NEW YORK LOCAL GOVERNMENT ASSISTANCE CORPORATION

PROPOSED ANNUAL BUDGET FOR FISCAL YEAR 2012-13

AND

MULTI-YEAR FINANCIAL PLAN FOR
FISCAL YEARS 2012-13 THROUGH 2015-16

December 22, 2011

Approved by the Board of Directors
as presented in Resolution 2012-05.
There were no changes from the
Proposed Budget and Multi-Year Plan.

Table of Contents

Introduction

In accordance with Section 2801 of Public Authorities Law and Title 2, Chapter 5, Part 203 of the *Official Compilation of Codes, Rules and Regulations of the State of New York*, the New York Local Government Assistance Corporation (the Corporation) presents herewith its Proposed Annual Budget for Fiscal Year 2012-13 and Multi-Year Financial Plan for Fiscal Years 2012-13 through 2015-16 ("The Proposed Plan" or "The Plan") for review and approval by the Corporation's Board of Directors.

Organization

The Corporation was established by Chapter 220, of the Laws of 1990 (the Act, as amended) to issue up to $4.7 billion in long-term debt in order to finance certain local assistance payments made by the State, in addition to bonds necessary to fund a capital reserve account, costs of issuance and a limited amount of capitalized interest. The fiscal year ended March 31, 2011 was the twentieth year of the Corporation's existence. The Corporation’s continued operations are entirely dependent upon the annual appropriations received from the State. Pursuant to the Act establishing the Corporation, the State deposits sales and use tax revenues equal to a rate of taxation of one percent into a special fund (the Local Government Assistance Tax Fund, or the Fund), which is used by the State to make necessary payments to the Corporation. Payments of debt service on the Corporation's bonds are made from appropriations received from the State. The Corporation's bondholders do not have a lien on monies deposited in the Fund.

In accordance with the Municipal Assistance Refinancing Act effective July 1, 2003, the Corporation is also responsible for annually certifying, through June 30, 2034, the release of $170 million out of the Fund after appropriation by the Legislature, for payment to the Sales Tax Asset Receivable Corporation (STARC). STARC was created by the City of New York to securitize the annual payments from the Fund used to refinance all bonds of the Municipal Assistance Corporation for City of New York (MAC) and all debt of the City of New York held by MAC. In August 2003, the New York State Court of Appeals found that any annual payment required by the State could not interfere with the Corporation’s bondholders’ rights. Amounts in excess of the payment to STARC and the Corporation’s needs are transferred from the Fund to the State's General Fund after the Corporation's and other requirements have been met as provided by statute.

The Corporation’s Enabling Act requires the State to enter into an agreement with the State Comptroller whereby the Comptroller is made the exclusive agent for issuance of the Corporation’s bonds and notes. Exclusive Agent agreements to date have also delegated the administration of a number of on-going responsibilities including the investment of the Corporation's funds. The Corporation utilizes the staff of the Office of the State Comptroller, the Division of the Budget and the Attorney General in order to provide for on-going operational activities at no cost to the Corporation. The Corporation is governed by a seven-member Board of Directors, comprised of the State Comptroller and the Director of the Budget of the State of New York, both of whom serve "ex officio," and five other Directors appointed by the Governor. In addition, the Secretary to the Senate Finance Committee of the New York State Senate and the Secretary to the Ways and Means Committee of the New York State Assembly are non-voting representatives on the Board.

The Corporation does not compensate its Directors. The Corporation’s Directors appoint its key officers. The Board of Directors has provided the Treasurer and Secretary with the authorization to appoint assistants. The Board of Directors, non-voting representatives and officers of the Corporation as of December 1, 2011 are presented on pages three and four of this document, respectively.

New York Local Government Assistance Corporation

Board of Directors

Board Chair
Vacant

Vice Chair and Director
Robert L. Megna

Director
Honorable Thomas P. DiNapoli

Marc Shaw
Kevin Murray
Vacant
Vacant

Non-Voting Representatives

Robert F. Mujica
Secretary to the Senate Finance Committee

Matthew Howard
Secretary to the Assembly Ways and Means Committee

New York Local Government Assistance Corporation

Officers

Co-Executive Director
Thomas P. Nitido
Office of the NY State Comptroller

Co-Executive Director
Ronald Greenberg
NYS Division of the Budget

General Counsel
Honorable Eric T. Schneiderman
Attorney General of the State of New York

Secretary
Joseph Conroy
NYS Division of the Budget

Treasurer
Patricia Warrington
Office of the NY State Comptroller

Assistant Secretary
Melissa Pangburn
NYS Division of the Budget

Assistant Treasurer
Deborah DeGenova
Office of the NY State Comptroller

Internal Control Officer
Kristee Iacobucci
Office of the NY State Comptroller

Budget Process

The Proposed Plan

The Proposed Plan is prepared in accordance with accounting principles generally accepted in the United States of America on a modified accrual basis, but also includes adjustments for cash basis accounting. Comparative amounts for the fiscal year ended March 31, 2011 were derived from the Corporation's audited financial statements, copies of which were previously delivered to and approved by the Board. Estimated amounts have been developed using assumptions disclosed in plan notes.

The Proposed Plan is required to be submitted to the Corporation's Board for review no later than 90 days prior to the commencement of the Corporation's next fiscal year along with a certification by the Corporation's Co-Executive Directors attesting to the reasonableness of assumptions and methods of estimation used to prepare The Plan in accordance with Part 203 of Title Two of the *Official Compilation of Codes, Rules and Regulation of the State of New York*.

The Proposed Plan and certification are also required to be submitted to the Governor, Chairman and Ranking Minority Member of the Senate Finance Committee, Chairman and Ranking Minority Member of the Assembly Ways and Means Committee and the New York State Authorities Budget Office not less than 90 days before commencement of the Corporation's fiscal year. In addition, The Plan and certification must be posted on the Corporation's website and made available to the public for a period of not less than 45 days, at least 30 of which must be prior to approval by the Board, in no less than 5 convenient public places throughout the State. Additionally, the public inspection period must be not less than 60 days before commencement of the Corporation's fiscal year. A hard copy of The Plan will be available for public review at the regional offices of the Office of the State Comptroller and the Office of the State Deputy Comptroller for the City of New York. See Appendix A for a listing of locations where The Proposed Plan can be viewed.

Approved Plan

The Plan is required to be submitted to the State Comptroller within 7 days of approval by the Board in the format prescribed by the State Comptroller, along with the certification document signed by the Co-Executive Directors. The approved plan is also required to be posted on the Corporation's website and made available to the public for a period of not less than 45 days in no less than 5 convenient public places throughout the State. The approved plan will be made available for public inspection in the same manner and in the same locations as The Proposed Plan.

The Treasurer is required to provide written quarterly and mid-year updates on the enacted plan as well as not later than 90 days after the close of the Corporation's fiscal year on the actual versus budgeted results from the prior fiscal year.

Principal Budgetary Assumptions and Assessment of Budgetary Risks

Annually, the Legislature appropriates an amount necessary to pay all obligations of the Corporation including debt service and related expenses pursuant to Section 3240(1) of Public Authorities Law. State appropriation revenue estimates, which constitute the majority of the Corporation's projected revenue, included in the Corporation's financial plan for fiscal years 2012-13 through 2015-16 are based on projected debt service and arbitrage rebate liability. Additionally, LGAC will facilitate, as in past years, the annual payment of $170 million to the City of New York or its assignee which is paid directly by the State to the City or its assignee.

Investment revenue projected by the Corporation is largely based upon the level of investment revenue received in the first six months of fiscal 2011-12. Projections for general fund investment revenue assume no increase throughout the years contained within The Plan. Beginning with fiscal year 2013-14, a slight decrease in projected annual debt service fund investment revenue of $59,000 is reflected. This change recognizes that a lower capital reserve fund balance will be invested as a result of the projected decrease in the capital reserve fund requirement brought about by a decrease in the maximum annual debt service.

The anticipated General Fund Liquidity support costs and Variable rate bond remarketing fees assume all bonds currently in a variable rate mode continue as such and that the auction rate bonds' auctions continue to fail. Since certain of the Corporation's variable rate bonds have liquidity facilities that will expire or have optional early termination dates during the years contained within The Plan, The Plan recognizes the potential for increased liquidity support costs.

Debt service payments are routinely paid by the Corporation from appropriations it receives from the State, monthly swap receipts and earnings on investments. Debt service projections were constructed assuming that: 1) all bonds currently in fixed or variable interest rate modes continue as such; 2) unhedged variable rate bonds' interest payments are based on an interest rate of 3.50 percent; and 3) hedged variable rate bonds' interest payments are based on the fixed interest rate leg of the relevant interest rate exchange agreement. The Corporation's fixed interest rate bonds have interest rates that range from 3.0 percent to 6.0 percent and the interest rate exchange agreements' fixed interest rate legs range from 3.15 percent to 3.26 percent The projected rates for unhedged variable rate bonds and synthetic fixed rate bonds are consistent with interest rate assumptions under consideration by the Division of the Budget for the 2012-13 Executive Budget development. The payments on variable rate and synthetic fixed rate bonds may vary based on market fluctuations.

Each year's arbitrage rebate projection is based on current arbitrage calculations. The Corporation expects these estimates to change over time as the actual liability for any series of bonds will vary as interest rates and the amount of funds subject to rebate calculation change.

Recognizing that the Corporation could either convert existing variable rate bonds to a fixed rate mode or effectuate an economic refunding if market conditions were favorable, the projections for costs of issuance reflect one bond sale in each year of The Plan.

When applicable, The Plan is based upon the Corporation's restated 2011-12 Annual Budget and future anticipated changes in expenses.

The Plan contains notes that disclose the assumptions used when determining certain estimates. All estimates are subject to risk due to assumptions made about future costs. Significant future cost risks include: 1) if actual interest rates on the Corporation's variable rate bonds are significantly higher than those assumed in The Plan; and 2) if liquidity support costs increase at a rate higher than assumed in The Plan.

New York Local Government Assistance Corporation
Annual Budget for Fiscal Year 2012-13
Including multi-year financial plan with actual results for fiscal year 2010-11 and a revised forecast for fiscal year 2011-12
Statement of Revenues, Expenditures and Changes in Fund Balances

Modified Accrual Basis of Accounting w/Adjustment for Cash

Amounts in Thousands

GENERAL FUND

FISCAL PERIOD END	March 31, 2011 (Actual) (1)	March 31, 2012 (Approved Budget)	March 31, 2012 (Revised Forecast)	March 31, 2013 (Proposed Budget)	March 31, 2014 (Forecast)	March 31, 2015 (Forecast)	March 31, 2016 (Forecast)
Beginning of Period Cash and Investments	$ 3,797	$ 5,025	$ 3,750	$ 3,825	$ 3,829	$ 3,830	$ 3,836
Receipts/Revenues:							
State appropriations receipts	6,634	5,909	5,323	5,010	5,030	5,830	6,230
Investment receipts (2)	5	5	4	4	4	4	4
Receipts Subtotal	6,639	5,914	5,327	5,014	5,034	5,834	6,234
Adjustment for accrual of investment earnings	-	-	-	-	-	-	-
Total revenues	6,639	5,914	5,327	5,014	5,034	5,834	6,234
Disbursements/Expenditures:							
Liquidity support costs (3)	5,197	4,665	4,105	3,949	3,978	4,905	5,432
Variable rate bond remarketing fees (3)	1,077	834	795	708	698	591	472
Other costs	412	417	352	353	357	332	326
Total disbursements	6,686	5,916	5,252	5,010	5,033	5,828	6,230
Adjustment for accounts payable	862	-	-	-	-	-	-
Total expenditures	7,548	5,916	5,252	5,010	5,033	5,828	6,230
Excess (deficiency) of revenues over General Fund expenditures	(909)	(2)	75	4	1	6	4
End of Period Cash and Investments	$ 3,750	$ 5,023	$ 3,825	$ 3,829	$ 3,830	$ 3,836	$ 3,840

Notes:

1. Amounts reported for the fiscal year ended March 31, 2011 reflect audited amounts.
2. Fiscal year 2011-12 investment receipts are based on the rate of interest experienced in the first six months of fiscal year 2011-12. Investment receipts for fiscal years after 2011-12 are anticipated to approximate actual investment receipts from 2011-12.
3. Expenditures for Liquidity Support and Remarketing Services in fiscal years 2011-12 through 2015-16 reflect current rates and anticipated changes.

New York Local Government Assistance Corporation
Annual Budget for Fiscal Year 2012-13
Including multi-year financial plan with actual results for fiscal year 2010-11 and a revised forecast for fiscal year 2011-12
Statement of Revenues, Expenditures and Changes in Fund Balances

Modified Accrual Basis of Accounting w/Adjustment for Cash

Amounts in Thousands

DEBT SERVICE FUND

FISCAL PERIOD END	March 31, 2011 (Actual) (1)	March 31, 2012 (Approved Budget)	March 31, 2012 (Revised Forecast)	March 31, 2013 (Proposed Budget)	March 31, 2014 (Forecast)	March 31, 2015 (Forecast)	March 31, 2016 (Forecast)
Beginning of Period Cash and Investments:							
Amounts required for current debt maturities	$ 275,875	$ 268,082	$ 281,043	$ 312,986	$ 326,995	$ 334,664	$ 349,530
Restricted bond reserves	231,354	178,732	178,905	178,732	178,536	168,730	168,730
Total beginning of period cash and investments	507,229	446,814	459,948	491,718	505,531	503,394	518,260
Receipts/Revenues:							
State appropriations (2)	339,865	377,418	377,418	392,260	384,540	393,110	395,520
Investment receipts (3)	3,554	4,500	1,474	1,474	1,415	1,415	1,415
Receipts subtotal	343,419	381,918	378,892	393,734	385,955	394,525	396,935
Adjustment for accrual of investment earnings	(263)	-	-	-	-	-	-
Total revenues	343,156	381,918	378,892	393,734	385,955	394,525	396,935
Expenditures:							
Repayment of principal	270,740	206,450	206,450	244,185	265,000	269,115	288,775
Payment of interest (4)	117,409	141,667	138,704	135,067	122,419	109,866	97,715
Cost of issuance for refundings	1,987	1,077	431	469	473	478	483
Arbitrage rebate (5)	1,216	-	-	200	200	200	2,100
Total expenditures	391,352	349,194	345,585	379,921	388,092	379,659	389,073
Adjustment for Accounts Payable	-	-	-	-	-	-	-
Total expenditures	391,352	349,194	345,585	379,921	388,092	379,659	389,073
Excess (deficiency) of revenues over Debt Service Fund expenditures	(48,196)	32,724	33,307	13,813	(2,137)	14,866	7,862
Other Financing Sources and Uses:							
Issuance of refunding bonds	456,070	-	184,040	-	-	-	-
Premiums on refunding bonds, net of discounts	55,933	-	30,547	-	-	-	-
Payments to refunding bond escrow agent	(509,926)	-	(188,705)	-	-	-	-
Swap termination	-	-	(27,419)	-	-	-	-
Net other financing sources and uses	2,077	-	(1,537)	-	-	-	-
Net Change in Fund Balance	(46,119)	32,724	31,770	13,813	(2,137)	14,866	7,862
Change in accruals for investments	(1,425)	-	-	-	-	-	-
End of Period Cash and Investments:							
Amounts required for current debt maturities	281,043	300,806	312,986	326,995	334,664	349,530	358,464
Restricted bond reserves	178,905	178,732	178,732	178,536	168,730	168,730	167,658
Total end of period cash and investments	$ 459,948	$ 479,538	$ 491,718	$ 505,531	$ 503,394	$ 518,260	$ 526,122

Notes:

1. Amounts reported for the fiscal year ended March 31, 2011 reflect audited amounts.
2. State appropriations for debt service in fiscal years 2011-12 through 2015-16 are based on projected debt service and arbitrage liability.
3. Fiscal year 2011-12 investment receipts are based on the rate of interest experienced in the first six months of fiscal year 2011-12. Investment receipts subsequent to 2011-12 are anticipated to approximate actual investment receipts from 2011-12 and reflect a reduction in the capital reserve funds due to a reduction in the maximum annual debt service.
4. The revised forecasted debt service for fiscal year 2011-12 reflects the scheduled amounts paid through September 30, 2011 and the projected debt service for the period October 1, 2011 through March 31, 2012. Projected receipts for unhedged variable rate debt service payments were calculated using an assumed rate of 3.5 percent in each fiscal year. Projected hedged variable rate debt service payments were calculated using the following assumed rates: 3.151 percent, 3.261 percent and 3.194 percent in each fiscal year, as applicable.
5. Arbitrage rebate expenditures represent estimated liabilities as of September 30, 2011.

Reconciliation of Changes from Previous Budget for Fiscal Year 2011-12

As reflected in the March 31, 2012 Revised Forecast column in The Plan and previously detailed to the Board within quarterly reports, the Corporation has revised the previous forecast of the current year's budget. A summary of key changes follows:

General Fund
State Appropriation Receipts– This budget line has been revised from $5.9 to $5.3 million reflecting cost reductions that are largely due to the changes in support costs as a result of refunding the Series 2008B-BV2 Bonds with fixed rate bonds.

Liquidity Support Costs and Variable Rate Bond Remarketing Fees - These budget lines have been revised from $4.7 to $4.1 million and from $834 thousand to $795 thousand, respectively. The budgets now reflect the reduction of variable rate demand bond (VRDBs) support costs due to the refunding of certain VRDBs with fixed rate bonds.

Other Costs - This budget line has been revised from $417 thousand to $352 thousand. This decrease is largely attributable to the removal of cost of issuance estimates for conversion of certain bonds that were included in the budget when it was formulated in December 2010.

Debt Service Fund
State Appropriations – The amount anticipated from State appropriations remains as originally anticipated.

Investment Receipts – This budget line has been revised from $4.5 to $1.5 million reflecting the reduction in invested funds due to a decline in the Corporation's capital reserve requirement and a reduced investment earnings rate from the rate used by the Corporation when the 2011-12 budget was initially formulated in December 2010.

Repayment of Principal and Payment of Interest – The amount budgeted for Repayment of principal during 2011-12 remains as originally projected. The amount anticipated for the Payment of interest during 2011-12 has been decreased by $3 million. This adjustment reflects actual activity through September 2011, wherein interest rates were lower than the interest rates used during development of the 2011-12 budget, and the refunding of certain of the Corporation's VRDBs through the issuance of the Series 2011A Refunding Bonds on September 15, 2011.

Cost of Issuance – This budget line has been revised from $1.1 million to $431 thousand reflecting the actual costs of issuance for the Series 2011A Bonds.

Other Financing Sources and Uses –These budget lines have been revised to reflect the Series 2011A final cash flows.

Statement of Borrowed Debt

The Corporation is authorized to issue up to $4.7 billion in bonds plus an amount necessary to fund a capital reserve, costs of issuance and a limited amount of capitalized interest. As of March 31, 1998 the Corporation had issued bonds equal to its authorized amount. Under existing statutes, any future issuance of bonds by the Corporation can be for refunding purposes only.

The State has dedicated a portion of its sales and use tax revenues to make payments to the Corporation pursuant to a payment agreement between the Director of the Budget and the Corporation for the purpose of funding the Corporation's debt service. Subject to annual appropriation, the State will make these payments to the Corporation five days prior to the debt service due date.

The following table shows debt projected to be outstanding at the end of each fiscal year for the duration of The Plan, projected debt service payments and the cumulative debt service as a percentage of available revenues.

Statement of Borrowed Debt

Submitted with Proposed Annual Budget for Fiscal Year 2012-13 and Multi-Year Financial Plan

Fiscal Year Ending March 31	Bonds Outstanding (1) April 1	Principal	Interest (2)	Total Debt Service	Refunding	Bonds Outstanding March 31 (1, 3)	Total Revenues (4)	Debt Service as % of Revenues
2012	$ 3,369,080	$ 206,450	$ 138,704	$ 345,154	$ 4,469	$ 3,158,161	$ 384,219	89.8%
2013	$ 3,158,161	$ 244,185	$ 135,067	$ 379,252		$ 2,913,976	$ 398,748	95.1%
2014	$ 2,913,976	$ 265,000	$ 122,419	$ 387,419		$ 2,648,976	$ 390,989	99.1%
2015	$ 2,648,976	$ 269,115	$ 109,866	$ 378,981		$ 2,379,861	$ 400,359	94.7%
2016	$ 2,379,861	$ 288,775	$ 97,715	$ 386,490		$ 2,091,086	$ 403,169	95.9%

Purpose of the Debt: **LGAC was established in 1990 to issue up to $4.7 billion in long-term debt in order to finance certain local assistance payments in addition to bonds necessary to fund a capital reserve account, costs of issuance, and up to six months of capitalized interest. Issuance of the bonds eliminated the need for the State's annual short-term borrowing.**

Notes:

1. Capital Appreciation Bonds are shown at gross amounts (fully accreted values).
2. Projected unhedged variable rate debt service payments were calculated using an assumed rate of 3.5 percent in each fiscal year. Projected hedged variable rate debt service payments were calculated using the following assumed rates: 3.151 percent, 3.261 percent, and 3.194 percent in each fiscal year, as applicable.
3. Bonds Outstanding balance at March 31, 2012 reflects effect of refunding transaction (net of released capital reserve amounts used to redeem bonds), which occurred on September 15, 2011 per Board approval.
4. Total revenues equal those shown on the General and Debt Service Fund budget on pages 8 and 9 of the Annual Budget and Multi-Year Financial Plan.

LGAC Projected Debt Service by Debt Issuance

Fiscal Year Ending March 31	Total Revenues	Debt Service for Issuance 2011A	% of Total Revenue	Debt Service for Issuance 2010B	% of Total Revenue	Debt Service for Issuance 2010A	% of Total Revenue	Debt Service for Issuance 2008C	% of Total Revenue	Debt Service for Issuance 2008B	% of Total Revenue
2012	$384,219	$ -	0.0%	$ 8,583	2.2%	$ 21,604	5.6%	$ 34,311	8.9%	$ 10,982	2.9%
2013	$398,748	$ 17,589	4.4%	$ 23,883	6.0%	$ 23,433	5.9%	$ 34,275	8.6%	$ 14,350	3.6%
2014	$390,989	$ 24,072	6.2%	$ 23,869	6.1%	$ 23,356	6.0%	$ 34,243	8.8%	$ 14,374	3.7%
2015	$400,359	$ 24,051	6.0%	$ 23,849	6.0%	$ 23,339	5.8%	$ 21,203	5.3%	$ 14,374	3.6%
2016	$403,169	$ 24,034	6.0%	$ 23,830	5.9%	$ 23,323	5.8%	$ 21,185	5.3%	$ 19,943	4.9%

Projected debt service payments for unhedged variable rate bonds were calculated using an assumed rate of 3.5 percent in each fiscal year. Projected debt service payments for variable rate bonds that are hedged with interest rate swaps were calculated using the following assumed rates: 3.151 percent, 3.261 percent, and 3.194 percent in each fiscal year, as applicable.

LGAC Projected Debt Service by Debt Issuance

Fiscal Year Ending March 31	Total Revenues	Debt Service for Issuance 2008A	% of Total Revenue	Debt Service for Issuance 2007A	% of Total Revenue	Debt Service for Issuance 2004A	% of Total Revenue	Debt Service for Issuance 2003A	% of Total Revenue	Debt Service for Issuance 1995E	% of Total Revenue
2012	$384,219	$ 17,444	4.5%	$ 100,498	26.2%	$ 2,956	0.8%	$ 102,016	26.6%	$ 3,222	0.8%
2013	$398,748	$ 17,415	4.4%	$ 43,264	10.8%	$ 537	0.1%	$ 112,605	28.2%	$ 5,405	1.4%
2014	$390,989	$ 29,651	7.6%	$ 43,219	11.1%	$ 1,513	0.4%	$ 84,732	21.7%	$ 5,493	1.4%
2015	$400,359	$ 29,105	7.3%	$ 43,179	10.8%	$ 1,515	0.4%	$ 89,805	22.4%	$ 5,567	1.4%
2016	$403,169	$ 29,079	7.2%	$ 43,134	10.7%	$ -	0.0%	$ 93,937	23.3%	$ 5,639	1.4%

Projected debt service payments for unhedged variable rate bonds were calculated using an assumed rate of 3.5 percent in each fiscal year. Projected debt service payments for variable rate bonds that are hedged with interest rate swaps were calculated using the following assumed rates: 3.151 percent, 3.261 percent, and 3.194 percent in each fiscal year, as applicable.

LGAC Projected Debt Service by Debt Issuance

Fiscal Year Ending March 31	Total Revenues	Debt Service for Issuance 1995C	% of Total Revenue	Debt Service for Issuance 1993E	% of Total Revenue	Debt Service for Issuance 1993C	% of Total Revenue	Debt Service for Issuance 1992C	% of Total Revenue
2012	$384,219	$ 1,212	0.3%	$ 21,385	5.6%	$ 8,698	2.3%	$ 12,243	3.2%
2013	$398,748	$ 5,208	1.3%	$ 60,369	15.1%	$ 8,698	2.2%	$ 12,221	3.1%
2014	$390,989	$ 5,399	1.4%	$ 60,290	15.4%	$ 37,208	9.5%	$ -	0.0%
2015	$400,359	$ 5,574	1.4%	$ 60,207	15.0%	$ 37,213	9.3%	$ -	0.0%
2016	$403,169	$ 5,646	1.4%	$ 60,316	15.0%	$ 36,424	9.0%	$ -	0.0%

Projected debt service payments for unhedged variable rate bonds were calculated using an assumed rate of 3.5 percent in each fiscal year. Projected debt service payments for variable rate bonds that are hedged with interest rate swaps were calculated using the following assumed rates: 3.151 percent, 3.261 percent, and 3.194 percent in each fiscal year, as applicable.

Certification

After reasonable inquiry, the annual budget and multi-year financial plan presented herein is, to the best of our knowledge and belief, based on reasonable assumptions and methods of estimation with the applicable regulations being satisfied.

Thomas P. Nitido,
Co-Executive Director
New York Local Government
Assistance Corporation

Ronald Greenberg,
Co-Executive Director
New York Local Government
Assistance Corporation

Certification

After reasonable inquiry, the annual budget and multi-year financial plan presented herein is, to the best of our knowledge and belief, based on reasonable assumptions and methods of estimation with the applicable regulations being satisfied.

Thomas P. Nitido,
Co-Executive Director
New York Local Government
Assistance Corporation

Ronald L. Greenberg

Ronald Greenberg,
Co-Executive Director
New York Local Government
Assistance Corporation

The Proposed and Enacted Budget and Multi-Year Financial Plan for Fiscal Year 2012-13 through 2015-16 is available for public inspection at the following locations:

BINGHAMTON REGIONAL OFFICE
Office of the State Comptroller
State Office Building, Room 1702
44 Hawley Street
Binghamton, New York 13901-4417

BUFFALO REGIONAL OFFICE
Office of the State Comptroller
295 Main Street, Room 1050
Buffalo, New York 14203-2510

GLENS FALLS REGIONAL OFFICE
Office of the State Comptroller
One Broad Street Plaza
Glens Falls, New York 12801-4396

HAUPPAUGE REGIONAL OFFICE
Office of the State Comptroller
NYS Office Building, Room 3A10
Veterans Memorial Highway
Hauppauge, New York 11788-5533

NEWBURGH REGIONAL OFFICE
Office of the State Comptroller
33 Airport Center Drive, Suite 103
New Windsor, New York 12553

OFFICE OF THE STATE DEPUTY COMPTROLLER FOR THE CITY OF NEW YORK
Office of the State Comptroller
59 Maiden Lane, 29th Floor
New York, New York 10038

ROCHESTER REGIONAL OFFICE
Office of the State Comptroller
The Powers Building
16 West Main Street – Suite 522
Rochester, New York 14614-1608

SYRACUSE REGIONAL OFFICE
Office of the State Comptroller
State Office Building, Room 409
333 E. Washington Street
Syracuse, New York 13202-1428

The Proposed and Enacted Budget and Multi-Year Financial Plan for Fiscal Year 2012-13 through 2015-16 may also be viewed electronically on the Corporation's website at: http://www.osc.state.ny.us/pension/debtlgac.htm