407,553	1,856,869	(16,201)
Inter-Departmental Revenue	(115,832)	(115,832)	(39,119)	(115,832)	-
NET EXPENDITURES	1,749,061	1,757,239	368,434	1,741,038	(16,201)

PERSONAL SERVICE

Approximating one-third of the general fund budget, personal service expenses are the largest County expense. Below is a table summarizing the contracts of the County's eight unionized bargaining units.

LABOR CONTRACT SUMMARY						
	CURRENT CONTRACT EXPIRATION	NEGOTIATED BASE SALARY INCREASES				
		2012	2013	2014	2015	2016
Civil Service Employees Assoc.	12/31/2011	TBD	TBD	TBD	TBD	TBD
New York State Nurses Assoc.	12/31/2015	0%	0%	2.00%	1.50%	TBD
International Brotherhood of Teamsters	12/31/2015	0%	0%	0%	2.75%	TBD
Police Benevolent Assoc.	12/31/2014	2.50%	2.50%	2.50%	TBD	TBD
Superior Officers Police Benevolent Assoc.	12/31/2014	2.50%	2.50%	2.50%	TBD	TBD
District Attorney Criminal Investigators	12/31/2015	2.50%	2.50%	2.50%	2.50%	TBD
Correction Officers Benevolent Assoc.	12/31/2015	2.50%	2.50%	2.50%	2.50%	TBD
Correction Superior Officer Assoc.	12/31/2015	2.50%	2.50%	2.50%	2.50%	TBD

CSEA, the County's largest labor union, has been out of contract since January 2012, and all eight unions will be out of contract at the end of this year. The ever-increasing costs for labor continue to place significant pressure on the County's financial plan.

2015 FIRST QUARTER PROJECTIONS

In addition to the \$1.7 million in salary savings currently projected, the Q1 Update also estimates \$580,000 of savings for other personal service as well. The majority of this reduction is due to lower pension and payroll tax expenditures resulting from the \$1.7 million in projected vacancies. An increase in hourly wages at the County Center, which are offset by higher than projected revenues, and Police overtime trending below budget round out the major adjustments at this time. Employee and retiree healthcare expenses, one of the largest single items in the budget, are trending on budget through Q1.

GENERAL FUND OTHER PERSONAL SERVICE SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Hourly Wages	8,301	8,309	967	8,457	148
Fees and Officers Pay	318	318	76	318	-
Overtime & Holiday	19,396	19,396	3,091	19,128	(268)
207-C	2,482	2,482	266	2,447	(36)
Differential and Detective Pay	5,381	5,381	1,252	5,387	6
Pension	66,277	66,277	14,154	65,987	(290)
Social Security and Medicare	26,382	26,382	6,445	26,249	(133)
Healthcare	133,102	133,102	31,145	133,102	-
MCTD Mobility Tax	1,338	1,338	251	1,332	(6)
Benefit Fund	4,133	4,133	604	4,133	-
Unemployment Insurance	725	725	1	725	(0)
TOTAL	267,837	267,844	58,252	267,264	(580)

EXPENSES (Class 400)

Overall, DOB projects class 400 expenses at \$5.7 million below modified appropriations. Below is a summary of the departments with significant adjustments in the Q1 Update (see appendix A for detail on all departments).

GENERAL FUND EXPENSE CLASS 400 SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Information Technology	21,049	22,333	4,662	21,050	(1,283)
Community Mental Health	4,150	4,150	97	4,600	450
Health	120,176	120,214	24,477	120,615	401
Correction	23,269	23,363	3,390	22,556	(807)
Transportation	149,657	149,745	34,863	150,309	564
Public Works	30,605	32,175	6,005	31,034	(1,141)
Miscellaneous Budgets	224,589	226,529	36,377	222,944	(3,585)
Other	125,674	127,429	14,505	127,176	(253)
TOTAL	699,169	705,938	124,376	700,284	(5,654)

2015 FIRST QUARTER PROJECTIONS

For Information Technology and Public Works, the projected savings of \$2.4 million results from the expectation that some technical and contractual expenditure budgeted in 2015 will roll and take place in 2016. Mental Health and Health are both projected slightly above their modified class 400 expense appropriation. In Mental Health criminal law proceedings are trending above budgeted levels while Children with Special Needs (CSN) caseloads are higher than anticipated in Health. The Department of Correction is projected to achieve savings from the inmate food and healthcare contracts in the amount of \$807,000 from the modified budget. Higher than anticipated general liability claims to date have resulted in an upward revision to the projection for bus operating assistance with the Department of Transportation. In the Miscellaneous Budgets, the municipal sales and use tax distribution is projected at \$2.7 million lower than modified appropriations as a result of the downward revision of sales and use tax collection, and \$0.9 million for the expectation that some contractual expenditures budgeted in 2015 will roll and take place in 2016.

SOCIAL SERVICES RELIEF

DOB projects an overall expense reduction of \$7.7 million from the modified budget within the social services relief appropriation. However, with most DSS programs being at least partially reimbursed by the federal and/or state government, there is a significant revenue loss of \$5.5 million resulting from the lower expense projections for Social Services Relief. The major variances from the modified budget projected at this time are substantial reductions in the medical and public assistance programs offset by increases in child welfare and low-income daycare expenditures.

GENERAL FUND SOCIAL SERVICES RELIEF SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Emerg Assist To Fam & Child - Non Homeless	5,892	5,892	1,589	5,892	-
Emerg Assist to Fam & Child - Foster Care	20,247	20,247	4,228	20,081	(166)
Emerg Assist to Adults	825	825	221	825	-
Old Age Assist - MA	6,282	5,935	66	3,354	(2,580)
Aid to Disabled - MA	-	125	-	125	-
Family Assistance - MA	-	223	6	303	80
MMIS-Medical Assist (Medicaid)	211,779	211,779	51,391	207,813	(3,966)
Family Assistance (TANF)	48,016	48,022	10,609	43,839	(4,183)
Safety Net	56,654	56,654	14,278	54,900	(1,754)
Child Welfare - Foster Care	28,388	28,388	7,092	32,234	3,846
Child Welfare - Independent Living	1,701	1,701	182	1,701	-
Child Welfare - Adoption Subsidies	8,865	8,865	2,090	9,056	191
Social Svcs Spec Items	305	305	62	305	-
Indirect Social Service	38,869	38,935	7,524	39,747	812
Day Care (Title XX)	1,400	1,400	207	1,400	-
TOTAL	429,223	429,296	99,546	421,575	(7,721)

Under the medical assistance programs, reductions within the Old Age Medical Assistance program reflect the uncertain timing associated with a Medicaid cost recovery program. This expenditure reduction is coupled with a revenue loss of \$4.0 million. The County's Medicaid share has been lowered

by \$4.0 million due to a larger than anticipated increase in Enhanced FMAP allocable to the County for FY15.

Caseloads for the two public assistance programs, TANF and Safety Net, are trending below budget through the first quarter. This has resulted in downward revisions of \$4.2 million for TANF and \$1.8 million for Safety Net. These two programs are heavily subsidized by the federal and state governments; the \$6.0 million expense reduction is coupled with a \$4.7 million revenue loss.

Child welfare and low income daycare expenditures are projected to be \$4.8 million higher than modified appropriations. Both the utilization of services and the cost per case have been trending at higher than budgeted levels through the first quarter. This expense increase will be offset by additional federal and state revenues of \$3.4 million.

SPECIAL DISTRICTS FUNDS FORECAST

On December 9, 2014, the County adopted a Special Districts Operating Budget in the amount of \$225.7 million for Fiscal Year 2015 (FY15). \$124.9 million was appropriated for sewer district operations, \$22.1 million for water district operations, and \$78.7 million for refuse district operations. This section will present the Department of Budget's (DOB) First Quarter Update to the FY15 Financial Plan.

Beginning with Fiscal Year 2007, the County consolidated sewer district operations into a single fund. This fund contains all of the operations and maintenance expenses of the districts while the district funds themselves retained district specific costs such as debt service, tax certioraris, and the district's share of the consolidated fund's expenditures.

2015 FIRST QUARTER PROJECTIONS

CONSOLIDATED SEWER OPERATIONS FUND

The 2015 Budget has been modified upward by \$1.4 million to allow for the expenditure of funds in FY15 for items that were contracted for in FY14. While no specific expense reductions have been identified at this time, DOB expects a similar amount to roll from FY15 to FY16 resulting in a negligible effect to the FY15 Financial Plan. DOB projects no other changes from the modified budget for the Consolidated Sewer Operations Fund at this time.

CONSOLIDATED SEWER OPERATIONS FUND SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
EXPENDITURES					
Annual Regular Salaries	18,405	18,405	4,306	18,405	-
Other Personal Service	16,984	16,984	3,918	16,984	-
Equipment	723	1,056	33	1,056	-
Materials and Supplies	20,541	20,637	2,925	20,637	-
Expenses	20,735	21,700	3,754	21,700	-
Inter-Departmental Expense	3,549	3,549	1,545	3,549	-
Gross Expenditures	80,936	82,331	16,480	82,331	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	80,936	82,331	16,480	82,331	-
REVENUES					
Departmental Income	3,463	3,463	312	3,463	-
Interest on Investments	29	29	-	29	-
Miscellaneous Revenue	407	407	(7)	407	-
Interfund Revenue	77,037	78,432	8,793	77,037	(1,395)
TOTAL	80,936	82,331	9,098	80,936	(1,395)
BUDGET (GAP) / SURPLUS	-	-	(7,382)	(1,395)	(1,395)

2015 FIRST QUARTER PROJECTIONS

SEWER DISTRICTS FUNDS

DOB projects no changes from the 2015 Sewer Districts Funds Budgets adopted on December 9, 2014 at this time.

SEWER DISTRICT FUNDS SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
EXPENDITURES					
Expenses	48,880	48,880	3,585	48,880	-
Inter-Departmental Expense	75,979	75,979	8,697	75,979	-
Gross Expenditures	124,860	124,860	12,282	124,860	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	124,860	124,860	12,282	124,860	-
REVENUES					
Real Property Taxes	98,802	98,802	-	98,802	-
Payments in Lieu of Taxes	80	80	-	80	-
Interest on Investments	8,370	8,370	700	8,370	-
Appropriated Fund Balance	17,135	17,135	-	17,135	-
Interfund Revenue	473	473	473	473	-
TOTAL	124,860	124,860	1,173	124,860	-
BUDGET (GAP) / SURPLUS	-	-	(11,110)	-	-

WATER DISTRICTS FORECAST

Four water districts are under the jurisdiction of the County. Districts #1 and #3 are directly operated by the County while districts #2 and #4 are operated by Northern Westchester Joint Waterworks and United Water of Westchester, respectively. This section will present the Department of Budget's (DOB) First Quarter Update to the FY15 Financial Plan for Water Districts #1 and #3.

2015 FIRST QUARTER PROJECTIONS

WATER DISTRICT #1

Water District #1 (WD#1) encompasses the municipalities of Mount Vernon, Scarsdale, White Plains, and Yonkers. The 2015 WD#1 Budget has been modified upward by \$398,000 to allow for the expenditure of funds in FY15 for items that were contracted for in FY14. While no specific expense reductions for rolls have been identified at this time, DOB expects a similar amount to roll from FY15 to FY16 resulting in a negligible effect to the FY15 Financial Plan.

WATER DISTRICT #1 SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
EXPENDITURES					
Annual Regular Salaries	217	217	49	217	-
Other Personal Service	235	235	39	235	-
Equipment	20	20	-	53	33
Materials and Supplies	16,857	16,859	1,212	16,859	-
Expenses	1,315	1,711	313	2,918	1,207
Inter-Departmental Expense	426	426	5	426	-
Gross Expenditures	19,070	19,468	1,618	20,708	1,240
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	19,070	19,468	1,618	20,708	1,240
REVENUES					
Real Property Taxes	2,336	2,336	-	2,336	-
Departmental Income	16,040	16,040	17	16,040	-
Interest on Investments	9	9	-	9	-
Appropriated Fund Balance	550	948	-	1,790	842
Miscellaneous Revenue	135	135	-	135	-
TOTAL	19,070	19,468	17	20,310	842
BUDGET (GAP) / SURPLUS	-	-	(1,601)	(398)	(398)

The other changes from the modified budget at this time are due to the anticipated settlement between WD#1 and the United States Department of Justice and the Environmental Protection Agency. Included in the proposed settlement is a \$1.1 million civil penalty and requirements for the district to undertake supplemental environmental projects. These projects are estimated at \$131,000 for FY15. DOB anticipates these expenditures to be funded by the fund balance of the district. Unaudited 2014 results place the district's fund balance at an amount approximating \$6.8 million as of December 31, 2014.

2015 FIRST QUARTER PROJECTIONS

WATER DISTRICT #3

Water District #3 (WD#3) encompasses the County's Valhalla Campus at Grasslands within the Town of Mount Pleasant. The 2015 WD#3 Budget has been modified upward by \$33,000 to allow for the expenditure of funds for items in FY15 that were contracted for in FY14. While no specific expense reductions for rolls have been identified at this time, DOB expects a similar amount to roll from FY15 to FY16 resulting in a negligible effect to the FY15 Financial Plan. DOB projects no other changes from the modified budget for Water District #3 at this time.

WATER DISTRICT #3 SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
EXPENDITURES					
Annual Regular Salaries	180	180	43	180	-
Other Personal Service	226	226	40	226	-
Equipment	10	10	-	10	-
Materials and Supplies	734	736	44	736	-
Expenses	1,555	1,585	279	1,585	-
Inter-Departmental Expense	226	226	7	226	-
Gross Expenditures	2,930	2,963	413	2,963	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	2,930	2,963	413	2,963	-
REVENUES					
Departmental Income	1,900	1,900	-	1,900	-
Interest on Investments	9	9	-	9	-
Appropriated Fund Balance	1,022	1,055	-	1,022	(33)
TOTAL	2,930	2,963	-	2,930	(33)
BUDGET (GAP) / SURPLUS	-	-	(413)	(33)	(33)

2015 FIRST QUARTER PROJECTIONS

REFUSE DISTRICT

Created in 1982, the County Refuse District encompasses 36 municipalities in the southern and western portions of the County representing 90 percent of the County population. The 2015 Refuse District Budget has been modified upward by \$115,000 to allow for the expenditure of funds in FY15 for items that were contracted for in FY14. While no specific expense reductions for rolls have been identified at this time, DOB expects a similar amount to roll from FY15 to FY16 resulting in a negligible effect to the FY15 Financial Plan.

REFUSE DISTRICT SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
EXPENDITURES					
Annual Regular Salaries	1,719	1,719	406	1,719	-
Other Personal Service	1,422	1,422	313	1,422	-
Equipment	295	295	-	295	-
Materials and Supplies	1,107	1,119	151	1,119	-
Expenses	71,553	71,657	13,766	71,157	(500)
Inter-Departmental Expense	2,649	2,649	558	2,649	-
Gross Expenditures	78,745	78,860	15,195	78,360	(500)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	78,745	78,860	15,195	78,360	(500)
REVENUES					
Real Property Taxes	45,036	45,036	-	45,036	-
Payments in Lieu of Taxes	289	289	-	289	-
Departmental Income	20,867	20,867	2,277	20,687	(180)
Interest on Investments	416	416	8	416	-
Appropriated Fund Balance	12,028	12,143	-	12,028	(115)
Miscellaneous Revenue	90	90	18	90	-
Interfund Revenue	19	19	19	19	-
TOTAL	78,745	78,860	2,322	78,565	(295)
BUDGET (GAP) / SURPLUS	-	-	(12,873)	205	205

DOB projects \$500,000 less in expenditures due to a lower projection in the tonnage of municipal solid waste from the Department of Environmental Facilities. This expense reduction will be offset by approximately \$180,000 of revenues. The First Quarter Update projects a budgetary surplus for the Refuse District in the amount of \$205,000.

AIRPORT FUND FORECAST

The 2015 Airport Budget has been modified upward by \$1.8 million to allow for the expenditure of funds in FY15 for items that were contracted for in FY14. While no specific expense reductions for rolls have been identified at this time, DOB expects a similar amount to roll from FY15 to FY16 resulting in a negligible effect to the FY15 Financial Plan. No other changes from the modified budget are projected at this time.

AIRPORT OPERATIONS FUND SUMMARY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
EXPENDITURES					
Annual Regular Salaries	8,615	8,615	1,631	8,615	-
Other Personal Services	4,018	4,018	759	4,018	-
Equipment	687	896	71	896	-
Materials & Supplies	2,699	2,717	552	2,717	0
Expenses	18,369	19,944	6,447	19,944	(0)
Inter-Departmental Charge	10,610	10,610	2,852	10,610	-
Gross Expenditures	44,998	46,799	12,312	46,799	(0)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	44,998	46,799	12,312	46,799	(0)
REVENUES					
Departmental Income	43,814	43,814	6,957	43,814	-
Interest on Investments	40	40	-	40	-
Appropriated Fund Balance	1,144	2,945	-	1,144	(1,801)
TOTAL	44,998	46,799	6,957	44,998	(1,801)
BUDGET (GAP) / SURPLUS	-	-	(5,355)	(1,801)	(1,801)

WORKERS COMPENSATION (6J) AND GENERAL LIABILITY (6N) FUNDS

The County is self-insured for both workers compensation and general liability. The balance sheet for each reserve fund as of March 31, 2015 is shown below.

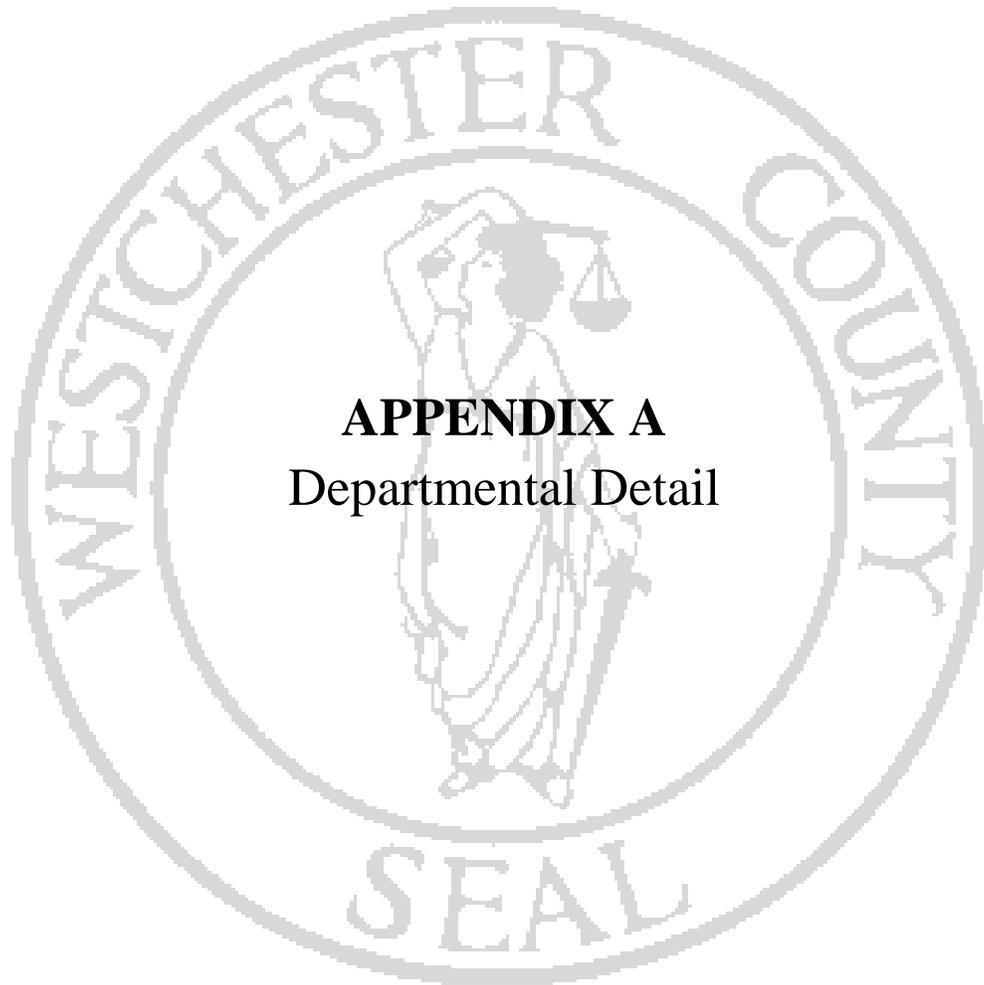
WORKERS COMPENSATION (6J) & GENERAL LIABILITY (6N) FUNDS AS OF 3/31/2015		
Thousands of Dollars		
	6J FUND	6N FUND
TOTAL ASSETS	2,812	66,184
TOTAL LIABILITIES	38,741	25,459
NET POSITION MARCH 31	(35,929)	40,725

2015 FIRST QUARTER PROJECTIONS

The general liability reserve fund is in a positive net position of \$40.7 million, while the workers compensation fund is in a negative net position of \$35.9 million. These figures have been fairly consistent over the past several years. The healthy fund balance of the 6N fund has allowed the operating funds to forgo contributions to the fund since 2009, and it is anticipated that no contributions will be necessary in the near future. The nature of workers compensation claims, small payouts over long periods of time, does not necessitate a large fund balance within the 6J reserve fund. Cash, on the other hand, is needed to make the weekly distributions to recipients. Due to the amount of claims being paid exceeding the amount being contributed by the operating funds, the cash balance of the workers compensation reserve fund has been declining.

WORKERS COMPENSATION (6J) CASH BALANCE	
Thousands of Dollars	
December 31, 2012	7,886
December 31, 2013	5,138
December 31, 2014	3,513

If the claim level does not drop below the recent trend of \$9 - 10 million, the operating funds will be required to increase their contribution above the \$7.6 million that is currently budgeted for FY15 in future years.



APPENDIX A
Departmental Detail

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BOARD OF LEGISLATORS					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	3,683	3,683	853	3,683	-
Other Personal Services	271	271	55	271	-
Materials & Supplies	238	238	16	238	-
Expenses	326	356	63	356	-
Inter-Departmental Charge	4	4	1	4	-
Gross Expenditures	4,525	4,555	989	4,555	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	4,525	4,555	989	4,555	-
TAX LEVY	4,525	4,555	989	4,555	-

FIRST QUARTER HIGHLIGHTS

No changes from the modified budget are projected for the Board of Legislators at this time.

DEPARTMENTAL DETAIL

COUNTY EXECUTIVE					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	5,171	5,171	1,107	5,171	-
Other Personal Services	39	39	10	39	-
Materials & Supplies	105	140	46	140	-
Expenses	3,616	4,024	258	4,024	-
Inter-Departmental Charge	559	559	423	559	-
Gross Expenditures	9,490	9,934	1,844	9,934	-
Inter-Departmental Revenue	(1,193)	(1,193)	(49)	(1,193)	-
NET EXPENDITURES	8,297	8,741	1,795	8,741	-
Departmental Income	(1,215)	(1,215)	-	(1,215)	-
State Aid	(208)	(208)	-	(208)	-
REVENUES	(1,423)	(1,423)	-	(1,423)	-
TAX LEVY	6,874	7,318	1,795	7,318	-

FIRST QUARTER HIGHLIGHTS

No changes from the modified budget are projected for the County Executive at this time.

DEPARTMENT OF HUMAN RESOURCES					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	3,401	3,401	790	3,284	(117)
Other Personal Services	53	53	16	79	26
Equipment	22	22	17	22	-
Materials & Supplies	39	40	1	40	-
Expenses	1,003	1,049	130	1,011	(38)
Inter-Departmental Charge	706	706	607	706	-
Gross Expenditures	5,225	5,272	1,562	5,144	(129)
Inter-Departmental Revenue	(392)	(392)	(0)	(392)	-
NET EXPENDITURES	4,834	4,881	1,562	4,752	(129)
Departmental Income	(750)	(750)	(346)	(550)	200
REVENUES	(750)	(750)	(346)	(550)	200
TAX LEVY	4,084	4,131	1,216	4,202	71

FIRST QUARTER HIGHLIGHTS

DOB projects \$91,000 of personal service savings from the modified budget for the Department of Human Resources (HR) as a result of vacancies offset by additional hourly and overtime costs.

HR is projected to have a small amount of contractual expenditure savings, but will not collect \$200,000 of revenues as a police officer exam is not expected to occur in 2015.

DEPARTMENTAL DETAIL

DEPARTMENT OF BUDGET					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	1,360	1,360	303	1,342	(18)
Other Personal Services	7	7	-	7	-
Materials & Supplies	3	3	0	3	-
Expenses	12	12	3	12	-
Inter-Departmental Charge	263	263	240	263	-
Gross Expenditures	1,645	1,645	546	1,627	(18)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	1,645	1,645	546	1,627	(18)
Departmental Income	(595)	(595)	(76)	(595)	-
REVENUES	(595)	(595)	(76)	(595)	-
TAX LEVY	1,050	1,050	470	1,032	(18)

FIRST QUARTER HIGHLIGHTS

DOB is projecting \$18,000 of personal service savings from the modified budget as a result of a vacancy within the department.

BOARD OF ELECTIONS					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	6,307	6,307	1,401	5,921	(386)
Other Personal Services	1,050	1,050	81	1,050	-
Equipment	80	80	-	80	-
Materials & Supplies	1,684	2,099	512	1,684	(416)
Expenses	3,847	3,999	161	3,847	(152)
Inter-Departmental Charge	1,969	1,969	1,116	1,969	-
Gross Expenditures	14,935	15,503	3,270	14,550	(953)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	14,935	15,503	3,270	14,550	(953)
Departmental Income	(1,407)	(1,407)	(2)	(1,407)	-
REVENUES	(1,407)	(1,407)	(2)	(1,407)	-
TAX LEVY	13,528	14,096	3,268	13,143	(953)

FIRST QUARTER HIGHLIGHTS

DOB is projecting \$386,000 of personal service savings from the modified budget for the Board of Elections as a result of vacancies within the department.

Additional savings of \$568,000 within supplies and contractual expenses are expected due to these expenditures budgeted in FY15 actually occurring in FY 2016.

DEPARTMENTAL DETAIL

DEPARTMENT OF FINANCE					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	4,150	4,150	967	4,150	0
Other Personal Services	8	8	1	8	-
Materials & Supplies	40	40	9	40	-
Expenses	119	145	13	119	(26)
Inter-Departmental Charge	971	971	535	971	-
Gross Expenditures	5,289	5,314	1,525	5,289	(26)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	5,289	5,314	1,525	5,289	(26)
Departmental Income	(2,181)	(2,181)	(122)	(2,181)	-
Miscellaneous Revenue	-	-	0	-	-
Undistributed Revenues	-	-	(0)	-	-
REVENUES	(2,181)	(2,181)	(121)	(2,181)	-
TAX LEVY	3,108	3,133	1,403	3,108	(26)

FIRST QUARTER HIGHLIGHTS

DOB is projecting a reduction within the Department of Finance of \$26,000 in contractual expenses budgeted in FY15 occurring in FY 2016.

DEPARTMENT OF INFORMATION TECHNOLOGY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	14,428	14,428	3,398	14,178	(250)
Other Personal Services	3,571	3,571	593	3,571	-
Equipment	322	358	-	324	(35)
Materials & Supplies	326	340	20	327	(13)
Expenses	21,049	22,333	4,662	21,050	(1,283)
Inter-Departmental Charge	1,493	1,493	664	1,493	-
Gross Expenditures	41,187	42,523	9,336	40,942	(1,581)
Inter-Departmental Revenue	(34,388)	(34,388)	(30,430)	(34,388)	-
NET EXPENDITURES	6,799	8,134	(21,093)	6,554	(1,581)
Departmental Income	(7,845)	(7,845)	(2,440)	(7,845)	-
Appropriated Fund Balance	(6,110)	(6,110)	-	(6,110)	-
REVENUES	(13,955)	(13,955)	(2,440)	(13,955)	-
TAX LEVY	(7,156)	(5,820)	(23,534)	(7,401)	(1,581)

FIRST QUARTER HIGHLIGHTS

DOB is projecting an overall expenditure reduction of \$1.581 million from the modified budget within the Department of Information Technology (DoIT). This reduction is a result of \$250,000 of vacancy savings as well as the expectation that \$1.331 million of expenditures budgeted in FY15 will occur in FY 2016.

DEPARTMENTAL DETAIL

BOARD OF ACQUISITION & CONTRACT					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	225	225	53	225	-
Materials & Supplies	1	1	0	1	-
Expenses	2	2	0	2	-
Inter-Departmental Charge	50	50	41	50	-
Gross Expenditures	278	278	95	278	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	278	278	95	278	-
Departmental Income	(6)	(6)	(1)	(4)	2
REVENUES	(6)	(6)	(1)	(4)	2
TAX LEVY	272	272	94	274	2

FIRST QUARTER HIGHLIGHTS

DOB is projecting \$2,000 in lower revenues for the Board of Acquisition and Contract due to bid plans being available on the Empire State Purchasing Group website at no cost.

DEPARTMENT OF LAW					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	9,278	9,278	2,191	9,278	(0)
Other Personal Services	1	1	-	1	-
Equipment	15	15	7	15	-
Materials & Supplies	69	71	11	71	-
Expenses	772	992	115	992	(0)
Inter-Departmental Charge	795	795	691	795	-
Gross Expenditures	10,930	11,151	3,016	11,151	(0)
Inter-Departmental Revenue	(10,341)	(10,341)	(787)	(10,341)	-
NET EXPENDITURES	589	810	2,229	810	(0)
Departmental Income	(3,602)	(3,602)	(393)	(3,602)	-
REVENUES	(3,602)	(3,602)	(393)	(3,602)	-
TAX LEVY	(3,013)	(2,792)	1,836	(2,792)	(0)

FIRST QUARTER HIGHLIGHTS

DOB projects no changes from the modified budget for the Department of Law at this time.

DEPARTMENTAL DETAIL

DEPARTMENT OF PLANNING					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	2,443	2,443	544	2,452	8
Materials & Supplies	11	11	0	11	-
Expenses	1,120	1,120	158	1,120	-
Inter-Departmental Charge	662	662	315	662	-
Gross Expenditures	4,236	4,236	1,017	4,244	8
Inter-Departmental Revenue	(65)	(65)	-	(65)	-
NET EXPENDITURES	4,171	4,171	1,017	4,179	8
Departmental Income	(853)	(853)	(7)	(903)	(50)
State Aid	(60)	(60)	(60)	(60)	-
REVENUES	(913)	(913)	(67)	(963)	(50)
TAX LEVY	3,258	3,258	951	3,216	(42)

FIRST QUARTER HIGHLIGHTS

DOB projects a small increase in personal services within the Department of Planning. This is a result of transferring two employees from a trust fund to the general fund. The additional expenditures are offset by vacancy savings as well as additional state aid that will be recognized within the general fund instead of the trust fund.

DEPARTMENT OF EMERGENCY SERVICES					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	1,734	1,734	421	1,734	-
Other Personal Services	330	330	46	330	-
Equipment	12	12	0	12	-
Materials & Supplies	242	242	31	272	30
Expenses	602	638	76	604	(34)
Inter-Departmental Charge	3,156	3,156	2,258	3,157	1
Gross Expenditures	6,076	6,112	2,832	6,108	(4)
Inter-Departmental Revenue	(294)	(294)	-	(294)	-
NET EXPENDITURES	5,782	5,818	2,832	5,814	(4)
Departmental Income	(75)	(75)	(0)	(75)	(0)
Federal Aid	(363)	(363)	-	(363)	-
REVENUES	(438)	(438)	(0)	(439)	(0)
TAX LEVY	5,344	5,379	2,832	5,375	(4)

FIRST QUARTER HIGHLIGHTS

Overall, DOB projects a small expenditure from the modified budget savings within the Department of Emergency Services. The additional expenditures for water services are completely offset by contractual expense savings.

DEPARTMENTAL DETAIL

COUNTY CLERK					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	4,432	4,432	1,026	4,432	-
Other Personal Services	85	85	0	85	-
Equipment	6	6	-	6	-
Materials & Supplies	158	158	40	158	-
Expenses	517	517	39	517	-
Inter-Departmental Charge	1,890	1,890	1,523	1,890	-
Gross Expenditures	7,087	7,087	2,627	7,087	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	7,087	7,087	2,627	7,087	-
Departmental Income	(8,781)	(8,781)	(1,421)	(8,781)	-
REVENUES	(8,781)	(8,781)	(1,421)	(8,781)	-
TAX LEVY	(1,694)	(1,694)	1,206	(1,694)	-

FIRST QUARTER HIGHLIGHTS

DOB projects no changes from the modified budget for the County Clerk at this time.

DEPARTMENT OF SOCIAL SERVICES					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	71,653	71,653	16,460	71,092	(561)
Other Personal Services	1,778	1,778	320	1,778	-
Equipment	75	75	-	75	-
Materials & Supplies	837	852	116	852	-
Expenses	4,482	4,873	625	4,873	(0)
Social Services Relief	429,223	429,296	99,546	421,575	(7,721)
Inter-Departmental Charge	35,598	35,598	11,290	35,598	-
Gross Expenditures	543,646	544,126	128,357	535,844	(8,282)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	543,646	544,126	128,357	535,844	(8,282)
Departmental Income	(3,900)	(3,900)	(673)	(3,900)	-
Miscellaneous Revenue	-	-	(136)	-	-
Undistributed Revenues	-	-	(1,407)	-	-
State Aid	(102,671)	(102,671)	49	(99,961)	2,710
Federal Aid	(179,450)	(179,450)	30	(176,242)	3,208
REVENUES	(286,021)	(286,021)	(2,137)	(280,103)	5,918
TAX LEVY	257,625	258,105	126,220	255,741	(2,364)

FIRST QUARTER HIGHLIGHTS

DOB projects lower expenditures than the modified budget by \$8.282 million for the Department of Social Services (DSS). The majority of this projected reduction (\$7.7 million) is within Social Services Relief with the remainder coming from projected vacancy savings (\$561,000). With most DSS programs being at least partially reimbursed by the federal and/or state government, there is a significant revenue loss resulting from the lower expense projections. Federal and state aid revenues are now projected to be \$5.918 million below the modified budget for a tax levy savings of \$2.4 million.

DSS is projected to have expenditure savings within Medicaid as a result of additional Enhanced FMAP, and Family Assistance (TANF) and Safety Net as a result of lower caseloads. Foster and daycare programs are expected to exceed budgeted appropriations.

Federal and state aid are now projected below the modified budget due to the TANF and Safety Net caseload reductions mentioned above and the anticipation that certain Medicaid recovery revenues will not be realized in FY15. These reductions are offset by additional state aid for foster care programs as a result of the increased expense.

(see page 18 for additional details on social services relief)

DEPARTMENTAL DETAIL

DEPARTMENT OF SENIOR PROGRAMS & SERVICES					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Expenses	2,605	2,605	36	2,605	-
Inter-Departmental Charge	628	628	408	628	-
Gross Expenditures	3,233	3,233	445	3,233	-
Inter-Departmental Revenue	(236)	(236)	-	(236)	-
NET EXPENDITURES	2,997	2,997	445	2,997	-
TAX LEVY	2,997	2,997	445	2,997	-

FIRST QUARTER HIGHLIGHTS

DOB projects no changes from the modified budget for the Department of Senior Programs and Services at this time.

DEPARTMENT OF CONSUMER PROTECTION					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	1,667	1,667	390	1,563	(104)
Other Personal Services	4	4	0	4	-
Equipment	40	42	-	42	-
Materials & Supplies	43	43	6	39	(4)
Expenses	27	27	3	27	-
Inter-Departmental Charge	224	224	182	224	-
Gross Expenditures	2,005	2,007	582	1,899	(108)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	2,005	2,007	582	1,899	(108)
Departmental Income	(3,345)	(3,345)	(634)	(3,345)	-
REVENUES	(3,345)	(3,345)	(634)	(3,345)	-
TAX LEVY	(1,340)	(1,338)	(52)	(1,446)	(108)

FIRST QUARTER HIGHLIGHTS

DOB projects savings of \$108,000 from the modified budget for the Department of Consumer Protection. This savings is almost entirely due to lower projected personal service expenditures as a result of vacancies.

DEPARTMENTAL DETAIL

DEPARTMENT OF MENTAL HEALTH					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	2,987	2,987	642	2,951	(35)
Other Personal Services	11	11	-	11	-
Materials & Supplies	39	40	2	35	(5)
Expenses	4,150	4,150	97	4,600	450
Inter-Departmental Charge	1,312	1,312	1,058	1,312	-
Gross Expenditures	8,499	8,500	1,800	8,909	410
Inter-Departmental Revenue	(996)	(996)	(50)	(996)	-
NET EXPENDITURES	7,503	7,504	1,749	7,914	410
Departmental Income	(35)	(35)	-	(35)	-
State Aid	(1,525)	(1,525)	(76)	(1,479)	46
Federal Aid	(995)	(995)	-	(968)	27
REVENUES	(2,555)	(2,555)	(76)	(2,482)	73
TAX LEVY	4,948	4,949	1,673	5,432	483

FIRST QUARTER HIGHLIGHTS

DOB projects additional expenditures of \$410,000 from the modified budget for the Department of Mental Health. This upward revision of projected expenditures is primarily due to Criminal Law Proceedings trending at levels \$450,000 higher than budget. The appropriation level included in the 2015 Budget for Criminal Law Proceedings anticipated the transition of certain aspects of the program to Westchester Medical Center during the second half of 2015. This transition will no longer happen in FY15. The department is exploring other options and expects to implement alternatives in outer years.

DEPARTMENT OF HEALTH					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	16,074	16,074	3,722	15,942	(132)
Other Personal Services	387	387	83	367	(20)
Equipment	20	20	-	20	-
Materials & Supplies	493	496	147	436	(60)
Expenses	120,176	120,214	24,477	120,615	401
Inter-Departmental Charge	4,949	4,949	3,196	4,949	-
Gross Expenditures	142,098	142,141	31,625	142,330	189
Inter-Departmental Revenue	(141)	(141)	-	(141)	-
NET EXPENDITURES	141,958	142,000	31,625	142,190	189
Departmental Income	(7,491)	(7,491)	(1,455)	(7,491)	-
Miscellaneous Revenue	-	-	4	-	-
Undistributed Revenues	-	-	(13)	-	-
State Aid	(71,580)	(71,580)	(9)	(71,930)	(349)
REVENUES	(79,071)	(79,071)	(1,474)	(79,420)	(349)
TAX LEVY	62,887	62,929	30,152	62,769	(160)

FIRST QUARTER HIGHLIGHTS

Overall, DOB projects additional expenditures of \$189,000 from the modified budget for the Department of Health (DoH). DoH is consists of two units--Public Health and Children with Special Needs (CSN). Expenditures within the Public Health unit are projected \$204,000 below the modified budget while the CSN programs are projected \$393,000 above modified appropriations. The increase in projected revenues of \$349,000 is due to the net change in state aid for these two programs as CSN is reimbursed at a higher rate than Public Health.

DEPARTMENTAL DETAIL

DEPARTMENT OF LABORATORIES & RESEARCH					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	8,179	8,179	1,936	8,179	-
Other Personal Services	140	140	30	140	-
Materials & Supplies	1,122	1,290	242	1,290	-
Expenses	780	879	148	879	-
Inter-Departmental Charge	3,440	3,440	1,385	3,440	-
Gross Expenditures	13,661	13,927	3,740	13,927	-
Inter-Departmental Revenue	(30)	(30)	(0)	(30)	-
NET EXPENDITURES	13,631	13,897	3,739	13,897	-
Departmental Income	(2,618)	(2,618)	(527)	(2,618)	-
State Aid	(1,427)	(1,427)	-	(1,427)	-
REVENUES	(4,045)	(4,045)	(527)	(4,045)	-
TAX LEVY	9,586	9,852	3,212	9,852	-

FIRST QUARTER HIGHLIGHTS

DOB projects no changes from the modified budget for the Department of Laboratories and Research at this time.

DEPARTMENT OF CORRECTION					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	78,054	78,054	18,745	78,054	0
Other Personal Services	12,583	12,583	2,515	12,547	(36)
Equipment	267	330	-	330	-
Materials & Supplies	1,503	1,637	232	1,637	0
Expenses	23,269	23,363	3,390	22,556	(807)
Inter-Departmental Charge	11,701	11,701	3,237	11,701	-
Gross Expenditures	127,378	127,669	28,119	126,826	(843)
Inter-Departmental Revenue	(137)	(137)	-	(137)	-
NET EXPENDITURES	127,240	127,531	28,119	126,688	(843)
Departmental Income	(6,800)	(6,800)	(928)	(6,732)	69
State Aid	(68)	(68)	-	(68)	-
Federal Aid	(1,076)	(1,076)	(9)	(1,076)	-
REVENUES	(7,943)	(7,943)	(937)	(7,875)	69
TAX LEVY	119,297	119,588	27,181	118,814	(774)

FIRST QUARTER HIGHLIGHTS

DOB projects expenditure savings of \$843,000 versus the modified budget within the Department of Correction (DoC). \$807,000 of this projected savings results from the inmate healthcare and food services contracts costing less than the budgeted appropriation. The remainder of the expenditure savings is due to fewer correction officers than budgeted out on 207-c disability.

DoC is projected to fall short of its departmental income target by \$69,000 as fewer federal inmates than budgeted are incarcerated in the County facility.

DEPARTMENTAL DETAIL

TAX COMMISSION					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	153	153	34	153	-
Materials & Supplies	1	1	0	1	-
Expenses	2	2	1	2	-
Inter-Departmental Charge	32	32	29	32	-
Gross Expenditures	187	187	64	187	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	187	187	64	187	-
Departmental Income	(0)	(0)	-	(0)	-
REVENUES	(0)	(0)	-	(0)	-
TAX LEVY	187	187	64	187	-

FIRST QUARTER HIGHLIGHTS

DOB projects no changes from the modified budget for the Tax Commission at this time.

DISTRICT ATTORNEY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	21,269	21,269	4,831	21,197	(71)
Other Personal Services	362	362	40	367	5
Equipment	170	170	10	170	-
Materials & Supplies	324	333	57	333	-
Expenses	5,615	5,632	121	5,632	-
Inter-Departmental Charge	989	989	387	989	-
Gross Expenditures	28,729	28,755	5,446	28,688	(67)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	28,729	28,755	5,446	28,688	(67)
State Aid	(80)	(80)	-	(80)	-
REVENUES	(80)	(80)	(0)	(80)	-
TAX LEVY	28,649	28,675	5,446	28,609	(67)

FIRST QUARTER HIGHLIGHTS

DOB projects personal service expenditure savings of \$67,000 versus the modified budget within the District Attorney’s Office due to vacancies.

DEPARTMENTAL DETAIL

DEPARTMENT OF PUBLIC SAFETY					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	32,568	32,568	7,542	32,568	0
Other Personal Services	9,153	9,153	994	8,853	(300)
Equipment	227	312	39	312	-
Materials & Supplies	2,078	2,153	459	2,153	-
Expenses	2,979	3,126	464	3,126	-
Inter-Departmental Charge	4,272	4,273	2,578	4,273	-
Gross Expenditures	51,277	51,585	12,075	51,285	(300)
Inter-Departmental Revenue	(10,787)	(10,787)	(2,057)	(10,787)	-
NET EXPENDITURES	40,490	40,798	10,019	40,498	(300)
Departmental Income	(13,620)	(13,620)	(3,177)	(13,620)	-
State Aid	(2,772)	(2,772)	-	(3,088)	(316)
Federal Aid	(450)	(450)	(29)	(450)	-
REVENUES	(16,842)	(16,842)	(3,206)	(17,158)	(316)
TAX LEVY	23,648	23,956	6,813	23,340	(616)

FIRST QUARTER HIGHLIGHTS

DOB projects overtime expenditures to be \$300,000 below the modified budget within the Department of Public Safety and \$316,000 in additional state aid for the parkway patrol program.

DEPARTMENT OF PROBATION					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	17,334	17,334	4,174	17,334	-
Other Personal Services	389	389	38	389	-
Equipment	26	33	2	33	-
Materials & Supplies	163	177	(2)	177	(0)
Expenses	6,236	6,271	227	6,271	-
Inter-Departmental Charge	3,362	3,362	2,291	3,362	-
Gross Expenditures	27,509	27,565	6,729	27,565	(0)
Inter-Departmental Revenue	(1,453)	(1,453)	-	(1,453)	-
NET EXPENDITURES	26,056	26,112	6,729	26,112	(0)
Departmental Income	(326)	(326)	(89)	(326)	-
State Aid	(8,034)	(8,034)	(491)	(8,034)	-
REVENUES	(8,360)	(8,360)	(581)	(8,360)	-
TAX LEVY	17,697	17,752	6,148	17,752	(0)

FIRST QUARTER HIGHLIGHTS

DOB projects no changes from the modified budget within the Department of Probation at this time.

DEPARTMENTAL DETAIL

PUBLIC ADMINISTRATOR					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	515	508	106	508	-
Other Personal Services	-	8	-	8	-
Equipment	3	3	3	3	-
Materials & Supplies	7	7	0	7	-
Expenses	58	83	15	83	-
Inter-Departmental Charge	88	88	68	88	-
Gross Expenditures	670	695	192	695	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	670	695	192	695	-
Departmental Income	(470)	(470)	(5)	(470)	-
REVENUES	(470)	(470)	(5)	(470)	-
TAX LEVY	200	225	187	225	-

FIRST QUARTER HIGHLIGHTS

DOB projects no changes from the modified budget for the Public Administrator at this time.

SOLID WASTE COMMISSION					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	682	682	155	682	-
Other Personal Services	446	446	86	446	-
Equipment	27	27	-	27	-
Materials & Supplies	25	25	3	25	-
Expenses	139	139	18	139	-
Inter-Departmental Charge	254	254	122	254	-
Gross Expenditures	1,573	1,573	384	1,573	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	1,573	1,573	384	1,573	-
Departmental Income	(1,573)	(1,573)	(175)	(1,573)	-
REVENUES	(1,573)	(1,573)	(175)	(1,573)	-
TAX LEVY	-	0	209	0	-

FIRST QUARTER HIGHLIGHTS

DOB projects no changes from the modified budget for the Solid Waste Commission at this time.

DEPARTMENTAL DETAIL

DEPARTMENT OF PARKS					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	16,170	16,170	3,697	16,140	(30)
Other Personal Services	9,201	9,201	1,434	9,351	150
Equipment	328	373	76	373	-
Materials & Supplies	7,049	7,121	1,174	7,121	(0)
Expenses	10,858	10,963	1,567	10,959	(3)
Inter-Departmental Charge	5,249	5,249	1,948	5,249	-
Gross Expenditures	48,856	49,077	9,897	49,193	116
Inter-Departmental Revenue	(152)	(152)	-	(152)	-
NET EXPENDITURES	48,704	48,925	9,897	49,041	116
Departmental Income	(32,878)	(32,878)	(2,106)	(32,938)	(60)
Undistributed Revenues	-	-	45	-	-
State Aid	(61)	(61)	-	(61)	-
REVENUES	(32,939)	(32,939)	(2,061)	(32,999)	(60)
TAX LEVY	15,765	15,986	7,836	16,043	56

FIRST QUARTER HIGHLIGHTS

Overall, DOB projects expenditures \$116,000 above the modified budget within the Parks Department (Parks). This is primarily due to additional personal service expenditures at the County Center that are partially offset by the additional \$60,000 of departmental income projected at this time.

DEPARTMENT OF TRANSPORTATION					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	1,238	1,238	286	1,238	-
Other Personal Services	27	27	14	31	4
Materials & Supplies	1,852	1,852	483	1,852	-
Expenses	149,657	149,745	34,863	150,309	564
Inter-Departmental Charge	1,937	1,937	805	1,937	-
Gross Expenditures	154,710	154,798	36,451	155,366	568
Inter-Departmental Revenue	(415)	(415)	-	(415)	-
NET EXPENDITURES	154,296	154,383	36,451	154,952	568
Departmental Income	(37,754)	(37,754)	(7,824)	(37,363)	391
State Aid	(54,065)	(54,065)	(235)	(53,315)	750
Federal Aid	(17,299)	(17,299)	-	(11,299)	6,000
REVENUES	(109,118)	(109,118)	(8,059)	(101,977)	7,141
TAX LEVY	45,178	45,265	28,392	52,975	7,709

FIRST QUARTER HIGHLIGHTS

Overall, DOB projects a tax levy impact \$7.7 million above the modified budget within the Department of Transportation (DoT). This is due to a downward revision of projection revenues in the amount of \$7.1 million and an expense projection \$568,000 above modified appropriations.

Federal and state aid are projected below the modified budget by \$6.0 million and \$0.75 million, respectively. This is due to the recognition of an additional \$6.0 million of federal transportation aid in FY14. Additionally, bus and Para-Transit fares are now projected \$391,000 under budgeted levels.

Bus operating expenditures are projected over the modified budget due to insurance claims trending higher than expected.

DEPARTMENTAL DETAIL

DEPARTMENT OF PUBLIC WORKS					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Annual Regular Salaries	15,517	15,517	3,542	15,498	(19)
Other Personal Services	1,011	1,011	252	1,017	6
Equipment	58	59	9	59	-
Materials & Supplies	18,983	19,120	3,648	19,090	(30)
Expenses	30,605	32,175	6,005	31,034	(1,141)
Inter-Departmental Charge	2,306	2,306	1,247	2,306	-
Gross Expenditures	68,481	70,188	14,704	69,004	(1,185)
Inter-Departmental Revenue	(54,813)	(54,978)	(5,746)	(54,813)	-
NET EXPENDITURES	13,668	15,211	8,957	14,191	(1,185)
Departmental Income	(9,154)	(8,989)	(756)	(9,154)	-
State Aid	(2,726)	(2,726)	-	(2,726)	-
REVENUES	(11,880)	(11,715)	(756)	(11,880)	-
TAX LEVY	1,788	3,496	8,201	2,311	(1,185)

FIRST QUARTER HIGHLIGHTS

Overall, DOB projects expenditures at \$1.185 million below the modified budget within the Department of Public Works. This reduction in projected expenditures is primarily due to the expectation that \$1.664 million of contractual expenditures budgeted in FY15 will occur in FY16 offset by slight increases in contractual expenses within the White Plains, Leased Space, and Valhalla units.

DEBT SERVICE					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Expenses	<u>79,957</u>	<u>79,977</u>	<u>10,266</u>	<u>79,977</u>	<u>-</u>
Gross Expenditures	79,957	79,977	10,266	79,977	-
Inter-Departmental Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET EXPENDITURES	79,957	79,977	10,266	79,977	-
Capital Revenue	-	-	(116)	-	-
Miscellaneous Revenue	(1,000)	(1,000)	-	(1,000)	-
Interfund Revenue	<u>(200)</u>	<u>(200)</u>	<u>-</u>	<u>(200)</u>	<u>-</u>
REVENUES	(1,200)	(1,200)	(116)	(1,200)	-
TAX LEVY	<u>78,757</u>	<u>78,777</u>	<u>10,150</u>	<u>78,777</u>	<u>-</u>

FIRST QUARTER HIGHLIGHTS

DOB projects no changes from the modified budget for Debt Service at this time.

DEPARTMENTAL DETAIL

MISCELLANEOUS BUDGETS					
Thousands of Dollars					
	2015 Adopted	2015 Modified	YTD Mar 31	2015 Projected	Proj. less Modified
Other Personal Services	226,930	226,930	51,644	226,515	(415)
Expenses	<u>224,589</u>	<u>226,529</u>	<u>36,377</u>	<u>222,944</u>	<u>(3,585)</u>
Gross Expenditures	451,519	453,459	88,020	449,459	(4,000)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	451,519	453,459	88,020	449,459	(4,000)
Real Property Taxes	(548,423)	(548,423)	-	(548,423)	-
Payments in Lieu of Taxes	(10,198)	(10,198)	(240)	(10,198)	-
Non-Property Taxes	(565,549)	(565,549)	(58,486)	(553,049)	12,500
Departmental Income	(14,915)	(14,915)	(2,505)	(14,915)	-
Interest on Investments	(100)	(100)	(4)	(100)	-
Capital Revenue	(5,000)	(5,000)	-	(6,100)	(1,100)
Appropriated Fund Balance	-	(8,178)	-	-	8,178
Miscellaneous Revenue	(1,750)	(1,750)	(729)	(1,750)	-
Austin Ave	(705)	(705)	(117)	(705)	-
Interfund Revenue	(30)	(30)	(33)	(30)	-
State Aid	<u>(2,897)</u>	<u>(2,897)</u>	<u>(154)</u>	<u>(2,897)</u>	<u>-</u>
REVENUES	(1,149,566)	(1,157,744)	(62,269)	(1,138,166)	19,578
TAX LEVY	<u>(698,048)</u>	<u>(704,286)</u>	<u>25,752</u>	<u>(688,707)</u>	<u>15,579</u>

FIRST QUARTER HIGHLIGHTS

DOB projects expenditure savings within the Miscellaneous Budgets of \$4.0 million in the Q1 Forecast. The majority of this reduction, \$2.7 million, is due to the reduction in municipal sales tax distribution as a result of lower than budgeted sales tax revenues. The balance of the expenditure reductions are due to fringe benefit savings associated with a lower wage projection and the anticipation that certain miscellaneous budget expenditures budgeted in 2015 will occur in 2016.

Offsetting the projected expenditure savings are lower revenue projections in the amount of \$19.6 million. The largest adjustment is the downward revision of sales and use tax collections by \$12.5 million. Capital revenues are now projected \$1.1 million over budget as the refunding of the 2014 bond anticipation note later this year will generate general fund revenues in that amount. The reduction of \$8.2 million in appropriated fund balance reflects the expectation for a similar amount to roll from FY15 to FY16 resulting in a minimal effect to the FY15 Financial Plan. The Q1 Forecast contains expenditure reductions in the general fund of \$4.5 million from the modified budget for this effect.

