

Introduced by Presiding Officer pursuant to Rule 3(A)-(14) of the Suffolk County Legislature

RESOLUTION NO. 643 -2010, APPROVING RATES ESTABLISHED FOR FIRE ISLAND WATER TAXI, LLC

WHEREAS, Fire Island Water Taxi, LLC has applied to the Suffolk County Legislature, by a Petition dated and verified March 30, 2010, pursuant to Article 8 of the Navigation Law and Section 71 of the Transportation Corporations Law and Local Law No. 7 of 1982 of Suffolk County for the establishment of its ferry rates; and

WHEREAS, the Office of Legislative Budget Review has submitted its recommendations on said application to this Legislature; and

WHEREAS, the Public Works & Public Transportation Committee of this Legislature has reported its recommendations on the application to the Legislature as a whole; now, therefore be it

1st RESOLVED, that the Petition of Fire Island Water Taxi, LLC dated and verified as of March 30, 2010 is approved; and be it further

2nd RESOLVED, that Rate changes, Date changes, Time changes and Zone changes are approved as follows:

Proposed Rates:

- **UNSCHEDULED SEASONAL CROSS BAY SERVICE** - Seasonal service begins the Friday prior to Memorial Day and ends Labor Day.

From: Bay Shore to west end island locations (Fire Island Lighthouse east to Point O' Woods)

From: Sayville to central island locations (Sailors Haven east to Barrett Beach)

- **\$125.00** for up to 6 passengers, **\$15.00** for each additional passenger, PER RESERVATION, PER PARTY, PER STOP. This rate would be available from 9:00am to 9:00pm weather permitting. Waiting time **\$25.00/ 1/4hr.**
- **\$150.00** for up to 6 passengers, **\$15.00** for each additional passenger, PER RESERVATION, PER PARTY, PER STOP. This rate would be available from 9:01pm to 8:59am weather permitting. Waiting time **\$25.00/ 1/4hr.**

From: Bay Shore to central island locations Sayville to west end island locations
(Sailors Haven east to Barrett Beach) (Fire Island Lighthouse east to Point O' Woods)

Add **\$25.00** to above rates

Add **\$25.00** to above rates

- **UNSCHEDULED OFF SEASON CROSS BAY SERVICE** - Off season service begins the day after Labor Day and continues through the Thursday prior to Memorial Day.

From: Bay Shore and Sayville

- Add **\$25.00** to each base rate for **UNSCHEDULED SEASONAL CROSS BAY SERVICE**, PER RESERVATION, PER PARTY, PER STOP. This rate would be available from 9:00am to 9:00pm weather permitting. Waiting time **\$25.00/ 1/4hr.**

- **Add \$50.00** to each base rate for **UNSCHEDULED SEASONAL CROSS BAY SERVICE, PER RESERVATION, PER PARTY, PER STOP**. This rate would be available from 9:01pm to 8:59am weather permitting. Waiting time \$25.00/ 1/4hr.

- **Special Late Night Seasonal Service** - One Way fare from Fire Island to Bay Shore and Sayville - **\$25.00** per person minimum 6 people.

- **Seasonal Lateral Service** - Various communities to be included in lateral service: (Fire Island Lighthouse through Watch Hill - Per Person fare to be based upon travel zones established herein (see Exhibit "B").

- **In-Season Promotional Passenger Discount Rate For Lateral Service:**
 - The temporary discount rate is for specific posted dates and times i.e. July 5th through August 5th 6 pm to 9 pm;
 - is at least **\$1.00** off the posted lateral passenger rate, not to exceed a discount greater than **25%** from the posted "normal" rate;
 - promotional discount fares will be registered with the Clerk of the Suffolk County Legislature at least 15 days prior to institution stating the effective dates and times along with the parameters for obtaining the discount (receipt from retail establishment);
 - upon suspension notification will be given to the Clerk of the Suffolk County Legislature no later than 5 business days afterwards.

- **Freight** - **\$2.00** minimum per item, **\$5.00** per Bicycle

- **Child Lateral One Way Fare** - Under 12 years of age - 50% of Adult fare

- **Infants** under two years of age - No Charge

- **Senior Citizens Fare** - with Suffolk County Senior Citizens Card - Same as Child Fare

- **Dogs** - Same as Child Fare

- **Charter & Special Events Rates** – Are available upon request and will be priced based on each particular event.

- **Scheduled & Unscheduled Service** – Petitioner will use a combination of scheduled and unscheduled service that will be based on demand, time of day, equipment requirements and availability.

- **On Demand Lateral Services** – Petitioner will provide only on demand lateral service at a premium price to the following locations (east end) Watch Hill, Davis Park, Barrett Beach and Water Island that includes a two person minimum fare.

Current Rates:

- **UNSCHEDULED SEASONAL CROSS BAY SERVICE** – Seasonal service begins the Friday prior to Memorial Day and ends Labor Day.

- **\$125.00** for up to 6 passengers, **\$15.00** for each additional passenger, PER RESERVATION, PER PARTY. This rate would be available from 7:00am to 10:00pm weather permitting. Waiting time \$25.00/ 1/4hr.
- **\$150.00** for up to 6 passengers, **\$15.00** for each additional passenger, PER RESERVATION, PER PARTY. This rate would be available from 10:01pm to 6:59am weather permitting. Waiting time \$25.00/ 1/4hr.
- **UNSCHEDULED OFF SEASON CROSS BAY SERVICE** - Off season service begins the day after Labor Day and continues through the Thursday before Memorial Day, 24 hour notice required.
 - **\$150.00** for up to 6 passengers, **\$15.00** for each additional passenger, PER RESERVATION, PER PARTY. This rate would be available from 7:00am to 10:00pm weather permitting. Waiting time \$25.00/ 1/4hr.
 - **\$175.00** for up to 6 passengers, **\$18.00** for each additional passenger, PER RESERVATION, PER PARTY. This rate would be available from 10:01pm to 6:59am weather permitting. Waiting time \$25.00/ 1/4hr.
- **SEASONAL LATERAL SERVICE** – Various communities to be included in lateral service. Per person fare to be based upon travel zones established herein.

Pickup	Discharge							
Current								
Zones	Zone 1	Zone 2	Zone 3	Zone 4	Zone 5	Zone 6	Zone 7	Zone 8
1	6 . 0 0	8 . 0 0	1 0 . 0 0	1 2 . 0 0	1 4 . 0 0	1 6 . 0 0	1 8 . 0 0	2 2 . 0 0
2	8 . 0 0	6 . 0 0	8 . 0 0	1 0 . 0 0	1 2 . 0 0	1 4 . 0 0	1 6 . 0 0	1 8 . 0 0
3	1 0 . 0 0	8 . 0 0	6 . 0 0	8 . 0 0	1 0 . 0 0	1 2 . 0 0	1 4 . 0 0	1 6 . 0 0
4	1 2 . 0 0	1 0 . 0 0	8 . 0 0	6 . 0 0	8 . 0 0	1 0 . 0 0	1 2 . 0 0	1 4 . 0 0
5	1 4 . 0 0	1 2 . 0 0	1 0 . 0 0	8 . 0 0	6 . 0 0	8 . 0 0	1 0 . 0 0	1 2 . 0 0
6	1 6 . 0 0	1 4 . 0 0	1 2 . 0 0	1 0 . 0 0	8 . 0 0	6 . 0 0	8 . 0 0	1 0 . 0 0
7	1 8 . 0 0	1 6 . 0 0	1 4 . 0 0	1 2 . 0 0	1 0 . 0 0	8 . 0 0	6 . 0 0	8 . 0 0
8	2 2 . 0 0	1 8 . 0 0	1 6 . 0 0	1 4 . 0 0	1 2 . 0 0	1 0 . 0 0	8 . 0 0	6 . 0 0

- **FREIGHT** - \$2.00 minimum per item, \$5.00 per bicycle.
- **CHILD ONE-WAY FARE** – Under 12 years of age – 50% of Adult Fare
- **SENIOR CITIZENS FARE** – with Suffolk County Senior Citizen’s Card – Same as Child Fare
- **DOGS** – Same as Child Fare.

DATED: June 22, 2010

EFFECTIVE PURSUANT TO SECTION 2-15(F) OF THE SUFFOLK COUNTY CHARTER,
RETURNED BY THE COUNTY EXECUTIVE UNSIGNED JULY 8, 2010

Exhibit "B"

2010 Rates	<u>WH</u>	<u>DP</u>	<u>WI</u>	<u>BB</u>	<u>PINES</u>	<u>CG</u>	<u>SH</u>	<u>POW</u>	<u>OBP</u>	<u>SEA</u>	<u>OB</u>	<u>ATL</u>	<u>DW</u>	<u>FH</u>	<u>SALT</u>	<u>KIS</u>	<u>LH</u>
<u>Watch Hill</u>		\$ 11	12	\$ 12	\$ 14	\$ 19	\$ 22	\$ 24	\$ 24	\$ 25	\$ 25	\$ 28	\$ 28	\$ 28	\$ 30	\$ 30	\$ 30
<u>Davis Park</u>	\$ 11		\$ 12	\$ 12	\$ 14	\$ 19	\$ 22	\$ 24	\$ 24	\$ 25	\$ 25	\$ 28	\$ 28	\$ 28	\$ 30	\$ 30	\$ 30
<u>Water Island</u>	\$ 12	\$ 12		\$ 10	\$ 11	\$ 17	\$ 19	\$ 23	\$ 23	\$ 24	\$ 24	\$ 28	\$ 28	\$ 28	\$ 30	\$ 30	\$ 30
<u>Barrett Beach</u>	\$ 12	\$ 12	\$ 10		\$ 11	\$ 17	\$ 19	\$ 23	\$ 23	\$ 24	\$ 24	\$ 28	\$ 28	\$ 28	\$ 30	\$ 30	\$ 30
<u>Pines</u>	\$ 14	\$ 14	\$ 11	\$ 11		\$ 7	\$ 10	\$ 12	\$ 14	\$ 14	\$ 16	\$ 16	\$ 16	\$ 18	\$ 18	\$ 20	\$ 20
<u>Cherry Grove</u>	\$ 19	\$ 19	\$ 17	\$ 17	\$ 7		\$ 8	\$ 12	\$ 12	\$ 14	\$ 14	\$ 16	\$ 16	\$ 16	\$ 18	\$ 18	\$ 20
<u>Sailors Haven</u>	\$ 22	\$ 22	\$ 19	\$ 19	\$ 10	\$ 8		\$ 10	\$ 10	\$ 10	\$ 12	\$ 12	\$ 14	\$ 14	\$ 16	\$ 16	\$ 16
<u>Point O Woods</u>	\$ 24	\$ 24	\$ 23	\$ 23	\$ 12	\$ 12	\$ 10		\$ 7	\$ 8	\$ 8	\$ 10	\$ 10	\$ 10	\$ 12	\$ 12	\$ 12
<u>Oceans Bay Park</u>	\$ 24	\$ 24	\$ 23	\$ 23	\$ 14	\$ 12	\$ 10	\$ 7		\$ 7	\$ 8	\$ 10	\$ 10	\$ 10	\$ 12	\$ 12	\$ 12
<u>Seaview</u>	\$ 25	\$ 25	\$ 24	\$ 24	\$ 14	\$ 14	\$ 10	\$ 8	\$ 7		\$ 7	\$ 8	\$ 8	\$ 8	\$ 10	\$ 10	\$ 10
<u>Ocean Beach</u>	\$ 25	\$ 25	\$ 24	\$ 24	\$ 16	\$ 14	\$ 12	\$ 8	\$ 8	\$ 7		\$ 7	\$ 8	\$ 8	\$ 10	\$ 10	\$ 10
<u>Atlantique</u>	\$ 28	\$ 28	\$ 28	\$ 28	\$ 16	\$ 16	\$ 12	\$ 10	\$ 10	\$ 8	\$ 7		\$ 7	\$ 7	\$ 8	\$ 8	\$ 10
<u>Dunewood</u>	\$ 28	\$ 28	\$ 28	\$ 28	\$ 16	\$ 16	\$ 14	\$ 10	\$ 10	\$ 8	\$ 8	\$ 7		\$ 7	\$ 8	\$ 8	\$ 10
<u>Fair Harbor</u>	\$ 28	\$ 28	\$ 28	\$ 28	\$ 18	\$ 16	\$ 14	\$ 10	\$ 10	\$ 8	\$ 8	\$ 7	\$ 7		\$ 8	\$ 8	\$ 10
<u>Saltaire</u>	\$ 30	\$ 30	\$ 30	\$ 30	\$ 18	\$ 18	\$ 16	\$ 12	\$ 12	\$ 10	\$ 10	\$ 8	\$ 8	\$ 8	\$ 8	\$ 8	\$ 10
<u>Kismet</u>	\$ 30	\$ 30	\$ 30	\$ 30	\$ 20	\$ 18	\$ 16	\$ 12	\$ 12	\$ 12	\$ 10	\$ 8	\$ 8	\$ 8	\$ 7	\$ 7	\$ 8
<u>Fl Lighthouse</u>	\$ 30	\$ 30	\$ 30	\$ 30	\$ 20	\$ 20	\$ 16	\$ 12	\$ 12	\$ 12	\$ 10	\$ 10	\$ 10	\$ 10	\$ 8	\$ 7	\$ 7

Exhibit "B"

2010 Rates	<u>WH</u>	<u>DP</u>	<u>WI</u>	<u>BB</u>	<u>PINES</u>	<u>CG</u>	<u>SH</u>	<u>POW</u>	<u>OBP</u>	<u>SEA</u>	<u>OB</u>	<u>ATL</u>	<u>DW</u>	<u>FH</u>	<u>SALT</u>	<u>KIS</u>	<u>LH</u>
<u>Watch Hill</u>		\$ 11	12	\$ 12	\$ 14	\$ 19	\$ 22	\$ 24	\$ 24	\$ 25	\$ 25	\$ 28	\$ 28	\$ 28	\$ 30	\$ 30	\$ 30
<u>Davis Park</u>	\$ 11		\$ 12	\$ 12	\$ 14	\$ 19	\$ 22	\$ 24	\$ 24	\$ 25	\$ 25	\$ 28	\$ 28	\$ 28	\$ 30	\$ 30	\$ 30
<u>Water Island</u>	\$ 12	\$ 12		\$ 10	\$ 11	\$ 17	\$ 19	\$ 23	\$ 23	\$ 24	\$ 24	\$ 28	\$ 28	\$ 28	\$ 30	\$ 30	\$ 30
<u>Barrett Beach</u>	\$ 12	\$ 12	\$ 10		\$ 11	\$ 17	\$ 19	\$ 23	\$ 23	\$ 24	\$ 24	\$ 28	\$ 28	\$ 28	\$ 30	\$ 30	\$ 30
<u>Pines</u>	\$ 14	\$ 14	\$ 11	\$ 11		\$ 7	\$ 10	\$ 12	\$ 14	\$ 14	\$ 16	\$ 16	\$ 16	\$ 18	\$ 18	\$ 20	\$ 20
<u>Cherry Grove</u>	\$ 19	\$ 19	\$ 17	\$ 17	\$ 7		\$ 8	\$ 12	\$ 12	\$ 14	\$ 14	\$ 16	\$ 16	\$ 16	\$ 18	\$ 18	\$ 20
<u>Sailors Haven</u>	\$ 22	\$ 22	\$ 19	\$ 19	\$ 10	\$ 8		\$ 10	\$ 10	\$ 10	\$ 12	\$ 12	\$ 14	\$ 14	\$ 16	\$ 16	\$ 16
<u>Point O Woods</u>	\$ 24	\$ 24	\$ 23	\$ 23	\$ 12	\$ 12	\$ 10		\$ 7	\$ 8	\$ 8	\$ 10	\$ 10	\$ 10	\$ 12	\$ 12	\$ 12
<u>Oceans Bay Park</u>	\$ 24	\$ 24	\$ 23	\$ 23	\$ 14	\$ 12	\$ 10	\$ 7		\$ 7	\$ 8	\$ 10	\$ 10	\$ 10	\$ 12	\$ 12	\$ 12
<u>Seaview</u>	\$ 25	\$ 25	\$ 24	\$ 24	\$ 14	\$ 14	\$ 10	\$ 8	\$ 7		\$ 7	\$ 8	\$ 8	\$ 8	\$ 10	\$ 10	\$ 10
<u>Ocean Beach</u>	\$ 25	\$ 25	\$ 24	\$ 24	\$ 16	\$ 14	\$ 12	\$ 8	\$ 8	\$ 7		\$ 7	\$ 8	\$ 8	\$ 10	\$ 10	\$ 10
<u>Atlantique</u>	\$ 28	\$ 28	\$ 28	\$ 28	\$ 16	\$ 16	\$ 12	\$ 10	\$ 10	\$ 8	\$ 7		\$ 7	\$ 7	\$ 8	\$ 8	\$ 10
<u>Dunewood</u>	\$ 28	\$ 28	\$ 28	\$ 28	\$ 16	\$ 16	\$ 14	\$ 10	\$ 10	\$ 8	\$ 8	\$ 7		\$ 7	\$ 8	\$ 8	\$ 10
<u>Fair Harbor</u>	\$ 28	\$ 28	\$ 28	\$ 28	\$ 18	\$ 16	\$ 14	\$ 10	\$ 10	\$ 8	\$ 8	\$ 7	\$ 7		\$ 8	\$ 8	\$ 10
<u>Saltaire</u>	\$ 30	\$ 30	\$ 30	\$ 30	\$ 18	\$ 18	\$ 16	\$ 12	\$ 12	\$ 10	\$ 10	\$ 8	\$ 8	\$ 8		\$ 7	\$ 8
<u>Kismet</u>	\$ 30	\$ 30	\$ 30	\$ 30	\$ 20	\$ 18	\$ 16	\$ 12	\$ 12	\$ 12	\$ 10	\$ 8	\$ 8	\$ 8	\$ 7		\$ 7
<u>Fl Lighthouse</u>	\$ 30	\$ 30	\$ 30	\$ 30	\$ 20	\$ 20	\$ 16	\$ 12	\$ 12	\$ 12	\$ 10	\$ 10	\$ 10	\$ 10	\$ 8	\$ 7	

FIRE ISLAND WATER TAXI, LLC
UNCONSOLIDATED FINANCIAL STATEMENTS
AND ADDITIONAL INFORMATION
As of and for the Years Ended September 30, 2009
and 2008

King and Associates, CPA, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

FIRE ISLAND WATER TAXI, LLC
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CERTIFIED PUBLIC ACCOUNTANTS

Members of

American Institute of Certified Public Accountants

National Association of Certified Valuation Analysts

Registered Investment Advisors

New York State Society of Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Fire Island Water Taxi, LLC

We have audited the accompanying unconsolidated balance sheet of Fire Island Water Taxi, LLC (a limited liability company) as of September 30, 2009 and September 30, 2008 and the related unconsolidated statements of operations, unconsolidated members' equity (deficit), and unconsolidated cash flows for the years ended September 30, 2009 and September 30, 2008. These unconsolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these unconsolidated financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the Company's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

The accompanying unconsolidated financial statements and this report were prepared for the Suffolk County Budget Review Office for the sole purpose of considering a potential fare and freight increase and should not be used for any other purpose.

As discussed in Note 2 to the financial statements, the Company is a wholly owned subsidiary of Fire Island Ferries, Inc., and is accounted for using the equity method of accounting. In our opinion, accounting principles generally accepted in the United States of America require that all majority-owned subsidiaries be accounted for as consolidated subsidiaries. If the financial statements of Fire Island Water Taxi, LLC had been consolidated with those of Fire Island Ferries, Inc., total assets would be increased by \$7,823,971 and \$4,974,942 as of September 30, 2009 and September 30, 2008, and net income would be increased by \$857,268 and \$234,745 for the years then ended.

In our opinion, except for the effects of the Company not being consolidated with its parent Company, as discussed in the preceding paragraph, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Fire Island Water Taxi, LLC of September 30, 2009 and September 30, 2008, and the results of their operations and their cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

As explained in Note 5 to the financial statements, Fire Island Water Taxi, LLC is a wholly owned subsidiary of Fire Island Ferries, Inc. and has entered into transactions with its parent company.

King and Associates, CPA, P.C.
November 13, 2009
Central Islip

**FIRE ISLAND WATER TAXI, LLC
UNCONSOLIDATED BALANCE SHEETS
SEPTEMBER 30,**

ASSETS

	2009	2008
CURRENT ASSETS		
Cash	\$ 108,612	\$ 272,791
Accounts receivable-trade	20,460	15,226
Prepaid expenses	19,494	12,095
TOTAL CURRENT ASSETS	148,566	300,112
 PROPERTY AND EQUIPMENT		
Cost	973,108	861,707
Less: accumulated depreciation	(358,782)	(285,005)
	614,326	576,702
 INTANGIBLE ASSETS		
Cost	500,000	500,000
Less: accumulated amortization	(273,334)	(223,334)
	226,666	276,666
 TOTAL ASSETS	\$ 989,558	\$ 1,153,480

See auditor's report and notes to the financial statements.

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**FIRE ISLAND WATER TAXI, LLC
UNCONSOLIDATED BALANCE SHEETS
SEPTEMBER 30,**

LIABILITIES AND MEMBERS' EQUITY (DEFICIT)

	2009	2008
CURRENT LIABILITIES		
Accounts payable-trade	\$ 5,380	\$ 11,841
Accrued expenses	6,945	16,586
Current portion of long-term debt - (D. Sanders)	57,859	73,269
TOTAL CURRENT LIABILITIES	70,184	101,696
LONG-TERM LIABILITIES		
Accounts payable-related (FIF)	1,559,923	1,373,671
Accounts payable-related (FIT)	37,644	4,401
Long-term debt less current portion - (D. Sanders)	209,820	262,126
TOTAL LONG-TERM LIABILITIES	1,807,387	1,640,198
TOTAL LIABILITIES	1,877,571	1,741,894
MEMBERS' (DEFICIT)	(888,013)	(588,414)
TOTAL LIABILITIES AND MEMBERS' (DEFICIT)	\$ 989,558	\$ 1,153,480

See auditor's report and notes to the financial statements.

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FIRE ISLAND WATER TAXI, LLC
UNCONSOLIDATED STATEMENTS OF OPERATIONS AND MEMBERS' (DEFICIT)
FOR THE YEARS ENDED SEPTEMBER 30,

	2009	2008
OPERATING REVENUES	\$ 668,376	\$ 711,356
COST OF OPERATIONS	769,591	823,650
GROSS PROFIT (LOSS)	(101,215)	(112,294)
GENERAL AND ADMINISTRATIVE EXPENSES	177,903	175,575
LOSS FROM OPERATIONS	(279,118)	(287,869)
OTHER INCOME AND (EXPENSES)		
Interest income	171	0
Interest expense	(17,544)	(20,367)
TOTAL OTHER INCOME AND (EXPENSES)	(17,373)	(20,367)
LOSS BEFORE TAXES	(296,491)	(308,236)
PROVISION FOR NEW YORK STATE TAXES		
State gross receipts tax	2,932	3,121
State franchise tax	176	176
TOTAL PROVISION FOR STATE TAXES	3,108	3,297
NET LOSS	(299,599)	(311,533)
MEMBERS' (DEFICIT)		
Beginning of year	(588,414)	(276,881)
End of year	\$ (888,013)	\$ (588,414)

See auditor's report and notes to the financial statements.

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FIRE ISLAND WATER TAXI, LLC
UNCONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30,

	2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Loss	\$ (299,599)	\$ (311,533)
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation expense	73,777	74,993
Amortization expense	50,000	50,000
(Increase) decrease in:		
Accounts receivable -trade	(5,234)	(2,961)
Prepaid expenses	(7,399)	(3,027)
Increase (decrease) in:		
Accounts payable - trade	(6,461)	7,673
Accounts payable - related	219,495	469,729
Accrued expenses	(9,641)	(792)
	<u>14,938</u>	<u>284,082</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES (carried forward)		
	<u>14,938</u>	<u>284,082</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property and equipment	<u>(111,401)</u>	<u>(237,237)</u>
NET CASH (USED IN) INVESTING ACTIVITIES (carried forward)		
	<u>(111,401)</u>	<u>(237,237)</u>

See auditor's report and notes to the financial statements.

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FIRE ISLAND WATER TAXI, LLC
UNCONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30,

	<u>2009</u>	<u>2008</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES (brought forward)	\$ 14,938	\$ 314,552
NET CASH (USED IN) INVESTING ACTIVITIES (brought forward)	(111,401)	(237,237)
CASH FLOWS (USED) BY FINANCING ACTIVITIES		
Seller financed notes	(67,716)	(70,407)
NET CASH (USED) BY FINANCING ACTIVITIES	(67,716)	(70,407)
NET DECREASE IN CASH	(164,179)	6,908
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	272,791	265,883
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 108,612</u>	<u>\$ 272,791</u>

See auditor's report and notes to the financial statements.

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FIRE ISLAND WATER TAXI, LLC
NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2009 AND 2008

1. NATURE OF BUSINESS

The Company's major business is the operation of a passenger water taxi service which is active primarily between April 1 and September 30 each year. The Company generally derives a significant portion of its revenue during this period. The Company is a transportation company under New York State laws. The Company is licensed by the Suffolk County Legislature which also regulates the fares allowed to be charged by the Company. The Company's license is effective to March 15, 2010.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. FASB CODIFICATION

On July 1, 2009, the Company adopted FASB *Accounting Standards Codification* Topic 105, Generally Accepted Accounting Principles. The Codification is the single source of authoritative nongovernmental U.S. generally accepted accounting principles (US GAAP). The Codification is effective for interim and annual periods ending after September 15, 2009. All previous level (a)-(d) US GAAP standards issued by a standard setter are superseded. Level (a)-(d) US GAAP refers to the previous accounting hierarchy. All other accounting literature not included in the Codification will be considered nonauthoritative.

B. PRINCIPLES OF CONSOLIDATION

The unconsolidated financial statements reflect the accounts of Fire Island Water Taxi, Limited Liability Company, which commenced operations on March 8, 2004. Fire Island Water Taxi, LLC is a wholly owned subsidiary of Fire Island Ferries, Incorporated. FASB ASC 810-10-10-1, *Consolidation*, require consolidated financial statements to be presented to include the accounts of Fire Island Ferries, Inc. and its wholly owned subsidiary, Fire Island Water Taxi, LLC. The unconsolidated financial statements of Fire Island Water Taxi, LLC are being presented at the request of management.

C. CASH AND CASH EQUIVALENTS

For purposes of the statement of cash flows, the Company considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

FIRE ISLAND WATER TAXI, LLC
NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2009 AND 2008

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. CONCENTRATION OF CREDIT RISK

The Company maintains its cash balances in one financial institution located in Long Island, New York. The balances are insured by the Federal Deposit Insurance Corporation up to \$100,000. At September 30, 2009 and 2008 the Company had cash and cash equivalents totaling \$108,612 and \$272,791.

Effective October 3, 2008, the Federal Deposit Insurance Company (FDIC) raised the deposit insurance coverage limits to \$250,000. The legislation authorizing the increase in deposit insurance coverage limits are effective October 3, 2008 through December 31, 2009.

E. ACCOUNTS RECEIVABLE

Accounts receivable are stated without allowance for doubtful accounts. The Company's experience indicates bad debts to be immaterial and, therefore, the direct write-off method is used.

F. PREPAID EXPENSES

Prepaid expenses consist of prepaid rents and prepaid insurance.

G. PROPERTY AND EQUIPMENT

Property and equipment are stated at cost. Minor additions and renewals are expensed in the year incurred. Major additions and renewals are capitalized and depreciated over their estimated useful lives.

Depreciation is computed as follows:

	<u>Estimated Useful Lives</u>	<u>Method</u>
Floating equipment	10 years	DDB & SL
Other equipment	3-5 years	DDB & SL

For income tax purposes, recovery of capital costs for property and equipment is made over statutory recovery periods using the proper accelerated cost recovery system.

FIRE ISLAND WATER TAXI, LLC
NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2009 AND 2008

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. ADVERTISING COSTS

The Company has a policy of expensing advertising costs as incurred. Total advertising costs charged to expense for the years ended September 30, 2009 and 2008 totaled \$2,656 and \$4,121 respectively.

I. USE OF ESTIMATES

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

J. IMPAIRMENT OF LONG LIVED ASSETS

In accordance with FASB ASC 360-10-35-15, *Impairment or Disposal of Long-Lived Assets*, the Company's long lived assets are reviewed for impairment periodically whenever events or changes in circumstances indicate that the carrying amount of the asset in question may not be recoverable. No such impairments were identified during the years ended September 30, 2009 and 2008.

K. REVENUE RECOGNITION

The Company prepares its financial statements using the accrual method of accounting. Revenue consists primarily of ticket sales for the passenger water taxi service between Fire Island and Bay Shore. Revenue is recognized when passenger tickets are sold, which in most cases is the same day the passenger presents the ticket for water taxi service. Management estimates there is no material value associated with pre-purchased and unused tickets as of September 30, 2009 and 2008.

FIRE ISLAND WATER TAXI, LLC
NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2009 AND 2008

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. AMORTIZATION

Goodwill and a covenant not to compete resulted from the acquisition of the assets of South Bay Water Taxi, Incorporated on March 8, 2004. Goodwill and the covenant are being amortized over their useful lives of fifteen and ten years, respectively, using the straight-line method. Amortization expense for the years ended September 30, 2009 and 2008 is \$50,000 and \$50,000.

M. INCOME TAXES

Since the Company is a limited liability company and wholly-owned by another Company that files a consolidated tax return, there is no federal tax provision. New York State treats the Company as a transportation company. The Company is subject to a New York gross receipts tax and franchise tax.

3. PROPERTY AND EQUIPMENT

Property and equipment consists of the following:

	September 30, 2009			September 30, 2008
	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Book Value</u>	<u>Book Value</u>
Floating equipment	\$ 458,995	\$ 158,742	\$ 300,253	\$ 329,780
Other equipment	514,113	200,040	314,073	246,922
Totals	<u>\$ 973,108</u>	<u>\$ 358,782</u>	<u>\$ 614,326</u>	<u>\$ 576,702</u>

Depreciation expense for the years ended September 30, 2009 and 2008 was \$73,777 and \$74,993.

FIRE ISLAND WATER TAXI, LLC
NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2009 AND 2008

4. LONG-TERM DEBT

Long-term debt obligations at September 30 are as follows:

	<u>2009</u>	<u>2008</u>
<p>A. A non-interest bearing obligation payable to D. Sanders made in annual installments of \$24,000 per year for the purchase of South Bay Water Taxi, Incorporated. Future annual payments are due September 1, 2008 through September 1, 2009.</p>	\$ 0	\$ 24,000
<p>B. Note payable to D. Sanders at a 6% annual interest rate for the purchase of the assets of South Bay Water Taxi, Incorporated. Payments are made in 120 monthly principal and interest installments of \$5,551 beginning on April 8, 2004. The 120th and final monthly installment is due on March 8, 2014.</p>	<u>267,679</u>	<u>311,395</u>
	<u>267,679</u>	<u>335,395</u>
Less Current Portion	<u>57,859</u>	<u>73,269</u>
	<u>\$ 209,820</u>	<u>\$ 262,126</u>

Maturities of long-term debt are as follows:

<u>For the years ending</u> <u>September 30,</u>	<u>Amount</u>
2010	\$ 57,859
2011	55,534
2012	58,959
2013	62,596
2014 and thereafter	<u>32,731</u>
Total	<u>\$ 267,679</u>

FIRE ISLAND WATER TAXI, LLC
NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2009 AND 2008

5. TRANSACTIONS WITH RELATED PARTIES

The Company is wholly owned by Fire Island Ferries, Inc. (FIF). The Company owes FIF \$1,559,924 and \$1,373,671 as of September 30, 2009 and September 30, 2008.

FIF has also guaranteed the Company's loan payable for the acquisition of the assets of South Bay Water Taxi, Inc., payable to Mr. David Sanders.

Fire Island Terminal, Inc. (FIT) is a related party to the Company. The Company owes FIT \$37,644 and \$4,401 as of September 30, 2009 and September 30, 2008.

6. LEASES

On April 26, 2005, Fire Island Water Taxi, LLC (FIWT) and Fire Island Ferries, Inc. (Guarantor) entered into a lease agreement with Maple Avenue Marina, LLC and Fire Island Holdings, Inc., to lease a portion of six (6) acres of land situated in the vicinity of Penataquit Creek leading in a southerly direction to the Great South Bay, including the lands under water, bulkheads, docks, piers, certain upland areas and a portion of a certain steel frame building. Under the agreement, FIWT, which is a water taxi operator licensed by the Suffolk County Legislature, will provide passenger ferry service between the Bay Shore Property and Fire Island Holding's pier at Robbins Rest, Fire Island.

The term of the agreement commenced on May 1, 2005 for a period of ten years and five months and terminates on September 30, 2015, unless extended in writing by mutual agreement between the parties.

FIRE ISLAND WATER TAXI, LLC
NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2009 AND 2008

6. LEASES - (Continued)

In consideration for the rights granted under the lease, the Company will pay Maple Avenue Marina, LLC, the sum of \$1,202,410 for rent for the entire term of this agreement. Beginning on May 1, 2009 through April 1, 2010, Company will pay 27% of the monthly installments of \$9,379.24 on an unconsolidated basis. For each subsequent annual period, the equal monthly installments will increase by 3% of the prior period annual payments. After management conducted a study on the projected use of the leased property, the following rent allocation was determined based upon the projected use amongst Fire Island Ferries, Inc., it's wholly owned subsidiary, Fire Island Water Taxi, LLC and its affiliate Fire Island Terminal, Inc.:

1. Fire Island Ferries, Inc.	50%
2. Fire Island Water Taxi, LLC	27%
3. Fire Island Terminal, Inc.	23%

The future minimum lease payments to the villages and towns are as follows:

For the year ended <u>September 30,</u>	<u>Amount</u>
2010	\$ 30,769
2011	31,691
2012	32,642
2013	33,622
2014 and thereafter	34,637
Total	<u>\$ 163,361</u>

7. BUSINESS COMBINATION

On March 8, 2004, the Company purchased the assets of South Bay Water Taxi, Incorporated for \$800,000 in exchange for cash and two long-term notes payable. The purchase method was used to account for the acquisition in accordance with SFAS No. 141, and the purchase price was allocated as follows:

Vessels	\$ 250,000
Equipment	50,000
Restrictive covenant	200,000
Goodwill	<u>300,000</u>
	<u>\$ 800,000</u>

ADDITIONAL INFORMATION

King and Associates, CPA, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

King and Associates, CPA, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

*Members of
American Institute of Certified Public Accountants
National Association of Certified Valuation Analysts
Registered Investment Advisors
New York State Society of Certified Public Accountants*

To the Board of Directors
Fire Island Water Taxi, LLC

Our report on our audit of the basic unconsolidated financial statements of Fire Island Water Taxi, LLC (a limited liability company) for the years ended September 30, 2009 and 2008 appears on page one. This audit was made for the purpose of forming an opinion on the basic unconsolidated financial statements taken as a whole. The supporting schedule on page 15 and 16 is presented for purposes of additional analysis and is not a required part of the basic unconsolidated financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic unconsolidated financial statements and in our opinion, are fairly stated in all material respects in relation to the basic unconsolidated financial statements taken as a whole.

King and Associates, CPA, P.C.

November 13, 2009

FIRE ISLAND WATER TAXI, LLC
SCHEDULE OF OPERATING EXPENSES
FOR THE YEARS ENDED SEPTEMBER 30, 2009 AND 2008

	2009	2008
Salaries - Captains	\$ 205,484	\$ 242,664
- Crew	27,056	20,654
- Maintenance	32,224	41,199
- Dispatcher	23,074	27,210
Total salaries	287,838	331,727
Payroll taxes	21,809	25,149
Maintenance and repairs - Vessels	185,424	159,203
Fuel, oil, and lubrication	72,024	127,875
Rent	65,173	56,502
Insurance	57,315	39,450
Depreciation	73,777	74,993
Miscellaneous	6,231	8,751
 TOTAL OPERATING EXPENSES	 \$ 769,591	 \$ 823,650

See accountant's report on additional information.

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FIRE ISLAND WATER TAXI, LLC
SCHEDULE OF GENERAL AND ADMINISTRATIVE EXPENSES
FOR THE YEARS ENDED SEPTEMBER 30, 2009 AND 2008

	2009	2008
Salaries- officers	\$ 40,121	\$ 27,887
Salaries - other	28,106	26,550
Payroll taxes	17,543	16,453
Office supplies and expenses	6,009	13,464
Telephone and utilities	3,111	3,688
Maintenance and repairs - other	717	5,405
Travel and entertainment	0	3,738
Advertising	2,656	4,121
Legal and accounting	5,486	3,732
Employee benefits	17,063	16,357
Amortization	50,000	50,000
Miscellaneous	7,091	4,180
 TOTAL GENERAL AND ADMINISTRATIVE EXPENSES	\$ 177,903	\$ 175,575

See accountant's report on additional information.

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FIRE ISLAND WATER TAXI, LLC

FINANCIAL STATEMENTS

Forecasted Fiscal Year Ending September 30, 2010

and

**Historical for the period March 8, 2004 (Date of Inception) to September 30, 2004
and Fiscal Years Ended September 30, 2005 through 2009**

King and Associates, CPA, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

**FIRE ISLAND WATER TAXI, LLC
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Financial Statements:	
Forecasted Statements of Loss for the fiscal year ending September 30, 2010 and Historical Statements of Loss for the period March 8, 2004 (date of inception) to September 30, 2004 and the fiscal years ended September 30, 2005 through September 30, 2009	3
Supplementary Information:	
Historical Operating Revenues for the period March 8, 2004 (date of inception) to September 30, 2004 and the fiscal years ended September 30, 2005 through September 30, 2009	4
Historical Operating Expenses for the period March 8, 2004 (date of inception) to September 30, 2004 and the fiscal years ended September 30, 2005 through September 30, 2009	5
Forecasted Operating Revenues for the year ending September 30, 2010	6
Forecasted Operating Expenses for the year ending September 30, 2010	7

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National Association of Certified Valuation Analysts
Registered Investment Advisors
New York State Society of Certified Public Accountants*

To the Board of Directors
Fire Island Ferries Incorporated
Bay Shore, New York

We have compiled the accompanying forecasted statement of loss of Fire Island Water Taxi, LLC (a New York Limited Liability Company) for the fiscal year ending September 30, 2010 and the accompanying supplementary information which is presented only for supplementary analysis purposes, in accordance with attestation standards established by the American Institute of Certified Public Accountants.

The accompanying forecast and this report were prepared for the Suffolk County Budget Review Office for the sole purpose of considering a potential fare increase and should not be used for any other purpose.

A compilation is limited to presenting in the form of a forecast information that is the representation of management and does not include evaluation of the support for the assumptions underlying the forecast. We have not examined the forecast and, accordingly, do not express an opinion or any other form of assurance on the accompanying statements or assumptions. Furthermore, there will usually be differences between the forecasted and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

Management has elected to omit the summary of significant accounting policies required by the guidelines for presentation of a forecast established by the American Institute of Certified Public Accountants. Management has also elected to omit the operations of its parent, Fire Island Ferries, Inc., as requested by the Suffolk County Budget Review Office. If the omitted summary of significant accounting policies and the operations of its wholly owned subsidiary were included in the forecast, they might influence the user's conclusions about the company's results of operations for the forecasted periods. Accordingly, this forecast is not designed for those who are not informed about such matters.

The historical statements of loss were audited by us and we expressed unqualified opinions on them. Our historical reports were dated November 2, 2005 for the period March 8, 2004 to September 30, 2004 and September 30, 2005, November 26, 2007 for the fiscal years ended September 30, 2006 and 2007, November 21, 2008 for the fiscal years ended September 30, 2007 and 2008, November 13, 2009 for the fiscal year ended September 30, 2009. We have not performed any auditing procedures since November 13, 2009. Management has elected to omit all disclosures required by generally accepted accounting principles. Also omitted are the operations of its parent, Fire Island Ferries, Inc., as requested by the Suffolk County Budget Review Office. If the omitted disclosures were included, they might influence the user's conclusions about the Company's results of operations. Reference to the original reports is recommended for those who are not informed about such matters.

King and Associates, CPA, P.C.

King and Associates, CPA, P.C.
March 30, 2010

FIRE ISLAND WATER TAXI, LLC
FORECASTED STATEMENTS OF LOSS

For the Year Ending September 30, 2010

Period March 8, 2004 to September 30, 2004 and Fiscal years ended September 30, 2005 through 2009 (Historical)

	Historical					Current Rates 2010 If ridership the Average of 2007-2009	Proposed Rates 2010 If ridership the Average of 2007-2009
	Mar 8 to Sep 30 2004	2005	2006	2007	2008		
Date of Inception							
OPERATING REVENUES	\$ 656,861	\$ 778,614	\$ 751,457	\$ 756,532	\$ 711,356	\$ 668,376	\$ 783,771
COST OF OPERATIONS	577,282	663,606	635,453	737,154	823,650	769,591	767,945
GROSS PROFIT (LOSS)	79,579	115,008	116,004	19,378	(112,294)	(101,215)	15,826
GENERAL AND ADMINISTRATIVE EXPENSES	90,746	143,433	136,433	157,101	175,575	177,903	183,240
LOSS FROM OPERATIONS	(11,167)	(28,445)	(40,429)	(137,723)	(287,869)	(279,118)	(239,098)
OTHER INCOME (EXPENSE):							
Misc income	0	0	1,687	0	0	171	0
Interest expense	(16,625)	(31,823)	(25,585)	(23,054)	(20,367)	(17,544)	(18,330)
INCOME BEFORE TAXES	(27,792)	(60,268)	(64,327)	(160,777)	(308,236)	(296,491)	(257,428)
PROVISION FOR TAXES:	(3,157)	(3,592)	(3,473)	(3,495)	(3,297)	(3,108)	(3,300)
NET LOSS	\$ (30,949)	\$ (63,860)	\$ (67,800)	\$ (164,272)	\$ (311,533)	\$ (299,599)	\$ (189,344)

See accompanying accountant's report.

King and Associates, CPA, P.C.
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FIRE ISLAND WATER TAXI, LLC
HISTORICAL OPERATING REVENUES

Period March 8, 2004 to September 30, 2004 and the Fiscal Years Ending September 30, 2005 to September 30, 2009

		Historical					
		Mar 8 to Sep 30					
		2004	2005	2006	2007	2008	2009
OPERATING REVENUES	\$	656,861	\$ 778,614	\$ 751,457	\$ 756,532	\$ 711,356	\$ 668,376
TOTAL OPERATING REVENUES	\$	<u>656,861</u>	<u>\$ 778,614</u>	<u>\$ 751,457</u>	<u>\$ 756,532</u>	<u>\$ 711,356</u>	<u>\$ 668,376</u>
Inception							
Cross Bay fare (first 6 passengers, \$15 each additional passenger)							
May 15-Sep 15 (for 6 passengers)	\$	125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
Sep 15-Dec 31 (for 6 passengers)	\$	150.00	\$150.00	\$150.00	\$150.00	\$150.00	\$150.00

FIRE ISLAND WATER TAXI, LLC
HISTORICAL OPERATING EXPENSES
Period March 8, 2004 to September 30, 2004 and the Fiscal Years Ending September 30, 2005 to September 30, 2009

	Historical					
	Mar 8 to Sep 30 2004	2005	2006	2007	2008	2009
COST OF OPERATIONS						
Captains	\$ 172,232	\$ 233,555	\$ 205,711	\$ 213,885	\$ 242,664	\$ 205,484
Crew	21,257	15,057	16,613	24,978	20,654	27,056
Doc personnel	3,995	5,219	4,520	1,543	0	0
Maintenance	60,598	21,549	26,525	32,338	41,199	32,224
Dispatcher	32,690	29,179	27,340	27,898	27,210	23,074
Total Salaries	290,772	304,559	280,709	320,642	331,727	287,838
Payroll taxes	22,213	23,696	21,387	24,369	25,149	21,809
Maintenance and repairs - Vessels	64,242	126,572	58,688	109,428	159,203	185,424
Fuel, oil, and lubrication	93,667	80,145	106,762	103,884	127,875	72,024
Rent	53,500	42,753	57,937	65,157	56,502	65,173
Insurance	20,925	29,396	39,777	38,367	39,450	57,315
Depreciation	26,750	50,464	64,790	68,008	74,993	73,777
Miscellaneous	5,213	6,021	5,403	7,299	8,751	6,231
TOTAL COST OF OPERATIONS	\$ 577,282	\$ 663,606	\$ 635,453	\$ 737,154	\$ 823,650	\$ 769,591
GENERAL AND ADMINISTRATIVE EXPENSES						
Salaries - officers	\$ 0	\$ 6,326	\$ 22,724	\$ 19,943	\$ 27,887	\$ 40,121
Salaries - other	0	4,863	35,189	22,513	26,550	28,106
Payroll taxes	11,553	10,452	14,231	13,002	16,453	17,543
Office supplies and expenses	8,172	6,497	6,756	6,642	13,464	6,009
Telephone and utilities	3,732	4,080	3,915	3,717	3,688	3,111
Sanitation	359	691	0	0	0	0
Maintenance and repairs - other	2,249	1,426	1,082	1,440	5,405	717
Travel and entertainment	0	0	4,255	9,050	3,738	0
Advertising	10,258	16,530	10,655	4,097	4,121	2,656
Legal and accounting	19,448	13,512	14,963	17,952	3,732	5,486
Security	1,806	0	0	0	0	0
Vehicle expense	90	859	0	0	0	0
Employee benefits	7,564	27,124	0	3,494	16,357	17,063
Profit sharing plan expense	2,062	750	0	0	0	0
Amortization	23,334	50,000	50,000	50,000	50,000	50,000
Miscellaneous	119	343	2,663	5,251	4,180	7,091
GENERAL AND ADMINISTRATIVE EXPENSES	\$90,746	\$143,453	\$156,433	\$157,101	\$175,575	\$177,903

See accompanying accountant's report.

King and Associates, CPA, P.C.
 CERTIFIED PUBLIC ACCOUNTANTS

**FIRE ISLAND WATER TAXI, LLC
 FORECASTED OPERATING REVENUES
 FOR THE YEAR ENDING SEPTEMBER 30,**

	Historical Current Rates 2009	Forecasted Current Rates 2010 If ridership the Avg of 2007-2009	Forecasted Proposed Rates 2010 If same ridership as 2009	Forecasted Proposed Rates 2010 If ridership the Avg of 2007-2009
OPERATING REVENUES				
Crossbay fares	\$207,446	\$220,930	\$248,935	\$265,116
Lateral fares:				
1 Watch Hill	1,194	1,272	1,927	2,053
2 Davis Park	6,083	6,478	9,734	10,367
3 Water Island	3,692	3,932	5,540	5,900
4 BBeach	132	141	212	226
5 Fire Island Pines	71,666	76,374	88,424	94,172
6 Cherry Grove	76,089	81,088	90,430	96,308
7 Sunken Forest	12,154	12,950	14,746	15,704
8 Point of Woods	1,739	1,852	1,987	2,116
9 Ocean Bay Park	40,804	43,485	46,004	48,994
10 Seaview	240	282	266	283
11 Ocean Beach	136,013	144,922	150,247	160,013
12 Atlantique	23,345	24,862	22,558	24,024
13 Dunewood	9,014	9,600	9,524	10,143
14 Fair Harbor	28,452	30,316	30,126	32,084
15 Saltaire	10,907	11,616	13,732	14,625
16 Kismet	36,812	39,223	46,622	49,652
17 Fire Island Lighthouse	2,594	2,765	2,757	2,936
Total Lateral fares	460,930	491,158	534,836	569,601
TOTAL OPERATING REVENUES	\$668,376	\$712,088	\$783,771	\$834,716

See accompanying accountant's report.

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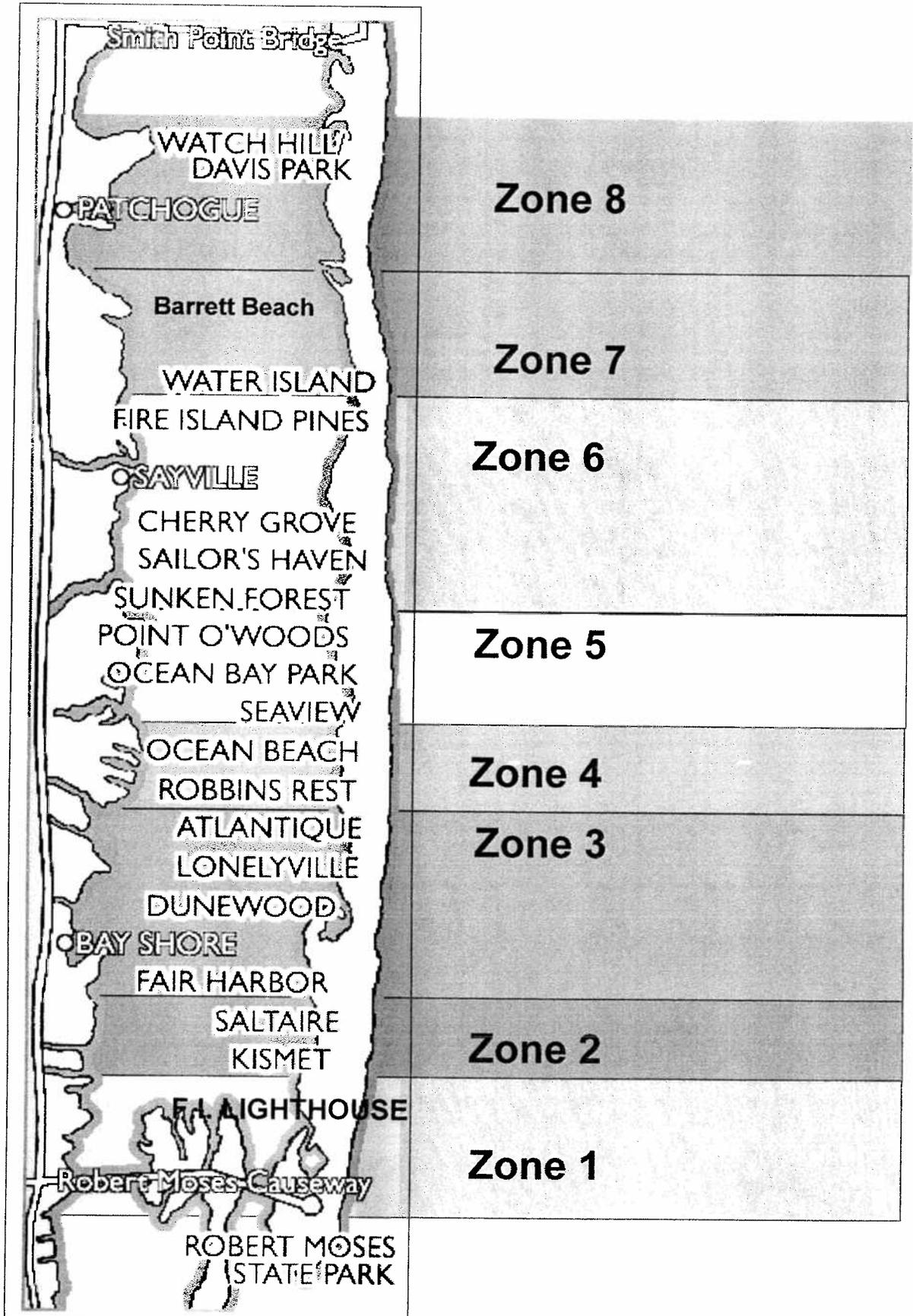
King and Associates, CPA, P.C.
 CERTIFIED PUBLIC ACCOUNTANTS

**FIRE ISLAND WATER TAXI, LLC
 FORECASTED OPERATING EXPENSES
 FOR THE YEAR ENDING SEPTEMBER 30,**

	Historical Current Rates 2009	Forecasted Current Rates 2010 If ridership the Avg of 2007-2009	Forecasted Proposed Rates 2010 If same ridership as 2009	Forecasted Proposed Rates 2010 If ridership the Avg of 2007-2009
OPERATING EXPENSES				
Captains	\$ 205,484	211,649	211,649	211,649
Crew	27,056	27,868	27,868	27,868
Maintenance	32,224	33,191	33,191	33,191
Dipatcher	23,074	23,766	23,766	23,766
Total Salaries	287,838	296,473	296,473	296,473
Payroll taxes	21,809	22,463	22,463	22,463
Maintenance and repairs - Vessels	185,424	157,610	157,610	157,610
Fuel, oil, and lubrication	72,024	82,828	82,828	82,828
Rent	65,173	67,128	67,128	67,128
Insurance	57,315	59,034	59,034	59,034
Depreciation	73,777	75,990	75,990	75,990
Miscellaneous	6,231	6,418	6,418	6,418
TOTAL COST OF OPERATIONS	\$ 769,591	\$ 767,945	\$ 767,945	\$ 767,945
GEN ADMINISTRATIVE EXPENSES				
Salaries- officers	\$ 40,121	41,325	41,325	41,325
Salaries - other	28,106	28,949	28,949	28,949
Payroll taxes	17,543	18,069	18,069	18,069
Office supplies and expenses	6,009	6,189	6,189	6,189
Telephone and utilities	3,111	3,204	3,204	3,204
Maintenance and repairs - other	717	739	739	739
Advertising	2,656	2,736	2,736	2,736
Legal and accounting	5,486	5,651	5,651	5,651
Employee benefits	17,063	17,575	17,575	17,575
Amortization	50,000	51,500	51,500	51,500
Miscellaneous	7,091	7,304	7,304	7,304
GENERAL AND ADMINISTRATIVE EXPENSES	\$ 177,903	\$ 183,240	\$ 183,240	\$ 183,240

See accompanying accountant's report.

Current Pricing Zone Chart



SUFFOLK COUNTY
County Legislature
RIVERHEAD, NY



This is to Certify That I, TIM LAUBE, Clerk of the County Legislature of the County of Suffolk, have compared the foregoing copy of resolution with the original resolution now on file in this office, and which was duly adopted by the County Legislature of said County on June 22, 2010 and that the same is a true and correct transcript of said resolution and of the whole thereof.

In Witness Whereof, I have hereunto set my hand and the official seal of the County Legislature of the County of Suffolk.


Clerk of the Legislature

Intro. Res. 1414

Res. No. 643

June 22, 2010

Motion:

Romaine, Schneiderman, Browning, Muratore, Losquadro
 Eddington, Montano, Cilmi, Lindsay, Vilorio-Fisher, Barraga,
 Kennedy, Nowick, Horsley, Gregory, Stern, D'Amaro, Cooper

Co-Sponsors:

Romaine, Schneiderman, Browning, Muratore, Losquadro
 Eddington, Montano, Cilmi, Lindsay, Vilorio-Fisher, Barraga,
 Kennedy, Nowick, Horsley, Gregory, Stern, D'Amaro, Cooper

Second:

Romaine, Schneiderman, Browning, Muratore, Losquadro
 Eddington, Montano, Cilmi, Lindsay, Vilorio-Fisher, Barraga,
 Kennedy, Nowick, Horsley, Gregory, Stern, D'Amaro, Cooper

LD	Legislator	Yes	No	Abs	NP	R
1	Edward P. ROMAINE					
2	Jay H. SCHNEIDERMAN					
3	Kate M. BROWNING					
4	Thomas MURATORE					
6	Daniel P. LOSQUADRO					
7	Jack EDDINGTON					
9	Ricardo MONTANO					
10	Thomas CILMI					
11	Thomas F. BARRAGA					
12	John M. KENNEDY, JR.					
13	Lynne C. NOWICK					
14	Wayne R. HORSLEY					
15	DuWayne GREGORY					
16	Steven H. STERN					
17	Lou D'AMARO					
18	Jon COOPER					
5	Vivian VILORIA-FISHER, D.P.O.					
8	William J. LINDSAY, P.O.					
Totals		16			1	1

MOTION	
<input checked="" type="checkbox"/>	Approve
___	Table: _____
___	Send To Committee
___	Table Subject To Call
___	Lay On The Table
___	Discharge
___	Take Out of Order
___	Reconsider
___	Waive Rule
___	Override Veto
___	Close
___	Recess
APPROVED <input checked="" type="checkbox"/>	FAILED ___
No Motion ___	No Second ___

RESOLUTION DECLARED	
<input checked="" type="checkbox"/>	ADOPTED
___	NOT ADOPTED



 Tim Laube, Clerk of the Legislature

Roll Call ___ Voice Vote