

**CERTIFICATE OF NECESSITY FOR THE IMMEDIATE CONSIDERATION
OF INTRODUCTORY RESOLUTION NO. - 2014**

1206

WHEREAS, INTRODUCTORY RESOLUTION NO. - 2014

**RESOLUTION NO. -2014, AUTHORIZING THE COUNTY
TREASURER TO BORROW CASH FUNDS FROM OTHER COUNTY
FUNDS FOR 2014**

WHEREAS, IT IS ESSENTIAL THAT SAID INTRODUCTORY
RESOLUTION BE CONSIDERED IMMEDIATELY,

NOW, I, JONATHAN SCHNEIDER, DEPUTY SUFFOLK COUNTY
EXECUTIVE CERTIFY PURSUANT TO ARTICLE II, SECTION 2-12(A), AND
ARTICLE III, SECTION 3-9 OF THE SUFFOLK COUNTY CHARTER, THAT
THERE EXISTS A NEED FOR THE IMMEDIATE CONSIDERATION OF
INTRODUCTORY RESOLUTION NO. - 2014, BECAUSE IT IS IMPERATIVE
THE COUNTY TREASURER BE PROVIDED WITH THE TOOLS NECESSARY TO
MANAGE CASH-FLOW ON A DAY-TO-DAY BASIS.

IN WITNESS THEREOF, I HAVE HERewith SET MY HAND AND
CAUSED TO BE AFFIXED THE SEAL OF SUFFOLK COUNTY THIS
4th DAY OF MARCH, 2014.



JONATHAN SCHNEIDER
DEPUTY SUFFOLK COUNTY EXECUTIVE

3/04/14

RECEIVED
2014 MAR -3 P 14 25
COUNTY LEGISLATURE
SUFFOLK COUNTY, N.Y.
HAUPPAUGE

**RESOLUTION NO. -2014, AUTHORIZING THE COUNTY
TREASURER TO BORROW CASH FUNDS FROM OTHER
COUNTY FUNDS FOR 2014**

WHEREAS, the County Treasurer recommends that moneys be borrowed from a variety of County funds in the event of a temporary shortfall of cash during 2014; and

WHEREAS, in accordance with Section 9-a of the NEW YORK GENERAL MUNICIPAL LAW, moneys can be temporarily advanced between funds, but must be repaid with interest by the end of the fiscal year; and

WHEREAS, the original intent of the Suffolk County Legislature and New York State Laws in creating said funds will not be circumvented by the enactment of the resolution; and

WHEREAS, the Suffolk County Legislature has previously granted the County Treasurer approval to temporarily borrow cash in Resolution Nos. 162-2013; 15-2012; 45-2011; 92-2010; 105-2009; 62-2008; 609-2007; 1011-2006; 1097-2005; 800-2004; 711-2003; 878-2002; and prior years; and

WHEREAS, it is prudent fiscal management for the County to borrow from its own funds since the County will not incur borrowing fees, such as the cost of issuance from such action; now, therefore be it

1st RESOLVED, that for the entire 2014 fiscal year, the County Treasurer is hereby authorized and empowered to borrow available cash from individual County Funds to the extent this cash is not needed for budgeted expenditures of said funds; and be it further

2nd RESOLVED, that any moneys borrowed from any County Fund pursuant to this resolution shall be repaid to said fund with interest at the prevailing rate from subsequent revenues as soon as it is fiscally practicable, but no later than December 31, 2014; and be it further

3rd RESOLVED, that the County Treasurer is hereby directed to provide the County Legislature, the County Executive, County Comptroller, County Executive Budget Office, and the Legislative Budget Review Office with a report within five business days following any transaction that increases or decreases the fund balance in any County Fund through an internal transfer between funds; and be it further

4th RESOLVED, that this Legislature, being the State Environmental Quality Review Act (SEQRA) lead agency, hereby finds and determines that this resolution constitutes a Type II action pursuant to Section 617.5(c)(20), (21) and (27) of Title 6 of the NEW YORK CODE OF RULES AND REGULATIONS (6 NYCRR) and within the meaning of Section 8-0109(2) of the NEW YORK ENVIRONMENTAL CONSERVATION LAW as a promulgation of regulations, rules, policies, procedures, and legislative decisions in connection with continuing agency administration, management and information collection, and the Suffolk County Council on Environmental Quality (CEQ) is hereby directed to circulate any appropriate SEQRA notices of determination of non-applicability or non-significance in accordance with this resolution.

Statement of Financial Impact on Proposed Suffolk County Legislation

IR Number: 1206

IR Year: 2014

Introduced By: Presiding Officer Gregory

Title of Proposed Resolution:

Authorizing the County Treasurer to borrow cash funds from other County funds for 2014.

Purpose and Intent of Proposed Legislation:

To respond to temporary shortfalls of cash during 2014, this resolution authorizes and empowers the County Treasurer to borrow available cash from individual County Funds to the extent this cash is not needed for budgeted expenditures of said funds. The County Treasurer is directed to provide the County Legislature, the County Executive, County Comptroller, County Executive Budget Office, and the Legislative Budget Review Office with a report within five business days following any transaction that increases or decreases the fund balance in any County Fund through an internal transfer between funds.

Detailed Explanation of Fiscal Impact:

Any moneys borrowed from any County Fund pursuant to this resolution shall be repaid to said fund with interest at the prevailing rate from subsequent revenues as soon as it is fiscally practicable, but no later than December 31, 2014. The County has authorized this strategy since 2002. No additional fiscal impact is estimated.

The following chart lists County Interfund borrowing over the past several years. An increased need to make use of interfund borrowing, combined with increasingly larger cash flow borrowings in the form of TANs and RANs, reflects a structural budget problem that needs to be addressed.

	Year	Average Numbers of Days	% RATE	Principal	Interest
1	2006	11	5.12%	\$100,000,000	\$141,240.28
2	2007	0	N/A	\$0	\$0.00
3	2008	17	1.97%	\$140,300,000	\$159,900.02
4	2009	62	0.81%	\$206,800,000	\$352,438.06
5	2010	150	0.70%	\$237,913,000	\$707,726.90
6	2011	222	0.40%	\$259,633,200	\$711,080.01
7	2012	238	0.25%	\$225,630,000	\$395,211.23
8	2013	242	0.15%	\$251,182,774	\$269,834.97

If applicable, what is the comparison cost if this is undertaken in-house, compared to an outside contractor or vendor?

Not applicable.

Total Financial Cost and timing over five years on each affected political

or other subdivision:

Not applicable.

Proposed Source of Funding:

Not applicable.

Total Estimated Financial Impact on all Funds, tax rates, and property tax:

Not applicable.

Total Estimated Financial Impact on Suffolk County's economy including the impact on goods or services, economic development, small business activity, employment opportunities and overall business activity:

Not applicable.

Authorized Signature



**Robert Lipp, Director
Budget Review Office**

Date Completed

03/03/2014

Analyst Code

JJ / RL