

PRELIMINARY OFFICIAL STATEMENT DATED MARCH 5, 2019

NEW ISSUE – SERIAL BONDS

RATING - MOODY'S INVESTORS SERVICE: " "

*In the opinion of Hawkins Delafield & Wood LLP, Bond Counsel to the Town, interest on the Bonds is included in gross income for federal income tax purposes pursuant to the Code. In addition, in the opinion of Bond Counsel to the Town, under existing statutes, interest on the Bonds is exempt from personal income taxes of New York State and its political subdivisions, including The City of New York. See "TAX MATTERS– TAXABLE BONDS" herein.*

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

**\$1,515,000**

**TOWN OF CHESTER  
ORANGE COUNTY, NEW YORK  
(the "Town")**

**PUBLIC IMPROVEMENT SERIAL BONDS – 2019 (FEDERALLY TAXABLE)**

**Dated: March 21, 2019**

**Principal Due: March 1, 2020-2034, inclusive  
Interest Due: Semiannually on March 1 and  
September 1 in each year to maturity,  
commencing March 1, 2020**

**SEE BOND MATURITY SCHEDULE HEREIN**

The Bonds are general obligations of the Town of Chester, Orange County, New York (the "Town"), and will contain a pledge of the faith and credit of the Town for the payment of the principal thereof and interest thereon and, unless paid from other sources, the 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 New York Laws of 2011, as amended (the "Tax Levy Limit Law"). (See "Tax Levy Limit Law" herein).

The Bonds maturing on March 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 March 1, 2026. (See "Optional Redemption" under "THE BONDS," herein.)

At the option of the purchaser, the Bonds may be either (i) registered to the purchaser or (ii) registered in the name of Cede & Co., as the partnership nominee for The Depository Trust Company, New York, New York ("DTC") as book-entry bonds.

If registered in the name of the purchaser, a single bond certificate shall be issued for each maturity of the Bonds registered in the name of the purchaser. Principal of and interest on such Bonds will be payable in Federal Funds by the Town, at such bank or trust company located and authorized to do business in the State of New York as selected by the purchaser.

If issued in book-entry form, the Bonds will be issued as registered bonds, and, when issued, will be registered in the name of Cede & Co., as the partnership nominee for DTC, which will act as securities depository for the Bonds. Beneficial owners will not receive certificates representing their interest in the Bonds. Individual purchases may be made in denominations of \$5,000 or integral multiples thereof. A single bond certificate will be issued for each maturity of the Bonds. Principal of and interest on said Bonds will be paid in Federal Funds by the Town to Cede & Co., as nominee for DTC, which will in turn remit such principal and interest to its Participants (as herein after defined) for subsequent distribution to the beneficial owners of the Bonds as described herein. Transfer of principal and interest payments to Beneficial Owners (as hereinafter defined) by Participants of DTC will be the responsibility of such Participants and other nominees of Beneficial Owners. The Town will not be responsible or liable for payments by DTC to its Participants or by Direct Participants (as hereinafter defined) to Beneficial Owners or for maintaining, supervising or reviewing the records maintained by DTC, its Participants or persons acting through such Participants. (See "Description of Book-Entry System" under "THE BONDS," herein).

Sealed bids for the Bonds will be received at 11:00 A.M. (Prevailing Time) on March 13, 2019, in accordance with the Notice of Sale dated March 5, 2019.

*The Bonds are offered subject to the final approving opinion of Hawkins Delafield & Wood LLP, New York, New York, Bond Counsel to the Town, and certain other conditions. It is expected that delivery of the Bonds in book-entry form will be made through the facilities of DTC in Jersey City, New Jersey, or as otherwise agreed to by the Town and the Purchaser on or about March 21, 2019 in New York, New York.*

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

This Preliminary Official Statement and the information contained herein are subject to completion or amendment. Under no circumstance shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of these securities, in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction.

**TOWN OF CHESTER  
ORANGE COUNTY, NEW YORK**

**\$1,515,000 PUBLIC IMPROVEMENT SERIAL BONDS – 2019 (FEDERALLY TAXABLE)**

**BOND MATURITY SCHEDULE**

**Dated: March 21, 2019**

**Principal Due: March 1, 2020-2034, inclusive  
Interest Due: Semiannually on March 1 and  
September 1 in each year to maturity,  
commencing March 1, 2020**

<u>Year</u>	<u>Amount*</u>	<u>Rate</u>	<u>Yield or Price</u>	<u>CUSIP #</u>
2020	\$ 55,000			
2021	80,000			
2122	85,000			
2023	90,000			
2024	95,000			
2025	95,000			
2026	100,000			
2027	100,000**			
2028	105,000**			
2029	110,000**			
2030	110,000**			
2031	115,000**			
2032	120,000**			
2033	125,000**			
2034	130,000**			

\* Amounts are subject to adjustment by the Town following the sale, pursuant to the terms of the Notice of Sale relating to the Bonds, to achieve substantial level or declining annual debt service as provided in Section 58.00 (c)(2) of the Local Finance Law.

\*\*Subject to prior redemption.

**TOWN OF CHESTER  
ORANGE COUNTY, NEW YORK**

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Chester, NY 10918  
Telephone: 845/469-2796  
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**TOWN BOARD**

Robert Valentine, Supervisor

Cynthia A. Smith

Ryan Wensley

-----  
Linda Zappala, Town Clerk  
Scott Bonacic, Esq., Town Attorney

\* \* \*

**BOND COUNSEL**

Hawkins Delafield & Wood LLP  
New York, New York

\* \* \*

**MUNICIPAL ADVISOR**



Municipal Finance Advisory Service

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No dealer, broker, salesman or other person has been authorized by the Town to give any information or to make any representations, other than those contained in this Official Statement and if given or made, such other information or representations must not be relied upon as having been authorized by the Town. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the 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.

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# OFFICIAL STATEMENT

**\$1,515,000**

## **TOWN OF CHESTER ORANGE COUNTY, NEW YORK**

### **PUBLIC IMPROVEMENT SERIAL BONDS – 2019 (FEDERALLY TAXABLE)**

This Official Statement and the appendices hereto present certain information relating to the Town of Chester, in the County of Orange, in the State of New York (the “Town,” “County” and “State,” respectively) in connection with the sale of \$1,515,000 Public Improvement Serial Bonds – 2019 (Federally Taxable) (the “Bonds”) of the Town.

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 March 21, 2019, and will mature on March 1, in each of the years 2020 to 2034, inclusive, in the principal amounts as set forth on the inside cover page hereof.

At the option of the purchaser, the Bonds may be either (i) registered to the purchaser or (ii) registered in the name of Cede & Co., as the partnership nominee for The Depository Trust Company, New York, New York (“DTC”) as book-entry bonds.

If registered in the name of the purchaser, a single bond certificate shall be issued for each maturity of the Bonds registered in the name of the purchaser. Principal of and interest on such Bonds will be payable in Federal Funds by the Town, at such bank or trust company located and authorized to do business in the State of New York as selected by the purchaser.

If issued in book-entry form, the Bonds will be issued as registered bonds, and, when issued, will be registered in the name of Cede & Co., as the partnership nominee for DTC, which will act as securities depository for the Bonds. Beneficial owners will not receive certificates representing their interest in the Bonds. Individual purchases may be made in denominations of \$5,000 or integral multiples thereof. A single bond certificate will be issued for each maturity of the Bonds. Principal of and interest on said Bonds will be paid in Federal Funds by the Town to Cede & Co., as nominee for DTC, which will in turn remit such principal and interest to its Participants (as herein after defined) for subsequent distribution to the beneficial owners of the Bonds as described herein. Transfer of principal and interest payments to Beneficial Owners (as hereinafter defined) by Participants of DTC will be the responsibility of such Participants and other nominees of Beneficial Owners. The Town will not be responsible or liable for payments by DTC to its Participants or by Direct Participants (as hereinafter defined) to Beneficial Owners or for maintaining, supervising or reviewing the records maintained by DTC, its Participants or persons acting through such Participants. (See “*Book-Entry-Only System*” under “*THE BONDS*,” herein).

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

The Town will act as Fiscal Agent for the Bonds. Paying agent fees, if any, will be paid by the purchaser. The Town’s contact information is as follows: Robert Valentine, Supervisor, Town of Chester, 1786 Kings Highway, Chester, New York 10918, telephone number 845/469-7000, email: rvalentine@thetownofchester.org.

#### **Optional Redemption**

The Bonds maturing on or before March 1, 2026 will not be subject to redemption prior to maturity. The Bonds maturing on March 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 March 1, 2026, at par plus accrued interest to the date of 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.

### **Description of Book-Entry System**

DTC will act as Securities Depository for the Bonds, if issued as book-entry bonds. Such Bonds will be issued as fully registered securities, in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully registered bond certificate will be issued for each maturity of the Bonds and deposited with DTC.

DTC is 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") and together with Direct Participant, the ("Participants"). The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at [www.dtcc.com](http://www.dtcc.com) and [www.dtc.org](http://www.dtc.org).

Purchases of Bonds 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 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 affect 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 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 of 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 the issuer as soon as possible after the record date. The omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the 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.

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.

THE TOWN WILL NOT HAVE ANY RESPONSIBILITY OR OBLIGATION 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 OF 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; (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.

### **Certificated Bonds**

Principal of and interest on Bonds that are registered in the name of the purchaser will be payable in lawful money of the United States of America (Federal Funds) at such bank or trust company located and authorized to do business in the State of New York as may be selected by the successful bidder.

If the Bonds are issued as book-entry bonds registered in the name of Cede & Co., DTC may discontinue providing its services with respect to the Bonds at any time by giving notice to the Town and discharging its responsibilities with respect thereto under applicable law, or the Town may terminate its participation in the system of book-entry transfers through DTC at any time. In the event that such book-entry system is discontinued, the following provisions will apply: The Bonds will be in registered form in denominations of \$5,000, or integral multiples thereof. Principal of and interest on the Bonds when due will be payable at the principal corporate trust office of a bank or trust company to be named by the Town as the fiscal agent. Certificated Bonds may be transferred or exchanged at no cost to the owner of such Bonds at any time prior to maturity at the corporate trust office of the fiscal agent for Bonds of the same or any other authorized denomination or denominations in the same aggregate principal amount upon the terms set forth in the certificate of the Supervisor authorizing the sale of the Bonds and fixing the details thereof and in accordance with the Local Finance Law.

### Authorization and Purpose

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 two bond resolutions duly adopted by the Town Board, authorizing the issuance of serial bonds for the following purposes. The proceeds of the Bonds, along with available funds in the amount of \$10,000, will be used to redeem outstanding bond anticipation notes in the amount of \$425,000 as follows:

<u>Date</u> <u>Authorized</u>	<u>Purpose</u>	<u>Amount</u> <u>Authorized</u>	<u>Amount</u> <u>Outstanding</u>	<u>Amount</u> <u>to be</u> <u>Paid</u>	<u>Amount to</u> <u>be Issued</u>
06/14/2017	Construction of a Senior Center	\$1,900,000	\$425,000	\$10,000	\$ 415,000
10/01/2018	Acquisition of Land and building located thereon	1,100,000	-	-	1,100,000
					\$1,515,000

For further information regarding bond authorizations of the Town for capital purposes and other matters relating thereto see “Indebtedness of the Town”.

### Nature of Obligation

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

The Bonds will be general obligations of the Town and will contain a pledge of the faith and credit of the Town for the payment of the principal thereof and the interest thereon. For the payment of such principal and interest, the Town has the power and statutory authorization to levy ad valorem taxes on all taxable real property in the Town, subject to certain statutory limitations imposed by Chapter 97 of the New York Laws of 2011, as amended. (See “*Tax Levy Limit Law*”, herein).

Under the Constitution of the State, the Town is required to pledge its faith and credit for the payment of the principal of and interest on the Bonds, and the State is specifically precluded from restricting the power of the Town to levy taxes on real estate therefor. However, Chapter 97 of the New York Laws of 2011, as amended (the “*Tax Levy Limit Law*”), imposes a limitation upon the Town’s power to increase its annual tax levy. As a result, the power of the Town to levy real estate taxes on all the taxable real property within the Town is subject to statutory limitations set forth in *Tax Levy Limit Law*, unless the Town complies with certain procedural requirements to permit the Town to levy certain year-to-year increases in real property taxes. (See “*Tax Levy Limit Law*,” herein).

### MARKET MATTERS AFFECTING FINANCINGS OF THE MUNICIPALITIES OF THE STATE

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

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

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

The Town is dependent in part upon financial assistance from the State in the form of State aid as well as grants and loans to be received (“State Aid”). The Town’s receipt of State aid may be delayed as a result of the State’s failure to adopt its budget timely and/or to appropriate State Aid to municipalities and school districts. Should the Town fail to receive all or a portion of the amounts of State Aid expected to be received from the State in the amounts and at the times anticipated, occasioned by a delay in the payment of such moneys or by a reduction in State Aid or its elimination, the Town is authorized pursuant to the Local Finance Law (“LFL”) to provide operating funds by borrowing in anticipation of the receipt of such uncollected State Aid, however, there can be no assurance that, in such event, the Town will have market access for any such borrowing on a cost effective basis. The elimination of or any substantial reduction in State Aid would likely have a materially adverse effect upon the Town requiring either a counterbalancing increase in revenues from other sources to the extent available or a curtailment of expenditures. (See also “*State Aid*” herein.)

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

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

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

### **REMEDIES UPON DEFAULT**

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

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

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

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

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

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

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

## **MUNICIPAL BANKRUPTCY**

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

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

Accordingly, enforceability of the rights and remedies of the owners of the Bonds, and the obligations incurred by the Town, may become subject to Chapter IX and applicable bankruptcy, insolvency, reorganization, moratorium, or similar laws relating to or affecting the enforcement of creditor's rights generally, now or hereafter in effect, equity principles which may limit the specific enforcement under State law of certain remedies, the exercise by the United States of America of the powers delegated to it by the Constitution, the reasonable and necessary exercise, in certain exceptional situations, of the police powers inherent in the sovereignty of the State and its governmental bodies in the interest of serving a significant and legitimate public purpose and the limitations on remedies against public agencies in the State.

Bankruptcy proceedings, or the exercise of powers by the federal or State government, if initiated, could subject the owners of the Bonds to judicial discretion, interpretation and of their rights in bankruptcy or otherwise, and consequently may entail risks of delay, limitation, or modification of their rights.

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

No current state law purports to create any priority for holders of the 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 above references to the Bankruptcy Act are not to be construed as an indication that the Town is currently considering or expects to resort to the provisions of the Bankruptcy Act.

### **Financial Control Boards**

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

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

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

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

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

### **No Past Due Debt**

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

## **THE TOWN**

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

### **Description**

The Town, which encompasses about 25 square miles and has a current population of 11,971 according to the 2017 U.S. Census, is located in the south-eastern portion of Orange County. It is bounded on the east by the Towns of Monroe and Blooming Grove; on the north and west by the Town of Goshen; and on the south by the Town of Warwick. The Town includes the Village of Chester and other communities, such as Sugar Loaf and Walton Lake Estates.

The Town is primarily residential and agricultural in character with some commercial and industrial enterprises. Commercial activity is centered in the business district of the Village of Chester and in shopping centers. Residential development consists of single-family homes, a condominium complex and an apartment complex. In addition to employment opportunities in the Town, residents commute to New York City, Newburgh, Middletown, and Goshen (the County Seat).

Rail transportation is provided by the Southern Norfolk Railroad. Commuter bus service is available to New York City. Highways include New York State Route 17 (the Quickway), with an interchange in the Town, as well as a network of Town and County roads.

### **Utilities and Other Services**

Electricity and natural gas is supplied to the Town by Orange & Rockland Utilities, Inc., and Central Hudson Gas & Electric Corp. The Town is the supplier of water and, through a number of special assessment water districts, is responsible for the financing and construction of water transmission lines as well as maintenance of the necessary facilities in such districts. Sanitary sewer services are provided to about 60% of the Town residents through private sewer systems. The balance of the Town uses septic systems. Police protection is provided by the Town Police Department and fire protection is provided by the Chester Fire District.

### **Government**

The Town was established in 1845. Four independently governed school districts are located partially within the Town which rely on their own taxing powers granted by the State to raise revenues. The school districts use the Town's assessment roll as their basis for taxation of property located within the Town.

Subject to the provisions of the State Constitution, the Town operates pursuant to the Town Law, the Local Finance Law, other laws generally applicable to the Town, and any special laws generally applicable to the Town, and is classified as a second class town. Under such laws, there is no authority for the Town to have a charter, but pursuant to the Town Law and other laws generally applicable to home rule, the Town may from time to time adopt local laws.

The legislative power of the Town is vested in the Town Board, which consists of five members, including the Supervisor, who is the chief executive officer of the Town, elected for a term of four years. The four other members of the Town Board are elected to four-year terms. All the Town Board members are elected at large and there is no limitation to the number of terms each may serve. There are currently two vacancies on the Town Board.

The Town Clerk and the Tax Collector are elected to four-year terms. The Highway Superintendent is elected to a four-year term. The Town Board appoints the assessor, the Town Attorney and the Town Engineer.

**Summary of Building Activity**  
(Number of Building Permits Issued)

<u>Year</u>	<u>Residential</u>	<u>Commercial &amp; Industrial</u>	<u>Total</u>
2014	21	-	21
2015	8	-	8
2016	29	-	29
2017	21	-	21
2018	11	-	11

**Financial Organization**

The Supervisor is the chief fiscal officer of the Town; his duties include administration, direction and control of budget and insurance, accounts payable and receivable and payroll. The Supervisor is also responsible for drafting and preparing the budget and securing and administering State and Federal grants.

**Employees**

The Town provides services through approximately 42 full-time and 24 part-time employees. Eleven Highway Department employees are represented by Teamsters Local 445 under a contract which expired on May 31, 2017 and 13 Town police officers are represented by the Town of Chester PBA under a contract which expires December 31, 2019.

**ECONOMIC AND DEMOGRAPHIC INFORMATION**

**Population Characteristics**

<u>Year</u>	<u>Town of Chester</u>	<u>Orange County</u>	<u>State of New York</u>
1990	9,138	307,647	17,990,455
2000	12,140	341,367	18,976,457
2010	12,135	370,201	19,378,102
2017	11,971	378,174	19,798,228

Source: U.S. Bureau of the Census.

**Income Data**

	<u>Per Capita Money Income</u>			
	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2017<sup>a</sup></u>
Town of Chester	\$18,684	\$25,900	\$38,236	\$34,694
County of Orange	15,198	21,597	28,944	32,616
State of New York	16,501	23,389	30,791	35,752
	<u>Median Household Income</u>			
	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2017<sup>a</sup></u>
Town of Chester	\$51,447	\$69,280	\$90,915	\$101,250
County of Orange	39,198	52,058	69,523	75,146
State of New York	32,965	43,393	55,603	62,765

Source: United States Department of Commerce, Bureau of the Census.

a. Based on American Community Survey 5-Year Estimate (2013-2017)

## Unemployment Rate Statistics

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

<u>Annual Averages:</u>	<u>Orange County (%)</u>	<u>New York State (%)</u>
2013	6.8	7.7
2014	5.5	6.3
2015	4.7	5.3
2016	4.3	4.8
2017	4.6	4.7
2018 (11 Month Average)	3.9	4.2

Source: Department of Labor, State of New York

## Selected Listing of Larger Employees

<u>Name</u>	<u>Type</u>	<u>Estimated Number Of Employees</u>
C&S Grocery Wholesalers	Food Distribution	1,000
AMSCAN	Warehouse/Distribution	425
Pep Boys	Warehouse/ Distribution	200
United Parcel Service	Parcel Delivery	200
Nexan	Manufacturing	187
Palmer/LP Transport	Trucking & Delivery	100

Source: Town Officials.

## INDEBTEDNESS OF THE TOWN

### Constitutional 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, or to be paid in one of the two fiscal years immediately succeeding the fiscal year in which such indebtedness was contracted, indebtedness shall be paid in annual installments commencing no later than two years after the date such indebtedness shall have been contracted and ending no later than the expiration of the periods of probable usefulness of the objects or purposes as determined by statute or in the alternative, the weighted average period of probable usefulness of the several objects or purposes for which such indebtedness is to be contracted; no installment may be more than fifty per centum in excess of the smallest prior installment, unless the Town has authorized the issuance of indebtedness having substantially level or declining annual debt service. The Town is required to provide an annual appropriation for the payment of interest due during the fiscal year on its indebtedness and for the amounts required in such year for amortization and redemption of its serial bonds, bond anticipation notes and capital 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 "*Nature of Obligation*", the State Legislature is prohibited by a specific constitutional provision from restricting the power of the Town to levy taxes on real estate for the payment of interest on or principal of indebtedness theretofore contracted. However, the Tax Levy Limit Law imposes a statutory limitation on the Town's power to increase its annual tax levy. 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 subject, of course, to the constitutional provisions set forth above. The power to spend money, however, generally derives from other law, including the Town Law and the General Municipal Law.

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

The Local Finance Law also provides a twenty-day statute of limitations after publication of a bond resolution which, in effect, estops thereafter legal challenges to the validity of obligations authorized by such bond resolution except for alleged constitutional violations. The Town has complied with such requirement with respect to the bond resolutions authorizing the issuance of the Bonds.

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

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

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

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

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

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

**Computation of Debt Limit and Calculation of Net Debt Contracting Margin**  
(As of March 5, 2019)

<u>Fiscal Year Ending December 31:</u>	<u>Assessed Valuation</u>	<u>State Equalization Rate (%)</u>	<u>Full Valuation</u>
2015	\$803,044,946	65.25	\$1,230,720,224
2016	805,457,742	63.00	1,278,504,352
2017	805,489,605	63.00	1,278,554,929
2018	834,135,724	62.50	1,334,617,158
2019	842,110,367	59.00	<u>1,427,305,707</u>
Total Five Year Full Valuation			\$6,549,702,370
Average Five Year Full Valuation			1,309,940,474
Debt Limit - 7% of Average Full Valuation			91,695,833
Inclusions:			
General Purposes Bonds			4,402,000
Bond Anticipation Notes			425,000
Water Purpose Bonds			1,055,000
Total Indebtedness			<u>5,882,000</u>
Exclusions:			
Appropriations for General Purpose Bonds			351,377
Water Purpose Bonds			<u>1,055,000</u>
Total Exclusions			1,406,377
Total Net Indebtedness Before the Issuance of the Bonds			<u>4,475,623</u>
The Bonds			1,515,000
Less: BANs to be Redeemed from the Issuance of the Bonds			<u>425,000</u>
Net Effect of the Bonds			1,090,000
Total Net Indebtedness After the Issuance of the Bonds			<u>5,565,623</u>
Net Debt Contracting Margin			<u><u>\$86,130,210</u></u>
Per Cent of Debt Contracting Margin Exhausted			6.07%

**Debt Service Requirements - Outstanding Bonds<sup>a</sup>**

Fiscal Year Ending Dec. 31	Principal	Interest	Total
2019	\$518,500	\$208,408	\$726,908
2020	509,000	140,013	649,013
2021	519,500	127,953	647,453
2022	475,000	115,613	590,613
2023	255,000	104,438	359,438
2024	260,000	97,463	357,463
2025	265,000	90,088	355,088
2026	170,000	82,313	252,313
2027	175,000	77,138	252,138
2028	180,000	71,813	251,813
2029	185,000	66,338	251,338
2030	190,000	60,713	250,713
2031	195,000	54,938	249,938
2032	200,000	49,013	249,013
2033	210,000	42,863	252,863
2034	215,000	36,219	251,219
2035	220,000	28,875	248,875
2036	230,000	21,000	251,000
2037	240,000	12,775	252,775
2038	245,000	4,288	249,288
	<u>\$5,457,000</u>	<u>\$1,492,254</u>	<u>\$6,949,254</u>

a. Does not include refunded bonds and payments made to date.

**Details of Short-Term Indebtedness Outstanding**  
(As of March 5, 2019)

As of the date of this Official Statement, the Town has bond anticipation notes outstanding in the aggregate amount of \$425,000 for the construction of a senior center. Such notes mature on June 5, 2019 and will be redeemed with a \$415,000 portion of the Bonds, along with \$10,000 of available funds.

**Authorized but Unissued Indebtedness**

As of the date of this Official Statement, the Town has authorized but unissued indebtedness in the amount of \$1,100,000 for the acquisition of land and a building located thereon. A \$1,100,000 portion of the Bonds will finance such amount.

**Trend of Town Indebtedness**

The following table represents the trend of outstanding indebtedness not including refunded bonds of the Town at the end of the last five preceding fiscal years.

	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	\$3,787,400	\$3,290,300	\$3,019,905	\$2,295,000	\$5,457,000
Bond Anticipation Notes	-	400,000	380,000	4,085,000	425,000
Total	<u>\$3,787,400</u>	<u>\$3,690,300</u>	<u>\$3,399,905</u>	<u>\$6,380,000</u>	<u>\$5,882,000</u>

## 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 Orange	06/26/2018	4.09	\$12,407,251	\$11,499,247
Chester UFSD	06/30/2018	84.45	16,113,060	16,113,060
Goshen CSD	12/10/2018	0.03	9,653	9,653
Monroe- Woodbury CSD	12/20/2018	8.40	2,498,160	1,748,712
Warwick Valley CSD	12/21/2018	11.31	2,960,066	2,960,066
Village of Chester	05/31/2017	100.00	980,000	980,000
Chester Fire District	12/31/2017	100.00	0	0
Totals			<u>\$34,968,189</u>	<u>\$33,310,738</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 (As of March 5, 2019)

	<u>Amount</u>	<u>Per Capita<sup>a</sup></u>	<u>Percentage Of Full Value (%)<sup>b</sup></u>
Total Direct Debt	\$ 5,882,000	\$ 491	0.412
Net Direct Debt	4,475,623	374	0.314
Total Direct & Applicable Total Overlapping Debt	40,850,189	3,412	2.862
Net Direct & Applicable Net Overlapping Debt	37,786,361	3,156	2.647

a. The estimated population of the Town is 11,971.

b. The full valuation of taxable real property in the Town for 2019 is \$1,427,305,707.

## 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. The Town also prepares an Annual Financial Report Update Document (AUD) each year which is attached as Appendix B. 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 Statements of Revenues, Expenditures and Changes in Fund Equity presented in Appendix A of this Statement are based on the Audited Financial Statements of the Town for the fiscal years of the Town through and including 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 Fund, Special Districts Funds, and the Capital Projects Fund. Fiduciary funds consist of a Trust and Agency Fund. There are no proprietary funds. Account groups are maintained for fixed assets and long-term debt.

### *Basis of Accounting*

The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Town considers all revenues reported in the governmental funds to be available if the revenues are collected within 365 days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, sanitary landfill post closure costs, installment purchases, judgments and claims, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

### **Investment Policy**

Pursuant to the statutes of the State of New York and its adopted Investment Policy, 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 owner, 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 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.

Collateral is required for demand deposit, money market accounts and certificates of deposit not covered by Federal deposit insurance and the eligible securities utilized for such collateral must be held by a third party financial institution, pursuant to security and custodial agreements. 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.

The Town maintains a list of financial institutions and dealers approved for investment purposes and establishes appropriate limits to the amount of investments which can be made with each financial institution or dealer. All financial institutions with which the Town conducts business must be credit worthy. Banks are required to provide their most recent Consolidated Report of Condition (Call Report) at the request of the Town. Security dealers not affiliated with a bank are required to be classified as reporting dealers affiliated with the New York Federal Reserve Bank, as primary dealers. The chief fiscal officer is responsible for evaluating the financial position and maintaining a listing of proposed depositories, trading partners and custodians. Such listing shall be evaluated at least annually.

The Town Supervisor is authorized to contract for the purpose of investments: (1) directly, including through a repurchase agreement, from an authorized trading partner, (2) by participation in a cooperative investment program with another authorized governmental entity pursuant to Article 5G of the General Municipal Law where such program meets all the requirements set forth in the Office of the State Comptroller Opinion No. 88-46, and the specific program has been authorized by the governing board; and (3) by utilizing an ongoing investment program with an authorized trading partner pursuant to a contract authorized by the governing board.

All purchased obligations, unless registered or inscribed in the name of the Town, shall be purchased through, delivered to and held in the custody of a bank or trust company. Such obligations shall be purchased, sold or presented for redemption or payment by such bank or trust company only in accordance with prior written authorization from the officer authorized to make the investment. All such transactions shall be confirmed in writing to the Town by the bank or trust company. Any obligation held in the custody of a bank or trust company shall be held pursuant to a written custodial agreement as described in General Municipal Law, §10.

The custodial agreement shall provide that securities held by the bank or trust company, as agent of and custodian for, the Town, will be kept separate and apart from the general assets of the custodial bank or trust company and will not, in any circumstances, be commingled with or become part of the backing for any other deposit or other liabilities. The agreement shall describe how the custodian shall confirm the receipt and release of the securities. Such agreement shall include all provisions necessary to provide the Town a perfected interest in the securities.

Repurchase agreements are authorized subject to the following restrictions: (1) all repurchase agreements must be entered into subject to a Master Repurchase Agreement; (2) trading partners are limited to banks or trust companies authorized to do business in New York State and primary reporting dealers; (3) obligations shall be limited to obligations of the United States of America and obligations guaranteed by agencies of the United States of America; (4) no substitution of securities will be allowed; and (5) the custodian shall be a party other than the trading partner.

### **Budgetary Procedures**

The head of each administrative unit of the Town is required to file detailed estimates of revenues (other than real property taxes) and expenditures for the next fiscal year with the budget officer on or before August 15<sup>th</sup>. After reviewing these estimates, the budget officer prepares a tentative budget which includes his recommendations. A budget message explaining the main features of the budget is also prepared at this time. The tentative budget is filed with the Town Clerk not later than the 30th of September. Subsequently, the Town Clerk presents the tentative budget to the Town Board at the regular or special hearing which must be held on or before October 5th. The Town Board reviews the tentative budget and makes such changes as it deems necessary and that are not inconsistent with the provisions of the law. Following this review process, the tentative budget and such modifications, if any, as approved by the Board become the preliminary budget. A public hearing, notice of which must be duly published in the Town's official newspaper, on the preliminary budget is generally required to be held on the Thursday immediately following the general election. At such hearing, any person may express his or her opinion concerning the preliminary budget; however, there is no requirement or provision that the preliminary budget or any portion thereof be voted on by members of the public. After the public hearing, the Town Board may further change and revise the preliminary budget. The Town Board, by resolution, adopts the preliminary budget as submitted or amended no later than November 20th, at which time, the preliminary budget becomes the annual budget of the Town for the ensuing fiscal year. Budgetary control during the year is the responsibility of the Supervisor. However, any changes or modifications to the annual budget including the transfer of appropriations among line items must be approved by resolution of the Town Board.

Budget Summaries for the 2018 and 2019 fiscal years may be found in Appendix A, herein.

### **Financial Operations**

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

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

Town finances are operated primarily through the General and Special Revenue Funds. The General Fund receives most of its revenue from real property tax and State aid. Current operating expenditures are paid from these funds subject to available appropriations. The Special Revenue Funds are made up of the Town outside Village, Highway, Sewer, Sanitation, Lighting, Ambulance and Water 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

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: 22.1%).

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

In addition, the Office of the State Comptroller helps local government officials manage government resources efficiently and effectively. The Comptroller oversees the fiscal affairs of local governments statewide, as well as compliance with relevant statutes and observance of good business practices. This fiscal oversight is accomplished, in part, through its audits, which identify opportunities for improving operations and governance. Reference to this website implies no warranty of accuracy of information therein. The most recent audit was released on March 2, 2018. The purpose of the audit was to determine whether Town Officials implemented adequate policies and procedures over employee time and attendance and leave records for the period January 1, 2016 - October 2, 2017. The complete report may be found on the State Comptroller's website.

### Revenues

The Town receives most of its revenues from a real property tax on all non-exempt real property situated within the Town. A summary of such revenues for the five most recently completed fiscal years and estimated revenues for the current fiscal year may be found in Appendix A.

#### *Real Property Taxes*

See "Tax Information", herein.

#### *State Aid*

The Town receives financial assistance from the State. In its adopted budget for the 2019 fiscal year, approximately 6.38% of the total general fund revenues of the Town is estimated to be received in the form of State aid.

The State is not constitutionally obligated to maintain or continue State aid to the Town. No assurance can be given that present State aid levels will be maintained in the current or future fiscal year or that the State's financial position will not change materially and adversely from current projections. State budgetary restrictions which eliminate or substantially reduce State aid could have a material adverse effect upon the Town, requiring either a counterbalancing increase in revenues from other sources to the extent available, or a curtailment of expenditures. The Town has not received any reductions in State aid during the current fiscal year nor does it anticipate a significant reduction in State aid during the remainder of the current fiscal year.

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

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

The federal government may enact budgetary changes or take other actions that adversely affect State finances. State legislation adopted with the State’s 2018-2019 Budget continues authorization for a process by which the State would manage significant reductions in federal aid during fiscal year 2018-2019 and fiscal year 2019-2020 should they arise. Specifically, the legislation allows the State Budget Director to prepare a plan for consideration by the State Legislature in the event that the federal government (i) reduces federal financial participation in Medicaid funding to the State or its subdivisions by \$850 million or more; or (ii) reduces federal financial participation of other federal aid funding to the State that affects the State Operating Funds financial plan by \$850 million or more, exclusive of any cuts to Medicaid. Each limit is triggered separately. The plan prepared by the State Budget Director must equally and proportionately reduce appropriations and cash disbursements in the State’s General Fund and State Special Revenue Funds. Upon receipt of the plan, the State Legislature has 90 days to prepare its own corrective action plan, which may be adopted by concurrent resolution passed by both houses, or the plan submitted by the State Budget Director takes effect automatically.

On December 22, 2017, President Trump signed into law the Tax Cuts and Jobs Act of 2017 (H.R. 1, P.L. 115-97), making major changes to the Federal Internal Revenue Code, most of which are effective in the 2018 tax year. The new federal tax law makes extensive changes to federal personal income taxes, corporate income taxes, and estate taxes, and the deductibility of various taxes and interest costs. The State’s income tax system interacts with the federal system in numerous ways. The federal changes are expected to have significant flow-through effects on State tax burdens and revenues. The State’s 2018-2019 Enacted Budget includes legislation decoupling certain linkages between federal and local income tax and corporate taxes, increasing the opportunities for charitable contributions, and providing an option to employers to shift to an employer compensation tax and reduce State personal income taxes. In addition, the State’s 2018-2019 Enacted Budget includes legislation that grants localities the option to establish local charitable funds that would provide taxpayers with a credit against their property taxes. In response to various state initiatives following changes to federal taxes and deductibility, the Department of Treasury (Treasury Department) and the Internal Revenue Service (IRS) have recently provided guidance regarding state initiatives that would seek to circumvent the new statutory limitation on state and local tax deductions and characterization of payments for federal income tax purposes. At this time, the Town does not have plans to establish a local charitable fund.

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

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

Fiscal Year Ending <u>December 31:</u>	Total General <u>Fund Revenue</u>	<u>State Aid</u>	State Aid to <u>Revenues (%)</u>
2014	\$6,684,186	\$216,186	3.23
2015	6,833,848	294,298	4.31
2016	7,038,382	326,416	4.64
2017	7,147,897	409,896	5.73
2018 (Unaudited)	7,851,892	566,516	7.22
2019 (Budgeted)	8,427,827	537,340	6.38

Sources: Audited Financial Statements (2014-2017), Annual Financial Report Update Document (2018) and adopted Budget of the Town (2019).

### **Expenditures**

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

## Employee Pension System

Substantially all employees of the Town are members of the New York State and Local Employees' Retirement System ("ERS") or the State and Local Police and Fire Retirement System ("PFRS" and together with ERS, the "Retirement System"). The Retirement System is a cost-sharing multiple public employer retirement system. The obligation of employers and employees to contribute and the benefits to employees are governed by the New York State Retirement System and Social Security Law (the "Retirement System Law"). The Retirement System offers a wide range of plans and benefits which are related to years of service and final average salary, vesting of retirement benefits, death and disability benefits and optional methods of benefit payments. All benefits generally vest after five years of credited service, except for "Tier 6" employees, as discussed below, whose benefits vest after ten years or credited service. The Retirement System Law generally provides that all participating employers in the Retirement System are jointly and severally liable for any unfunded amounts. Such amounts are collected through annual billings to all participating employers. Generally, all employees, except certain part-time employees, participate in the Retirement System. The Retirement System is non-contributory with respect to members hired prior to July 27, 1976. All members hired on or after July 27, 1976 and before January 1, 2010 must contribute three percent of their gross annual salary towards the costs of retirement programs until they attain ten years in the Retirement System, at such time contributions become voluntary. On December 10, 2009, then Governor Paterson signed into law the creation of a new Tier 5, which is effective for new ERS employees hired on or after January 1, 2010. New ERS employees in Tier 5 contribute 3% of their salaries. There is no provision for these contributions to cease for Tier 5 employees after a certain period of service.

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

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

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

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

Although the pension contribution rates under such legislative programs would reduce near-term payments, it will require higher than normal contributions in later years. This Town has not participated in any of the amortization programs and does not intend to do so in the foreseeable future.

## Required Contributions to the Retirement Systems

Fiscal Year Ending <u>December 31:</u>	<u>ERS</u>	<u>PFRS</u>
2014	\$360,558	\$464,587
2015	260,332	383,666
2016	322,553	346,512
2017	363,863	352,087
2018	361,117	358,131
2019 (Budgeted)	521,070	420,000

### 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. Accounting rules now require governmental entities, such as the Town, to account for post-retirement health care benefits as its accounts for vested pension benefits. GASB Statement No. 45 ("GASB 45") described below requires such accounting.

GASB 45 and OPEB. OPEB refers to "other post-employment benefits," meaning benefits other than pension 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 to account for OPEB liabilities in the same manner as they already account for pension liabilities. It requires them to adopt the actuarial methodologies used for pensions, with adjustments for the different characteristics of OPEB and the fact that most municipalities 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 to report a net OPEB obligation at the start.

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

The Town has not conducted the actuarial valuation. The Town provides health insurance coverage for retired employees. Substantially all of the Town's full time employees may become eligible for these benefits if they reach normal retirement age while working for the Town. Health care benefits are provided through an insurance company whose premiums are based on the benefits paid during the year. The Town recognizes the cost of providing benefits by recording its share of insurance premiums as an expenditure in the year paid.

## REAL PROPERTY TAX INFORMATION

### Real Property Taxes

The Town derives a major portion of its revenues from a tax on real property (see "Statement of Revenues, Expenditures and Changes in Fund Balance" in Appendix B, herein.) Property taxes accounted for approximately 67.24% of total general fund revenues, for the fiscal year ended 2017. On June 24, 2011, the Tax Levy Limit Law was enacted, which imposes a tax levy limitation upon the municipalities, school districts and fire districts in the State, including the Town, without providing an exclusion for debt service on obligations issued by municipalities and fire districts, including the Town. (See "*Tax Levy Limit Law*" herein).

The following table presents the tax levies for each of the last five fiscal years.

<b>Tax Levies</b>					
	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Tax Levies:					
County	\$4,703,578	\$4,834,900	\$4,934,083	\$5,116,575	\$5,384,155
Town and Highway	6,258,393	6,473,681	6,501,864	6,680,969	6,909,656
Sewer	625,326	651,535	687,480	667,664	744,111
Water	44,023	132,759	189,605	90,302	248,351
Fire	1,233,581	1,242,466	1,285,345	1,313,675	1,633,600
Refuse	569,283	571,303	571,303	545,000	550,185
Relevy	68,866	45,365	67,960	63,086	
<b>Total Tax Levy</b>	<u>\$13,503,050</u>	<u>\$13,952,009</u>	<u>\$14,237,640</u>	<u>\$14,477,271</u>	<u>\$15,470,058</u>
Assessed Valuation	\$803,044,946	\$805,457,752	\$805,489,605	\$834,135,724	\$842,110,367

The following table sets forth the percentage of the Town's General Fund revenue (excluding other financing sources) comprised of real property taxes for each of the fiscal years 2014 through 2018, and the budgeted amounts for 2019.

Fiscal Year Ending <u>December 31:</u>	<u>Total Revenue</u>	<u>Real Property Taxes</u>	<u>Real Property Taxes to Revenues (%)</u>
2014	\$6,684,186	\$4,685,474	70.10
2015	6,833,848	4,764,885	69.72
2016	7,038,382	4,931,027	70.06
2017	7,147,897	4,806,410	67.24
2018 (Unaudited)	7,851,892	5,198,508	66.21
2019 (Budgeted)	8,427,827	4,978,435	59.07

Sources: Audited Financial Statements (2014-2017), Annual Financial Report Update Document (2018), and adopted Budget of the Town (2019).

### **Tax Collection Procedure**

The Town levies and collects all ad valorem and special assessment taxes and charges for general Town, highway, special district and fire district purposes. The Town also collects County and School District property taxes.

Town tax bills, which include the County levy, are mailed on or about January 1 of each year, and may be paid without penalty or interest charge on or before January 31. Penalties for delinquent payment are imposed at the rate of 1% for bills paid in February, 1-1/2% for bills paid in March, and 2% for bills paid in April. Thereafter, all unpaid taxes and the penalties thereon must be paid to the County Commissioner of Finance, and an additional penalty of 5% is added thereto.

The Town permits the payment of its taxes on an installment basis, with equal installments due on or before January 15 and July 15, respectively. A 3% service charge is added to the tax bills of those taxpayers selecting the installment plan. In addition, a 1% interest charge is imposed for the first installment if paid after January 15 and on or before January 20; the installment option may not be exercised thereafter. After January 20, the tax bill is payable in full without interest or penalty if paid on or before January 31.

Pursuant to the Real Property Tax Law, the Town retains from the first tax collections an amount sufficient to satisfy the amounts levied for all Town purposes. The balance is then paid to the County Commissioner of Finance. In April, the Town files a report of uncollected taxes with the County Commissioner of Finance. In the event the Town does not collect sufficient amounts to satisfy all Town purposes, the County is permitted under the Local Finance Law to issue tax anticipation notes to provide funds to pay delinquent Town items to the Town.

School District taxes are billed in September and payable without penalty to September 30th. If paid during October a penalty of 3% is imposed thereon. After October 31st, unpaid School District taxes are returned to the County Treasurer and relevied on the County Tax Roll with a 7% penalty added.

The full amount of the Town tax levies are guaranteed by the County.

### **Tax Levy Limit Law**

Prior to the enactment of Chapter 97 of the Laws of 2011 (the "Tax Levy Limit Law") on June 24, 2011, all the taxable real property within the Town had been subject to the levy of ad valorem taxes to pay the bonds and notes of the Town and interest thereon without limitation as to rate or amount. However, the Tax Levy Limit Law imposes a tax levy limitation upon the Town for any fiscal year commencing after May 31, 2012, continuing through May 31, 2020 as extended, without providing an exclusion for debt service on obligations issued by the Town. As a result, the power of the Town to levy real estate taxes on all the taxable real property within the Town is subject to statutory limitations, according to the formulas set forth in Tax Levy Limit Law.

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

The Tax Levy Limit Law imposes a limitation on increases in the real property tax levy of the Town, subject to certain exceptions. The Tax Levy Limit Law permits the Town to increase its overall real property tax levy over the tax levy of the prior year by no more than the "Allowable Levy Growth Factor", which is the lesser of one and two one-hundredths or the sum of one plus the Inflation Factor; provided, however that in no case shall the levy growth factor be less than one. The "Inflation Factor" is the quotient of: (i) the average of the 20 National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the coming fiscal year minus the average of the National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the prior fiscal year, divided by: (ii) the average of the National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the prior fiscal year, with the result expressed as a decimal to four places. The Tax Levy Limit Law also provides for adjustments to be made to the Town's tax levy 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. The Town is required to calculate its tax levy limit for the upcoming year in accordance with the provision described above and provide all relevant information to the New York State Comptroller prior to adopting its budget. The Tax Levy Limit Law sets forth certain exclusions to the real property tax levy limitation of the Town, including exclusions for tort judgments payable by the Town. The governing board of the Town may adopt a budget that exceeds the tax levy limit for the coming fiscal year, only if the governing board of the Town first enacts, by a vote of at least sixty percent of the total voting power of the Town Board, a local law to override such limit for such coming fiscal year.

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

**Large Taxable Properties**  
2018 Assessment Roll<sup>a</sup>

<u>Name</u>	<u>Type</u>	<u>Assessed Valuation</u>
Orange County Industrial	Warehouse	\$21,773,000
Chester UFSD	School	21,000,000
Chester Mall LLC	Retail	11,683,100
Hudson Transit Lines	Bus	10,147,000
Pep Boys	Warehouse	9,223,740
Meadow Hill Apts LLC	Apartments	8,693,100
Chester Logistics LLC	Warehouse	8,501,700
Isomedix Operation Inc	Industrial	5,946,800
Chester Logistics LLC	Warehouse	5,727,800
Orange and Rockland	Utility	5,460,000
Chester Investment	Warehouse	5,168,000
Pa Leone LLC	Psychologists	5,072,650
Church Communities NY	Transportation	4,714,500
Nexans Energy USA Inc	Manufacturing	4,675,000
Spirit Lo Chester NY, LLC	Retail	4,607,000
	Total	\$132,393,390

- a. Assessment Roll established in 2018 for levy and collection of taxes in 2019.  
b. Represents 16.44% of the 2019 Taxable Assessed Valuation of the Town.

**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 conditions of the Town.

There is one matter worthy of special mention

Steven M. Sherman vs. Town of Chester, et al – In a case that originated in May, 2008, and filed again on January 12, 2012, this action arises from a residential site plan and subdivision application before the Town of Chester Planning Board, which sought the approval of a multi-unit residential development, as well as a community golf course, equestrian facility, clubhouse and onsite restaurant. Plaintiff/Petitioner alleges that the Town and its various agencies, has systematically delayed and sought to defeat the approval of the application. In this action, Plaintiff/Petitioner asserts ten claims, seeking declaratory relief compelling the approval of the application, as well as compensatory relief in the amount of \$31 million as a result of the alleged federal constitutional violations. The Town has denied all wrong doing and intends vigorously to defend this action and to contest all asserted claims.

**CYBERSECURITY**

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

## TAX MATTERS

### Opinion of Bond Counsel

In the opinion of Bond Counsel to the Town, interest on the Bonds (i) is included in gross income for federal income tax purposes, and (ii) is exempt, under existing statutes, from personal income taxes of New York State and its political subdivisions, including The City of New York.

The following discussion is a brief summary of the principal United States federal income tax consequences of the acquisition, ownership and disposition of Bonds by original purchasers of the Bonds who are "U.S. Holders", as defined herein. This summary (i) is based on the Code, Treasury Regulations, revenue rulings and court decisions, all as currently in effect and all subject to change at any time, possibly with retroactive effect; (ii) assumes that the Bonds will be held as "capital assets"; and (iii) does not discuss all of the United States federal income tax consequences that may be relevant to a holder in light of its particular circumstances or to holders subject to special rules, such as insurance companies, financial institutions, tax-exempt organizations, dealers in securities or foreign currencies, persons holding the Bonds as a position in a "hedge" or "straddle", holders whose functional currency (as defined in Section 985 of the Code) is not the United States dollar, holders who acquire Bonds in the secondary market, or individuals, estates and trusts subject to the tax on unearned income imposed by Section 1411 of the Code.

Holders of Bonds should consult with their own tax advisors concerning the United States federal income tax and other consequences with respect to the acquisition, ownership and disposition of the Bonds as well as any tax consequences that may arise under the laws of any state, local or foreign tax jurisdiction.

### Original Issue Discount

In general, if Original Issue Discount ("OID") is greater than a statutorily defined *de minimis* amount, a holder of a Taxable Bond having a maturity of more than one year from its date of issue must include in federal gross income (for each day of the taxable year, or portion of the taxable year, in which such holder holds such Taxable Bond) the daily portion of OID, as it accrues (generally on a constant yield method) and regardless of the holder's method of accounting. "OID" is the excess of (i) the "stated redemption price at maturity" over (ii) the "issue price". For purposes of the foregoing: "issue price" means the first price at which a substantial amount of the Taxable Bond is sold to the public (excluding bond houses, brokers, or similar persons or organizations acting in the capacity of underwriters, placement agents or wholesalers); "stated redemption price at maturity" means the sum of all payments, other than "qualified stated interest", provided by such Taxable Bond; "qualified stated interest" is stated interest that is unconditionally payable in cash or property (other than debt instruments of the issuer) at least annually at a single fixed rate; and "*de minimis* amount" is an amount equal to 0.25 percent of the Taxable Bond's stated redemption price at maturity multiplied by the number of complete years to its maturity. A holder may irrevocably elect to include in gross income all interest that accrues on a Taxable Bond using the constant-yield method, subject to certain modifications.

### Acquisition Discount on Short-Term Taxable Bonds

Each holder of a Bond with a maturity not longer than one year (a "Short-Term Taxable Bond") is subject to rules of Sections 1281 through 1283 of the Code, if such holder is an accrual method taxpayer, bank, regulated investment company, common trust fund or among certain types of pass-through entities, or if the Short-Term Taxable Bond is held primarily for sale to customers, is identified under Section 1256(e)(2) of the Code as part of a hedging transaction, or is a stripped bond or coupon held by the person responsible for the underlying stripping transaction. In any such instance, interest on, and "acquisition discount" with respect to, the Short-Term Taxable Bond accrue on a ratable (straight-line) basis, subject to an election to accrue such interest and acquisition discount on a constant interest rate basis using daily compounding. "Acquisition discount" means the excess of the stated redemption price of a Short-Term Taxable Bond at maturity over the holder's tax basis therefor.

A holder of a Short-Term Taxable Bond not described in the preceding paragraph, including a cash-method taxpayer, must report interest income in accordance with the holder's regular method of tax accounting, unless such holder irrevocably elects to accrue acquisition discount currently.

### Bond Premium

In general, if a Bond is originally issued for an issue price (excluding accrued interest) that reflects a premium over the sum of all amounts payable on the Bond other than "qualified stated interest" (a "Premium Bond"), that Premium Bond will be subject to Section 171 of the Code, relating to bond premium. In general, if the holder of a Premium Bond elects to amortize the premium as "amortizable bond premium" over the remaining term of the Premium Bond, determined based on constant yield principles (in certain cases involving a Premium Bond callable prior to its stated maturity date, the amortization period and yield may be required to be determined on the basis of an earlier call date that results in the highest yield on such bond), the amortizable premium is treated as an offset to interest income; the holder will make a corresponding adjustment to the holder's basis in the Premium Bond. Any such election is generally irrevocable and applies to all debt instruments of the holder (other than tax-exempt bonds) held at the beginning of the first taxable year to which the election applies and to all such debt instruments thereafter acquired. Under certain circumstances, the holder of a Premium Bond may realize a taxable gain upon disposition of the Premium Bond even though it is sold or redeemed for an amount less than or equal to the holder's original acquisition cost.

## Disposition and Defeasance

Generally, upon the sale, exchange, redemption, or other disposition (which would include a legal defeasance) of a Taxable Bond, a holder generally will recognize taxable gain or loss in an amount equal to the difference between the amount realized (other than amounts attributable to accrued interest not previously includable in income) and such holder's adjusted tax basis in the Taxable Bond.

The Town may cause the deposit of moneys or securities in escrow in such amount and manner as to cause the Bonds to be deemed to be no longer outstanding. For federal income tax purposes, such defeasance could result in a deemed exchange under Section 1001 of the Code and a recognition by such owner of taxable income or loss, without any corresponding receipt of moneys. In addition, the character and timing of receipt of payments on the Bonds subsequent to any such defeasance could also be affected.

## Information Reporting and Backup Withholding

In general, information reporting requirements will apply to non-corporate holders of the Bonds with respect to payments of principal, payments of interest, and the accrual of OID on a Bond and the proceeds of the sale of a Bond before maturity within the United States. Backup withholding may apply to holders of Bonds under Section 3406 of the Code. Any amounts withheld under the backup withholding rules from a payment to a beneficial owner, and which constitutes over-withholding, would be allowed as a refund or a credit against such beneficial owner's United States Federal income tax provided the required information is furnished to the Internal Revenue Service.

## U.S. Holders

The term "U.S. Holder" means a beneficial owner of a Bond that is: (i) a citizen or resident of the United States, (ii) a corporation, partnership or other entity created or organized in or under the laws of the United States or of any political subdivision thereof, (iii) an estate the income of which is subject to United States federal income taxation regardless of its source or (iv) a trust whose administration is subject to the primary jurisdiction of a United States court and which has one or more United States fiduciaries who have the authority to control all substantial decisions of the trust.

## Miscellaneous

Tax legislation, administrative actions taken by tax authorities, or court decisions, whether at the federal or state level, may adversely affect the tax-exempt status of interest on the Bonds under state law and could affect the market price or marketability of the Bonds.

## LEGAL MATTERS

Legal matters incident to the authorization, issuance and sale of the Bonds will be subject to the final approving opinion of Hawkins Delafield & Wood LLP, Bond Counsel, substantially as set forth in Appendix C.

## DISCLOSURE UNDERTAKING

At the time of the delivery of the Bonds, the Town will provide an executed copy of its Undertaking to Provide Continuing Disclosure substantially as set forth in Appendix D.

## Compliance History

Fiscal Year Ending <u>December 31:</u>	Financial & Operating <u>Information</u>	Audited Financial <u>Statements</u>
2014	06/05/2015	12/09/2015
2015	05/31/2016	11/28/2016
2016	06/29/2017	10/02/2017
2017	06/31/2018	11/05/2018

## **BOND RATING**

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

## **MUNICIPAL ADVISOR**

Munistat Services, Inc. (the "Municipal Advisor"), is a Municipal Advisor, registered with the Securities and Exchange Commission and the Municipal Securities Rulemaking Board. The Municipal Advisor serves as independent financial advisor to the Town on matters relating to debt management. The Municipal Advisor is a financial 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 office of Robert Valentine, Supervisor, Town of Chester, 1786 Kings Highway, Chester, New York 10918, telephone number 845/469-7000, email: rvalentine@thetownofchester.org or from the office of Munistat Services, Inc., 12 Roosevelt Avenue, Port Jefferson Station, New York 11776, telephone number 631/331-8888 and website: <http://www.munistat.com>.

Munistat Services, Inc. may place a copy of this Official Statement on its website at [www.munistat.com](http://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.

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

By: s/s ROBERT VALENTINE  
Supervisor and Chief Fiscal Officer  
Town of Chester  
Chester, New York

March , 2019

**APPENDIX A**

**FINANCIAL INFORMATION**

**Statement of Revenues, Expenditures and Fund Balances  
General Funds (Town-Wide and Town Outside of Village)**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Revenues:					
Real Property Taxes	\$ 4,685,474	\$ 4,764,885	\$ 4,931,027	\$ 4,806,410	\$ 5,198,508
Real Property Tax Items	150,749	168,927	178,649	213,818	242,946
Non-Property Taxes	1,000,818	1,039,214	1,011,753	1,064,534	1,047,839
Departmental Income	330,197	293,608	314,398	297,273	322,701
Mortgage Tax	180,634	240,965	275,570	356,668	358,419
Licenses & Permits	11,051	10,119	10,832	10,213	10,960
Use of Money and Property	9,727	7,135	8,552	6,244	8,728
Sale of Property	5,963	18,371	5,288	14,679	10,308
Fines & Forfeitures	181,401	198,446	212,651	289,664	381,242
Miscellaneous	14,960	18,696	24,024	24,199	51,987
Intergovernmental Charges	16,039		14,429	10,967	10,157
Interfund Revenues		19,159			
Federal Aid	61,621	990	363		
State Aid	35,552	53,333	50,846	53,228	208,097
	<u>\$ 6,684,186</u>	<u>\$ 6,833,848</u>	<u>\$ 7,038,382</u>	<u>\$ 7,147,897</u>	<u>\$ 7,851,892</u>
Expenditures:					
General Government Support	\$ 1,634,672	\$ 1,493,923	\$ 1,669,368	\$ 1,698,572	\$ 1,936,370
Public Safety	1,825,958	1,801,844	1,944,063	2,143,340	2,281,744
Health	5,370	1,380	1,820	1,376	1,949
Transportation	273,825	261,787	288,279	275,191	267,896
Economic Assistance & Opportunity	25,295	25,978	27,870	28,516	30,034
Culture and Recreation	713,186	622,487	669,567	764,741	993,756
Home and Community Services	102,593	103,896	120,104	129,033	142,302
Employee Benefits	1,624,856	1,565,753	1,781,538	1,957,432	2,012,791
Debt Service	625,996	438,944	437,928	414,503	433,737
	<u>\$ 6,831,751</u>	<u>\$ 6,315,992</u>	<u>\$ 6,940,537</u>	<u>\$ 7,412,704</u>	<u>\$ 8,100,579</u>
Other Financing Sources (Uses):					
Proceeds of Bonds					
Operating Transfers In					
Operating Transfers Out					
Total Other Financing Sources and Uses	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues over Expenditures	(147,565)	517,856	97,845	(264,807)	(248,687)
Adjustments					
Fund Balance Beginning of Year	<u>770,526</u>	<u>622,961</u>	<u>1,140,817</u>	<u>1,238,662</u>	<u>973,855</u>
Fund Balance End of Year	<u>\$ 622,961</u>	<u>\$ 1,140,817</u>	<u>\$ 1,238,662</u>	<u>\$ 973,855</u>	<u>\$ 725,168</u>

Sources: Audited Annual Financial Reports of the Town (2014-2017) and Unaudited Annual Financial Report Update Document (2018)

**Statement of Revenues, Expenditures and Fund Balances  
Special Revenue Funds\***

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
<b>Revenues:</b>					
Real Property Taxes	\$ 2,774,597	\$ 2,735,250	\$ 2,834,289	\$ 3,164,279	\$ 2,806,627
Non Property Taxes	299,317	284,158	325,590	325,097	400,000
Departmental Income	421,919	413,742	426,544	401,363	411,979
Licenses and Permits	450	850	1,000	600	400
Use of Money and Property	6,595	5,672	4,298	4,081	3,617
Sale of Property	7,681	3,078	1,330	30,875	9,167
Miscellaneous	7,876	10,682	546	234	770
Intergovernmental Charges	55,836	55,836	56,430	56,430	56,430
State Aid	92,985	95,265	102,982	117,817	117,874
<b>Total Revenues</b>	<b>\$ 3,667,256</b>	<b>\$ 3,604,533</b>	<b>\$ 3,753,009</b>	<b>\$ 4,100,776</b>	<b>\$ 3,806,864</b>
<b>Expenditures:</b>					
General Governmental Support	14,833	5,953	12,600	5,700	3,141
Transportation	1,465,636	1,460,336	1,519,971	1,709,913	1,836,319
Home and Community Service	1,584,108	1,649,798	1,481,497	1,622,852	1,625,163
Employee Benefits	524,528	535,796	543,744	600,099	641,728
Debt Service	173,764	143,270	152,356	198,026	158,156
<b>Total Expenditures</b>	<b>\$ 3,762,869</b>	<b>\$ 3,795,153</b>	<b>\$ 3,710,168</b>	<b>\$ 4,136,590</b>	<b>\$ 4,264,507</b>
<b>Other Financing Sources (Uses):</b>					
Proceeds of BANs				28,433	
Operating Transfers In					
Operating Transfers Out			(20,000)		
<b>Total Other Financing Sources and Uses</b>	<b>0</b>	<b>0</b>	<b>(20,000)</b>	<b>28,433</b>	<b>0</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>(95,613)</b>	<b>(190,620)</b>	<b>22,841</b>	<b>(7,381)</b>	<b>(457,643)</b>
<b>Adjustments</b>					
Fund Balance Beginning of Year	1,876,178	1,780,565	1,589,945	1,612,786	1,605,405
Fund Balance End of Year	<b>\$ 1,780,565</b>	<b>\$ 1,589,945</b>	<b>\$ 1,612,786</b>	<b>\$ 1,605,405</b>	<b>\$ 1,147,762</b>

\* Includes Highway, Sewer, Water, Drainage and Garbage Districts.

Sources: Audited Annual Financial Reports of the Town (2014-2017) and Unaudited Annual Financial Report Update Document (2018)

**Balance Sheets**  
**Fiscal Year Ending December 31, 2018**

	<u>General Funds</u>	<u>Special Revenue Funds*</u>
<b>ASSETS:</b>		
Cash	\$ 700,043	\$ 782,302
Water Rents	0	47,830
Due from Other Funds	13,969	60,197
Due from Other Governments	60,897	0
Restricted Assets	3,628	286,485
Prepaid Expenses	<u>39,066</u>	<u>          </u>
 Total Assets	 <u>\$ 817,603</u>	 <u>\$ 1,176,814</u>
<b>LIABILITIES:</b>		
Accounts Payable	31,298	16,051
Due to Other Funds	60,897	13,000
Due to Other Governments	0	
Deffered Inflows of Resources	<u>240</u>	<u>          </u>
 Total Liabilities	 <u>\$ 92,435</u>	 <u>\$ 29,051</u>
<b>FUND BALANCES:</b>		
Restricted	3,628	286,484
Assigned	439,013	861,279
Unassigned	<u>282,527</u>	<u>          </u>
 Total Fund Balances	 <u>725,168</u>	 <u>1,147,763</u>
 Total Liabilities and Fund Balance	 <u>\$ 817,603</u>	 <u>\$ 1,176,814</u>

\* Includes Highway, Sewer, Water, Drainage and Garbage Districts.

Source: 2018 Annual Financial Report Update Document

**This table NOT audited.**

**Budget Summaries - Fiscal Year Ending December 31, 2019**

<u>Fund</u>	<u>Appropriations</u>	<u>Less:</u> <u>Estimated</u> <u>Revenue</u>	<u>Less:</u> <u>Unexpended</u> <u>Balance</u>	<u>Amount of</u> <u>Tax Levy</u>
General	\$ 4,524,829	\$ 1,714,279	\$ 200,000	\$ 2,610,550
General Outside Village	3,902,998	1,313,565	221,548	2,367,885
Highway Townwide	1,262,015	59,336	90,000	1,112,679
Highway- Outside Village	1,410,602	502,060	90,000	818,542
Water Funds	818,546	434,195	136,000	248,351
Sewer Funds	761,766	17,655		744,111
Drainage Districts	18,959			18,959
Fire District	1,633,600			1,633,600
Library District	633,992			633,992
Garbage District	553,285	3,100		550,185
	<u>\$ 15,520,592</u>	<u>\$ 4,044,190</u>	<u>\$ 737,548</u>	<u>\$ 10,738,854</u>

Source: 2019 Adopted Budget

**TOWN OF CHESTER**

**APPENDIX B**

**ANNUAL 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 PREPARATION AND DISSEMINATION OF THIS OFFICIAL STATEMENT.

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

**ANNUAL FINANCIAL REPORT**

**UPDATE DOCUMENT**

**For The**

**TOWN of Chester**

**County of Orange**

**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 Chester

\*\*\* 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
- (B) GENERAL TOWN-OUTSIDE VG
- (DA) HIGHWAY-TOWN-WIDE
- (DB) HIGHWAY-PART-TOWN
- (H) CAPITAL PROJECTS
- (K) GENERAL FIXED ASSETS
- (SD) DRAINAGE
- (SR) REFUSE AND GARBAGE
- (SS) SEWER
- (SW) WATER
- (TA) AGENCY
- (V) DEBT SERVICE
- (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 Chester  
Annual Update Document  
For the Fiscal Year Ending 2018

(A) GENERAL

Balance Sheet

Line Description	2017	EdpCode	2018
<b>Assets</b>			
Cash	293,250	A200	129,046
Cash In Time Deposits	136,034	A201	364,702
Petty Cash	50	A210	50
<b>TOTAL Cash</b>	<b>429,334</b>		<b>493,798</b>
Due From Other Funds	449	A391	13,269
<b>TOTAL Due From Other Funds</b>	<b>449</b>		<b>13,269</b>
Due From Other Governments	63,087	A440	60,897
<b>TOTAL Due From Other Governments</b>	<b>63,087</b>		<b>60,897</b>
Cash Special Reserves	3,620	A230	3,628
<b>TOTAL Restricted Assets</b>	<b>3,620</b>		<b>3,628</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>496,490</b>		<b>571,592</b>

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

(A) GENERAL

Balance Sheet

Code Description	2017	ExpCode	2018
Accounts Payable	60,348	A600	24,300
<b>TOTAL Accounts Payable</b>	<b>60,348</b>		<b>24,300</b>
Due To Other Funds	63,087	A630	60,897
<b>TOTAL Due To Other Funds</b>	<b>63,087</b>		<b>60,897</b>
Due To Other Governments	26,374	A631	
<b>TOTAL Due To Other Governments</b>	<b>26,374</b>		<b>0</b>
<b>TOTAL Liabilities</b>	<b>149,809</b>		<b>85,197</b>
<b>Deferred Inflows of Resources</b>			
Deferred Inflow of Resources		A691	240
<b>TOTAL Deferred Inflows of Resources</b>	<b>0</b>		<b>240</b>
<b>TOTAL Deferred Inflows of Resources</b>	<b>0</b>		<b>240</b>
<b>Fund Balance</b>			
Capital Reserve	3,620	A878	3,628
<b>TOTAL Restricted Fund Balance</b>	<b>3,620</b>		<b>3,628</b>
Assigned Appropriated Fund Balance	70,000	A914	200,000
<b>TOTAL Assigned Fund Balance</b>	<b>70,000</b>		<b>200,000</b>
Unassigned Fund Balance	273,061	A917	282,527
<b>TOTAL Unassigned Fund Balance</b>	<b>273,061</b>		<b>282,527</b>
<b>TOTAL Fund Balance</b>	<b>346,681</b>		<b>485,155</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>496,490</b>		<b>571,592</b>

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(A) GENERAL

Results of Operation

Code Description	2017	EdgCode	2018
<b>Revenues</b>			
Real Property Taxes	2,883,174	A1001	3,327,627
<b>TOTAL Real Property Taxes</b>	<b>2,883,174</b>		<b>3,327,627</b>
Other Payments In Lieu of Taxes	196,246	A1081	218,272
Interest & Penalties On Real Prop Taxes	17,572	A1090	24,674
<b>TOTAL Real Property Tax Items</b>	<b>213,818</b>		<b>242,946</b>
Clerk Fees	2,838	A1255	2,765
Park And Recreational Charges	71,810	A2001	79,070
Other Culture & Recreation Income	11,485	A2089	59,984
<b>TOTAL Departmental Income</b>	<b>86,133</b>		<b>141,819</b>
Interest And Earnings	3,354	A2401	5,869
<b>TOTAL Use of Money And Property</b>	<b>3,354</b>		<b>5,869</b>
Dog Licenses	9,898	A2544	10,783
<b>TOTAL Licenses And Permits</b>	<b>9,898</b>		<b>10,783</b>
Fines And Forfeited Bail	281,164	A2610	372,992
Fines & Pen-Dog Cases	850	A2611	750
<b>TOTAL Fines And Forfeitures</b>	<b>282,014</b>		<b>373,742</b>
Sales of Equipment	321	A2665	
Insurance Recoveries	1,861	A2680	610
Other Compensation For Loss	66	A2690	66
<b>TOTAL Sale of Property And Compensation For Loss</b>	<b>2,248</b>		<b>676</b>
Refunds of Prior Year's Expenditures	1,693	A2701	2,021
Gifts And Donations	15,500	A2705	15,000
Unclassified (specify)	1,282	A2770	2,095
<b>TOTAL Miscellaneous Local Sources</b>	<b>18,475</b>		<b>19,116</b>
St Aid, Revenue Sharing	27,894	A3001	27,894
St Aid, Mortgage Tax	356,668	A3005	358,419
St Aid - Other (specify)		A3089	24,494
St Aid - Other Home And Community Service		A3989	136,895
<b>TOTAL State Aid</b>	<b>384,562</b>		<b>546,702</b>
<b>TOTAL Revenues</b>	<b>3,883,676</b>		<b>4,669,280</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>3,883,676</b>		<b>4,669,280</b>

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(A) GENERAL

Results of Operation

Code Description	2017	ExpCode	2018
<b>Expenditures</b>			
Legislative Board, Pers Serv	63,096	A10101	71,133
Legislative Board, Contr Expend	16,235	A10104	26,030
<b>TOTAL Legislative Board</b>	<b>79,331</b>		<b>97,163</b>
Municipal Court, Pers Serv	239,571	A11101	267,886
Municipal Court, Contr Expend	15,764	A11104	18,044
<b>TOTAL Municipal Court</b>	<b>255,335</b>		<b>285,930</b>
Supervisor, pers Serv	212,133	A12201	199,660
Supervisor, contr Expend	10,920	A12204	57,745
<b>TOTAL Supervisor</b>	<b>223,053</b>		<b>256,405</b>
Auditor, Contr Expend	11,700	A13204	12,500
<b>TOTAL Auditor</b>	<b>11,700</b>		<b>12,500</b>
Tax Collection, pers Serv	17,559	A13301	18,086
Tax Collection, contr Expend	7,287	A13304	8,218
<b>TOTAL Tax Collection</b>	<b>24,846</b>		<b>26,304</b>
Budget, Pers Serv		A13401	15,000
<b>TOTAL Budget</b>	<b>0</b>		<b>15,000</b>
Assessment, Pers Serv	46,594	A13551	47,997
Assessment, Equip & Cap Outlay	2,195	A13552	
Assesment, Contr Expend	155,638	A13554	169,195
<b>TOTAL Assessment</b>	<b>204,427</b>		<b>217,192</b>
Tax Arrears Board, Pers Serv	2,989	A13601	2,484
Tax Arrears Board, Contr Expend	190	A13604	
<b>TOTAL Tax Arrears Board</b>	<b>3,179</b>		<b>2,484</b>
Clerk, pers Serv	176,812	A14101	159,076
Clerk, equip & Cap Outlay		A14102	27,606
Clerk, contr Expend	15,686	A14104	13,394
<b>TOTAL Clerk</b>	<b>192,498</b>		<b>200,076</b>
Law, Contr Expend	121,926	A14204	123,844
<b>TOTAL Law</b>	<b>121,926</b>		<b>123,844</b>
Engineer, Contr Expend	13,212	A14404	12,000
<b>TOTAL Engineer</b>	<b>13,212</b>		<b>12,000</b>
Elections, Contr Expend		A14504	
<b>TOTAL Elections</b>	<b>0</b>		<b>0</b>
Records Mgmt, PerS. SerV.		A14601	13,441
Records Mgmt, Contr Expend	6,517	A14604	7,074
<b>TOTAL Records Mgmt</b>	<b>6,517</b>		<b>20,515</b>
Buildings, Pers Serv	30,438	A16201	26,618
Buildings, Equip & Cap Outlay	16,750	A16202	80,902
Buildings, Contr Expend	121,976	A16204	181,599
<b>TOTAL Buildings</b>	<b>169,164</b>		<b>289,119</b>
Unallocated Insurance, Contr Expend	220,807	A19104	230,376
<b>TOTAL Unallocated Insurance</b>	<b>220,807</b>		<b>230,376</b>
Municipal Assn Dues, Contr Expend	1,500	A19204	1,850
<b>TOTAL Municipal Assn Dues</b>	<b>1,500</b>		<b>1,850</b>

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(A) GENERAL

Results of Operation

Code Description	2017	EdpCode	2018
<b>Expenditures</b>			
Judgements And Claims, Contr Expend	13,698	A19304	2,092
<b>TOTAL Judgements And Claims</b>	<b>13,698</b>		<b>2,092</b>
Payment of Mta Payroll Tax,contr Expend	5,070	A19804	4,197
<b>TOTAL Payment of Mta Payroll Tax</b>	<b>5,070</b>		<b>4,197</b>
<b>TOTAL General Government Support</b>	<b>1,546,263</b>		<b>1,797,047</b>
Control of Animals, Contr Expend	38,536	A35104	39,647
<b>TOTAL Control of Animals</b>	<b>38,536</b>		<b>39,647</b>
Civil Defense, Pers Serv	100	A36401	100
<b>TOTAL Civil Defense</b>	<b>100</b>		<b>100</b>
<b>TOTAL Public Safety</b>	<b>38,636</b>		<b>39,747</b>
Street Admin, Pers Serv	158,509	A60101	163,795
Street Admin, Contr Expend	17,898	A50104	16,718
<b>TOTAL Street Admin</b>	<b>176,407</b>		<b>180,513</b>
Garage, Pers Serv	11,660	A51321	9,030
Garage, Contr Expend	44,745	A51324	44,667
<b>TOTAL Garage</b>	<b>56,405</b>		<b>53,697</b>
Street Lighting, Contr Expend		A51824	5,430
<b>TOTAL Street Lighting</b>	<b>0</b>		<b>5,430</b>
Bus Operations, Contr Expend	33,333	A56304	25,000
<b>TOTAL Bus Operations</b>	<b>33,333</b>		<b>25,000</b>
<b>TOTAL Transportation</b>	<b>266,145</b>		<b>264,640</b>
Publicity, Contr Expend	500	A64104	1,082
<b>TOTAL Publicity</b>	<b>500</b>		<b>1,082</b>
Veterans Service, Contr Expend	450	A65104	425
<b>TOTAL Veterans Service</b>	<b>450</b>		<b>425</b>
Programs For Aging, Contr Expend	27,566	A67724	28,527
<b>TOTAL Programs For Aging</b>	<b>27,566</b>		<b>28,527</b>
<b>TOTAL Economic Assistance And Opportunity</b>	<b>28,516</b>		<b>30,034</b>
Parks, Pers Serv	25,951	A71101	148,833
Parks, Equip & Cap Outlay	10,820	A71102	32,265
Parks, Contr Expend	40,166	A71104	124,658
<b>TOTAL Parks</b>	<b>76,937</b>		<b>305,756</b>
Playgr & Rec Centers, Pers Serv	137,535	A71401	94,410
Playgr & Rec Centers, Contr Expend	43,693	A71404	65,820
<b>TOTAL Playgr &amp; Rec Centers</b>	<b>181,228</b>		<b>160,230</b>
Joint Youth Prog, Pers Serv	64,708	A73201	61,935
Joint Youth Prog, Contr Expend	30,035	A73204	23,786
<b>TOTAL Joint Youth Prog</b>	<b>94,743</b>		<b>85,721</b>
Library, Pers Serv	302,251	A74101	330,332
Library, Contr Expend	105,642	A74104	108,678
<b>TOTAL Library</b>	<b>407,893</b>		<b>439,010</b>
Historian, Pers Serv	1,384	A75101	1,426

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(A) GENERAL

Results of Operation

Code Description	2017	EdpCode	2018
<b>Expenditures</b>			
Historian, Contr Expend	2,556	A75104	1,613
<b>TOTAL Historian</b>	<b>3,940</b>		<b>3,039</b>
<b>TOTAL Culture And Recreation</b>	<b>764,741</b>		<b>993,756</b>
State Retirement System	174,085	A90108	178,072
Social Security, Employer Cont	112,259	A90308	121,227
Worker's Compensation, Empl Bnfts	78,327	A80408	78,906
Unemployment Insurance, Empl Bnfts	10,190	A90508	1,805
Disability Insurance, Empl Bnfts	2,437	A90558	2,369
Hospital & Medical (dental) Ins, Empl Bnft	572,960	A90608	608,666
<b>TOTAL Employee Benefits</b>	<b>950,258</b>		<b>993,045</b>
Debt Principal, Serial Bonds	360,000	A97106	350,000
Debt Principal, Bond Anticipation Notes		A97306	
<b>TOTAL Debt Principal</b>	<b>360,000</b>		<b>350,000</b>
Debt Interest, Serial Bonds	54,503	A97107	46,210
Debt Interest, Bond Anticipation Notes		A97307	15,327
<b>TOTAL Debt Interest</b>	<b>54,503</b>		<b>61,537</b>
<b>TOTAL Expenditures</b>	<b>4,009,062</b>		<b>4,529,806</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>4,009,062</b>		<b>4,529,806</b>

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(A) GENERAL

**Analysis of Changes in Fund Balance**

Code Description	2017	EdpCode	2018
<b>Analysis of Changes in Fund Balance</b>			
Fund Balance - Beginning of Year	472,067	A8021	346,681
Restated Fund Balance - Beg of Year	472,067	A8022	346,681
ADD - REVENUES AND OTHER SOURCES	3,883,676		4,669,280
DEDUCT - EXPENDITURES AND OTHER USES	4,009,062		4,529,806
Fund Balance - End of Year	346,681	A8029	486,155

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(A) GENERAL

Budget Summary

Code Description	2018	Exp Code	2019
<b>Estimated Revenues</b>			
Est Rev - Real Property Taxes	3,327,627	A1049N	2,610,550
Est Rev - Real Property Tax Items	229,500	A1099N	162,793
Est Rev - Departmental Income	94,400	A1299N	219,900
Est Rev - Use of Money And Property	3,000	A2499N	3,000
Est Rev - Licenses And Permits	9,000	A2599N	9,000
Est Rev - Fines And Forfeitures	115,400	A2649N	375,400
Est Rev - Miscellaneous Local Sources	19,986	A2799N	19,986
Est Rev - State Aid	415,200	A3099N	924,200
<b>TOTAL Estimated Revenues</b>	<b>4,214,113</b>		<b>4,324,829</b>
Appropriated Fund Balance	70,000	A599N	200,000
<b>TOTAL Estimated Other Sources</b>	<b>70,000</b>		<b>200,000</b>
<b>TOTAL Estimated Revenues And Other Sources</b>	<b>4,284,113</b>		<b>4,524,829</b>

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(A) GENERAL

Budget Summary

Code Description	2018	EdpCode	2019
<b>Appropriations</b>			
App - General Government Support	1,530,911	A1999N	1,669,182
App - Public Safety	42,723	A3999N	43,491
App - Transportation	277,878	A5999N	286,173
App - Economic Assistance And Opportunity	30,363	A6999N	31,214
App - Culture And Recreation	881,011	A7999N	838,259
App - Employee Benefits	1,067,017	A9199N	1,060,086
App - Debt Service	454,210	A9899N	586,424
<b>TOTAL Appropriations</b>	<b>4,284,113</b>		<b>4,524,829</b>
<b>TOTAL Appropriations And Other Uses</b>	<b>4,284,113</b>		<b>4,524,829</b>

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(B) GENERAL TOWN-OUTSIDE VG

Balance Sheet

Code Description	2017	Edp Code	2018
<b>Assets</b>			
Cash	258,870	B200	19,757
Cash In Time Deposits	382,191	B201	186,388
Petty Cash	100	B210	100
<b>TOTAL Cash</b>	<b>641,161</b>		<b>206,245</b>
Due From Other Funds		B391	700
<b>TOTAL Due From Other Funds</b>	<b>0</b>		<b>700</b>
Prepaid Expenses		B480	39,066
<b>TOTAL Prepaid Expenses</b>	<b>0</b>		<b>39,066</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>641,161</b>		<b>246,011</b>

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(B) GENERAL TOWN-OUTSIDE VG

Balance Sheet

Line Description	2017	2018	2018
Accounts Payable	13,987	B600	6,998
<b>TOTAL Accounts Payable</b>	<b>13,987</b>		<b>6,998</b>
<b>TOTAL Liabilities</b>	<b>13,987</b>		<b>6,998</b>
<b>Fund Balance</b>			
Assigned Appropriated Fund Balance	400,000	B914	221,548
Assigned Unappropriated Fund Balance	227,174	B915	17,465
<b>TOTAL Assigned Fund Balance</b>	<b>627,174</b>		<b>239,013</b>
<b>TOTAL Fund Balance</b>	<b>627,174</b>		<b>239,013</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>641,161</b>		<b>246,011</b>

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(B) GENERAL TOWN-OUTSIDE VG

Results of Operation

Code Description	2017	EdpCode	2018
<b>Revenues</b>			
Real Property Taxes	1,923,236	B1001	1,870,881
<b>TOTAL Real Property Taxes</b>	<b>1,923,236</b>		<b>1,870,881</b>
Sales Tax (from County)	954,798	B1120	961,952
Franchises	109,736	B1170	85,887
<b>TOTAL Non Property Tax Items</b>	<b>1,064,534</b>		<b>1,047,839</b>
Police Department Fees	573	B1520	510
Safety Inspection Fees	202,056	B1560	169,635
Charges For Demolition of Unsafe Build		B1570	1,690
Vital Statistics Fees	1,276	B1603	1,792
Zoning Fees	2,796	B2110	581
Planning Board Fees	4,439	B2115	6,674
<b>TOTAL Departmental Income</b>	<b>211,140</b>		<b>180,882</b>
Public Safety Services For Other Govts	10,967	B2260	10,157
<b>TOTAL Intergovernmental Charges</b>	<b>10,967</b>		<b>10,157</b>
Interest And Earnings	2,890	B2401	2,859
<b>TOTAL Use of Money And Property</b>	<b>2,890</b>		<b>2,859</b>
Permits, Other	315	B2590	177
<b>TOTAL Licenses And Permits</b>	<b>315</b>		<b>177</b>
Fines And Forfeited Bail	7,650	B2610	7,500
<b>TOTAL Fines And Forfeitures</b>	<b>7,650</b>		<b>7,500</b>
Sales of Equipment	1,196	B2665	
Insurance Recoveries	11,235	B2660	9,632
<b>TOTAL Sale of Property And Compensation For Loss</b>	<b>12,431</b>		<b>9,632</b>
Refunds of Prior Year's Expenditures	1,322	B2701	272
Gifts And Donations		B2705	300
Unclassified (specify)	4,402	B2770	32,299
<b>TOTAL Miscellaneous Local Sources</b>	<b>5,724</b>		<b>32,871</b>
St Aid, Other Aid For Public Safety	25,334	B3389	19,814
<b>TOTAL State Aid</b>	<b>25,334</b>		<b>19,814</b>
<b>TOTAL Revenues</b>	<b>3,264,221</b>		<b>3,182,612</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>3,264,221</b>		<b>3,182,612</b>

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(B) GENERAL TOWN-OUTSIDE VG

Results of Operation

Code Description	2017	EdpCode	2018
<b>Expenditures</b>			
Engineer, Contr Expend	141,228	B14404	95,219
<b>TOTAL Engineer</b>	<b>141,228</b>		<b>95,219</b>
Buildings, Contr Expend		B16204	39,221
<b>TOTAL Buildings</b>	<b>0</b>		<b>39,221</b>
Judgements And Claims, Contr Expend	4,703	B19304	
<b>TOTAL Judgements And Claims</b>	<b>4,703</b>		<b>0</b>
Payment of Mta Payroll Tax, Contr Expend	6,378	B19804	4,883
<b>TOTAL Payment of Mta Payroll Tax</b>	<b>6,378</b>		<b>4,883</b>
<b>TOTAL General Government Support</b>	<b>152,309</b>		<b>139,323</b>
Police, Pers Serv	1,710,153	B31201	1,783,005
Police, Equip & Cap Outlay	62,775	B31202	72,199
Police, Contr Expend	151,957	B31204	170,788
<b>TOTAL Police</b>	<b>1,924,885</b>		<b>2,025,992</b>
Safety Inspection, Pers Serv	128,457	B36201	81,811
Safety Inspection, Equip & Cap Outlay		B36202	45,837
Safety Inspection, Contr Expend	51,362	B36204	88,357
<b>TOTAL Safety Inspection</b>	<b>179,819</b>		<b>216,005</b>
<b>TOTAL Public Safety</b>	<b>2,104,704</b>		<b>2,241,997</b>
Registrar of Vital Stat Contr Expend	1,376	B40204	1,949
<b>TOTAL Registrar of Vital Stat Contr Expend</b>	<b>1,376</b>		<b>1,949</b>
<b>TOTAL Health</b>	<b>1,376</b>		<b>1,949</b>
Street Lighting, Contr Expend	9,046	B51824	3,256
<b>TOTAL Street Lighting</b>	<b>9,046</b>		<b>3,256</b>
<b>TOTAL Transportation</b>	<b>9,046</b>		<b>3,256</b>
Zoning, Pers Serv	14,652	B80101	13,643
Zoning, Contr Expend	6,093	B80104	4,219
<b>TOTAL Zoning</b>	<b>20,745</b>		<b>17,862</b>
Planning, Pers Serv	91,825	B80201	97,770
Planning, Contr Expend	16,463	B80204	26,670
<b>TOTAL Planning</b>	<b>108,288</b>		<b>124,440</b>
<b>TOTAL Home And Community Services</b>	<b>129,033</b>		<b>142,302</b>
State Retirement, Empl Bnfts	32,206	B90108	22,117
Police & Firemen Retirement, Empl Bnfts	352,087	B90158	358,131
Social Security , Empl Bnfts	140,475	B90308	141,106
Worker's Compensation, Empl Bnfts	57,067	B90408	57,076
Life Insurance, Empl Bnfts	766	B90458	1,054
Unemployment Insurance, Empl Bnfts	275	B90508	
Disability Insurance, Empl Bnfts	1,446	B90558	1,434
Hospital & Medical (dental) Ins, Empl Bnft	422,852	B90608	438,828
Other Employee Benefits (spec)		B90898	
<b>TOTAL Employee Benefits</b>	<b>1,007,174</b>		<b>1,019,746</b>

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(B) GENERAL TOWN-OUTSIDE VG

Results of Operation

Code Description	2017	EdpCode	2018
<b>Expenditures</b>			
Debt Interest, Bond Anticipation Notes		B97307	22,200
<b>TOTAL Debt Interest</b>	0		22,200
<b>TOTAL Expenditures</b>	3,403,642		3,570,773
<b>TOTAL Detail Expenditures And Other Uses</b>	3,403,642		3,570,773

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(B) GENERAL TOWN-OUTSIDE VG

**Analysis of Changes in Fund Balance**

Code Description	2017	EdpCode	2018
<b>Analysis of Changes in Fund Balance</b>			
Fund Balance - Beginning of Year	766,595	B8021	627,174
Restated Fund Balance - Beg of Year	766,595	B8022	627,174
ADD - REVENUES AND OTHER SOURCES	3,264,221		3,182,612
DEDUCT - EXPENDITURES AND OTHER USES	3,403,642		3,570,773
Fund Balance - End of Year	627,174	B8029	239,014

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(B) GENERAL TOWN-OUTSIDE VG

Budget Summary

	2018	EdpCode	2019
<b>Estimated Revenues</b>			
Est Rev - Real Property Taxes	1,870,881	B1049N	2,367,885
Est Rev - Non Property Tax Items	1,020,000	B1199N	1,020,000
Est Rev - Departmental Income	229,900	B1299N	249,829
Est Rev - Intergovernmental Charges	11,000	B2399N	11,000
Est Rev - Use of Money And Property	3,000	B2499N	3,000
Est Rev - Sale of Prop And Comp For Loss	6,000	B2699N	5,000
Est Rev - Miscellaneous Local Sources	3,015	B2799N	1,096
Est Rev - State Aid	28,000	B3099N	22,140
Est Rev - Federal Aid	1,500	B4099N	1,500
<b>TOTAL Estimated Revenues</b>	<b>3,173,296</b>		<b>3,681,450</b>
Appropriated Fund Balance	400,000	B599N	221,548
<b>TOTAL Estimated Other Sources</b>	<b>400,000</b>		<b>221,548</b>
<b>TOTAL Estimated Revenues And Other Sources</b>	<b>3,573,296</b>		<b>3,902,998</b>

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(B) GENERAL TOWN-OUTSIDE VG

Budget Summary

Code Description	2018	Edp Code	2019
<b>Appropriations</b>			
App - General Government Support	105,000	B1999N	95,000
App - Public Safety	2,167,672	B3999N	2,201,811
App - Health	1,618	B4999N	1,667
App - Transportation	3,500	B5999N	3,500
App - Home And Community Services	181,763	B8999N	232,514
App - Employee Benefits	1,091,743	B9199N	1,241,958
App - Debt Service	22,000	B9999N	126,548
<b>TOTAL Appropriations</b>	<b>3,573,296</b>		<b>3,902,998</b>
<b>TOTAL Appropriations And Other Uses</b>	<b>3,573,296</b>		<b>3,902,998</b>

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(DA) HIGHWAY-TOWN-WIDE

Balance Sheet

Code Description	2017	FdpCode	2018
<b>Assets</b>			
Cash	252,817	DA200	89,106
Cash in Time Deposits	47,515	DA201	29,122
Petty Cash	200	DA210	200
<b>TOTAL Cash</b>	<b>300,532</b>		<b>118,428</b>
Cash Special Reserves	11,790	DA230	11,814
<b>TOTAL Restricted Assets</b>	<b>11,790</b>		<b>11,814</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>312,322</b>		<b>130,242</b>

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(DA) HIGHWAY-TOWN-WIDE

Balance Sheet

Code Description	2017	Fund Code	2018
Accounts Payable	45,099	DA600	11,076
<b>TOTAL Accounts Payable</b>	<b>45,099</b>		<b>11,076</b>
<b>TOTAL Liabilities</b>	<b>45,099</b>		<b>11,076</b>
<b>Fund Balance</b>			
Capital Reserve	903	DA878	905
Reserve For Repairs	10,887	DA882	10,909
<b>TOTAL Restricted Fund Balance</b>	<b>11,790</b>		<b>11,814</b>
Assigned Appropriated Fund Balance	155,000	DA914	90,000
Assigned Unappropriated Fund Balance	100,433	DA915	17,352
<b>TOTAL Assigned Fund Balance</b>	<b>255,433</b>		<b>107,352</b>
<b>TOTAL Fund Balance</b>	<b>267,223</b>		<b>119,166</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>312,322</b>		<b>130,242</b>

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(DA) HIGHWAY-TOWN-WIDE

Results of Operation

Code Description	2017	EdpCode	2018
<b>Revenues</b>			
Real Property Taxes	1,002,240	DA1001	891,665
<b>TOTAL Real Property Taxes</b>	<b>1,002,240</b>		<b>891,665</b>
Snow Removal Services-Other Govts	56,430	DA2302	56,430
<b>TOTAL Intergovernmental Charges</b>	<b>56,430</b>		<b>56,430</b>
Interest And Earnings	975	DA2401	836
<b>TOTAL Use of Money And Property</b>	<b>975</b>		<b>836</b>
Sales of Equipment	30,060	DA2665	
Insurance Recoveries		DA2680	8,705
<b>TOTAL Sale of Property And Compensation For Loss</b>	<b>30,060</b>		<b>8,705</b>
Refunds of Prior Year's Expenditures	234	DA2701	278
<b>TOTAL Miscellaneous Local Sources</b>	<b>234</b>		<b>278</b>
St Aid, Consolidated Highway Aid	33,270	DA3501	37,800
<b>TOTAL State Aid</b>	<b>33,270</b>		<b>37,800</b>
<b>TOTAL Revenues</b>	<b>1,123,209</b>		<b>995,714</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>1,123,209</b>		<b>995,714</b>

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(DA) HIGHWAY-TOWN-WIDE

Results of Operation

Code Description	2017	ExpCode	2018
<b>Expenditures</b>			
Payment of Mta Payroll Tax, Contr Expend	1,104	DA19804	902
<b>TOTAL Payment of Mta Payroll Tax</b>	<b>1,104</b>		<b>902</b>
<b>TOTAL General Government Support</b>	<b>1,104</b>		<b>902</b>
Machinery, Pers Serv	137,394	DA51301	145,948
Machinery, Equip & Cap Outlay	185,078	DA51302	148,345
Machinery, Contr Expend	139,165	DA51304	125,111
<b>TOTAL Machinery</b>	<b>461,637</b>		<b>419,404</b>
Brush And Weeds, Pers Serv	99,404	DA51401	103,072
Brush And Weeds, Contr Expend	25,401	DA51404	22,619
<b>TOTAL Brush And Weeds</b>	<b>124,805</b>		<b>125,691</b>
Snow Removal, Pers Serv	87,918	DA51421	115,033
Snow Removal, Contr Expend	188,646	DA51424	197,847
<b>TOTAL Snow Removal</b>	<b>276,564</b>		<b>312,880</b>
<b>TOTAL Transportation</b>	<b>863,008</b>		<b>857,975</b>
State Retirement, Empl Bnfts	65,365	DA90108	66,448
Social Security , Empl Bnfts	24,678	DA90308	27,671
Worker's Compensation, Empl Bnfts	21,876	DA90408	21,879
Disability Insurance, Empl Bnfts	376	DA90558	365
Hospital & Medical (dental) Ins, Empl Bnft	135,045	DA90608	168,531
<b>TOTAL Employee Benefits</b>	<b>247,340</b>		<b>284,894</b>
<b>TOTAL Expenditures</b>	<b>1,111,450</b>		<b>1,143,771</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>1,111,450</b>		<b>1,143,771</b>

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(DA) HIGHWAY-TOWN-WIDE

**Analysis of Changes in Fund Balance**

Code Description	2017	EdpCode	2018
<b>Analysis of Changes in Fund Balance</b>			
Fund Balance - Beginning of Year	255,464	DA8021	267,223
Restated Fund Balance - Beg of Year	255,464	DA8022	267,223
ADD - REVENUES AND OTHER SOURCES	1,123,209		995,714
DEDUCT - EXPENDITURES AND OTHER USES	1,111,450		1,143,771
Fund Balance - End of Year	267,223	DA8029	119,166

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(DA) HIGHWAY-TOWN-WIDE

Budget Summary

Code Description	2018	EdpCode	2019
<b>Estimated Revenues</b>			
Est Rev - Real Property Taxes	891,655	DA1049N	1,112,679
Est Rev - Intergovernmental Charges	55,846	DA2399N	55,836
Est Rev - Use of Money And Property	1,000	DA2499N	1,000
Est Rev - Sale of Prop And Comp For Loss	15,000	DA2699N	2,500
<b>TOTAL Estimated Revenues</b>	<b>963,501</b>		<b>1,172,015</b>
Appropriated Fund Balance	155,000	DA599N	90,000
<b>TOTAL Estimated Other Sources</b>	<b>155,000</b>		<b>90,000</b>
<b>TOTAL Estimated Revenues And Other Sources</b>	<b>1,118,501</b>		<b>1,262,015</b>

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(DA) HIGHWAY-TOWN-WIDE

Budget Summary

Code Desc	2018	EdpCode	2019
<b>Appropriations</b>			
App - Transportation	854,495	DA5999N	968,455
App - Employee Benefits	264,006	DA9199N	293,560
<b>TOTAL Appropriations</b>	<b>1,118,501</b>		<b>1,262,015</b>
<b>TOTAL Appropriations And Other Uses</b>	<b>1,118,501</b>		<b>1,262,015</b>

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(DB) HIGHWAY-PART-TOWN

Balance Sheet

Code Description	2017	EdpCode	2018
<b>Assets</b>			
Cash	223,656	DB200	116,414
Cash In Time Deposits	64,367	DB201	808
<b>TOTAL Cash</b>	<b>288,023</b>		<b>117,222</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>288,023</b>		<b>117,222</b>

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(DB) HIGHWAY-PART-TOWN

Balance Sheet

Account Description	2017	2018	2018
Accounts Payable	10,503	DB600	2,481
<b>TOTAL Accounts Payable</b>	<b>10,503</b>		<b>2,481</b>
<b>TOTAL Liabilities</b>	<b>10,503</b>		<b>2,481</b>
<b>Fund Balance</b>			
Assigned Appropriated Fund Balance	180,000	DB914	90,000
Assigned Unappropriated Fund Balance	97,520	DB915	24,741
<b>TOTAL Assigned Fund Balance</b>	<b>277,520</b>		<b>114,741</b>
<b>TOTAL Fund Balance</b>	<b>277,520</b>		<b>114,741</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>288,023</b>		<b>117,222</b>

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(DB) HIGHWAY-PART-TOWN

Results of Operation

Code Description	2017	EdpCode	2018
<b>Revenues</b>			
Real Property Taxes	693,214	DB1001	590,796
<b>TOTAL Real Property Taxes</b>	<b>693,214</b>		<b>590,796</b>
Sales Tax (from County)	325,097	DB1120	400,000
<b>TOTAL Non Property Tax Items</b>	<b>325,097</b>		<b>400,000</b>
Interest And Earnings	897	DB2401	636
<b>TOTAL Use of Money And Property</b>	<b>897</b>		<b>636</b>
Street Opening Permits	600	DB2560	400
<b>TOTAL Licenses And Permits</b>	<b>600</b>		<b>400</b>
Sales of Scrap & Excess Materials	815	DB2650	462
<b>TOTAL Sale of Property And Compensation For Loss</b>	<b>815</b>		<b>462</b>
St Aid, Consolidated Highway Aid	84,547	DB3501	80,074
<b>TOTAL State Aid</b>	<b>84,547</b>		<b>80,074</b>
<b>TOTAL Revenues</b>	<b>1,105,170</b>		<b>1,072,368</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>1,105,170</b>		<b>1,072,368</b>

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(DB) HIGHWAY-PART-TOWN

Results of Operation

Code Description	2017	EdpCode	2018
<b>Expenditures</b>			
Judgements And Claims, Contr Expend	1,452	DB19304	
<b>TOTAL Judgements And Claims</b>	<b>1,452</b>		<b>0</b>
Payment of Mta Payroll Tax, Contr Expend	1,881	DB19804	1,658
<b>TOTAL Payment of Mta Payroll Tax</b>	<b>1,881</b>		<b>1,658</b>
<b>TOTAL General Government Support</b>	<b>3,333</b>		<b>1,658</b>
Maint of Streets, Pers Serv	553,117	DB51101	604,964
Maint of Streets, Contr Expend	258,821	DB51104	333,798
<b>TOTAL Maint of Streets</b>	<b>811,938</b>		<b>938,762</b>
Brush And Weeds, Contr Expend	34,969	DB51404	39,582
<b>TOTAL Brush And Weeds</b>	<b>34,969</b>		<b>39,582</b>
<b>TOTAL Transportation</b>	<b>846,907</b>		<b>978,344</b>
State Retirement, Empl Bnfts	65,365	DB90108	66,448
Social Security, Empl Bnfts	41,879	DB90308	45,968
Worker's Compensation, Empl Bnfts	21,876	DB90408	21,879
Disability Insurance, Empl Bnfts	392	DB90558	371
Hospital & Medical (dental) Ins, Empl Bnft	129,093	DB90608	120,479
<b>TOTAL Employee Benefits</b>	<b>258,605</b>		<b>255,145</b>
<b>TOTAL Expenditures</b>	<b>1,108,845</b>		<b>1,235,147</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>1,108,845</b>		<b>1,235,147</b>

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(DB) HIGHWAY-PART-TOWN

**Analysis of Changes in Fund Balance**

Code Description	2017	EdpCode	2018
<b>Analysis of Changes in Fund Balance</b>			
Fund Balance - Beginning of Year	281,195	DB8021	277,520
Restated Fund Balance - Beg of Year	281,195	DB8022	277,520
ADD - REVENUES AND OTHER SOURCES	1,105,170		1,072,368
DEDUCT - EXPENDITURES AND OTHER USES	1,108,845		1,235,147
Fund Balance - End of Year	277,520	DB8029	114,741

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(DB) HIGHWAY-PART-TOWN

Budget Summary

Code Description	2018	EdpCode	2018
<b>Estimated Revenues</b>			
Est Rev - Real Property Taxes	590,796	DB1049N	818,542
Est Rev - Non Property Tax Items	400,000	DB1199N	420,000
Est Rev - Use of Money And Property	500	DB2499N	640
Est Rev - Licenses And Permits	300	DB2599N	800
Est Rev - Sale of Prop And Comp For Loss	620	DB2699N	620
Est Rev - State Aid	80,000	DB3099N	80,000
<b>TOTAL Estimated Revenues</b>	<b>1,072,216</b>		<b>1,320,602</b>
Appropriated Fund Balance	180,000	DB599N	90,000
<b>TOTAL Estimated Other Sources</b>	<b>180,000</b>		<b>90,000</b>
<b>TOTAL Estimated Revenues And Other Sources</b>	<b>1,252,216</b>		<b>1,410,602</b>

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(DB) HIGHWAY-PART-TOWN

Budget Summary

Code	2018	EdpCode	2019
<b>Appropriations</b>			
App - Transportation	988,210	DB5999N	1,122,701
App - Employee Benefits	264,006	DB9199N	287,901
<b>TOTAL Appropriations</b>	<b>1,252,216</b>		<b>1,410,602</b>
<b>TOTAL Appropriations And Other Uses</b>	<b>1,252,216</b>		<b>1,410,602</b>

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(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2017	EdcCode	2018
<b>Assets</b>			
Cash	614,944	H200	3,294
Cash In Time Deposits	1,198,501	H201	10
<b>TOTAL Cash</b>	<b>1,813,445</b>		<b>3,304</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>1,813,445</b>		<b>3,304</b>

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(H) CAPITAL PROJECTS

Balance Sheet

Code/Description	2017	EdpCode	2018
Bond Anticipation Notes Payable	4,085,000	H626	425,000
<b>TOTAL Notes Payable</b>	<b>4,085,000</b>		<b>425,000</b>
<b>TOTAL Liabilities</b>	<b>4,085,000</b>		<b>425,000</b>
<b>Fund Balance</b>			
Unassigned Fund Balance	-2,271,555	H917	-421,696
<b>TOTAL Unassigned Fund Balance</b>	<b>-2,271,555</b>		<b>-421,696</b>
<b>TOTAL Fund Balance</b>	<b>-2,271,555</b>		<b>-421,696</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>1,813,445</b>		<b>3,304</b>

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(H) CAPITAL PROJECTS

Results of Operation

Code Description	2017	EdpCode	2018
<b>Revenues</b>			
Interest And Earnings	2,894	H2401	1,268
<b>TOTAL Use of Money And Property</b>	<b>2,894</b>		<b>1,268</b>
<b>TOTAL Revenues</b>	<b>2,894</b>		<b>1,268</b>
Serial Bonds		H5710	3,650,000
Bans Redeemed From Appropriations	45,000	H5731	10,000
<b>TOTAL Proceeds of Obligations</b>	<b>45,000</b>		<b>3,660,000</b>
<b>TOTAL Other Sources</b>	<b>45,000</b>		<b>3,660,000</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>47,894</b>		<b>3,661,268</b>

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(H) CAPITAL PROJECTS

Results of Operation

Code Description	2017	EdpCode	2018
<b>Expenditures</b>			
Traffic Viol Bureau, Equip & Cap Outlay		H11302	
<b>TOTAL Traffic Viol Bureau</b>	<b>0</b>		<b>0</b>
<b>TOTAL General Government Support</b>	<b>0</b>		<b>0</b>
Other Public Safety, Equip & Cap Outlay	1,236,902	H39972	615,287
<b>TOTAL Other Public Safety</b>	<b>1,236,902</b>		<b>615,287</b>
<b>TOTAL Public Safety</b>	<b>1,236,902</b>		<b>615,287</b>
Other Culture And Recreation	702,495	H79972	1,196,122
<b>TOTAL Other Culture And Recreation</b>	<b>702,495</b>		<b>1,196,122</b>
<b>TOTAL Culture And Recreation</b>	<b>702,495</b>		<b>1,196,122</b>
<b>TOTAL Expenditures</b>	<b>1,939,397</b>		<b>1,811,409</b>
Transfers, Other Funds	28,433	H99019	
<b>TOTAL Operating Transfers</b>	<b>28,433</b>		<b>0</b>
<b>TOTAL Other Uses</b>	<b>28,433</b>		<b>0</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>1,967,830</b>		<b>1,811,409</b>

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(H) CAPITAL PROJECTS

Analysis of Changes in Fund Balance

Code Description	2017	EdpCode	2018
<b>Analysis of Changes in Fund Balance</b>			
Fund Balance - Beginning of Year	-351,619	H8021	-2,271,555
Restated Fund Balance - Beg of Year	-351,619	H8022	-2,271,555
ADD - REVENUES AND OTHER SOURCES	47,894		3,661,268
DEDUCT - EXPENDITURES AND OTHER USES	1,967,830		1,811,409
Fund Balance - End of Year	-2,271,555	H8029	-421,696

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(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2017	EdpCode	2018
<b>Assets</b>			
Land	6,212,616	K101	6,286,645
Buildings	4,089,127	K102	8,212,115
Improvements Other Than Buildings	6,807,513	K103	6,228,593
Machinery And Equipment	4,910,823	K104	5,596,216
<b>TOTAL Fixed Assets (net)</b>	<b>22,020,079</b>		<b>26,323,769</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>22,020,079</b>		<b>26,323,769</b>

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(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2017	EdaCode	2018
<b>Liabilities, Deferred inflows And Fund Balance</b>			
Total Non-Current Govt Assets	22,020,079	K159	26,323,769
<b>TOTAL Investments in Non-Current Government Assets</b>	<b>22,020,079</b>		<b>26,323,769</b>
<b>TOTAL Fund Balance</b>	<b>22,020,079</b>		<b>26,323,769</b>
<b>TOTAL</b>	<b>22,020,079</b>		<b>26,323,769</b>

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(SD) DRAINAGE

Balance Sheet

Code Description	2017	EdpCode	2018
<b>Assets</b>			
Cash In Time Deposits	17,305	SD201	36,335
<b>TOTAL Cash</b>	<b>17,305</b>		<b>36,335</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>17,305</b>		<b>36,335</b>

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(SD) DRAINAGE

Balance Sheet

	2017	EdpCode	2016
<b>Fund Balance</b>			
Assigned Unappropriated Fund Balance	17,306	SD915	36,335
<b>TOTAL Assigned Fund Balance</b>	<b>17,306</b>		<b>36,335</b>
<b>TOTAL Fund Balance</b>	<b>17,306</b>		<b>36,335</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>17,306</b>		<b>36,335</b>

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(SD) DRAINAGE

Results of Operation

Code Description	2017	EdpCode	2018
<b>Revenues</b>			
Real Property Taxes	17,279	SD1001	18,959
<b>TOTAL Real Property Taxes</b>	<b>17,279</b>		<b>18,959</b>
Interest And Earnings	27	SD2401	70
<b>TOTAL Use of Money And Property</b>	<b>27</b>		<b>70</b>
<b>TOTAL Revenues</b>	<b>17,306</b>		<b>19,029</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>17,306</b>		<b>19,029</b>

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Results of Operation

Code Description	2017	EdpCode	2018
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(SD) DRAINAGE

**Analysis of Changes in Fund Balance**

Code Description	2017	EdpCode	2018
<b>Analysis of Changes in Fund Balance</b>			
Fund Balance - Beginning of Year		SD8021	17,306
Restated Fund Balance - Beg of Year		SD8022	17,306
ADD - REVENUES AND OTHER SOURCES	17,306		19,029
Fund Balance - End of Year	17,306	SD8029	36,335

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(SR) REFUSE AND GARBAGE

Balance Sheet

Code Description	2017	EdpCode	2018
<b>Assets</b>			
Cash	17,164	SR200	34,089
Cash In Time Deposits	36,693	SR201	13,480
<b>TOTAL Cash</b>	<b>53,857</b>		<b>47,569</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>53,857</b>		<b>47,569</b>

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(SR) REFUSE AND GARBAGE

Balance Sheet

Code Description	2017	EdpCode	2018
<b>Fund Balance</b>			
Assigned Unappropriated Fund Balance	53,857	SR915	47,569
<b>TOTAL Assigned Fund Balance</b>	<b>53,857</b>		<b>47,569</b>
<b>TOTAL Fund Balance</b>	<b>53,857</b>		<b>47,569</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>53,857</b>		<b>47,569</b>

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(SR) REFUSE AND GARBAGE

Results of Operation

Code Description	2017	EdpCode	2018
<b>Revenues</b>			
Real Property Taxes	574,352	SR1001	547,241
<b>TOTAL Real Property Taxes</b>	<b>574,352</b>		<b>547,241</b>
Interest And Earnings	440	SR2401	497
<b>TOTAL Use of Money And Property</b>	<b>440</b>		<b>497</b>
<b>TOTAL Revenues</b>	<b>574,792</b>		<b>547,738</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>574,792</b>		<b>547,738</b>

TOWN OF Chester  
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(SR) REFUSE AND GARBAGE

Results of Operation

Code Description	2017	EdpCode	2018
<b>Expenditures</b>			
Judgements And Claims, Cont Exp	6	SR19304	
<b>TOTAL Judgements And Claims</b>	<b>6</b>		<b>0</b>
Payment of Mta Payroll Tax,contr Expend	14	SR19804	
<b>TOTAL Payment of Mta Payroll Tax</b>	<b>14</b>		<b>0</b>
<b>TOTAL General Government Support</b>	<b>20</b>		<b>0</b>
Refuse & Garbage, Pers Serv	4,132	SR81601	2,240
Refuse & Garbage, Contr Expend	524,859	SR81604	551,619
<b>TOTAL Refuse &amp; Garbage</b>	<b>528,991</b>		<b>553,859</b>
<b>TOTAL Home And Community Services</b>	<b>528,991</b>		<b>553,859</b>
Social Security, Empl Brfts	307	SR90308	167
<b>TOTAL Employee Benefits</b>	<b>307</b>		<b>167</b>
<b>TOTAL Expenditures</b>	<b>529,318</b>		<b>554,026</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>529,318</b>		<b>554,026</b>

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(SR) REFUSE AND GARBAGE

Analysis of Changes in Fund Balance

Code Description	2017	EdpCode	2018
<b>Analysis of Changes In Fund Balance</b>			
Fund Balance - Beginning of Year	8,383	SR8021	53,857
Restated Fund Balance - Beg of Year	8,383	SR8022	53,857
ADD - REVENUES AND OTHER SOURCES	574,792		547,738
DEDUCT - EXPENDITURES AND OTHER USES	529,318		554,026
Fund Balance - End of Year	53,857	SR8029	47,569

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(SS) SEWER

Balance Sheet

Code Description	2017	EdpCode	2018
<b>Assets</b>			
Cash	48,836	SS200	20,584
Cash In Time Deposits	151,472	SS201	158,724
<b>TOTAL Cash</b>	<b>200,308</b>		<b>179,308</b>
Cash In Time Deposits Special Reserves	183,953	SS231	184,328
<b>TOTAL Restricted Assets</b>	<b>183,953</b>		<b>184,328</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>384,261</b>		<b>363,636</b>

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(SS) SEWER

Balance Sheet

Obj. Description	2017	ExpCode	2018
Due To Other Funds		SS630	13,000
<b>TOTAL Due To Other Funds</b>	<b>0</b>		<b>13,000</b>
<b>TOTAL Liabilities</b>	<b>0</b>		<b>13,000</b>
<b>Fund Balance</b>			
Capital Reserve	183,953	SS878	184,327
<b>TOTAL Restricted Fund Balance</b>	<b>183,953</b>		<b>184,327</b>
Assigned Unappropriated Fund Balance	200,308	SS915	166,309
<b>TOTAL Assigned Fund Balance</b>	<b>200,308</b>		<b>166,309</b>
<b>TOTAL Fund Balance</b>	<b>384,261</b>		<b>350,636</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>384,261</b>		<b>363,636</b>

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(SS) SEWER

Results of Operation

Code Description	2017	EdpCode	2018
<b>Revenues</b>			
Special Assessments Ad Valorem	687,589	SS102B	667,664
<b>TOTAL Real Property Taxes</b>	<b>687,589</b>		<b>667,664</b>
Sewer Charges	16,848	SS2122	16,393
<b>TOTAL Departmental Income</b>	<b>16,848</b>		<b>16,393</b>
Interest And Earnings	720	SS2401	785
<b>TOTAL Use of Money And Property</b>	<b>720</b>		<b>785</b>
<b>TOTAL Revenues</b>	<b>705,157</b>		<b>684,842</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>705,157</b>		<b>684,842</b>

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(SS) SEWER

Results of Operation

Code Description	2017	EdpCode	2018
<b>Expenditures</b>			
Judgements And Claims, Contr Expend	518	SS19304	
<b>TOTAL Judgements And Claims</b>	<b>518</b>		<b>0</b>
<b>TOTAL General Government Support</b>	<b>518</b>		<b>0</b>
Sanitary Sewers, Contr Expend	635,504	SS81204	646,957
<b>TOTAL Sanitary Sewers</b>	<b>635,504</b>		<b>646,957</b>
<b>TOTAL Home And Community Services</b>	<b>635,504</b>		<b>646,957</b>
Debt Principal, Serial Bonds	62,800	SS97106	68,000
<b>TOTAL Debt Principal</b>	<b>62,800</b>		<b>68,000</b>
Debt Interest, Serial Bonds	5,969	SS97107	3,510
<b>TOTAL Debt Interest</b>	<b>5,969</b>		<b>3,510</b>
<b>TOTAL Expenditures</b>	<b>704,791</b>		<b>718,467</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>704,791</b>		<b>718,467</b>

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(SS) SEWER

**Analysis of Changes in Fund Balance**

Code Description	2017	EdpCode	2018
<b>Analysis of Changes in Fund Balance</b>			
Fund Balance - Beginning of Year	383,895	SS8021	384,261
Restated Fund Balance - Beg of Year	383,895	SS8022	384,261
ADD - REVENUES AND OTHER SOURCES	705,157		684,842
DEDUCT - EXPENDITURES AND OTHER USES	704,791		718,497
Fund Balance - End of Year	384,261	SS8029	350,638

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(SS) SEWER

Budget Summary

Code Description	2018	EdpCode	2019
<b>Estimated Revenues</b>			
Est Rev - Real Property Taxes	667,664	SS1049N	744,111
Est Rev - Departmental Income	16,393	SS1299N	16,800
Est Rev - Use of Money And Property	1,005	SS2499N	855
<b>TOTAL Estimated Revenues</b>	<b>685,062</b>		<b>761,766</b>
<b>TOTAL Estimated Revenues And Other Sources</b>	<b>685,062</b>		<b>761,766</b>

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(SS) SEWER

Budget Summary

	2018	Emp Code	2019
<b>Appropriations</b>			
App - Home And Community Services	624,160	SS8999N	701,906
App - Debt Service	60,902	SS9899N	59,860
<b>TOTAL Appropriations</b>	<b>685,062</b>		<b>761,766</b>
<b>TOTAL Appropriations And Other Uses</b>	<b>685,062</b>		<b>761,766</b>

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(SW) WATER

Balance Sheet

Code Description	2017	EdnCode	2018
<b>Assets</b>			
Cash	95,716	SW200	96,411
Cash In Time Deposits	320,441	SW201	187,029
<b>TOTAL Cash</b>	<b>416,157</b>		<b>283,440</b>
Water Rents Receivable	46,566	SW350	47,830
<b>TOTAL Other Receivables (net)</b>	<b>46,566</b>		<b>47,830</b>
Due From Other Funds	63,087	SW391	60,197
<b>TOTAL Due From Other Funds</b>	<b>63,087</b>		<b>60,197</b>
Cash Special Reserves	29,469	SW230	29,529
Cash In Time Deposits Special Reserves	60,697	SW231	60,814
<b>TOTAL Restricted Assets</b>	<b>90,166</b>		<b>90,343</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>615,976</b>		<b>481,810</b>

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(SW) WATER

Balance Sheet

Description	2017	EdoCode	2018
Accounts Payable	10,737	SW600	2,494
<b>TOTAL Accounts Payable</b>	<b>10,737</b>		<b>2,494</b>
<b>TOTAL Liabilities</b>	<b>10,737</b>		<b>2,494</b>
<b>Fund Balance</b>			
Capital Reserve	29,469	SW878	29,529
Reserve For Repairs	60,697	SW882	60,814
<b>TOTAL Restricted Fund Balance</b>	<b>90,166</b>		<b>90,343</b>
Assigned Appropriated Fund Balance	338,500	SW914	136,000
Assigned Unappropriated Fund Balance	176,573	SW915	252,973
<b>TOTAL Assigned Fund Balance</b>	<b>515,073</b>		<b>588,973</b>
<b>TOTAL Fund Balance</b>	<b>605,239</b>		<b>479,316</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>615,976</b>		<b>481,810</b>

TOWN OF Chester  
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For the Fiscal Year Ending 2018

(SW) WATER

Results of Operation

Code Description	2017	EdpCode	2018
<b>Revenues</b>			
Real Property Taxes	189,605	SW1001	90,302
<b>TOTAL Real Property Taxes</b>	<b>189,605</b>		<b>90,302</b>
Metered Water Sales	372,185	SW2140	383,873
Water Service Charges		SW2144	183
Interest & Penalties On Water Rents	12,330	SW2148	11,530
<b>TOTAL Departmental Income</b>	<b>384,515</b>		<b>395,586</b>
Interest And Earnings	1,023	SW2401	793
<b>TOTAL Use of Money And Property</b>	<b>1,023</b>		<b>793</b>
Refunds of Prior Year's Expenditures		SW2701	492
<b>TOTAL Miscellaneous Local Sources</b>	<b>0</b>		<b>492</b>
<b>TOTAL Revenues</b>	<b>575,143</b>		<b>487,173</b>
Interfund Transfers	28,433	SW5031	
<b>TOTAL Interfund Transfers</b>	<b>28,433</b>		<b>0</b>
<b>TOTAL Other Sources</b>	<b>28,433</b>		<b>0</b>
<b>TOTAL Detail Revenues And Other Sources</b>	<b>603,576</b>		<b>487,173</b>

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(SW) WATER

Results of Operation

Code Description	2017	EdpCode	2018
<b>Expenditures</b>			
Payment of Mta Payroll Tax, Contr Expend	725	SW19804	581
<b>TOTAL Payment of Mta Payroll Tax</b>	<b>725</b>		<b>581</b>
<b>TOTAL General Government Support</b>	<b>725</b>		<b>581</b>
Water Administration, Pers Serv	213,053	SW83101	240,567
Water Administration, Equip & Cap Outlay	29,859	SW83102	
Water Administration, Contr Expend	27,384	SW83104	23,703
<b>TOTAL Water Administration</b>	<b>270,296</b>		<b>264,270</b>
Source Supply Pwr & Pump, Contr Expend	66,231	SW83204	96,491
<b>TOTAL Source Supply Pwr &amp; Pump</b>	<b>66,231</b>		<b>96,491</b>
Water Purification, Contr Expend	18,598	SW83304	19,113
<b>TOTAL Water Purification</b>	<b>18,598</b>		<b>19,113</b>
Water Trans & Distrib, Contr Expend	103,232	SW83404	44,473
<b>TOTAL Water Trans &amp; Distrib</b>	<b>103,232</b>		<b>44,473</b>
<b>TOTAL Home And Community Services</b>	<b>458,357</b>		<b>424,347</b>
State Retirement, Empl Bnfts	26,843	SW90108	27,033
Social Security , Empl Bnfts	16,071	SW90308	18,141
Worker's Compensation, Empl Bnfts	9,511	SW90408	9,513
Disability Insurance, Empl Bnfts	131	SW90558	125
Hospital & Medical (dental) Ins, Empl Bnft	41,598	SW90608	46,710
<b>TOTAL Employee Benefits</b>	<b>94,154</b>		<b>101,522</b>
Debt Principal, Serial Bonds	70,000	SW97106	70,000
Debt Principal, Bond Anticipation Notes	45,000	SW97306	10,000
<b>TOTAL Debt Principal</b>	<b>115,000</b>		<b>80,000</b>
Debt Interest, Serial Bonds	6,350	SW97107	3,944
Debt Interest, Bond Anticipation Notes	7,600	SW97307	2,702
<b>TOTAL Debt Interest</b>	<b>13,950</b>		<b>6,646</b>
<b>TOTAL Expenditures</b>	<b>682,186</b>		<b>613,096</b>
<b>TOTAL Detail Expenditures And Other Uses</b>	<b>682,186</b>		<b>613,096</b>

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

(SW) WATER

**Analysis of Changes in Fund Balance**

Code Description	2017	EqpCode	2018
<b>Analysis of Changes in Fund Balance</b>			
Fund Balance - Beginning of Year	683,849	SW8021	605,239
Restated Fund Balance - Beg of Year	683,849	SW8022	605,239
ADD - REVENUES AND OTHER SOURCES	603,576		487,173
DEDUCT - EXPENDITURES AND OTHER USES	682,186		613,096
Fund Balance - End of Year	605,239	SW8029	479,316

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(SW) WATER

Budget Summary

Code Description	2016	Edp Code	2016
<b>Estimated Revenues</b>			
Est Rev - Real Property Taxes	90,302	SW1049N	248,351
Est Rev - Departmental Income	428,089	SW1299N	433,280
Est Rev - Use of Money And Property	615	SW2499N	915
<b>TOTAL Estimated Revenues</b>	<b>519,006</b>		<b>682,546</b>
Appropriated Fund Balance	338,500	SW589N	136,000
<b>TOTAL Estimated Other Sources</b>	<b>338,500</b>		<b>136,000</b>
<b>TOTAL Estimated Revenues And Other Sources</b>	<b>857,506</b>		<b>818,546</b>

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

(SW) WATER

Budget Summary

Code Description	2018	EdpCode	2019
<b>Appropriations</b>			
App - Home And Community Services	642,910	SW8999N	601,264
App - Employee Benefits	130,651	SW9199N	116,113
App - Debt Service	83,945	SW9899N	101,169
<b>TOTAL Appropriations</b>	<b>857,506</b>		<b>818,546</b>
<b>TOTAL Appropriations And Other Uses</b>	<b>857,506</b>		<b>818,546</b>

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

(TA) AGENCY

Balance Sheet

Code Description	2017	Fdp Code	2018
<b>Assets</b>			
Cash	276,363	TA200	260,488
Cash In Time Deposits	861,944	TA201	988,739
<b>TOTAL Cash</b>	<b>1,138,307</b>		<b>1,249,227</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>1,138,307</b>		<b>1,249,227</b>

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For the Fiscal Year Ending 2018

(TA) AGENCY

Balance Sheet

Category Description	2017	EdpCode	2018
Due To Other Funds	449	TA630	269
<b>TOTAL Due To Other Funds</b>	<b>449</b>		<b>269</b>
Group Insurance	883	TA20	878
Guaranty & Bid Deposits	1,136,975	TA30	1,248,080
<b>TOTAL Agency Liabilities</b>	<b>1,137,858</b>		<b>1,248,958</b>
<b>TOTAL Liabilities</b>	<b>1,138,307</b>		<b>1,249,227</b>
<b>TOTAL Liabilities, Deferred Inflows And Fund Balance</b>	<b>1,138,307</b>		<b>1,249,227</b>

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

Balance Sheet

Code Description	2017	EdpCode	2018
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For the Fiscal Year Ending 2018

Balance Sheet

Code Description	2017	EdpCode	2018
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For the Fiscal Year Ending 2018

Results of Operation

Data Description	2017	EdpCode	2018
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For the Fiscal Year Ending 2018

Results of Operation

Code Description	2017	EdpCode	2018
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For the Fiscal Year Ending 2018

(V) DEBT SERVICE

**Analysis of Changes in Fund Balance**

Case Description	2017	Edp Code	2018
<b>Analysis of Changes in Fund Balance</b>			
Fund Balance - Beginning of Year		V8021	
Restated Fund Balance - Beg of Year		V8022	
Fund Balance - End of Year		V8029	

TOWN OF Chester  
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For the Fiscal Year Ending 2018

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2017	EdpCode	2018
<b>Assets</b>			
Total Non-Current Govt Liabilities	4,505,603	W129	6,614,478
<b>TOTAL Provision To Be Made in Future Budgets</b>	<b>4,505,603</b>		<b>6,614,478</b>
<b>TOTAL Assets and Deferred Outflows of Resources</b>	<b>4,505,603</b>		<b>6,614,478</b>

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For the Fiscal Year Ending 2018

(W) GENERAL LONG-TERM DEBT

Balance Sheet

			2018
Net Pension Liability -Proportionate Share	1,751,267	W638	734,512
Compensated Absences	459,336	W687	422,966
<b>TOTAL Other Liabilities</b>	<b>2,210,603</b>		<b>1,157,478</b>
Bonds Payable	2,295,000	W628	5,457,000
<b>TOTAL Bond And Long Term Liabilities</b>	<b>2,295,000</b>		<b>5,457,000</b>
<b>TOTAL Liabilities</b>	<b>4,505,603</b>		<b>6,614,478</b>
<b>TOTAL Liabilities</b>	<b>4,505,603</b>		<b>6,614,478</b>

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

County of: Orange

Municipal Code: 33031570000

First Year	Debt Code	Description	Cops Flag	Comp Flag	Date of Issue	Date of Maturity	Int. Rate	Var?	Amt. Orig. Issued	O/S Beg. of Year	Paid Dur. Year	Redeemed Bond Proc.	Prior Yr. Adjust.	Accreted Interest	O/S End of Year
2015	BAN E	WATER DIST IMPROVEMENTS			10/27/2015	10/28/2017	2.00%		\$400,000	\$335,000	\$335,000	\$325,000	\$0	\$0	\$0
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year															
2009	BOND E	Water			07/15/2009	06/15/2019	2.50%	Y	\$400,000	\$145,000	\$70,000	\$0	\$0	\$0	\$75,000
2018	BOND E	WATER			06/05/2018	06/05/2038	3.00%		\$325,000	\$0	\$0	\$0	\$0	\$0	\$325,000
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year															
2017	BAN N	Police Building			06/06/2017	06/06/2018	1.20%		\$1,850,000	\$1,850,000	\$1,850,000	\$1,850,000	\$0	\$0	\$0
2017	BAN N	Senior Building			10/26/2017	06/06/2018	1.32%		\$1,900,000	\$1,900,000	\$1,475,000	\$1,475,000	\$0	\$0	\$425,000
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year															
2014	BOND N	REFUNDING SERIAL BONDS			09/17/2014	08/01/2025	2.00%	Y	\$2,565,000	\$1,805,000	\$290,000	\$0	\$0	\$0	\$1,515,000
2018	BOND N	POLICE BUILDING			06/05/2018	06/01/2038	3.00%		\$1,850,000	\$0	\$0	\$0	\$0	\$0	\$1,850,000
2018	BOND N	SENIOR CENTER			06/05/2018	06/01/2038	3.00%		\$1,475,000	\$0	\$0	\$0	\$0	\$0	\$1,475,000
2011	BOND N	Sewer			05/01/2008	05/01/2018	3.00%		\$0	\$60,000	\$60,000	\$0	\$0	\$0	\$0
2011	BOND N	Ambulance Building			04/28/2004	04/15/2021	4.10%		\$0	\$240,000	\$60,000	\$0	\$0	\$0	\$180,000
2011	BOND N	Sewer			03/15/2002	03/15/2022	6.00%		\$0	\$45,000	\$0	\$0	\$0	\$0	\$45,000
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year															
										\$2,150,000	\$418,000	\$0	\$0	\$0	\$5,057,000
AFR Year Total for All Debt Types - Sums Issued Amts only made in AFR Year										\$6,380,000	\$4,148,000	\$3,650,000	\$0	\$0	\$5,882,000

TOWN OF Chester  
Maturity Schedule  
For the Fiscal Year Ending 2018

For Bonds Issued During The Fiscal Year Ended 2018

	EDPCODE	
Indebtedness No.		2018000001
Purpose of Issue		WATER
For State Comptroller Use Only	2P3CE	
Total Principal	2P3PR	325,000
Date of Issue	2P3DT	6/5/2018
Interest Rate	2P3PC	3.00000
Final Maturity Date	2P3DM	6/5/2038
Amount of Principal Redeemed in or to be Redeemed in Fiscal Year ending in (The Last Two Digits of the EDP Code Correspond to the Fiscal Year Ended)		
	2P319	7,123
	2P320	12,466
	2P321	12,911
	2P322	13,356
	2P323	13,801
	2P324	14,247
	2P325	14,692
	2P326	15,137
	2P327	15,582
	2P328	16,027
	2P329	16,473
	2P330	16,918
	2P331	17,363
	2P332	17,808
	2P333	18,699
	2P334	19,144
	2P335	19,589
	2P336	20,479
	2P337	21,370
	2P338	21,815

TOWN OF Chester  
Maturity Schedule  
For the Fiscal Year Ending 2018

For Bonds Issued During The Fiscal Year Ended 2018

	EDPCODE	
Indebtedness No.		2018000002
Purpose of Issue		POLICE BUILDING
For State Comptroller Use Only	2P3CE	
Total Principal	2P3PR	1,850,000
Date of Issue	2P3DT	6/5/2018
Interest Rate	2P3PC	3.00000
Final Maturity Date	2P3DM	6/1/2038
Amount of Principal Redeemed in or to be Redeemed in Fiscal Year ending in (The Last Two Digits of the EDP Code Correspond to the Fiscal Year Ended)		
	2P319	40,548
	2P320	70,959
	2P321	73,493
	2P322	76,027
	2P323	78,562
	2P324	81,096
	2P325	83,630
	2P326	86,164
	2P327	88,699
	2P328	91,233
	2P329	93,767
	2P330	96,301
	2P331	98,836
	2P332	101,370
	2P333	106,438
	2P334	108,973
	2P335	111,507
	2P336	116,575
	2P337	121,644
	2P338	124,178

TOWN OF Chester  
Maturity Schedule  
For the Fiscal Year Ending 2018

For Bonds Issued During The Fiscal Year Ended 2018

	EDPCODE	
Indebtedness No.		2018000003
Purpose of Issue		SENIOR VENTER
For State Comptroller Use Only	2P3CE	
Total Principal	2P3PR	1,475,000
Date of Issue	2P3DT	6/5/2018
Interest Rate	2P3PC	3.00000
Final Maturity Date	2P3DM	6/1/2038
Amount of Principal Redeemed in or to be Redeemed in Fiscal Year ending in (The Last Two Digits of the EDP Code Correspond to the Fiscal Year Ended)		
	2P319	32,329
	2P320	56,575
	2P321	58,596
	2P322	60,616
	2P323	62,637
	2P324	64,658
	2P325	66,678
	2P326	68,699
	2P327	70,719
	2P328	72,740
	2P329	74,760
	2P330	76,781
	2P331	78,801
	2P332	80,822
	2P333	84,863
	2P334	86,884
	2P335	88,904
	2P336	92,945
	2P337	96,986
	2P338	99,007

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

	EDP Code	Amount
<b>CASH:</b>		
On Hand	9Z2001	\$350.00
Demand Deposits	9Z2011	\$795,425.00
Time Deposits	9Z2021	\$2,229,214.00
Total		\$3,024,989.00
 <b>COLLATERAL:</b>		
- FDIC Insurance	9Z2014	\$500,000.00
Collateralized with securities held in possession of municipality or its agent	9Z2014A	\$3,905,480.00
Total		\$4,405,480.00
 <b>INVESTMENTS:</b>		
- Securities (450)		
Book Value (cost)	9Z4501	
Market Value at Balance Sheet Date	9Z4502	
Collateralized with securities held in possession of municipality or its agent	9Z4504A	
 - Repurchase Agreements (451)		
Book Value (cost)	9Z4511	
Market Value at Balance Sheet Date	9Z4512	
Collateralized with securities held in possession of municipality or its agent	9Z4514A	

TOWN OF Chester  
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
****-0263	\$134,527	\$0	\$28,130	\$106,397
****-0533	\$9,453	\$0	\$0	\$9,453
****-0565	\$635	\$0	\$0	\$635
****-0579	\$6,688	\$0	\$0	\$6,688
****-0871	\$1,058,903	\$0	\$0	\$1,058,903
****-1058	\$1,121	\$0	\$0	\$1,121
****-1289	\$261,179	\$0	\$691	\$260,488
****-1387	\$59,868	\$0	\$0	\$59,868
****-1724	\$11,706	\$0	\$0	\$11,706
****-1804	(\$16,653)	\$113,339	\$74,166	\$22,520
****-2754	\$435	\$0	\$0	\$435
****-2817	\$16,972	\$0	\$0	\$16,972
****-2820	\$114,149	\$0	\$0	\$114,149
****-2848	\$27,400	\$0	\$0	\$27,400
****-2851	\$4,047	\$0	\$0	\$4,047
****-2865	\$12,424	\$0	\$107	\$12,317
****-2879	\$41,005	\$0	\$0	\$41,005
****-2896	\$30,408	\$0	\$0	\$30,408
****-4762	\$89,106	\$0	\$0	\$89,106
****-5685	\$13,815	\$0	\$0	\$13,815
****-5948	\$1,126,161	\$0	\$0	\$1,126,161
****-8392	\$26,929	\$0	\$26,800	\$129
****-8402	\$2,785	\$0	\$0	\$2,785
****-8415	\$2,265	\$0	\$0	\$2,265
****-4.31	\$665	\$0	\$0	\$665
****-8444	\$45	\$0	\$0	\$45
****-8457	\$110	\$0	\$0	\$110
****-8460	\$69	\$0	\$0	\$69
****-8473	\$1,300	\$0	\$0	\$1,300

TOWN OF Chester  
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
****-8538	\$3,681	\$0	\$0	\$3,681
				Total Adjusted Bank Balance
				\$3,024,643
				Petty Cash
				\$350.00
				Adjustments
				\$-4.00
			9ZCASH	Total Cash
			*	\$3,024,989
			9ZCASHB	Total Cash Balance All Funds
			*	\$3,024,989

\* Must be equal

**TOWN OF Chester  
Local Government Questionnaire  
For the Fiscal Year Ending 2018**

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

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

<b>Total Full Time Employees:</b>		50			
<b>Total Part Time Employees:</b>		29			
<b>Account Code</b>	<b>Description</b>	<b>Total Expenditures (All Funds)</b>	<b># of Full Time Employees</b>	<b># of Part Time Employees</b>	<b># of Retirees</b>
90108	State Retirement System	\$361,118.00	35	16	
90158	Police and Fire Retirement	\$358,131.00	15	2	
90258	Local Pension Fund				
90308	Social Security	\$354,279.00	50	29	
90408	Worker's Compensation Insurance	\$190,258.00	50	29	
90458	Life Insurance	\$1,054.00	5		
90508	Unemployment Insurance	\$1,805.00	1		
90558	Disability Insurance	\$4,662.00	50	29	
90608	Hospital and Medical (Dental) Insurance	\$1,383,212.00	47		274
90708	Union Welfare Benefits				
90858	Supplemental Benefit Payment to Disabled Fire Fighters				
91890	Other Employee Benefits				
<b>Total</b>		<b>\$2,654,519.00</b>			
Computed Total From Financial Section (comparative purposes only)		<b>\$2,654,519.00</b>			

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

Energy Type	Total Expenditures	Total Volume	Units Of Measure	Alternative Units Of Measure
Gasoline	\$39,697	18,809	gallons	
Diesel Fuel	\$30,023	13,404	gallons	
Fuel Oil			gallons	
Natural Gas	\$22,945	20,892	cubic feet	
Electricity	\$95,612	576,814	kilowatt-hours	
Coal			tons	
Propane			gallons	

CERTIFICATION OF CHIEF FISCAL OFFICER

I, ROBERT VALENTINE, hereby certify that I am the Chief Fiscal Officer of the TOWN of CHESTER, and that the information provided in the annual financial report of the TOWN of CHESTER, 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 CHESTER, and adopted by me as my signature for use in conjunction with the filing of the TOWN of CHESTER's annual financial report, I am evidencing my express intent to authenticate my certification of the TOWN of CHESTER's annual financial report for the fiscal year ended 12/31/2018 and filed by means of electronic data transmission.

PHILIP G MYNIO CPA  
Name of Report Preparer if different than Chief Fiscal Officer

(845) 469-7000  
Telephone Number

02/14/2019  
Date of Certification

ROBERT VALENTINE  
Name

SUPERVISOR  
Title

1786 KINGS HWY, CHESTER NY 10  
Official Address

(845) 469-7000  
Official Telephone Number

**APPENDIX C**

**FORM OF BOND COUNSEL OPINION**

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

March 21, 2019

The Town Board of the  
Town of Chester, in the  
County of Orange, New York

Ladies and Gentlemen:

We have acted as Bond Counsel to the Town of Chester (the "Town"), in the County of Orange, New York, a municipal corporation of the State of New York, and have examined a record of proceedings relating to the authorization, sale and issuance of the \$1,515,000 Public Improvement Serial Bonds-2019 (Federally Taxable) (the "Bonds"), dated and delivered on the date hereof.

In such examination, we have assumed the genuineness of all signatures, the authenticity of all documents submitted to us as originals and the conformity with originals of all documents submitted to us as copies thereof.

Based on and subject to the foregoing, and in reliance thereon, as of the date hereof, we are of the following opinions:

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

- 2 Interest on the Bonds is included in gross income for federal income tax purposes pursuant to the Code.

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

We express no opinion as to any other federal, state or local tax consequences arising with respect to the Bonds, or the ownership or disposition thereof, except as stated in paragraphs 2 and 3 above. We render our opinion under existing statutes and court decisions as of the date hereof, and assume no obligation to update, revise or supplement our opinion to reflect any action hereafter taken or not taken, any fact or circumstance that may hereafter come to our attention, any change in law or interpretation thereof that may hereafter occur, or for any other reason. We express no opinion as to the consequence of any of the events described in the

preceding sentence or the likelihood of their occurrence. In addition, we express no opinion on the effect of any action taken or not taken in reliance upon an opinion of other counsel regarding federal, state or local tax matters.

We give no assurances as to the adequacy, sufficiency or completeness of the Preliminary Official Statement and/or Official Statement relating to the Bonds or any proceedings, reports, correspondence, financial statements or other documents, containing financial or other information relative to the Town which have been or may hereafter be furnished or disclosed to purchasers of ownership interests in said Bonds.

Very truly yours,

/s/ Hawkins Delafield & Wood LLP

**APPENDIX D**

**FORM OF CONTINUING DISCLOSURE**

## UNDERTAKING TO PROVIDE CONTINUING DISCLOSURE

### Section 1. Definitions

“Annual Information” shall mean the information specified in Section 3 hereof.

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

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

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

“Issuer” shall mean the **Town of Chester**, in the County of Orange, a municipal corporation of the State of New York.

“MSRB” shall mean the Municipal Securities Rulemaking Board established in accordance with the provisions of Section 15B(b)(1) of the Securities Exchange Act of 1934, or any successor thereto or to the functions of the MSRB contemplated by this Agreement.

“Purchaser” shall mean the financial institution referred to in the Certificate of Award, executed by the Supervisor as of March 13, 2019.

“Rule” shall mean Rule 15c2-12 promulgated by the SEC under the Securities Exchange Act of 1934 (17 CFR Part 240, §240.15c2-12), as amended, as in effect on the date of this Undertaking, including any official interpretations thereof issued either before or after the effective date of this Undertaking which are applicable to this Undertaking.

“Securities” shall mean the Issuer’s **\$1,515,000 Public Improvement Serial Bonds-2019 (Federally Taxable)**, dated March 21, 2019, maturing in various principal amounts on March 1 in each of the years 2020 to 2034, inclusive, and delivered on the date hereof.

Section 2. Obligation to Provide Continuing Disclosure. (a) The Issuer hereby undertakes, for the benefit of Holders of the Securities, to provide or cause to be provided either directly or through Munistat Services, Inc., 12 Roosevelt Avenue, Port Jefferson Station, New York, to the EMMA System:

- (i) (A) no later than six (6) months after the end of each fiscal year, commencing with the fiscal year ending December 31, 2019, the Annual Information relating to such fiscal year, and (B) no later than six (6) months after the end of each fiscal year, commencing with the fiscal year ending December 31, 2019, the audited financial statements of the Issuer for each fiscal year, if audited financial statements are prepared by the

Issuer and then available; provided, however, that if audited financial statements are not prepared or are not then available, unaudited financial statements shall be provided and audited financial statements, if any, shall be delivered to the EMMA System within sixty (60) days after they become available and in no event later than one (1) year after the end of each fiscal year; provided further, however, that the unaudited financial statement shall be provided for any fiscal year only if the Issuer has made a determination that providing such unaudited financial statement would be compliant with federal securities laws, including Rule 10b-5 of the Securities Exchange Act of 1934 and Rule 17 (a)(2) of the Securities Act of 1933; and

- (ii) in a timely manner, not in excess of ten (10) business days after the occurrence of such event, notice of any of the following events with respect to the Securities:
  - (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 of determinations with respect to the tax status of the Securities, or other events affecting the tax status of the Securities;
  - (7) modifications to rights of Securities holders, if material;
  - (8) Bond calls, if material, and tender offers;
  - (9) defeasances;
  - (10) release, substitution, or sale of property securing repayment of the Securities, if material;
  - (11) rating changes;
  - (12) bankruptcy, insolvency, receivership or similar event of the Issuer;

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

- (13) the consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
- (14) appointment of a successor or additional trustee or the change of name of a trustee, if material;
- (15) incurrence of a financial obligation, as defined in Rule 15c2-12, 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.

(iii) in a timely manner, not in excess of ten (10) business days after the occurrence of such event, notice of a failure to provide by the date set forth in Section 2(a)(i) hereof any Annual Information required by Section 3 hereof.

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

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

Section 3. Annual Information. (a) The required Annual Information shall consist of the financial information and operating data for the preceding fiscal year, in a form generally consistent with the information contained or cross-referenced in the Issuer's final official statement relating to the Securities under the headings "THE TOWN," "DEMOGRAPHIC AND STATISTICAL INFORMATION," "INDEBTEDNESS OF THE TOWN," "FINANCIAL MATTERS," "REAL PROPERTY TAX INFORMATION" AND "LITIGATION" AND APPENDIX A.

(b) All or any portion of the Annual Information may be incorporated in the Annual Information by cross reference to any other documents which are (i) available to the public on the EMMA System or (ii) filed with the SEC. If such a document is a final official statement, it also must be available from the EMMA System.

(c) Annual Information for any fiscal year containing any modified operating data or financial information (as contemplated by Section 7(e) hereof) for such fiscal year shall explain, in narrative form, the reasons for such modification and the effect of such modification on the Annual Information being provided for such fiscal year. If a change in accounting principles is included in any such modification, such Annual Information shall present a comparison between the financial statements or information prepared on the basis of the modified accounting principles and those prepared on the basis of the former accounting principles.

Section 4. Financial Statements. The Issuer's annual financial statements for each fiscal year, if prepared, shall be prepared in accordance with GAAP or New York State regulatory requirements as in effect from time to time. Such financial statements, if prepared, shall be audited by an independent accounting firm. The Issuer's Annual Financial Report Update Document prepared by the Issuer and filed annually with New York State in accordance with applicable law, shall not be subject to the foregoing requirements.

Section 5. Remedies. If the Issuer shall fail to comply with any provision of this Undertaking, then any Holder of Securities may enforce, for the equal benefit and protection of all Holders similarly situated, by mandamus or other suit or proceeding at law or in equity, this Undertaking against the Issuer and any of the officers, agents and employees of the Issuer, and may compel the Issuer or any such officers, agents or employees to perform and carry out their duties under this Undertaking; provided that the sole and exclusive remedy for breach of this Undertaking shall be an action to compel specific performance of the obligations of the Issuer hereunder and no person or entity shall be entitled to recover monetary damages hereunder under any circumstances. Failure to comply with any provision of this Undertaking shall not constitute an event of default on the Securities.

Section 6. Parties in Interest. This Undertaking is executed to assist the Purchaser to comply with paragraph (b)(5) of the Rule and is delivered for the benefit of the Holders. No other person shall have any right to enforce the provisions hereof or any other rights hereunder.

Section 7. Amendments. Without the consent of any holders of Securities, the Issuer at any time and from time to time may enter into any amendments or changes to this Undertaking for any of the following purposes:

- (a) to comply with or conform to any changes in Rule 15c2-12 (whether required or optional);
- (b) to add a dissemination agent for the information required to be provided hereby and to make any necessary or desirable provisions with respect thereto;
- (c) to evidence the succession of another person to the Issuer and the assumption of any such successor of the duties of the Issuer hereunder;
- (d) to add to the duties of the Issuer for the benefit of the Holders, or to surrender any right or power herein conferred upon the Issuer;
- (e) to modify the contents, presentation and format of the Annual Information from time to time to conform to changes in accounting or disclosure principles or practices and legal requirements followed by or applicable to the Issuer or to reflect changes in the identity, nature or status of the Issuer or in the business, structure or operations of the Issuer or any mergers, consolidations, acquisitions or dispositions made by or affecting any such person; provided that any such modifications shall comply with the requirements of Rule 15c2-12 or Rule 15c2-12 as in effect at the time of such modification; or
- (f) to cure any ambiguity, to correct or supplement any provision hereof which may be inconsistent with any other provision hereof, or to make any other provisions with respect to matters or questions arising under this Undertaking which, in each case, comply with Rule 15c2-12 or Rule 15c2-12 as in effect at the time of such amendment or change;

provided that no such action pursuant to this Section 7 shall adversely affect the interests of the Holders in any material respect. In making such determination, the Issuer shall rely upon an opinion of nationally recognized bond counsel.

Section 8. Termination. This Undertaking shall remain in full force and effect until such time as all principal, redemption premiums, if any, and interest on the Securities shall have been paid in full or the Securities shall have otherwise been paid or legally defeased pursuant to their terms. Upon any such legal defeasance, the Issuer shall provide notice of such defeasance to the EMMA System. Such notice shall state whether the Securities have been defeased to maturity or to redemption and the timing of such maturity or redemption.

In addition, this Agreement, or any provision hereof, shall be null and void in the event that those portions of the Rule which require this Agreement, or such provision, as the case

may be, do not or no longer apply to the Securities, whether because such portions of the Rule are invalid, have been repealed, or otherwise.

Section 9. Undertaking to Constitute Written Agreement or Contract. This Undertaking shall constitute the written agreement or contract for the benefit of Holders of Securities, as contemplated under Rule 15c2-12.

Section 10. Governing Law. This Undertaking shall be governed by the laws of the State of New York determined without regard to principles of conflict of law.

IN WITNESS WHEREOF, the undersigned has duly authorized, executed and delivered this Undertaking as of March 21, 2019.

**TOWN OF CHESTER**

By \_\_\_\_\_  
Supervisor and Chief Fiscal Officer