

PRELIMINARY OFFICIAL STATEMENT DATED SEPTEMBER 4, 2020

NEW/RENEWAL ISSUES

BOND ANTICIPATION NOTES

In the opinion of Hawkins Delafield & Wood LLP, Bond Counsel to the Town, under existing statutes and court decisions and assuming continuing compliance with certain tax certifications described herein, (i) interest on the Notes is excluded from gross income for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and (ii) interest on the Notes is not treated as a preference item in calculating the alternative minimum tax under the Code. In addition, in the opinion of Bond Counsel to the Town, under existing statutes, interest on the Notes is exempt from personal income taxes of New York State and its political subdivisions, including The City of New York. See "Tax Matters" herein.

The Town will NOT designate the Notes as "qualified tax-exempt obligations" pursuant to the provision of Section 265(b)(3) of the Code.

TOWN OF SOUTHDOLD SUFFOLK COUNTY, NEW YORK (the "Town")

\$10,461,722 BOND ANTICIPATION NOTES – 2020 (the "Notes")

Dated Date: September 23, 2020

Maturity Date: September 23, 2021

Security and Sources of Payment: The Notes are general obligations of the Town of Southold, Suffolk County, New York (the "Town"), and will contain a pledge of the faith and credit of the Town for the payment of the principal thereof and interest thereon and, unless paid from other sources, the Notes are payable from ad valorem taxes which may be levied upon all the taxable real property within the Town, subject to certain statutory limitations imposed by Chapter 97 of the New York Laws of 2011, as amended (the "Tax Levy Limit Law"). (See "Tax Levy Limit Law," herein).

Prior Redemption: The Notes will not be subject to redemption prior to their maturity.

Form and Denomination: At the option of the purchaser, the Notes may be either registered to the purchaser or registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC") as book-entry notes. For those Notes registered to the purchaser, a single note certificate shall be delivered to the purchaser(s), for those Notes bearing the same rate of interest in the aggregate principal amount awarded to such purchaser at such interest rate. For those Notes issued in book-entry form, such notes will be issued as registered notes, and, when issued, will be registered in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"), New York, New York, which will act as the Securities Depository for the Notes. A single note certificate will be issued for those Notes bearing the same rate of interest and CUSIP number in the aggregate principal amount awarded to such purchaser at such interest rate. Individual purchases of any Notes issued in book-entry form may be made only in book-entry form in denominations of \$5,000 or integral multiples thereof, except for one necessary odd denomination. Noteholders will not receive certificates representing their respective ownership interests in any Notes issued in book-entry form. (See "Description of Book-Entry System" herein).

Payment: Payment of the principal of and interest on the Notes registered to the Purchaser will be payable in lawful money of the United States of America (Federal Funds) at such bank or trust company located and authorized to do business in the State of New York as may be selected by the successful bidder. Payment of the principal of and interest on any Notes issued in book-entry form will be made by DTC Participants and Indirect Participants in accordance with standing instructions and customary practices. Payment will be the responsibility of the DTC Participants or Indirect Participants and not of DTC or the Town, subject to any statutory and regulatory requirements as may be in effect from time to time. Principal and interest payments on any book-entry notes shall be payable at the office of the Town Clerk. (See "Description of Book-Entry System" herein.)

Proposals for the Notes will be received at 11:00 A.M. (Prevailing Time) on September 15, 2020 at the office of Munistat Services, Inc., 12 Roosevelt Avenue, Port Jefferson Station, New York 11776.

The Notes are offered subject to the final approving opinion of Hawkins Delafield & Wood LLP, New York, New York, Bond Counsel, and certain other conditions. It is expected that delivery of the Notes will be made on or about September 23, 2020 in New York, New York, or as otherwise agreed to by the Town and the purchasers.

THIS OFFICIAL STATEMENT IS IN A FORM "DEEMED FINAL" BY THE TOWN FOR THE PURPOSES OF SECURITIES AND EXCHANGE COMMISSION RULE 15c2-12 (THE "RULE"). FOR A DESCRIPTION OF THE TOWN'S AGREEMENT TO PROVIDE CONTINUING DISCLOSURE FOR THE NOTES, AS DESCRIBED IN THE RULE, SEE "DISCLOSURE UNDERTAKING" HEREIN.

September , 2020



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SUFFOLK COUNTY, NEW YORK**

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Elizabeth A. Neville, Town Clerk
Vincent M. Orlando, Superintendent of Highways
William Duffy, Esq., Town Attorney
Kelly Fogarty, Receiver of Taxes

* * *

BOND COUNSEL

Hawkins Delafield & Wood LLP
New York, New York

* * *

MUNICIPAL ADVISOR



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No dealer, broker, salesman or other person has been authorized by the Town to give any information or to make any representations, other than those contained in this Official Statement and if given or made, such other information or representations must not be relied upon as having been authorized by the Town. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Notes by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. The information set forth herein has been obtained by the Town from sources which are believed to be reliable but it is not guaranteed as to accuracy or completeness. The information and expressions of opinion herein are subject to change without notice and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Town since the date hereof.

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OFFICIAL STATEMENT

Relating to

TOWN OF SOUTHDOLD SUFFOLK COUNTY, NEW YORK

\$10,461,722 BOND ANTICIPATION NOTES – 2020 (the “Notes”)

This Official Statement, including the cover page and appendices thereto, has been prepared by the Town and presents certain information relating to the Town's \$10,461,722 Bond Anticipation Notes – 2020 (the "Notes"). All quotations from and summaries and explanations of provisions of the Constitution and laws of the State of New York (the "State") and acts and proceedings of the Town contained herein do not purport to be complete and are qualified in their entirety by reference to the official compilations thereof and all references to the Notes and the proceedings of the Town relating thereto are qualified in their entirety by reference to the definitive form of the Notes and such proceedings.

This Official Statement should be read with the understanding that the ongoing COVID-19 global pandemic has created prevailing economic conditions (at the global, national, State and local levels) that are highly uncertain, generally negative, and rapidly changing, and these conditions are expected to continue for an indefinite period of time. Accordingly, the Town's overall economic situation and outlook (and all of the specific Town-related information contained herein) should be carefully reviewed, evaluated and understood in the full light of this unprecedented world-wide event, the effects of which are extremely difficult to predict and quantify. See “MARKET MATTERS AFFECTING FINANCINGS OF THE MUNICIPALITIES OF THE STATE” and “IMPACT OF COVID-19” herein.

THE NOTES

Description of the Notes

The Notes are general obligations of the Town. The Town has pledged its faith and credit for the payment of the principal of and interest on the Notes and, unless paid from other sources, the Notes are payable from ad valorem taxes which may be levied upon all the taxable real property within the Town, subject to certain statutory limitations imposed by the Tax Levy Limit Law. (See “*Tax Levy Limit Law*” herein).

The Notes will be dated and will mature, without the option of prior redemption, as indicated on the cover page hereof.

The Town will act as Fiscal Agent for any Notes issued in book-entry form and the purchaser shall act as Fiscal Agent for any Notes registered in the name of the purchaser. Paying agent fees, if any, for those Notes registered to the purchaser will be paid by the purchaser(s). The Town's contact information is as follows: Kristie Hansen-Hightower, CPA, Comptroller, Town of Southold, 54375 Route 25, Southold, New York 11971, telephone number 631/765-4333 and email: kristieh@southoldtownny.gov.

Optional Redemption

The Notes will not be subject to redemption prior to their maturity.

Description of Book-Entry System

DTC will act as securities depository for any Notes issued as book-entry notes. Such Notes will be issued as fully-registered securities, in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully registered note certificate will be issued for each Note bearing the same rate of interest and CUSIP number and will be deposited with DTC.

DTC is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of certificates.

Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of the Depository Trust & Clearing Corporation (“DTCC”). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). Standard & Poor’s assigns a rating of “AA+” to DTC. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com and www.dtc.org.

Purchases of Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Notes on DTC’s records. The ownership interest of each actual purchaser of each Note (“Beneficial Owner”) is in turn to be recorded on the Direct and Indirect Participants’ records. Beneficial Owners will not receive written confirmation from DTC of their purchase, Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Notes are to be accomplished by entries made on the books of Direct or Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interest in the Notes, except in the event that use of the book-entry system for the Notes is discontinued.

To facilitate subsequent transfers, all Notes deposited by Direct Participants with DTC are registered in the name of DTC’s partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of the Notes with DTC and their registration in the name of Cede & Co., or such other DTC nominee do not affect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Notes; DTC’s records reflect only the identity of the Direct Participants to whose accounts such Notes are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping accounts of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Beneficial Owners of the Notes may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Notes, such as redemptions, tenders, defaults, and proposed amendments to the Note documents. For example, Beneficial Owners of the Notes may wish to ascertain that the nominee holding the Notes for their benefit has agreed to obtain and transmit notices to the Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Notes unless authorized by a Direct Participant in accordance with DTC’s MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the issuer as soon as possible after the record date. The omnibus Proxy assigns Cede & Co.’s consenting or voting rights to those Direct Participants to whose accounts the Notes are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments on the Notes will be made to Cede & Co. or such other nominee as may be requested by an authorized representative of DTC. DTC’s practice is to credit Direct Participants’ accounts upon DTC’s receipt of funds and corresponding detail information from the Town on the payable date, in accordance with their respective holdings shown on DTC’s records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in “street name,” and will be the responsibility of such Participant and not of DTC (nor its nominee) or the Town, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Town, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

Source: The Depository Trust Company, New York, New York.

DTC may discontinue providing its services as depository with respect to the Notes at any time by giving reasonable notice to the Town. Under such circumstances, in the event that a successor depository is not obtained, note certificates are required to be printed and delivered to the Noteowners. The Town may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In such event, note certificates will be printed and delivered to the Noteowners.

The information contained in the above section concerning DTC and DTC's book-entry system has been obtained from sample offering document language supplied by DTC, but the Town takes no responsibility for the accuracy thereof. In addition, the Town will not have any responsibility or obligation to participants, to indirect participants or to any beneficial owner with respect to: (i) the accuracy of any records maintained by DTC, any participant or any indirect participant; (ii) the payments by DTC or any participant or any indirect participant of any amount with respect to the principal of, or premium, if any, or interest on the Notes or (iii) any notice which is permitted or required to be given to Noteowners.

Authorization and Purpose

The Notes are being issued pursuant to the Constitution and statutes of the State of New York, including among others, the Town Law and the New York Local Finance Law, and various bond resolutions duly adopted by the Town Board of the Town on the dates set forth below for the following purposes:

<u>Date</u> <u>Authorized</u>	<u>Project Description</u>	<u>Authorized</u> <u>Amount</u>	<u>Amount</u> <u>Outstanding</u>	<u>Amount to</u> <u>be paid</u>	<u>New</u> <u>Money</u>	<u>Amount to</u> <u>be Issued</u>
08/16/11	Stormwater Mitigation Improvements	\$ 500,000	\$ 240,000	(\$5,000)	\$ 0	\$ 235,000
01/31/17	Upgrade Town Hall Telephone System	32,900	19,000	(6,000)	0	13,000
01/31/17	Firewall	127,100	84,000	(28,000)	0	56,000
05/09/17	Shade Shelter/Solar Array at Animal Shelter	630,000	275,000	(163,000)	0	112,000
06/12/17	Ferry Pilings	600,000	360,000	(15,000)	0	345,000
10/10/17	Munnatawket Engine	300,000	285,000	(5,000)	0	280,000
05/09/17	Salt Barn on FI	200,000	160,000	(86,000)	0	74,000
03/14/18	1080 Carroll Ave Acquisition	750,000	710,000	(20,000)	0	690,000
03/14/18	Town Hall Annex- Acquisition	3,200,000	3,090,000	(60,000)	0	3,030,000
03/14/18	Town Hall Annex- Improvements	2,800,000	550,000	(35,000)	500,000	1,015,000
03/27/18	Sidewalks and Drainage	500,000	450,000	(45,000)	0	405,000
06/05/18	Salt Barn on FI	80,000	65,000	(65,000)	0	0
07/17/18	Increase/Improvement of SWMD (Payloador)	500,000	378,117	(35,000)	0	343,117
08/28/18	Sidewalk Improvements- FI	620,000	565,000	(60,000)	0	505,000
09/25/18	Munnatawket Engine	150,000	150,000	(5,000)	0	145,000
09/25/18	Dredge Silver Eel Channel	140,000	140,000	(35,000)	0	105,000
12/18/18	Computer Equipment	97,500	48,000	0	0	48,000
12/18/18	Town Hall HVAC	250,000	200,000	0	0	200,000
03/26/19	Passenger Ferry Purchase	460,000	460,000	0	0	460,000
06/04/19	Street Lighting Replacement	250,000	250,000	0	0	250,000
07/02/19	Increase/Improvement of SWMD (Grinder)	850,000	800,000	(400,000)	0	400,000
02/11/20	Fishers Island Sidewalk Improvements	250,000	0	0	250,000	250,000
02/11/20	Acquisition of Highway Equipment	135,605	0	0	135,605	135,605
02/11/20	Stormwater Mitigation	250,000	0	0	100,000	100,000
08/11/20	Race Point Ferry Improvements	1,265,000	0	0	1,265,000	1,265,000
		<u>\$14,938,105</u>	<u>\$ 9,279,117</u>	<u>(\$1,068,000)</u>	<u>\$2,250,605</u>	<u>\$10,461,722</u>

Security and Source of Payment

Each Note when duly issued and paid for will constitute a contract between the Town and the holder thereof.

The Notes will be general obligations of the Town and will contain a pledge of the faith and credit of the Town for the payment of the principal thereof and the interest thereon. For the payment of such principal of and interest on the Notes, the Town has the power and statutory authorization to levy ad valorem taxes on all taxable real property in the Town, subject to certain statutory limitations imposed by the Tax Levy Limit Law. (See "Tax Levy Limit Law," herein).

Under the Constitution of the State, the Town is required to pledge its faith and credit for the payment of the principal of and interest on the Notes, and the State is specifically precluded from restricting the power of the Town to levy taxes on real estate for the payment of interest on or principal of indebtedness theretofore contracted. However, the Tax Levy Limit Law imposes a statutory limitation on the Town's power to increase its annual tax levy, unless the Town complies with certain procedural requirements to permit the Town to levy certain year-to-year increases in real property taxes. (See "*Tax Levy Limit Law*," herein).

MARKET MATTERS AFFECTING FINANCINGS OF THE MUNICIPALITIES OF THE STATE

There are certain potential risks associated with an investment in the Notes, and investors should be thoroughly familiar with this Official Statement, including its appendices, in order to make an informed investment decision. Investors should consider, in particular, the following factors:

The Town's credit rating could be affected by circumstances beyond the Town's control. Economic conditions such as the rate of unemployment and inflation, termination of commercial operations by corporate taxpayers and employers, as well as natural catastrophes, could adversely affect the assessed valuation of Town property and its ability to maintain fund balances and other statistical indices commensurate with its current credit rating. As a consequence, a decline in the Town's credit rating could adversely affect the market value of the Notes.

If and when an owner of any of the Notes should elect to sell a Note prior to its maturity, there can be no assurance that a market will have been established, maintained and continue in existence for the purchase and sale of any of those Notes. The market value of the Notes is dependent upon the ability of holder to potentially incur a capital loss if such Note is sold prior to its maturity.

There can be no assurance that adverse events including, for example, the seeking by another municipality in the State or elsewhere of remedies pursuant to the Federal Bankruptcy Act or otherwise, will not occur which might affect the market price of and the market for the Notes. In particular, if a significant default or other financial crisis should occur in the affairs of the State or any of its municipalities, public authorities or other political subdivisions thereby possibly further impairing the acceptability of obligations issued by those entities, both the ability of the Town to arrange for additional borrowing(s) as well as the market for and market value of outstanding debt obligations, including the Notes, could be adversely affected.

The Town is dependent in part upon financial assistance from the State in the form of State aid as well as grants and loans to be received ("State Aid"). The availability of such monies and the timeliness of such payment may be affected by a delay in the adoption of the State budget, the impact to the State's economy and financial condition due to the COVID-19 outbreak and other circumstances, including State fiscal stress. State aid appropriated and apportioned to the Town can be paid only if the State has such monies available therefore. Should the Town fail to receive all or a portion of the amounts of State Aid expected to be received from the State in the amounts and at the times anticipated, occasioned by a delay in the payment of such moneys, the Town is authorized pursuant to the Local Finance Law ("LFL") to provide operating funds by borrowing in anticipation of the receipt of such uncollected State Aid, however, there can be no assurance that, in such event, the Town will have market access for any such borrowing on a cost effective basis. (See also "State Aid" herein.)

Future amendments to applicable statutes whether enacted by the State or the United States of America affecting the treatment of interest paid on municipal obligations, including the Notes, for income taxation purposes could have an adverse effect on the market value of the Notes (see "*Tax Matters*" herein).

The enactment of the Tax Levy Limit Law, which imposes a tax levy limitation upon municipalities, school districts and fire districts in the State, including the Town, without providing exclusion for debt service on obligations issued by municipalities and fire districts, including the Town, may affect the market price and/or marketability for the Notes. (See "*Tax Levy Limit Law*" herein.)

Federal or State legislation imposing new or increased mandatory expenditures by municipalities, school districts and fire districts in the State, including the Town, could impair the financial condition of such entities, including the Town, and the ability of such entities, including the Town, to pay debt service on the Notes.

An outbreak of disease or similar public health threat, such as the COVID-19 outbreak, or fear of such an event, could have an adverse impact on the Town's financial condition and operating results by potentially delaying the receipt of real property taxes or resulting in a delay or reduction by the State in the payment of State aid. Currently, the spread of COVID-19, a respiratory disease caused by a new strain of coronavirus, has spread globally, including to the United States, and has been declared a pandemic by the World Health Organization. The outbreak of the disease has affected travel, commerce and financial markets globally and is widely expected to affect economic growth worldwide. The current outbreak has caused the Federal government to declare a national state of emergency. The State has also declared a state of emergency and the Governor has taken steps designed to mitigate the spread and impacts of COVID-19, including closing schools and

non-essential businesses. The outbreak of COVID-19 and the dramatic steps taken by the State to address it are expected to negatively impact the State's economy and financial condition. The full impact of COVID-19 upon the State is not expected to be known for some time. Similarly, the degree of the impact to the Town's operations and finances is extremely difficult to predict due to the dynamic nature of the COVID-19 outbreak, including uncertainties relating to its (i) duration, and (ii) severity, as well as with regard to what actions may be taken by governmental and other health care authorities, including the State, to contain or mitigate its impact. The continued spread of the outbreak could have a material adverse effect on the State and municipalities and school districts located in the State, including the Town. The Town is monitoring the situation and will take such proactive measures as may be required to maintain its operations and meet its obligations. (See "State Aid" herein) (See "Impacts of COVID-19" herein).

REMEDIES UPON DEFAULT

Neither the Notes, nor the proceedings with respect thereto, specifically provide any remedies which would be available to owners of the Notes should the Town default in the payment of principal of or interest on the Notes, nor do they contain any provisions for the appointment of a trustee to enforce the interests of the owners of the Notes upon the occurrence of any such default. Each Note is a general obligation contract between the Town and the owners for which the faith and credit of the Town are pledged and while remedies for enforcement of payment are not expressly included in the Town's contract with such owners, any permanent repeal by statute or constitutional amendment of a bond or note holder's remedial right to judicial enforcement of the contract should, in the opinion of Bond Counsel, be held unconstitutional.

Upon default in the payment of principal of or interest on the Notes, at the suit of the owner, a Court has the power, in proper and appropriate proceedings, to render judgment against the Town. The present statute limits interest on the amount adjudged due to contract creditors to nine per centum per annum from the date due to the date of payment. As a general rule, property and funds of a municipal corporation serving the public welfare and interest have not been judicially subjected to execution or attachment to satisfy a judgment. A Court also has the power, in proper and appropriate proceedings, to order payment of a judgment on such Notes from funds lawfully available therefor or, in the absence thereof, to order the Town to take all lawful action to obtain the same, including the raising of the required amount in the next annual tax levy. In exercising its discretion as to whether to issue such an order, the Court may take into account all relevant factors, including the current operating needs of the Town and the availability and adequacy of other remedies. Upon any default in the payment of the principal of or interest on a Note, the owner of such Note could, among other remedies, seek to obtain a writ of mandamus from a Court ordering the governing body of the Town to assess, levy and collect an *ad valorem* tax, upon all taxable property of the Town subject to taxation by the Town, sufficient to pay the principal of and interest on the Notes as the same shall come due and payable (and interest from the due date to date of payment) and otherwise to observe the covenants contained in the Notes and the proceedings with respect thereto all of which are included in the contract with the owners of the Notes. The mandamus remedy, however, may be impracticable and difficult to enforce. Further, the right to enforce payment of the principal of or interest on the Notes may be limited by bankruptcy, insolvency, reorganization, moratorium and similar laws and equitable principles, which may limit the specific enforcement of certain remedies.

In 1976, the New York Court of Appeals, the State's highest court, held in *Flushing National Bank v. Municipal Assistance Corporation for the City of New York*, 40 N.Y.2d 731 (1976), that the New York State legislation purporting to postpone the payment of debt service on New York City obligations was an unconstitutional moratorium in violation of the New York State constitutional faith and credit mandate included in all municipal debt obligations. While that case can be viewed as a precedent for protecting the remedies of holders of bonds or notes of the Town, there can be no assurance as to what a Court may determine with respect to future events, including financial crises as they may occur in the State and in municipalities of the State, that require the exercise by the State of its emergency and police powers to assure the continuation of essential public services. (See also, *Flushing National Bank v. Municipal Assistance Corporation for the City of New York*, 40 N.Y.2d 1088 (1977), where the Court of Appeals described the pledge as a direct Constitutional mandate.)

As a result of the Court of Appeals decision, the constitutionality of that portion of Title 6-A of Article 2 of the Local Finance Law enacted at the 1975 Extraordinary Session of the State legislature authorizing any county, city, town or village with respect to which the State has declared a financial emergency to petition the State Supreme Court to stay the enforcement against such municipality of any claim for payment relating to any contract, debt or obligation of the municipality during the emergency period, is subject to doubt. In any event, no such emergency has been declared with respect to the Town.

Pursuant to Article VIII, Section 2 of the State Constitution, the Town is required to provide an annual appropriation of monies for the payment of due and payable principal of and interest on indebtedness. Specifically, this constitutional provision states: "If at any time the respective appropriating authorities shall fail to make such appropriations, a sufficient sum shall be set apart from the first revenues thereafter received and shall be applied to such purposes. The fiscal officer of any county, city, town, village or school district may be required to set aside and apply such revenues as aforesaid at the suit of any holder of obligations issued for any such indebtedness." This constitutes a specific non-exclusive constitutional remedy against a defaulting municipality or school district; however, it does not apply in a context in which monies have been appropriated for debt service but the appropriating authorities decline to use such monies to pay debt service. However, Article VIII, Section 2 of the Constitution of the State also provides that the fiscal officer of any county, city, town, village or school district may be required to set apart and apply such revenues at the suit of any holder of any obligations of indebtedness issued with the pledge of the faith of the credit of such political subdivision. In *Quirk v. Municipal Assistance Corp.*, 41 N.Y.2d 644 (1977), the Court of Appeals described this as a "first lien" on revenues, but one that does not give holders a right to any particular revenues. It should thus be noted that the pledge of the faith and credit of a political subdivision in the State is a pledge of an issuer of a general obligation bond or note to use its general revenue powers, including, but not limited to, its property tax levy, to pay debt service on such obligations, but that such pledge may or may not be interpreted by a court of competent jurisdiction to include a constitutional or statutory lien upon any particular revenues. The Constitutional provision providing for first revenue set asides does not apply to tax anticipation notes, revenue anticipation notes or bond anticipation notes.

While the courts in the State have historically been protective of the rights of holders of general obligation debt of political subdivisions, it is not possible to predict what a future court might hold.

In prior years, certain events and legislation affecting a holder's remedies upon default have resulted in litigation. While courts of final jurisdiction have generally upheld and sustained the rights of holders of bonds or notes, such courts might hold that future events, including a financial crisis as such may occur in the State or in political subdivisions of the State, may require the exercise by the State or its political subdivisions of emergency and police powers to assure the continuation of essential public services prior to the payment of debt service.

MUNICIPAL BANKRUPTCY

The undertakings of the Town should be considered with reference, specifically, to Chapter IX of the Bankruptcy Act, 11 U.S.C. §401, et seq., as amended ("Chapter IX") and, in general, to other bankruptcy laws affecting creditors' rights and municipalities. Chapter IX permits any political subdivision, public agency or instrumentality that is insolvent or unable to meet its debts (i) to file a petition in a Court of Bankruptcy for the purpose of effecting a plan to adjust its debts provided such entity is authorized to do so by applicable state law; (ii) directs such a petitioner to file with the court a list of a petitioner's creditors; (iii) provides that a petition filed under such chapter shall operate as a stay of the commencement or continuation of any judicial or other proceeding against the petitioner; (iv) grants priority to debt owed for services or material actually provided within three (3) months of the filing of the petition; (v) directs a petitioner to file a plan for the adjustment of its debts; and (vi) provides that the plan must be accepted in writing by or on behalf of creditors holding at least two-thirds (2/3) in amount or more than one-half (1/2) in number of the listed creditors.

Bankruptcy proceedings by the Town could have adverse effects on holders of bonds or notes including (a) delay in the enforcement of their remedies, (b) subordination of their claims to those supplying goods and services to the Town after the initiation of bankruptcy proceedings and to the administrative expenses of bankruptcy proceedings and (c) imposition without their consent of a reorganization plan reducing or delaying payment of the Notes. The Bankruptcy Code contains provisions intended to ensure that, in any reorganization plan not accepted by at least a majority of a class of creditors such as the holders of general obligation bonds, such creditors will have the benefit of their original claim or the "indubitable equivalent". The effect of these and other provisions of the Bankruptcy Code cannot be predicted and may be significantly affected by judicial interpretation.

Accordingly, enforceability of the rights and remedies of the owners of the Notes, and the obligations incurred by the Town, may become subject to Chapter IX and applicable bankruptcy, insolvency, reorganization, moratorium, or similar laws relating to or affecting the enforcement of creditor's rights generally, now or hereafter in effect, equity principles which may limit the specific enforcement under State law of certain remedies, the exercise by the United States of America of the powers delegated to it by the Constitution, the reasonable and necessary exercise, in certain exceptional situations, of the police powers inherent in the sovereignty of the State and its governmental bodies in the interest of serving a significant and legitimate public purpose and the limitations on remedies against public agencies in the State. Bankruptcy proceedings, or the exercise of powers by the federal or State government, if initiated, could subject the owners of the Notes to judicial discretion, interpretation and of their rights in bankruptcy or otherwise, and consequently may entail risks of delay, limitation, or modification of their rights.

The State has consented (see Title 6-A of the Local Finance Law) that any municipality in the State may file a petition with any United States district court or court of bankruptcy under any provision of the laws of the United States, now or hereafter in effect for the composition or adjustment of municipal indebtedness. However, it is noted that there is no record of any recent filings by a New York municipality. Since the New York City fiscal crisis in 1975, the State has legislated a finance control or review board and assistance corporations to monitor and restructure finance matters in addition to New York City, for the Cities of Yonkers, Troy and Buffalo and for the Counties of Nassau and Erie. Similar active intervention pursuant to State legislation to relieve fiscal stress for the Town in the future cannot be assured.

No current state law purports to create any priority for holders of the Notes should the Town be under the jurisdiction of any court, pursuant to the laws of the United States, now or hereafter in effect, for the composition or adjustment of municipal indebtedness.

The above references to the Bankruptcy Act are not to be construed as an indication that the Town is currently considering or expects to resort to the provisions of the Bankruptcy Act.

Financial Control Boards

Pursuant to Article IX Section 2(b)(2) of the State Constitution, any municipality in the State may request the intervention of the State in its "property, affairs and government" by a two-thirds vote of the total membership of its legislative body or on request of its chief executive officer concurred in by a majority of such membership. This has resulted in the adoption of special acts for the establishment of public benefit corporations with varying degrees of authority to control the finances (including debt issuance) of the Cities of Buffalo, Troy and Yonkers and the County of Nassau. The specific authority, powers and composition of the financial control boards established by these acts varies based upon circumstances and needs. Generally, the State legislature has granted such boards the power to approve or disapprove budget and financial plans and to issue debt on behalf of the municipality, as well as to impose wage and/or hiring freezes and in certain cases approve or disapprove collective bargaining agreements. Implementation is generally left to the discretion of the board of the public benefit corporation. Such a State financial control board was first established for New York City in 1975. In addition, upon the issuance of a certificate of necessity of the Governor reciting facts which in the judgment of the Governor constitute an emergency requiring enactment of such laws, with the concurrences of two-thirds of the members elected in each house of the State legislature, the State is authorized to intervene in the "property, affairs and governments" of local government units. This occurred in the case of the County of Erie in 2005. The authority of the State to intervene in the financial affairs of a local government is further supported by Article VIII, Section 12 of the Constitution which declares it to be the duty of the State legislature to restrict, subject to other provisions of the Constitution, the power of taxation, assessment, borrowing money and contracting indebtedness and loaning the credit of counties, cities, towns and villages so as to prevent abuses in taxation and assessment and in contracting indebtedness by them.

In 2013, the State established a new state advisory board to assist counties, cities, towns and villages in financial distress. The Financial Restructuring Board for Local Governments (the "FRB"), is authorized to conduct a comprehensive review of the finances and operations of any such municipality deemed by the FRB to be fiscally eligible for its services upon request by resolution of the municipal legislative body and concurrence of its chief executive. The FRB is authorized to make recommendations for, but cannot compel improvement of fiscal stability, management and delivery of municipal services, including shared services opportunities and is authorized to offer grants and/or loans of up to \$5,000,000 through a Local Government Performance and Efficiency Program to undertake certain recommendations. If a municipality agrees to undertake the FRB recommendations, it will be automatically bound to fulfill the terms in order to receive the aid.

The FRB is also authorized to serve as an alternative arbitration panel for binding arbitration.

Although from time to time there have been proposals for the creation of a statewide financial control board with broad authority over local governments in the State, the FRB does not have emergency financial control board powers to intervene in the finances and operations of entities such as the public benefit corporations established by special acts as described above.

Several municipalities in the State are presently working with the FRB. The Town has not applied to the FRB and does not reasonably anticipate submission of a request to the FRB for a comprehensive review of its finances and operations. School districts and fire districts are not eligible for FRB assistance.

No Past Due Debt

No principal or interest payment on Town indebtedness is past due. The Town has never defaulted in the payment of the principal of and/or interest on any indebtedness.

THE TOWN

There follows in this Statement a brief description of the Town, together with certain information concerning its economy and governmental organization, its indebtedness, current major revenue sources and expenditures and general and specific funds.

General Information

The Town, with a land area of 54.5 square miles, is located in eastern Suffolk County on the north fork of Long Island. Settlement took place in 1640. The Village of Greenport is located wholly within the Town. The Town also includes the area of Fishers Island which is located approximately twelve miles east of the mainland. Fishers Island is accessible only by water or air. There is also ferry service operating between Orient Point and New London, Connecticut.

The Town is primarily a rural resort area with substantial shopping facilities available at Greenport, at various shopping centers within the Town, and at Riverhead just to the west. Commercial and professional services are available principally in the hamlets of Cutchogue, Mattituck, Southold and the Village of Greenport.

Agriculture has been a major industry in the Town since its origins. In recent years, farm crops have gradually evolved from basic production to nursery crops including shrubs, sod, potted plants and other ornamentals. A substantial portion of these products are shipped by ferry across Long Island Sound for distribution throughout New England. A number of vineyards have been established and wine-making is an important industry.

Southold has both a hospital (Eastern Long Island Hospital) and a life care facility (Peconic Landing). The life care facility recently completed a \$44 million expansion to its 144-acre site located on the Long Island Sound. Both are significant employers in the Town.

Southold is also a major tourist destination. Traditionally, the Town has been a summer resort area utilizing the bays, inlets, Long Island and Block Island Sounds. However, new venues and attractions have substantially increased the tourism season early in the spring well into the fall.

The main highways in the Town are New York State Route 25 and the North Road. Rail transportation is provided by the Long Island Rail Road with stations at Mattituck, Southold and Greenport. Ferry service is also available between Orient Point, east of Greenport, and New London, Connecticut as well as from Greenport to Shelter Island. Bus service is provided by the County of Suffolk.

Electric service is provided by PSEG Long Island; gas service is provided by National Grid. Fire protection is the responsibility of volunteer fire and fire protection districts. The Town provides its own police protection. In the Village of Greenport, electric service and fire protection are provided by the Village.

Government

Subject to the provisions of the State Constitution, the Town operates pursuant to the Town Law, the General Municipal Law, the Local Finance Law, other laws generally applicable to the Town, and any special laws specifically applicable to the Town. Under such laws, there is no authority for the Town to have a charter, but pursuant to the Town Law and other laws generally applicable to home rule, the Town may from time to time adopt local laws which do not conflict with existing laws as enacted by the State.

The legislative power of the Town is vested in the Town Board, which consists of five members, elected for a term of four years, including the Supervisor, who is the chief executive officer of the Town, elected for a term of four years. Such terms are staggered such that two or three councilpersons are elected every two years. All the Town Board members are elected at large and there is no limitation to the number of terms each may serve.

Six independently governed school districts are located wholly or partially within the Town, which rely on their own taxing powers granted by the State to raise revenues. The school districts use the Town's assessment roll as their basis for taxation of property located within the Town.

Employees

The Town provides services through approximately 215 union and 57 non-union employees. The Town also employed 60 seasonal employees during 2019.

The following table presents the number of employees represented by organized labor, the names of the unions and the contract expiration dates.

	<u>Approximate Membership</u>	<u>Date Contract Expires</u>
Civil Service Employees Association	180	12/31/2019 ^a
Police Benevolent Association	50	12/31/2020

a. Contract in negotiation.

ECONOMIC AND DEMOGRAPHIC INFORMATION

Population Characteristics

The Town has had a population trend, as compared to the County and the State, as indicated below:

<u>Year</u>	<u>Town of Southold</u>	<u>Suffolk County</u>	<u>State of New York</u>
1990	19,836	1,321,977	17,990,455
2000	20,599	1,419,369	18,976,457
2010	23,175	1,518,475	19,378,102
2018	22,147	1,487,901	19,618,453

Source: U.S. Bureau of the Census.

Income Data

	<u>Per Capita Money Income</u>			
	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2018^a</u>
Town of Southold	\$ 19,037	\$ 27,619	\$ 41,450	\$49,280
County of Suffolk	18,481	26,577	35,411	42,204
State of New York	16,501	23,389	30,791	37,470

	<u>Median Income of Families</u>			
	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2018^a</u>
Town of Southold	\$ 35,392	\$ 49,898	\$ 83,240	\$95,075
County of Suffolk	49,128	65,288	84,235	113,432
State of New York	39,741	51,691	67,405	80,419

Source: United State Bureau of the Census.

a. Based on American Community Survey 5-Year Estimates (2014-2018).

Unemployment Rate Statistics

Unemployment statistics are not available for the Town as such. The smallest area for which such statistics are available (which includes the Town) is the County of Suffolk. The information set forth below with respect to such County is included for information purposes only. It should not be implied from the inclusion of such data in this Statement that the Town is necessarily representative of the County or vice versa.

<u>Annual Averages</u>	<u>Suffolk County</u>	<u>New York State</u>
2015	5.0	5.5
2016	4.3	4.9
2017	4.4	4.6
2018	3.9	4.1
2019	3.7	4.0
2020 (6 Month Average)	9.0	9.5

Source: Department of Labor, State of New York

a. Unemployment rates dramatically increased in April of 2020 due to the COVID-19 Pandemic. See “Impacts of COVID-19” herein.

Selected Listing of Larger Employers in the Town

<u>Name</u>	<u>Type</u>	<u>Estimated Number Of Employees</u>
Eastern Long Island Hospital	Hospital	468
Plum Island ADC	US Govt Facility	350
Mattituck- Cutchogue UFSD	Public School	380
Town of Southold	Local Govt	273
Peconic Landing	Life Care Community	314
Southold UFSD	Public School	171
San Simeon by the Sound	Nursing Home	220
Greenport UFSD	Public School	120
Village of Greenport	Local Govt	118 (mostly part time)
Claudios	Restaurant	30 Presently/ 120 Summer
Stidd Systems	Marine	40

INDEBTEDNESS OF THE TOWN

Constitutional Requirements

The New York State Constitution limits the power of the Town (and other municipalities and school districts of the State) to issue obligations and to otherwise contract indebtedness. Such constitutional and statutory limitations include the following, in summary form, and are generally applicable to the Town and the Notes.

Purpose and Pledge. The Town shall not give or loan any money or property to or in aid of any individual or private corporation or private undertaking or give or loan its credit to or in aid of any of the foregoing or any public corporation.

The Town may contract indebtedness only for a Town purpose and shall pledge its faith and credit for the payment of principal of and interest thereon.

Payment and Maturity. Except for certain short-term indebtedness contracted in anticipation of taxes, or to be paid in one of the two fiscal years immediately succeeding the fiscal year in which such indebtedness was contracted, indebtedness shall be paid in annual installments commencing no later than two years after the date such indebtedness shall have been contracted and ending no later than the expiration of the period of probable usefulness of the object or purpose as determined by statute or, in the alternative, the weighted average period of probable usefulness of the several objects or purposes for which such indebtedness is to be contracted; no installment may be more than fifty per centum in

excess of the smallest prior installment, unless the Town has authorized the issuance of indebtedness having substantially level or declining annual debt service. The Town is required to provide an annual appropriation for the payment of interest due during the year on its indebtedness and for the amounts required in such year for amortization and redemption of its serial bonds and bond anticipation notes.

General. The Town is further subject to constitutional limitation by the general constitutionally imposed duty on the State Legislature to restrict the power of taxation, assessment, borrowing money, contracting indebtedness and loaning the credit of the Town so as to prevent abuses in the exercise of such powers; however, as has been noted under "*Security and Source of Payment*", the State Legislature is prohibited by a specific constitutional provision from restricting the power of the Town to levy taxes on real estate for the payment of interest on or principal of indebtedness theretofore contracted. However, the Tax Levy Limit Law imposes a statutory limitation on the Town's power to increase its annual tax levy, unless the Town complies with certain procedural requirements to permit the Town to levy certain year-to-year increases in real property taxes. (See "*Tax Levy Limit Law*," herein).

Statutory Procedure

In general, the State Legislature has authorized the power and procedure for the Town to borrow and incur indebtedness subject, of course, to the constitutional and statutory provisions set forth above. The power to spend money, however, generally derives from other law, including the Town Law and the General Municipal Law.

Pursuant to the Local Finance Law, the Town authorizes the incurrence of indebtedness by the adoption of a bond resolution approved by at least two-thirds of the members of the Board of Trustees, except in the event that the Town determines to subject the bond resolution to voter approval by mandatory referendum, in which case only a three-fifths vote is required.

The Local Finance Law also provides a twenty-day statute of limitations after publication of a bond resolution which, in effect, estops thereafter legal challenges to the validity of obligations authorized by such bond resolution except for alleged constitutional violations. The Town has complied with such procedure for the bond resolutions authorizing the issuance of some of the Notes. An Executive Order of the Governor has tolled (suspended) statutes of limitation in the State and has prevented the Town from complying with such procedure with respect to on project (\$1,265,000 for Race Point Ferry improvements).

Each bond resolution usually authorizes the construction, acquisition or installation of the object or purpose to be financed, sets forth the plan of financing and specifies the maximum maturity of the bonds subject to the legal (Constitution, Local Finance Law and case law) restrictions relating to the period of probable usefulness with respect thereto.

Each bond resolution also authorizes the issuance of bond anticipation notes prior to the issuance of serial bonds. Statutory law in New York permits notes to be renewed each year provided that principal is amortized and provided that such renewals do not (with certain exceptions) extend more than five years beyond the original date of borrowing. However, notes issued in anticipation of the sale of serial bonds for assessable improvements are not subject to such five-year limit and may be renewed subject to annual reductions of principal for the entire period of probable usefulness of the purpose for which such notes were originally issued. (See "*Payment and Maturity*" under "*Constitutional Requirements*").

In addition, under each bond resolution, the Town Board may delegate, and has delegated, power to issue and sell bonds and notes, to the Town Supervisor, the chief fiscal officer of the Town.

In general, the Local Finance Law contains similar provisions providing the Town with power to issue general obligation revenue anticipation notes, tax anticipation notes, deficiency notes and budget notes.

Debt Limit. The Town has the power to contract indebtedness for any Town purpose so long as the aggregate outstanding principal amount thereof shall not exceed seven per centum of the average full valuation of taxable real estate of the Town and subject to certain enumerated exclusions and deductions such as water and certain sewer facilities and cash or appropriations for current debt service. The constitutional and statutory method for determining the full valuation is by dividing the assessed valuation of taxable real estate by the respective equalization rates assigned to each assessment roll. Such equalization rates are the ratios which each of such assessed valuations bear to the respective full valuation of such year, as assigned by the New York State Office of Real Property Services. The State Legislature is required to prescribe the manner by which such ratios shall be determined. Average full valuation is determined by adding the full valuations for the most recently completed assessment roll and the four immediately preceding assessments rolls and dividing the resulting sum of such addition by five.

There is no constitutional limitation on the amount that may be raised by the Town by tax on real estate in any fiscal year to pay principal and interest on all indebtedness. However, the Tax Levy Limit Law, imposes a statutory limitation on the power of the Town to increase its annual tax levy. The amount of such increases is limited by the formulas set forth in the Tax Levy Limit Law. (See "*Tax Levy Limit Law*," herein).

The following pages set forth certain details with respect to the indebtedness of the Town.

Computation of Debt Limit and Calculation of Net Debt Contracting Margin^a
(As of September 4, 2020)

<u>In Town of Southold</u>	<u>Assessed Valuation</u>	<u>State Equalization Rate (%)</u>	<u>Full Valuation</u>
2015-2016	\$107,927,842	1.10	\$9,811,622,000
2016-2017	108,292,417	1.08	10,027,075,648
2017-2018	108,989,305	1.01	10,791,020,297
2018-2019	109,654,291	0.94	11,665,350,106
2019-2020	110,766,975	0.93	<u>11,910,427,419</u>
Total Five Year Full Valuation			\$54,205,495,471
Five Year Average			10,841,099,094
Debt Limit - 7% of Full Valuation			758,876,937
Inclusions:			
Outstanding Bonds			\$24,745,000
Bond Anticipation Notes			<u>9,279,117</u>
Total Inclusions			<u>34,024,117</u>
Exclusions:			
Appropriations for Bonds			0
Appropriations for Notes			<u>1,068,000</u>
Total Exclusions			<u>1,068,000</u>
Total Net Indebtedness Before Issuing the Notes			<u>32,956,117</u>
The Notes			10,461,722
Less: BANs Being Renewed by the Notes			<u>8,211,117</u>
Net Effect of the Notes			<u>2,250,605</u>
Total Net Indebtedness After Issuing the Notes			<u>35,206,722</u>
Net Debt Contracting Margin			<u><u>\$723,670,215</u></u>
Per Cent of Debt Contracting Margin Exhausted			4.64%

Trend of Town Indebtedness

The following table represents the outstanding indebtedness of the Town at the end of the last five preceding fiscal years.

	Fiscal Year Ending December 31:				
	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Debt Outstanding End of Year:					
Bonds	\$33,530,000	\$36,158,000	\$33,020,000	\$29,925,000	\$27,255,000
Bond Anticipation Notes	3,529,000	0	1,440,000	8,180,000	9,279,117
	<u>\$ 37,059,000</u>	<u>\$ 36,158,000</u>	<u>\$ 34,460,000</u>	<u>\$ 38,105,000</u>	<u>\$36,534,117</u>

Details of Short-Term Indebtedness Outstanding

Bond Anticipation Notes

<u>Maturity</u>	<u>Purposes</u>	<u>Amount Outstanding</u>
09/24/20	Various Town-Wide Improvements	<u>\$ 9,279,117</u>
	Total.....	<u>\$9,279,117^a</u>

a. To be redeemed by a portion of the Notes and available funds in the amount of \$1,068,000.

Debt Service Requirements - Outstanding Bonds^a

Fiscal Year Ending December 31:	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	2,510,000	831,462	3,341,462
2021	2,575,000	741,312	3,316,312
2022	2,340,000	650,763	2,990,763
2023	2,435,000	556,313	2,991,313
2024	2,465,000	457,913	2,922,913
2025	2,510,000	356,388	2,866,388
2026	2,290,000	274,388	2,564,388
2027	2,275,000	212,788	2,487,788
2028	2,305,000	156,588	2,461,588
2029	2,305,000	104,316	2,409,316
2030	2,305,000	50,169	2,355,169
2031	235,000	20,269	255,269
2032	235,000	15,569	250,569
2033	235,000	10,575	245,575
2034	235,000	5,288	240,288
Totals	<u>27,255,000</u>	<u>\$4,444,097</u>	<u>\$31,699,097</u>

a. Includes \$18,838,335 in bonds issued for the preservation of open space. See "Community Preservation Fund" herein.

Calculation of Estimated Overlapping and Underlying Indebtedness

<u>Overlapping Units</u>	<u>Date of Report</u>	<u>Percentage Applicable (%)</u>	<u>Applicable Total Indebtedness</u>	<u>Applicable Net Indebtedness</u>
County of Suffolk	3/26/2020	3.69%	\$72,601,243	\$49,563,651
Village of Greenport	11/21/2019	100.00%	6,686,000	5,140,000
School Districts				
Fishers Island	6/30/2019	100.00%	0	0
Greenport	12/5/2019	100.00%	6,275,000	5,647,500
Mattituck-Cutchogue	12/1/2019	98.49%	11,877,894	10,927,662
New Suffolk Common	6/30/2019	100.00%	327,503	327,503
Oysterponds	6/30/2019	100.00%	0	0
Southold	12/5/2019	100.00%	7,190,000	7,190,000
Fire District				
Cutchogue	12/31/2018	100.00%	414,394	414,394
East Marion	12/31/2018	100.00%	0	0
Fishers Island	12/31/2018	100.00%	0	0
Mattituck	12/31/2018	100.00%	108,000	108,000
Orient	12/31/2018	100.00%	0	0
Southold	12/31/2018	100.00%	1,600,000	1,600,000
Totals			<u>\$107,080,034</u>	<u>\$80,918,710</u>

Sources: Annual Financial Reports on file with the Office of the State Comptroller, or more recently published Official Statements.

Debt Ratios (As of September 4, 2020)

	<u>Amount</u>	<u>Per Capita^a</u>	<u>Percentage Of Full Value (%)^b</u>
Total Direct Debt	\$ 34,024,117	\$1,536	0.286
Net Direct Debt	32,956,117	1,488	0.277
Total Direct & Applicable Total Overlapping Debt	141,104,151	6,371	1.185
Net Direct & Applicable Net Overlapping Debt	113,874,827	5,142	0.956

a. The current estimated population of the Town is 22,147 (U.S. Census).

b. The full valuation of taxable real property in the Town for 2019-20 is \$11,910,427,419.

Authorized But Unissued Items

The following bond resolutions are authorized but unissued:

<u>Resolution Date</u>	<u>Project Description</u>	<u>Amount Authorized</u>	<u>Authorized but Unissued^a</u>
08/16/11	Stormwater Mitigation Improvements	\$ 500,000	\$ 250,000
11/01/16	Public Safety Communications Equip	150,000	150,000
01/31/17	Upgrade Town Hall Telephone System	32,900	6,900
01/31/17	Firewall	127,100	13,100
05/09/17	Shade Shelter/Solar Array at Animal Shelter	630,000	260,000
06/12/17	Ferry Pilings	600,000	220,000
03/14/18	Town Hall Annex- Improvements	2,800,000	2,200,000
12/18/18	Computer Equipment	97,500	49,500
12/18/18	Town Hall Basement	250,000	50,000
12/18/18	Town Hall HVAC	250,000	250,000
07/02/19	Increase/Improvement of SWMD (Grinder)	850,000	50,000
02/11/20	Fishers Island Highway Barn	150,000	150,000
02/11/20	Fishers Island Sidewalk Bond	250,000	250,000
02/11/20	Highway Equipment Bond	135,605	135,605
02/11/20	Sidewalk Bonds	500,000	500,000
02/11/20	Software Updates	500,000	500,000
02/11/20	Stormwater Mitigation	250,000	250,000
08/11/20	Race Point Ferry Improvements	1,265,000	1,265,000
		<u>\$ 9,338,105</u>	<u>\$ 6,550,105</u>

a. The Notes will provide original financing in the amount of \$2,250,605 of such authorized but unissued amount.

Community Preservation Fund

In 1998, the voters of the five East End towns (East Hampton, Riverhead, Shelter Island, Southampton, and Southold) approved a referendum creating the Community Preservation Fund, which is a conservation program to preserve open space and farmland in the five towns. Each town has its own fund which is financed by a 2% tax on real estate sales within such town. This is a one-time tax that the buyer of real estate is required to pay when purchasing a new or used home or vacant property. In 2006, the voters in all five towns approved a referendum to extend the collection of the tax through 2030.

The Town of Southold's ("the Towns CPF Fund" or "The Fund") Fund facilitates a voluntary program whereby landowners can sell their land or the development rights to the land to the Town at fair market value. The Town may issue general obligation bonds for purchases with the expectation that the debt service will be paid through the life of the Town's CPF Fund with the 2% tax revenues. When the Town finances an acquisition through the issuance of bonds, Section 64e of Town Law requires the preparation of a report by or on behalf of the Town Supervisor which demonstrates how such indebtedness will be repaid by the Fund, including an estimate of projected revenues of the Fund during the period of indebtedness, an accounting of all other indebtedness incurred against the Fund to be repaid for the same period, and a finding that there will be sufficient revenue to repay such indebtedness in its entirety from the Fund. In any event, the bonds issued by any of the towns are general obligation bonds of such town.

The following represents the annual 2% Land Transfer Taxes of the Fund for the five most recently completed fiscal years and the current budget. Such amounts do not include other revenues received for grants and interest income.

<u>Fiscal Year Ending December 31:</u>	<u>Total Land Transfer Taxes</u>
2015	\$6,464,184
2016	7,073,493
2017	7,732,238
2018	8,097,019
2019	7,666,589
2020 (Budget)	7,000,000

As of the date of this Official Statement, there are \$18,838,335 in bonds outstanding, the debt service on which is expected to be paid for by the Fund, although such debt is a general obligation of the Town. The following represents the annual debt service requirements on the outstanding bonds originally issued for the purposes of preserving open space; it does not reflect payments made to date.

Debt Service Requirements – Community Preservation Fund Only^a

<u>Fiscal Year Ending December 31:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 1,508,655	\$ 597,315	\$ 2,105,970
2021	1,557,546	540,091	2,097,637
2022	1,580,373	479,582	2,059,955
2023	1,661,516	411,572	2,073,088
2024	1,730,189	340,081	2,070,270
2025	1,767,250	265,442	2,032,691
2026	1,779,211	202,921	1,982,132
2027	1,789,325	153,175	1,942,500
2028	1,816,683	107,742	1,924,425
2029	1,821,662	65,865	1,887,526
2030	1,825,929	22,249	1,848,177
Totals	<u>\$18,838,338</u>	<u>\$3,186,034</u>	<u>\$22,024,372</u>

a. Does not reflect 2019 payments made to date.

The Town has enacted a debt service policy that is reviewed annually and approved by the Town Board. The Town Board has determined that an appropriate amount of fund balance should be maintained in the Fund in order to meet the Town's obligation to repay the bonded indebtedness. As such, the Town has set aside the current and ensuing year's debt service to ensure that there is adequate coverage in the Fund.

Landfill Closure and Postclosure Care Costs

The Town owns a landfill on a site in the unincorporated area of Cutchogue, commonly known as the Cutchogue Landfill. The Town ceased accepting waste at its Cutchogue Landfill as of October 8, 1993. Placement of the final cover, referred to as capping, on the landfill was completed in November 2003. In addition to placement of the final cover on the landfill, state and federal regulations presently require the Town to perform certain maintenance and monitoring functions at the site for up to thirty years. The Town has and will continue to comply with said requirements. The ongoing post closure costs are estimated to be between \$17,750 and \$19,500 per year from 2019 through 2021. The Town paid \$17,637 for such costs in 2019 and will continue to pay these costs in the future.

Actual costs associated with the capping totaled \$7,681,720. Financing for closure activities was provided in part through a grant from the New York State Department of Environmental Conservation in the amount of \$2,000,000. The balance was provided through a State subsidized loan received in July, 2004 from the New York State Environmental Facilities Corporation. Costs associated with postclosure care will be paid from charges to future users of the collection facility and site and future tax revenue.

FINANCES OF THE TOWN

Financial Statements and Accounting Procedures

The Town maintains its financial records in accordance with the Uniform System of Accounts for Towns prescribed by the State Comptroller. The financial records of the Town are audited by independent accountants. The last such audit made available for public inspection covers the fiscal year ended December 31, 2018. In addition, the financial affairs of the Town are subject to periodic compliance review by the Office of the State Comptroller to ascertain whether the Town has complied with the requirements of various State and Federal statutes. A summary of the financial results of the Town for the last five years are presented in Appendix A. The Unaudited Annual Report Update Document ("AUD") for fiscal year ending 2019 is attached as Appendix B.

Fund Structure and Accounts

The Town utilizes fund accounting to record and report its various service activities. A fund represents both a legal and an accounting entity which segregates the transactions of specific programs in accordance with special regulations, restrictions or limitations.

There are two basic fund types: governmental funds that are used to account for basic services and capital projects; and fiduciary funds that account for assets held in a trustee capacity. Account groups, which do not represent funds, are used to record fixed assets and long-term obligations that are not accounted for in a specific fund.

The Town presently maintains the following governmental funds: General Fund, Part Town Fund, Community Preservation Fund and Special Districts Funds, and the Capital Projects Fund. Fiduciary funds consist of a Trust and Agency Fund. There are no proprietary funds. Account groups are maintained for fixed assets and long-term debt.

Basis of Accounting

The Town's governmental funds are accounted for on a modified accrual basis of accounting. Under the modified accrual basis, revenues are recognized when they become susceptible to accrual - that is, when they become "measurable" and "available" to finance expenditures to the current period. Revenues that are susceptible to accrual include real property taxes, intergovernmental revenues (State and Federal aid) and operating transfers.

Expenditures are generally recognized under the modified accrual basis of accounting in which recognition occurs when the related fund liability is incurred. An exception to this general rule is unmatured interest on general long-term debt which is recognized when due.

Investment Policy

Pursuant to State law, including Sections 10 and 11 of the General Municipal Law (the "GML"), the Town is generally permitted to deposit moneys in banks or trust companies located and authorized to do business in the State. All such deposits, including special time deposit accounts and certificates of deposit in excess of the amount insured under the Federal Deposit Insurance Act, are required to be secured in accordance with the provisions of and subject to the limitations of Section 10 of the GML.

The Town may also temporarily invest moneys in: (1) obligations of the United States of America; (2) obligations guaranteed by agencies of the United States of America where the payment of principal and interest are guaranteed by the United States of America; (3) obligations of the State of New York; (4) with the approval of the New York State Comptroller, in tax anticipation notes or revenue anticipation notes issued by any municipality, school district, or district corporation, other than those notes issued by the Town itself; (5) certificates of participation issued in connection with installment purchase agreements entered into by political subdivisions of the State pursuant to Section 109-b(10) of the GML; (6) obligations of a New York public benefit corporation which are deemed lawful investments for municipalities pursuant to the enabling statute of such public benefit corporation; or (7) in the case of moneys held in certain reserve funds established by the Town pursuant to law, in obligations of the Town.

All of the foregoing investments are required to be payable or redeemable at the option of the owner within such times as the proceeds will be needed to meet expenditures for purposes for which the moneys were provided and, in the case of obligations purchased with the proceeds of bonds or notes, shall be payable or redeemable in any event, at the option of the owner, within two years of the date of purchase. Unless registered or inscribed in the name of the Town, such instruments and investments must be purchased through, delivered to and held in custody of a bank or trust company in the State pursuant to a written custodial agreement as provided by Section 10 of the GML.

The Town Board has adopted an investment policy and such policy conforms with applicable laws of the State governing the deposit and investment of public moneys. All deposits and investments of the Town are made in accordance with such policy.

Budgetary Procedures

The head of each administrative unit of the Town is required to file detailed estimates of revenues (other than real property taxes) and expenditures for the next fiscal year with the budget officer (Supervisor) on or before August 1st. Estimates for each fire district situated within the Town must also be filed with the budget officer by this date. After reviewing these estimates, the budget officer prepares a tentative budget which includes his recommendations. A budget message explaining the main features of the budget is also prepared at this time. The tentative budget is filed with the Town Clerk not later than the 30th of September. Subsequently, the Town Clerk presents the tentative budget to the Town Board at the regular or special hearing which must be held on or before October 5th. The Town Board reviews the tentative budget and makes such changes as it deems necessary and that are not inconsistent with the provisions of the law. Following this review process, the tentative budget and such modifications, if any, as approved by the Board, become the preliminary budget. A public hearing, notice of which must be duly published in the Town's official newspaper, on the preliminary budget is generally required to be held on the Thursday immediately following the general election. At such hearing, any person may express his or her opinion concerning the preliminary budget; however, there is no requirement or provision that the preliminary budget or any portion thereof be voted on by members of the public. After the public hearing, the Town Board may further change and revise the preliminary budget. The Town Board, by resolution, adopts the preliminary budget as submitted or amended no later than November 20th, at which time, the preliminary budget becomes the annual budget of the Town for the ensuing fiscal year. Budgetary control during the year is the responsibility of the Supervisor who is assisted in this area by the Town Comptroller. Any changes or modifications to the annual budget, including the transfer of appropriations among line items, must be approved by resolution of the Town Board. However, the comptroller is authorized to transfer certain budgeted amounts within departments.

Budget Summaries for the 2019 and 2020 fiscal years may be found in Appendix A.

Financial Operations

The Supervisor functions as the chief fiscal officer as provided in Section 2 of the Local Finance Law; in this role, the Supervisor is responsible for the Town's accounting and financial reporting activities. In addition, the Supervisor is also the Town's budget officer and must therefore prepare the annual tentative budget for submission to the Town Board. Pursuant to Section 30 of the Local Finance Law, the Supervisor has been authorized to issue or renew certain specific types of notes. As required by law, the Supervisor must execute an authorizing certificate which then becomes a matter of public record.

The Town Board, as a whole, serves as the finance board of the Town and is responsible for authorizing, by resolution, all material financial transactions such as operating and capital budgets and bonded debt.

Town finances are operated primarily through the General and Special Revenue Funds. The General Fund receives most of its revenue from real property tax and State aid. Current operating expenditures are paid from these funds subject to available appropriations. The Town also has refuse, sewer and wastewater districts, which are accounted for within separate funds. The primary sources of income for these districts comes from special assessments levied against district properties at the same time real estate taxes are levied. Capital projects and equipment purchases are accounted for in special capital projects funds. The Town observes a calendar year (January 1 through December 31) for operating and reporting purposes.

Revenues

The Town receives most of its revenues from a real property tax on all taxable property situated within the Town and from State Aid. A summary of such revenues for the five most recently completed fiscal years may be found in Appendix A. See also "Tax Levy Limit Law" herein.

Real Property Taxes

See "Real Property Tax Information", herein.

State Aid

If the State should not adopt its budget in a timely manner, municipalities and school districts in the State, including the Town, may be affected by a delay in the payment of State aid. Additionally, if the State should experience difficulty in borrowing funds in anticipation of the receipt of State taxes in order to pay State aid to municipalities and school districts in the State, including the Town, in this year or future years, the Town may be affected by a delay in the receipt of State aid until sufficient State taxes have been received by the State to make State aid payments.

The State is not constitutionally obligated to maintain or continue State aid to the Town. No assurance can be given that present State aid levels will be maintained in the future. Currently, due to the outbreak of COVID-19, the State has declared a state of emergency and the Governor has taken steps designed to mitigate the spread and impacts of COVID-19, including closing schools and non-essential businesses. The outbreak of COVID-19 and the dramatic steps taken by the State to address it are expected to negatively impact the State's economy and financial condition. The full impact of COVID-19 upon the State is not expected to be known for some time; however, it is anticipated that the State will experience budgetary restrictions which will require certain gap-closing actions. Such actions may include, but are not limited to: reductions in State agency operations and/or the delay, elimination or substantial reduction in payments to municipalities, school districts or other recipients of State aid in the State. If this were to occur, reductions in the payment of State aid could adversely affect the financial condition of municipalities and school districts in the State, requiring either a counterbalancing increase in revenues from other sources to the extent available, or a curtailment of expenditures. (See also "*IMPACT OF COVID*" herein.)

The State's 2020-2021 Adopted Budget authorizes the State's Budget Director to make periodic adjustments to nearly all State spending, including State Aid, in the event that actual State revenues come in below 99% percent of estimates or if actual disbursements exceed 101% of estimates. Specifically, the legislation provides that the State Budget Director will determine whether the State's 2020-2021 budget is balanced during three "measurement periods": April 1 to April 30, May 1 to June 30, and July 1 to December 31. According to the legislation, if "a General Fund imbalance has occurred during any Measurement Period," the State's Budget Director will be empowered to "adjust or reduce any general fund and/or state special revenue fund appropriation ... and related cash disbursement by any amount needed to maintain a balanced budget," and "such adjustments or reductions shall be done uniformly across the board to the extent practicably or by specific appropriations as needed." The legislation further provides that prior to making any adjustments or reductions, the State's Budget Director must notify the Legislature in writing and the Legislature has 10 days following receipt of such notice to prepare and approve its own plan. If the Legislature fails to approve its own plan, the Budget Director's reductions take effect automatically.

It is anticipated that the State Budget Director's powers discussed herein will be activated and across-the-board and targeted reductions to local aid programs will be taken to close a substantial portion of the State fiscal year 2021 budget gap caused by the receipts shortfall. On April 25, 2020 the New York State Division of the Budget announced that the State fiscal year 2021 Enacted State Budget Financial Plan (the "Financial Plan"), projects a \$13.3 billion shortfall as a direct consequence of the COVID-19 pandemic. As a result, in the absence of Federal assistance, initial budget control actions are expected to significantly reduce State spending in several areas, including "aid-to-localities," a broad spending category that includes funding for health care, K-12 schools, and higher education as well as support for local governments, public transit systems, and not-for-profits. Reduced receipts are expected to carry through each subsequent year of the four year Financial Plan through State fiscal year 2024. Reductions or delays in the payment of State aid could adversely affect the financial condition of municipalities and school districts in the State.

The Governor's Executive Budget for the State's 2019-2020 fiscal year included the elimination of State Aid and Incentives for Municipalities ("AIM") for certain municipalities, including the Town. However, in the State's final 2019-2020 Executive Budget, additional sales tax revenue from the elimination of the internet tax advantage will be used to keep towns and villages whole. The Governor's Executive Budget for the State's 2020-2021 fiscal year maintains the Aid and Incentives for Municipalities ("AIM") Related Revenue Sharing consistent with the 2019-2020 Enacted Budget.

The State receives a substantial amount of federal aid for health care, education, transportation and other governmental purposes, as well as federal funding to respond to, and recover from, severe weather events and other disasters. Many of the policies that drive this federal aid may be subject to change under the federal administration and the current Congress. Current federal aid projections, and the assumptions on which they rely, are subject to revision in the future as a result of changes in federal policy, the general condition of the global and national economies and other circumstances, including the diversion of federal resources to address the current COVID-19 outbreak.

The federal government may enact budgetary changes or take other actions that adversely affect State finances. State legislation adopted with the State's 2019-2020 Budget continues authorization for a process by which the State would manage significant reductions in federal aid during Federal fiscal year 2020 should they arise. Specifically, the legislation allows the State Budget Director to prepare a plan for consideration by the State Legislature in the event that the federal government (i) reduces federal financial participation in Medicaid funding to the State or its subdivisions by \$850 million or more; or (ii) reduces federal financial participation of other federal aid funding to the State that affects the State Operating Funds financial plan by \$850 million or more, exclusive of any cuts to Medicaid. Each limit is triggered separately. The plan prepared by the State Budget Director must equally and proportionately reduce appropriations and cash disbursements in the State's General Fund and State Special Revenue Funds. Upon receipt of the plan, the State Legislature has 90 days to prepare its own corrective action plan, which may be adopted by concurrent resolution passed by both houses, or the plan submitted by the State Budget Director takes effect automatically.

Should the Town fail to receive State aid expected from the State in the amounts and at the times expected, occasioned by a delay in the payment of such monies or by a mid-year reduction in State aid, the Town is authorized by the Local Finance Law to provide operating funds by borrowing in anticipation of the receipt of uncollected State aid.

The following table sets forth the percentage of the Town's General Fund revenue comprised of State aid and Federal aid for each of the fiscal years 2015 through 2019 inclusive and budgeted for 2020.

<u>Year Ended December 31:</u>	<u>Total General Fund Revenue</u>	<u>State Aid</u>	<u>State and Federal Aid To Revenues (%)</u>
2015	\$27,588,527	\$1,488,134	5.39%
2016	28,676,254	1,418,065	4.95
2017	30,736,674	1,727,626	5.62
2018	31,471,663	1,304,499	4.14
2019 (Unaudited)	32,935,743	1,609,932	4.89

Expenditures

The major categories of expenditure for the Town are General Government Support, Public Safety, Transportation, Home & Community Services, Economic Assistance and Opportunity and Employee Benefits. A summary of the expenditures for the five most recently completed fiscal years and the estimated expenditures for the current fiscal year may be found in Appendix A.

The State Comptroller's Fiscal Stress Monitoring System

The New York State Comptroller has reported that New York State's school districts and municipalities are facing significant fiscal challenges. As a result, the Office of the State Comptroller has developed a Fiscal Stress Monitoring System ("FSMS") to provide independent, objectively measured and quantifiable information to school district and municipal officials, taxpayers and policy makers regarding the various levels of fiscal stress under which the State's school districts and municipalities are operating.

The fiscal stress scores are based on financial information submitted as part of each school district's ST-3 report filed with the State Education Department annually, and each municipality's annual report filed with the State Comptroller. Using financial indicators that include year-end fund balance, cash position and patterns of operating deficits, the system creates an overall fiscal stress score which classifies whether a school district or municipality is in "significant fiscal stress", in "moderate fiscal stress," as "susceptible to fiscal stress" or "no designation". Entities that do not accumulate the number of points that would place them in a stress category will receive a financial score but will be classified in a category of "no designation." This classification should not be interpreted to imply that the entity is completely free of fiscal stress conditions. Rather, the entity's financial information, when objectively scored according to the FSMS criteria, did not generate sufficient points to place them in one of the three established stress categories.

The most current applicable report of the State Comptroller designates the Town as "No Designation". (Fiscal Score: 19.2%).

See the State Comptroller's official website for more information on FSMS. Reference to this website implies no warranty of accuracy of information therein.

In addition, the Office of the State Comptroller helps local government officials manage government resources efficiently and effectively. The Comptroller oversees the fiscal affairs of local governments statewide, as well as compliance with relevant statutes and observance of good business practices. This fiscal oversight is accomplished, in part, through its audits, which identify opportunities for improving operations and governance. The most recent audit performed was released in January, 2015. The purpose of such audit was to review selected financial operations of the Town for the period January 1, 2013 to December 31, 2013. The complete report may be found on the State Comptroller's official website. Reference to this website implies no warranty of accuracy of information therein.

Pension Systems

Substantially all employees of the Town are members of the New York State and Local Employees' Retirement System ("ERS") or the State and Local Police and Fire Retirement System ("PFRS"), which together are known as the "Retirement System". The Retirement System is a cost-sharing multiple public employer retirement system. The obligation of employers and employees to contribute and the benefits to employees are governed by the New York State Retirement System and Social Security Law (the "Retirement System Law"). The Retirement System offers a wide range of plans and benefits which are related to years of service and final average salary, vesting of retirement benefits, death and disability benefits and optional methods of benefit payments. All benefits generally vest after five years of credited service, except for "Tier 6" employees, as discussed below, whose benefits vest after ten years of credited service. The Retirement System Law generally provides that all participating employers in the Retirement System are jointly and severally liable for any unfunded amounts. Such amounts are collected through annual billings to all participating employers. Generally, all employees, except certain part-time employees, participate in the Retirement System. The Retirement System is non-contributory with respect to members hired prior to July 27, 1976. All members hired on or after July 27, 1976 and before January 1, 2010 must contribute three percent of their gross annual salary towards the costs of retirement programs until they attain ten years in the Retirement System, at such time contributions become voluntary. On December 10, 2009, then Governor Paterson signed into law the creation of a new Tier 5, which is effective for new ERS employees hired on or after January 1, 2010. New ERS employees in Tier 5 contribute 3% of their salaries. Tier 5 employees will vest in the system after ten years of employment and will continue to make employee contributions throughout employment.

On March 16, 2012, Governor Cuomo signed into law the new Tier 6 pension program, effective for new ERS employees hired after April 1, 2012. The Tier 6 legislation provides for increased employee contribution rates of between 3% and 6%, an increase in the retirement age from 62 years to 63 years, a readjustment of the pension multiplier, and a change in the time period for final average salary calculation from 3 years to 5 years. Tier 6 employees will vest in the system after ten years of employment and will continue to make employee contributions throughout employment.

Pension reform legislation changed the billing cycle for employer contributions to the ERS retirement system to match budget cycles of the Town. Under the previous method, the Town was not provided with required payment until after the budget was implemented. Under the reforms implemented, the employer contribution for a given fiscal year is based on the value of the pension fund on the prior April 1, instead of the following April 1. As a result, the Town is notified of and can include the actual cost of the employer contribution in its budget. Legislation also required a minimum payment of 4.5% of payroll each year, including years in which investment performance of the fund would make a lower employer contribution possible.

In addition, the pension payment date for all local governments was changed from December 15 to February 1 and permits the legislative body of a municipality to establish a retirement contribution reserve fund for the purpose of financing retirement contributions in the future. The New York State Retirement System has advised the Town that municipalities can elect to make employer contribution payments in the December or the following February, as required. If such payments are made in the December prior to the scheduled payment date in February, such payments may be made at a discount amount.

In the event of capital market declines, the State's Retirement System portfolio may experience negative investment performance and severe downward trends in market earnings. As a result, the employer contribution rate for the State's Retirement System may be higher than the minimum contribution rate established in the past. The State calculates contribution amounts based upon a five-year rolling average. To mitigate the past increases in the employer contribution rate, various forms of legislation has been enacted that would permit local governments to borrow a portion of their required payments from the State pension plan.

The Town does not have outstanding amortization payments to the Retirement System.

The Town is required to contribute an actuarially determined rate. The required contributions for the five most recently completed fiscal years and the budgeted amounts for the current fiscal year are as follows:

Contributions to the Retirement Systems

<u>Fiscal Year Ending Dec 31:</u>	<u>Amount of Contribution</u>
2015	3,905,133
2016	3,511,204
2017	3,584,152
2018	3,455,924
2019	3,463,122
2020 (Budgeted)	3,962,500

Other Post Employment Benefits

The Town provides post-retirement healthcare benefits to various categories of former employees. These costs may be expected to rise substantially in the future. School districts and Boards of Cooperative Education Services, unlike other municipal units of government in the State, have been prohibited from reducing retiree health benefits or increasing health care contributions received or paid by retirees below the level of benefits or contributions afforded to or required from active employees. This protection from unilateral reduction of benefits had been extended annually by the New York State Legislature until recently when legislation was enacted to make permanent these health insurance benefit protections for retirees. Legislative attempts to provide similar protection to retirees of other local units of government in the State have not succeeded as of the date hereof. Nevertheless, many such retirees of all varieties of municipal units in the State do presently receive such benefits.

GASB Statement No. 75 ("GASB 75") of the Governmental Accounting Standards Board ("GASB"), requires state and local governments to account for and report their costs associated with post-retirement healthcare benefits and other non-pension benefits ("OPEB"). GASB 75 generally requires that employers account for and report the annual cost of the OPEB and the outstanding obligations and commitments related to OPEB in essentially the same manner as they currently do for pensions. Under previous rules, these benefits have generally been administered on a pay-as-you-go basis and have not been reported as a liability on governmental financial statements. Only current payments to existing retirees were recorded as an expense.

GASB 75 requires that state and local governments adopt the actuarial methodologies to determine annual OPEB costs. Annual OPEB cost for most employers will be based on actuarially determined amounts that, if paid on an ongoing basis, generally would provide sufficient resources to pay benefits as they come due.

During the year ended December 31, 2018, the Town adopted GASB 75, which supersedes and eliminates GASB 45. Under GASB 45, based on actuarial valuation, an annual required contribution ("ARC") will be determined for each state or local government. The ARC is the sum of (a) the normal cost for the year (the present value of future benefits being earned by current employees) plus (b) amortization of the unfunded accrued liability (benefits already earned by current and former employees but not yet provided for), using an amortization period of not more than 30 years. If a municipality contributes an amount less than the ARC, a net OPEB obligation will result, which is required to be recorded as a liability on its financial statements.

GASB 75 establishes new standards for recognizing and measuring OPEB liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures to provide more transparent reporting and useful information about the liability and cost of benefits. Municipalities and school districts are required to account for OPEB within the financial statements rather than only noted in the footnotes as previously required by GASB 45. It is measured as of a date no earlier than the end of the employer's prior fiscal year and no later than the employer's current fiscal year. The discount rate is based on 20-year, tax exempt general obligation municipal bonds. There is no amortization of prior service cost.

Those that have more than 200 participants are required to have a full actuarial valuation annually. Plans with fewer than 200 participants are required to have a full valuation every two years.

For the fiscal year ended December 31, 2018, the Town implemented GASB 75. The implementation of this Statement resulted in the reporting of the entire actuarial accrued liability for other post-employment benefits. The Town's total OPEB liability at December 31, 2018 is as follows:

Total OPEB Liability at Dec 31, 2018	<u>\$78,857,979</u>
Charges for the Year:	
Service Cost	1,913,830
Interest Cost	2,708,144
Changes in Benefit Terms	0
Differences Between Actual and Expected Experience	8,515,166
Changes in Assumptions	(11,542,778)
Benefit Payments	<u>(2,179,534)</u>
Net Changes	<u>(585,173)</u>
Total OPEB Liability at Dec 31, 2019	<u><u>\$78,272,806</u></u>

Actuarial valuation will be required every 2 years for OPEB plans with more than 200 members, every 3 years, if there are less than 200 members.

REAL PROPERTY TAX INFORMATION

Real Property Taxes

The Town derives a major portion of its revenues from a tax on real property (see "Statement of Revenues, Expenditures and Changes in Fund Balance" in Appendix A, herein.) Property taxes accounted for approximately 83.99% of total general fund revenues, for the fiscal year ended 2019. On June 24, 2011, the Tax Levy Limit Law was enacted, which imposes a tax levy limitation upon the municipalities, school districts and fire districts in the State, including the Town, without providing an exclusion for debt service on obligations issued by municipalities and fire districts, including the Town. See "Tax Levy Limit Law," herein.

The following table sets forth the percentage of the Town's General Fund revenue (excluding other financing sources) comprised of real property taxes for each of the fiscal years 2015 through 2019, and, as budgeted, for the year ending December 31, 2020.

Fiscal Year <u>Ending Dec 31:</u>	<u>Total Revenue</u>	Real Property <u>Taxes</u>	Real Property Taxes to <u>Revenues (%)</u>
2015	\$27,588,527	\$23,191,122	84.06%
2016	28,676,254	23,991,479	83.66
2017	30,736,674	25,530,030	83.06
2018	31,471,663	26,156,931	83.11
2019	32,935,743	27,661,824	83.99
2020 (Budgeted)	34,078,777	28,018,898	82.22

Source: Audited financial statements (2015-2018), AUD (2019) and the adopted budget for the fiscal year ending December 31, 2020.

The following table presents the total tax levy and collection performance for each of the last five fiscal years.

	Tax Levy and Collection Record				
	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Total Tax Levy	126,505,103	127,446,794	129,954,507	132,495,965	139,954,508
Amount Collected	121,356,218	122,212,098	129,230,850	130,901,082	136,343,859
Returned to County					
Amount	5,148,885	5,234,696	723,657	1,594,883	3,610,649 ^a
Percentage	4.07%	4.11%	0.56%	1.20%	2.12%
Uncollected at End of Year					
of Levy	None	None	None	None	None

a. As of September 3, 2020.

Tax Collection Procedure

Property taxes for the Town are collected by the Town tax receiver. Such taxes are due and payable in equal installments on December 1 and May 10, but may be paid without penalty by January 10 and May 31, respectively. The penalty added to delinquent taxes is one-twelfth the rate of interest determined by the State Commissioner of Taxation and Finance. The rate is determined each year by July 15 based on the one-year constant maturity yield index for United States Treasury securities for the quarter-year ending on the immediately preceding June 30. The rate is effective for a twelve-month period commencing August 1 each year and in no event will be less than ten per centum per annum.

The Town receives its full levy before the end of its fiscal year. Uncollected amounts are not segregated by the Town tax receiver, and any deficiency in tax collection is the County's liability.

As a result of the COVID-19 pandemic, in certain counties in the State, during the first half of the 2020 fiscal year, the deadline to pay property taxes, without interest or penalty, was extended in certain circumstances. No assurance can be given that similar extensions with respect to the deadlines to pay property taxes, without interest or penalty, may occur during the balance of the 2020 fiscal year or during the 2021 fiscal year. Any such extensions may result in a delay in the receipt of taxes collected.

Tax Levy Limit Law

Prior to the enactment of Chapter 97 of the New York Laws of 2011 (the "Tax Levy Limit Law") on June 24, 2011, all the taxable real property within the Town had been subject to the levy of ad valorem taxes to pay the bonds and notes of the Town and interest thereon without limitation as to rate or amount. However, the Tax Levy Limit Law, as amended, imposes a tax levy limitation upon the Town for any fiscal year commencing after January 1, 2012, without providing an exclusion for debt service on obligations issued by the Town. As a result, the power of the Town to levy real estate taxes on all the taxable real property within the Town to pay the bonds and notes of the Town and interest thereon is subject to statutory limitations set forth in Tax Levy Limit Law.

The following is a brief summary of certain relevant provisions of Tax Levy Limit Law. The summary is not complete and the full text of the Tax Levy Limit Law should be read in order to understand the details and implications thereof.

The Tax Levy Limit Law imposes a limitation on increases in the real property tax levy of the Town, subject to certain exceptions. The Tax Levy Limit Law permits the Town to increase its overall real property tax levy over the tax levy of the prior year by no more than the "Allowable Levy Growth Factor", which is the lesser of one and two-one hundredths or the sum of one plus the Inflation Factor; provided, however that in no case shall the levy growth factor be less than one. The "Inflation Factor" is the quotient of: (i) the average of the 20 National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the coming fiscal year minus the average of the National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the prior fiscal year, divided by: (ii) the average of the National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the prior fiscal year, with the result expressed as a decimal to four places. The Town is required to calculate its tax levy limit for the upcoming year in accordance with the provision above and provide all relevant information to the New York State Comptroller prior to adopting its budget. The Tax Levy Limit Law sets forth

certain exclusions to the real property tax levy limitation of the Town, including exclusions for certain portions of the expenditures for retirement system contributions and tort judgments payable by the Town. The Town Board is authorized to adopt a budget that exceeds the tax levy limit for the coming fiscal year, only if the Town Board first enacts, by a vote of at least sixty percent of the total voting power of the governing board of the Town, a local law to override such limit for such coming fiscal year.

The Tax Levy Limit Law does not contain an exception from the levy limitation for the payment of debt service on either outstanding general obligation bonds or notes of the Town or such indebtedness incurred after the effective date of the Tax Levy Limit Law. As such, there can be no assurances that the Tax Levy Limit Law will not come under legal challenge for violating (i) Article VIII, Section 12 of the State Constitution for not providing an exception for debt service on obligations issued prior to the enactment of the Tax Levy Limit Law, (ii) Article VIII, Section 10 of the State Constitution by effectively eliminating the exception for debt service to general real estate tax limitations, and (iii) Article VIII, Section 2 of the State Constitution by limiting the pledge of its faith and credit by a municipality or school district for the payment of debt service on obligations issued by such municipality or school district.

Tax Rates

	Tax Rates (Per \$1,000 Assessed Valuation) Fiscal Year Ending December 31:				
	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
General - Townwide	\$ 213.29	\$221.25	\$ 234.88	\$ 239.15	\$ 251.42
General - Outside Village	6.53	2.86	4.68	7.51	6.89
Highway	51.08	58.87	58.58	56.68	59.63

Large Taxable Properties 2018-2019 Assessment Roll^a

<u>Name</u>	<u>Type</u>	<u>Assessed Valuation</u>
Lilco, LIPA, Marketspan, Keyspan	Utility	\$2,076,845
Peconic Landing at Southold	Residential Community	1,202,500
Fishers Island Dev. Corp	Residential Community	454,600
Village of Greenport- Power Plant	Utility	383,800
Robins Island Holding LLC	Private Lands	336,900
Cardinale Alan	Shopping Center	318,450
Damianos Herodotus	Vineyard	135,200
Strong's Marine/Strong's West	Marina	134,330
Brewer Yacht Yard @ Gpt	Marina	131,000
E & C Property Holdings	Commercial	128,400
Anderson, Bradley & Francesca	Farmland & Private Lands	120,000
F.I Electrics	Commercial	114,751
Norris, Susan	Various Properties	114,700
New York Telephone/ Verizon	Utility	107,655
Kimogenor Pt. Co.	Commercial	94,600
Total		<u><u>\$5,853,731^b</u></u>

a. Assessment Roll established in 2019 for levy and collection of taxes during 2020 Fiscal Year.

b. Represents approximately 5.28% of the total taxable assessed valuation of the Town for 2020.

LITIGATION

The Town is subject to a number of lawsuits in the ordinary conduct of its affairs. For the most part, any potential adverse decisions in such suits, either individually or in the aggregate, are not likely to have a material adverse effect on the Town.

There are certain matters worthy of special mention:

Nocro, Ltd. and The Heritage at Cutchogue, LLC v. Scott A. Russell, et al. This action sought to nullify certain actions of the Town Board and/or the Planning Board, including the adoption of residential subdivision regulations and certain resolutions pertaining to the State Environmental Quality Review Act, as well as compensatory damages in the sum of \$40 million and punitive damages based upon allegations that the Town defendants conspired to deprive it of certain constitutional rights. The Town entered into a Stipulation of Settlement with the Plaintiffs that stayed the action while the Plaintiffs pursued site plan approval pursuant to the Stipulation of Settlement. The Plaintiffs obtained final site plan approval and the matter has been discontinued. Pursuant to the Stipulation, the Plaintiffs may only recommence the litigation based upon the occurrence of a limited number of events, such as the failure of the Town to abide by the stipulation. The Plaintiffs have commenced construction and the project is approximately 50% complete.

East End Resources, LLC v. Town of Southold Planning Board, et al. This action arises from a residential site plan application pending before the Town Planning Board, seeking the approval of a multi-unit planned retirement community (the "Application"). Plaintiff/Petitioner alleges that the Town, and its various agencies, have systematically delayed and sought to defeat the approval of the Application. In this action, Plaintiff/Petitioner asserts eight claims, seeking declaratory relief compelling the approval of the Application, as well as compensatory relief in the amount of \$20 million as a result of alleged federal and state constitutional violations. The parties are currently conducting discovery. There have been exchanges of document discovery. No depositions have taken place yet and electronic discovery of the Town's computers are still ongoing.

Claim of Stony Brook Hospital, Re: George Sullivan. This claim arises from Stony Brook University Hospital's in-patient treatment of former Receiver of Taxes George Sullivan during the time period of December 25, 2014 through February 13, 2015. At the time of admittance, Mr. Sullivan was a covered employee of the Town's Employee Health Plan administered by Island Group Administrative Inc. That plan expired on December 31, 2014 and thereafter all eligible employees, including Mr. Sullivan, were covered by Empire under NYSHIP as January 1, 2015. Empire has denied payment for the services provided under various theories, including that, services were not rendered during Empire's time of coverage, it is the industry standard that services are to covered by the policy that covered the patient upon admittance to the hospital, and that under New York coordination of benefits law the insurer covering the patient on the date admittance is responsible for the entire hospital stay. Stony Brook Hospital's initial demand was for \$316,454.67, which represents the amount the Town would be responsible for under the plan administered by Island Group. The matter is now being handled by the New York State Attorney General's Office on behalf of Stony Brook Hospital. In the Town's initial discussions with the State, the New York State Attorney General's Office expressed a willingness to settle the matter for less than the total amount since the Town is a political subdivision of the State.

CYBERSECURITY

The Town, like many other public and private entities, relies on technology to conduct its operations. As a recipient and provider of personal, private, or sensitive information, the Town faces multiple cyber threats including, but not limited to, hacking, viruses, malware and other attacks on computer and other sensitive digital networks and systems. To mitigate the risk of business operations impact and/or damage from cyber incidents or cyber-attacks, the Town invests in various forms of cybersecurity and operational controls; however, no assurances can be given that such security and operational control measures will be completely successful to guard against cyber threats and attacks. The results of any such attack could impact business operations and/or damage Town digital networks and systems and the costs of remedying any such damage could be substantial.

IMPACT OF COVID-19

An outbreak of disease or similar public health threat, such as the COVID-19 outbreak, or fear of such an event, could have an adverse impact on the Town's financial condition and operating results. Currently, the spread of COVID-19, a respiratory disease caused by a new strain of coronavirus, has spread globally, including to the United States, and has been declared a pandemic by the World Health Organization. The outbreak of the disease has affected travel, commerce and financial markets globally and is widely expected to affect economic growth worldwide. The current outbreak has caused the Federal government to declare a national state of emergency. The State has also declared a state of emergency and the Governor has taken steps designed to mitigate the spread and impacts of COVID-19, including closing schools and non-essential businesses. The outbreak of COVID-19 and the dramatic steps taken by the State to address it are expected to negatively impact

the State's economy and financial condition. The full impact of COVID-19 upon the State is not expected to be known for some time. Similarly, the degree of the impact to the Town's operations and finances is extremely difficult to predict due to the dynamic nature of the COVID-19 outbreak, including uncertainties relating to its (i) duration, and (ii) severity, as well as with regard to what actions may be taken by governmental and other health care authorities, including the State, to contain or mitigate its impact. The continued spread of the outbreak could have an adverse effect on the State and municipalities and school districts located in the State, including the Town. The Town is monitoring the situation and will take such proactive measures as may be required to maintain its operations and meet its obligations.

TAX MATTERS

Opinion of Bond Counsel

In the opinion of Hawkins Delafield & Wood LLP, Bond Counsel to the Town, under existing statutes and court decisions and assuming continuing compliance with certain tax certifications described herein, (i) interest on the Notes is excluded from gross income for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and (ii) interest on the Notes is not treated as a preference item in calculating the alternative minimum tax under the Code. The Tax Certificate of the Town (the "Tax Certificate"), which will be delivered concurrently with the delivery of the Notes, will contain provisions and procedures relating to compliance with applicable requirements of the Code. In rendering its opinion, Bond Counsel has relied on certain representations, certifications of fact, and statements of reasonable expectations made by the Town in connection with the Notes, and Bond Counsel has assumed compliance by the Town with certain ongoing provisions and procedures set forth in the Tax Certificate relating to compliance with applicable requirements of the Code to assure the exclusion of interest on the Notes from gross income under Section 103 of the Code.

In addition, in the opinion of Bond Counsel to the Town, under existing statutes, interest on the Notes is exempt from personal income taxes of New York State and its political subdivisions, including The City of New York.

Bond Counsel expresses no opinion as to any federal, state or local tax consequences arising with respect to the Notes, or the ownership or disposition thereof, except as stated above. Bond Counsel renders its opinion under existing statutes and court decisions as of the issue date, and assumes no obligation to update, revise or supplement this opinion to reflect any action thereafter taken or not taken, any fact or circumstance that may thereafter come to its attention, any change in law or interpretation thereof that may thereafter occur, or for any other reason. Bond Counsel expresses no opinion as to the consequence of any of the events described in the preceding sentence or the likelihood of their occurrence. In addition, Bond Counsel expresses no opinion on the effect of any action taken or not taken in reliance upon an opinion of other counsel regarding federal, state or local tax matters, including, without limitation, exclusion from gross income for federal income tax purposes of interest on the Notes.

Certain Ongoing Federal Tax Requirements and Certifications

The Code establishes certain ongoing requirements that must be met subsequent to the issuance and delivery of the Notes in order that interest on the Notes be and remain excluded from gross income under Section 103 of the Code. These requirements include, but are not limited to, requirements relating to use and expenditure of gross proceeds of the Notes, yield and other restrictions on investments of gross proceeds, and the arbitrage rebate requirement that certain excess earnings on gross proceeds be rebated to the federal government. Noncompliance with such requirements may cause interest on the Notes to become included in gross income for federal income tax purposes retroactive to their issue date, irrespective of the date on which such noncompliance occurs or is discovered. The Town, in executing the Tax Certificate, will certify to the effect that the Town will comply with the provisions and procedures set forth therein and that it will do and perform all acts and things necessary or desirable to assure the exclusion of interest on the Notes from gross income under Section 103 of the Code.

Certain Collateral Federal Tax Consequences

The following is a brief discussion of certain collateral federal income tax matters with respect to the Notes. It does not purport to address all aspects of federal taxation that may be relevant to a particular owner of a Note. Prospective investors, particularly those who may be subject to special rules, are advised to consult their own tax advisors regarding the federal tax consequences of owning and disposing of the Notes.

Prospective owners of the Notes should be aware that the ownership of such obligations may result in collateral federal income tax consequences to various categories of persons, such as corporations (including S corporations and foreign corporations), financial institutions, property and casualty and life insurance companies, individual recipients of Social Security and railroad retirement benefits, individuals otherwise eligible for the

earned income tax credit, and taxpayers deemed to have incurred or continued indebtedness to purchase or carry obligations the interest on which is excluded from gross income for federal income tax purposes. Interest on the Notes may be taken into account in determining the tax liability of foreign corporations subject to the branch profits tax imposed by Section 884 of the Code.

Original Issue Discount

“Original issue discount” (“OID”) is the excess of the sum of all amounts payable at the stated maturity of a Note (excluding certain “qualified stated interest” that is unconditionally payable at least annually at prescribed rates) over the issue price of that maturity. In general, the “issue price” of a maturity (a note with the same maturity date, interest rate, and credit terms) means the first price at which at least 10 percent of such maturity was sold to the public, i.e., a purchaser who is not, directly or indirectly, a signatory to a written contract to participate in the initial sale of the Notes. In general, the issue price for each maturity of Notes is expected to be the initial public offering price set forth in this Official Statement. Bond Counsel further is of the opinion that, for any Notes having OID (a “Discount Note”), OID that has accrued and is properly allocable to the owners of the Discount Notes under Section 1288 of the Code is excludable from gross income for federal income tax purposes to the same extent as other interest on the Notes. In general, under Section 1288 of the Code, OID on a Discount Note accrues under a constant yield method, based on periodic compounding of interest over prescribed accrual periods using a compounding rate determined by reference to the yield on that Discount Note. An owner’s adjusted basis in a Discount Note is increased by accrued OID for purposes of determining gain or loss on sale, exchange, or other disposition of such Discount Note. Accrued OID may be taken into account as an increase in the amount of tax-exempt income received or deemed to have been received for purposes of determining various other tax consequences of owning a Discount Note even though there will not be a corresponding cash payment.

Owners of Discount Notes should consult their own tax advisors with respect to the treatment of original issue discount for federal income tax purposes, including various special rules relating thereto, and the state and local tax consequences of acquiring, holding, and disposing of Discount Notes.

Note Premium

In general, if an owner acquires a note for a purchase price (excluding accrued interest) or otherwise at a tax basis that reflects a premium over the sum of all amounts payable on the note after the acquisition date (excluding certain “qualified stated interest” that is unconditionally payable at least annually at prescribed rates), that premium constitutes “note premium” on that note (a “Premium Note”). In general, under Section 171 of the Code, an owner of a Premium Note must amortize the bond and note premium over the remaining term of the Premium Note, based on the owner’s yield over the remaining term of the Premium Note, determined based on constant yield principles (in certain cases involving a Premium Note callable prior to its stated maturity date, the amortization period and yield may be required to be determined on the basis of an earlier call date that results in the lowest yield on such bond and note). An owner of a Premium Note must amortize the note premium by offsetting the qualified stated interest allocable to each interest accrual period under the owner’s regular method of accounting against the note premium allocable to that period. In the case of a tax-exempt Premium Note, if the note premium allocable to an accrual period exceeds the qualified stated interest allocable to that accrual period, the excess is a nondeductible loss. Under certain circumstances, the owner of a Premium Note may realize a taxable gain upon disposition of the Premium Note even though it is sold or redeemed for an amount less than or equal to the owner’s original acquisition cost. Owners of any Premium Note should consult their own tax advisors regarding the treatment of bond and note premium for federal income tax purposes, including various special rules relating thereto, and state and local tax consequences, in connection with the acquisition, ownership, amortization of bond and note premium on, sale, exchange, or other disposition of Premium Notes.

Information Reporting and Backup Withholding

Information reporting requirements apply to interest on tax-exempt obligations, including the Notes. In general, such requirements are satisfied if the interest recipient completes, and provides the payor with, a Form W-9, “Request for Taxpayer Identification Number and Certification,” or if the recipient is one of a limited class of exempt recipients. A recipient not otherwise exempt from information reporting who fails to satisfy the information reporting requirements will be subject to “backup withholding,” which means that the payor is required to deduct and withhold a tax from the interest payment, calculated in the manner set forth in the Code. For the foregoing purpose, a “payor” generally refers to the person or entity from whom a recipient receives its payments of interest or who collects such payments on behalf of the recipient.

If an owner purchasing Note through a brokerage account has executed a Form W-9 in connection with the establishment of such account, as generally can be expected, no backup withholding should occur. In any event, backup withholding does not affect the excludability of the interest on the Notes from gross income for federal income tax purposes. Any amounts withheld pursuant to backup withholding would be allowed as a refund or a credit against the owner’s federal income tax once the required information is furnished to the Internal Revenue Service.

Miscellaneous

Tax legislation, administrative actions taken by tax authorities, or court decisions, whether at the federal or state level, may adversely affect the tax-exempt status of interest on the Notes under federal or state law or otherwise prevent beneficial owners of the Notes from realizing the full current benefit of the tax status of such interest. In addition, such legislation or actions (whether currently proposed, proposed in the future, or enacted) and such decisions could affect the market price or marketability of the Notes.

Prospective purchasers of the Notes should consult their own tax advisors regarding the foregoing matters.

LEGAL MATTERS

Legal matters incident to the authorization, issuance and sale of the Notes will be subject to the final respective approving opinions of the law firm of Hawkins Delafield & Wood LLP, Bond Counsel to the Town. Said opinion will be available at the time of delivery of the Notes, and are substantially in the forms set forth in Appendix C.

DISCLOSURE UNDERTAKING

At the time of the delivery of the Notes, the Town will provide an executed copy of its Undertaking to Provide Notice of Events substantially in the form set forth in Appendix D.

The Town reserves the right to amend or modify the Undertaking under certain circumstances set forth therein; provided that, any such amendment or modification will be done in a manner consistent with Rule 15c2-12 as then in effect.

BOND RATING

The Notes are not rated. Moody's has assigned a rating of "Aa1" to the Town's outstanding long-term debt. This rating reflects only the view of such rating agency and an explanation of the significance of such rating should be obtained from Moody's, 7 WTC at Greenwich Street, New York, NY, Phone: (212) 553-4055 and Fax: (212) 298-6761. There can be no assurance that such rating will not be revised or withdrawn, if in the judgement of Moody's circumstances so warrant. Any change or withdrawal of such rating may have an adverse effect on the market price of the Town's bonds or the availability of a secondary market for such bonds.

MUNICIPAL ADVISOR

Munistat Services, Inc. (the "Municipal Advisor"), is a Municipal Advisor, registered with the Securities and Exchange Commission and the Municipal Securities Rulemaking Board. The Municipal Advisor serves as independent municipal advisor to the Town on matters relating to debt management. The Municipal Advisor is a municipal advisory and consulting organization and is not engaged in the business of underwriting, marketing, or trading municipal securities or any other negotiated instruments. The Municipal Advisor has provided advice as to the plan of financing and the structuring of the Notes and has reviewed and commented on certain legal documents, including this Official Statement. The advice on the plan of financing and the structuring of the Notes was based on materials provided by the Town and other sources of information believed to be reliable. The Municipal Advisor has not audited, authenticated, or otherwise verified the information provided by the Town or the information set forth in this Official Statement or any other information available to the Town with respect to the appropriateness, accuracy, or completeness of disclosure of such information and no guarantee, warranty, or other representation is made by the Municipal Advisor respecting the accuracy and completeness of or any other matter related to such information and this Official Statement.

ADDITIONAL INFORMATION

Additional information may be obtained upon request from the office of Kristie Hansen-Hightower, CPA, Comptroller, Town of Southold, 54375 Route 25, Southold, New York 11971, telephone number 631/765-4333 and email: kristieh@southoldtownny.gov or from the office of Munistat Services, Inc., 12 Roosevelt Avenue, Port Jefferson Station, New York 11776, telephone number 631/331-8888 and website: <http://www.munistat.com>.

Munistat Services, Inc. may place a copy of this Official Statement on its website at www.munistat.com. Unless this Official Statement specifically indicates otherwise, no statement on such website is included by specific reference or constitutes a part of this Official Statement. Munistat Services, Inc. has prepared such website information for convenience, but no decisions should be made in reliance upon that information. Typographical or other errors may have occurred in converting original source documents to digital format, and neither the Town nor Munistat Services, Inc. assumes any liability or responsibility for errors or omissions on such website. Further, Munistat Services, Inc. and the Town disclaim any duty or obligation either to update or to maintain that information or any responsibility or liability for any damages caused by viruses in the electronic files on the website. Munistat Services, Inc. and the Town also assume no liability or responsibility for any errors or omissions or for any updates to dated website information.

Any statements in this Official Statement involving matters of opinion or estimates, whether or not expressly stated, are intended as such and not as representations of fact. No representation is made that any of such statements will be, in fact, realized. This Official Statement is not to be construed as a contract or agreement between the Town and the original purchasers or owners of any of the Notes.

The preparation and distribution of this Official Statement has been authorized by the resolutions of the Town which delegate to the Town Supervisor the power to sell and issue the Notes.

TOWN OF SOUTHOLD, NEW YORK

By: s/s SCOTT A. RUSSELL
Town Supervisor and Chief Fiscal Officer
Town of Southold
Southold, New York

September , 2020

APPENDIX A

FINANCIAL INFORMATION

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**Balance Sheet
General Fund**

Fiscal Year Ending December 31:

	<u>2017</u>	<u>2018</u>	<u>2019</u>
ASSETS			
Cash and Investments	\$ 21,203,379	\$ 18,097,558	\$ 20,186,201
Taxes Receivable			
Accounts Receivable	1,004	35,367	20,233
Due From Other Funds	229,947	463,026	659,718
State and Federal Aid Receivables	15,393	52,076	56,967
Due From Other Governments	492,783	1,979,051	290,992
Supply Inventory	6,764	7,165	9,372
Prepaid Expenses	<u>715,706</u>	<u>664,401</u>	<u>675,816</u>
Total Assets	<u><u>22,664,976</u></u>	<u><u>21,298,644</u></u>	<u><u>21,899,299</u></u>
LIABILITIES AND FUND EQUITY			
Accounts Payable	\$ 423,430	\$ 897,463	\$ 424,993
Accrued Liabilities			632,016
Judgements and Claims	3,793	39,762	
Due to Other Funds	3,124,347	2,223,482	2,764,088
Due to Component Units	702,157	515,662	
Due to Other Governments	5,929	29,751	53,891
Unearned Revenues & Deffered Inflows	<u>7,686,511</u>	<u>6,270,936</u>	<u>5,372,622</u>
Total Liabilities	<u>11,946,167</u>	<u>9,977,056</u>	<u>9,247,610</u>
Fund Balances			
Nonspendable Fund Balance	722,470	765,689	685,188
Assigned	1,877,538	1,630,393	900,000
Unassigned	<u>8,118,801</u>	<u>8,925,506</u>	<u>11,066,501</u>
Total Fund Equity	<u>10,718,809</u>	<u>11,321,588</u>	<u>12,651,689</u>
Total Liabilities and Fund Equity	<u><u>22,664,976</u></u>	<u><u>21,298,644</u></u>	<u><u>21,899,299</u></u>

Sources: 2017-2018 Audited Financial Reports & 2019 AUD

Table itself NOT audited.

**Statement of Revenues, Expenditures and Changes in Fund Balance
General Fund Town Wide**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Revenues:					
Real Property Taxes	\$ 23,191,122	\$ 23,991,479	\$ 25,530,030	\$ 26,156,931	\$ 27,661,824
Other Real Property Tax Items	84,468	75,566	84,708	64,466	106,608
Non-Property Tax Items	1,019,873	1,154,273	1,288,673	1,288,673	1,288,673
Departmental Income	378,566	434,452	590,253	395,994	387,747
Intergovernmental Charges	201,872	132,186	92,746	209,138	243,052
Use of Money & Property	202,337	193,843	220,212	278,608	417,235
Licenses & Permits	334,392	345,888	369,046	400,141	402,289
Fines & Forfeitures	285,314	343,332	342,835	323,547	299,053
Sale of Property & Comp. for Loss	149,521	192,690	262,027	605,983	184,068
Miscellaneous Local Sources	44,569	24,182	82,905	121,828	85,241
Interfund Revenues	30,000	33,192	32,450	94,221	13,589
State Aid	1,488,134	1,418,065	1,727,626	1,304,499	1,609,932
Federal Aid	178,359	337,107	113,165	227,635	236,433
Total Revenues	<u>27,588,527</u>	<u>28,676,254</u>	<u>30,736,675</u>	<u>31,471,663</u>	<u>32,935,743</u>
Expenditures:					
General Government Support	5,898,933	6,210,765	6,330,908	7,110,370	7,247,469
Public Safety	9,843,839	9,746,819	10,055,810	10,538,901	10,517,515
Public Health	40,964	33,300	33,300	43,300	33,300
Transportation	496,164	549,361	501,639	518,881	513,511
Economic Assistance & Opportunity	1,270,735	1,313,636	1,310,983	1,331,918	1,416,859
Culture & Recreation	296,303	333,819	314,957	334,143	356,683
Home & Community Services	367,820	329,184	358,957	364,169	348,847
Employee Benefits	8,603,849	8,363,806	9,024,282	9,535,870	9,720,142
Debt Service Principal & Interest	646,690	532,656	751,047	777,339	1,074,989
Total Expenditures	<u>27,465,295</u>	<u>27,413,346</u>	<u>28,681,883</u>	<u>30,554,891</u>	<u>31,229,315</u>
Excess (Deficiency) of Revenues Over Expenditures	123,232	1,262,908	2,054,792	916,772	1,706,428
Operating Transfers In					117,761
Operating Transfers Out	<u>(724,732)</u>	<u>(564,414)</u>	<u>(146,431)</u>	<u>(313,993)</u>	<u>(399,967)</u>
Total Other Financing Sources (Uses)	(724,732)	(564,414)	(146,431)	(313,993)	(282,206)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(601,502)</u>	<u>698,494</u>	<u>1,908,361</u>	<u>602,779</u>	<u>1,424,222</u>
Fund Balance Beginning of Year	<u>8,713,456</u>	<u>8,111,955</u>	<u>8,810,449</u>	<u>10,718,810</u>	<u>11,321,589</u>
Adjustments					(94,120)
Fund Balance End of Year	<u>8,111,954</u>	<u>8,810,448</u>	<u>10,718,809</u>	<u>11,321,588</u>	<u>12,651,690</u>

Sources: Audited Financial Reports of the Town (2015-2018) & 2019 Unaudited Annual Financial Report

Table itself NOT audited.

**Statement of Revenues, Expenditures and Changes in Fund Balance
Highway Fund Town Wide**

	Fiscal Year Ending December 31:				
	2015	2016	2017	2018	2019
Revenues:					
Real Property Taxes	\$ 4,641,266	\$ 5,263,180	\$ 6,082,537	\$ 6,088,491	\$ 5,924,127
Other Real Property Tax Items	4,641	2,277	2,728	3,695	1,331
Intergovernmental Charges		750			
Interfund Revenues		8,488			
Use of Money & Property	5,579	5,490	8,267	22,445	40,788
Licenses & Permits	15,737	21,456	20,550	86,660	43,870
Sale of Property & Comp. for Loss	7,954	58,133	20,354	25,374	4,589
Miscellaneous Local Sources	8,500	280	256		2,113
State Aid	644,078	521,549	846,740	628,541	597,195
Federal Aid	69,196	256,149	703		
Total Revenues	<u>5,396,951</u>	<u>6,137,752</u>	<u>6,982,135</u>	<u>6,855,206</u>	<u>6,614,013</u>
Expenditures:					
General Government Support	7,462	7,269		50,294	8,154
Transportation	4,081,500	4,095,341	3,474,003	3,687,816	3,506,275
Employee Benefits	1,545,987	1,722,892	1,819,880	1,860,902	1,833,720
Debt Service Principal & Interest	94,530	97,945	150,653	152,024	335,361
Total Expenditures	<u>5,729,480</u>	<u>5,923,447</u>	<u>5,444,536</u>	<u>5,751,036</u>	<u>5,683,510</u>
Excess (Deficiency) of Revenues Over Expenditures	(332,529)	214,305	1,537,599	1,104,170	930,503
Operating Transfers In	66,135				
Operating Transfers Out	<u>(129,737)</u>	<u>(201,686)</u>	<u>(1,035,205)</u>	<u>(835,984)</u>	<u>(455,000)</u>
Total Other Financing Sources (Uses)	(63,602)	(201,686)	(1,035,205)	(835,984)	(455,000)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(396,131)</u>	<u>12,619</u>	<u>502,394</u>	<u>268,186</u>	<u>475,503</u>
Fund Balance Beginning of Year	<u>1,043,130</u>	<u>646,999</u>	<u>659,616</u>	<u>1,162,010</u>	<u>1,430,196</u>
Adjustments		(2)			10
Fund Balance End of Year	<u>\$ 646,999</u>	<u>\$ 659,616</u>	<u>\$ 1,162,010</u>	<u>\$ 1,430,196</u>	<u>\$ 1,905,709</u>

Sources: Audited Financial Reports of the Town (2015-2018) & 2019 Unaudited Annual Financial Report
The AUD is not prepared in accordance with Generally Accepted Accounting Principles

Statement of Revenues, Expenditures and Changes in Fund Balance
Non-Major Government Funds

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Revenues:					
Real Property Taxes	\$ 3,337,193	\$ 3,222,141	\$ 3,330,842	\$ 3,499,904	\$ 4,358,212
Other Real Property Tax Items	344	245	376	470	163
Non-Property Tax Items	624,435	668,039	744,285	696,633	684,075
Departmental Income	2,200,869	2,229,423	2,789,011	2,688,528	2,883,309
Intergovernmental Charges and local aid	735				
Use of Money & Property	25,000	6,371	8,789	37,112	45,969
Licenses & Permits	181,540	173,057	190,408	158,708	69,550
Sale of Property & Comp. for Loss	235,653	238,346	268,900	253,428	505,916
Miscellaneous Local Sources		45,065	67,424		123,430
State Aid	137,721	109,764	113,275	233,835	152,095
Federal Aid	52,539	51,234	56,200	81,545	137,500
Total Revenues	<u>6,796,029</u>	<u>6,743,685</u>	<u>7,569,510</u>	<u>7,650,163</u>	<u>8,960,219</u>
Expenditures:					
General Government Support	80,714	384,087	460,017	424,157	417,043
Public Safety	1,353,166	1,320,610	1,279,367	1,359,824	1,506,509
Home & Community Services	3,543,590	3,198,096	3,194,873	3,529,154	4,384,020
Employee Benefits	1,191,379	1,335,147	1,364,254	1,397,284	1,586,092
Debt Service Principal & Interest	647,864	646,103	661,941	655,291	447,167
Total Expenditures	<u>6,816,713</u>	<u>6,884,043</u>	<u>6,960,452</u>	<u>7,365,710</u>	<u>8,340,831</u>
Excess (Deficiency) of Revenues Over Expenditures	(20,684)	(140,358)	609,058	284,453	619,388
Operating Transfers In					60
Operating Transfers Out	<u>(129,953)</u>	<u>(53,817)</u>			<u>(55,000)</u>
Total Other Financing Sources (Uses)	(129,953)	(53,817)	0	0	(54,940)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(150,637)</u>	<u>(194,175)</u>	<u>609,058</u>	<u>284,453</u>	<u>564,448</u>
Fund Balance Beginning of Year	<u>2,280,514</u>	<u>2,129,877</u>	<u>1,935,702</u>	<u>2,544,760</u>	<u>2,829,213</u>
Adjustments					(36,792)
Fund Balance End of Year	\$ <u>2,129,877</u>	\$ <u>1,935,702</u>	\$ <u>2,544,760</u>	\$ <u>2,829,213</u>	\$ <u>3,356,869</u>

(1) Includes the following funds: General Fund Part Town, Special Grant Fund, East-West Fire Protection Fund, Southold Wastewater District, Fishers Island Sewer District and Solid Waste Management

Sources: Audited Financial Reports of the Town (2015-2018) & 2019 Unaudited Annual Financial Report

The AUD is not prepared in accordance with Generally Accepted Accounting Principles

Table itself NOT audited.

Budget Summary

2020

Fund	Fiscal Year Ending December 31, 2020			
	Appropriations & Provisions for Other Uses	Less: Estimated Revenues	Less: Unexpended Balance	Amount to Be Raised by Tax
General	\$ 34,078,777	\$ 5,159,879	\$ 900,000	\$ 28,018,898
General-Outside Village	2,913,006	1,879,688	140,000	893,318
Highway-Townwide	6,825,543	457,845	75,000	6,292,698
Community Preservation Fund	14,868,879	7,050,000	7,818,879	0
Risk Retention Fund	691,000	691,000		0
Total-Town	\$ 59,377,205	\$ 15,238,412	\$ 8,933,879	\$ 35,204,914
East-West Fire Protection District	836,899	1,000		835,899
Fishers Island Ferry District	4,673,800	3,810,502		863,298
Solid Waste Management District	4,362,665	2,229,407	60,000	2,073,258
Fishers Island Sewer District	31,170	31,170		0
F.I. Refuse & Garbage District	943,413	62,000		881,413
Orient Mosquito District	94,850			94,850
Subtotal-Special Districts	\$ 10,942,797	\$ 6,134,079	\$ 60,000	\$ 4,748,718
Orient-East Marion Park District	51,000		10,000	41,000
Southold Park District	385,815	51,535		334,280
Cutchogue-New Suffolk Park Dist.	130,000			130,000
Mattituck Park District	803,700	62,500	458,200	283,000
Subtotal-Park Districts	\$ 1,370,515	\$ 114,035	\$ 468,200	\$ 788,280
Fishers Island Fire District	481,300			481,300
Orient Fire District	743,900	74,600		669,300
East Marion Fire District	641,780	115,250		526,530
Southold Fire District	2,050,487	32,226		2,018,261
Cutchogue Fire District	1,618,628		1,500	1,617,128
Mattituck Fire District	2,103,552			2,103,552
Subtotal-Fire Districts	\$ 7,639,647	\$ 222,076	\$ 1,500	\$ 7,416,071
Total-All Districts	19,952,959	6,470,190	529,700	12,953,069
Grand Total	\$ 79,330,164	\$ 21,708,602	\$ 9,463,579	\$ 48,157,983

Source: Adopted Budget of the Town.

**Budget Summary
2019**

Fund	Fiscal Year Ending December 31, 2019			
	Other Uses	Estimated Revenues	Unexpended Balance	Tax
General	\$ 34,009,594	\$ 5,362,770	\$ 985,000	\$ 27,661,824
General-Outside Village	2,914,549	2,050,303	140,000	724,246
Highway Fund	6,627,928	628,801	75,000	5,924,127
Community Development	0	0		0
Risk Retention Fund	616,000	616,000		0
Community Preservation Fund	17,489,084	7,535,000	9,954,084	0
Employees Health Plan				0
Total-Town	\$ 61,657,155	\$ 16,192,874	\$ 11,154,084	\$ 34,310,197
Orient Road Improvement District	0			0
East-West Fire Protection District	828,062	500		827,562
Fishers Island Ferry District	4,176,663	3,334,000		842,663
Solid Waste Management District	4,060,063	2,057,800	60,000	1,942,263
Southold Wastewater District				0
Fishers Island Sewer District	31,950	31,950		0
F.I. Waste Management District	917,531	53,400		864,131
Orient Mosquito District	93,000			93,000
Subtotal-Special Districts	\$ 10,107,269	\$ 5,477,650	\$ 60,000	\$ 4,569,619
Orient-East Marion Park District	51,000		10,000	41,000
Southold Park District	327,726			327,726
Cutchogue-New Suffolk Park Dist.	130,000			130,000
Mattituck Park District	765,000	57,000	425,000	283,000
Subtotal-Park Districts	\$ 1,273,726	\$ 57,000	\$ 435,000	\$ 781,726
Fishers Island Fire District	423,131	15		423,116
Orient Fire District	731,680	72,400		659,280
East Marion Fire District	630,950	110,250		520,700
Southold Fire District	2,007,158	26,433		1,980,725
Cutchogue Fire District	1,598,350	1,000		1,597,350
Mattituck Fire District	2,038,636			2,038,636
Subtotal-Fire Districts	\$ 7,429,904	\$ 210,098	\$ 0	\$ 7,219,807
Total-All Districts	18,810,899	5,744,748	495,000	12,571,152
Grand Total	\$ 80,468,054	\$ 21,937,622	\$ 11,649,084	\$ 46,881,349

Source: 2019 Adopted Budget of the

TOWN OF SOUTHOLD

APPENDIX B

**UNAUDITED ANNUAL FINANCIAL REPORT UPDATE DOCUMENT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2019**

NOTE: SUCH FINANCIAL REPORT AND OPINIONS WERE PREPARED AS OF THE DATE THEREOF AND HAVE NOT BEEN REVIEWED AND/OR UPDATED IN CONNECTION WITH THE PREPARATION AND DISSEMINATION OF THIS OFFICIAL STATEMENT.

NOT PREPARED IN ACCORDANCE WITH GAAP

All Numbers in This Report
Have Been Rounded To
The Nearest Dollar

ANNUAL FINANCIAL REPORT

UPDATE DOCUMENT

For The

TOWN of Southold

County of Suffolk

For the Fiscal Year Ended 12/31/2019

AUTHORIZATION

ARTICLE 3, SECTION 30 of the GENERAL MUNICIPAL LAW:

1. ***Every Municipal Corporation *** shall annually make a report of its financial condition to the Comptroller. Such report shall be made by the Chief Fiscal Officer of such Municipal Corporation ***

5. All reports shall be certified by the officer making the same and shall be filed with the Comptroller *** It shall be the duty of the incumbent officer at the time such reports are required to be filed with the Comptroller to file such report ***

State of NEW YORK
Office of The State Comptroller
Division of Local Government and School Accountability
Albany, New York 12236

TOWN OF Southold

*** FINANCIAL SECTION ***

Financial Information for the following funds and account groups are included in the Annual Financial Report filed by your government for the fiscal year ended 2018 and has been used by the OSC as the basis for preparing this update document for the fiscal year ended 2019:

- (A) GENERAL
- (B) GENERAL TOWN-OUTSIDE VG
- (CD) SPECIAL GRANT
- (CL) REFUSE AND GARBAGE
- (CM) MISCELLANEOUS SPECIAL REV
- (CR) RECREATION
- (DB) HIGHWAY-PART-TOWN
- (H) CAPITAL PROJECTS
- (K) GENERAL FIXED ASSETS
- (SF) FIRE PROTECTION
- (SM) MISCELLANEOUS
- (SP) PARK
- (SR) REFUSE AND GARBAGE
- (SS) SEWER
- (TA) AGENCY
- (W) GENERAL LONG-TERM DEBT

All amounts included in this update document for 2018 represent data filed by your government with OSC as reviewed and adjusted where necessary.

*** SUPPLEMENTAL SECTION ***

The Supplemental Section includes the following sections:

- 1) Statement of Indebtedness
- 2) Schedule of Time Deposits and Investments
- 3) Bank Reconciliation
- 4) Local Government Questionnaire
- 5) Schedule of Employee and Retiree Benefits
- 6) Schedule of Energy Costs and Consumption

All numbers in this report will be rounded to the nearest dollar.

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash	12,437,224	A200	14,517,654
Cash In Time Deposits	5,597,573	A201	5,667,817
Petty Cash	818	A210	730
TOTAL Cash	18,035,615		20,186,201
Accounts Receivable	35,245	A380	20,233
TOTAL Other Receivables (net)	35,245		20,233
Due From State And Federal Government	50,520	A410	56,967
TOTAL State And Federal Aid Receivables	50,520		56,967
Due From Other Funds	443,868	A391	659,717
TOTAL Due From Other Funds	443,868		659,717
Due From Other Governments	1,548,137	A440	290,992
TOTAL Due From Other Governments	1,548,137		290,992
Inventory Of Materials And Supplies	7,165	A445	9,372
TOTAL Inventories	7,165		9,372
Prepaid Expenses	664,401	A480	675,816
TOTAL Prepaid Expenses	664,401		675,816
TOTAL Assets and Deferred Outflows of Resources	20,784,951		21,899,300

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	403,607	A600	424,993
TOTAL Accounts Payable	403,607		424,993
Accrued Liabilities	464,380	A601	632,016
TOTAL Accrued Liabilities	464,380		632,016
Due To Other Funds	2,759,555	A630	2,764,088
TOTAL Due To Other Funds	2,759,555		2,764,088
Due To Other Governments		A631	53,891
TOTAL Due To Other Governments	0		53,891
TOTAL Liabilities	3,627,542		3,874,988
Deferred Inflows of Resources			
Deferred Inflow of Resources	5,756,283	A691	5,372,622
TOTAL Deferred Inflows of Resources	5,756,283		5,372,622
TOTAL Deferred Inflows of Resources	5,756,283		5,372,622
Fund Balance			
Not in Spendable Form	671,566	A806	685,188
TOTAL Nonspendable Fund Balance	671,566		685,188
Assigned Appropriated Fund Balance	985,000	A914	900,000
TOTAL Assigned Fund Balance	985,000		900,000
Unassigned Fund Balance	9,744,560	A917	11,066,501
TOTAL Unassigned Fund Balance	9,744,560		11,066,501
TOTAL Fund Balance	11,401,126		12,651,690
TOTAL Liabilities, Deferred Inflows And Fund Balance	20,784,951		21,899,300

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Real Property Taxes	26,156,931	A1001	27,661,824
TOTAL Real Property Taxes	26,156,931		27,661,824
Other Payments In Lieu of Taxes	14,778	A1081	5,903
Interest & Penalties On Real Prop Taxes	49,688	A1090	100,705
TOTAL Real Property Tax Items	64,466		106,608
Non Prop Tax Dist By County	1,288,673	A1120	1,288,673
TOTAL Non Property Tax Items	1,288,673		1,288,673
Treasurer Fees	300	A1230	50
Clerk Fees	9,235	A1255	8,838
Other General Departmental Income	8,736	A1289	21,458
Police Fees	3,888	A1520	6,874
Charges-Programs For The Aging	184,800	A1972	171,683
Park And Recreational Charges	132,925	A2001	132,860
Special Recreational Facility Charges		A2025	
Other Home & Community Services Income	49,110	A2189	45,985
TOTAL Departmental Income	388,994		387,747
General Services, Inter Government	209,138	A2210	200,391
Programs For Aging, Other Govts	38,167	A2351	42,661
TOTAL Intergovernmental Charges	247,305		243,052
Interest And Earnings	124,666	A2401	254,005
Rental of Real Property	152,808	A2410	163,231
TOTAL Use of Money And Property	277,474		417,235
Bingo Licenses	986	A2540	699
Dog Licenses	6,525	A2544	7,002
Permits, Other	498,610	A2590	394,588
TOTAL Licenses And Permits	506,121		402,289
Fines And Forfeited Bail	323,297	A2610	298,838
Forfeitures of Deposits	250	A2620	215
TOTAL Fines And Forfeitures	323,547		299,053
Sales of Scrap & Excess Materials	625	A2650	5,333
Sales, Other	426	A2655	
Insurance Recoveries	604,932	A2680	178,735
TOTAL Sale of Property And Compensation For Loss	605,983		184,068
Refunds of Prior Year's Expenditures	13,060	A2701	13,110
Gifts And Donations	18,491	A2705	22,503
Unclassified (specify)	52,109	A2770	49,628
TOTAL Miscellaneous Local Sources	83,660		85,241
Interfund Revenues	13,590	A2801	13,589
TOTAL Interfund Revenues	13,590		13,589
St Aid, Mortgage Tax	1,231,024	A3005	1,502,556
St Aid - Other (specify)	19,402	A3089	70,153
St Aid, Programs For Aging	17,678	A3772	19,760
St Aid, Youth Programs	17,464	A3820	17,464
St Aid Emergency Disaster Assistance	18,930	A3960	
TOTAL State Aid	1,304,499		1,609,932

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Fed Aid Other Public Safety	20,267	A4389	8,378
Fed Aid, Programs For Aging	202,368	A4772	226,196
Fed Aid, Other Home & Community Cap	5,000	A4997	1,859
TOTAL Federal Aid	227,635		236,433
TOTAL Revenues	31,488,877		32,935,746
Interfund Transfers	200,528	A5031	117,761
TOTAL Interfund Transfers	200,528		117,761
TOTAL Other Sources	200,528		117,761
TOTAL Detail Revenues And Other Sources	31,689,404		33,053,507

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Legislative Board, Pers Serv	154,733	A10101	177,114
Legislative Board, Contr Expend	151,994	A10104	167,934
TOTAL Legislative Board	306,727		345,048
Municipal Court, Pers Serv	573,354	A11101	596,502
Municipal Court, Equip & Cap Outlay	1,535	A11102	
Municipal Court, Contr Expend	74,756	A11104	66,699
TOTAL Municipal Court	649,645		663,201
Supervisor,pers Serv	262,314	A12201	286,902
Supervisor,equip & Cap Outlay	380	A12202	
Supervisor,contr Expend	2,354	A12204	4,438
TOTAL Supervisor	265,047		291,341
Dir of Finance, Pers Serv	532,808	A13101	479,788
Dir of Finance, Equip & Cap Outlay		A13102	
Dir of Finance, Contr Expend	31,696	A13104	37,609
TOTAL Dir of Finance	564,504		517,397
Auditor, Contr Expend	101,400	A13204	103,000
TOTAL Auditor	101,400		103,000
Tax Collection,pers Serv	127,933	A13301	124,892
Tax Collection,equip & Cap Outlay		A13302	
Tax Collection,contr Expend	18,852	A13304	20,424
TOTAL Tax Collection	146,785		145,316
Assessment, Pers Serv	495,642	A13551	507,664
Assessment, Equip & Cap Outlay	1,506	A13552	2,344
Assessment, Contr Expend	22,557	A13554	22,238
TOTAL Assessment	519,706		532,245
Credit Card Fees	2,990	A13754	3,717
TOTAL Credit Card Fees	2,990		3,717
Clerk,pers Serv	362,166	A14101	393,807
Clerk,equip & Cap Outlay		A14102	
Clerk,contr Expend	17,847	A14104	21,570
TOTAL Clerk	380,013		415,378
Law, Pers Serv	336,829	A14201	408,303
Law, Equip & Cap Outlay	300	A14202	5,806
Law, Contr Expend	69,659	A14204	82,787
TOTAL Law	406,788		496,895
Engineer, Pers Serv	233,406	A14401	262,800
Engineer, Equip & Cap Outlay	533	A14402	126
Engineer, Contr Expend	39,604	A14404	52,774
TOTAL Engineer	273,543		315,700
Records Mgmt, PerS. SerV.	94,850	A14601	96,506
Records Mgmt, Contr Expend	668	A14604	516
TOTAL Records Mgmt	95,519		97,022
Public Works Admin, Pers Serv	222,256	A14901	233,167
Public Works Admin, Contr Expend	440	A14904	496
TOTAL Public Works Admin	222,696		233,663
Buildings, Pers Serv	985,387	A16201	1,090,529

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Buildings, Equip & Cap Outlay	13,992	A16202	19,851
Buildings, Contr Expend	732,516	A16204	483,050
TOTAL Buildings	1,731,895		1,593,430
Central Garage, Contr Expend	20,492	A16404	14,760
TOTAL Central Garage	20,492		14,760
Central Print & Mail, Equip & Cap Outlay	3,756	A16702	3,508
Central Print & Mail,contr Expend	30,038	A16704	25,591
TOTAL Central Print & Mail	33,793		29,099
Central Data Process, Pers Serv	233,853	A16801	243,565
Central Data Process & Cap Outlay	1,697	A16802	7,301
Central Data Process, Contr Expend	339,730	A16804	346,467
TOTAL Central Data Process	575,280		597,333
Unallocated Insurance, Contr Expend	482,387	A19104	557,251
TOTAL Unallocated Insurance	482,387		557,251
Municipal Assn Dues, Contr Expend	1,800	A19204	1,800
TOTAL Municipal Assn Dues	1,800		1,800
Judgements And Claims, Contr Expend	80,631	A19304	106,125
TOTAL Judgements And Claims	80,631		106,125
Payment of Mta Payroll Tax,contr Expend	52,252	A19804	57,846
TOTAL Payment of Mta Payroll Tax	52,252		57,846
Other General Government, Pers Serv	111,084	A19891	114,509
Other Gen Govt Support, Equip & Cap Outlay	16,097	A19892	14,845
Other Gen Govt Support, Contr Expend	357	A19894	547
TOTAL Other Gen Govt Support	127,538		129,901
TOTAL General Government Support	7,041,432		7,247,469
Public Safety Comm Sys, Pers Serv	1,033,661	A30201	1,055,963
Public Safety Comm Sys, Equip & Cap Outlay	52,651	A30202	91,724
Public Safety Comm Sys, Contr Expend	31,045	A30204	29,557
TOTAL Public Safety Comm Sys	1,117,357		1,177,244
Police, Pers Serv	8,398,451	A31201	8,576,360
Police, Equip & Cap Outlay	324,503	A31202	157,211
Police, Contr Expend	426,814	A31204	335,129
TOTAL Police	9,149,768		9,068,700
Traffic Control, Contr Expen	8,732	A33104	17,513
TOTAL Traffic Control	8,732		17,513
Fire, Contr Expend	77	A34104	77
TOTAL Fire	77		77
Control of Animals, Contr Expend	231,651	A35104	237,493
TOTAL Control of Animals	231,651		237,493
Examining Boards, Pers Serv	7,303	A36101	9,233
Examining Boards, Contr Expend	5,414	A36104	7,135
TOTAL Examining Boards	12,718		16,367
Civil Defense, Contr Expend	20,004	A36404	120
TOTAL Civil Defense	20,004		120
TOTAL Public Safety	10,540,307		10,517,515

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(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Public Health, Equip & Cap Outlay		A40102	
Public Health, Contr Expend	300	A40104	300
TOTAL Public Health	300		300
Narcotic Guid Council, Contr Expend	43,000	A42104	33,000
TOTAL Narcotic Guid Council	43,000		33,000
TOTAL Health	43,300		33,300
Street Admin, Pers Serv	322,510	A50101	313,508
TOTAL Street Admin	322,510		313,508
Street Lighting, Pers Serv	74,123	A51821	76,592
Street Lighting, Equip & Cap Outlay	2,758	A51822	4,659
Street Lighting, Contr Expend	118,905	A51824	118,152
TOTAL Street Lighting	195,786		199,403
Off-Street Parking, Contr Expend	585	A56504	599
TOTAL Off-Street Parking	585		599
TOTAL Transportation	518,881		513,511
Publicity, Contr Expend	25,000	A64104	
TOTAL Publicity	25,000		0
Programs For Aging, Pers Serv	1,073,187	A67721	1,186,693
Programs For Aging, Equip & Cap Outlay	1,992	A67722	2,895
Programs For Aging, Contr Expend	231,739	A67724	227,270
TOTAL Programs For Aging	1,306,918		1,416,859
TOTAL Economic Assistance And Opportunity	1,331,918		1,416,859
Recreation Admini, Pers Serv	73,046	A70201	77,358
Recreation Admini, Equip & Cap Outlay	155	A70202	2,432
Recreation Admini, Contr Expend	99,259	A70204	97,596
TOTAL Recreation Admini	172,460		177,386
Special Rec Facility, Pers Serv	88,261	A71801	97,228
Special Rec Facility, Contr Expend	8,168	A71804	12,083
TOTAL Special Rec Facility	96,429		109,311
Youth Prog, Pers Serv	31,177	A73101	30,463
Youth Prog, Contr Expend	7,940	A73104	8,581
TOTAL Youth Prog	39,117		39,044
Historian, Pers Serv	20,289	A75101	20,618
Historian, Contr Expend	1,311	A75104	1,026
TOTAL Historian	21,600		21,643
Historical Property, Pers Serv	3,489	A75201	6,403
Historical Property, Contr Expend		A75204	1,908
TOTAL Historical Property	3,489		8,311
Celebrations, Contr Expend	1,049	A75504	988
TOTAL Celebrations	1,049		988
TOTAL Culture And Recreation	334,143		356,683
Environmental Control, Pers Serv	214,015	A80901	219,009
Environmental Control, Equip & Cap Outlay		A80902	410
Environmental Control, Contr Expend	26,656	A80904	18,788
TOTAL Environmental Control	240,671		238,207

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(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Shade Tree, Pers Serv	3,970	A85601	3,344
Shade Tree, Contr Expend	9,976	A85604	10,467
TOTAL Shade Tree	13,946		13,810
Conservation, Contr Expend	875	A87104	933
TOTAL Conservation	875		933
Fish And Game, Contr Expend	10,000	A87204	11,441
TOTAL Fish And Game	10,000		11,441
Cemetery, Contr Expend	6	A88104	6
TOTAL Cemetery	6		6
Misc Home & Comm Serv, Pers Serv	78,820	A89891	83,814
Misc Home & Comm Serv, Contr Expend	20,000	A89894	636
TOTAL Misc Home & Comm Serv	98,820		84,450
TOTAL Home And Community Services	364,319		348,847
State Retirement System	1,062,802	A90108	1,082,334
Police & Firemen Retirement, Empl Bnfts	1,608,878	A90158	1,579,623
Social Security, Employer Cont	1,073,013	A90308	1,216,183
Worker's Compensation, Empl Bnfts	506,301	A90408	483,767
Unemployment Insurance, Empl Bnfts	17,601	A90508	14,389
Disability Insurance, Empl Bnfts	3,236	A90558	2,880
Hospital & Medical (dental) Ins, Empl Bnft	5,252,738	A90608	5,329,640
Other Employee Benefits (spec)	11,301	A90898	11,327
TOTAL Employee Benefits	9,535,870		9,720,142
Debt Principal, Serial Bonds	615,070	A97106	495,936
Debt Principal, Bond Anticipation Notes		A97306	342,000
TOTAL Debt Principal	615,070		837,936
Debt Interest, Serial Bonds	152,062	A97107	133,154
Debt Interest, Bond Anticipation Notes	10,208	A97307	103,899
TOTAL Debt Interest	162,269		237,053
TOTAL Expenditures	30,487,509		31,229,315
Transfers, Other Funds	312,693	A99019	399,967
TOTAL Operating Transfers	312,693		399,967
TOTAL Other Uses	312,693		399,967
TOTAL Detail Expenditures And Other Uses	30,800,202		31,629,282

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(A) GENERAL

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	10,489,227	A8021	11,401,126
Prior Period Adj -Increase In Fund Balance	22,697	A8012	
Prior Period Adj -Decrease In Fund Balance		A8015	173,662
Restated Fund Balance - Beg of Year	10,511,924	A8022	11,227,464
ADD - REVENUES AND OTHER SOURCES	31,689,404		33,053,507
DEDUCT - EXPENDITURES AND OTHER USES	30,800,202		31,629,282
Fund Balance - End of Year	11,401,126	A8029	12,651,690

TOWN OF Southold
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(A) GENERAL

Budget Summary

Code Description	2019	EdpCode	2020
Estimated Revenues			
Est Rev - Real Property Taxes	27,661,824	A1049N	28,018,898
Est Rev - Real Property Tax Items	90,000	A1099N	81,000
Est Rev - Non Property Tax Items	1,288,673	A1199N	1,288,673
Est Rev - Departmental Income	410,400	A1299N	405,800
Est Rev - Intergovernmental Charges	556,077	A2399N	445,757
Est Rev - Use of Money And Property	218,500	A2499N	264,791
Est Rev - Licenses And Permits	439,670	A2599N	388,670
Est Rev - Fines And Forfeitures	260,100	A2649N	320,100
Est Rev - Sale of Prop And Comp For Loss	137,650	A2699N	162,650
Est Rev - Miscellaneous Local Sources	17,100	A2799N	14,200
Est Rev - Interfund Revenues	50,000	A2801N	65,000
Est Rev - State Aid	1,880,000	A3099N	1,710,363
Est Rev - Federal Aid	14,600	A4099N	12,875
TOTAL Estimated Revenues	33,024,594		33,178,777
Appropriated Fund Balance	985,000	A599N	900,000
TOTAL Estimated Other Sources	985,000		900,000
TOTAL Estimated Revenues And Other Sources	34,009,594		34,078,777

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(A) GENERAL

Budget Summary

Code Description	2019	EdpCode	2020
Appropriations			
App - General Government Support	7,866,509	A1999N	8,170,275
App - Public Safety	10,476,720	A3999N	10,213,560
App - Health	43,300	A4999N	43,300
App - Transportation	553,772	A5999N	499,768
App - Economic Assistance And Opportunity	1,503,652	A6999N	1,478,465
App - Culture And Recreation	397,476	A7999N	444,587
App - Home And Community Services	387,214	A8999N	395,251
App - Employee Benefits	10,862,451	A9199N	10,797,718
App - Debt Service	1,278,500	A9899N	1,041,000
TOTAL Appropriations	33,369,594		33,083,924
App - Interfund Transfer	640,000	A9999N	994,853
TOTAL Other Uses	640,000		994,853
TOTAL Appropriations And Other Uses	34,009,594		34,078,777

TOWN OF Southold
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(B) GENERAL TOWN-OUTSIDE VG

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash In Time Deposits	1,567,936	B201	1,522,904
TOTAL Cash	1,567,936		1,522,904
Special Assessments Receivable		B370	47
Accounts Receivable	178,772	B380	173,837
TOTAL Other Receivables (net)	178,772		173,884
Due From State And Federal Government	23,091	B410	127,277
TOTAL State And Federal Aid Receivables	23,091		127,277
Due From Other Funds	221,140	B391	233,354
TOTAL Due From Other Funds	221,140		233,354
Prepaid Expenses	39,330	B480	40,986
TOTAL Prepaid Expenses	39,330		40,986
TOTAL Assets and Deferred Outflows of Resources	2,030,268		2,098,405

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(B) GENERAL TOWN-OUTSIDE VG

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	38,498	B600	9,380
TOTAL Accounts Payable	38,498		9,380
Accrued Liabilities	100,411	B601	87,558
TOTAL Accrued Liabilities	100,411		87,558
Due To Other Funds	100,117	B630	
TOTAL Due To Other Funds	100,117		0
TOTAL Liabilities	239,026		96,938
Deferred Inflows of Resources			
Deferred Inflow of Resources	263,385	B691	284,755
TOTAL Deferred Inflows of Resources	263,385		284,755
TOTAL Deferred Inflows of Resources	263,385		284,755
Fund Balance			
Not in Spendable Form	39,330	B806	40,986
TOTAL Nonspendable Fund Balance	39,330		40,986
Assigned Appropriated Fund Balance	140,000	B914	140,000
Assigned Unappropriated Fund Balance	1,348,527	B915	1,535,725
TOTAL Assigned Fund Balance	1,488,527		1,675,725
TOTAL Fund Balance	1,527,857		1,716,712
TOTAL Liabilities, Deferred Inflows And Fund Balance	2,030,268		2,098,405

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(B) GENERAL TOWN-OUTSIDE VG

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Real Property Taxes	715,988	B1001	724,246
TOTAL Real Property Taxes	715,988		724,246
Other Payments In Lieu of Taxes	426	B1081	163
Interest & Penalties On Real Prop Taxes	9	B1090	
TOTAL Real Property Tax Items	435		163
Franchises	696,633	B1170	684,075
TOTAL Non Property Tax Items	696,633		684,075
Other General Departmental Income	7,770	B1289	7,560
Safety Inspection Fees	697,484	B1560	784,615
Public Health Fees	14,999	B1601	15,247
Zoning Fees	118,155	B2110	116,468
Planning Board Fees	112,397	B2115	113,656
TOTAL Departmental Income	950,805		1,037,546
Interest And Earnings	10,532	B2401	17,913
TOTAL Use of Money And Property	10,532		17,913
Permits, Other	9,300	B2590	69,550
TOTAL Licenses And Permits	9,300		69,550
Sales, Other		B2655	40
TOTAL Sale of Property And Compensation For Loss	0		40
AIM Related Payments		B2750	88,328
Unclassified (specify)		B2770	904
TOTAL Miscellaneous Local Sources	0		89,232
St Aid, State Revenue Sharing	88,328	B3001	
St Aid, Other Aid (specify)	23,091	B3089	127,277
TOTAL State Aid	111,419		127,277
TOTAL Revenues	2,495,112		2,750,041
TOTAL Detail Revenues And Other Sources	2,495,112		2,750,041

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(B) GENERAL TOWN-OUTSIDE VG

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Credit Card Fees	4,615	B13754	3,220
TOTAL Credit Card Fees	4,615		3,220
Law, Pers Serv	143,734	B14201	110,672
Law, Contr Expend	27,141	B14204	56,395
TOTAL Law	170,876		167,067
Unallocated Insurance, Contr Expend		B19104	
TOTAL Unallocated Insurance	0		0
Payment of Mta Payroll Tax, Contr Expend	4,495	B19804	5,410
TOTAL Payment of Mta Payroll Tax	4,495		5,410
TOTAL General Government Support	179,985		175,697
Safety Inspection, Pers Serv	569,003	B36201	669,662
Safety Inspection, Contr Expend	10,463	B36204	13,760
TOTAL Safety Inspection	579,466		683,422
Misc Public Safety, Pers Serv	669	B39891	752
TOTAL Misc Public Safety	669		752
TOTAL Public Safety	580,134		684,174
Zoning, Pers Serv	201,870	B80101	210,348
Zoning, Equip & Cap Outlay	400	B80102	200
Zoning, Contr Expend	18,678	B80104	33,503
TOTAL Zoning	220,949		244,051
Planning, Pers Serv	484,732	B80201	512,395
Planning, Equip & Cap Outlay	766	B80202	205
Planning, Contr Expend	80,873	B80204	158,065
TOTAL Planning	566,371		670,664
TOTAL Home And Community Services	787,319		914,715
State Retirement, Empl Bnfts	156,617	B90108	161,724
Social Security , Empl Bnfts	100,760	B90308	120,652
Worker's Compensation, Empl Bnfts	17,745	B90408	15,924
Disability Insurance, Empl Bnfts	549	B90558	1,639
Hospital & Medical (dental) Ins, Empl Bnft	446,734	B90608	455,239
Other Employee Benefits (spec)	1,556	B90898	572
TOTAL Employee Benefits	723,961		755,750
TOTAL Expenditures	2,271,400		2,530,337
Transfers, Other Funds	18,960	B99019	27,500
TOTAL Operating Transfers	18,960		27,500
TOTAL Other Uses	18,960		27,500
TOTAL Detail Expenditures And Other Uses	2,290,360		2,557,837

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(B) GENERAL TOWN-OUTSIDE VG

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	1,323,105	B8021	1,527,857
Prior Period Adj -Decrease In Fund Balance		B8015	3,350
Restated Fund Balance - Beg of Year	1,323,105	B8022	1,524,507
ADD - REVENUES AND OTHER SOURCES	2,495,112		2,750,041
DEDUCT - EXPENDITURES AND OTHER USES	2,290,360		2,557,837
Fund Balance - End of Year	1,527,857	B8029	1,716,712

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(B) GENERAL TOWN-OUTSIDE VG

Budget Summary

Code Description	2019	EdpCode	2020
Estimated Revenues			
Est Rev - Real Property Taxes	724,246	B1049N	893,318
Est Rev - Real Property Tax Items	400	B1099N	160
Est Rev - Non Property Tax Items	675,000	B1199N	675,000
Est Rev - Departmental Income	1,022,700	B1299N	1,024,700
Est Rev - Use of Money And Property	5,000	B2499N	12,500
Est Rev - Licenses And Permits	108,500	B2599N	64,000
Est Rev - State Aid	238,703	B3099N	103,328
TOTAL Estimated Revenues	2,774,549		2,773,006
Appropriated Fund Balance	140,000	B599N	140,000
TOTAL Estimated Other Sources	140,000		140,000
TOTAL Estimated Revenues And Other Sources	2,914,549		2,913,006

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(B) GENERAL TOWN-OUTSIDE VG

Budget Summary

Code Description	2019	EdpCode	2020
Appropriations			
App - General Government Support	280,570	B1999N	271,663
App - Public Safety	665,095	B3999N	750,395
App - Home And Community Services	1,084,604	B8999N	972,895
App - Employee Benefits	856,780	B9199N	888,053
TOTAL Appropriations	2,887,049		2,883,006
App - Interfund Transfer	27,500	B9999N	30,000
TOTAL Other Uses	27,500		30,000
TOTAL Appropriations And Other Uses	2,914,549		2,913,006

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(CD) SPECIAL GRANT

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash	161,805	CD200	145,331
TOTAL Cash	161,805		145,331
Due From Other Governments	30,231	CD440	7,500
TOTAL Due From Other Governments	30,231		7,500
TOTAL Assets and Deferred Outflows of Resources	192,036		152,831

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(CD) SPECIAL GRANT

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	37,193	CD600	7,625
TOTAL Accounts Payable	37,193		7,625
Due To Other Funds	955	CD630	8,320
TOTAL Due To Other Funds	955		8,320
TOTAL Liabilities	38,148		15,945
Deferred Inflows of Resources			
Deferred Inflow of Resources	153,888	CD691	136,886
TOTAL Deferred Inflows of Resources	153,888		136,886
TOTAL Deferred Inflows of Resources	153,888		136,886
TOTAL Liabilities, Deferred Inflows And Fund Balance	192,036		152,831

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(CD) SPECIAL GRANT

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Other General Department Inc		CD1289	
TOTAL Departmental Income	0		0
Refunds of Prior Year's Expenditures	83,861	CD2701	33,552
TOTAL Miscellaneous Local Sources	83,861		33,552
Fed Aid, Community Development Act	81,545	CD4910	137,500
TOTAL Federal Aid	81,545		137,500
TOTAL Revenues	165,407		171,052
TOTAL Detail Revenues And Other Sources	165,407		171,052

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(CD) SPECIAL GRANT

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Prov of Public Service, Contr Expen	165,407	CD86764	171,052
TOTAL Prov of Public Service	165,407		171,052
TOTAL Home And Community Services	165,407		171,052
TOTAL Expenditures	165,407		171,052
TOTAL Detail Expenditures And Other Uses	165,407		171,052

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(CD) SPECIAL GRANT

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year		CD8021	
Restated Fund Balance - Beg of Year		CD8022	
ADD - REVENUES AND OTHER SOURCES	165,407		171,052
DEDUCT - EXPENDITURES AND OTHER USES	165,407		171,052
Fund Balance - End of Year		CD8029	

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(CL) REFUSE AND GARBAGE

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash	219,966	CL200	1,147,108
Cash In Time Deposits	891,602	CL201	
Petty Cash	465	CL210	691
TOTAL Cash	1,112,033		1,147,799
Accounts Receivable	96,709	CL380	80,695
TOTAL Other Receivables (net)	96,709		80,695
Due From State And Federal Government	31,953	CL410	56,771
TOTAL State And Federal Aid Receivables	31,953		56,771
Due From Other Funds	389,956	CL391	460,476
TOTAL Due From Other Funds	389,956		460,476
Inventory Of Materials And Supplies	18,784	CL445	5,778
TOTAL Inventories	18,784		5,778
Prepaid Expenses	37,948	CL480	37,966
TOTAL Prepaid Expenses	37,948		37,966
TOTAL Assets and Deferred Outflows of Resources	1,687,383		1,789,485

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(CL) REFUSE AND GARBAGE

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	233,594	CL600	220,090
TOTAL Accounts Payable	233,594		220,090
Accrued Liabilities	96,402	CL601	41,575
TOTAL Accrued Liabilities	96,402		41,575
Due To Other Funds	205	CL630	
TOTAL Due To Other Funds	205		0
TOTAL Liabilities	330,202		261,664
Deferred Inflows of Resources			
Deferred Inflow of Resources	518,275	CL691	414,531
TOTAL Deferred Inflows of Resources	518,275		414,531
TOTAL Deferred Inflows of Resources	518,275		414,531
Fund Balance			
Not in Spendable Form	56,732	CL806	43,745
TOTAL Nonspendable Fund Balance	56,732		43,745
Assigned Appropriated Fund Balance	60,000	CL914	60,000
Assigned Unappropriated Fund Balance	722,175	CL915	1,009,545
TOTAL Assigned Fund Balance	782,175		1,069,545
TOTAL Fund Balance	838,907		1,113,290
TOTAL Liabilities, Deferred Inflows And Fund Balance	1,687,383		1,789,485

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(CL) REFUSE AND GARBAGE

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Real Property Taxes	1,998,649	CL1001	1,942,263
TOTAL Real Property Taxes	1,998,649		1,942,263
Refuse & Garbage Charges	1,715,150	CL2130	1,797,238
TOTAL Departmental Income	1,715,150		1,797,238
Interest And Earnings	26,067	CL2401	18,492
TOTAL Use of Money And Property	26,067		18,492
Sale of Scrap Materials	253,428	CL2650	355,876
Insurance Recoveries		CL2680	150,000
TOTAL Sale of Property And Compensation For Loss	253,428		505,876
Unclassified (specify)	141,638	CL2770	646
TOTAL Miscellaneous Local Sources	141,638		646
St Aid - Other Home And Community Service	38,555	CL3989	24,818
TOTAL State Aid	38,555		24,818
TOTAL Revenues	4,173,487		4,289,332
TOTAL Detail Revenues And Other Sources	4,173,487		4,289,332

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(CL) REFUSE AND GARBAGE

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Administration-Personal Services	197,822	CL17101	237,452
TOTAL Administration-Personal Services	197,822		237,452
Payment of Mta Payroll Tax, Contr Expend	3,412	CL19804	3,894
TOTAL Payment of Mta Payroll Tax	3,412		3,894
TOTAL General Government Support	201,233		241,346
Refuse & Garbage, Pers Serv	871,910	CL81601	875,965
Refuse & Garbage, Equip Cap Outlay	1,966	CL81602	23,008
Refuse & Garbage, Contr Expend	1,649,695	CL81604	1,700,579
TOTAL Refuse & Garbage	2,523,571		2,599,551
TOTAL Home And Community Services	2,523,571		2,599,551
State Retirement Empl Bnfts	152,473	CL90108	151,551
Social Security Empl Bnfts	76,759	CL90308	86,629
Worker's Compensation, Empl Bnfts	76,827	CL90408	69,005
Disability Insurance Empl Bnfts	316	CL90558	878
Hospital & Medical (dental) Ins, Empl Bnft	365,672	CL90608	371,948
Other Employee Benefits (spec)	891	CL90898	312
TOTAL Employee Benefits	672,938		680,323
Serial Bonds, Principal	561,827	CL97106	238,440
Bond Anticipation Notes, Principal		CL97306	120,000
TOTAL Debt Principal	561,827		358,440
Debt Interest, Serial Bonds	84,838	CL97107	78,943
Debt Interest, Bond Anticipation Notes		CL97307	9,783
TOTAL Debt Interest	84,838		88,727
TOTAL Expenditures	4,044,408		3,968,387
Transfers, Other Funds	18,960	CL99019	27,500
TOTAL Operating Transfers	18,960		27,500
TOTAL Other Uses	18,960		27,500
TOTAL Detail Expenditures And Other Uses	4,063,368		3,995,887

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(CL) REFUSE AND GARBAGE

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	757,603	CL8021	838,907
Prior Period Adj -Increase In Fund Balance		CL8012	
Prior Period Adj -Decrease In Fund Balance	28,816	CL8015	19,062
Restated Fund Balance - Beg of Year	728,788	CL8022	819,844
ADD - REVENUES AND OTHER SOURCES	4,173,487		4,289,332
DEDUCT - EXPENDITURES AND OTHER USES	4,063,368		3,995,887
Fund Balance - End of Year	838,907	CL8029	1,113,293

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(CM) MISCELLANEOUS SPECIAL REV

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash In Time Deposits	16,972,519	CM201	9,256,309
TOTAL Cash	16,972,519		9,256,309
Accounts Receivable	4,044	CM380	978
TOTAL Other Receivables (net)	4,044		978
Due From State And Federal Government	40,147	CM410	
TOTAL State And Federal Aid Receivables	40,147		0
Due From Other Funds	428,583	CM391	8,438
TOTAL Due From Other Funds	428,583		8,438
Due From Other Governments	794,694	CM440	1,276,812
TOTAL Due From Other Governments	794,694		1,276,812
Prepaid Expenses	6,749	CM480	6,893
TOTAL Prepaid Expenses	6,749		6,893
TOTAL Assets and Deferred Outflows of Resources	18,246,737		10,549,430

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(CM) MISCELLANEOUS SPECIAL REV

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	14,114	CM600	13,933
TOTAL Accounts Payable	14,114		13,933
Accrued Liabilities	10,835	CM601	7,295
TOTAL Accrued Liabilities	10,835		7,295
Due To Other Funds	15,053	CM630	29,718
TOTAL Due To Other Funds	15,053		29,718
TOTAL Liabilities	40,002		50,945
Fund Balance			
Not in Spendable Form	6,749	CM806	6,893
TOTAL Nonspendable Fund Balance	6,749		6,893
Assigned Appropriated Fund Balance	9,954,084	CM914	7,818,879
Assigned Unappropriated Fund Balance	8,245,902	CM915	2,672,713
TOTAL Assigned Fund Balance	18,199,986		10,491,592
TOTAL Fund Balance	18,206,735		10,498,485
TOTAL Liabilities, Deferred Inflows And Fund Balance	18,246,737		10,549,430

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(CM) MISCELLANEOUS SPECIAL REV

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Other Non-Property Tax		CM1189	7,666,589
TOTAL Non Property Tax Items	0		7,666,589
Other Economic Assist, & Opport Income		CM1989	225,806
TOTAL Departmental Income	0		225,806
Misc Revenue, Other Govts	8,097,019	CM2389	
TOTAL Intergovernmental Charges	8,097,019		0
Interest And Earnings	99,012	CM2401	184,181
TOTAL Use of Money And Property	99,012		184,181
State Aid, Other	40,147	CM3089	10,914
TOTAL State Aid	40,147		10,914
TOTAL Revenues	8,236,178		8,087,489
TOTAL Detail Revenues And Other Sources	8,236,178		8,087,489

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(CM) MISCELLANEOUS SPECIAL REV

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Payment of Mta Payroll Tax, Contr Expend	662	CM19804	795
TOTAL Payment of Mta Payroll Tax	662		795
TOTAL General Government Support	662		795
Other Home And Community Service-Pers Serv	207,457	CM89891	217,128
Other Home & Comm-Equip & Cap Outlay	5,377,956	CM89892	13,319,070
Other Home And Community Service-Contr Exp	26,907	CM89894	28,728
Other Home And Community Service-Empl Bnft	86,728	CM89898	84,000
TOTAL Other Home And Community Service-Empl Bnft	5,699,048		13,648,926
TOTAL Home And Community Services	5,699,048		13,648,926
Serial Bonds, Principal	1,473,913	CM97106	1,490,846
TOTAL Debt Principal	1,473,913		1,490,846
Debt Interest, Serial Bonds	708,003	CM97107	655,172
TOTAL Debt Interest	708,003		655,172
TOTAL Expenditures	7,881,626		15,795,740
TOTAL Detail Expenditures And Other Uses	7,881,626		15,795,740

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(CM) MISCELLANEOUS SPECIAL REV

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	17,427,433	CM8021	18,206,735
Prior Period Adj -Increase In Fund Balance	424,750	CM8012	
Restated Fund Balance - Beg of Year	17,852,183	CM8022	18,206,735
ADD - REVENUES AND OTHER SOURCES	8,236,178		8,087,489
DEDUCT - EXPENDITURES AND OTHER USES	7,881,626		15,795,740
Fund Balance - End of Year	18,206,735	CM8029	10,498,485

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(CR) RECREATION

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash	60,426	CR200	275,719
TOTAL Cash	60,426		275,719
Accounts Receivable	122	CR380	156
TOTAL Other Receivables (net)	122		156
Due From Other Funds	50,103	CR391	16,129
TOTAL Due From Other Funds	50,103		16,129
TOTAL Assets and Deferred Outflows of Resources	110,651		292,004

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(CR) RECREATION

Balance Sheet

Code Description	2018	EdpCode	2019
Due To Other Funds	16,527	CR630	72,762
TOTAL Due To Other Funds	16,527		72,762
TOTAL Liabilities	16,527		72,762
Fund Balance			
Assigned Unappropriated Fund Balance	94,123	CR915	219,242
TOTAL Assigned Fund Balance	94,123		219,242
TOTAL Fund Balance	94,123		219,242
TOTAL Liabilities, Deferred Inflows And Fund Balance	110,651		292,004

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(CR) RECREATION

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Interest And Earnings	1,135	CR2401	1,318
TOTAL Use of Money And Property	1,135		1,318
Unclassified (specify)	7,000	CR2770	239,806
TOTAL Miscellaneous Local Sources	7,000		239,806
TOTAL Revenues	8,135		241,124
TOTAL Detail Revenues And Other Sources	8,135		241,124

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(CR) RECREATION

Results of Operation

Code Description	2018	EdpCode	2019
Other Uses			
Transfers, Other Funds	121,196	CR99019	116,005
TOTAL Operating Transfers	121,196		116,005
TOTAL Other Uses	121,196		116,005
TOTAL Detail Expenditures And Other Uses	121,196		116,005

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(CR) RECREATION

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year		CR8021	94,123
Prior Period Adj -Increase In Fund Balance	207,185	CR8012	
Restated Fund Balance - Beg of Year	207,185	CR8022	94,123
ADD - REVENUES AND OTHER SOURCES	8,135		241,124
DEDUCT - EXPENDITURES AND OTHER USES	121,196		116,005
Fund Balance - End of Year	94,123	CR8029	219,242

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(DB) HIGHWAY-PART-TOWN

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash In Time Deposits	1,156,594	DB201	1,654,088
TOTAL Cash	1,156,594		1,654,088
Accounts Receivable	1,033	DB380	1,452
TOTAL Other Receivables (net)	1,033		1,452
Due From Other Funds	1,197,185	DB391	1,333,528
TOTAL Due From Other Funds	1,197,185		1,333,528
Due From Other Governments	590,793	DB440	295,362
TOTAL Due From Other Governments	590,793		295,362
Inventory Of Materials And Supplies	101,830	DB445	112,835
TOTAL Inventories	101,830		112,835
Prepaid Expenses	75,247	DB480	71,599
TOTAL Prepaid Expenses	75,247		71,599
TOTAL Assets and Deferred Outflows of Resources	3,122,681		3,468,865

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(DB) HIGHWAY-PART-TOWN

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	52,444	DB600	108,728
TOTAL Accounts Payable	52,444		108,728
Accrued Liabilities	177,755	DB601	83,226
TOTAL Accrued Liabilities	177,755		83,226
Due To Other Funds	279,055	DB630	229,048
TOTAL Due To Other Funds	279,055		229,048
Due To Other Governments	160	DB631	160
TOTAL Due To Other Governments	160		160
TOTAL Liabilities	509,415		421,163
Deferred Inflows of Resources			
Deferred Inflow of Resources	1,189,727	DB691	1,141,994
TOTAL Deferred Inflows of Resources	1,189,727		1,141,994
TOTAL Deferred Inflows of Resources	1,189,727		1,141,994
Fund Balance			
Not in Spendable Form	177,077	DB806	184,434
TOTAL Nonspendable Fund Balance	177,077		184,434
Assigned Appropriated Fund Balance	75,000	DB914	75,000
Assigned Unappropriated Fund Balance	1,171,462	DB915	1,646,275
TOTAL Assigned Fund Balance	1,246,462		1,721,275
TOTAL Fund Balance	1,423,539		1,905,709
TOTAL Liabilities, Deferred Inflows And Fund Balance	3,122,681		3,468,865

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(DB) HIGHWAY-PART-TOWN

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Real Property Taxes	6,088,491	DB1001	5,924,127
TOTAL Real Property Taxes	6,088,491		5,924,127
Other Payments In Lieu of Taxes	3,620	DB1081	1,331
Interest & Penalties On Real Prop Taxes	75	DB1090	
TOTAL Real Property Tax Items	3,695		1,331
Interest And Earnings	22,445	DB2401	40,788
TOTAL Use of Money And Property	22,445		40,788
Permits, Other	86,660	DB2590	43,870
TOTAL Licenses And Permits	86,660		43,870
Sales of Scrap & Excess Materials	24,631	DB2650	4,589
Insurance Recoveries	743	DB2680	
TOTAL Sale of Property And Compensation For Loss	25,374		4,589
Unclassified (specify)		DB2770	2,113
TOTAL Miscellaneous Local Sources	0		2,113
St Aid, Consolidated Highway Aid	590,793	DB3501	501,137
St Aid, Other Transportation	31,524	DB3589	96,058
St Aid Emergency Disaster Assistance		DB3960	
TOTAL State Aid	622,317		597,195
TOTAL Revenues	6,848,982		6,614,012
TOTAL Detail Revenues And Other Sources	6,848,982		6,614,012

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(DB) HIGHWAY-PART-TOWN

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Payment of Mta Payroll Tax, Contr Expend	7,582	DB19804	8,154
TOTAL Payment of Mta Payroll Tax	7,582		8,154
TOTAL General Government Support	7,582		8,154
Maint of Streets, Pers Serv	1,643,337	DB51101	1,504,025
Maint of Streets, Contr Expend	222,325	DB51104	222,343
TOTAL Maint of Streets	1,865,662		1,726,367
Perm Improve Highway, Equip & Cap Outlay	597,027	DB51122	597,195
TOTAL Perm Improve Highway	597,027		597,195
Machinery, Pers Serv	387,196	DB51301	383,556
Machinery, Equip & Cap Outlay	26,534	DB51302	35,314
Machinery, Contr Expend	189,779	DB51304	156,118
TOTAL Machinery	603,510		574,988
Brush And Weeds, Pers Serv	280,084	DB51401	272,700
Brush And Weeds, Contr Expend	72,643	DB51404	75,521
TOTAL Brush And Weeds	352,727		348,221
Snow Removal, Pers Serv	121,601	DB51421	104,688
Snow Removal, Contr Expend	147,724	DB51424	154,816
TOTAL Snow Removal	269,325		259,504
TOTAL Transportation	3,688,250		3,506,275
State Retirement, Empl Bnfts	304,542	DB90108	289,523
Social Security, Empl Bnfts	170,534	DB90308	183,472
Worker's Compensation, Empl Bnfts	165,501	DB90408	152,165
Disability Insurance, Empl Bnfts	576	DB90558	947
Hospital & Medical (dental) Ins, Empl Bnft	1,218,157	DB90608	1,206,017
Other Employee Benefits (spec)	1,591	DB90898	1,595
TOTAL Employee Benefits	1,860,902		1,833,720
Debt Principal, Serial Bonds	117,923	DB97106	117,474
Debt Principal, Bond Anticipation Notes		DB97306	160,000
TOTAL Debt Principal	117,923		277,474
Debt Interest, Serial Bonds	34,101	DB97107	30,493
Debt Interest, Bond Anticipation Notes		DB97307	27,393
TOTAL Debt Interest	34,101		57,887
TOTAL Expenditures	5,708,758		5,683,510
Transfers, Other Funds	878,695	DB99019	455,000
TOTAL Operating Transfers	878,695		455,000
TOTAL Other Uses	878,695		455,000
TOTAL Detail Expenditures And Other Uses	6,587,454		6,138,510

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(DB) HIGHWAY-PART-TOWN

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	1,078,133	DB8021	1,423,539
Prior Period Adj -Increase In Fund Balance	83,878	DB8012	6,668
Restated Fund Balance - Beg of Year	1,162,011	DB8022	1,430,208
ADD - REVENUES AND OTHER SOURCES	6,848,982		6,614,012
DEDUCT - EXPENDITURES AND OTHER USES	6,587,454		6,138,510
Fund Balance - End of Year	1,423,539	DB8029	1,905,709

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(DB) HIGHWAY-PART-TOWN

Budget Summary

Code Description	2019	EdpCode	2020
Estimated Revenues			
Est Rev - Real Property Taxes	5,924,127	DB1049N	6,292,698
Est Rev - Real Property Tax Items	3,775	DB1099N	1,350
Est Rev - Use of Money And Property	7,500	DB2499N	15,000
Est Rev - Licenses And Permits	20,000	DB2599N	20,000
Est Rev - Sale of Prop And Comp For Loss	500	DB2699N	500
Est Rev - State Aid	597,026	DB3099N	420,995
TOTAL Estimated Revenues	6,552,928		6,750,543
Appropriated Fund Balance	75,000	DB599N	75,000
TOTAL Estimated Other Sources	75,000		75,000
TOTAL Estimated Revenues And Other Sources	6,627,928		6,825,543

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(DB) HIGHWAY-PART-TOWN

Budget Summary

Code Description	2019	EdpCode	2020
Appropriations			
App - Transportation	3,728,233	DB5999N	3,611,031
App - Employee Benefits	2,232,195	DB9199N	2,187,012
App - Debt Service	212,500	DB9899N	332,500
TOTAL Appropriations	6,172,928		6,130,543
App - Interfund Transfer	455,000	DB9999N	695,000
TOTAL Other Uses	455,000		695,000
TOTAL Appropriations And Other Uses	6,627,928		6,825,543

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(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash In Time Deposits	4,041,145	H201	2,935,218
TOTAL Cash	4,041,145		2,935,218
Accounts Receivable	2,357	H380	1,648
TOTAL Other Receivables (net)	2,357		1,648
Due From State And Federal Government	257,689	H410	351,880
TOTAL State And Federal Aid Receivables	257,689		351,880
Due From Other Funds	495,835	H391	568,912
TOTAL Due From Other Funds	495,835		568,912
Due From Other Governments	59,371	H440	55,491
TOTAL Due From Other Governments	59,371		55,491
TOTAL Assets and Deferred Outflows of Resources	4,856,398		3,913,150

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(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	195,094	H600	185,931
TOTAL Accounts Payable	195,094		185,931
Accrued Liabilities	83,532	H601	42,706
TOTAL Accrued Liabilities	83,532		42,706
Bond Anticipation Notes Payable	8,180,000	H626	9,279,117
TOTAL Notes Payable	8,180,000		9,279,117
Due To Other Funds	338,861	H630	485,580
TOTAL Due To Other Funds	338,861		485,580
TOTAL Liabilities	8,797,487		9,993,333
Deferred Inflows of Resources			
Deferred Inflow of Resources	131,325	H691	
TOTAL Deferred Inflows of Resources	131,325		0
TOTAL Deferred Inflows of Resources	131,325		0
Fund Balance			
Unassigned Fund Balance	-4,072,414	H917	-6,080,183
TOTAL Unassigned Fund Balance	-4,072,414		-6,080,183
TOTAL Fund Balance	-4,072,414		-6,080,183
TOTAL Liabilities, Deferred Inflows And Fund Balance	4,856,398		3,913,150

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(H) CAPITAL PROJECTS

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Misc Revenue, Other Govts	59,371	H2389	56,300
TOTAL Intergovernmental Charges	59,371		56,300
Interest And Earnings	7,207	H2401	28,467
TOTAL Use of Money And Property	7,207		28,467
Gifts And Donations	28,675	H2705	131,325
Premium & Accrued Interest On Obligations	52,679	H2710	61,799
Unclassified (specify)		H2770	19,700
TOTAL Miscellaneous Local Sources	81,354		212,824
St Aid-Capital Projects	281,522	H3097	711,126
TOTAL State Aid	281,522		711,126
TOTAL Revenues	429,455		1,008,717
Interfund Transfers	1,149,977	H5031	908,211
TOTAL Interfund Transfers	1,149,977		908,211
Bans Redeemed From Appropriations		H5731	657,000
TOTAL Proceeds of Obligations	0		657,000
TOTAL Other Sources	1,149,977		1,565,211
TOTAL Detail Revenues And Other Sources	1,579,432		2,573,928

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(H) CAPITAL PROJECTS

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Fiscal Agents Fees, Contr Expend	23,477	H13804	7,200
TOTAL Fiscal Agents Fees	23,477		7,200
General Govt, Equip & Cap Outlay	4,269,858	H19972	629,336
TOTAL General Govt	4,269,858		629,336
TOTAL General Government Support	4,293,335		636,536
Public Safety Cap Proj	137,207	H30972	563,066
TOTAL Public Safety Cap Proj	137,207		563,066
TOTAL Public Safety	137,207		563,066
Perm Improve Highway, Equip & Cap Outlay	589,864	H51122	1,008,416
TOTAL Perm Improve Highway	589,864		1,008,416
Other Transportation, Equip & Cap Outlay	119,909	H59892	780,633
TOTAL Other Transportation	119,909		780,633
TOTAL Transportation	709,773		1,789,049
Economic Dev, Equip & Cap Outlay		H64972	
TOTAL Economic Dev	0		0
TOTAL Economic Assistance And Opportunity	0		0
Parks, Equip & Cap Outlay	114,236	H71102	43,243
TOTAL Parks	114,236		43,243
TOTAL Culture And Recreation	114,236		43,243
Sanitation, Equip & Cap Outlay	140,972	H87972	1,467,469
TOTAL Sanitation	140,972		1,467,469
TOTAL Home And Community Services	140,972		1,467,469
Debt Interest, Serial Bonds	6,892	H97107	
Debt Interest, Bond Anticipation Notes		H97307	83,141
TOTAL Debt Interest	6,892		83,141
TOTAL Expenditures	5,402,415		4,582,506
TOTAL Detail Expenditures And Other Uses	5,402,415		4,582,506

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(H) CAPITAL PROJECTS

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	-249,431	H8021	-4,072,414
Prior Period Adj -Increase In Fund Balance		H8012	809
Restated Fund Balance - Beg of Year	-249,431	H8022	-4,071,606
ADD - REVENUES AND OTHER SOURCES	1,579,432		2,573,928
DEDUCT - EXPENDITURES AND OTHER USES	5,402,415		4,582,506
Fund Balance - End of Year	-4,072,414	H8029	-6,080,183

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(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Land	132,365,494	K101	155,460,422
Buildings	28,614,945	K102	21,822,055
Improvements Other Than Buildings	18,425,529	K103	8,044,986
Machinery And Equipment	17,013,987	K104	5,692,379
Construction Work In Progress	2,464,790	K105	654,908
Infrastructure	85,556,742	K106	15,497,886
TOTAL Fixed Assets (net)	284,441,488		207,172,635
TOTAL Assets and Deferred Outflows of Resources	284,441,488		207,172,635

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(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2018	EdpCode	2019
Liabilities, Deferred Inflows And Fund Balance			
Total Non-Current Govt Assets	284,441,448	K159	207,172,635
TOTAL Investments in Non-Current Government Assets	284,441,448		207,172,635
TOTAL Fund Balance	284,441,448		207,172,635
TOTAL	284,441,448		207,172,635

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(SF) FIRE PROTECTION

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash In Time Deposits	25,566	SF201	32,054
TOTAL Cash	25,566		32,054
Accounts Receivable	6	SF380	8
TOTAL Other Receivables (net)	6		8
Due From Other Funds	165,312	SF391	150,800
TOTAL Due From Other Funds	165,312		150,800
TOTAL Assets and Deferred Outflows of Resources	190,885		182,862

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SF) FIRE PROTECTION

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	13,136	SF600	13,136
TOTAL Accounts Payable	13,136		13,136
TOTAL Liabilities	13,136		13,136
Deferred Inflows of Resources			
Deferred Inflow of Resources	165,309	SF691	150,800
TOTAL Deferred Inflows of Resources	165,309		150,800
TOTAL Deferred Inflows of Resources	165,309		150,800
Fund Balance			
Assigned Unappropriated Fund Balance	12,440	SF915	18,926
TOTAL Assigned Fund Balance	12,440		18,926
TOTAL Fund Balance	12,440		18,926
TOTAL Liabilities, Deferred Inflows And Fund Balance	190,885		182,862

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(SF) FIRE PROTECTION

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Real Property Taxes	785,267	SF1001	827,572
TOTAL Real Property Taxes	785,267		827,572
Interest & Penalties On Real Prop Taxes	10	SF1090	
TOTAL Real Property Tax Items	10		0
Interest And Earnings	500	SF2401	1,249
TOTAL Use of Money And Property	500		1,249
TOTAL Revenues	785,777		828,821
TOTAL Detail Revenues And Other Sources	785,777		828,821

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(SF) FIRE PROTECTION

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Fire Protection, Contr Expend	779,690	SF34104	822,335
TOTAL Fire Protection	779,690		822,335
TOTAL Public Safety	779,690		822,335
TOTAL Expenditures	779,690		822,335
TOTAL Detail Expenditures And Other Uses	779,690		822,335

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(SF) FIRE PROTECTION

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	6,352	SF8021	12,440
Restated Fund Balance - Beg of Year	6,352	SF8022	12,440
ADD - REVENUES AND OTHER SOURCES	785,777		828,821
DEDUCT - EXPENDITURES AND OTHER USES	779,690		822,335
Fund Balance - End of Year	12,440	SF8029	18,926

TOWN OF Southold
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(SM) MISCELLANEOUS

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash	464,519	SM200	619,185
Cash In Time Deposits	298,868	SM201	244,114
Petty Cash	2,400	SM210	2,400
TOTAL Cash	765,788		865,699
Accounts Receivable	48,304	SM380	41,389
TOTAL Other Receivables (net)	48,304		41,389
Due From State And Federal Government	23,211	SM410	3,667
TOTAL State And Federal Aid Receivables	23,211		3,667
Due From Other Funds	192,699	SM391	235,032
TOTAL Due From Other Funds	192,699		235,032
Prepaid Expenses	39,442	SM480	43,917
TOTAL Prepaid Expenses	39,442		43,917
TOTAL Assets and Deferred Outflows of Resources	1,069,444		1,189,704

TOWN OF Southold
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(SM) MISCELLANEOUS

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	128,533	SM600	191,196
TOTAL Accounts Payable	128,533		191,196
Accrued Liabilities	128,274	SM601	146,741
TOTAL Accrued Liabilities	128,274		146,741
Revenue Anticipation Notes Payable		SM621	
TOTAL Notes Payable	0		0
Other Liabilities	17,377	SM688	15,377
TOTAL Other Liabilities	17,377		15,377
TOTAL Liabilities	274,184		353,313
Deferred Inflows of Resources			
Deferred Inflow of Resources	186,900	SM691	172,855
TOTAL Deferred Inflows of Resources	186,900		172,855
TOTAL Deferred Inflows of Resources	186,900		172,855
Fund Balance			
Not in Spendable Form	39,442	SM806	43,917
TOTAL Nonspendable Fund Balance	39,442		43,917
Assigned Unappropriated Fund Balance	568,918	SM915	619,619
TOTAL Assigned Fund Balance	568,918		619,619
TOTAL Fund Balance	608,360		663,536
TOTAL Liabilities, Deferred Inflows And Fund Balance	1,069,444		1,189,704

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SM) MISCELLANEOUS

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Real Property Taxes	919,140	SM1001	842,663
TOTAL Real Property Taxes	919,140		842,663
Interest & Penalties On Real Prop Taxes	10	SM1090	
TOTAL Real Property Tax Items	10		0
Other General Departmental Income	2,969,635	SM1289	2,896,978
TOTAL Departmental Income	2,969,635		2,896,978
Misc Revenue, Other Govts	104,372	SM2389	123,857
TOTAL Intergovernmental Charges	104,372		123,857
Interest And Earnings	536	SM2401	575
Commissions	210	SM2450	
TOTAL Use of Money And Property	745		575
Sales, Other		SM2655	27,755
Insurance Recoveries		SM2680	18,000
TOTAL Sale of Property And Compensation For Loss	0		45,755
Refunds of Prior Year's Expenditures	120,246	SM2701	3,831
Unclassified (specify)	75	SM2770	50
TOTAL Miscellaneous Local Sources	120,321		3,881
St Aid, Other Aid (specify)	3,211	SM3089	52,986
TOTAL State Aid	3,211		52,986
Federal Aid - Other	175,526	SM4089	81,521
TOTAL Federal Aid	175,526		81,521
TOTAL Revenues	4,292,960		4,048,215
TOTAL Detail Revenues And Other Sources	4,292,960		4,048,215

TOWN OF Southold
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For the Fiscal Year Ending 2019

(SM) MISCELLANEOUS

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Treasurer, Contr Expend		SM13254	102,221
TOTAL Treasurer	0		102,221
Unallocated Insurance, Contr Expend		SM19104	99,657
TOTAL Unallocated Insurance	0		99,657
Payment of Mta Payroll Tax, Contr Expend		SM19804	3,342
TOTAL Payment of Mta Payroll Tax	0		3,342
Other Gen Govt Support, Contr Expend	275,721	SM19894	95,796
TOTAL Other Gen Govt Support	275,721		95,796
TOTAL General Government Support	275,721		301,016
Insect Control, Pers Serv	40,247	SM40681	
Insect Control, Contr Expend	19,242	SM40684	
Insect Control, Empl Bnfts	5,848	SM40688	
TOTAL Insect Control	65,337		0
TOTAL Health	65,337		0
Other Transportation, Pers Serv	1,659,083	SM56801	1,666,117
Other Transportation, Ewuip & Cap Outlay	537,523	SM56802	524,560
Other Transportation, Contr Expend	529,313	SM56804	539,343
Other Transportation, Empl Bnfts	608,487	SM56808	565,150
TOTAL Other Transportation	3,334,406		3,295,170
TOTAL Transportation	3,334,406		3,295,170
Debt Principal, Serial Bonds	320,000	SM97106	320,000
Debt Principal, Bond Anticipation Notes		SM97306	35,000
TOTAL Debt Principal	320,000		355,000
Debt Interest, Serial Bonds	28,961	SM97107	2,244
Debt Interest, Bond Anticipation Notes	15,300	SM97307	15,490
Debt Interest, Revenue Anticipation Notes	9,000	SM97707	
Interfund Loans		SM97957	3,938
TOTAL Debt Interest	53,261		21,673
TOTAL Expenditures	4,048,725		3,972,859
TOTAL Detail Expenditures And Other Uses	4,048,725		3,972,859

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SM) MISCELLANEOUS

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	364,124	SM8021	608,360
Restated Fund Balance - Beg of Year	364,124	SM8022	608,360
ADD - REVENUES AND OTHER SOURCES	4,292,960		4,048,215
DEDUCT - EXPENDITURES AND OTHER USES	4,048,725		3,972,859
Fund Balance - End of Year	608,360	SM8029	663,536

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SP) PARK

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash In Time Deposits	1,510,727	SP201	1,041,966
Petty Cash	300	SP210	300
TOTAL Cash	1,511,027		1,042,266
Due From Other Funds	156,151	SP391	142,480
TOTAL Due From Other Funds	156,151		142,480
TOTAL Assets and Deferred Outflows of Resources	1,667,178		1,184,746

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SP) PARK

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable		SP600	1,263
TOTAL Accounts Payable	0		1,263
Due To Other Governments	390	SP631	1,554
TOTAL Due To Other Governments	390		1,554
TOTAL Liabilities	390		2,817
Deferred Inflows of Resources			
Deferred Inflow of Resources	156,151	SP691	142,480
TOTAL Deferred Inflows of Resources	156,151		142,480
TOTAL Deferred Inflows of Resources	156,151		142,480
Fund Balance			
Assigned Appropriated Fund Balance	462,083	SP914	468,200
Assigned Unappropriated Fund Balance	1,048,554	SP915	571,248
TOTAL Assigned Fund Balance	1,510,637		1,039,448
TOTAL Fund Balance	1,510,637		1,039,448
TOTAL Liabilities, Deferred Inflows And Fund Balance	1,667,178		1,184,746

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SP) PARK

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Real Property Taxes	782,054	SP1001	781,627
TOTAL Real Property Taxes	782,054		781,627
Interest & Penalties On Real Prop Taxes	4	SP1090	
TOTAL Real Property Tax Items	4		0
Other Culture & Recreation Income	26,255	SP2089	55,175
TOTAL Departmental Income	26,255		55,175
Interest And Earnings	56,504	SP2401	54,250
TOTAL Use of Money And Property	56,504		54,250
Other Compensation For Loss	5,243	SP2690	
TOTAL Sale of Property And Compensation For Loss	5,243		0
Unclassified (specify)	40,025	SP2770	
TOTAL Miscellaneous Local Sources	40,025		0
TOTAL Revenues	910,084		891,052
TOTAL Detail Revenues And Other Sources	910,084		891,052

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SP) PARK

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Parks, Pers Serv	419,001	SP71101	436,337
Parks, Equip & Cap Outlay	72,029	SP71102	447,000
Parks, Contr Expend	389,487	SP71104	397,027
Parks, Empl Bnfts	85,476	SP71108	81,877
TOTAL Parks	965,993		1,362,241
TOTAL Culture And Recreation	965,993		1,362,241
TOTAL Expenditures	965,993		1,362,241
TOTAL Detail Expenditures And Other Uses	965,993		1,362,241

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SP) PARK

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	1,566,546	SP8021	1,510,637
Restated Fund Balance - Beg of Year	1,566,546	SP8022	1,510,637
ADD - REVENUES AND OTHER SOURCES	910,084		891,052
DEDUCT - EXPENDITURES AND OTHER USES	965,993		1,362,241
Fund Balance - End of Year	1,510,637	SP8029	1,039,448

TOWN OF Southold
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For the Fiscal Year Ending 2019

(SR) REFUSE AND GARBAGE

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash	36,853	SR200	73,487
Cash In Time Deposits	293,459	SR201	318,933
Petty Cash		SR210	360
TOTAL Cash	330,312		392,779
Due From Other Funds	172,611	SR391	159,011
TOTAL Due From Other Funds	172,611		159,011
Prepaid Expenses	21,669	SR480	21,669
TOTAL Prepaid Expenses	21,669		21,669
TOTAL Assets and Deferred Outflows of Resources	524,592		573,459

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SR) REFUSE AND GARBAGE

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	18,975	SR600	14,370
TOTAL Accounts Payable	18,975		14,370
Accrued Liabilities	7,316	SR601	2,078
TOTAL Accrued Liabilities	7,316		2,078
TOTAL Liabilities	26,291		16,448
Deferred Inflows of Resources			
Deferred Inflow of Resources	172,611	SR691	159,011
TOTAL Deferred Inflows of Resources	172,611		159,011
TOTAL Deferred Inflows of Resources	172,611		159,011
Fund Balance			
Not in Spendable Form	21,669	SR806	21,669
TOTAL Nonspendable Fund Balance	21,669		21,669
Assigned Appropriated Fund Balance	279,724	SR914	301,010
Assigned Unappropriated Fund Balance	24,297	SR915	75,321
TOTAL Assigned Fund Balance	304,021		376,331
TOTAL Fund Balance	325,690		398,000
TOTAL Liabilities, Deferred Inflows And Fund Balance	524,592		573,459

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SR) REFUSE AND GARBAGE

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Real Property Taxes	855,586	SR1001	864,131
TOTAL Real Property Taxes	855,586		864,131
Refuse & Garbage Charges	53,850	SR2130	48,525
TOTAL Departmental Income	53,850		48,525
Rental of Real Property, Individuals	7,717	SR2410	8,315
TOTAL Use of Money And Property	7,717		8,315
Interfund Revenues		SR2801	60
TOTAL Interfund Revenues	0		60
TOTAL Revenues	917,152		921,031
TOTAL Detail Revenues And Other Sources	917,152		921,031

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SR) REFUSE AND GARBAGE

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Refuse & Garbage, Pers Serv	338,870	SR81601	378,700
Refuse & Garbage, Contr Expend	437,294	SR81604	320,002
TOTAL Refuse & Garbage	776,164		698,702
TOTAL Home And Community Services	776,164		698,702
Social Security, Empl Bnfts	24,097	SR90308	28,971
Worker's Compensation, Empl Bnfts	13,109	SR90408	19,208
Disability Insurance, Empl Bnfts	831	SR90558	811
Hospital & Medical (dental) Ins, Empl Bnft	82,993	SR90608	99,284
Other Employee Benefits (spec)	2,041	SR90898	1,744
TOTAL Employee Benefits	123,070		150,019
TOTAL Expenditures	899,235		848,722
TOTAL Detail Expenditures And Other Uses	899,235		848,722

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SR) REFUSE AND GARBAGE

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	307,726	SR8021	325,691
Prior Period Adj -Increase In Fund Balance	46	SR8012	
Prior Period Adj -Decrease In Fund Balance		SR8015	1
Restated Fund Balance - Beg of Year	307,772	SR8022	325,690
ADD - REVENUES AND OTHER SOURCES	917,152		921,031
DEDUCT - EXPENDITURES AND OTHER USES	899,235		848,722
Fund Balance - End of Year	325,691	SR8029	398,002

TOWN OF Southold
Annual Update Document
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(SS) SEWER

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash In Time Deposits	49,274	SS201	51,371
TOTAL Cash	49,274		51,371
Accounts Receivable	10	SS380	17
TOTAL Other Receivables (net)	10		17
Due From Other Funds	15,645	SS391	9,696
TOTAL Due From Other Funds	15,645		9,696
TOTAL Assets and Deferred Outflows of Resources	64,929		61,084

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SS) SEWER

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	1,567	SS600	2,899
TOTAL Accounts Payable	1,567		2,899
Accrued Liabilities	168	SS601	206
TOTAL Accrued Liabilities	168		206
Due To Other Funds		SS630	19
TOTAL Due To Other Funds	0		19
TOTAL Liabilities	1,735		3,124
Deferred Inflows of Resources			
Deferred Inflow of Resources	32,625	SS691	9,450
TOTAL Deferred Inflows of Resources	32,625		9,450
TOTAL Deferred Inflows of Resources	32,625		9,450
Fund Balance			
Assigned Unappropriated Fund Balance	30,569	SS915	48,510
TOTAL Assigned Fund Balance	30,569		48,510
TOTAL Fund Balance	30,569		48,510
TOTAL Liabilities, Deferred Inflows And Fund Balance	64,929		61,084

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SS) SEWER

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Real Property Taxes		SS1001	1,715
TOTAL Real Property Taxes	0		1,715
Sewer Rents	15,048	SS2120	31,244
Sewer Charges	1,545	SS2122	800
TOTAL Departmental Income	16,593		32,044
Interest And Earnings	38	SS2401	357
TOTAL Use of Money And Property	38		357
TOTAL Revenues	16,630		34,116
TOTAL Detail Revenues And Other Sources	16,630		34,116

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SS) SEWER

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Administration-Personal Services	5,019	SS17101	5,018
TOTAL Administration-Personal Services	5,019		5,018
Payment of Mta Payroll Tax, Contr Expend	17	SS19804	17
TOTAL Payment of Mta Payroll Tax	17		17
TOTAL General Government Support	5,036		5,035
Sewage Treat Disp, Contr Expend	33,779	SS81304	18,506
Sewage Treat Disp, Empl Bnfts	385	SS81308	342
TOTAL Sewage Treat Disp	34,164		18,848
TOTAL Home And Community Services	34,164		18,848
Debt Principal, Serial Bonds	6,267	SS97106	7,304
TOTAL Debt Principal	6,267		7,304
Debt Interest, Serial Bonds	2,359	SS97107	2,088
TOTAL Debt Interest	2,359		2,088
TOTAL Expenditures	47,826		33,276
TOTAL Detail Expenditures And Other Uses	47,826		33,276

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SS) SEWER

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	61,765	SS8021	30,569
Prior Period Adj -Increase In Fund Balance	0	SS8012	17,100
Restated Fund Balance - Beg of Year	61,765	SS8022	47,669
ADD - REVENUES AND OTHER SOURCES	16,630		34,116
DEDUCT - EXPENDITURES AND OTHER USES	47,826		33,276
Fund Balance - End of Year	30,569	SS8029	48,513

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SS) SEWER

Budget Summary

Code Description	2019	EdpCode	2020
Estimated Revenues			
Est Rev - Departmental Income	31,950	SS1299N	31,170
TOTAL Estimated Revenues	31,950		31,170
TOTAL Estimated Revenues And Other Sources	31,950		31,170

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(SS) SEWER

Budget Summary

Code Description	2019	EdpCode	2020
Appropriations			
App - Home And Community Services	22,550	SS8999N	22,070
App - Debt Service	9,400	SS9899N	9,100
TOTAL Appropriations	31,950		31,170
TOTAL Appropriations And Other Uses	31,950		31,170

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(TA) AGENCY

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash	20,492,326	TA200	19,013,921
TOTAL Cash	20,492,326		19,013,921
Deferred Comp Plan Assets	20,359,578	TA460	24,390,034
TOTAL Investments	20,359,578		24,390,034
Due From Other Funds	28,235	TA391	2,415
TOTAL Due From Other Funds	28,235		2,415
Miscellaneous Current Assets		TA489	
TOTAL Other	0		0
TOTAL Assets and Deferred Outflows of Resources	40,880,139		43,406,369

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(TA) AGENCY

Balance Sheet

Code Description	2018	EdpCode	2019
Due To Other Funds	446,994	TA630	390,454
TOTAL Due To Other Funds	446,994		390,454
Due To Other Governments	19,844,047	TA631	18,445,447
TOTAL Due To Other Governments	19,844,047		18,445,447
Deferred Compensation	20,359,578	TA17	24,390,034
Guaranty & Bid Deposits	29,175	TA30	24,250
Other Funds (specify)	200,345	TA85	156,184
TOTAL Agency Liabilities	20,589,099		24,570,468
TOTAL Liabilities	40,880,139		43,406,369
TOTAL Liabilities, Deferred Inflows And Fund Balance	40,880,139		43,406,369

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Total Non-Current Govt Liabilities	90,664,426	W129	90,749,917
TOTAL Provision To Be Made In Future Budgets	90,664,426		90,749,917
TOTAL Assets and Deferred Outflows of Resources	90,664,426		90,749,917

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2019

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2018	EdpCode	2019
Bond Anticipation Notes Payable		W626	
TOTAL Notes Payable	0		0
Net Pension Liability -Proportionate Share	3,399,584	W638	6,136,330
Total OPEB Liability	48,179,307	W683	48,179,307
Compensated Absences	9,160,535	W687	9,179,280
TOTAL Other Liabilities	60,739,426		63,494,917
Bonds Payable	29,925,000	W628	27,255,000
TOTAL Bond And Long Term Liabilities	29,925,000		27,255,000
TOTAL Liabilities	90,664,426		90,749,917
TOTAL Liabilities	90,664,426		90,749,917

TOWN OF Southold
Statement of Indebtedness
For the Fiscal Year Ending 2019

5/5/2020

County of: Suffolk

Municipal Code: 470379000000

First Year	Debt Code	Description	Cops Flag	Comp Flag	Date of Issue	Date of Maturity	Int. Rate	Var?	Amt. Orig. Issued	O/S Beg. of Year	Paid Dur. Year	Redeemed Bond Proc.	Prior Yr. Adjust.	Accreted Interest	O/S End of Year
2018	BAN	N			CAPITAL PROJECTS	12/06/2018	09/25/2019		2.00%						
									\$6,740,000	\$6,740,000	\$481,883	\$0	\$0		\$6,258,117
2019	BAN	N			Capital Projects	09/24/2019	09/24/2020		2.00%					\$0	\$1,758,000
2017	BAN	N		Y	Capital Improvements	12/12/2017	12/12/2018		2.00%					\$0	\$1,263,000
Total for Type/Exempt Status - Sums Issued Amt only made in AFR Year									\$1,758,000	\$8,180,000	\$658,883	\$0	\$0	\$0	\$9,279,117
2016	BOND	N			Fishers Island Ferry District	04/06/2016	04/01/2021		1.25%					\$0	\$160,000
2016	BOND	N			Public Improvement	08/25/2016	08/15/2034		2.00%					\$0	\$3,755,000
2009	BOND	N			Refunding Bonds	05/01/2009	05/01/2019	Y	2.00%					\$0	\$0
2016	BOND	N			Public Improvement	10/04/2016	02/15/2030		2.00%					\$0	\$16,390,000
2015	BOND	N			Refunding Serial Bonds	07/29/2015	03/01/2030	Y	2.00%					\$0	\$6,950,000
Total for Type/Exempt Status - Sums Issued Amt only made in AFR Year									\$0	\$29,925,000	\$2,670,000	\$0	\$0	\$0	\$27,255,000
AFR Year Total for All Debt Types - Sums Issued Amt only made in AFR Year									\$1,758,000	\$38,105,000	\$3,328,883	\$0	\$0	\$0	\$36,534,117

TOWN OF Southold
Schedule of Time Deposits and Investments
For the Fiscal Year Ending 2019

	<u>EDP Code</u>	<u>Amount</u>
CASH:		
On Hand	9Z2001	\$4,481.31
Demand Deposits	9Z2011	\$58,840,992.60
Time Deposits	9Z2021	
Total		<u>\$58,845,473.91</u>
COLLATERAL:		
- FDIC Insurance	9Z2014	\$3,278,962.00
Collateralized with securities held in possession of municipality or its agent	9Z2014A	\$55,562,030.60
Total		<u>\$58,840,992.60</u>
INVESTMENTS:		
- Securities (450)		
Book Value (cost)	9Z4501	
Market Value at Balance Sheet Date	9Z4502	
Collateralized with securities held in possession of municipality or its agent	9Z4504A	
- Repurchase Agreements (451)		
Book Value (cost)	9Z4511	
Market Value at Balance Sheet Date	9Z4512	
Collateralized with securities held in possession of municipality or its agent	9Z4514A	

TOWN OF Southold
Bank Reconciliation
For the Fiscal Year Ending 2019

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
*****-0320	\$56,754	\$0	\$0	\$56,754
*****-9677	\$5,403,348	\$0	\$0	\$5,403,348
*****-1052	\$585,867	\$0	\$2,220	\$583,647
*****-0040	\$276,057	\$0	\$173,529	\$102,529
*****-5725	\$798,728	\$0	\$0	\$798,728
*****-89-1	\$51,049	\$0	\$0	\$51,049
*****-ROT1	\$7,350,570	\$0	\$0	\$7,350,570
*****-5647	\$8,896	\$480	\$0	\$9,376
*****-DEPT	\$161,487	\$0	\$0	\$161,487
*****-88-1	\$167	\$0	\$0	\$167
*****-0476	\$3,613,698	\$0	\$0	\$3,613,698
*****-0228	\$540,629	\$0	\$0	\$540,629
*****-0011	\$1,513,490	\$0	\$0	\$1,513,490
*****-9685	\$1,455,289	\$0	\$0	\$1,455,289
*****-89-2	\$5,446	\$0	\$0	\$5,446
*****-88-2	\$62,170	\$0	\$0	\$62,170
*****-0210	\$145,301	\$0	\$0	\$145,301
*****-0303	\$1,524,498	\$0	\$0	\$1,524,498
*****-3119	\$3,311,441	\$0	\$0	\$3,311,441
*****-0485	\$3,753,480	\$0	\$0	\$3,753,480
*****-99-2	\$666,745	\$0	\$0	\$666,745
*****-9707	\$1,654,088	\$0	\$0	\$1,654,088
*****-9812	\$2,655,441	\$0	\$0	\$2,655,441
*****-9804	\$179,665	\$0	\$0	\$179,665
*****-59-1	\$100,113	\$0	\$0	\$100,113
*****-9715	\$32,054	\$0	\$0	\$32,054
*****-9723	\$436,696	\$0	\$0	\$436,696
*****-9967	\$710,412	\$0	\$0	\$710,412
*****-9731	\$4,805	\$0	\$0	\$4,805
*****-9758	\$46,566	\$0	\$0	\$46,566

TOWN OF Southold
Bank Reconciliation
For the Fiscal Year Ending 2019

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
*****-9766	\$275,719	\$0	\$102,896	\$172,823
*****-99-1	\$404,567	\$102,897	\$0	\$507,463
*****-0404	\$0	\$0	\$0	\$0
*****-ROT2	\$17,983,687	\$0	\$0	\$17,983,687
*****-4230	\$461,159	\$0	\$0	\$461,159
*****-OURT	\$97,841	\$0	\$0	\$97,841
*****-0081	\$66,666	\$0	\$0	\$66,666
*****-ARK1	\$74,986	\$250	\$2,522	\$72,714
*****-ARK2	\$216,040	\$0	\$0	\$216,040
*****-PARK	\$19,593	\$0	\$9,302	\$10,291
*****-ARK1	\$6,070	\$0	\$2,550	\$3,520
*****-ARK2	\$164,034	\$0	\$0	\$164,034
*****-ARK1	\$45,671	\$75,000	\$114,257	\$6,413
*****-ARK2	\$637,353	\$0	\$75,000	\$562,353
*****-ARK3	\$6,601	\$0	\$83	\$6,518
*****-8067	\$609,620	\$966	\$0	\$610,586
*****-7759	\$155,596	\$7,822	\$0	\$163,419
*****-0217	\$3	\$0	\$0	\$3
*****-IWD1	\$73,487	\$0	\$0	\$73,487
*****-IWD2	\$318,933	\$0	\$0	\$318,933
*****-5021	\$29,152	\$0	\$29,126	\$26
*****-MOSQ	\$89,265	\$0	\$0	\$89,265

Total Adjusted Bank Balance			<u>\$58,516,922</u>
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Petty Cash			<u>\$4,481.31</u>
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Adjustments			<u>\$256.17</u>
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Total Cash	9ZCASH	*	<u>\$58,521,660</u>
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Total Cash Balance All Funds	9ZCASHB	*	<u>\$58,521,660</u>
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* Must be equal

TOWN OF Southold
Local Government Questionnaire
For the Fiscal Year Ending 2019

	<u>Response</u>
1) Does your municipality have a written procurement policy?	<u>Yes</u>
2) Have the financial statements for your municipality been independently audited?	<u>No</u>
If not, are you planning on having an audit conducted?	<u>Yes</u>
3) Does your local government participate in an insurance pool with other local governments?	<u>Yes</u>
4) Does your local government participate in an investment pool with other local governments?	<u>No</u>
5) Does your municipality have a Length of Service Award Program (LOSAP) for volunteer firefighters?	<u>No</u>
6) Does your municipality have a Capital Plan?	<u>Yes</u>
7) Has your municipality prepared and documented a risk assessment plan?	<u>No</u>
If yes, has your municipality used the results to design the system of internal controls?	<u> </u>
8) Have you had a change in chief executive or chief fiscal officer during the last year?	<u>No</u>
9) Has your Local Government adopted an investment policy as required by General Municipal Law, Section 39?	<u>Yes</u>

TOWN OF Southold
Employee and Retiree Benefits
For the Fiscal Year Ending 2019

Total Full Time Employees:					
Total Part Time Employees:					
Account Code	Description	Total Expenditures (All Funds)	# of Full Time Employees	# of Part Time Employees	# of Retirees
90108	State Retirement System	\$1,894,010.00	230	20	
90158	Police and Fire Retirement	\$1,579,622.80	50		
90258	Local Pension Fund				
90308	Social Security	\$1,812,105.07	230	123	
90408	Worker's Compensation Insurance	\$751,597.21	230	123	
90458	Life Insurance				
90508	Unemployment Insurance	\$36,262.72	230	123	
90558	Disability Insurance	\$6,690.96	230	30	
90608	Hospital and Medical (Dental) Insurance	\$7,773,852.54	200	130	
90708	Union Welfare Benefits				
90858	Supplemental Benefit Payment to Disabled Fire Fighters				
91890	Other Employee Benefits	\$17,183.52			
Total		\$13,871,324.82			
Computed Total From Financial Section (comparative purposes only)		\$13,871,324.82			

TOWN OF Southold
Energy Costs and Consumption
For the Fiscal Year Ending 2019

Energy Type	Total Expenditures	Total Volume	Units Of Measure	Alternative Units Of Measure
Gasoline	\$238,575	117,316	gallons	
Diesel Fuel	\$300,625	148,498	gallons	
Fuel Oil	\$50,868	21,992	gallons	
Natural Gas	\$35,012	30,135	cubic feet	THERMS
Electricity	\$351,075	1,812,900	kilowatt-hours	
Coal			tons	
Propane	\$4,321		gallons	

TOWN OF Southold
Financial Comments
For the Fiscal Year Ending 2019

(A) GENERAL

Adjustment Reason

Account Code A8015 Adjustments after submission

(B) GENERAL TOWN-OUTSIDE VG

Adjustment Reason

Account Code B8015 Adjustments after submission

(CL) REFUSE AND GARBAGE

Adjustment Reason

Account Code CL8015 Adjustments after submission

(DB) HIGHWAY-PART-TOWN

Adjustment Reason

Account Code DB8012 Adjustments after submission

(SR) REFUSE AND GARBAGE

Adjustment Reason

Account Code SR8015 Rounding

(SS) SEWER

Adjustment Reason

Account Code SS8012 Adjustment after submission

(H) CAPITAL PROJECTS

Adjustment Reason

Account Code H8012 Adjustment after submission

Account Code H8015 Adjustment after submission

APPENDIX C

FORM OF BOND COUNSEL OPINION

FORM OF OPINION OF BOND COUNSEL

Hawkins Delafield & Wood LLP
7 World Trade Center
250 Greenwich Street
New York, New York 10007

September 23, 2020

The Board of Trustees of the
Town of Southold, in the
County of Suffolk, New York

Ladies and Gentlemen:

We have acted as Bond Counsel to the Town of Southold (the “Town”), in the County of Suffolk, a municipal corporation of the State of New York, and have examined a record of proceedings relating to the authorization, sale and issuance of the \$10,461,722 Bond Anticipation Notes – 2020 (the “Notes”) of the Town dated and delivered on the date hereof.

In such examination, we have assumed the genuineness of all signatures, the authenticity of all documents submitted to us as originals and the conformity with originals of all documents submitted to us as copies thereof. Based upon and subject to the foregoing, and in reliance thereon, as of the date hereof, we are of the following opinions:

1. The Notes are valid and legally binding general obligations of the Town for which the Town has validly pledged its faith and credit and, unless paid from other sources, all the taxable real property within the Town is subject to the levy of ad valorem real estate taxes to pay the Notes and interest thereon, subject to certain statutory limitations imposed by Chapter 97 of the New York Laws of 2011, as amended. The enforceability of rights or remedies with respect to such Notes may be limited by bankruptcy, insolvency, or other laws affecting creditors’ rights or remedies heretofore or hereafter enacted.

2. Under existing statutes and court decisions and assuming continuing compliance with certain tax certifications described herein, (i) interest on the Notes is excluded from gross income for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the “Code”), and (ii) interest on the Notes is not treated as a preference item in calculating the alternative minimum tax under the Code.

The Code establishes certain requirements that must be met subsequent to the issuance of the Notes in order that the interest on the Notes be and remain excludable from gross income under Section 103 of the Code. These requirements include, but are not limited to, requirements relating to the use and expenditure of proceeds of the Notes, restrictions on the investment of proceeds of the Notes prior to expenditure and the requirement that certain earnings be rebated to the federal government. Noncompliance with such requirements may cause the interest on the Notes to become subject to federal income taxation retroactive to the date of issuance thereof, irrespective of the date on which such noncompliance occurs or is ascertained.

On the date of issuance of the Notes, the Town will execute a Tax Certificate relating to the Notes containing provisions and procedures pursuant to which such requirements can be satisfied. In executing the Tax Certificate, the Town represents that it will comply with the provisions and procedures set forth therein and that it will do and perform all acts and things necessary or desirable to assure that the interest on the Notes will, for federal income tax purposes, be excluded from gross income.

In rendering the opinion in this paragraph 2, we have relied upon and assumed (i) the material accuracy of the Town's certifications, statements of intention and reasonable expectations, and certifications of fact contained in the Tax Certificate with respect to matters affecting the status of the interest on the Notes, and (ii) compliance by the Town with the procedures and certifications set forth in the Tax Certificate as to such tax matters.

3. Under existing statutes, interest on the Notes is exempt from personal income taxes of New York State and its political subdivisions, including The City of New York.

We express no opinion as to any other federal, state or local tax consequences arising with respect to the Notes, or the ownership or disposition thereof, except as stated in paragraphs 2 and 3 above. We render our opinion under existing statutes and court decisions as of the date hereof, and assume no obligation to update, revise or supplement our opinion to reflect any action hereafter taken or not taken, any fact or circumstance that may hereafter come to our attention, any change in law or interpretation thereof that may hereafter occur, or for any other reason. We express no opinion as to the consequence of any of the events described in the preceding sentence or the likelihood of their occurrence. In addition, we express no opinion on the effect of any action taken or not taken in reliance upon an opinion of other counsel regarding federal, state or local tax matters, including, without limitation, exclusion from gross income for federal income tax purposes of interest on the Notes.

We give no assurances as to the accuracy, sufficiency or completeness of the Preliminary or Final Official Statement or any proceedings, reports, correspondence, financial statements or other documents, containing financial or other information relative to the Town which have been or may hereafter be furnished or disclosed to purchasers of said Notes.

Very truly yours,

APPENDIX D

FORM OF UNDERTAKING TO PROVIDE NOTICES OF EVENTS

UNDERTAKING TO PROVIDE NOTICES OF EVENTS

Section 1. Definitions

“EMMA” shall mean the Electronic Municipal Market Access System implemented by the MSRB.

“Financial Obligation” shall mean “financial obligation” as such term is defined in the Rule.

“GAAP” shall mean generally accepted accounting principles as in effect from time to time in the United States.

“Holder” shall mean any registered owner of the Securities and any beneficial owner of Securities within the meaning of Rule 13d-3 under the Securities Exchange Act of 1934.

“Issuer” shall mean the Town of Southold, in the County of Suffolk, a municipal corporation of the State of New York.

“MSRB” shall mean the Municipal Securities Rulemaking Board established in accordance with the provisions of Section 15B(b)(1) of the Securities Exchange Act of 1934.

“Purchaser” shall mean the financial institution referred to in the Certificate of Determination, executed by the Town Supervisor as of September 23, 2020.

“Rule 15c2-12” shall mean Rule 15c2-12 under the Securities Exchange Act of 1934, as amended through the date of this Undertaking, including any official interpretations thereof.

“Securities” shall mean the Issuer’s **\$10,461,722 Bond Anticipation Notes - 2020**, dated September 23, 2020, maturing September 23, 2021, and delivered on the date hereof.

Section 2. Obligation to Provide Notices of Events. (a) The Issuer hereby undertakes, for the benefit of Holders of the Securities, to provide or cause to be provided either directly or through Munistat Services, Inc., 12 Roosevelt Avenue, Port Jefferson Station, New York 11776 to the Electronic Municipal Market Access (“EMMA”) System implemented by the Municipal Securities Rulemaking Board established pursuant to Section 15B(b)(1) of the Securities Exchange Act of 1934, or any successor thereto or to the functions of such Board contemplated by the Undertaking, in a timely manner, not in excess of ten (10) business days after the occurrence of any such event, notice of any of the following events with respect to the Securities:

- (i) principal and interest payment delinquencies;
- (ii) non-payment related defaults, if material;

- (iii) unscheduled draws on debt service reserves reflecting financial difficulties;
- (iv) unscheduled draws on credit enhancements reflecting financial difficulties;
- (v) substitution of credit or liquidity providers, or their failure to perform;
- (vi) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices of determinations with respect to the tax status of the Securities, or other material events affecting the tax status of the Securities;
- (vii) modifications to rights of Securities holders, if material;
- (viii) Bond calls, if material, and tender offers;
- (ix) defeasances;
- (x) release, substitution, or sale of property securing repayment of the Securities, if material;
- (xi) rating changes;
- (xii) bankruptcy, insolvency, receivership or similar event of the Issuer;

Note to clause (12): For the purposes of the event identified in clause (12) above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Issuer in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or government authority has assumed jurisdiction over substantially all of the assets or business of the Issuer, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Issuer;

- (xiii) the consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

- (xiv) appointment of a successor or additional trustee or the change of name of a trustee, if material;
- (xv) incurrence of a financial obligation, as defined in Rule 15c2-12, of the Town, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the Issuer, any of which affect security holders, if material; and
- (xvi) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the Issuer, any of which reflect financial difficulties.

(b) Nothing herein shall be deemed to prevent the Issuer from disseminating any other information in addition to that required hereby in the manner set forth herein or in any other manner. If the Issuer disseminates any such additional information, the Issuer shall have no obligation to update such information or include it in any future materials disseminated hereunder.

(c) Nothing herein shall be deemed to prevent the Issuer from providing notice of the occurrence of certain other events, in addition to those listed above, if the Issuer determines that any such other event is material with respect to the Securities; but the Issuer does not undertake to commit to provide any such notice of the occurrence of any event except those events listed above.

Section 3. Remedies. If the Issuer shall fail to comply with any provision of this Undertaking, then any Holder of Securities may enforce, for the equal benefit and protection of all Holders similarly situated, by mandamus or other suit or proceeding at law or in equity, this Undertaking against the Issuer and any of the officers, agents and employees of the Issuer, and may compel the Issuer or any such officers, agents or employees to perform and carry out their duties under this Undertaking; provided that the sole and exclusive remedy for breach of this Undertaking shall be an action to compel specific performance of the obligations of the Issuer hereunder and no person or entity shall be entitled to recover monetary damages hereunder under any circumstances. Failure to comply with any provision of this Undertaking shall not constitute an event of default on the Securities.

Section 4. Parties in Interest. This Undertaking is executed to assist the Purchaser to comply with (b)(5) of the Rule and is delivered for the benefit of the Holders. No other person shall have any right to enforce the provisions hereof or any other rights hereunder.

Section 5. Amendments. Without the consent of any holders of Securities, the Issuer at any time and from time to time may enter into any amendments or changes to this Undertaking for any of the following purposes:

- (a) to comply with or conform to any changes in Rule 15c2-12 (whether required or optional);

- (b) to add a dissemination agent for the information required to be provided hereby and to make any necessary or desirable provisions with respect thereto;
- (c) to evidence the succession of another person to the Issuer and the assumption of any such successor of the duties of the Issuer hereunder;
- (d) to add to the duties of the Issuer for the benefit of the Holders, or to surrender any right or power herein conferred upon the Issuer;
- (e) to cure any ambiguity, to correct or supplement any provision hereof which may be inconsistent with any other provision hereof, or to make any other provisions with respect to matters or questions arising under this Undertaking which, in each case, comply with Rule 15c2-12 or Rule 15c2-12 as in effect at the time of such amendment or change;

provided that no such action pursuant to this Section 5 shall adversely affect the interests of the Holders in any material respect. In making such determination, the Issuer shall rely upon an opinion of nationally recognized bond counsel.

Section 6. Termination. This Undertaking shall remain in full force and effect until such time as all principal, redemption premiums, if any, and interest on the Securities shall have been paid in full or the Securities shall have otherwise been paid or legally defeased in accordance with their terms. Upon any such legal defeasance, the Issuer shall provide notice of such defeasance to the EMMA System. Such notice shall state whether the Securities have been defeased to maturity or to redemption and the timing of such maturity or redemption.

Section 7. Undertaking to Constitute Written Agreement or Contract. This Undertaking shall constitute the written agreement or contract for the benefit of Holders of Securities, as contemplated under Rule 15c2-12.

Section 8. Governing Law. This Undertaking shall be governed by the laws of the State of New York determined without regard to principles of conflict of law.

IN WITNESS WHEREOF, the undersigned has duly authorized, executed and delivered this Undertaking as of **September 23, 2020**.

TOWN OF SOUTHD, NEW YORK

By: _____
Town of Supervisor