



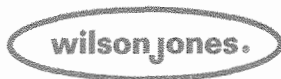
Suffolk County Water Authority

--Budgets--

For The Fiscal Year Ending

May 31, 2008

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**SUFFOLK COUNTY WATER AUTHORITY
HIGHLIGHTS OF BUDGET DATA**

<u>Authority Budgets</u>	Budget Year Ending <u>2008</u>	Projection Year Ending <u>2007</u>	Actual Year Ending <u>2006</u>
Operating Revenues and Other Income	\$151,372,000	\$149,270,000	\$152,406,000
Operation and Maintenance Expense	\$86,028,000	\$83,779,000	\$81,089,000
Operating Income Available	\$65,344,000	\$65,491,000	\$71,317,000
Capital Budget	\$56,733,000	\$54,181,200	\$55,981,200
Debt-Service	\$34,866,000	\$34,389,000	\$32,967,000
Debt Coverage			
Senior Debt	2.04	2.28	2.23
All Debt	1.87	1.91	2.16
Active Services as of fiscal year ending May 31,	375,582	373,008	371,469

Projection May 31, 2007

Revenues	-Actual for 6 months and estimated for 6 months
Expenses	-Actual for 6 months and estimated for 6 months
Capital	-Figures are based on the latest available information
Active Services	-Figures are based on the latest available information

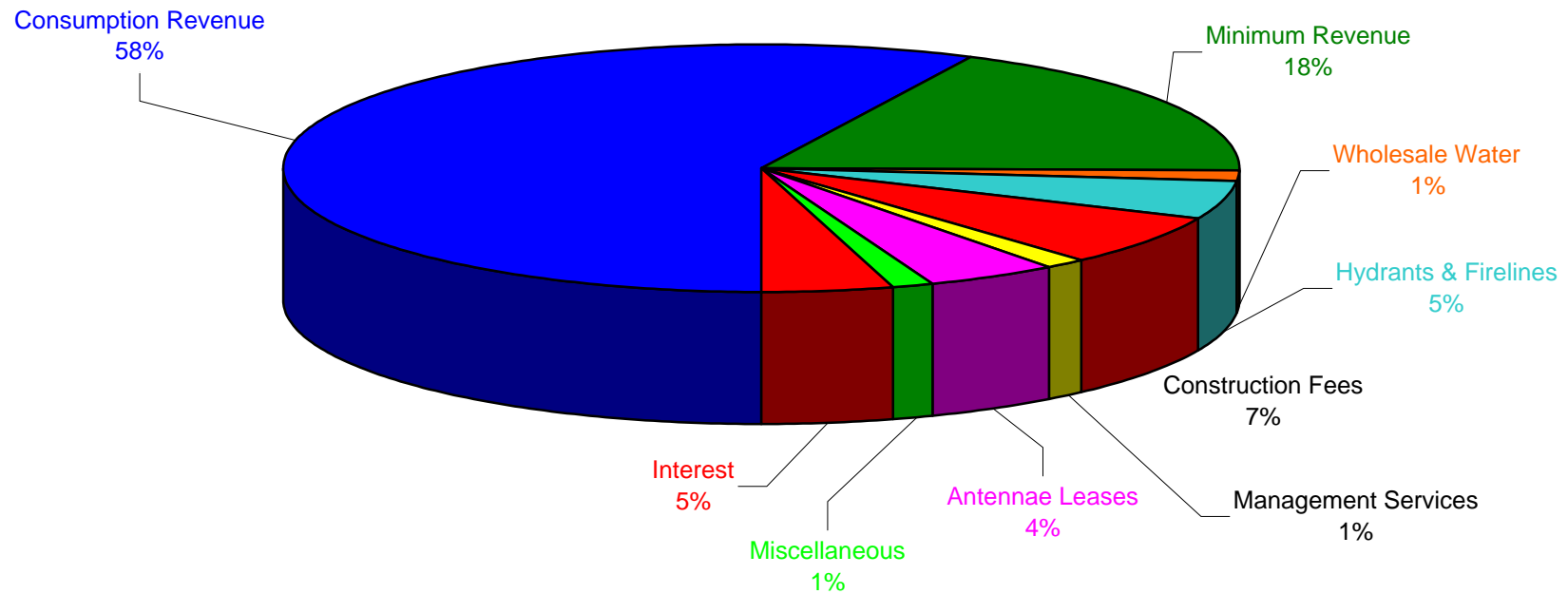
Debt service is net of capitalized interest.

SUFFOLK COUNTY WATER AUTHORITY
REVENUE
FOR FISCAL YEAR ENDED MAY 31,

	Budget Year Ending 2008	Projection Year Ending 2007	Actual Year Ending 2006
	<hr/>	<hr/>	<hr/>
Water Revenues	\$ 114,037,000	\$ 112,251,000	\$ 111,054,000
Wholesale Water	1,963,000	1,763,000	1,800,000
Hydrants / Firelines	7,773,000	7,641,000	7,408,000
Antenna Leases	6,600,000	6,600,000	6,754,000
Miscellaneous	<u>4,331,000</u>	<u>4,065,000</u>	<u>6,006,000</u>
Total Operating Revenues	134,704,000	132,320,000	133,022,000
Interest Income	6,649,000	7,000,000	7,212,000
Construction Revenue	<u>10,019,000</u>	<u>9,950,000</u>	<u>12,172,000</u>
Total Revenues	<u>\$ 151,372,000</u>	<u>\$ 149,270,000</u>	<u>\$ 152,406,000</u>

Suffolk County Water Authority

Revenue Components:



Revenue Budget for f/y/e May 31, 2008 : \$ 151,372,000

Note:

Management Services are Stony Brook, Fair Harbor, Riverside, Brentwood and Pine Barrens

Wholesale Water Districts are Greenport, St. James, Stonybrook, Smithtown

**SUFFOLK COUNTY WATER AUTHORITY
OPERATING AND MAINTENANCE
FOR FISCAL YEAR ENDING MAY 31,**

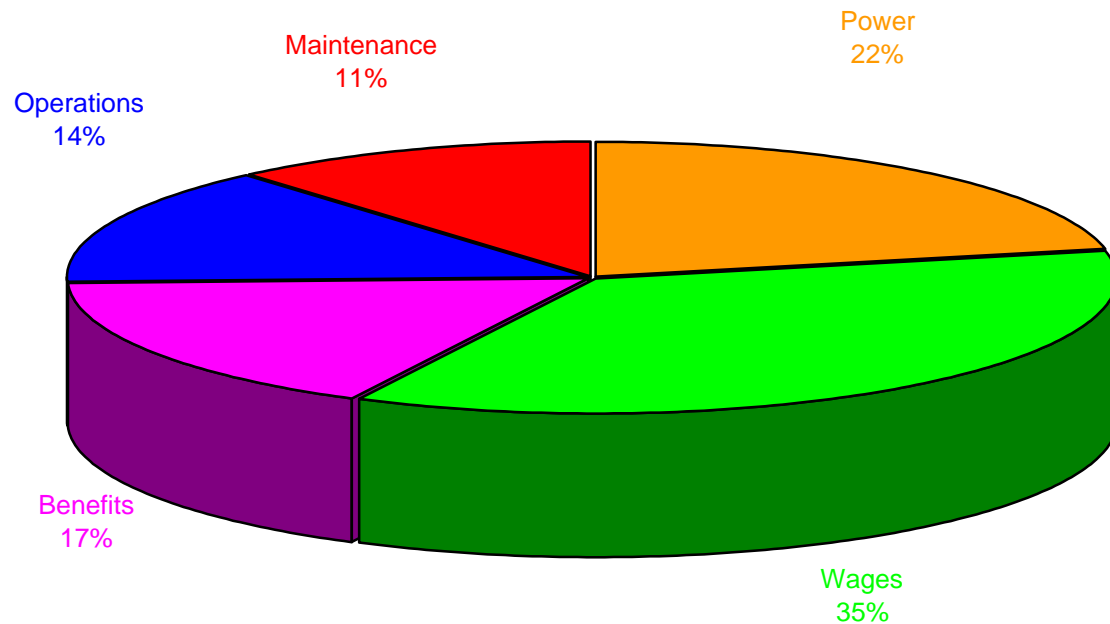
	Budget Year Ending 2008	Projection Year Ending 2007	Actual Year Ending 2006
Construction Maintenance	\$ 10,138,000	\$ 10,500,000	\$ 9,515,000
Customer Service	6,740,000	5,473,000	5,447,000
Engineering	7,049,000	5,851,000	5,450,000
Facilities Management	1,901,000	1,806,000	1,663,000
Finance *	11,770,000	9,637,000	11,521,000
Administrative Division**	10,791,000	12,200,000	9,778,000
Information Technology	875,000	600,000	883,000
Laboratory	2,667,000	2,336,000	2,532,000
Meter Shop	1,441,000	1,224,000	1,289,000
Office of the CEO	214,000	175,000	276,000
Power Purchase	18,600,000	20,858,000	20,538,000
Production Control	8,580,000	8,432,000	7,620,000
Public Relations	493,000	170,000	203,000
Safety	444,000	310,000	285,000
Material Distribution	300,000	438,000	547,000
Risk Management	2,835,000	2,785,000	2,555,000
Telecommunications	1,190,000	984,000	987,000
	<u>\$ 86,028,000</u>	<u>\$ 83,779,000</u>	<u>\$ 81,089,000</u>

*Includes cost of Social Security, Insurances, Consultants, Billing and Collecting

** Includes cost of Health, Dental, Optical, Retirement, and Training.

Suffolk County Water Authority

Operating & Maintenance Components:



Operating & Maintenance Expense Budget for f/y/e May 31, 2008: \$86,028,000

SCWA CAPITAL BUDGET

YEAR ENDING MAY 31, 2008

BUDGET Y/E
MAY 31, 2008

G 1	ACQUISITION OF LAND FOR WELL AND TANK SITES	\$250,000
G 2	REPLACEMENT OF PUMP STATION INFRASTRUCTURE	\$1,700,000
G 3	INSTRUMENTATION NEW OR REPLACEMENT	\$750,000
G 5	SUPERVISORY CONTROL AND DATA ACQUISITION SYSTEM	\$100,000
G 7	NEW PUMP STATION INFRASTRUCTURE	\$1,250,000
G 11	BLOWOFFS & VAULT CONVERSIONS	\$400,000
G 12	TANK MAINTENANCE AND CONSTRUCTION	\$2,770,000
G 14	REPLACEMENT OF WATER MAINS	\$9,000,000
G 15	CONSTRUCTION CONTRACTS	\$3,000,000
G 16	NEW WELLS	\$6,329,500
G 17	REPLACEMENT OF EXISTING WELLS	\$1,750,000
G 19	LABORATORY EQUIPMENT	\$300,000
G 24	METERS (NEW & MAINTENANCE)	\$2,084,000
G 25	SERVICES	\$8,873,000
G 26	HYDRANTS	\$1,176,000
G 27	TRANSPORTATION	\$1,000,000
G 28	FIELD EQUIPMENT	\$160,000
G 29	OFFICE FURNITURE & EQUIPMENT	\$21,000

SCWA CAPITAL BUDGET

YEAR ENDING MAY 31, 2008

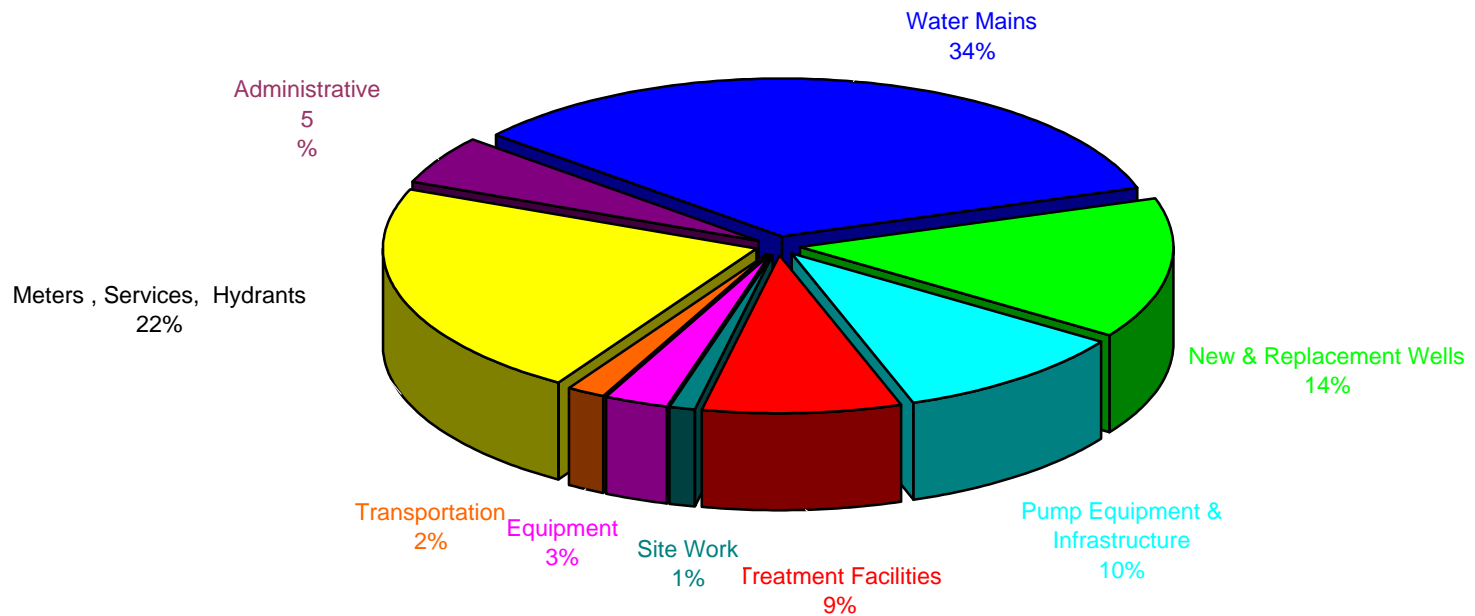
BUDGET Y/E
MAY 31, 2008

G 30	INFORMATION TECHNOLOGY EQUIPMENT	\$213,000
G 31	DEPARTMENT EQUIPMENT	\$30,000
G 35	DISTRIBUTION SYSTEM IMPROVEMENTS	\$3,900,000
G 45	EXTENSION OF WATER MAINS FOR NEW CUSTOMERS	\$3,400,000
G 47	BAYSHORE - NEW PUMP STATION, SHAPE UP AND TECH AREA	\$150,000
G 48	TREATMENT FACILITIES	\$4,845,500
G 49	TECH SERVICES PHOTOVOLTAIC DEMONSTRATION	\$60,000
G 50	LANDSCAPING	\$50,000
G 51	GENERAL SERVICE SITE WORK	\$525,000
G 53	LABORATORY RENOVATIONS	\$20,000
G 54	RIVERSIDE WATER DISTRICT	\$26,000
G 57	INFORMATION TECHNOLOGY IMPROVEMENTS / SAP	\$2,500,000
G 58	FIELD COMMUNICATIONS	\$75,000
G 61	SAFETY EQUIPMENT	\$25,000
G 62	PROPOSED SALE OF LAND	\$0

Grand Total :**56,733,000**

Suffolk County Water Authority

Capital Components:



Capital Budget for f/y/e May 31, 2008 \$ 56,733,000

**SUFFOLK COUNTY WATER AUTHORITY
CAPITAL BUDGET - SOURCE OF FUNDS
FOR FISCAL YEAR ENDING MAY 31, 2008**

FUNDS AVAILABLE

Capital Funds, May 31, 2007 (Estimated)	\$12,025,000	
General Fund, May 31, 2007 (Estimated)	84,302,000	
Proceeds from Issuance of Water Revenue Bonds	65,000,000	
Estimated balance from operations, May 31, 2008 after deduction for Debt-Service requirements (See Cash Flow Budget - Schedule 6)	<u>30,478,000</u>	\$191,805,000
Less:		
Capital	53,733,000	
Developer Contracts	<u>3,000,000</u>	
<u>CAPITAL EXPENDITURES:</u>		<u>56,733,000</u>

**PROJECTED FUNDS AVAILABLE FOR CONSTRUCTION
AT MAY 31, 2008**

\$135,072,000

**SUFFOLK COUNTY WATER AUTHORITY
OPERATING - CASH FLOW
FOR FISCAL YEAR ENDING MAY 31,**

		<u>Budget Year Ending 2008</u>	<u>Projection Year Ending 2007</u>	<u>Actual Year Ending 2006</u>
A. Operating Revenue	\$134,704,000			
Investment Earnings	6,649,000			
Construction Revenue	<u>10,019,000</u>	\$151,372,000	\$149,270,000	\$152,406,000
<u>Less:</u>				
B. Operating and Maintenance Expense		<u>86,028,000</u>	<u>83,779,000</u>	<u>\$81,089,000</u>
C. Net Operating Income Available for Debt Service		65,344,000	65,491,000	71,317,000
<u>Less:</u>				
D. Debt				
a) Interest on Long-Term Debt	20,814,000			
b) Bond Principal	10,652,000			
c) Interest on Notes	<u>3,400,000</u>	<u>34,866,000</u>	<u>34,389,000</u>	<u>\$32,967,000</u>
E. Operating Funds Available for Capital		<u>\$30,478,000</u>	<u>\$31,102,000</u>	<u>\$38,350,000</u>

Operating revenues and expenses for fiscal year ending
May 31, 2007 include actual figures for 6 months and estimated figures for 6 months.

**SUFFOLK COUNTY WATER AUTHORITY
PROJECTED EARNINGS
FOR FISCAL YEAR ENDING MAY 31,**

	Budget Year Ending 2008	Projection Year Ending 2007	Actual Year Ending 2006
REVENUES:			
Operating	\$134,704,000	132,320,000	\$133,021,000
Construction	10,019,000	9,950,000	12,173,000
Interest	<u>6,649,000</u>	<u>7,000,000</u>	<u>7,212,000</u>
Total Revenues	151,372,000	149,270,000	152,406,000
OPERATING & MAINTENANCE EXPENSE:			
Net earnings before Interest and Depreciation (Available for Debt-Service)	<u>65,344,000</u>	<u>65,491,000</u>	<u>71,317,000</u>
Operating Ratio	56.8%	56.1%	53.2%
OTHER DEDUCTIONS:			
Interest on Long-Term Debt	20,814,000	21,002,000	17,489,000
Interest on Notes	3,400,000	3,400,000	4,789,000
Depreciation and Amortization	<u>32,500,000</u>	<u>31,811,000</u>	<u>30,997,000</u>
	<u>56,714,000</u>	<u>56,213,000</u>	<u>53,275,000</u>
NET PROJECTED EARNINGS	<u>\$8,630,000</u>	<u>\$9,278,000</u>	<u>\$18,042,000</u>

Operating revenues and expenses for fiscal year ending
May 31, 2007 include actual figures for 6 months and estimated figures for 6 months.

SUFFOLK COUNTY WATER AUTHORITY

	<u>CUSTOMERS</u>
SUFFOLK COUNTY WATER AUTHORITY CUSTOMERS (at 05/31/2006)	352,105
Net of Operating Agreements and Wholesale Water Customers	
Customers Served by Operating Agreements	
Stony Brook Water District	1,650
Brentwood Water District	6,711
Fair Harbor Water District	487
Riverside Water District	<u>601</u>
Total Operating Agreement Customers	<u>9,449</u>
Customers Served by Wholesale Water	
Smithtown Water District	5,915
St. James Water District	3,100
Village of Greenport	900
Total Water District Customers	<u>9,915</u>
Projected growth through 05/31/2007	1,539
TOTAL SUFFOLK COUNTY WATER AUTHORITY CUSTOMERS (at 5/31/07)	<u>373,008</u>
Projected New Customer - May 31, 2008	<u>2,574</u>
TOTAL SUFFOLK COUNTY WATER AUTHORITY CUSTOMERS (at 5/31/08)	375,582

**SUFFOLK COUNTY WATER AUTHORITY
DEBT SERVICE REQUIREMENTS AND COVERAGE
FOR FISCAL YEARS ENDING MAY 31,**

	Budget Year Ending 2008	Projection Year Ending 2007	Actual Year Ending 2006
Revenue	\$151,372,000	\$149,270,000	\$152,406,000
Operating & Maintenance	<u>86,028,000</u>	<u>83,779,000</u>	<u>81,089,000</u>
Balance for Debt Service	<u>\$65,344,000</u>	<u>\$65,491,000</u>	<u>\$71,317,000</u>
Debt Service - Total (Primary and Subordinate)	<u>\$34,866,000</u>	<u>\$34,389,000</u>	<u>\$32,967,000</u>
Debt Service Coverage			
Primary	2.04	2.28	2.23
All Debt	1.87	1.91	2.16

Figures for fiscal year 2006 are actual.

Figures for fiscal year 2007 are 6 months actual and 6 months estimated.

Debt service is net of capitalized interest.



Suffolk County Water Authority

--Supplemental Information--

For The Fiscal Year Ending

May 31, 2008

SCWA CAPITAL BUDGET
YEAR ENDING MAY 31, 2008

Schedule 10

BUDGET Y/E
MAY 31, 2008

G 45	EXTENSION OF WATER MAINS FOR NEW CUSTOMERS	
	EXTENSION OF WATER MAINS FOR NEW CUSTOMERS	3,400,000
		\$3,400,000
G 14	REPLACEMENT OF WATER MAINS	
	REPLACEMENT OF WATER MAIN	8,700,000
	REPLACEMENT OF ASBESTOS WATER MAIN	300,000
		\$9,000,000
G 35	DISTRIBUTION SYSTEM IMPROVEMENTS	
	DISTRIBUTION SYSTEM IMPROVEMENTS	3,900,000
		\$3,900,000
G 11	BLOWOFFS & VAULT CONVERSIONS	
	BLOWOFFS & VAULT CONVERSIONS	400,000
		\$400,000
G 16	NEW WELLS	
	ROCKY POINT RD #5	100,000
	RAILROAD AVE #3	263,000
	N CLINTON PUMP STATION	200,000
	HALLOCKVILLE MUSEUM WELL #1	150,000
	FISH ROAD #3	200,000

SCWA CAPITAL BUDGET

YEAR ENDING MAY 31, 2008

Schedule 10
BUDGET Y/E
MAY 31, 2008

EDGEMERE ST SKIMMER WELLS	150,000
DALY ROAD PUMP STATION	600,000
MEADE DR. WELL #4	200,000
WEST PROSPECT WELL #3	225,000
SOUND AVENUE WELL #2	150,000
BELLE TERRE RD WELL #3	270,000
BAY DRIVE WELL #2	200,000
TEST BORINGS & MONITORING WELLS	1,000,000
TENETY AVE WELL #4	175,000
SOUTH HOWELL PUMP STATION	500,000
OLD WILLETS PATH PUMP STATION	200,000
BOYLE RD. NORTH WELL #2	200,000
AMERICAN BLVD WELL #2	200,000
BLANK LANE PUMP STATION WELLS # 1, #2, #3	300,000
MT. SINAI CORAM RD PUMP STATION & WELL #1	400,000
LINCOLN AVENUE #4	200,000
SEATUCK AVE NEW WELL #2	230,000

SCWA CAPITAL BUDGET
YEAR ENDING MAY 31, 2008

Schedule 10

BUDGET Y/E
MAY 31, 2008

CRYSTAL BROOK HOLLOW RD WELL #4	216,500
	\$6,329,500
G 17 REPLACEMENT OF EXISTING WELLS	
EDGEWOOD AVENUE REPLACEMENT WELL 1A	200,000
EVERGREEN AVENUE REPLACEMENT WELLS	275,000
KINGS PARK ROAD REPLACEMENT WELL 2A	200,000
LAUREL LAKE WELL #1A	275,000
MILL LANE REPLACEMENT WELL 13A	200,000
MILL LANE HUNTINGTON WELL #14A	200,000
SAWYER AVE REPLACEMENT WELL	200,000
FLANDER RD REPLACEMENT SKIMMER WELLS	200,000
	\$1,750,000
G 12 TANK MAINTENANCE AND CONSTRUCTION	
CLEANING & PAINTING ELEVATED STORAGE TANKS	2,250,000
F.I. PINES NEW HYDRO TANK AT HARBOR WALK	100,000
SPEONK RIVERHEAD RD 1 MG RESERVOIR	320,000
RESERVOIR AVE REPLACE DOME ROOF	100,000
	\$2,770,000

SCWA CAPITAL BUDGET
YEAR ENDING MAY 31, 2008

Schedule 10

BUDGET Y/E
MAY 31, 2008

G 48 TREATMENT FACILITIES

SCHUYLER DRIVE- INSTALL C02 REMOVAL SYSTEM	200,000
CORAM OPERATION CENTER CONSTRUCT CHLORINE STORAGE	150,000
CORAM RENOVATIONS FOR PRODUCTION CONTROL	50,000
SOUTH FULTON PUMP STATION EXPAND CONTROL ROOM	50,000
CARLSON AVENUE GAC SYSTEM	48,000
BAY SHORE OPER. CENTER UPGRADE CHLORINE STORAGE	75,000
ISLAND'S END GAC	250,000
BAY SHORE RD IRON REMOVAL SYSTEM	600,000
WESTHAMPTON OPER CENTER UPGRADE CHLORINE STORAGE	50,000
COLLEGE RD GAC BUILDING	350,000
OLD NORTH ROAD RENOVATION OF NITRATE REMOVAL FACILITY	50,000
DARE RD. GAC BUILDING	350,000
BROWNS HILLS RD NITRATE REMOVAL FACILITY	200,000
WHEELER RD GAC BUILDING	179,000
OVAL DR GAC SYSTEM	250,000
LAUREL HILL GAC BUILDINGS	330,000
LAMBERT AVE IRON REMOVAL SYSTEM & BUILDING REHAB	500,000

SCWA CAPITAL BUDGET

YEAR ENDING MAY 31, 2008

Schedule 10

BUDGET Y/E
MAY 31, 2008

NICHOLS RD GAC SYSTEM	250,000
THIRD AVE GAC BUILDING	250,000
BRECKNOCK HALL IRON REMOVAL SYSTEM	278,500
LAWRENCE RD GAC SYSTEM	35,000
ACKERLY POND RD GAC SYSTEM	250,000
ACKERLY POND RD GAC BUILDING	100,000
	\$4,845,500
G 3 INSTRUMENTATION NEW OR REPLACEMENT	
PH MONITORING & CONTROL VARIOUS SITES	50,000
INSTRUMENTATION NEW OR REPLACEMENT	200,000
CHLORINATION ANALYZING & CONTROL EQUIPMENT	500,000
	\$750,000
G 7 NEW PUMP STATION INFRASTRUCTURE	
BUTTERCUP LANE BOOSTER	175,000
25A GREENLAWN BOOSTER	100,000
RELOCATION OF GENERATOR AT CIRCLE DR	75,000
CIRCLE DRIVE BOOSTER	350,000
DIESEL FUEL STORAGE UPGRADES	50,000

SCWA CAPITAL BUDGET
YEAR ENDING MAY 31, 2008

Schedule 10

BUDGET Y/E
MAY 31, 2008

SECURITY SYSTEM UPGRADES	150,000
AUTOMATIC BLOWOFFS AT VARIOUS SITES	250,000
SITE WORK AT VARIOUS LOCATIONS	100,000
	\$1,250,000
G 2 <u>REPLACEMENT OF PUMP STATION INFRASTRUCTURE</u>	
REPLACEMENT WELL SCREENS, PUMPS	1,250,000
UPGRADE & REP. OF WELL HEAD ENCL, DRAIN PITS, BLFF BASINS	100,000
UPGRADE OBSOLETE ELECTRICAL SYSTEM	150,000
ELECTRICAL SERVICE UPGRADE	150,000
REPLACEMENT OF OBSOLETE CHLORINE PUMPS	50,000
	\$1,700,000
G 5 <u>SUPERVISORY CONTROL AND DATA ACQUISITION SYSTEM</u>	
SCADA UPGRADES	100,000
	\$100,000
G 47 <u>BAYSHORE - NEW PUMP STATION, SHAPE UP AND TECH AREA</u>	
BAY SHORE- NEW PUMP STATION, SHAPE UP AND TECH AREA	150,000
	\$150,000
G 19 <u>LABORATORY EQUIPMENT</u>	
LABORATORY EQUIPMENT	300,000

SCWA CAPITAL BUDGET
YEAR ENDING MAY 31, 2008

Schedule 10

BUDGET Y/E
MAY 31, 2008

	\$300,000
G 24 METERS (NEW & MAINTENANCE)	
METERS	2,084,000
	\$2,084,000
G 25 SERVICES	
SERVICES	8,873,000
	\$8,873,000
G 26 HYDRANTS	
HYDRANTS	1,176,000
	\$1,176,000
G 27 TRANSPORTATION	
TRANSPORTATION	1,000,000
	\$1,000,000
G 28 FIELD EQUIPMENT	
FIELD EQUIPMENT	160,000
	\$160,000
G 29 OFFICE FURNITURE & EQUIPMENT	
OFFICE FURNITURE	21,000
	\$21,000
G 30 INFORMATION TECHNOLOGY EQUIPMENT	

SCWA CAPITAL BUDGET
YEAR ENDING MAY 31, 2008

Schedule 10

BUDGET Y/E
MAY 31, 2008

INFORMATION TECHNOLOGY EQUIPMENT	213,000
	\$213,000
G 31 DEPARTMENT EQUIPMENT	
DEPARTMENT EQUIPMENT	30,000
	\$30,000
G 1 ACQUISITION OF LAND FOR WELL AND TANK SITES	
ACQUISITION OF LAND FOR WELL AND TANK SITES	250,000
	\$250,000
G 50 LANDSCAPING	
LANDSCAPING PROJECTS	50,000
	\$50,000
G 51 GENERAL SERVICE SITE WORK	
G.S. SITE RENOVATIONS	525,000
	\$525,000
G 54 RIVERSIDE WATER DISTRICT	
RIVERSIDE WATER DISTRICT	26,000
	\$26,000
G 57 INFORMATION TECHNOLOGY IMPROVEMENTS / SAP	
INFORMATION TECHNOLOGY IMPROVEMENTS / SAP	2,500,000

SCWA CAPITAL BUDGET
YEAR ENDING MAY 31, 2008

Schedule 10

BUDGET Y/E
MAY 31, 2008

		\$2,500,000
G 15	CONSTRUCTION CONTRACTS	
	CONSTRUCTION CONTRACTS	3,000,000
		\$3,000,000
G 61	SAFETY EQUIPMENT	
	SAFETY EQUIPMENT	25,000
		\$25,000
G 58	FIELD COMMUNICATIONS	
	FIELD COMMUNICATIONS IMPROVEMENTS	75,000
		\$75,000
G 49	TECH SERVICES PHOTOVOLTAIC DEMONSTRATION	
	TECH SERVICES PHOTOVOLTAIC DEMONSTRATION	60,000
		\$60,000
G 53	LABORATORY RENOVATIONS	
	LABORATORY GENERAL SERVICE PROJECTS	20,000
		\$20,000
G 62	PROPOSED SALE OF LAND	
	PROPOSED SALE OF LAND	0
		\$0

SCWA CAPITAL BUDGET
YEAR ENDING MAY 31, 2008

Schedule 10

BUDGET Y/E
MAY 31, 2008

Grand Total :

56,733,000