

SEPTEMBER 9, 2019

ADDENDUM TO THE PRELIMINARY OFFICIAL STATEMENT
DATED AUGUST 27, 2019 RELATING TO:

**TOWN OF SHAWANGUNK
ULSTER COUNTY, NEW YORK**

**\$2,485,000* PUBLIC IMPROVEMENT REFUNDING (SERIAL) BONDS - 2019
(the "Bonds")**

The following change has been made to the Preliminary Official Statement:

PRIOR COMPLIANCE HISTORY

On April 9, 2019, the Town filed a material event notice for the failure to file its audited financial statements for the fiscal year ending December 31, 2017 in a timely manner. Due to an administrative error a document was submitted on September 13, 2018 that was not the Town's audit. The Town's audited financial statements for the year ended December 31, 2017 was filed on April 9, 2019.

*Preliminary, subject to change.

**NEW ISSUES
SERIAL BONDS – BOOK ENTRY**

**S&P GLOBAL RATINGS: “ ”
See “Rating”, herein**

In the opinion of Norton Rose Fulbright US LLP, New York, New York, Bond Counsel, assuming continuous compliance with certain covenants described herein, interest on the Bonds will be excludable from gross income for federal income tax purposes under existing law, and interest on the Bonds will not be subject to the alternative minimum tax. In the further opinion of Bond Counsel, under existing law interest on the Bonds is exempt from personal income taxes imposed by the State of New York or any political subdivision thereof (including The City of New York). See “TAX MATTERS” herein for a description of the opinion of Bond Counsel and certain other tax consequences.

The Bonds will be designated as “qualified tax-exempt obligations” pursuant to Section 265(b)(3) of the Internal Revenue Code of 1986 (the “Code”).

**TOWN OF SHAWANGUNK
ULSTER COUNTY, NEW YORK
(the “Town”)**

**\$2,485,000* PUBLIC IMPROVEMENT REFUNDING (SERIAL) BONDS – 2019
(the “Bonds”)**

**BOND MATURITY SCHEDULE
(See Inside Front Cover)**

Security and Sources of Payment: The Bonds are general obligations of the Town of Shawangunk, Ulster County, New York 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 Bonds 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 Laws of 2011, as amended. (See “Tax Levy Limit Law” herein).

Prior Redemption: The Bonds maturing on November 1, 2027 and thereafter are subject to redemption prior to maturity, at the option of the Town, as a whole or in part, on any date on or after November 1, 2026 in accordance with the terms described herein. (See “Optional Redemption” herein.)

Form and Denomination: The Bonds will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York (“DTC”) as book-entry bonds. Individual purchases of the Bonds may be made in denominations of \$5,000 or integral multiples thereof. Bondholders will not receive certificates representing their respective interests in the Bonds purchased. See “Book-entry System” herein.

Payment: Payment of the principal of and interest on any Bonds issued in book-entry form will be made by the Town to DTC which will in turn remit such payment to its Participants for subsequent distribution to the Beneficial Owners of the Bonds in accordance with standing instructions and customary practices. Payment to the Beneficial Owners will be the responsibility of the DTC Participant or Indirect Participant and not of DTC or the Town, subject to any statutory and regulatory requirements as may be in effect from time to time. See “Book-entry System” herein. Payment of the principal of and interest on any Bonds registered in the name of the Purchaser will be payable 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.

Norton Rose Fulbright US LLP has not participated in the preparation of the demographic, financial or statistical data contained in this Official Statement, nor verified the accuracy, completeness or fairness thereof, and, accordingly, the firm expresses no opinion with respect thereto.

The Bonds are offered when, as and if issued and received by the underwriter and subject to the receipt of the legal opinion as to the validity of the Bonds of Norton Rose Fulbright US LLP, Bond Counsel, and certain other conditions. It is anticipated that the Bonds will be available for delivery in New York, New York, through the facilities of DTC on or about October 1, 2019.

THE TOWN DEEMS THIS OFFICIAL STATEMENT TO BE FINAL FOR PURPOSES OF SECURITIES AND EXCHANGE COMMISSION RULE 15C2-12 (THE “RULE”), EXCEPT FOR CERTAIN INFORMATION THAT HAS BEEN OMITTED HEREFROM IN ACCORDANCE WITH SAID RULE AND THAT WILL BE SUPPLIED WHEN THIS OFFICIAL STATEMENT IS UPDATED FOLLOWING THE SALE OF THE BONDS HEREIN DESCRIBED. THE TOWN WILL COVENANT IN AN UNDERTAKING TO PROVIDE ANNUAL AND CONTINUING DISCLOSURE WITH RESPECT TO THE BONDS (AS DEFINED IN THE RULE). SEE APPENDIX C HEREIN.

*Preliminary, subject to change.

TOWN OF SHAWANGUNK
ULSTER COUNTY, NEW YORK

\$2,485,000*PUBLIC IMPROVEMENT REFUNDING (SERIAL) BONDS – 2019
MATURITIES, RATES AND YIELDS

Dated: October 1, 2019

Principal Due: November 1, 2020-2034, inclusive
Interest Due: May 1, 2020 and semi-annually thereafter
on November 1 and May 1 in each year to maturity

<u>Year</u>	<u>Amount</u>	<u>Rate</u>	<u>Yield or Price</u>	<u>CUSIP #</u>
2020	\$115,000			
2021	130,000			
2022	130,000			
2023	135,000			
2024	145,000			
2025	150,000			
2026	160,000			
2027	165,000**			
2028	175,000**			
2029	180,000**			
2030	185,000**			
2031	190,000**			
2032	200,000**			
2033	210,000**			
2034	215,000**			

*Preliminary, subject to change.

**Subject to redemption prior to maturity.

**TOWN OF SHAWANGUNK
ULSTER COUNTY, NEW YORK**

Town Hall
14 Central Avenue
Wallkill, New York 12589
Telephone: 845/895-2900
Fax: 845/895-2162

TOWN BOARD

John Valk, Jr., Supervisor

Brian Amthor
Adrian M. DeWitt

Robert T. Miller
Matthew S. Watkins

Jane Rascoe, Town Clerk

* * *

BOND COUNSEL

Norton Rose Fulbright US LLP
New York, New York

* * *

MUNICIPAL ADVISOR

MUNISTAT SERVICES, INC.

Municipal Finance Advisory Service

12 Roosevelt Avenue
Port Jefferson Station, N.Y. 11776
(631) 331-8888

E-mail: info@munistat.com
Website: <http://www.munistat.com>

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 Bonds 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.

TABLE OF CONTENTS

	Page
THE BONDS	1
DESCRIPTION OF THE BONDS	1
OPTIONAL REDEMPTION FOR THE BONDS	1
AUTHORIZATION AND PURPOSE FOR THE BONDS	2
SUMMARY OF THE REFUNDED BONDS	2
REFUNDING FINANCIAL PLAN	2
SOURCES AND USES OF BOND PROCEEDS	3
BOOK-ENTRY SYSTEM	3
SECURITY AND SOURCE OF PAYMENT	5
ENFORCEMENT OF REMEDIES UPON DEFAULT	5
THE TOWN	7
GENERAL INFORMATION	7
GOVERNMENT	7
EMPLOYEES	7
ECONOMIC AND DEMOGRAPHIC INFORMATION	8
POPULATION CHARACTERISTICS	8
INCOME DATA	8
SUMMARY OF BUILDING ACTIVITY	8
SELECTED LISTING OF SIZEABLE EMPLOYERS	9
UNEMPLOYMENT RATES.....	9
INDEBTEDNESS OF THE TOWN	9
CONSTITUTIONAL AND STATUTORY REQUIREMENTS	9
STATUTORY PROCEDURE.....	10
COMPUTATION OF DEBT LIMIT AND CALCULATION OF NET DEBT CONTRACTING MARGIN	11
DETAILS OF SHORT-TERM INDEBTEDNESS OUTSTANDING	11
DEBT SERVICE REQUIREMENTS - OUTSTANDING BONDS	12
TREND OF TOWN INDEBTEDNESS.....	12
AUTHORIZED BUT UNISSUED DEBT.....	12
CALCULATION OF ESTIMATED OVERLAPPING AND UNDERLYING INDEBTEDNESS	13
DEBT RATIOS	13
CAPITAL PROJECT PLANS	13
FINANCES OF THE TOWN	14
FINANCIAL STATEMENTS AND ACCOUNTING PROCEDURES	14
<i>Fund Structure and Accounts</i>	14
<i>Basis of Accounting</i>	14
INVESTMENT POLICY	14
BUDGETARY PROCEDURES	15
FINANCIAL OPERATIONS	15
THE STATE COMPTROLLER’S FISCAL STRESS MONITORING SYSTEM AND AUDIT.....	15
REVENUES	16
<i>Real Property Taxes</i>	16
STATE AID.....	16
EXPENDITURES	16
PENSION SYSTEMS.....	16
CONTRIBUTIONS TO THE RETIREMENT SYSTEMS	18
OTHER POST-EMPLOYMENT BENEFITS	18
LENGTH OF SERVICE AWARDS PROGRAM (LOSAP)	19

TABLE OF CONTENTS - CONTINUED

	Page
REAL PROPERTY TAX INFORMATION	19
REAL PROPERTY TAXES	19
TAX COLLECTION PROCEDURE.....	20
TAX RATES.....	20
TAX LEVY LIMIT LAW.....	20
SELECTED LISTING OF LARGE TAXABLE PROPERTIES.....	21
CYBERSECURITY	21
LITIGATION	21
RISK FACTORS AND MARKET FACTORS AFFECTING FINANCINGS OF THE STATE AND MUNICIPALITIES OF THE STATE	22
TAX MATTERS.....	22
TAX EXEMPTION	22
TAX ACCOUNTING TREATMENT OF DISCOUNT AND PREMIUM ON CERTAIN OBLIGATIONS	23
QUALIFIED TAX-EXEMPT OBLIGATIONS FOR FINANCIAL INSTITUTIONS.....	24
LEGAL MATTERS	24
PRIOR COMPLIANCE HISTORY	24
BOND RATING.....	24
VERIFICATION OF MATHEMATICAL COMPUTATIONS FOR THE BONDS.....	24
MUNICIPAL ADVISOR	25
ADDITIONAL INFORMATION	25
APPENDIX A: FINANCIAL INFORMATION	
APPENDIX B: UNAUDITED FINANCIAL REPORT UPDATE DOCUMENT FOR THE FISCAL YEAR ENDED DECEMBER 31, 2018	
APPENDIX C: FORM OF ANNUAL AND CONTINUING DISCLOSURE UNDERTAKING	
APPENDIX D: FORM OF OPINION OF NORTON ROSE FULBRIGHT US LLP	

OFFICIAL STATEMENT

TOWN OF SHAWANGUNK ULSTER COUNTY, NEW YORK

\$2,485,000* PUBLIC IMPROVEMENT REFUNDING (SERIAL) BONDS – 2019

[BOOK-ENTRY BONDS]

This Official Statement and the appendices hereto present certain information relating to the Town of Shawangunk, in the County of Ulster, in the State of New York (the “Town,” “County” and “State,” respectively) in connection with the sale of \$2,485,000* Public Improvement Refunding (Serial) Bonds – 2019 (the “Bonds”).

All quotations from and summaries and explanations of provisions of the Constitution and Laws of 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 Bonds and the proceedings of the Town relating thereto are qualified in their entirety by reference to the definitive form of the Bonds and such proceedings.

THE BONDS

Description of the Bonds

The Bonds will be dated October 1, 2019, and will mature on November 1 in each of the years 2020 to 2034, inclusive, in the principal amounts as set forth on the inside cover page hereof.

The Bonds will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York (“DTC”) as book-entry bonds. Individual purchases of the Bonds may be made in denominations of \$5,000 or integral multiples thereof. For Bonds issued as book-entry bonds through DTC, Bondholders will not receive certificates representing their respective interests in the Bonds purchased. See “Book-entry System” herein.

Interest on the Bonds will be payable on May 1, 2020 and semi-annually thereafter on November 1 and May 1 in each year to maturity. For Bonds issued as book-entry bonds through DTC, principal and interest will be paid by the Town to the Securities Depository, which will in turn remit such principal and interest to its Participants, for subsequent distribution to the Beneficial Owners of the Bonds, as described herein. The Bonds may be transferred in the manner described on the Bonds and as referenced in certain proceedings of the Town referred to therein.

The Record Date of the Bonds will be the fifteenth day of the month preceding each interest payment date.

The Town’s contact information is as follows: John Valk, Jr., Supervisor, Town of Shawangunk, Town Hall, 14 Central Avenue, PO Box 247, Wallkill, New York 12589, telephone number 845/895-2900, email: townsupervisor@shawangunk.org.

Optional Redemption for the Bonds

The Bonds maturing on or before November 1, 2026 will not be subject to redemption prior to maturity. The Bonds maturing on November 1, 2027 and thereafter will be subject to redemption, prior to maturity, at the option of the Town, in whole or in part, and if in part, in any order of their maturity and in any amount within a maturity (selected by lot within a maturity), on any date on or after November 1, 2026, at a redemption price equal to the principal amount of the Bonds to be redeemed plus accrued interest to the date of redemption.

The Town may select the maturities of the Bonds to be redeemed and the amount to be redeemed of each maturity selected, as the Town shall determine to be in the best interest of the Town at the time of such redemption. If less than all of the Bonds of any maturity are to be redeemed prior to maturity, the particular Bonds of such maturity to be redeemed shall be selected by the Town by lot in any customary manner of selection as determined by the Town.

Notice of such call for redemption shall be given by mailing such notice to the registered owner at least thirty (30) days prior to the date set for such redemption. Notice of redemption having been given as aforesaid, the bonds so called for redemption shall, on the date for redemption set forth in such call for redemption, become due and payable together with interest to such redemption date. Interest shall cease to be paid thereon after such redemption date.

*Preliminary, subject to change.

Authorization and Purpose for the Bonds

The Bonds are being issued pursuant to the Constitution and statutes of the State of New York, including among others, the Local Finance Law, and a refunding bond resolution duly adopted by the Town Board on July 18, 2019, (the “Refunding Bond Resolution”), authorizing the refunding of all or a part of the Public Improvement (Serial) Bonds, 2009 (the “Refunded Bonds”). The amounts expected to be refunded are set forth on the next page.

Summary of the Refunded Bonds

Public Improvement (Serial) Bonds-2009 <u>Maturity Date</u>	<u>Amount to Be Refunded</u>	<u>Interest Rate</u>	<u>Date of Redemption</u>	<u>Call Price</u>	<u>CUSIP Numbers</u>
11/01/2020	\$ 125,000	4.250%	11/01/2019	100.00%	820353AL4
11/01/2021	130,000	4.250	11/01/2019	100.00	820353AM2
11/01/2022	135,000	4.250	11/01/2019	100.00	820353AN0
11/01/2023	140,000	4.250	11/01/2019	100.00	820353AP5
11/01/2024	150,000	4.300	11/01/2019	100.00	820353AQ3
11/01/2025	155,000	4.300	11/01/2019	100.00	820353AR1
11/01/2026	165,000	4.300	11/01/2019	100.00	820353AS9
11/01/2027	170,000	4.300	11/01/2019	100.00	820353AT7
11/01/2028	180,000	4.350	11/01/2019	100.00	820353AU4
11/01/2029	185,000	4.400	11/01/2019	100.00	820353AV2
11/01/2030	195,000	4.450	11/01/2019	100.00	820353AW0
11/01/2031	200,000	4.500	11/01/2019	100.00	820353AX8
11/01/2032	210,000	4.550	11/01/2019	100.00	820353AY6
11/01/2033	225,000	4.600	11/01/2019	100.00	820353AZ3
11/01/2034	<u>230,000</u>	4.650	11/01/2019	100.00	820353BA7
	<u>\$2,595,000</u>				

Refunding Financial Plan

The Refunding Financial Plan will permit the Town to realize, as a result of the issuance of the Bonds, cumulative dollar and present-value debt service savings.

The amount of the Refunded Bonds, set forth above, may be changed by the Town in its sole discretion due to market or other factors considered relevant by the Town at the time of pricing of the Bonds and no assurance can be given that any particular maturity thereof will be refunded.

The net proceeds of the Bonds (after payment of the underwriting fee and other costs of issuance relating to the Bonds), together with certain current funds on hand with the Town, will be used to purchase non-callable, direct obligations of or obligations guaranteed by the United States of America (the “Government Obligations”). The Government Obligations, together with remaining cash proceeds from the sale of the Bonds, will be placed in an irrevocable trust fund (the “Escrow Fund”) to be held by U.S. Bank National Association (the “Escrow Holder”), a bank located and authorized to do business in the State, pursuant to the terms of an escrow contract by and between the Town and the Escrow Holder, dated as of the delivery date of the Bonds (the “Escrow Contract”). The Government Obligations so deposited will mature in amounts which, together with the cash so deposited, will be sufficient to pay the principal of, interest on and applicable redemption premiums, if any, of the Refunded Bonds on the dates of their redemption. The Refunding Plan requires the Escrow Holder, pursuant to the refunding bond resolution of the Town and Escrow Contract, to pay off the Refunded Bonds on the respective dates of their redemption.

The holders of the Refunded Bonds will have a first lien on all investment income from, and maturing principal of the Government Obligations, along with other available monies held in the Escrow Fund. The Escrow Contract shall terminate upon final payments by the Escrow Holder to the paying agents/fiscal agent for the Refunded Bonds amounts from the Escrow Fund adequate for the payment, if full, of the Refunded Bonds, including interest and the redemption premium payable with respect thereto.

Under the Refunding Plan, the Refunded Bonds will continue to be general obligations of the Town (although the Refunded Bonds may be excluded in computing the Town's debt limit). However, inasmuch as the Government Obligations held in the Escrow Fund will be sufficient to meet all required payments of principal, interest and redemption premium requirements when required in accordance with the Refunding Plan, it is not anticipated that any other source of payment will be required.

The Bonds are offered subject to the approval by the State Comptroller of the terms and conditions of the Bonds and the Certificate of the Town Supervisor executed pursuant to Section 90.10(g) of the Local Finance Law.

Sources and Uses of Bond Proceeds

Sources:

Par Amount of Bonds.....	\$ _____
Original Issue Premium/Discount.....	_____
Total.....	\$ _____

Uses:

Escrow Deposit.....	\$ _____
Underwriter's Discount.....	_____
Allowance for Costs of Issuance and Contingency.....	_____
Total.....	\$ _____

BOOK-ENTRY SYSTEM

So long as the Bonds remain in the Book-Entry-Only System, as described below, the Town will give such notice only to Cede & Co., or other successor nominee of DTC, as sole registered holder.

DTC, will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered 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 Bond certificate will be issued for each maturity of the Bonds and deposited with DTC for all of the Bonds bearing the same rate of interest.

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"). The DTC Rules applicable to its participants are on file with the Securities and Exchange Commission (the "Commission"). More information about DTC can be found at www.dtcc.com.

Purchases of Bonds and Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("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 Bonds 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 Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds and 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 Bonds with DTC and their registration in the name of Cede & Co., or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds and 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 Bonds may wish to take certain steps to augment the transmission to them or notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of the Bonds may wish to ascertain that the nominee holding the Bonds 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 Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to 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 Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments on the Bonds 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.

DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to the Town. Under such circumstances, in the event that a successor depository is not obtained, bond certificates are required to be printed and delivered.

The Town may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered to DTC.

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

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, and 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 bonds or notes or (iii) any notice which is permitted or required to be given to Bondowners and Noteowners.

THE TOWN WILL NOT HAVE ANY RESPONSIBILITY OR OBLIGATIONS TO PARTICIPANTS, TO INDIRECT PARTICIPANTS OR ANY BENEFICIAL OWNER WITH RESPECT TO (I) THE ACCURACY OF ANY RECORDS MAINTAINED BY DTC, ANY PARTICIPANTS, OR ANY INDIRECT PARTICIPANT; (II) THE PAYMENT BY DTC OR ANY PARTICIPANT OR INDIRECT PARTICIPANT OR ANY AMOUNT WITH RESPECT TO THE PRINCIPAL OF OR INTEREST ON THE BONDS; (III) ANY NOTICE WHICH IS PERMITTED OR REQUIRED TO BE GIVEN TO HOLDERS; OR (IV) THE SELECTION OF THE BENEFICIAL OWNERS TO RECEIVE PAYMENT IN THE EVENT OF ANY PARTIAL REDEMPTION OF THE BONDS; OR (V) ANY CONSENT GIVEN OR OTHER ACTION TAKEN BY DTC AS HOLDER.

THE TOWN CANNOT AND DOES NOT GIVE ANY ASSURANCES THAT DTC WILL DISTRIBUTE TO DIRECT PARTICIPANTS OR THAT DIRECT PARTICIPANTS OR INDIRECT PARTICIPANTS WILL DISTRIBUTE TO THE BENEFICIAL OWNERS OF THE BONDS (I) PAYMENTS OF THE PRINCIPAL OF OR INTEREST ON THE BONDS; (II) CONFIRMATION OF THEIR OWNERSHIP INTEREST IN THE BONDS; OR (III) REDEMPTION OR OTHER NOTICES SENT TO DTC OR CEDE & CO. AS NOMINEE, AS REGISTERED OWNER OF THE BONDS, OR THAT THEY WILL DO SO ON A TIMELY BASIS, OR THAT DTC, DIRECT PARTICIPANTS OR INDIRECT PARTICIPANTS WILL SO SERVE AND ACT IN THE MANNER DESCRIBED IN THE OFFICIAL STATEMENT.

Security and Source of Payment

The Bonds are general obligations of the Town and will contain a pledge of its faith and credit for the payment of the principal of and interest on the Bonds as required by the Constitution and laws of the State (State Constitution, Art. VIII, Section 2; Local Finance Law, Section 100.00). All the taxable real property within the Town is subject to the levy of ad valorem taxes to pay the Bonds and interest thereon, without limitation as to rate or amount, except as to certain statutory limitations which may result from the application of Chapter 97 of the Laws of 2011, as amended. See "Tax Levy Limit Law" herein.

ENFORCEMENT OF REMEDIES UPON DEFAULT

The following description of factors affecting the possible enforcement of remedies upon a default by the Town is not intended to constitute legal advice and is not a substitute for obtaining the advice of counsel on such matters. Factors governing the availability of remedies against the Town are complex and the obligations of the Town, under certain circumstances, might not be enforced precisely as written.

General Municipal Law Contract Creditors' Provision. The Bonds when duly issued and paid for will constitute a contract between the Town and the purchaser. Such contracts, if not honored, would generally be enforceable through court action. Section 3-a of the General Municipal Law provides, subject to exceptions not pertinent, that the rate of interest to be paid by the Town upon any judgment or accrued claim against it on an amount adjudged due to a creditor shall not exceed nine per centum per annum from the date due to the date of payment. This provision might apply if there were a default in the payment of the principal of and interest on the Bonds.

Unavailability of Remedies of Levy and Attachment. 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, although judicial mandates have been issued to officials to appropriate and pay judgments out of certain funds or the proceeds of a tax levy. Under the general rule with respect to municipalities, judgments against the Town may not be enforced by levy and execution against property owned by the Town.

Constitutional Non-Appropriation Provision. The Constitution of the State, Article VIII, Section 2, contains the following provision relating to the annual appropriation of monies for the payment of principal of and interest on indebtedness of every Town, city, town, village and school district in the State: "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 Town, city, town, village or school district may be required to set aside and apply such revenues as aforesaid at the suit of any owner of obligations issued for any such indebtedness." If the Town were to fail to make a required appropriation, however, the ability of affected owners of Town indebtedness to enforce this provision as written could be compromised or eliminated as described below under "Bankruptcy", "State Debt Moratorium Law" and "Possible Priority of Continuation of Essential Public Services".

Bankruptcy. The Federal Bankruptcy Code allows municipalities, such as the Town, recourse to the protection of a Federal Court for the purpose of adjusting outstanding indebtedness. Should the Town file for relief under the Federal Bankruptcy Code there could be adverse effects on the owners of the Bonds.

The State, in Section 85.80 of the Local Finance Law, has authorized any municipality in the State to file a petition with the 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. Subject to such State consent, under the United States Constitution, Congress has jurisdiction over such matters and has enacted amendments to the existing federal bankruptcy statute, being Chapter 9 thereof, generally to the effect and with the purpose of affording municipal corporations, under certain circumstances, with easier access to judicially approved adjustment of debt including judicial control over identifiable and unidentifiable creditors.

Under the United States Constitution, Federal law is supreme and may be enforced irrespective of contrary state law. Accordingly, proceedings in accordance with the Federal Bankruptcy Code could result in an allocation of funds that fails to honor the faith and credit pledge required by the State Constitution.

No current State law purports to create any collateral or priority for owners of the Bonds 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 Bonds could be deemed unsecured obligations of the Town in a bankruptcy case.

Under the Federal Bankruptcy Code, a petition may be filed in the Federal Bankruptcy court by a municipality that is insolvent, which generally means the municipality is unable to meet its debts as they mature. Generally, the filing of such a petition operates as a stay of any proceeding to enforce a claim against the municipality. The Federal Bankruptcy Code also requires that a plan be filed for the adjustment of the municipality's debt, which may modify or alter the rights of creditors. Any plan of adjustment can be confirmed by the court over the objections of creditors if the plan is found to be "fair and equitable" and in the "best interests of creditors." The Town may be able, without the consent and over the objection of owners of the Bonds, to impair and alter the terms and provisions of the Bonds, including the payment terms, interest rate, maturity date, and payment sources, if the bankruptcy court finds that the alterations are "fair and equitable." If confirmed by the bankruptcy court, the plan would be binding upon all creditors affected by it.

The rights of the owners of bonds and notes to receive interest and principal from the Town and the enforceability of the Town's faith and credit pledge to pay such interest and principal could be adversely affected by the restructuring of the Town's debt under Chapter 9 of the Federal Bankruptcy Code. No assurance can be given that any priority of owners of debt obligations issued by the Town (including the Bonds) to payment from monies retained in any fund or from other sources would be recognized if a petition were filed by or on behalf of the Town under the Federal Bankruptcy Code. Such monies might, under such circumstances, be paid to satisfy the claims of all creditors generally, or might even be directed to satisfy other claims instead of being paid to the owners of the Bonds.

Regardless of any specific adverse determinations in a bankruptcy proceeding of the Town, the fact of such a bankruptcy proceeding could have an adverse effect on the liquidity and market value of the Bonds.

State Debt Moratorium Law. Unless the Federal Bankruptcy Code or other Federal Law applies, as described above, enforcement of the rights of Bond owners will generally be governed by State Law. In 1975, a general State law debt service moratorium statute was enacted.

Under that legislation, the right to commence or continue an action in any court to collect or enforce certain short-term obligations of The City of New York was suspended. The effect of such act was to create a three-year moratorium on actions to enforce the payment of such obligations. On November 19, 1976, in *Flushing National Bank v. Municipal Assistance Corporation for the City of New York*, 40 N.Y.2d 731 the Court of Appeals, the State's highest court, declared such act to be invalid on the ground that it violates the provisions of the State Constitution requiring a pledge by such City of its faith and credit for the payment of obligations.

Accordingly, State legislation materially limiting the timing or manner of actions to enforce the faith and credit pledge against an issuer of general obligation debt (including that portion of Title 6-A of Article 2 of the Local Finance Law enacted in 1975 authorizing any municipality in a State-declared financial emergency period to petition to stay the enforcement against such municipality of any claim for payment relating to any contract, debt or obligation of the municipality) could be determined to conflict with the State Constitution and may not be enforceable.

The Constitutional provision providing for first revenue set asides applies to the payment of interest on all indebtedness and to the payment of principal payments or bonds, but does not apply to pay payment of principal due on tax anticipation notes, revenue anticipation notes or bond anticipation notes.

Possible Priority of Continuation of Essential Public Services. In prior years, certain events and legislation affecting an owner's remedies upon default have resulted in litigation. While courts of final jurisdiction have upheld and sustained the rights of note or bond owners, such courts might hold that future events, including financial crises as they may occur in the State and in political subdivisions of the State, 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.

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

THE TOWN

There follows in this Official 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, encompasses an area of approximately 56.5 square miles and is located in the southern portion of Ulster County, bordered on the south by Orange County. According to the 2017 census estimate, the estimated population is 14,095. The Town was first settled by Europeans around 1670, was organized as a precinct in 1743, and became the Town of Shawangunk in 1788.

The Town is located approximately 90 miles north of New York City and includes the hamlets of Wallkill and Walker Valley. The Town's name is most likely a Dutch transliteration of the indigenous Munsee Lenape word meaning "in the smokey air", a reference to the misty mountains. Such mountains are renowned for hiking, mountain biking, horseback riding and technical rock climbing routes.

The Town still has a large amount of acreage in agriculture, however much of the land is used to produce hay or graze horses. Suburban single family residential housing makes up the majority of the housing in the Town with a few apartment houses mixed in.

Manufacturing is limited to three factories in the Wallkill hamlet area with some commercial business mix in as well. The largest employers are the state correctional facilities, the Pine Bush, Wallkill, and Valley Central School Districts, two school bus transportation companies and Fair-Rite projects.

Educational facilities consists of SUNY College at New Paltz, Marist College in Poughkeepsie and the United States Military Academy in West Point. Rail transportation is provided by Amtrak with a station in Poughkeepsie. Highways include New York State Thruway and State Route 9W, as well as County and Town roads.

Government

The Town is located in the County of Ulster, New York, which County is divided for local government purposes into twenty towns and the City of Kingston. In turn, some of such Towns contain incorporated villages established for purposes of providing certain municipal services and facilities to their residents. The Town is a political subdivision of the State having its own elected legislative body, the Town Board, pursuant to Constitutional provision.

The Town Board consists of five members, the presiding officer of which is the Town Supervisor elected for a two-year term. The four additional members of the Town Board are elected for four-year staggered terms every two years. The Town Supervisor and the board members are elected at large.

The Supervisor is the chief executive officer of the Town. Additional Town officers are the Town Clerk, and the Superintendent of Highways who are elected at large for four-year terms, The Assessor, the Superintendents of the Water and Sewer Departments are appointed by the Town Board.

The Town provides the bulk of municipal services furnished to the residents thereof and for such purpose furnishes water and sewer facilities, builds and maintains Town highways and provides public safety through a police department. Fire protection is provided through separate entities, the various fire districts and voluntary fire organizations in the Town. Planning and the financing of Town courts are provided by the Town. Regulation of building construction along with the usual municipal services of recreational facilities and street lighting are all Town functions. Social services and health services, to the extent provided on a public basis, are essentially County responsibilities.

Employees

The Town provides services through approximately 31 full-time employees. The Civil Service Employees Association (the "CSEA") represents 11 employees under a contract which expires on December 31, 2010. The Police Benevolent Association (the "PBA") represents 20 employees under a contract which expired on December 31, 2016 and is currently under negotiation.

ECONOMIC AND DEMOGRAPHIC INFORMATION

Population Characteristics

The Town's population trend, as compared to the County, the State and the United States, is shown below:

<u>Year</u>	<u>Town of Shawangunk</u>	<u>Ulster County</u>	<u>New York State</u>
1990	10,081	165,304	17,990,455
2000	12,022	177,749	18,976,457
2010	14,029	182,493	19,378,102
2017	14,095	180,129	19,798,228

Income Data

	Per Capita Money Income			
	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2017^a</u>
Town of Shawangunk	\$12,731	\$19,402	\$26,038	\$30,395
County of Ulster	14,921	20,842	28,532	32,453
State of New York	16,501	23,389	30,948	35,752

	Median Household Income			
	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2017^a</u>
Town of Shawangunk	\$37,966	\$52,366	\$78,740	\$82,352
County of Ulster	34,033	42,551	56,434	61,652
State of New York	39,741	51,691	67,405	62,765

Source: United States Bureau of the Census

a. Based on American Community Survey 1-Year Estimate (2017)

Summary of Building Activity (Number of building Permits Issued)

<u>Classification</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Single Family	13	10	21	22	8
Additions & Alterations	42	160	45	137	140
Misc Activities	173	38	164	34	45
Totals	228	208	230	193	193

Selected Listing of Sizeable Employers

<u>Name</u>	<u>Type</u>	<u>Approx. No. of Employees</u>
Pine Bush CSD	School	949
Valley CSD	School	787
Wallkill CSD	School	506
Wallkill Correctional	Prison	500
Fair-Rite	Lighting Factory	150
Catsmo Fish Smokery	Manufacturing	70

Unemployment Rates

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 Ulster. 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>Ulster County (%)</u>	<u>New York State (%)</u>
2014	6.3	6.4
2015	4.9	5.3
2016	4.3	4.9
2017	4.6	4.7
2018	3.9	4.1
2019 (4 Month Average)	3.8	4.2

Source: Department of Labor, State of New York

INDEBTEDNESS OF THE TOWN

Constitutional and Statutory Requirements

The State Constitution limits the power of the Town (as well as other municipalities and school districts of the State) to issue obligations and contract indebtedness. Such constitutional limitations include the following, in summary form, and are generally applicable to the Town and the Bonds:

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, 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; 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 new Tax Levy Limit Law imposes a statutory limitation on the Town’s power to increase its annual tax levy. The amount of such increase is limited by the formulas set forth in the Tax Levy Limit Law. 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 through the enactment of the Local Finance Law, subject to the provisions set forth above. The power to spend money generally derives from other law, including specifically the Town Law and the General Municipal Law.

Pursuant to the Local Finance Law, the Town authorizes the issuance of indebtedness by the adoption of a bond resolution approved by at least two-thirds of the members of the Town Board, the finance board of the Town. Customarily, the Town Board has delegated to the Town Supervisor, as chief fiscal officer of the Town, the power to authorize and sell bonds and bond anticipation notes in anticipation of the sale of authorized bonds.

The Local Finance Law also provides that where a bond resolution is published with a statutory form of notice, the validity of the bonds authorized thereby, including bond anticipation notes issued in anticipation of the sale thereof, may be contested only if:

- (1) such obligations are authorized for a purpose for which the Town is not authorized to expend money, or
 - (2) there has not been substantial compliance with the provisions of law which should have been complied with in the authorization of such obligations
- and an action contesting such validity is commenced within twenty days after the date of such publication, or,
- (3) such obligations are authorized in violation of the provisions of the State Constitution.

Except on rare occasions the Town complies with this estoppels procedure. It is a procedure that is recommended by Bond Counsel, but is not an absolute legal requirement.

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 and notes subject to the legal restrictions (Constitution, Local Finance Law and case law) relating to the period of probable usefulness thereof.

The Town Board, as the finance board of the Town, has the power to enact bond resolutions. In addition, such finance board has the power to authorize the sale and issuance of obligations. However, such finance board may delegate the power to sell the obligations to the Town Supervisor, the chief fiscal officer of the Town, pursuant to the Local Finance Law.

Statutory law in New York permits bond anticipation notes to be renewed each year, provided that annual principal installments are made in reduction of the total amount of such notes outstanding. These installments must commence no later than two years from the date of the first issuance of such notes, and such renewals may generally not extend more than five years beyond the original date of borrowing. (See “Payment and Maturity” under “Constitutional Requirements” herein).

In general, the Local Finance Law contains provisions granting the Town with power to issue certain other short-term general obligation indebtedness, including revenue and tax anticipation notes and budget notes (See “Indebtedness of the Town” herein).

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 new Tax Levy Limit Law imposes a statutory limitation on the procedures necessary for the Town to increase its annual tax levy. The amount of such increases is limited by the formulas set forth in the new Tax Levy Limit Law, unless the Town Board overrides the limitation. 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
(As of August 27, 2019)

<u>Fiscal Year Ending December 31:</u>	<u>Assessed Valuation</u>	<u>State Equalization Rate (%)</u>	<u>Full Valuation</u>
2015	\$184,776,045	22.25	\$830,454,135
2016	184,920,341	22.50	821,868,182
2017	185,758,942	21.78	852,887,704
2018	186,879,900	21.00	889,904,286
2019	187,527,546	19.40	<u>966,636,835</u>
Total Five Year Full Valuation			\$4,361,751,142
Average Five Year Full Valuation			872,350,228
Debt Limit - 7% of Average Full Valuation			61,064,516
Inclusions:			
Outstanding Bonds:			
	General Purposes		2,268,800
	Sewer Purposes		1,275,000
	Water Purposes		<u>446,200</u>
	Sub-Total		3,990,000
	Bond Anticipation Notes		<u>0</u>
Total Inclusions			<u>3,990,000</u>
Exclusions:			
	Sewer Debt		1,275,000
	Water Debt		446,200
	Appropriations		<u>210,000</u>
Total Exclusions			1,931,200
Total Net Indebtedness			<u>2,058,800</u>
Net Debt Contracting Margin			<u><u>\$59,005,716</u></u>
Percent of Debt Limit Exhausted			3.37%

Details of Short-Term Indebtedness Outstanding

As of the date of this Official Statement, the Town has no short-term debt outstanding.

Debt Service Requirements - Outstanding Bonds

Fiscal Year Ending December 31:	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$210,000	\$163,899	\$373,899
2020	215,000	155,874	370,874
2021	225,000	147,636	372,636
2022	230,000	139,024	369,024
2023	240,000	130,199	370,199
2024	250,000	120,874	370,874
2025	260,000	110,924	370,924
2026	275,000	100,584	375,584
2027	285,000	89,639	374,639
2028	300,000	78,160	378,160
2029	310,000	65,980	375,980
2030	325,000	53,153	378,153
2031	200,000	39,600	239,600
2032	210,000	30,600	240,600
2033	225,000	21,045	246,045
2034	<u>230,000</u>	<u>10,695</u>	<u>240,695</u>
Totals:	<u><u>\$3,990,000</u></u>	<u><u>\$1,457,884</u></u>	<u><u>\$5,447,884</u></u>

Trend of Town Indebtedness

	Fiscal Year Ending December 31:				
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Debt Outstanding End of Year:					
Bonds	\$4,750,000	\$4,570,000	\$4,385,000	\$4,190,000	\$3,990,000
BANs	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Debt Outstanding	<u><u>\$4,750,000</u></u>	<u><u>\$4,570,000</u></u>	<u><u>\$4,385,000</u></u>	<u><u>\$4,190,000</u></u>	<u><u>\$3,990,000</u></u>

Source: Financial statements of the Town 2014-2017 and Unaudited Financial Report Update Document (2018).

Authorized But Unissued Debt

As of the date of this Official Statement, the Town has no authorized but unissued debt.

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 Ulster	06/28/2019	5.76	\$6,615,531	\$6,159,973
Wallkill CSD	11/08/2018	29.30	3,539,247	884,812
Pine Bush CSD	02/28/2019	16.88	5,334,924	2,987,792
Valley Central CSD	06/06/2019	0.65	176,118	176,118
Wallkill FD	12/31/2017	100.00	0	0
Shawangunk Valley FD	12/31/2017	100.00	0	0
Totals			<u>\$15,665,820</u>	<u>\$10,208,694</u>

Sources: Annual Reports of the respective units for the most recently completed fiscal year on file with the Office of the State Comptroller or more recently published Statements.

Debt Ratios

The following table sets forth certain ratios relating to the Town's indebtedness as of the date of this Statement.

	<u>Amount</u>	<u>Per Capita^a</u>	<u>Percentage Of Full Value (%)^b</u>
Total Direct Debt	\$ 3,990,000	\$ 283	0.41
Net Direct Debt	2,058,800	146	0.21
Total Direct & Applicable Total Overlapping Debt	19,655,820	1,395	2.03
Net Direct & Applicable Net Overlapping Debt	12,267,494	870	1.27

- a. The current population of the Town is 14,095 (U.S. Census - 2017).
b. The Town's full value of taxable real property for 2018-19 is \$966,636,835.

Capital Project Plans

The Town is generally responsible for providing services as required to the citizens on a Town-wide basis. The Town maintains a Town road system necessitating a regular road resurfacing and improvement program and the acquisition of machinery and equipment therefor. Additionally, although not a capital expense, such road system requires annual expenditures for snow removal as well as regular general operating maintenance expenses. The Town is also primarily responsible for the financing and construction of surface drainage improvements, and the Town is regularly acquiring and improving recreation facilities. As has been noted, the Town generally has provided the financing for water facilities and maintains primary responsibility for this function. The Town is also responsible for the disposal of certain solid waste generated within the Town and will upgrade its four transfer stations as deemed necessary and appropriate. In general, needs for capital financing for the above described projects for which the Town has responsibility are anticipated to continue.

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, 2017. 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.

The Town also prepares an Annual Financial Report Update Document (Unaudited) (the "AUD") that is filed with the State Comptroller. A copy of such report is attached as Appendix B.

The Statements of Revenues, Expenditures and Changes in Fund Balances presented in Appendix A of this Statement are based on the audited Annual Financial Reports of the Town for the 2014-2017 fiscal years and Unaudited Financial Report Update Document (2018).

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 three basic fund types: (1) governmental funds that are used to account for basic services and capital projects; (2) proprietary funds that account for operations of a commercial nature; and, (3) 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, Highway 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 which 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, that is when the related fund liability is incurred. Exceptions to this general rule are: (1) payments to employee retirement systems which are recorded in the General Long-Term Debt Account Group and recognized as an expenditure when due, and, (2) unmatured interest on general long-term debt which is recognized when due.

Investment Policy

Pursuant to the statutes of the State of New York, the Town is permitted to temporarily invest moneys which are not required for immediate expenditures, with the exception of moneys the investment of which is otherwise provided for by law, in the following investments: (1) special time deposit accounts in, or certificates of deposit issued by a bank or trust company located and authorized to do business in the State, provided however, that such time deposit account or certificate of deposit is payable within such time as the proceeds shall be needed to meet the expenditures for which such moneys were obtained and provided further that such time deposit account or certificate of deposit, in excess of the amount insured under the Federal Deposit Insurance Act, be secured by either a pledge of eligible securities, an eligible surety bond or an eligible letter of credit, as those terms are defined in the law; (2) obligations of the United States of America; (3) 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; (4) obligations of the State of New York; (5) with the approval of the New York State Comptroller in tax anticipation notes or revenue anticipation notes issued by any municipalities, school district, or district corporation, other than those notes issued by the Town; (6) certificates of participation issued by political subdivisions of the State, as those terms are defined in the law; (7) obligations of a New York public corporation which are made lawful investments for the Town pursuant to the enabling laws of such public corporation; or (8) in the case of moneys held in certain reserve funds established by the Town pursuant to law, in obligations of the Town. Any investments made by the Town pursuant to law are required to be payable or redeemable at the option of the Town 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 Town, within two years of the date of purchase. These statutes also require that the Town's investments, unless registered or inscribed in the name of the Town, must be purchased through, delivered to and held in the custody of a bank or trust company in the State. All such investments held in the custody of a bank or trust company must be held

pursuant to a written custodial agreement as that term is defined in the law. The Town is not presently investing in repurchase agreements.

Collateral is required for demand deposit, money market accounts and certificates of deposit not covered by Federal deposit insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of New York State and its municipalities and school districts.

Budgetary Procedures

The Town Board prepares a preliminary budget in the Fall of each year and holds a public hearing thereon. Subsequent to the budget hearing, revisions, if any, are made and the budget is then adopted by the Town Board as its final budget for the coming calendar year. The budget is not subject to voter approval.

Chapter 97 of the Laws of 2011 (the "Tax Levy Limit Law") imposes a limitation on increases in the real property tax levy of the Town, subject to certain exceptions. All budgets of the Town adopted in accordance with the procedure discussed herein must comply with the requirements of the new law.

Financial Operations

The Town Supervisor functions as the chief fiscal officer as provided in Section 2.00 of the Local Finance Law; in this role, the Supervisor is responsible for the Town's accounting and financial reporting activities, which are delegated to and carried out by the Town Comptroller. 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. During the absence of the Supervisor, the Deputy Supervisor may generally exercise the Supervisor's powers.

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 the issuance of bonded debt. Pursuant to Section 30.00 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.

Town finances are operated primarily through the General, Police and Highway Funds. All real property taxes and most of the other Town revenues are credited to these funds. Current operating expenditures are paid from these funds subject to available appropriations. The Town also has water and sewer districts, which are accounted for within separate funds. The primary source 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.

The State Comptroller's Fiscal Stress Monitoring System and Audit

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: 0.0%).

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

Revenues

The Town receives most of its revenues from real property taxes and assessments. A summary of such revenues and other financings sources for the five most recently completed fiscal years for which financial statements are available may be found in the Statements of Revenues, Expenditures and Changes in Fund Balance in Appendix A hereto.

Real Property Taxes

See “Real Property Tax Information,” herein.

State Aid

The Town receives financial assistance from the State. 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 of 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 Town received approximately 10.27% of its total operating revenue from State aid in 2018. There is no assurance, however, that State appropriations for aid to municipalities will continue, either pursuant to existing formulas or in any form whatsoever. The State is not constitutionally obligated to maintain or continue such aid and, in fact, the State has drastically reduced funding to municipalities and school districts in the last several years in order to balance its own budget.

Although the Town cannot predict at this time whether there will be any delays and/or reductions in State aid in the current year or in future fiscal years or whether there will be additional Federal monies made available to pay State aid in future years, the Town may be able to mitigate the impact of any delays or reductions by reducing expenditures, increasing revenues appropriating other available funds on hand, and/or by any combination of the foregoing.

The following table sets forth the percentage of the Town’s General Fund revenue comprised of State aid for each of the fiscal years 2014 through 2018 and as budgeted, for 2019.

<u>Fiscal Year Ended December 31:</u>	<u>General Fund Total Revenue</u>	<u>State Aid</u>	<u>State Aid To Revenues (%)</u>
2014	\$2,651,794	\$389,198	14.68
2015	2,415,941	189,843	7.86
2016	2,428,061	232,234	9.56
2017	2,532,773	285,582	11.28
2018	2,634,402	270,577	10.27
2019 (Budgeted)	2,825,011	245,300	8.68

Source: Audited financial statements (2014-2017) and Unaudited Financial Report Update Document (2018).

Expenditures

The major categories of expenditure for the Town are General Government Support, Public Safety, Transportation, Culture and Recreation, Employee Benefits and Debt Service. 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 - Financial Statements.

Pension Systems

Substantially all employees of the Town are members of the State and Local Employees’ Retirement System (“ERS”) or the State and Local Police and Fire Retirement System (“PFRS” and together with ERS, the “Retirement System”), a cost-sharing multiple public employer retirement systems. The obligation of employers and employees to contribute and the benefit to employees are governed by the 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 ten years of credited service. The Retirement System Law generally provides that all participating employers in each retirement system are jointly and severally liable for any unfunded amounts, which are collected through annual billings to all participating employers. Generally, all full-time employees, participate in the Retirement System. ERS is non-contributory with respect to members hired prior to July 27, 1976. All ERS members hired on or after July 27, 1976, with less than ten years’ experience, must contribute 3% of gross annual salary toward the cost of retirement programs. The PFRS is non-contributory for all police and fire fighters.

Historically there has been a State mandate requiring full (100%) funding of the annual actuarially required local governmental contribution out of current budgetary appropriations. With the strong performance of the Retirement System in the 1990s, the locally required annual contribution declined to zero. However, with the subsequent decline in the equity markets, the pension system became underfunded. As a result, required contributions increased substantially to 15% to 20% (percentage dependent on tier) of payroll for the ERS and PFRS, respectively. Wide swings in the contribution rate resulted in budgetary planning problems for many participating local governments. While the Town is aware of the potential negative impact on its budget and will take the appropriate steps to budget accordingly for the increase, there can be no assurance that its financial position will not be negatively impacted.

Chapter 49 of the Laws of 2003 amended the Retirement and Social Security Law and the Local Finance Law. The amendments empowered the State Comptroller to implement a comprehensive structural reform program for the ERS and PFRS. The reform program established a minimum contribution for any local governmental employer equal to 4.5% of pensionable salaries for bills which were due December 15, 2003 and for all fiscal years thereafter, as a minimum annual contribution where the actual rate would otherwise be 4.5% or less due to the investment performance of the fund. In addition, the reform program instituted a billing system to match the budget cycle of municipalities and school districts that will advise such employers over one year in advance concerning actual pension contribution rates for the next annual billing cycle. Under the previous method, the requisite ERS and PFRS contributions for a fiscal year could not be determined until after the local budget adoption process was complete. Under the revised system, a contribution for a given fiscal year is based on the valuation of the pension fund on April 1 of the calendar year preceding the contribution due date instead of the following April 1 in the year of contribution so that the exact amount may now be included in the budget for the ensuing year.

On July 30, 2004, then Governor Pataki signed into law Chapter 260 of the Laws of 2004 ("Chapter 260"). Chapter 260 contains three components which alter the way municipalities and school district contribute to the state pension system: (1) revision of the payment due date, (2) extension of the period of time for pension debt amortization, and (3) authorization to establish a pension reserve fund. Prior to the effective date of the provisions of Chapter 260, the annual retirement bill sent to municipalities and school districts from the state reflected pension payments due between April 1 and March 31, consistent with the state fiscal year.

Chapter 260 provides for the following changes:

- **Contribution Payment Date Change:** The law changed the date on which local pension contributions are due to the State. The annual required contribution became due February 1 annually instead of December 15.
- **Pension Contributions Reserve Fund:** The law created special authorization to create a new category of reserve fund under the General Municipal Law. Municipalities and school districts may now establish a retirement contribution reserve fund that can be funded from other available current government resources.

The investment of monies, and assumptions underlying same, of the Retirement Systems covering the Town's employees is not subject to the direction of the Town. Thus, it is not possible to predict, control or prepare for future unfunded accrued actuarial liabilities of the Retirement Systems ("UAALs"). The UAAL is the difference between total actuarially accrued liabilities and actuarially calculated assets available for the payment of such benefits. The UAAL is based on assumptions as to retirement age, mortality, projected salary increases attributed to inflation, across-the-board raises and merit raises, increases in retirement benefits, cost-of-living adjustments, valuation of current assets, investment return and other matters. Such UAALs could be substantial in the future, requiring significantly increased contributions from the Town, which could affect other budgetary matters. Concerned investors should contract the Retirement Systems administrative staff for further information on the latest actuarial valuations of the Retirement Systems.

On December 10, 2009, then Governor Paterson signed into law pension reform legislation that will provide (according to a Division of the Budget analysis) more than \$35 billion in long-term savings to State taxpayers over the next thirty years. The legislation creates a new Tier 5 pension level, the most significant reform of the State's pension system in more than a quarter-century. Key components of Tier 5 include:

- Raising the minimum age at which most civilians can retire without penalty from 55 to 62 and imposing a penalty of up to 38% for any civilian who retires prior to age 62.
- Requiring employees to continue contribution 3% of their salaries toward pension costs so long as they accumulate additional pension credits.
- Increasing the minimum years of service required to draw a pension from five years to ten years.
- Capping the amount of overtime that can be considered in the calculation of pension benefits for civilians at \$15,000 per year, and for police and firefighters at 15% of non-overtime wages.

Additionally, on March 16, 2012, the Governor signed into law the new Tier 6 pension program, effective for new ERS and PFRS 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.

The following table presents the amount of payments by the Town to the New York State Retirement Systems for the past five years.

Contributions to the Retirement Systems

<u>Fiscal Year Ending</u> <u>December 31:</u>	<u>Total Amount</u> <u>of Contribution</u>
2014	\$312,894
2015	269,309
2016	229,723
2017	226,793
2018	232,705

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. GASB Statement No. 45 (“GASB 45”) of the Governments Accounting Standards Board (“GASB”) requires governmental entities, such as the Town, to account for the costs of certain non-pension post-employment benefits as it accounts for vested pension benefits.

OPEB refers to “other post-employment benefits,” and refers to benefits other than pensions benefits. OPEB consists primarily of health care benefits, and may include other benefits such as disability benefits and life insurance. Before GASB 45, OPEB costs were generally accounted for and managed as current expenses in the year paid and were not reported as a liability on governmental financial statements.

GASB 45 requires municipalities and school districts to account for OPEB liabilities much like they already account for pension liabilities, generally adopting the actuarial methodologies used for pensions, with adjustments for the different characteristics of OPEB and the fact that most municipalities and school districts have not set aside any funds against this liability. Unlike GASB Statement No. 27, which covers accounting for pensions, GASB 45 does not require municipalities or school districts to report a net OPEB obligation at the start.

Under GASB 45, based on actuarial valuation, an annual required contribution (“ARC”) will be determined for each municipality or school district. 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 form employees but not yet provided for), using an amortization period of not more than 30 years. If a municipality or school district 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 (the “Net OPEB”).

GASB 45 does not require that the unfunded liability actually be amortized nor that it be advanced funded, only that the municipality or school district account for its unfunded accrued liability and compliance in meeting its ARC.

The Town’s unfunded actuarial accrued OPEB liability could have a material adverse impact upon the Town’s finances and could force the Town to reduce services, raise taxes or both. There is no authority in the State to establish a reserve fund for the liability at this time.

Actuarial Valuation will be required every two years for OPEB plans with more than two hundred members, or every three years if there are less than two hundred members. Additional information about GASB 45 and other accounting rules applicable to municipalities and school districts may be obtained from GASB.

Length of Service Awards Program (LOSAP)

The Town established a defined benefit LOSAP for the active volunteer firefighters of the Walker Valley Fire Protection District. The program took effect on January 1, 2004. The program was established pursuant to Article 11-A of the General Municipal Law. The program provides municipally-funded pension-like benefits to facilitate the recruitment and retention of active volunteer firefighters.

Active volunteer firefighters who have reached the age of 16 and who have completed 1 year of firefighting service are eligible to participate in the program. Participants acquire a nonforfeitable right to a service award after being credited with 1 year of firefighting service or upon attaining the program's entitlement age. The program's entitlement age is 60. In general, an active volunteer firefighter is credited with a year of firefighting service for each calendar year after the establishment of the program in which he or she accumulates fifty points. Points are granted for the performance of certain activities in accordance with a system established by the sponsor on the basis of a statutory list of activities and point values. A participant may also receive credit for 5 years of firefighting service rendered prior to the establishment of the program.

A participant's benefit under the program is the actuarial equivalent of a monthly payment for life equal to \$20 multiplied by the person's total number of years of firefighting service. The number of years of firefighting service used to compute the benefit cannot exceed twenty. Except in the case of disability or death, benefits are payable when a participant reaches entitlement age. The program provides statutorily mandated death and disability benefits. The Town contribution for the five most recent fiscal years is as follows.

<u>Fiscal Year Ending December 31:</u>	<u>Total Amount of Contribution</u>
2015	\$63,050
2016	63,309
2017	63,382
2018	65,006
2019	67,000

REAL PROPERTY TAX INFORMATION

Real Property Taxes

The following table sets forth the real property tax percentage of the Town's revenue for each of the fiscal years 2014 through 2018 and as budgeted for 2019.

<u>Fiscal Year Ended December 31:</u>	<u>Total Revenue</u>	<u>Real Property Taxes</u>	<u>Real Property Taxes to Revenues (%)</u>
2014	\$2,651,794	\$1,426,983	53.81
2015	2,415,941	1,459,091	60.39
2016	2,428,061	1,469,049	60.50
2017	2,532,773	1,483,049	58.55
2018	2,634,402	1,502,002	57.01
2019 (Budgeted)	2,825,011	1,523,155	53.92

Source: Audited Financial Statements (2014-2017) and Unaudited Financial Report Update Document (2018) and adopted budget (2019).

Tax Collection Procedure

Taxes are due and payable January 1, payable without penalty to and including January 31. Penalties thereafter are imposed at an annual rate determined by the new York State Commissioner of Taxation and Finance. In June, unpaid taxes are returned to the County Treasurer at which time an additional penalty is added and the total amount, plus additional fees is then payable to the County Treasurer.

The Town retains the total amount of Town, Highway and Special District levies from the total collections and returns the balance plus uncollected items to the County, which assumes responsibility.

As far as the Town is concerned there are no uncollected taxes. The full amount of the Town items is also guaranteed by the County.

Tax Rates (Per \$1,000 Assessed Valuation)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Town General	\$ 7.92	\$ 7.92	\$ 8.02	\$ 8.05	\$ 8.14
Town Highway	8.72	8.81	8.94	9.14	9.41
Ulster County	20.10	19.87	19.50	19.91	20.03
Wallkill Fire	6.47	6.43	6.41	6.38	6.33
Prospect Fire	5.81	5.83	5.88	5.97	5.94
Shawangunk Valley Fire	5.51	5.54	5.53	5.75	5.97
Walker Valley Fire	6.20	6.21	6.26	6.38	6.51
Wallkill Light	1.38	1.38	1.38	1.38	1.31
Wallkill Sidewalk	0.46	0.47	0.47	0.47	0.47
Walkill Sewer	2.67	2.64	2.50	2.49	2.48
Wallkill Library	3.59	3.59	3.60	3.62	3.65
Pine Bush Library	0.80	0.98	1.06	1.08	1.08
Wallkill Water	1.47	1.47	1.47	1.47	1.47
Walkill Ambulance	0.96	0.96	1.00	0.97	3.98
Maple Ridge Drainage	0.73	0.73	0.07	0.73	0.73
Wallkill School	115.27	114.35	119.41	126.76	NA
Pine Bush School	109.11	106.47	109.11	111.69	NA
Valley Central School	113.07	109.58	108.96	111.19	NA

Tax Levy Limit Law

Although the State Legislature is limited by Article VIII, Section 12 of the State Constitution from imposing limitations on the power to raise taxes to pay “interest on or principal of indebtedness theretofore contracted”, the State Legislature may from time to time impose additional limitations on the ability to issue new indebtedness or to raise taxes therefor.

Chapter 97 of the Laws of 2011, as amended (the “Tax Levy Limit Law” or the “Law”), generally applies to local governments and school districts in the State (with certain exceptions) and imposes additional procedural requirements on the ability of municipalities to levy certain year-to-year increases in real property taxes.

The Town has been subject to the Tax Levy Limit Law since the Town’s budget for its fiscal year beginning January 1, 2012. Pursuant to the Tax Levy Limit Law, additional procedural requirements are imposed if a municipality seeks to increase the tax levy by more than the lesser of (i) two percent (2%) or (ii) the annual increase in the consumer price index, over the amount of the Town’s prior year’s tax levy (the “Tax Levy Increase Limit”). If the Town seeks to adopt a budget requiring a tax levy exceeding the Tax Levy Increase Limit, a favorable vote of at least three members of the five-member Town Board would be required. The Town Board would also be required to act by Local Law rather than simply by resolution, and a public hearing would be required.

The Law permits certain exceptions to the Tax Levy Increase Limit. The Town may levy taxes exceeding the Tax Levy Increase Limit, if necessary, to support the following expenditures: (i) funds needed to pay judgments arising out of tort actions that exceed five percent of the total tax levied by the Town in the prior fiscal year and (ii) required pension payments (but only that portion of such payments attributable to the average actuarial contribution rate exceeding two percentage points). Taxes necessary for these expenditures will not be included in the calculation of the Tax Levy Increase Limit.

The Law also provides for adjustments to be made to the Town’s Tax Levy Increase Limit based upon changes in the assessed value of the taxable real property in the Town. Additionally, the Town will be permitted to carry forward a certain portion of its unused tax levy capacity from the prior year.

Selected Listing of Large Taxable Properties
2018 Assessment Roll^a

<u>Name</u>	<u>Type</u>	<u>Assessed Valuation</u>
State of New York	Taxable State Land	\$2,473,594
Blue Chip Farms	Horse Farm	1,728,275
Central Hudson	Utility	1,183,325
Frontier Comm.	Utility	929,049
NYSEG	Utility	654,116
Wallkill Federal	Bank	443,000
Hudson Valley Apts	Apartments	334,560
D. Richter	Industrial	247,000
1166 Route 208	Fruit Farm	152,960
Weiner Holdings	Industrial	148,000
Total ^b		\$8,293,879

a. Assessment Roll established in 2018 for levy and collection of taxes during 2019 Fiscal Year.
b. Represents 4.42% of the total taxable assessed valuation of the Town for 2019.

CYBERSECURITY

The Town, like many other public and private entities, relies on technology to conduct its operations. As a result, the Town faces multiple cyber threats to its systems and data including, but not limited to, hacking, viruses, ransomware, malware and phishing attacks. To mitigate the risk of business operations impact and/or damage from cyber attacks, the Town invests in various forms of cybersecurity systems, monitoring 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’s network and systems and the costs of remediating any such damage could be substantial.

LITIGATION

In common with other towns, the Town from time to time receives notices of claim and is party to litigation. In the opinion of the Town Attorney, unless otherwise set forth herein and apart from matters provided for by applicable insurance coverage, there are no significant claims or actions pending in which the Town has not asserted a substantial and adequate defense, nor which, if determined against the Town, would have an adverse material effect on the financial condition of the Town, in view of the Town’s ability to fund the same through use of appropriate funding mechanisms provided by the Local Finance Law.

RISK FACTORS
AND
MARKET FACTORS AFFECTING FINANCINGS OF THE STATE AND
MUNICIPALITIES OF THE STATE

The financial condition of the Town and the market price of and the market for the Bonds could be affected by a variety of factors, many of which are beyond the Town's control, including, for example: (i) certain adverse events in the domestic and world economy; (ii) a significant default or other financial crisis occurring in the affairs of the State or its agencies or political subdivisions; and (iii) a seeking by a municipality or large taxable property owner of remedies pursuant to the Federal Bankruptcy Code. These events may affect the acceptability of obligations issued by borrowers within the State or the ability of the Town to arrange for additional borrowings. In addition, the market for and the market value of the Bonds could be adversely affected if the Town encountered real or perceived difficulty in marketing notes or bonds to pay principal on outstanding notes at maturity. The Town, like other issuers, is dependent on the orderly functioning of the municipal debt markets to refinance existing debt coming due, and could be unable to pay its notes at maturity if market access proved unavailable.

The Town is dependent in part on financial assistance from the State. If the State should experience difficulty in borrowing funds in anticipation of the receipt of State taxes and revenues in order to pay State aid to municipalities and school districts in the State, the Town may be affected by a delay in the receipt of State aid until sufficient State taxes have been received by the State in order to make State aid payments to the Town. (See also "State Aid".)

The State's Annual Information Statement and other information about the State's finances are provided by the State Division of the Budget on its website.

TAX MATTERS

Tax Exemption

The delivery of the Bonds (the "Obligations") is subject to the opinion of Bond Counsel to the effect that interest on the Obligations for federal income tax purposes (1) will be excludable from gross income, as defined in Section 61 of the Internal Revenue Code of 1986, as amended to the date of such opinion (the "Code"), pursuant to Section 103 of the Code and existing regulations, published rulings, and court decisions, and (2) will not be included in computing the alternative minimum taxable income of the owners thereof. The statutes, regulations, rulings, and court decisions on which such opinion is based are subject to change.

In rendering the foregoing opinions, Bond Counsel will rely upon representations and certifications of the Town made in a certificate (the "Tax Certificate") dated the date of delivery of the Obligations pertaining to the use, expenditure, and investment of the proceeds of the Obligations and will assume continuing compliance by the Town with the provisions of the Tax Certificate subsequent to the issuance of the Obligations. The Tax Certificate contains covenants by the Town with respect to, among other matters, the use of the proceeds of the Obligations and the facilities financed therewith by persons other than state or local governmental units, the manner in which the proceeds of the Obligations are to be invested, the periodic calculation and payment to the United States Treasury of arbitrage "profits" from the investment of proceeds, and the reporting of certain information to the United States Treasury. Failure to comply with any of these covenants may cause interest on the Obligations to be includable in the gross income of the owners thereof from the date of the issuance.

Bond Counsel's opinion is not a guarantee of a result, but represents its legal judgment based upon its review of existing statutes, regulations, published rulings and court decisions and the representations and covenants of the Town described above. No ruling has been sought from the Internal Revenue Service (the "IRS") with respect to the matters addressed in the opinion of Bond Counsel, and Bond Counsel's opinion is not binding on the IRS. The IRS has an ongoing program of auditing the tax-exempt status of the interest on tax-exempt obligations. If an audit of the Obligations is commenced, under current procedures the IRS is likely to treat the Town as the "taxpayer," and the owners of the Obligations would have no right to participate in the audit process. In responding to or defending an audit of the tax-exempt status of the interest on the Obligations, the Town may have different or conflicting interests from the owners of the Obligations. Public awareness of any future audit of the Obligations could adversely affect the value and liquidity of the Obligations during the pendency of the audit, regardless of its ultimate outcome.

In the opinion of Bond Counsel, under existing law interest on the Obligations is exempt from personal income taxes imposed by the State of New York or any political subdivision thereof (including The City of New York).

Except as described above, Bond Counsel expresses no opinion with respect to any federal, state or local tax consequences under present law, or proposed legislation, resulting from the receipt or accrual of interest on, or the acquisition or disposition of, the Obligations. Prospective purchasers of the Obligations should be aware that the ownership of tax-exempt obligations such as the Obligations may result in collateral federal tax consequences to, among others, financial institutions, life insurance companies, property and casualty insurance companies, certain foreign corporations doing business in the United States, S corporations with subchapter C earnings and profits, individual recipients of Social Security or Railroad Retirement benefits, individuals otherwise qualifying for the earned income tax credit, owners of an interest in a Financial Asset Securitization Investment Trust (“FASIT”), and taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry, or who have paid or incurred certain expenses allocable to, tax-exempt obligations. Prospective purchasers should consult their own tax advisors as to the applicability of these consequences to their particular circumstances.

Existing law may change so as to reduce or eliminate the benefit to holders of the Obligations of the exclusion of interest thereon from gross income for federal income tax purposes. Proposed legislative or administrative action, whether or not taken, could also affect the value and marketability of the Obligations. Prospective purchasers of the Obligations should consult with their own tax advisors with respect to any proposed changes in tax law.

Tax Accounting Treatment of Discount and Premium on Certain Obligations

The initial public offering price of certain Obligations (the “Discount Obligations”) may be less than the amount payable on such Obligations at maturity. An amount equal to the difference between the initial public offering price of a Discount Obligation (assuming that a substantial amount of the Discount Obligations of that maturity are sold to the public at such price) and the amount payable at maturity constitutes original issue discount to the initial purchaser of such Discount Obligation. A portion of such original issue discount allocable to the holding period of such Discount Obligation by the initial purchaser will, upon the disposition of such Discount Obligation (including by reason of its payment at maturity), be treated as interest excludable from gross income, rather than as taxable gain, for federal income tax purposes, on the same terms and conditions as those for other interest on the Obligations described above under “Tax Exemption.” Such interest is considered to be accrued actuarially in accordance with the constant interest method over the life of a Discount Obligation, taking into account the semiannual compounding of accrued interest, at the yield to maturity on such Discount Obligation and generally will be allocated to an initial purchaser in a different amount from the amount of the payment denominated as interest actually received by the initial purchaser during the tax year.

However, such interest may be required to be taken into account in determining the amount of the branch profits tax applicable to certain foreign corporations doing business in the United States, even though there will not be a corresponding cash payment. In addition, the accrual of such interest may result in certain other collateral federal income tax consequences to, among others, financial institutions, life insurance companies, property and casualty insurance companies, S corporations with subchapter C earnings and profits, individual recipients of Social Security or Railroad Retirement benefits, individuals otherwise qualifying for the earned income tax credit, owners of an interest in a FASIT, and taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry, or who have paid or incurred certain expenses allocable to, tax-exempt obligations. Moreover, in the event of the redemption, sale or other taxable disposition of a Discount Obligation by the initial owner prior to maturity, the amount realized by such owner in excess of the basis of such Discount Obligation in the hands of such owner (adjusted upward by the portion of the original issue discount allocable to the period for which such Discount Obligation was held) is includable in gross income. Owners of Discount Obligations should consult with their own tax advisors with respect to the determination of accrued original issue discount on Discount Obligations for federal income tax purposes and with respect to the state and local tax consequences of owning and disposing of Discount Obligations.

The purchase price of certain Obligations (the “Premium Obligations”) paid by an owner may be greater than the amount payable on such Obligations at maturity. An amount equal to the excess of a purchaser’s tax basis in a Premium Obligation over the amount payable at maturity constitutes premium to such purchaser. The basis for federal income tax purposes of a Premium Obligation in the hands of such purchaser must be reduced each year by the amortizable bond premium, although no federal income tax deduction is allowed as a result of such reduction in basis for amortizable bond premium. Such reduction in basis will increase the amount of any gain (or decrease the amount of any loss) to be recognized for federal income tax purposes upon a sale or other taxable disposition of a Premium Obligation. The amount of premium which is amortizable each year by a purchaser is determined by using such purchaser's yield to maturity. Purchasers of the Premium Obligations should consult with their own tax advisors with respect to the determination of amortizable bond premium on Premium Obligations for federal income tax purposes and with respect to the state and local tax consequences of owning and disposing of Premium Obligations.

Qualified Tax-Exempt Obligations for Financial Institutions

Section 265 of the Code provides, in general, that interest expense to acquire or carry tax-exempt obligations is not deductible from the gross income of the owner of such obligations. In addition, section 265 of the Code generally disallows 100% of any deduction for interest expense which is incurred by “financial institutions” described in such section and is allocable, as computed in such section, to tax-exempt interest on obligations acquired after August 7, 1986. However, section 265(b) of the Code provides that this interest disallowance rule for financial institutions does not apply to interest expense allocable to tax-exempt obligations (other than private activity bonds that are not qualified 501(c)(3) bonds) which are designated by an issuer as “qualified tax-exempt obligations.” An issuer may designate obligations as “qualified tax-exempt obligations” only if the amount of the issue of which they are a part, when added to the amount of all other tax-exempt obligations (other than private activity bonds that are not qualified 501(c)(3) obligations and other than certain refunding bonds) issued or reasonably anticipated to be issued by the issuer during the same calendar year, does not exceed \$10,000,000.

The Town has designated the Obligations as “qualified tax-exempt obligations” and has certified its expectation that the above-described \$10,000,000 ceiling will not be exceeded. Accordingly, it is anticipated that financial institutions which purchase the Obligations will not be subject to the 100% disallowance of interest expense allocable to interest on the Obligations under section 265(b) of the Code. However, the deduction for interest expense incurred by a financial institution which is allocable to the interest on the Obligations will be reduced by 20% pursuant to section 291 of the Code.

LEGAL MATTERS

The legality of the authorization and issuance of the Bonds will be covered by the unqualified legal opinions of Norton Rose Fulbright US LLP, New York, New York, Bond Counsel. Such legal opinions will be delivered in substantially the forms attached hereto as “Appendix D”.

PRIOR COMPLIANCE HISTORY

On April 9, 2019, the Town filed a material event notice for the failure to file its audited financial statements for the fiscal year ending December 31, 2017 in a timely manner. Due to an administrative error a document was submitted on September 13, 2018 that was not the Town’s audit. The Town’s audited financial statements for the year ended December 31, 2017 was filed on April 9, 2019.

BOND RATING

The Town has applied to S&P Global Ratings (“S&P”) 55 Water Street, New York, New York 10041, Telephone: (877) 299-2569 and Fax: (212) 438-5153, for a rating on the Bonds. Such application is pending at this time. The rating reflects only the view of such rating agency and an explanation of the significance of such rating should be obtained from the respective rating agency. There can be no assurance that such rating will not be revised or withdrawn, if in the judgement of agency circumstances so warrant. Any change or withdrawal of such rating may have an adverse effect on the market price and the availability of a secondary market for the outstanding bonds and notes of the Town.

VERIFICATION OF MATHEMATICAL COMPUTATIONS FOR THE BONDS

Causey Demgen & Moore Inc. will verify from the information provided to them, the mathematical accuracy, as of the date of the closing of the Bonds, of: (1) the computations contained in the provided schedules to determine that the anticipated receipts from the Government Obligations and cash deposits listed in the underwriter’s schedules, to be held in escrow, will be sufficient to pay, when due, the principal, interest and redemption price requirements of the Refunded Bonds, and (2) the computations of the yield on both the Government Obligations and the Bonds contained in the provided schedules to be used by Norton Rose Fulbright US LLP, as Bond Counsel to the Town for the Bonds, in its determination that the interest on the Bonds is excludable from gross income for Federal income tax purposes. Causey Demgen & Moore Inc. will express no opinion on the assumptions provided to them, nor as to the exclusion from taxation of the interest on the Bonds.

The accuracy of the mathematical computations regarding the adequacy of the cash as deposit in the Escrow Fund, to pay, when due, the principal of and interest on the Refunded Bonds on the applicable payment date(s) will be verified by Causey Demgen & Moore, P.C. Such verification of the accuracy of the mathematical computation will be based, in part, upon factual information supplied by the Town and the Purchaser or the Municipal Advisor.

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 Bonds 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 Bonds 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 business office of John Valk, Jr., Supervisor, Town of Shawangunk, Town Hall, 14 Central Avenue, PO Box 247, Walkill, New York 12589, telephone number 845/895-2900, email: townsupervisor@shawangunk.org from the office of Munistat Services, Inc., 12 Roosevelt Avenue, Port Jefferson Station, New York 11776, telephone number 631/331-8888.

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 Bonds.

Except for its review of the descriptions of the terms of the Bonds and its approving legal opinion to be rendered on the Bonds as Bond Counsel to the Town, Norton Rose Fulbright US LLP, has not participated in the preparation of this Official Statement, nor verified the accuracy, completeness or fairness of the information contained herein, and accordingly, expresses no opinion with respect thereto.

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

This Official Statement has been duly executed and delivered by the Supervisor of the Town of Shawangunk, New York.

By: s/s JOHN VALK, JR.
Town of Shawangunk
Walkill, New York

September , 2019

APPENDIX A

FINANCIAL INFORMATION

Statement of Revenues, Expenditures and Changes in Fund Balances

General Fund

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Revenues					
Real Property Taxes	\$ 1,426,983	\$ 1,459,091	\$ 1,469,049	\$ 1,483,049	\$ 1,502,002
Other Tax Items	58,190	57,795	44,210	55,390	47,853
Non Property Tax Items	292,659	296,713	309,788	314,725	339,145
Departmental Income	89,930	88,790	96,588	286,091	114,999
Intergovernmental Charges	100,461	88,315	68,104		132,283
Use of Money & Property	17,192	16,400	14,400	13,483	11,600
Licenses & Permits	120,405	92,275	107,601		102,341
Fines & Forfeitures	59,789	82,508	60,079	37,255	38,953
Sale of Property/Compensation for Loss	6,119	7,640	4,755	13,598	45,005
Miscellaneous & Local Sources	90,868	36,571	21,253	43,600	23,694
Interfund Revenues					5,950
State Aid	389,198	189,843	232,234	285,582	270,577
Federal Aid					
Total Revenues	<u>2,651,794</u>	<u>2,415,941</u>	<u>2,428,061</u>	<u>2,532,773</u>	<u>2,634,402</u>
Expenditures					
General Government Support	547,701	538,600	563,900	523,747	578,978
Public Safety	774,193	742,039	803,731	757,349	919,593
Health					
Transportation	111,939	98,031	101,539	100,920	119,108
Economic Opportunity & Development	29,081	691	650	545	
Culture & Recreation	366,000	104,389	84,095	139,039	99,005
Home & Community Services	95,832	90,190	100,663	102,696	113,901
Employee Benefits	536,333	475,482	442,838	460,478	500,722
Debt Service	228,401	240,233	241,156	255,603	254,347
Capital Outlay					
Total Expenditures	<u>2,689,480</u>	<u>2,289,655</u>	<u>2,338,572</u>	<u>2,340,377</u>	<u>2,585,654</u>
Excess of Revenues Over (Under)					
Expenditures	(37,686)	126,286	89,489	192,396	48,748
Other Financing Sources (Uses)					
Operating Transfers In	5,840	5,840	5,950	5,950	
Operating Transfers Out					
BAN's Redeemed From Appropriations					
Proceeds from Long Term Debt					
Total Financing Sources	<u>5,840</u>	<u>5,840</u>	<u>5,950</u>	<u>5,950</u>	<u>0</u>
Balance, Beginning of Year	552,120	520,274	652,400	747,839	946,185
Prior Period Adjustments (Net)					
(Restated)	<u>552,120</u>	<u>520,274</u>	<u>652,400</u>	<u>747,839</u>	<u>946,185</u>
Balance, End of Year	<u>\$ 520,274</u>	<u>\$ 652,400</u>	<u>\$ 747,839</u>	<u>\$ 946,185</u>	<u>\$ 994,933</u>

Source: Audited Financial Statements of the Town (2014 - 2017) and Unaudited Financial Report Update Document (2018)

Note: This Schedule NOT audited

Statement of Revenues, Expenditures and Changes in Fund Balances

Highway Fund

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Revenues					
Real Property Taxes	\$ 1,577,833	\$ 1,602,447	\$ 1,628,859	\$ 1,653,017	\$ 1,698,368
Other Tax Items					
Non Property Tax Items					
Departmental Income					
Intergovernmental Charges					
Use of Money & Property	575				
Licenses & Permits	1,100	100	200	1,300	1,500
Fines & Forfeitures					
Sale of Property/Compensation for Loss	868	7,693	52,935	4,172	1,347
Miscellaneous & Local Sources	366			955	
Interfund Revenues					
State Aid	206,149	174,996	273,341	235,816	341,497
Federal Aid	28,590	97,594			
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	<u>1,815,481</u>	<u>1,882,830</u>	<u>1,955,335</u>	<u>1,895,260</u>	<u>2,042,712</u>
Expenditures					
General Government Support	6,238	2,170		3,018	306
Public Safety					
Health					
Transportation	1,570,263	1,228,686	1,450,763	1,290,565	1,722,612
Economic Opportunity & Development					
Culture & Recreation					
Home & Community Services	16,043				
Employee Benefits	431,589	391,687	394,547	420,167	411,269
Debt Service	90,570	81,018	79,657	104,479	119,261
Capital Outlay				21,478	
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	<u>2,114,703</u>	<u>1,703,561</u>	<u>1,924,967</u>	<u>1,839,707</u>	<u>2,253,448</u>
Excess of Revenues Over (Under)					
Expenditures	(299,222)	179,269	30,368	55,553	(210,736)
Other Financing Sources (Uses)					
Operating Transfers In					
Operating Transfers Out					
BAN's Redeemed From Appropriations					
Proceeds from Long Term Debt					
Total Financing Sources	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	0	0	0	0	0
Balance, Beginning of Year	674,403	375,181	554,450	584,818	640,371
Prior Period Adjustments (Net)					(2)
(Restated)	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	674,403	375,181	554,450	584,818	640,369
Balance, End of Year	<u>\$ 375,181</u>	<u>\$ 554,450</u>	<u>\$ 584,818</u>	<u>\$ 640,371</u>	<u>\$ 429,633</u>

Source: Audited Financial Statements of the Town (2014 - 2017) and Unaudited Financial Report Update Document (2018)

Note: This Schedule NOT audited

Statement of Revenues, Expenditures and Changes in Fund Balances

Sewer Fund

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Revenues					
Real Property Taxes	\$ 65,722	\$ 64,513	\$ 63,861	\$ 60,215	\$ 60,215
Other Tax Items					
Non Property Tax Items					
Departmental Income	72,694	77,455	66,967	891,055	72,421
Intergovernmental Charges	811,536	825,807	718,806		869,135
Use of Money & Property	1,507	2,579	2,584	2,584	1,583
Licenses & Permits					
Fines & Forfeitures					
Sale of Property/Compensation for Loss					
Miscellaneous & Local Sources			750		
Interfund Revenues					
State Aid					
Federal Aid					
Total Revenues	<u>951,459</u>	<u>970,354</u>	<u>852,968</u>	<u>953,854</u>	<u>1,003,354</u>
Expenditures					
General Government Support				12,005	
Public Safety					
Health					
Transportation					
Economic Opportunity & Development					
Culture & Recreation					
Home & Community Services	424,414	352,778	382,960	415,687	379,442
Employee Benefits	480	478	492	498	513
Debt Service	132,669	135,231	132,631	135,031	132,269
Capital Outlay					
Total Expenditures	<u>557,563</u>	<u>488,487</u>	<u>516,083</u>	<u>563,221</u>	<u>512,224</u>
Excess of Revenues Over (Under)					
Expenditures	393,896	481,867	336,885	390,633	491,130
Other Financing Sources (Uses)					
Operating Transfers In		168			
Operating Transfers Out		(500,000)			
BAN's Redeemed From Appropriations					
Proceeds from Long Term Debt					
Total Financing Sources	<u>0</u>	<u>(499,832)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Balance, Beginning of Year	2,816,157	3,210,053	3,192,088	3,528,973	3,919,606
Prior Period Adjustments (Net)					15,000
(Restated)	<u>2,816,157</u>	<u>3,210,053</u>	<u>3,192,088</u>	<u>3,528,973</u>	<u>3,934,606</u>
Balance, End of Year	<u>\$ 3,210,053</u>	<u>\$ 3,192,088</u>	<u>\$ 3,528,973</u>	<u>\$ 3,919,606</u>	<u>\$ 4,425,736</u>

Source: Audited Financial Statements of the Town (2014 - 2017) and Unaudited Financial Report Update Document (2018)

Note: This Schedule NOT audited

Balance Sheets

Fiscal Year Ending December 31, 2017

	<u>General</u> <u>Fund</u>	<u>Highway</u> <u>Fund</u>	<u>Sewer</u> <u>Fund</u>
ASSETS			
Cash and Cash Equivalents	\$ 829,450	\$ 442,843	\$ 3,160,043
Accounts Receivable	58,437	400	32,821
Loans Receivable			
Due From Other Funds		18,432	694,000
Due From State and Federal Government			
Due from Other Governments	115,026	197,304	68,598
Prepaid Expenses	<u>40,417</u>	<u>22,600</u>	<u>794</u>
TOTAL ASSETS	<u>\$ 1,043,330</u>	<u>\$ 681,579</u>	<u>\$ 3,956,256</u>
LIABILITES AND FUND EQUITY			
Accounts Payable and Other Liabilities	\$ 78,713	\$ 41,208	\$ 36,650
Due to Other Funds	18,432		
Due to Other Governments			
Total Liabilities	<u>97,145</u>	<u>41,208</u>	<u>36,650</u>
Fund Balances:			
Nonspendable	40,417	22,600	794
Restricted			
Assigned	140,163	617,771	3,918,812
Unassigned	<u>765,605</u>		
Total Fund Equity	<u>946,185</u>	<u>640,371</u>	<u>3,919,606</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 1,043,330</u>	<u>\$ 681,579</u>	<u>\$ 3,956,256</u>

Source: Unaudited Financial Report Update Document (2018)

Balance Sheets

Fiscal Year Ending December 31, 2018

	<u>General</u> <u>Fund</u>	<u>Highway</u> <u>Fund</u>	<u>Sewer</u> <u>Fund</u>
ASSETS			
Cash and Cash Equivalents	\$ 812,180	\$ 233,884	\$ 4,214,856
Accounts Receivable	64,478	672	38,844
Investment in Statutory Bond - Restricted			
State & Federal Aid Recievables (net)		193,090	98,408
Prepaid Expenses	37,376	21,133	
Due From Other Funds		101	96,550
Due From Other Governments	177,860		
Cash - Restricted			
	<hr/>	<hr/>	<hr/>
TOTAL ASSETS	\$ 1,091,894	\$ 448,880	\$ 4,448,658
	<hr/>	<hr/>	<hr/>
LIABILITES AND FUND EQUITY			
Accounts Payable and Other Liabilities	\$ 96,860	\$ 19,247	\$ 22,922
Due to Other Funds	101		
Due to Other Governments			
	<hr/>	<hr/>	<hr/>
Total Liabilities	96,961	19,247	22,922
	<hr/>	<hr/>	<hr/>
Fund Balances:			
Nonspendable	37,376	21,133	
Restricted			
Assigned	185,000	408,500	4,425,736
Unassigned	772,557		
	<hr/>	<hr/>	<hr/>
Total Fund Equity	994,933	429,633	4,425,736
	<hr/>	<hr/>	<hr/>
TOTAL LIABILITIES AND FUND EQUITY	\$ 1,091,894	\$ 448,880	\$ 4,448,658
	<hr/>	<hr/>	<hr/>

Source: Unaudited Financial Report Update Document (2018)

Summary of Budget By Funds: 2018

Fund	Appropriations	Less: Est Revenues	Less Unexpended Balances	Amount of Property Tax
General - Townwide	\$ 2,555,945	\$ 913,780	\$ 140,163	\$ 1,502,002
Highway - Townwide	2,190,452	336,500	155,584	1,698,368
Water District	223,287	183,962		39,325
Sewer District	994,309	729,771	204,323	60,215
Sidewalk District	17,701			17,701
Lighting District	19,500			19,500
Maple Ridge Drainage	700			700
OC Enterprises Drainage	250			250
Plains Estate	1,200			1,200
Rolling Hills Drainage	1,200			1,200
Titus	0			0
Prospect Heights	250			250
Wallkill Library District	342,566			342,566
Pine Bush Area Library	299,859			299,859
Wallkill Fire District	531,474			531,474
Walker Valley Prot District	363,325			363,325
Prospect Fire Prot District	107,300			107,300
Shawangunk Valley Fire	325,272			325,272
Wallkill Ambulance District	80,702			80,702
TOTAL	\$ 8,055,292	\$ 2,164,013	500,070	\$ 5,391,209

Source: Adopted 2018 Budget

Summary of Budget By Funds: 2019

Fund	<u>Appropriations</u>	<u>Less:</u> <u>Est Revenues</u>	<u>Less</u> <u>Unexpended</u> <u>Balances</u>	<u>Amount of</u> <u>Property</u> <u>Tax</u>
General - Townwide	\$ 2,825,011	\$ 1,116,856	\$ 185,000	\$ 1,523,155
Highway - Townwide	2,248,391	356,500	132,469	1,759,422
Water District	224,257	184,900		39,357
Sewer District	970,323	710,500	200,000	59,823
Sidewalk District	20,000			20,000
Lighting District	19,500			19,500
Maple Ridge Drainage	700			700
OC Enterprises Drainage	250			250
Plains Estate	1,200			1,200
Rolling Hills Drainage	1,200			1,200
Titus	0			0
Prospect Heights	1,200			1,200
Wallkill Library District	347,704			347,704
Pine Bush Area Library	299,859			299,859
Wallkill Fire District	531,474			531,474
Walker Valley Prot District	371,285			371,285
Prospect Fire Prot District	107,300			107,300
Shawangunk Valley Fire	334,731			334,731
Wallkill Ambulance District	82,315			82,315
TOTAL	<u>\$ 8,386,700</u>	<u>\$ 2,368,756</u>	<u>517,469</u>	<u>\$ 5,500,475</u>

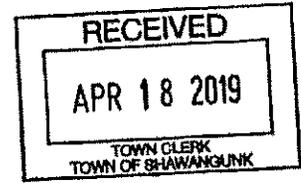
Source: Adopted 2019 Budget

TOWN OF SHAWANGUNK

APPENDIX B

**UNAUDITED FINANCIAL REPORT UPDATE DOCUMENT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2018**

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 PREPARATIONS AND DISSEMINATION OF THIS OFFICIAL STATEMENT. CONSENT OF THE AUDITORS HAS NOT BEEN REQUESTED OR OBTAINED.



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

ANNUAL FINANCIAL REPORT
UPDATE DOCUMENT
For The
TOWN of Shawangunk
County of Ulster
For the Fiscal Year Ended 12/31/2018

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 Shawangunk

*** 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 2017 and has been used by the OSC as the basis for preparing this update document for the fiscal year ended 2018:

- (A) GENERAL
- (CD) SPECIAL GRANT
- (DA) HIGHWAY-TOWN-WIDE
- (H) CAPITAL PROJECTS
- (K) GENERAL FIXED ASSETS
- (SD) DRAINAGE
- (SF) FIRE PROTECTION
- (SL) LIGHTING
- (SM) MISCELLANEOUS
- (SM1) AMBULANCE DISTRICT
- (SM2) SIDEWALK DISTRICT
- (SS) SEWER
- (SW) WATER
- (TA) AGENCY
- (W) GENERAL LONG-TERM DEBT

All amounts included in this update document for 2017 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 Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(A) GENERAL

Balance Sheet

Code Description	2017	Exp Code	2018
Assets			
Cash	829,050	A200	811,780
Petty Cash	400	A210	400
TOTAL Cash	829,450		812,180
Accounts Receivable	58,437	A380	64,478
TOTAL Other Receivables (net)	58,437		64,478
Due From State And Federal Government	3,672	A410	
TOTAL State And Federal Aid Receivables	3,672		0
Due From Other Governments	111,354	A440	177,860
TOTAL Due From Other Governments	111,364		177,860
Prepaid Expenses	40,417	A480	37,376
TOTAL Prepaid Expenses	40,417		37,376
TOTAL Assets and Deferred Outflows of Resources	1,043,330		1,091,894

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(A) GENERAL

Balance Sheet

Code Description	2017	FdgCode	2018
Accounts Payable	12,495	A600	15,749
TOTAL Accounts Payable	12,495		15,749
Accrued Liabilities	66,218	A601	81,111
TOTAL Accrued Liabilities	66,218		81,111
Due To Other Funds	18,432	A630	101
TOTAL Due To Other Funds	18,432		101
TOTAL Liabilities	97,145		96,961
Fund Balance			
Not In Spendable Form	40,417	A806	37,376
TOTAL Nonspendable Fund Balance	40,417		37,376
Capital Reserve		A878	
TOTAL Restricted Fund Balance	0		0
Assigned Appropriated Fund Balance	140,163	A914	185,000
TOTAL Assigned Fund Balance	140,163		185,000
Unassigned Fund Balance	765,605	A917	772,557
TOTAL Unassigned Fund Balance	765,605		772,557
TOTAL Fund Balance	946,185		994,933
TOTAL Liabilities, Deferred Inflows And Fund Balance	1,043,330		1,091,894

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(A) GENERAL

Results of Operation

Code Description	2017	EdpCode	2018
Revenues			
Real Property Taxes	1,483,049	A1001	1,502,002
TOTAL Real Property Taxes	1,483,049		1,502,002
Other Payments In Lieu of Taxes	26,880	A1081	17,303
Interest & Penalties On Real Prop Taxes	28,510	A1090	30,550
TOTAL Real Property Tax Items	55,390		47,853
Non Prop Tax Dist By County	171,571	A1120	180,119
Franchises	143,154	A1170	159,026
TOTAL Non Property Tax Items	314,725		339,145
Clerk Fees	4,393	A1255	3,878
Police Fees	862	A1520	109
Public Pound Charges, Dog Control Fees		A1550	2,145
Park And Recreational Charges	38,003	A2001	28,622
Contributions, Private Agencies-Youth	35,978	A2070	
Zoning Fees	1,000	A2110	700
Planning Board Fees	5,711	A2115	18,994
Refuse & Garbage Charges	62,146	A2130	60,551
TOTAL Departmental Income	148,093		114,999
Public Safety Services For Other Govts	70,066	A2260	132,283
TOTAL Intergovernmental Charges	70,066		132,283
Rental of Real Property	13,483	A2410	11,600
TOTAL Use of Money And Property	13,483		11,600
Bingo Licenses	932	A2540	822
Dog Licenses	5,966	A2544	5,521
Licenses, Other	100	A2545	75
Building And Alteration Permits	96,912	A2555	95,923
TOTAL Licenses And Permits	103,910		102,341
Fines And Forfeited Bail	37,255	A2610	38,953
TOTAL Fines And Forfeitures	37,255		38,953
Sales of Scrap & Excess Materials	1,387	A2650	1,609
Sales of Equipment	6,145	A2665	8,078
Insurance Recoveries	6,066	A2680	8,391
Other Compensation For Loss		A2690	26,927
TOTAL Sale of Property And Compensation For Loss	13,598		45,005
Gifts And Donations	7,620	A2705	15,446
Unclassified (specify)		A2770	8,248
TOTAL Miscellaneous Local Sources	7,620		23,694
St Aid, Revenue Sharing	33,467	A3001	33,467
St Aid, Mortgage Tax	244,517	A3005	226,590
St Aid - Other (specify)	3,553	A3089	9,220
St Aid, Other Public Safety	2,745	A3389	
St Aid, Youth Programs	1,300	A3820	1,300
TOTAL State Aid	285,582		270,577
TOTAL Revenues	2,532,771		2,628,452

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(A) GENERAL

Results of Operation

Code Description	2017	Fund Code	2018
Other Sources			
Interfund Transfers	5,950	A5031	5,950
TOTAL Interfund Transfers	5,950		5,950
TOTAL Other Sources	5,950		5,950
TOTAL Detail Revenues And Other Sources	2,538,721		2,634,402

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(A) GENERAL

Results of Operation

Code Description	2017	EdpCode	2018
Expenditures			
Legislative Board, Pers Serv	48,132	A10101	49,096
Legislative Board, Contr Expend	90	A10104	5
TOTAL Legislative Board	48,222		49,101
Municipal Court, Pers Serv	73,086	A11101	72,237
Municipal Court, Equip & Cap Outlay	2,676	A11102	8,232
Municipal Court, Contr Expend	11,579	A11104	6,828
TOTAL Municipal Court	87,341		86,297
Supervisor, pers Serv	67,177	A12201	70,720
Supervisor, equip & Cap Outlay		A12202	91
Supervisor, contr Expend	6,923	A12204	8,358
TOTAL Supervisor	74,100		79,169
Auditor, Contr Expend	17,000	A13204	23,700
TOTAL Auditor	17,000		23,700
Tax Collection, pers Serv	10,344	A13301	10,551
Tax Collection, contr Expend	4,911	A13304	4,912
TOTAL Tax Collection	15,255		15,463
Budget, Pers Serv	6,491	A13401	6,621
TOTAL Budget	6,491		6,621
Assessment, Pers Serv	56,910	A13551	62,384
Assessment, Equip & Cap Outlay	54	A13552	
Assessment, Contr Expend	3,126	A13554	2,787
TOTAL Assessment	60,090		65,171
Tax Arrears Board, Pers Serv	480	A13601	506
Tax Arrears Board, Contr Expend	26	A13604	24
TOTAL Tax Arrears Board	506		530
Clerk, pers Serv	71,391	A14101	72,347
Clerk, equip & Cap Outlay	774	A14102	
Clerk, contr Expend	3,022	A14104	6,269
TOTAL Clerk	75,187		78,616
Law, Contr Expend	14,294	A14204	26,912
TOTAL Law	14,294		26,912
Engineer, Contr Expend	2,590	A14404	4,290
TOTAL Engineer	2,590		4,290
Buildings, Pers Serv	16,140	A16201	17,577
Buildings, Contr Expend	48,414	A16204	60,615
TOTAL Buildings	64,554		78,192
Central Comm System, Equip & Cap Outlay		A16502	280
Central Comm System, Contr Expend	14,595	A16504	11,828
TOTAL Central Comm System	14,595		12,108
Central Print & Mail, contr Expend	4,766	A16704	4,267
TOTAL Central Print & Mail	4,766		4,267
Unallocated Insurance, Contr Expend	37,456	A19104	47,241
TOTAL Unallocated Insurance	37,456		47,241

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(A) GENERAL

Results of Operation

Code Description	2017	EmpCode	2018
Expenditures			
Municipal Assn Dues, Contr Expend	1,300	A19204	1,300
TOTAL Municipal Assn Dues	1,300		1,300
TOTAL General Government Support	523,747		578,978
Police, Pers Serv	551,182	A31201	712,011
Police, Equip & Cap Outlay	1,804	A31202	11,619
Police, Contr Expend	93,641	A31204	80,888
TOTAL Police	646,627		804,518
Traffic Control, Contr Expen	2,128	A33104	4,795
TOTAL Traffic Control	2,128		4,795
Fire, Contr Expend	-134	A34104	
TOTAL Fire	-134		0
Control of Animals, Pers Serv	12,425	A35101	5,931
Control of Animals, Contr Expend	4,204	A35104	1,659
TOTAL Control of Animals	16,629		7,590
Safety Inspection, Pers Serv	63,404	A36201	71,601
Safety Inspection, Equip & Cap Outlay		A36202	639
Safety Inspection, Contr Expend	3,642	A36204	4,925
TOTAL Safety Inspection	67,046		77,165
Misc Public Safety, Pers Serv	24,914	A39891	25,060
Misc Public Safety, Contr Expend	139	A39894	465
TOTAL Misc Public Safety	25,053		25,525
TOTAL Public Safety	757,349		919,593
Street Admin, Pers Serv	71,803	A50101	70,832
Street Admin, Contr Expend	3,039	A50104	2,006
TOTAL Street Admin	74,842		72,838
Garage, Contr Expend	15,336	A51324	35,272
TOTAL Garage	15,336		35,272
Street Lighting, Contr Expend	10,742	A51824	10,998
TOTAL Street Lighting	10,742		10,998
TOTAL Transportation	100,920		119,108
Veterans Service, Contr Expend	545	A65104	
TOTAL Veterans Service	545		0
TOTAL Economic Assistance And Opportunity	545		0
Parks, Pers Serv	15,113	A71101	17,202
Parks, Equip & Cap Outlay	762	A71102	623
Parks, Contr Expend	75,736	A71104	38,369
TOTAL Parks	91,611		56,194
Band Concerts, Contr Expend	1,700	A72704	1,700
TOTAL Band Concerts	1,700		1,700
Youth Prog, Pers Serv	27,256	A73101	24,363
Youth Prog, Equip & Cap Outlay	165	A73102	
Youth Prog, Contr Expend	7,788	A73104	4,598
TOTAL Youth Prog	35,209		28,961
Historian, Pers Serv	672	A75101	685

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(A) GENERAL

Results of Operation

Code Description	2017	ExpCode	2018
Expenditures			
Historian, Contr Expend	119	A75104	182
TOTAL Historian	791		847
Celebrations, Contr Expend	3,028	A75504	4,503
TOTAL Celebrations	3,028		4,503
Adult Recreation, Contr Expend	6,700	A76204	6,800
TOTAL Adult Recreation	6,700		6,800
TOTAL Culture And Recreation	139,039		99,005
Zoning, Pers Serv	2,538	A80101	3,339
Zoning, Contr Expend	463	A80104	314
TOTAL Zoning	3,001		3,653
Planning, Pers Serv	25,782	A80201	26,417
Planning, Equip & Cap Outlay		A80202	179
Planning, Contr Expend	12,734	A80204	12,436
TOTAL Planning	38,516		39,032
Research, Contr Expend		A80304	4,965
TOTAL Research	0		4,965
Environmental Control, Contr Expend	90	A80904	
TOTAL Environmental Control	90		0
Refuse & Garbage, Pers Serv	10,556	A81601	10,878
Refuse & Garbage, Contr Expend	43,803	A81604	44,238
TOTAL Refuse & Garbage	54,359		55,116
Landfill Clos-Post Clos, contr Exp	5,950	A81614	5,950
TOTAL Landfill Clos-Post Clos	5,950		5,950
Cemetery, Contr Expend	780	A88104	5,185
TOTAL Cemetery	780		5,185
TOTAL Home And Community Services	102,696		113,901
State Retirement System	41,801	A90108	46,008
Police & Firemen Retirement, Empl Bnfts	104,265	A90158	103,131
Social Security, Employer Cont	86,332	A90308	99,907
Worker's Compensation, Empl Bnfts	24,392	A90408	25,921
Hospital & Medical (dental) Ins, Empl Bnft	203,688	A90608	225,755
TOTAL Employee Benefits	460,478		500,722
Debt Principal, Serial Bonds	91,900	A97106	96,100
Install Pur Debt, Principal	53,160	A97856	52,357
TOTAL Debt Principal	145,060		148,457
Debt Interest, Serial Bonds	107,761	A97107	103,855
Install Pur Debt, Interest	2,782	A97857	2,035
TOTAL Debt Interest	110,543		105,890
TOTAL Expenditures	2,340,377		2,585,654
TOTAL Detail Expenditures And Other Uses	2,340,377		2,585,654

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(A) GENERAL

Analysis of Changes in Fund Balance

Code Description	2017	ExpCode	2018
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	743,686	A8021	946,185
Prior Period Adj -Increase In Fund Balance	4,155	A8012	
Restated Fund Balance - Beg of Year	747,841	A8022	946,185
ADD - REVENUES AND OTHER SOURCES	2,538,721		2,634,402
DEDUCT - EXPENDITURES AND OTHER USES	2,340,377		2,585,654
Fund Balance - End of Year	946,185	A8029	994,933

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(A) GENERAL

Budget Summary

Code Description	2018	EdbCode	2019
Estimated Revenues			
Est Rev - Real Property Taxes	1,502,002	A1049N	1,523,155
Est Rev - Real Property Tax Items	53,357	A1099N	54,000
Est Rev - Non Property Tax Items	297,000	A1199N	320,000
Est Rev - Departmental Income	96,276	A1299N	106,000
Est Rev - Intergovernmental Charges	73,727	A2399N	215,011
Est Rev - Use of Money And Property	14,200	A2499N	26,200
Est Rev - Licenses And Permits	75,400	A2599N	79,925
Est Rev - Fines And Forfeitures	39,000	A2649N	50,000
Est Rev - Sale of Prop And Comp For Loss	2,400	A2699N	5,000
Est Rev - Miscellaneous Local Sources	1,220	A2799N	9,420
Est Rev - State Aid	255,200	A3099N	245,300
TOTAL Estimated Revenues	2,409,782		2,634,011
Estimated - Interfund Transfer	6,000	A5031N	6,000
Appropriated Fund Balance	140,163	A599N	185,000
TOTAL Estimated Other Sources	146,163		191,000
TOTAL Estimated Revenues And Other Sources	2,555,945		2,825,011

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(A) GENERAL

Budget Summary

Code Description	2018	EdaCode	2019
Appropriations			
App - General Government Support	666,291	A1999N	698,660
App - Public Safety	803,106	A3999N	966,272
App - Transportation	103,763	A5999N	105,272
App - Economic Assistance And Opportunity	750	A6999N	750
App - Culture And Recreation	93,481	A7999N	106,829
App - Home And Community Services	120,890	A8999N	127,519
App - Employee Benefits	525,777	A9199N	593,240
App - Debt Service	241,887	A9899N	226,469
TOTAL Appropriations	2,555,945		2,825,011
TOTAL Appropriations And Other Uses	2,555,945		2,825,011

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(CD) SPECIAL GRANT

Balance Sheet

Code Description	2017	EdpCode	2018
Assets			
Cash	183,176	CD200	213,081
TOTAL Cash	183,176		213,081
Rehabilitation Loan Receivable	179,000	CD390	84,530
TOTAL Other Receivables (net)	179,000		84,530
TOTAL Assets and Deferred Outflows of Resources	362,176		297,611

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(CD) SPECIAL GRANT

Balance Sheet

Code Description	2017	EdpCode	2018
Deferred Inflows of Resources			
Deferred Inflow of Resources	179,000	CD691	84,530
TOTAL Deferred Inflows of Resources	179,000		84,530
TOTAL Deferred Inflows of Resources	179,000		84,530
Fund Balance			
Assigned Unappropriated Fund Balance	183,176	CD915	213,081
TOTAL Assigned Fund Balance	183,176		213,081
TOTAL Fund Balance	183,176		213,081
TOTAL Liabilities, Deferred Inflows And Fund Balance	362,176		297,611

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(CD) SPECIAL GRANT

Results of Operation

Code Description	2017	ExpCode	2018
Revenues			
Community Development Income	17,187	CD2170	26,226
TOTAL Departmental Income	17,187		26,226
Interest And Earnings	146	CD2401	3,895
TOTAL Use of Money And Property	146		3,895
TOTAL Revenues	17,333		30,121
TOTAL Detail Revenues And Other Sources	17,333		30,121

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(CD) SPECIAL GRANT

Results of Operation

Code Description	2017	EmpCode	2018
Expenditures			
Rehab Loans & Grant, Contr Expend	41,769	CD86684	216
TOTAL Rehab Loans & Grant	41,769		216
TOTAL Home And Community Services	41,769		216
TOTAL Expenditures	41,769		216
TOTAL Detail Expenditures And Other Uses	41,769		216

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(CD) SPECIAL GRANT

Analysis of Changes in Fund Balance

Code Description	2017	ExpCode	2018
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	207,612	CD8021	183,176
Restated Fund Balance - Beg of Year	207,612	CD8022	183,176
ADD - REVENUES AND OTHER SOURCES	17,333		30,121
DEDUCT - EXPENDITURES AND OTHER USES	41,769		216
Fund Balance - End of Year	183,176	CD8029	213,081

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(DA) HIGHWAY-TOWN-WIDE

Balance Sheet

Code Description	2017	Edp Code	2018
Assets			
Cash	442,843	DA200	233,884
TOTAL Cash	442,843		233,884
Accounts Receivable	400	DA380	672
TOTAL Other Receivables (net)	400		672
Due From State And Federal Government	197,304	DA410	193,090
TOTAL State And Federal Aid Receivables	197,304		193,090
Due From Other Funds	18,432	DA391	101
TOTAL Due From Other Funds	18,432		101
Prepaid Expenses	22,600	DA480	21,133
TOTAL Prepaid Expenses	22,600		21,133
TOTAL Assets and Deferred Outflows of Resources	681,579		448,880

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(DA) HIGHWAY-TOWN-WIDE

Balance Sheet

Code Description	2017	ExpCode	2018
Accounts Payable	22,829	DA600	3,633
TOTAL Accounts Payable	22,829		3,633
Accrued Liabilities	18,379	DA601	15,614
TOTAL Accrued Liabilities	18,379		15,614
TOTAL Liabilities	41,208		19,247
Fund Balance			
Not in Spendable Form	22,600	DA806	21,133
TOTAL Nonspendable Fund Balance	22,600		21,133
Assigned Appropriated Fund Balance	155,584	DA914	132,469
Assigned Unappropriated Fund Balance	462,187	DA915	276,031
TOTAL Assigned Fund Balance	617,771		408,500
TOTAL Fund Balance	640,371		429,633
TOTAL Liabilities, Deferred Inflows And Fund Balance	681,579		448,880

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(DA) HIGHWAY-TOWN-WIDE

Results of Operation

Code Description	2017	EdpCode	2018
Revenues			
Real Property Taxes	1,653,017	DA1001	1,698,368
TOTAL Real Property Taxes	1,653,017		1,698,368
Permits, Other	1,300	DA2590	1,500
TOTAL Licenses And Permits	1,300		1,500
Sales of Scrap & Excess Materials	699	DA2650	925
Sales of Equipment	1,825	DA2665	
Insurance Recoveries		DA2680	422
Other Compensation For Loss	1,648	DA2690	
TOTAL Sale of Property And Compensation For Loss	4,172		1,347
Unclassified (specify)	954	DA2770	
TOTAL Miscellaneous Local Sources	954		0
St Aid, Consolidated Highway Aid	190,248	DA3501	333,770
St Aid Emergency Disaster Assistance		DA3960	7,727
TOTAL State Aid	190,248		341,497
Fed Aid Emer Disaster Assist	45,568	DA4960	
TOTAL Federal Aid	45,568		0
TOTAL Revenues	1,895,259		2,042,712
TOTAL Detail Revenues And Other Sources	1,895,259		2,042,712

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(DA) HIGHWAY-TOWN-WIDE

Results of Operation

Code Description	2017	EdpCode	2018
Expenditures			
Administration-Contractual	3,018	DA17104	306
TOTAL Administration-Contractual	3,018		306
TOTAL General Government Support	3,018		306
Maint of Streets, Pers Serv	584,646	DA51101	632,728
Maint of Streets, Contr Expend	160,589	DA51104	256,521
TOTAL Maint of Streets	745,235		889,249
Perm Improve Highway, Equip & Cap Outlay	190,248	DA51122	453,768
TOTAL Perm Improve Highway	190,248		453,768
Maint of Bridges, Equip & Cap Outlay	29,918	DA51202	3,914
TOTAL Maint of Bridges	29,918		3,914
Machinery, Equip & Cap Outlay	24,689	DA51302	44,758
Machinery, Contr Expend	155,766	DA51304	101,682
TOTAL Machinery	180,455		146,440
Brush And Weeds, Contr Expend	13,129	DA51404	44,320
TOTAL Brush And Weeds	13,129		44,320
Snow Removal, Contr Expend	153,058	DA51424	184,921
TOTAL Snow Removal	153,058		184,921
TOTAL Transportation	1,312,043		1,722,612
State Retirement, Empl Bnfts	80,727	DA90108	83,566
Social Security , Empl Bnfts	43,549	DA90308	47,426
Worker's Compensation, Empl Bnfts	73,177	DA90408	77,762
Hospital & Medical (dental) Ins, Empl Bnft	222,714	DA90608	202,515
TOTAL Employee Benefits	420,167		411,269
Debt Principal, Bond Anticipation Notes	73,558	DA97306	40,000
Debt Principal, Install Purch. Debt	24,065	DA97856	73,195
TOTAL Debt Principal	97,623		113,195
Debt Interest, Bond Anticipation Notes	1,868	DA97307	646
Debt Interest, Install. Purch Debt	4,989	DA97857	5,420
TOTAL Debt Interest	6,857		6,066
TOTAL Expenditures	1,839,708		2,253,448
TOTAL Detail Expenditures And Other Uses	1,839,708		2,253,448

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(DA) HIGHWAY-TOWN-WIDE

Analysis of Changes in Fund Balance

Code Description	2017	EdpCode	2018
Analysis of Changes In Fund Balance			
Fund Balance - Beginning of Year	584,818	DA8021	640,369
Restated Fund Balance - Beg of Year	584,818	DA8022	640,369
ADD - REVENUES AND OTHER SOURCES	1,895,259		2,042,712
DEDUCT - EXPENDITURES AND OTHER USES	1,839,708		2,253,448
Fund Balance - End of Year	640,369	DA8029	429,633

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(DA) HIGHWAY-TOWN-WIDE

Budget Summary

Code Description	2018	EdbCode	2019
Estimated Revenues			
Est Rev - Real Property Taxes	1,698,368	DA1049N	1,759,422
Est Rev - Use of Money And Property		DA2499N	15,000
Est Rev - Sale of Prop And Comp For Loss	500	DA2699N	500
Est Rev - Miscellaneous Local Sources	151,000	DA2799N	151,000
Est Rev - State Aid	185,000	DA3099N	190,000
TOTAL Estimated Revenues	2,034,868		2,115,922
Appropriated Fund Balance	155,584	DA599N	132,469
TOTAL Estimated Other Sources	155,584		132,469
TOTAL Estimated Revenues And Other Sources	2,190,452		2,248,391

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(DA) HIGHWAY-TOWN-WIDE

Budget Summary

Code Description	2018	EdpCode	2019
Appropriations			
App - Transportation	1,597,800	DA5999N	1,700,126
App - Employee Benefits	472,244	DA9199N	469,648
App - Debt Service	120,408	DA9899N	78,617
TOTAL Appropriations	2,190,452		2,248,391
TOTAL Appropriations And Other Uses	2,190,452		2,248,391

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2017	EdpCode	2018
Assets			
Cash	541,501	H200	535,551
TOTAL Cash	541,501		535,551
Due From State And Federal Government	868,413	H410	241,597
TOTAL State And Federal Aid Receivables	868,413		241,597
TOTAL Assets and Deferred Outflows of Resources	1,409,914		777,148

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2017	ExpCode	2018
Accounts Payable	110,599	H600	
TOTAL Accounts Payable	110,599		0
Bond Anticipation Notes Payable	40,000	H626	
TOTAL Notes Payable	40,000		0
Due To Other Funds	850,741	H630	336,392
TOTAL Due To Other Funds	850,741		336,392
TOTAL Liabilities	1,001,340		336,392
Fund Balance			
Assigned Unappropriated Fund Balance	408,574	H915	440,756
TOTAL Assigned Fund Balance	408,574		440,756
TOTAL Fund Balance	408,574		440,756
TOTAL Liabilities, Deferred Inflows And Fund Balance	1,409,914		777,148

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(H) CAPITAL PROJECTS

Results of Operation

Code Description	2017	EdpCode	2018
Revenues			
Unclassified (specify)	445	H2770	
TOTAL Miscellaneous Local Sources	445		0
St Aid, Other		H3297	
St Aid, Other Transportation		H3589	106,430
TOTAL State Aid	0		106,430
Fed Aid - Cap Projects	868,413	H4097	
Fed Aid Other Transportation		H4589	540,024
TOTAL Federal Aid	868,413		540,024
TOTAL Revenues	868,858		646,454
Bans Redeemed From Appropriations	73,527	H5731	40,000
Installment Purchase Debt	273,392	H5785	35,633
TOTAL Proceeds of Obligations	346,919		75,633
TOTAL Other Sources	346,919		75,633
TOTAL Detail Revenues And Other Sources	1,215,777		722,087

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(H) CAPITAL PROJECTS

Results of Operation

Code Description	2017	EdpCode	2018
Expenditures			
Police, Equip & Cap Outlay	40,479	H31202	35,633
TOTAL Police	40,479		35,633
TOTAL Public Safety	40,479		35,633
Perm Improve Highway, Equip & Cap Outlay	232,913	H51122	
TOTAL Perm Improve Highway	232,913		0
Sidewalks, Equip & Cap Outlay	936,782	H54102	648,322
TOTAL Sidewalks	936,782		648,322
TOTAL Transportation	1,169,695		648,322
TOTAL Expenditures	1,210,174		683,955
Transfers, Other Funds	5,950	H99019	5,950
TOTAL Operating Transfers	5,950		5,950
TOTAL Other Uses	5,950		5,950
TOTAL Detail Expenditures And Other Uses	1,216,124		689,905

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(H) CAPITAL PROJECTS

Analysis of Changes in Fund Balance

Code Description	2017	ExpCode	2018
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	433,924	H8021	408,574
Prior Period Adj -Decrease In Fund Balance	25,003	H8015	
Restated Fund Balance - Beg of Year	408,921	H8022	408,574
ADD - REVENUES AND OTHER SOURCES	1,215,777		722,087
DEDUCT - EXPENDITURES AND OTHER USES	1,216,124		689,905
Fund Balance - End of Year	408,574	H8029	440,756

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2017	Edp Code	2018
Assets			
Land	747,780	K101	747,780
Buildings	5,618,628	K102	5,618,628
Machinery And Equipment	3,111,586	K104	3,176,282
Construction Work In Progress	1,122,746	K105	
Infrastructure	12,780,048	K106	14,551,116
Accum Deprec, Buildings	-1,221,761	K112	-1,343,009
Accum Depr, Machinery & Equip	-2,114,309	K114	-2,319,112
Accum Deprec, Infrastructure	-7,629,561	K116	-7,895,080
TOTAL Fixed Assets (net)	12,415,157		12,536,605
TOTAL Assets and Deferred Outflows of Resources	12,415,157		12,536,605

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2017	EdpCode	2018
Liabilities, Deferred Inflows And Fund Balance			
Total Non-Current Govt Assets	12,415,157	K159	12,536,605
TOTAL Investments in Non-Current Government Assets	12,415,157		12,536,605
TOTAL Fund Balance	12,415,157		12,536,605
TOTAL	12,415,157		12,536,605

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SD) DRAINAGE

Balance Sheet

Code Description	2017	EdaCode	2018
Assets			
Cash	16,343	SD200	18,892
TOTAL Cash	16,343		18,892
TOTAL Assets and Deferred Outflows of Resources	16,343		18,892

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SD) DRAINAGE

Balance Sheet

Code Description	2017	ExpCode	2018
Fund Balance			
Assigned Unappropriated Fund Balance	16,343	SD915	18,892
TOTAL Assigned Fund Balance	16,343		18,892
TOTAL Fund Balance	16,343		18,892
TOTAL Liabilities, Deferred Inflows And Fund Balance	16,343		18,892

TOWN OF Shawangunk
 Annual Update Document
 For the Fiscal Year Ending 2018

(SD) DRAINAGE

Results of Operation

Code Description	2017	EdpCode	2018
Revenues			
Special Assessments	3,900	SD1030	3,600
TOTAL Real Property Taxes	3,900		3,600
TOTAL Revenues	3,900		3,600
TOTAL Detail Revenues And Other Sources	3,900		3,600

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SD) DRAINAGE

Results of Operation

Code Description	2017	EdoCode	2018
Expenditures			
Drainage, Contr Expend	1,226	SD85404	1,051
TOTAL Drainage	1,226		1,051
TOTAL Home And Community Services	1,226		1,051
TOTAL Expenditures	1,226		1,051
TOTAL Detail Expenditures And Other Uses	1,226		1,051

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SD) DRAINAGE

Analysis of Changes in Fund Balance

Code Description	2017	Exp Code	2018
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	13,669	SD8021	16,343
Restated Fund Balance - Beg of Year	13,669	SD8022	16,343
ADD - REVENUES AND OTHER SOURCES	3,900		3,600
DEDUCT - EXPENDITURES AND OTHER USES	1,226		1,051
Fund Balance - End of Year	16,343	SD8029	18,892

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SF) FIRE PROTECTION

Balance Sheet

Code Description	2017	EdpCode	2018
Assets			
Cash	774	SF200	897
TOTAL Cash	774		897
TOTAL Assets and Deferred Outflows of Resources	774		897

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SF) FIRE PROTECTION

Balance Sheet

Code Description	2017	EdpCode	2016
Fund Balance			
Assigned Unappropriated Fund Balance	774	SF915	897
TOTAL Assigned Fund Balance	774		897
TOTAL Fund Balance	774		897
TOTAL Liabilities, Deferred Inflows And Fund Balance	774		897

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SF) FIRE PROTECTION

Results of Operation

Code Description	2017	ExpCode	2018
Revenues			
Real Property Taxes	462,161	SF1001	470,625
TOTAL Real Property Taxes	462,161		470,625
TOTAL Revenues	462,161		470,625
TOTAL Detail Revenues And Other Sources	462,161		470,625

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SF) FIRE PROTECTION

Results of Operation

Code Description	2017	Exp/Code	2018
Expenditures			
Fire Protection, Contr Expend	398,329	SF34104	405,619
TOTAL Fire Protection	398,329		405,619
TOTAL Public Safety	398,329		405,619
Service Awards Program	63,832	SF90258	64,883
TOTAL Employee Benefits	63,832		64,883
TOTAL Expenditures	462,161		470,502
TOTAL Detail Expenditures And Other Uses	462,161		470,502

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SF) FIRE PROTECTION

Analysis of Changes in Fund Balance

Fund Description	2017	EdpCode	2018
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	774	SF8021	774
Restated Fund Balance - Beg of Year	774	SF8022	774
ADD - REVENUES AND OTHER SOURCES	462,161		470,625
DEDUCT - EXPENDITURES AND OTHER USES	462,161		470,502
Fund Balance - End of Year	774	SF8029	897

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SL) LIGHTING

Balance Sheet

Code Description	2017	EdpCode	2018
Assets			
Cash	19,997	SL200	22,126
TOTAL Cash	19,997		22,126
TOTAL Assets and Deferred Outflows of Resources	19,997		22,126

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SL) LIGHTING

Balance Sheet

Code Description	2017	EdpCode	2018
Accounts Payable	1,489	SL600	1,384
TOTAL Accounts Payable	1,489		1,384
TOTAL Liabilities	1,489		1,384
Fund Balance			
Assigned Unappropriated Fund Balance	18,508	SL915	20,742
TOTAL Assigned Fund Balance	18,508		20,742
TOTAL Fund Balance	18,508		20,742
TOTAL Liabilities, Deferred Inflows And Fund Balance	19,997		22,126

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SL) LIGHTING

Results of Operation

Code Description	2017	FdpCode	2018
Revenues			
Real Property Taxes	20,594	SL1001	19,500
TOTAL Real Property Taxes	20,594		19,500
TOTAL Revenues	20,594		19,500
TOTAL Detail Revenues And Other Sources	20,594		19,500

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SL) LIGHTING

Results of Operation

Code Description	2017	ExpCode	2018
Expenditures			
Street Lighting, Contr Expend	16,617	SL51824	17,266
TOTAL Street Lighting	16,617		17,266
TOTAL Transportation	16,617		17,266
TOTAL Expenditures	16,617		17,266
TOTAL Detail Expenditures And Other Uses	16,617		17,266

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SL) LIGHTING

Analysis of Changes in Fund Balance

Code Description	2017	EgCode	2018
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	14,531	SL8021	18,508
Restated Fund Balance - Beg of Year	14,531	SL8022	18,508
ADD - REVENUES AND OTHER SOURCES	20,594		19,500
DEDUCT - EXPENDITURES AND OTHER USES	16,617		17,266
Fund Balance - End of Year	18,508	SL8029	20,742

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM) MISCELLANEOUS

Balance Sheet

Code Description	2017	Exp Code	2018
Assets			
Cash	66,392	SM200	992
TOTAL Cash	66,392		992
Due From State And Federal Government	0	SM410	
TOTAL State And Federal Aid Receivables	0		0
Due From Other Funds	156,741	SM391	239,842
TOTAL Due From Other Funds	156,741		239,842
TOTAL Assets and Deferred Outflows of Resources	223,133		240,834

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM) MISCELLANEOUS

Balance Sheet

Code Description	2017	EdgCode	2018
Accounts Payable	0	SM600	
TOTAL Accounts Payable	0		0
Due To Other Funds	0	SM630	
TOTAL Due To Other Funds	0		0
TOTAL Liabilities	0		0
Fund Balance			
Not in Spendable Form		SM806	94,795
TOTAL Nonspendable Fund Balance	0		94,795
Assigned Unappropriated Fund Balance	223,133	SM915	146,039
TOTAL Assigned Fund Balance	223,133		146,039
Unassigned Fund Balance	0	SM917	
TOTAL Unassigned Fund Balance	0		0
TOTAL Fund Balance	223,133		240,834
TOTAL Liabilities, Deferred Inflows And Fund Balance	223,133		240,834

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM) MISCELLANEOUS

Results of Operation

Code Description	2017	EdpCode	2018
Revenues			
Special Assessments Ad Valorem	79,244	SM1028	80,702
Special Assessments	17,382	SM1030	17,701
TOTAL Real Property Taxes	96,626		98,403
Unclassified (specify)	0	SM2770	
TOTAL Miscellaneous Local Sources	0		0
St Aid, Other Aid (specify)	0	SM3089	
TOTAL State Aid	0		0
TOTAL Revenues	96,626		98,403
TOTAL Detail Revenues And Other Sources	96,626		98,403

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM) MISCELLANEOUS

Results of Operation

Code Description	2017	EdpCode	2018
Expenditures			
Ambulance, Contr Expend	79,244	SM45404	80,702
TOTAL Ambulance	79,244		80,702
TOTAL Health	79,244		80,702
Escalators, Equip & Cap Outlay	1,000	SM54202	
TOTAL Escalators	1,000		0
TOTAL Transportation	1,000		0
TOTAL Expenditures	80,244		80,702
TOTAL Detail Expenditures And Other Uses	80,244		80,702

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM) MISCELLANEOUS

Analysis of Changes In Fund Balance

Code Description	2017	EdpCode	2018
Analysis of Changes In Fund Balance			
Fund Balance - Beginning of Year	181,748	SM8021	223,133
Prior Period Adj -Increase In Fund Balance	25,003	SM8012	
Restated Fund Balance - Beg of Year	206,751	SM8022	223,133
ADD - REVENUES AND OTHER SOURCES	96,626		98,403
DEDUCT - EXPENDITURES AND OTHER USES	80,244		80,702
Fund Balance - End of Year	223,133	SM8029	240,834

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

Balance Sheet

Code Description	2017	Eqp Code	2018
------------------	------	----------	------

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

Balance Sheet

Code Description	2017	EqpCode	2018
------------------	------	---------	------

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM1) AMBULANCE DISTRICT

Results of Operation

Code Description	2017	EdpCode	2018
Revenues			
Special Assessments Ad Valorem	79,244	SM1028	80,702
TOTAL Real Property Taxes	79,244		80,702
TOTAL Revenues	79,244		80,702
TOTAL Detail Revenues And Other Sources	79,244		80,702

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM1) AMBULANCE DISTRICT

Results of Operation

Code Description	2017	EdpCode	2018
Expenditures			
Ambulance, Contr Expend	79,244	SM45404	80,702
TOTAL Ambulance	79,244		80,702
TOTAL Health	79,244		80,702
TOTAL Expenditures	79,244		80,702
TOTAL Detail Expenditures And Other Uses	79,244		80,702

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM1) AMBULANCE DISTRICT

Analysis of Changes in Fund Balance

Code Description	2017	EmpCode	2018
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year		SM8021	
Restated Fund Balance - Beg of Year		SM8022	
ADD - REVENUES AND OTHER SOURCES	79,244		80,702
DEDUCT - EXPENDITURES AND OTHER USES	79,244		80,702
Fund Balance - End of Year		SM8029	

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM2) SIDEWALK DISTRICT

Balance Sheet

Code Description	2017	Edp Code	2018
Assets			
Cash	66,392	SM200	992
TOTAL Cash	66,392		992
Due From State And Federal Government		SM410	
TOTAL State And Federal Aid Receivables	0		0
Due From Other Funds	156,741	SM391	239,842
TOTAL Due From Other Funds	156,741		239,842
TOTAL Assets and Deferred Outflows of Resources	223,133		240,834

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM2) SIDEWALK DISTRICT

Balance Sheet

Code Description	2017	EppCode	2018
Accounts Payable		SM600	
TOTAL Accounts Payable	0		0
Due To Other Funds		SM630	
TOTAL Due To Other Funds	0		0
TOTAL Liabilities	0		0
Fund Balance			
Not in Spendable Form		SM806	94,795
TOTAL Nonspendable Fund Balance	0		94,795
Assigned Unappropriated Fund Balance	223,133	SM915	146,039
TOTAL Assigned Fund Balance	223,133		146,039
Unassigned Fund Balance		SM917	
TOTAL Unassigned Fund Balance	0		0
TOTAL Fund Balance	223,133		240,834
TOTAL Liabilities, Deferred Inflows And Fund Balance	223,133		240,834

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM2) SIDEWALK DISTRICT

Results of Operation

Code Description	2017	EqpCode	2018
Revenues			
Special Assessments	17,382	SM1030	17,701
TOTAL Real Property Taxes	17,382		17,701
Unclassified (specify)		SM2770	
TOTAL Miscellaneous Local Sources	0		0
St Aid, Other Aid (specify)		SM3089	
TOTAL State Aid	0		0
TOTAL Revenues	17,382		17,701
TOTAL Detail Revenues And Other Sources	17,382		17,701

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM2) SIDEWALK DISTRICT

Results of Operation

Code Description	2017	ExpCode	2018
Expenditures			
Escalators, Equip & Cap Outlay	1,000	SM54202	
TOTAL Escalators	1,000		0
TOTAL Transportation	1,000		0
TOTAL Expenditures	1,000		0
TOTAL Detail Expenditures And Other Uses	1,000		0

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SM2) SIDEWALK DISTRICT

Analysis of Changes in Fund Balance

Code Description	2017	EdpCode	2018
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	181,748	SM8021	223,133
Prior Period Adj -Increase In Fund Balance	25,003	SM8012	
Restated Fund Balance - Beg of Year	206,751	SM8022	223,133
ADD - REVENUES AND OTHER SOURCES	17,382		17,701
DEDUCT - EXPENDITURES AND OTHER USES	1,000		
Fund Balance - End of Year	223,133	SM8029	240,834

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SS) SEWER

Balance Sheet

Code Description	2017	Edp Code	2018
Assets			
Cash	3,160,043	SS200	4,214,856
TOTAL Cash	3,160,043		4,214,856
Sewer Rents Receivable	15,000	SS360	22,386
Special Assessments Receivable	17,821	SS370	16,458
TOTAL Other Receivables (net)	32,821		38,844
Due From State And Federal Government	68,598	SS410	98,408
TOTAL State And Federal Aid Receivables	68,598		98,408
Due From Other Funds	694,000	SS391	96,550
TOTAL Due From Other Funds	694,000		96,550
Prepaid Expenses	794	SS480	
TOTAL Prepaid Expenses	794		0
TOTAL Assets and Deferred Outflows of Resources	3,956,256		4,448,658

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SS) SEWER

Balance Sheet

Code Description	2017	EdpCode	2018
Accounts Payable	36,560	SS600	22,808
TOTAL Accounts Payable	36,560		22,808
Accrued Liabilities	90	SS601	114
TOTAL Accrued Liabilities	90		114
TOTAL Liabilities	36,650		22,922
Deferred Inflows of Resources			
Deferred Inflow of Resources		SS691	
TOTAL Deferred Inflows of Resources	0		0
TOTAL Deferred Inflows of Resources	0		0
Fund Balance			
Not in Spendable Form	794	SS806	
TOTAL Nonspendable Fund Balance	794		0
Assigned Appropriated Fund Balance	204,323	SS914	200,000
Assigned Unappropriated Fund Balance	3,714,489	SS915	4,225,736
TOTAL Assigned Fund Balance	3,918,812		4,425,736
TOTAL Fund Balance	3,919,606		4,425,736
TOTAL Liabilities, Deferred Inflows And Fund Balance	3,956,256		4,448,658

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SS) SEWER

Results of Operation

Code Description	2017	EdpCode	2018
Revenues			
Real Property Taxes	60,215	SS1001	60,215
TOTAL Real Property Taxes	60,215		60,215
Sewer Rents	52,052	SS2120	70,149
Interest & Penalties On Sewer Accts	2,565	SS2128	2,272
TOTAL Departmental Income	54,617		72,421
Sewer Serv Other Govts	836,438	SS2374	869,135
TOTAL Intergovernmental Charges	836,438		869,135
Interest And Earnings	2,584	SS2401	1,583
TOTAL Use of Money And Property	2,584		1,583
TOTAL Revenues	953,854		1,003,354
TOTAL Detail Revenues And Other Sources	953,854		1,003,354

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SS) SEWER

Results of Operation

Code Description	2017	EdpCode	2018
Expenditures			
Sewer Administration, Pers Serv	6,514	SS81101	6,660
Sewer Administration, Equip & Cap Outlay		SS81102	5,145
Sewer Administration, Contr Expend	89,823	SS81104	78,139
TOTAL Sewer Administration	96,337		89,944
Sanitary Sewers, Equip & Cap Outlay		SS81202	580
Sanitary Sewers, Contr Expend	19,596	SS81204	20,856
TOTAL Sanitary Sewers	19,596		21,436
Sewage Treat Disp, Equip & Cap Outlay	2,272	SS81302	4,145
Sewage Treat Disp, Contr Expend	309,487	SS81304	263,917
TOTAL Sewage Treat Disp	311,759		268,062
TOTAL Home And Community Services	427,692		379,442
Social Security , Empl Bnfts	498	SS90308	513
TOTAL Employee Benefits	498		513
Debt Principal, Serial Bonds	85,000	SS97106	85,000
TOTAL Debt Principal	85,000		85,000
Debt Interest, Serial Bonds	50,031	SS97107	47,269
TOTAL Debt Interest	50,031		47,269
TOTAL Expenditures	563,221		512,224
TOTAL Detail Expenditures And Other Uses	563,221		512,224

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SS) SEWER

Analysis of Changes in Fund Balance

Code Description	2017	EdpCode	2018
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	3,528,973	SS8021	3,919,606
Prior Period Adj -Increase In Fund Balance		SS8012	15,000
Restated Fund Balance - Beg of Year	3,528,973	SS8022	3,934,606
ADD - REVENUES AND OTHER SOURCES	953,854		1,003,354
DEDUCT - EXPENDITURES AND OTHER USES	563,221		512,224
Fund Balance - End of Year	3,919,606	SS8029	4,425,736

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SS) SEWER

Budget Summary

Code Description	2018	EdpCode	2019
Estimated Revenues			
Est Rev - Real Property Taxes	60,215	SS1049N	59,823
Est Rev - Departmental Income	72,732	SS1299N	52,900
Est Rev - Intergovernmental Charges	655,000	SS2399N	655,000
Est Rev - Use of Money And Property	2,039	SS2499N	2,600
TOTAL Estimated Revenues	789,986		770,323
Appropriated Fund Balance	204,323	SS599N	200,000
TOTAL Estimated Other Sources	204,323		200,000
TOTAL Estimated Revenues And Other Sources	994,309		970,323

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SS) SEWER

Budget Summary

Code Description	2018	FdpCode	2019
Appropriations			
App - Home And Community Services	461,532	SS8999N	435,299
App - Employee Benefits	508	SS9199N	518
App - Debt Service	132,269	SS9899N	134,506
TOTAL Appropriations	594,309		670,323
App - Interfund Transfer	400,000	SS9999N	400,000
TOTAL Other Uses	400,000		400,000
TOTAL Appropriations And Other Uses	994,309		970,323

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SW) WATER
Balance Sheet

Code Description	2017	EdpCode	2018
Assets			
Cash	269,611	SW200	218,639
TOTAL Cash	269,611		218,639
Water Rents Receivable	40,000	SW350	63,889
Special Assessments Receivable	47,417	SW370	45,112
Accounts Receivable		SW380	7,898
TOTAL Other Receivables (net)	87,417		116,899
Prepaid Expenses	347	SW480	
TOTAL Prepaid Expenses	347		0
TOTAL Assets and Deferred Outflows of Resources	357,375		335,538

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SW) WATER

Balance Sheet

Code Description	2017	Edp Code	2018
Accounts Payable	45,659	SW800	12,559
TOTAL Accounts Payable	45,659		12,559
Accrued Liabilities	90	SW601	112
TOTAL Accrued Liabilities	90		112
TOTAL Liabilities	45,749		12,671
Deferred Inflows of Resources			
Deferred Inflow of Resources		SW691	
TOTAL Deferred Inflows of Resources	0		0
TOTAL Deferred Inflows of Resources	0		0
Fund Balance			
Not in Spendable Form	347	SW806	
TOTAL Nonspendable Fund Balance	347		0
Assigned Unappropriated Fund Balance	311,279	SW915	322,867
TOTAL Assigned Fund Balance	311,279		322,867
TOTAL Fund Balance	311,626		322,867
TOTAL Liabilities, Deferred Inflows And Fund Balance	357,375		335,538

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SW) WATER

Results of Operation

Code Description	2017	EdpCode	2018
Revenues			
Real Property Taxes	39,295	SW1001	39,325
TOTAL Real Property Taxes	39,295		39,325
Metered Water Sales	141,819	SW2140	200,429
Interest & Penalties On Water Rents	6,987	SW2148	6,218
TOTAL Departmental Income	148,806		206,647
Interest And Earnings		SW2401	54
TOTAL Use of Money And Property	0		54
Insurance Recoveries	708	SW2680	
TOTAL Sale of Property And Compensation For Loss	708		0
TOTAL Revenues	188,809		246,026
TOTAL Detail Revenues And Other Sources	188,809		246,026

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SW) WATER

Results of Operation

Code Description	2017	ExpCode	2018
Expenditures			
Water Administration, Pers Serv	5,431	SW83101	5,556
Water Administration, Contr Expend	22,665	SW83104	18,375
TOTAL Water Administration	28,096		23,931
Source Supply Pwr & Pump, Equip & Cap Outlay	6,600	SW83202	4,316
Source Supply Pwr & Pump, Contr Expend	55,691	SW83204	60,126
TOTAL Source Supply Pwr & Pump	62,291		64,442
Water Purification, Contr Expend	404	SW83304	
TOTAL Water Purification	404		0
Water Trans & Distrib, Equip & Cap Outlay		SW83402	17,661
Water Trans & Distrib, Contr Expend	32,927	SW83404	128,999
TOTAL Water Trans & Distrib	32,927		146,660
TOTAL Home And Community Services	123,718		235,033
Social Security , Empl Bnfts	415	SW90308	427
TOTAL Employee Benefits	415		427
Debt Principal, Serial Bonds	18,100	SW97106	18,900
TOTAL Debt Principal	18,100		18,900
Debt Interest, Serial Bonds	21,194	SW97107	20,425
TOTAL Debt Interest	21,194		20,425
TOTAL Expenditures	163,427		274,785
TOTAL Detail Expenditures And Other Uses	163,427		274,785

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SW) WATER

Analysis of Changes in Fund Balance

Code Description	2017	ExpCode	2018
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	286,244	SW8021	311,626
Prior Period Adj -Increase In Fund Balance		SW8012	40,000
Restated Fund Balance - Beg of Year	286,244	SW8022	351,626
ADD - REVENUES AND OTHER SOURCES	188,809		246,026
DEDUCT - EXPENDITURES AND OTHER USES	163,427		274,785
Fund Balance - End of Year	311,626	SW8029	322,867

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SW) WATER

Budget Summary

Code Description	2018	EdpCode	2018
Estimated Revenues			
Est Rev - Real Property Taxes	39,325	SW1049N	39,357
Est Rev - Departmental Income	183,962	SW1299N	184,700
Est Rev - Use of Money And Property		SW2499N	200
TOTAL Estimated Revenues	223,287		224,257
TOTAL Estimated Revenues And Other Sources	223,287		224,257

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(SW) WATER

Budget Summary

Code Description	2018	EdpCode	2019
Appropriations			
App - Home And Community Services	183,538	SW8999N	184,503
App - Employee Benefits	424	SW9199N	432
App - Debt Service	39,325	SW9899N	39,322
TOTAL Appropriations	223,287		224,257
TOTAL Appropriations And Other Uses	223,287		224,257

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(TA) AGENCY

Balance Sheet

Code Description	2017	EdoCode	2018
Assets			
Cash	85,049	TA200	94,733
TOTAL Cash	85,049		94,733
Service Award Program Assets	657,942	TA461	640,872
TOTAL Investments	657,942		640,872
TOTAL Assets and Deferred Outflows of Resources	742,991		735,605

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(TA) AGENCY

Balance Sheet

Code Description	2017	Exp Code	2018
Service Awards	657,942	TA13	640,872
Group Insurance		TA20	
Federal Income Tax		TA22	
Guaranty & Bid Deposits	43,502	TA30	51,002
Other Funds (specify)	41,547	TA85	43,731
TOTAL Agency Liabilities	742,991		735,605
TOTAL Liabilities	742,991		735,605
TOTAL Liabilities, Deferred Inflows And Fund Balance	742,991		735,605

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2017	EdpCode	2018
Assets			
Total Non-Current Govt Liabilities	5,392,985	W129	4,724,617
TOTAL Provision To Be Made In Future Budgets	5,392,985		4,724,617
TOTAL Assets and Deferred Outflows of Resources	5,392,985		4,724,617

TOWN OF Shawangunk
Annual Update Document
For the Fiscal Year Ending 2018

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2017	EdpCode	2018
Net Pension Liability -Proportionate Share	518,096	W638	247,017
Installment Purchase Debt	391,714	W685	301,796
Judgments And Claims Payable	192,442	W686	95,547
Compensated Absences	100,733	W687	90,257
Other Long Term Debt		W689	
TOTAL Other Liabilities	1,202,985		734,617
Bonds Payable	4,190,000	W628	3,990,000
TOTAL Bond And Long Term Liabilities	4,190,000		3,990,000
TOTAL Liabilities	5,392,985		4,724,617
TOTAL Liabilities	5,392,985		4,724,617

TOWN OF Shawangunk
Statement of Indebtedness
For the Fiscal Year Ending 2018

4/18/2019

County of: Ulster

Municipal Code: 510377000000

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.	Accrued Interest	O/S End of Year	
2009	BOND E	Wallkill Water			11/01/2009	11/01/2034	4.25%		\$590,000	\$465,100	\$18,900	\$0	\$0	\$0	\$446,200	
r Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year																
2016	IPC E	Police 2016 2 Ford Explorers			04/01/2016	04/01/2018	3.79%		\$80,393	\$26,850	\$26,851	\$0	\$1	\$0	\$0	
2017	IPC E	2017 Ford Explorer			01/15/2017	04/01/2019	3.183%		\$40,478	\$26,649	\$13,113	\$0	\$0	\$0	\$13,636	
2018	IPC E	2018 Ford Explorer			04/25/2018	05/01/2020	4.49%		\$35,633	\$0	\$12,393	\$0	\$0	\$0	\$23,240	
2016	IPC E	Highway 2016 Mack Dump Truck			02/01/2016	02/01/2021	4.03%		\$129,365	\$105,301	\$24,774	\$0	\$0	\$0	\$80,527	
2017	IPC E	Intl Tandem Dump Truck			11/14/2017	01/14/2022	2.94%		\$232,914	\$232,914	\$48,421	\$0	\$0	\$0	\$184,493	
r Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year																
2013	BAN N	Highway Excavator			10/24/2013	10/24/2018	1.62%		\$200,000	\$40,000	\$40,000	\$0	\$0	\$0	\$0	
r Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year																
2010	BOND N	SEWER IMPROVEMENT			10/20/2010	11/01/2030	3.25%		\$1,900,000	\$1,340,000	\$85,000	\$0	\$0	\$0	\$1,275,000	
2009	BOND N	New Town Hall			11/01/2009	11/01/2034	4.25%		\$3,000,000	\$2,364,900	\$96,100	\$0	\$0	\$0	\$2,268,800	
r Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year																
AFR Year Total for All Debt Types - Sums Issued Amts only made in AFR Year										\$4,621,714	\$365,552	\$0	\$1	\$0	\$4,291,796	

TOWN OF Shawangunk
Schedule of Time Deposits and Investments
For the Fiscal Year Ending 2018

	<u>EDP Code</u>	<u>Amount</u>
CASH:		
On Hand	9Z2001	<u>\$400.00</u>
Demand Deposits	9Z2011	<u>\$2,629,922.00</u>
Time Deposits	9Z2021	<u>\$4,000,000.00</u>
Total		<u>\$6,630,322.00</u>
 COLLATERAL:		
- FDIC Insurance	9Z2014	<u>\$828,170.00</u>
Collateralized with securities held in possession of municipality or its agent	9Z2014A	<u>\$5,802,152.00</u>
Total		<u>\$6,630,322.00</u>
 INVESTMENTS:		
- Securities (450)		
Book Value (cost)	9Z4501	<u> </u>
Market Value at Balance Sheet Date	9Z4502	<u> </u>
Collateralized with securities held in possession of municipality or its agent	9Z4504A	<u> </u>
 - Repurchase Agreements (451)		
Book Value (cost)	9Z4511	<u> </u>
Market Value at Balance Sheet Date	9Z4512	<u> </u>
Collateralized with securities held in possession of municipality or its agent	9Z4514A	<u> </u>

TOWN OF Shawangunk
Bank Reconciliation
For the Fiscal Year Ending 2018

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
****-0320	\$75,237	\$506	\$197	\$75,546
****-0762	\$2,934	\$0	\$2,934	\$0
****-8448	\$213,081	\$0	\$0	\$213,081
****-8456	\$24,071	\$0	\$24,071	\$0
****-2830	\$3,000,000	\$0	\$0	\$3,000,000
****-6288	\$1,000,000	\$0	\$0	\$1,000,000
****-3750	\$22,579	\$0	\$0	\$22,579
****-6909	\$101	\$0	\$0	\$101
****-7931	\$57,083	\$1,145	\$58,054	\$174
****-1215	\$535,550	\$0	\$0	\$535,550
****-1223	\$1,680,568	\$0	\$162,168	\$1,518,400
****-1249	\$18,717	\$0	\$18,717	\$0
				Total Adjusted Bank Balance
				\$6,365,431
				Petty Cash
				\$400.00
				Adjustments
				\$0.00
			9ZCASH	*
				\$6,365,831
			9ZCASHB	*
				\$6,365,831
				* Must be equal

TOWN OF Shawangunk
Employee and Retiree Benefits
For the Fiscal Year Ending 2018

Total Full Time Employees:		26			
Total Part Time Employees:		85			
Account Code	Description	Total Expenditures (All Funds)	# of Full Time Employees	# of Part Time Employees	# of Retirees
90108	State Retirement System	\$129,574.00	18	11	
90158	Police and Fire Retirement	\$103,131.00	5	16	
90258	Local Pension Fund	\$64,883.00			
90308	Social Security	\$148,273.00	26	85	
90408	Worker's Compensation Insurance	\$103,683.00	26	85	
90458	Life Insurance				
90508	Unemployment Insurance				
90558	Disability Insurance				
90608	Hospital and Medical (Dental) Insurance	\$428,270.00	16		8
90708	Union Welfare Benefits				
90858	Supplemental Benefit Payment to Disabled Fire Fighters				
91890	Other Employee Benefits				
Total		\$977,814.00			
Computed Total From Financial Section (comparative purposes only)		\$977,814.00			

TOWN OF Shawangunk
 Energy Costs and Consumption
 For the Fiscal Year Ending 2018

Energy Type	Total Expenditures	Total Volume	Units Of Measure	Alternative Units Of Measure
Gasoline	\$33,350	15,625	gallons	
Diesel Fuel	\$47,487	19,413	gallons	
Fuel Oil	\$4,179	1,884	gallons	
Natural Gas	\$8,322	7,045	cubic feet	
Electricity	\$115,358	860,393	kilowatt-hours	
Coal			tons	
Propane	\$3,101	2,181	gallons	

CERTIFICATION OF CHIEF FISCAL OFFICER

I, John Valk, Jr , hereby certify that I am the Chief Fiscal Officer of the Town of Shawangunk , and that the information provided in the annual financial report of the Town of Shawangunk , for the fiscal year ended 12/31/2018 , is TRUE and correct to the best of my knowledge and belief.

By entering the personal identification number assigned by the Office of the State Comptroller to me as the Chief Fiscal Officer of the Town of Shawangunk , and adopted by me as my signature for use in conjunction with the filing of the Town of Shawangunk 's annual financial report, I am evidencing my express intent to authenticate my certification of the Town of Shawangunk's annual financial report for the fiscal year ended 12/31/2018 and filed by means of electronic data transmission.

Cooper Arias LLP
Name of Report Preparer if
different than Chief Fiscal Officer

(845) 796-1800
Telephone Number

04/18/2019
Date of Certification

John Valk, Jr
Name

Town Supervisor
Title

Wallkill, NY
Official Address

(845) 895-2900
Official Telephone Number

TOWN OF Shawangunk
Financial Comments
For the Fiscal Year Ending 2018

(SS) SEWER

Adjustment Reason

Account Code SS8012 Prior Year Sewer Receivable not accrued at 12/31/17

(SW) WATER

Adjustment Reason

Account Code SW801: Prior Year water receivables not accrued at 12/31/17

Thank you, 510377000000 from the TOWN of SHAWANGUNK, for your Submission to the Local Government and School Accountability Data Exchange System on 04/18/2019 01:33:31 PM.

Please note that *this page is not proof that you have submitted the correct file*, only that you have successfully attached a file to the EFSDex website. If you wish to confirm that you have transmitted the correct report you can contact OSC's Data Management Unit at 1-866-321-8503 option 4.

All submissions are subject to verification by OSC.

[Home](#)

You may save or print this page for your records.

APPENDIX C

FORM OF ANNUAL AND CONTINUING DISCLOSURE UNDERTAKING

**ANNUAL AND CONTINUING DISCLOSURE
UNDERTAKING CERTIFICATE
PURSUANT TO RULE 15c2-12 OF THE
SECURITIES AND EXCHANGE COMMISSION**

On the date hereof, the Town of Shawangunk, Ulster County, New York (the “Issuer”) is issuing its Bonds (as defined herein). To facilitate compliance with Rule 15c2-12 of the Securities and Exchange Commission (the “SEC”) promulgated under the Securities Exchange Act of 1934, as amended by the underwriter (as defined in the Rule), the Issuer hereby undertakes for the benefit of the record and beneficial owners from time to time of the Bonds (the “Holders”) to provide:

A. Definitions. As used in this Undertaking, the following terms have the meanings ascribed to such terms below:

“*Bonds*” means the Issuer’s \$2,485,000 Public Improvement Refunding (Serial) Bonds – 2019, dated October 3, 2019.

“*Financial Obligation*” means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii); provided that “financial obligation” shall not include municipal securities (as defined in the Securities Exchange Act of 1934, as amended) as to which a final official statement (as defined in the Rule) has been provided to the MSRB consistent with the Rule.

“*MSRB*” means the Municipal Securities Rulemaking Board.

“*Rule*” means SEC Rule 15c2-12, as amended from time to time.

“*SEC*” means the United States Securities and Exchange Commission.

“*Undertaking*” means this Annual and Continuing Disclosure Undertaking.

B. Annual Reports. With respect to the Bonds, the Issuer shall electronically file annually with the MSRB, (1) within six months after the end of each fiscal year ending after the date hereof, financial information and operating data with respect to the Issuer of the general type contained in or cross referenced in the Issuer’s final Official Statement, dated June __, 2019 under the headings “**THE TOWN**”, “**ECONOMIC AND DEMOGRAPHIC INFORMATION**”, “**INDEBTEDNESS OF THE TOWN**”, “**FINANCES OF THE TOWN**”, “**REAL PROPERTY TAX INFORMATION**”, and “**LITIGATION**”, and in **APPENDICES A AND B**, and (2) if not provided as part such financial information and operating data, audited financial statements of the Issuer, when and if available. If audited financial statements are not available at that time the Town will electronically file unaudited financial statements when available. Any financial statements so to be electronically filed shall be prepared in accordance with the accounting principles as the Issuer may be required to employ from time to time pursuant to state law or regulation, and shall be audited, if the Issuer commissions an audit of such statements and the audit is completed within the period during which they must be provided.

If the Issuer changes its fiscal year, it will electronically file with the MSRB of the change (and of the date of the new fiscal year end) prior to the next date by which the Issuer otherwise would be required to provide financial information and operating data pursuant to this Undertaking.

The financial information and operating data to be electronically filed pursuant to this Undertaking may be set forth in full in one or more documents or may be included by specific reference to any document available to the public on the MSRB's Internet Web site or filed with the SEC.

C. Event Notices. The Issuer shall electronically file with the MSRB notice of any of the following events with respect to the Obligations in a timely manner and not more than ten business days after occurrence of the event:

- (1) Principal and interest payment delinquencies;
- (2) Non-payment related defaults, if material;
- (3) Unscheduled draws on debt service reserves reflecting financial difficulties;
- (4) Unscheduled draws on credit enhancements reflecting financial difficulties;
- (5) Substitution of credit or liquidity providers, or their failure to perform;
- (6) 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 or determinations with respect to the tax-exempt status of the Bonds, or other material events affecting the tax status of the Bonds;
- (7) Modifications to rights of holders of the Bonds, if material;
- (8) Bond calls, if material, and tender offers;
- (9) Defeasances;
- (10) Release, substitution, or sale of property securing repayment of the Bonds, if material;
- (11) Rating changes;
- (12) Bankruptcy, insolvency, receivership, or similar event of the Issuer, which shall occur as described below;
- (13) The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of its assets, other than in the ordinary course of business, the entry into of 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; and
- (14) Appointment of a successor or additional trustee or the change of name of a trustee, if material.

(15) Incurrence of a Financial Obligation of the Issuer, 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

(16) 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.

For these purposes, any event described in the immediately preceding paragraph (12) 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 United States Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental 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.

The Issuer shall electronically file with the MSRB, in a timely manner, notice of any failure by the Issuer to provide *financial* information or operating data in accordance with this Undertaking by the time required by this Undertaking.

D. Filings with the MSRB. All financial information, operating data, financial statements, notices, and other documents provided to the MSRB in accordance with this Undertaking shall be provided in an electronic format prescribed by the MSRB and shall be accompanied by identifying information as prescribed by the MSRB.

E. Limitations, Disclaimers, and Amendments. The Issuer shall be obligated to observe and perform the covenants specified in this Undertaking for so long as, but only for so long as, the Issuer remain an “obligated person” with respect to the Bonds within the meaning of the Rule.

The provisions of this Undertaking are for the sole benefit of the holders and beneficial owners of the Bonds, and nothing in this Undertaking, express or implied, shall give any benefit or any legal or equitable right, remedy, or claim hereunder to any other person. The Issuer undertakes to provide only the financial information, operating data, financial statements, and notices which it has expressly agreed to provide pursuant to this Undertaking and does not hereby undertake to provide any other information that may be relevant or material to a complete presentation of the Issuer’s financial results, condition, or prospects or hereby undertake to update any information provided in accordance with this Undertaking or otherwise, except as expressly provided herein. The Issuer does not make any representation or warranty concerning such information or its usefulness to a decision to invest in or sell Bonds at any future date.

UNDER NO CIRCUMSTANCES SHALL THE ISSUER BE LIABLE TO THE HOLDER OR BENEFICIAL OWNER OF ANY BOND OR ANY OTHER PERSON, IN CONTRACT OR TORT, FOR DAMAGES RESULTING IN WHOLE OR IN PART FROM ANY BREACH BY THE ISSUER, WHETHER NEGLIGENT OR WITH OR WITHOUT FAULT ON ITS PART, OF ANY COVENANT SPECIFIED IN THIS UNDERTAKING, BUT EVERY RIGHT AND REMEDY OF ANY SUCH PERSON, IN CONTRACT OR TORT, FOR OR ON ACCOUNT OF ANY SUCH BREACH SHALL BE LIMITED TO AN ACTION FOR *MANDAMUS* OR SPECIFIC PERFORMANCE.

No default by the Issuer in observing or performing its obligations under this Undertaking shall constitute a breach of or default on the Bonds.

Nothing in this Undertaking is intended or shall act to disclaim, waive, or otherwise limit the duties of the Issuer under federal and state securities laws.

The provisions of this Undertaking may be amended by the Issuer from time to time to adapt to changed circumstances that arise from a change in legal requirements, a change in law, or a change in the identity, nature, status, or type of operations of the Issuer, but only if (1) the provisions of this Undertaking, as so amended, would have permitted an underwriter to purchase or sell Bonds in the primary offering of the Bonds in compliance with the Rule, taking into account any amendments or interpretations of the Rule to the date of such amendment, as well as such changed circumstances, and (2) either (a) the holders of the Bonds consent to such amendment or (b) a person that is unaffiliated with the Issuer (such as nationally recognized bond counsel) determines that such amendment will not materially impair the interests of the holders and beneficial owners of the Bonds. The Issuer may also repeal or amend the provisions of this Undertaking if the SEC amends or repeals the applicable provisions of the Rule or any court of final jurisdiction enters judgment that such provisions of the Rule are invalid, and the Issuer also may amend the provisions of this Undertaking in its discretion in any other manner or circumstance, but in either case only if and to the extent that the provisions of this sentence would not have prevented an underwriter from lawfully purchasing or selling Bonds in the primary offering of the Bonds, giving effect to (a) such provisions as so amended and (b) any amendments or interpretations of the Rule. If the Issuer so amends the provisions of this Undertaking, the Issuer shall include with any amended financial information or operating data next provided in accordance with this Undertaking an explanation, in narrative form, of the reasons for the amendment and of the impact of any change in the type of financial information or operating data so provided.

IN WITNESS WHEREOF, I have hereunto set my hand this _____, 2019.

Supervisor

APPENDIX D

FORM OF OPINION OF NORTON ROSE FULBRIGHT US LLP

October 1, 2019

Norton Rose Fulbright US LLP
1301 Avenue of the Americas
New York, New York 10019-6022
United States

Town of Shawangunk,
County of Ulster,
State of New York

Tel +1 212 318 3000
Fax +1 212 318 3400
nortonrosefulbright.com

Re: Town of Shawangunk, Ulster County, New York
\$2,485,000 Public Improvement Refunding (Serial) Bonds, 2019

Ladies and Gentlemen:

We have been requested to render our opinion as to the validity of an issue of \$2,485,000 Public Improvement Refunding (Serial) Bonds, 2019 (the "Obligation"), of the Town of Shawangunk, County of Ulster, State of New York (the "Obligor"), dated October 1, 2019.

We have examined:

- (1) the Constitution and statutes of the State of New York;
- (2) the Internal Revenue Code of 1986 (the "Code"), including particularly Sections 103 and 141 through 150 thereof, and the applicable regulations of the United States Treasury Department promulgated thereunder;
- (3) a tax certificate (the "Tax Certificate") executed on behalf of the Obligor which includes, among other things, covenants, relating to compliance with the Code, with the owners of the Obligation that the Obligor will, among other things, (i) take all actions on its part necessary to cause interest on the Obligation not to be includable in the gross income of the owners thereof for Federal income tax purposes, including, without limitation, restricting, to the extent necessary, the yield on investments made with the proceeds of the Obligation and investment earnings thereon, making required payments to the Federal government, if any, and maintaining books and records in a specified manner, where appropriate, and (ii) refrain from taking any action which would cause interest on the Obligation to be includable in the gross income of the owners thereof for Federal income tax purposes, including, without limitation, refraining from spending the proceeds of the Obligation and investment earnings thereon on certain specified purposes; and
- (4) a certificate executed on behalf of the Obligor which includes, among other things, a statement that compliance with such covenants is not prohibited by, or violative of, any provision of local or special law, regulation or resolution applicable to the Obligor.

We also have examined a certified copy of proceedings of the finance board of the Obligor and other proofs authorizing and relating to the issuance of the Obligation, including the form of the Obligation. In rendering the opinions expressed herein we have assumed (i) the accuracy and truthfulness of all public records, documents and proceedings, including factual information, expectations and

statements contained therein, examined by us which have been executed or certified by public officials acting within the scope of their official capacities, and have not verified the accuracy or truthfulness thereof, and (ii) compliance by the Obligor with the covenants contained in the Tax Certificate. We also have assumed the genuineness of the signatures appearing upon such public records, documents and proceedings and the certifications thereof.

In our opinion:

- (a) The Obligation has been authorized and issued in accordance with the Constitution and statutes of the State of New York and constitutes a valid and legally binding general obligation of the Obligor, all the taxable real property within which is subject to the levy of ad valorem taxes to pay the Obligation and interest thereon, without limitation as to rate or amount, except as to certain statutory limitations which may result from the application of Chapter 97 of the Laws of 2011 of the State of New York, as amended, provided, however, that the enforceability (but not the validity) of the Obligation: (i) may be limited by any applicable bankruptcy, insolvency or other law now existing or hereafter enacted by said state or the federal government affecting the enforcement of creditors' rights; and (ii) may be subject to the exercise of judicial discretion in certain cases.
- (b) The Obligor has the power to comply with its covenants with respect to compliance with the Code as such covenants relate to the Obligation; provided, however, that the enforceability (but not the validity) of such covenants may be limited by any applicable bankruptcy, insolvency or other law now existing or hereafter enacted by said state or the federal government affecting the enforcement of creditors' rights.
- (c) Under existing law, interest on the Obligation (1) will be excludable from the gross income, as defined in section 61 of the Code, of the owners thereof for Federal income tax purposes, pursuant to section 103 of the Code and existing regulations, published rulings, and court decisions, assuming continuing compliance after the date hereof by the Obligor with the provisions of the Tax Certificate, and (2) will not be included in computing the Federal alternative minimum taxable income of the owners thereof. Under existing law, interest on the Obligation is exempt from personal income taxes imposed by the State of New York or any political subdivision thereof (including The City of New York).

We express no opinion with respect to any other federal, state or local tax consequences under present law or any proposed legislation resulting from the receipt or accrual of interest on, or the acquisition or disposition of, the Obligation. Ownership of tax-exempt obligations such as the Obligation may result in collateral federal tax consequences to, among others, financial institutions, life insurance companies, property and casualty insurance companies, certain foreign corporations doing business in the United States, S corporations with subchapter C earnings and profits, owners of an interest in a financial asset securitization investment trust, individual recipients of Social Security or Railroad Retirement Benefits, individuals otherwise qualifying for the earned income tax credit and taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry, or who have paid or incurred certain expenses allocable to, tax-exempt obligations.

Our opinions are based on existing law, which is subject to change. Such opinions are further based on our knowledge of facts as of the date hereof. We assume no duty to update or supplement our opinions to reflect any facts or circumstances that may hereafter come to our attention or to reflect any changes in any law that may hereafter occur or become effective. Moreover, our opinions are not a guarantee of result and are not binding on the Internal Revenue Service; rather, such opinions represent our legal judgment based upon our review of existing law that we deem relevant to such opinions and in reliance upon the representations and covenants referenced above.

The scope of our engagement in relation to the issuance of the Obligation has extended solely to the examination of the facts and law incident to rendering the opinion expressed herein. Such opinion is not intended and should not be construed to express or imply any conclusion that the amount of real property subject to taxation within the boundaries of the Obligor, together with other legally available sources of revenue, if any, will be sufficient to enable the Obligor to pay the principal of or interest on the Obligation as the same respectively become due and payable. Reference should be made to the Official Statement prepared by the Obligor in relation to the Obligation for factual information which, in the judgment of the Obligor, could materially affect the ability of the Obligor to pay such principal and interest. While we have participated in the preparation of such Official Statement, we have not verified the accuracy, completeness or fairness of the factual information contained therein and, accordingly, we express no opinion as to whether the Obligor, in connection with the sale of the Obligation, has made any untrue statement of a material fact or omitted to state a material fact necessary in order to make any statements made, in the light of the circumstances under which they were made, not misleading.

Very truly yours,