

PRELIMINARY OFFICIAL STATEMENT DATED AUGUST 31, 2022

RENEWAL

BOND ANTICIPATION NOTES

In the opinion of Hawkins Delafield & Wood LLP, Bond Counsel to the Town, under existing statutes and court decisions and assuming continuing compliance with certain tax certifications described herein, (i) interest on the Notes is excluded from gross income for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and (ii) interest on the Notes is not treated as a preference item in calculating the alternative minimum tax under the Code, however for tax years beginning after December 31, 2022, interest on the Notes is included in the "adjusted financial statement income" of certain corporations that are subject to the alternative minimum tax under Section 55 of the Code. In addition, in the opinion of Bond Counsel to the Town, under existing statutes, interest on the Notes is exempt from personal income taxes of New York State and its political subdivisions, including The City of New York. See "Tax Matters" herein.

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

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

\$13,780,000 BOND ANTICIPATION NOTES – 2022 (the "Notes")

Dated Date: September 21, 2022

Maturity Date: September 21, 2023

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

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

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

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

Proposals for the Notes will be received at 11:00 A.M. (Prevailing Time) on September 8, 2022 at the office of Munistat Services, Inc., 12 Roosevelt Avenue, Port Jefferson Station, New York 11776.

The Notes are offered subject to the final approving opinion of Hawkins Delafield & Wood LLP, New York, New York, Bond Counsel to the Town, and certain other conditions. It is expected that delivery of the Notes will be made on or about September 21, 2022 in New York, New York, or as otherwise agreed to by the Town and the purchaser(s).

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

September , 2022



**TOWN OF SOUTHOLD
SUFFOLK COUNTY, NEW YORK**

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Daniel Goodwin, Superintendent of Highways
John Burke, Esq. Deputy Town Attorney
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* * *

BOND COUNSEL

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New York, New York

* * *

MUNICIPAL ADVISOR



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

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OFFICIAL STATEMENT

Relating to

TOWN OF SOUTHOLD SUFFOLK COUNTY, NEW YORK

\$13,780,000 BOND ANTICIPATION NOTES – 2022 (the “Notes”)

This Official Statement, including the cover page and appendices thereto, has been prepared by the Town and presents certain information relating to the Town’s \$13,780,000 Bond Anticipation Notes – 2022 (the “Notes”). All quotations from and summaries and explanations of provisions of the Constitution and laws of the State of New York (the “State”) and acts and proceedings of the Town contained herein do not purport to be complete and are qualified in their entirety by reference to the official compilations thereof and all references to the Notes and the proceedings of the Town relating thereto are qualified in their entirety by reference to the definitive form of the Notes and such proceedings.

This Official Statement should be read with the understanding that the ongoing COVID-19 global pandemic has created prevailing economic conditions (at the global, national, State and local levels) that are highly uncertain. Accordingly, the Town’s overall economic situation and outlook (and all of the specific Town-related information contained herein) should be carefully reviewed, evaluated and understood in the full light of this world-wide event. See “RISK FACTORS” and “IMPACT OF COVID-19” herein.

THE NOTES

Description of the Notes

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

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

The Town Clerk will act as Fiscal Agent for any Notes. Paying agent fees, if any, will be paid by the purchaser(s). The Town’s contact information is as follows: Kristie Hansen-Hightower, CPA, Town Comptroller, Town of Southold, Town Hall Annex, 54375 Route 25, Southold, New York 11971, telephone number (631) 765-4333, email: kristieh@southoldtownny.gov.

Optional Redemption

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

Description of Book-Entry System

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

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

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

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

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

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

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

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

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

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

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

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

Authorization and Purpose

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

<u>Date</u>	<u>Project Description</u>	<u>Authorized Amount</u>	<u>Amount Outstanding</u>	<u>Amount to be paid</u>	<u>New Money</u>	<u>Amount to be Issued</u>
08/16/11	Stormwater Mitigation Improvements	\$ 500,000	\$ 230,000	\$ (5,000)	\$ -	\$225,000
01/31/17	Upgrade Town Hall Telephone System	32,900	7,000	(7,000)	-	-
01/31/17	Firewall	127,100	28,000	(28,000)	-	-
05/09/17	Shade Shelter/Solar Array at Animal Shelter	630,000	22,000	(22,000)	-	-
06/12/17	Ferry Pilings	600,000	330,000	(15,000)	-	315,000
10/10/17	Munnatawket Engine	300,000	275,000	(5,000)	-	270,000
05/09/17	Salt Barn on FI	200,000	39,000	(39,000)	-	-
03/14/18	1080 Carroll Ave Acquisition	750,000	670,000	(15,000)	-	655,000
03/14/18	Town Hall Annex- Acquisition	3,200,000	2,970,000	(60,000)	-	2,910,000
03/14/18	Town Hall Annex- Improvements	2,800,000	980,000	(70,000)	-	910,000
03/27/18	Sidewalks and Drainage	500,000	360,000	(50,000)	-	310,000
06/05/18	Salt Barn on FI	80,000	-	-	-	-
07/17/18	Increase/Improvement of SWMD (Payloador)	500,000	308,117	(20,000)	-	288,117
08/28/18	Sidewalk Improvements- FI	620,000	445,000	(65,000)	-	380,000
09/25/18	Munnatawket Engine	150,000	140,000	(5,000)	-	135,000
09/25/18	Dredge Silver Eel Channel	140,000	70,000	(70,000)	-	-
12/18/18	Computer Equipment	97,500	38,000	(20,000)	-	18,000
12/18/18	Town Hall HVAC	250,000	180,000	20,000)	-	160,000
03/26/19	Passenger Ferry Purchase	460,000	450,000	(10,000)	-	440,000
06/04/19	Street Lighting Replacement	250,000	190,000	(95,000)	-	95,000
07/02/19	Increase/Improvement of SWMD (Grinder)	850,000	355,000	(23,563)	-	331,437
02/11/20	Fishers Island Sidewalk Improvements	250,000	250,000	(25,000)	-	225,000
02/11/20	Acquisition of Highway Equipment	135,605	135,605	(10,000)	-	125,605
02/11/20	Stormwater Mitigation	250,000	250,000	(5,000)	-	245,000
08/11/20	Race Point Ferry Improvements	1,265,000	1,265,000	(15,000)	-	1,250,000
02/11/20	Sidewalk Improvements	500,000	500,000	-	-	500,000
02/11/20	Software Updates	500,000	200,000	-	-	200,000
05/18/21	Computer Hardware and Software	250,000	250,000	-	-	250,000
02/11/20	Fishers Island Highway Barn	150,000	-	-	150,000	150,000
10/05/21	Vacuum Truck (Drainage)	450,000	-	-	431,841	431,841
03/29/22	Comprehensive Master Plan	200,000	-	-	200,000	200,000

<u>Date</u> <u>Authorized</u>	<u>Project Description</u>	<u>Authorized</u> <u>Amount</u>	<u>Amount</u> <u>Outstanding</u>	<u>Amount to</u> <u>be paid</u>	<u>New Money</u>	<u>Amount to</u> <u>be Issued</u>
06/07/22	Gull Pond Bulkhead	160,000	-	-	160,000	160,000
06/07/22	Sidewalk Improvements	250,000	-	-	250,000	250,000
06/07/22	Stormwater Mitigation	500,000	-	-	500,000	500,000
06/21/22	Plans & Specs for PD/Court Building	1,000,000	-	-	1,000,000	1,000,000
07/19/22	Fishers Island Seawall	850,000	-	-	850,000	850,000
		<u>\$19,748,105</u>	<u>\$ 10,937,722</u>	<u>\$(699,563)</u>	<u>\$ 3,541,841</u>	<u>\$13,780,000</u>

Security and Source of Payment

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

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

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

RISK FACTORS

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

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

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

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

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

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

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

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

An outbreak of disease or similar public health threat, such as the COVID-19 outbreak, could have an adverse impact on the Town’s financial condition and operating results by potentially delaying the receipt of real property taxes or resulting in a delay or reduction by the State in the payment of State aid. The outbreak of the disease has affected travel, commerce and financial markets globally and is widely expected to affect economic growth worldwide. The State had declared a state of emergency and the Governor has taken steps designed to mitigate the spread and impacts of COVID-19, including closing schools and non-essential businesses. The full impact of COVID-19 upon the State is not expected to be known for some time. Similarly, the degree of the impact to the Town’s operations and finances is extremely difficult to predict due to the dynamic nature of the COVID-19 outbreak, including uncertainties relating to its (i) duration, and (ii) severity, as well as with regard to what actions may be taken by governmental and other health care authorities, including the State, to contain or mitigate its impact. The continued spread of the outbreak could have a adverse effect on the State and municipalities and school districts located in the State, including the Town. The Town is monitoring the situation and will take such proactive measures as may be required to maintain its operations and meet its obligations. (See “State Aid” herein) (See “*Impact of COVID-19*” herein).

REMEDIES UPON DEFAULT

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

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

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

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

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

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

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

MUNICIPAL BANKRUPTCY

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

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

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

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

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

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

Financial Control Boards

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

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

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

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

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

No Past Due Debt

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

THE TOWN

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

General Information

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

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

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

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

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

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

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

Government

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

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

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

Employees

The Town provides services through approximately 204 union and 51 non-union employees. The Town also employed 55 seasonal employees during 2021.

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

	<u>Approximate Membership</u>	<u>Date Contract Expires</u>
Civil Service Employees Association	151	12/31/2022
Police Benevolent Association	53	12/31/2021 ^a

a. Contracts expired are currently in negotiations.

ECONOMIC AND DEMOGRAPHIC INFORMATION

Population Characteristics

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

<u>Year</u>	<u>Town of Southold</u>	<u>Suffolk County</u>	<u>State of New York</u>
1990	19,836	1,321,977	17,990,455
2000	20,599	1,419,369	18,976,457
2010	23,175	1,518,475	19,378,102
2020	22,177	1,481,364	19,514,849

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>2020</u>
Town of Southold	\$ 19,037	\$ 27,619	\$ 41,450	\$56,282
County of Suffolk	18,481	26,577	35,411	46,466
State of New York	16,501	23,389	30,791	40,898

	<u>Median Income of Families</u>			
	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2020</u>
Town of Southold	\$ 35,392	\$ 49,898	\$ 83,240	\$100,639
County of Suffolk	49,128	65,288	84,235	123,117
State of New York	39,741	51,691	67,405	87,270

Source: United State Bureau of the Census.

a. Based on American Community Survey 5-Year Estimates (2016-2020).

Unemployment Rate Statistics

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

<u>Annual Averages</u>	<u>Suffolk County</u>	<u>New York State</u>
2017	4.4	4.6
2018	3.9	4.1
2019	3.7	4.0
2020	8.5	10.0
2021	4.9	7.2
2022 (5 Month Average)	3.6	5.0

Source: Department of Labor, State of New York

Selected Listing of Larger Employers in the Town

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

INDEBTEDNESS OF THE TOWN

Constitutional Requirements

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

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

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

Payment and Maturity. Except for certain short-term indebtedness contracted in anticipation of taxes, or to be paid in one of the two fiscal years immediately succeeding the fiscal year in which such indebtedness was contracted, indebtedness shall be paid in annual installments commencing no later than two years after the date such indebtedness shall have been contracted and ending no later than the expiration of the period of probable usefulness of the object or purpose as determined by statute or, in the alternative, the weighted average period of probable usefulness of the several objects or purposes for which such indebtedness is to be contracted; no installment may be more than fifty per centum in excess of the smallest prior installment, unless the Town has authorized the issuance of indebtedness having substantially level or declining annual debt service. The Town is required to provide an annual appropriation for the payment of interest due during the year on its indebtedness and for the amounts required in such year for amortization and redemption of its serial bonds and bond anticipation notes.

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

Statutory Procedure

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

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

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

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

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

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

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

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

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

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

Computation of Debt Limit and Calculation of Net Debt Contracting Margin ^a
(As of August 31, 2022)

<u>In Town of Southold</u>	<u>Assessed Valuation</u>	<u>State Equalization Rate (%)</u>	<u>Full Valuation</u>
2016-2017	\$108,292,417	1.08	\$10,027,075,648
2017-2018	108,989,305	1.01	10,791,020,297
2018-2019	109,654,291	0.94	11,665,350,106
2019-2020	110,766,975	0.93	11,910,427,419
2020-2021	111,478,920	0.88	<u>12,668,059,091</u>
Total Five Year Full Valuation			\$57,061,932,562
Five Year Average			11,412,386,512
Debt Limit - 7% of Full Valuation			798,867,056
 Inclusions:			
Outstanding Bonds			\$20,115,000
Bond Anticipation Notes			<u>10,937,722</u>
Total Inclusions			<u>31,052,722</u>
 Exclusions:			
Appropriations for Bonds			285,000
Appropriations for Notes			<u>699,563</u>
Total Exclusions			<u>984,563</u>
Total Net Indebtedness Before Issuing the Notes			<u>30,068,159</u>
The Notes			13,780,000
Less: BANs Being Redeemed by the Notes			<u>10,238,159</u>
Net Effect of the Notes			<u>3,541,841</u>
Total Net Indebtedness After Issuing the Notes			<u>33,610,000</u>
Net Debt Contracting Margin			<u><u>\$765,257,056</u></u>
Per Cent of Debt Contracting Margin Exhausted			4.21%

Trend of Town Indebtedness

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

	Fiscal Year Ending December 31:				
	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Debt Outstanding End of Year:					
Bonds	\$33,020,000	\$29,925,000	\$27,255,000	\$24,745,000	\$22,170,000
Bond Anticipation Notes	1,440,000	8,180,000	9,279,117	10,461,722	10,937,722
	\$ 34,460,000	\$ 38,105,000	\$ 36,534,117	\$ 35,206,722	\$33,107,722

Details of Short-Term Indebtedness Outstanding

Bond Anticipation Notes

<u>Maturity</u>	<u>Purposes</u>	<u>Amount Outstanding</u>
09/22/22	Various Town-Wide and District Improvements.....	\$ 10,937,722
	Total.....	<u>\$10,937,722^a</u>

a. A portion of the Notes along with \$699,563 will redeem the outstanding bond anticipation notes.

Debt Service Requirements - Outstanding Bonds ^a

Fiscal Year Ending <u>December 31:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 2,340,000	\$ 650,763	\$ 2,990,763
2023	2,435,000	556,313	2,991,313
2024	2,465,000	457,913	2,922,913
2025	2,510,000	356,388	2,866,388
2026	2,290,000	274,388	2,564,388
2027	2,275,000	212,788	2,487,788
2028	2,305,000	156,588	2,461,588
2029	2,305,000	104,316	2,409,316
2030	2,305,000	50,169	2,355,169
2031	235,000	20,269	255,269
2032	235,000	15,569	250,569
2033	235,000	10,575	245,575
2034	235,000	5,288	240,288
Totals	22,170,000	2,871,322	25,041,322

a. Includes \$15,772,137 in bonds issued for the preservation of open space. See "Community Preservation Fund" herein.

Calculation of Estimated Overlapping and Underlying Indebtedness

<u>Overlapping Units</u>	<u>Date of Report</u>	<u>Percentage Applicable (%)</u>	<u>Applicable Total Indebtedness</u>	<u>Applicable Net Indebtedness</u>
County of Suffolk	03/21/2022	3.69	\$52,843,671	\$43,533,725
Village of Greenport	11/18/2021	100.00	7,566,600	6,205,000
School Districts				
Fishers Island	06/30/2021	100.00	0	0
Greenport	12/10/2021	100.00	5,390,000	4,851,000
Mattituck-Cutchogue	12/10/2021	98.49	9,750,510	8,970,469
New Suffolk Common	06/30/2021	100.00	295,000	295,000
Oysterponds	06/30/2021	100.00	0	0
Southold	12/10/2021	100.00	6,155,000	6,155,000
Fire District				
Cutchogue	12/31/2020	100.00	307,325	307,325
East Marion	12/31/2020	100.00	0	0
Fishers Island	12/31/2020	100.00	0	0
Mattituck	12/31/2020	100.00	0	0
Orient	12/31/2020	100.00	0	0
Southold	06/16/2022	100.00	1,200,000	1,200,000
Totals			<u>\$83,508,106</u>	<u>\$71,517,519</u>

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

Debt Ratios (As of August 31, 2022)

	<u>Amount</u>	<u>Per Capita</u> ^a	<u>Percentage Of Full Value (%)</u> ^b
Total Direct Debt	\$31,052,722	\$1,400	0.245%
Net Direct Debt	30,068,159	1,356	0.237%
Total Direct & Applicable Total Overlapping Debt	114,560,828	5,166	0.904%
Net Direct & Applicable Net Overlapping Debt	101,585,678	4,581	0.802%

a. The current estimated population of the Town is 22,177 (U.S. Census).

b. The full valuation of taxable real property in the Town for 2020-21 is \$12,668,059,091.

Authorized But Unissued Debt

As of the date of this Official Statement, the following bond resolutions are authorized but unissued:

<u>Reso Date</u>	<u>Project Description</u>	<u>Amount Authorized</u>	<u>Authorized but Unissued</u>
11/01/16	Public Safety Communications Equip	\$ 150,000	\$ 150,000
01/31/17	Upgrade Town Hall Telephone System	32,900	6,900
01/31/17	Firewall	127,100	13,100
05/09/17	Shade Shelter/Solar Array at Animal Shelter	630,000	260,000
06/12/17	Ferry Pilings	600,000	220,000
03/14/18	Town Hall Annex- Improvements	2,800,000	1,700,000
12/18/18	Computer Equipment	97,500	49,500
12/18/18	Town Hall Basement	250,000	250,000
12/18/18	Town Hall HVAC	250,000	50,000
07/02/19	Increase/Improvement of SWMD (Grinder)	850,000	50,000
02/11/20	Fishers Island Highway Barn	150,000	150,000
02/11/20	Sidewalk Bonds	500,000	300,000
05/18/21	Computer Hardware and Software	250,500	500
05/18/21	Town Boat Ramp	200,000	200,000
10/05/21	Vacuum Truck	450,000	450,000
03/29/22	Comprehensive Master Plan	200,000	200,000
06/07/22	Gull Pond Bulkheads	160,000	160,000
06/07/22	Sidewalk Improvements	250,000	250,000
06/07/22	Stormwater Mitigation	500,000	500,000
07/19/22	Fishers Island Seawall Replacement	850,000	850,000
06/21/22	Plans & Specs for PD/Court Building	1,000,000	1,000,000
		<u>\$ 10,298,000</u>	<u>\$6,810,000</u>

Community Preservation Fund

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

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

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

<u>Fiscal Year Ending December 31:</u>	<u>Total Land Transfer Taxes</u>
2017	\$7,732,238
2018	8,097,019
2019	7,666,589
2020	10,828,223
2021	14,116,704
2022 (Budget)	10,000,000

As of the date of this Statement, there are \$14,191,763 in Town bonds outstanding, the debt service on which is expected to be paid by the Fund, although such debt is a general obligation of the Town. The following represents the annual debt service requirements on the outstanding Town bonds originally issued for the purposes of preserving open space; it does not reflect payments made to date in the current fiscal year.

Debt Service Requirements – Community Preservation Fund Only ^a

<u>Fiscal Year Ending December 31:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 1,580,373	\$ 479,582	\$2,059,955
2023	1,661,516	411,572	2,073,088
2024	1,730,189	340,081	2,070,270
2025	1,767,250	265,442	2,032,691
2026	1,779,211	202,921	1,982,132
2027	1,789,325	153,175	1,942,500
2028	1,816,683	107,742	1,924,425
2029	1,821,662	65,865	1,887,526
2030	1,825,929	22,249	1,848,177
Totals	<u>\$15,772,137</u>	<u>\$2,048,628</u>	<u>\$17,820,765</u>

a. Does not reflect 2022 payments made to date in the current fiscal year.

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

Landfill Closure and Postclosure Care Costs

The Town owns a landfill on a site in the unincorporated area of Cutchogue, commonly known as the Cutchogue Landfill. The Town ceased accepting waste at its Cutchogue Landfill as of October 8, 1993. Placement of the final cover, referred to as capping, on the landfill was completed in November 2003. In addition to placement of the final cover on the landfill, state and federal regulations presently require the Town to perform certain maintenance and monitoring functions at the site for up to thirty years. The Town has complied and will continue to comply with said requirements. The Town paid \$5,952 for such costs in 2021 and will continue to pay these costs in the future.

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

FINANCES OF THE TOWN

Financial Statements and Accounting Procedures

The Town maintains its financial records in accordance with the Uniform System of Accounts for Towns prescribed by the State Comptroller. The financial records of the Town are audited by independent accountants. The last such audit made available for public inspection covers the fiscal year ended December 31, 2019. In addition, the financial affairs of the Town are subject to periodic compliance review by the Office of the State Comptroller to ascertain whether the Town has complied with the requirements of various State and Federal statutes. A summary of the financial results of the Town for the last five years are presented in Appendix A. The Unaudited Annual Report Update Document ("AUD") for fiscal year ending 2021 is attached as Appendix B.

Fund Structure and Accounts

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

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

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

Basis of Accounting

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

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

Investment Policy

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

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

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

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

Budgetary Procedures

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

Budget Summaries for the 2021 and 2022 fiscal years may be found in Appendix A.

Financial Operations

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

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

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

Revenues

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

Real Property Taxes

See "Real Property Tax Information", herein.

State Aid

The Town receives financial assistance from the State. Based on the unaudited annual financial report update document for the 2021 fiscal year, approximately 7.91% 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 future. In 2020, due to the outbreak of COVID-19, the State declared a state of emergency and the Governor took steps designed to mitigate the spread and impacts of COVID-19, including closing schools and non-essential businesses. The outbreak of COVID-19 and the dramatic steps taken by the State to address it negatively impacted the State's economy and financial condition. The full impact of COVID-19 upon the State is not expected to be known for some time; however, it is anticipated that the State will experience budgetary restrictions which will require certain gap-closing actions. Such actions may include, but are not limited to: reductions in State agency operations and/or the delay, elimination or substantial reduction in payments to municipalities, school districts or other recipients of State aid in the State. If this were to occur, reductions in the payment of State aid could adversely affect the financial condition of municipalities and school districts in the State, requiring either a counterbalancing increase in revenues from other sources to the extent available, or a curtailment of expenditures. (See also "IMPACT OF COVID-19" herein.)

In October 30, 2020, the New York State Division of the Budget released the fiscal year ending 2021 First Quarterly State Budget Financial Plan Update, which projected a \$14.9 billion General Fund revenue decline and a 15.3% decline in tax receipts from prior budget forecasts. The State further projected a total revenue loss of \$63 billion through the State's fiscal year ending 2024 as a direct consequence of the COVID-19 pandemic. The State had announced that in the absence of Federal funding to offset this revenue loss, the State had begun to take steps to reduce spending, including but not limited to, temporarily holding back 20% of most aid payments to local governments and school districts. According to the State, all or a portion of such temporary reductions in aid payments may be converted to permanent reductions, depending on the size and timing of any new Federal aid. Such reductions or delays in the payment of State aid could adversely affect the financial condition of municipalities and school districts in the State.

The State's revenue picture improved in the final quarter of fiscal year 2021, with tax collections exceeding expectations. On March 1, 2021 the Executive and Legislature reached consensus that cumulative tax receipts over fiscal year 2021 and fiscal year 2022 would be at least \$2.5 billion higher than estimated in the Executive Budget Financial Plan. Collections through the end of fiscal year 2021 were even more favorable, providing the basis for the substantial upward revision to tax receipts. The State finished fiscal year 2021 in a stronger overall position in comparison to the Executive Budget Financial Plan. Results reflected both strong tax receipts and disbursements that fell substantially below budgeted levels.

On March 11, 2021 the federal American Rescue Plan Act (ARPA) was enacted. The ARPA is a \$1.9 trillion economic stimulus bill intended to contain the COVID-19 pandemic and accelerate the nation's economic recovery. The ARPA provides the State with \$12.6 billion in general aid ("recovery aid"), as well as \$17.2 billion in categorical aid for schools, universities, childcare, housing and other purposes. (See "IMPACT OF COVID-19", herein). The enacted 2021-22 State budget provides for an increase in All Funds spending of 9.7% over 2020-21, relying on a combination of the new federal funding and revenue-raising initiatives to avoid cuts and support additional investments. According to the State, the budget deploys the first \$5.5 billion of the \$12.6 billion provided for under ARPA.

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

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, the Town is authorized by the Local Finance Law to provide operating funds by borrowing in anticipation of the receipt of uncollected State aid.

The following table sets forth the percentage of the Town’s General Fund revenue comprised of State aid and Federal aid for each of the fiscal years 2017 through 2021.

Year Ended <u>December 31:</u>	Total General Fund <u>Revenue</u>	<u>State Aid</u>	State and Federal Aid <u>To Revenues (%)</u>
2017	\$30,736,674	\$1,727,626	5.62
2018	31,471,663	1,304,499	4.14
2019	33,269,486	1,645,297	4.95
2020 (Unaudited)	33,163,959	1,743,889	5.26
2021 (Unaudited)	36,076,803	2,853,809	7.91

Expenditures

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

The State Comptroller’s Fiscal Stress Monitoring System

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

The most current applicable report of the State Comptroller designates the Town as “No Designation”. (Fiscal Score: 0.0; Environmental Score: 3.3).

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

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

Pension Systems

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

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

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

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

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

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

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

Contributions to the Retirement Systems

<u>Fiscal Year</u> <u>Ending Dec 31:</u>	<u>Amount of</u> <u>Contribution</u>
2017	\$3,584,152
2018	3,455,924
2019	3,463,122
2020	3,649,749
2021	4,065,942
2022 (Budgeted)	4,356,500

Other Post Employment Benefits

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

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

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

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

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

For the fiscal year ended December 31, 2018, the Town implemented GASB 75. The implementation of this Statement resulted in the reporting of the entire actuarial accrued liability for other post-employment benefits. The Town’s total OPEB liability at December 31, 2020 is as follows:

Total OPEB Liability at Dec 31, 2019	\$78,272,806
Charges for the Year:	
Service Cost	3,340,354
Interest Cost	3,226,259
Changes in Benefit Terms	0
Differences Between Actual and Expected Experience	0
Changes in Assumptions	21,365,355
Benefit Payments	(2,507,492)
Net Changes	25,412,476
Total OPEB Liability at Dec 31, 2020	\$103,685,282

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

REAL PROPERTY TAX INFORMATION

Real Property Taxes

The Town derives a major portion of its revenues from a tax on real property (see “Statement of Revenues, Expenditures and Changes in Fund Balance” in Appendix A, herein.) Property taxes accounted for approximately 84.49% of total general fund revenues, for the fiscal year ended 2020. On June 24, 2011, the Tax Levy Limit Law was enacted, which imposes a tax levy limitation upon the municipalities, school districts and fire districts in the State, including the Town, without providing an exclusion for debt service on obligations issued by municipalities and fire districts, including the Town. See “*Tax Levy Limit Law*,” herein.

The following table sets forth the percentage of the Town’s General Fund revenue (excluding other financing sources) comprised of real property taxes for each of the fiscal years 2017 through 2021, and, as budgeted, for the year ending December 31, 2022.

Fiscal Year Ending Dec 31:	Total Revenue	Real Property Taxes	Real Property Taxes to Revenues (%)
2017	\$30,736,674	\$25,530,030	83.06
2018	31,471,663	26,156,931	83.11
2019	33,269,486	27,661,824	83.14
2020 (Unaudited)	33,163,959	28,018,898	84.49
2021 (Unaudited)	36,076,803	29,907,977	82.90
2022 (Budgeted)	36,684,965	29,943,980	81.62

Source: Audited financial statements (2017-2019), AUD (2020-2021) and the adopted budget for the fiscal year ending December 31, 2022.

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

Tax Levy and Collection Record

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Total Tax Levy	\$129,954,507	\$132,495,956	\$135,858,461	\$139,954,508	\$142,135,912
Amount Collected	129,230,850	130,901,082	134,167,673	136,343,859	139,468,129
Returned to County					
Amount	723,657	1,594,874	1,690,788	3,610,649	2,667,783
Percentage	0.56%	1.20%	1.24%	2.58%	1.88%
Uncollected at End of Year					
of Levy	None	None	None	None	None

Tax Collection Procedure

Property taxes for the Town, together with County, fire and school district taxes are collected by the Town Receiver of Taxes on a single tax bill. Such taxes are due and payable in equal installments on December 1 and May 10, but may be paid without penalty by January 10 and May 31, respectively. Penalties on unpaid taxes are 1% per month from the date such taxes are due and payable and 10% after May 31.

The Receiver of Taxes distributes the collected tax money to the Town, fire and school districts prior to distributing the balance to the County. Uncollected amounts are not segregated by the Receiver of Taxes and any deficiency in tax collection is the County’s responsibility. The Town thereby is assured to receive its tax levy.

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

Tax Levy Limit Law

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

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

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

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

Tax Rates

	Tax Rates				
	(Per \$1,000 Assessed Valuation)				
	Fiscal Year Ending December 31:				
	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
General - Townwide	\$ 213.29	\$239.15	\$ 251.42	\$ 252.30	\$ 267.66
General - Outside Village	6.53	2.86	6.89	6.93	8.47
Highway	58.58	56.68	59.63	54.55	60.45

Large Taxable Properties
2020-2021 Assessment Roll^a

<u>Name</u>	<u>Type</u>	<u>Assessed Valuation</u>
Peconic Landing at Southold	Residential Community	\$1,202,500
Lilco, LIPA, Marketspan, Keyspan	Utility	514,000
Keyspan	Utility	513,129
Village of Greenport- Power Plant	Utility	383,800
Robins Island Holding LLC	Private Lands	336,900
CR 48/7750 Bridge/26285 Rte 48	Commercial	285,300
Cardinale Alan	Shopping Center	281,550
Fishers Island Dev. Corp	Residential Community	272,300
Damianos Herodotus	Vineyard	139,100
Strongs Marine/Strongs West	Marina	134,430
Brewer Yacht Yard @ Gpt	Marina	131,100
E & C Property Holdings	Commercial	128,400
Richmond Creek Ptr/Meeserz	Farmland & Private Lands	120,000
Norris, Susan	Various Properties	114,700
F.I Electrics	Commercial	112,909
Total ^b		\$4,670,118

a. Assessment Roll established in 2021 for levy and collection of taxes during 2022 Fiscal Year.
b. Represents approximately 4.19% of the total taxable assessed valuation of the Town for 2021.

LITIGATION

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

There are certain matters worthy of special mention:

Nocro, Ltd. and The Heritage at Cutchogue, LLC v. Scott A. Russell, et al.

This action sought to nullify certain actions of the Town Board and/or the Planning Board, including the adoption of residential subdivision regulations and certain resolutions pertaining to the State Environmental Quality Review Act, as well as compensatory damages in the sum of \$40 million and punitive damages based upon allegations that the Town defendants conspired to deprive it of certain constitutional rights. The Town entered into a Stipulation of Settlement with the Plaintiffs that stayed the action while the Plaintiffs pursued site plan approval pursuant to the Stipulation of Settlement. The Plaintiffs obtained final site plan approval and the matter has been discontinued. Pursuant to the Stipulation, the Plaintiffs may only recommence the litigation based upon the occurrence of a limited number of events, such as the failure of the Town to abide by the stipulation. The Plaintiffs have commenced construction and the project is approximately 85% complete.

Soullas, Blanchard & DiStefano v. Town of Southold

This matter involves 4 separate lawsuits resulting from a boating accident on November 10, 2019, at approximately 9:00 p.m. wherein a vessel crashed into a bulkhead fronting on the Great Peconic Bay approximately 200 feet west of the entrance to James Creek near the entrance to James Creek in Mattituck.

The 39-foot vessel was owned and operated by Francesco DiStefano (one of the plaintiffs). On board with DiStefano were passengers Kelley Blanchard (27 yrs old), Megan Blanchard (29 yrs old) and 40 year old Soullas. As a result of the crash, passenger Kelly Blanchard died from her injuries. DiStefano, Soullas and Megan Blanchard were all hospitalized.

With respect to damages, Soullas sustained a number of broken bones allegedly requiring a two week hospital stay. Megan Blanchard sustained a fractured left femur requiring surgical intervention and a 10 day hospitalization. DiStefano has also alleged a number of fractures, as well as presumed damage from having been the “target of libelous statements” by the Town police department relative to his operation of the boat. The injuries sustained are significant. It is unclear if the damages for each plaintiff, in the aggregate, will exceed the Town’s primary policy limits.

At this early stage, liability against the Town appears favorable, as the Town does not own the bay. There is no evidence to suggest at this stage that the Town assumed a special duty/relationship to any of the involved parties which might give rise to liability. Further, there is no evidence at this early stage which might establish that the Town affirmatively removed buoys and/or other nautical signals. Further investigation will be conducted; the Town notes further that the boat driver, DiStefano, bears significant fault for any injuries sustained by Blanchard or Soullas.

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. The Town is currently exploring insurance options to assist with any associated costs should a breach occur.

IMPACT OF COVID-19

An outbreak of disease or similar public health threat, such as the COVID-19 outbreak, or fear of such an event, could have an adverse impact on the Town’s financial condition and operating results. Currently, the spread of COVID-19, a respiratory disease caused by a new strain of coronavirus, has spread globally, including to the United States, and has been declared a pandemic by the World Health Organization. The outbreak of the disease has affected travel, commerce and financial markets globally and is widely expected to affect economic growth worldwide. The full impact of COVID-19 upon the State is not expected to be known for some time. Similarly, the degree of the impact to the Town’s operations and finances is extremely difficult to predict due to the dynamic nature of the COVID-19 outbreak, including uncertainties relating to its (i) duration, and (ii) severity, as well as with regard to what actions may be taken by governmental and other health care authorities, including the State, to contain or mitigate its impact. The Town is monitoring the situation and will take such proactive measures as may be required to maintain its operations and meet its obligations.

The American Rescue Plan Act (“ARPA”), a \$1.9 trillion COVID-19 relief package that includes \$350 billion to state, local and territorial governments to keep their frontline workers employed, distribute the vaccine, increase testing, reopen schools and maintain vital services was signed into law on March 11, 2021. The American Rescue Plan also includes an additional \$1,400 payment to eligible individuals and families, enhanced unemployment aid, rental and utility assistance to low and moderate income households, an increase in food stamp benefits, additional funding for child care and an increase in child care tax credits.

The Town is expected to receive approximately \$2.045 million in direct aid through the ARPA. The Town has already received \$1.018 million of the expected amount. According to the ARPA, the Town must obligate the funds by December 31, 2024 and expend them by December 31, 2026. It is the intent of the Town, to the extent allowable under the ARPA, to use these funds for expenditures incurred as a well as lost revenue related to COVID-19. The intended use of the remaining funds is still under discussion, but investment in the Town’s infrastructure is under consideration (pending further guidance under the ARPA).

Although the ARPA provides for funds to be paid to the State, it is not possible to predict whether any future federal legislation will contain reduction in other federal aid to the State. Any reduction in Federal funding levels could have a materially adverse impact on the State budget. In addition to the potential fiscal impact of polices that may be proposed and adopted by the new administration and Congress, the State budget may be adversely affected by other actions taken by the federal government, including audits, disallowances, and changes to federal participation rates or other Medicaid rules. The Town will continue to monitor closely the 2021 economic environment and the global COVID-19 pandemic situation, and take the proactive measures as required to ensure the strong financial condition of the Town.

TAX MATTERS

Opinion of Bond Counsel

In the opinion of Hawkins Delafield & Wood LLP, Bond Counsel to the Town, under existing statutes and court decisions and assuming continuing compliance with certain tax certifications described herein, (i) interest on the Notes is excluded from gross income for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the “Code”), and (ii) interest on the Notes is not treated as a preference item in calculating the alternative minimum tax under the Code, however for tax years beginning after December 31, 2022, interest on the Notes is included in the “adjusted financial statement income” of certain corporations that are subject to the alternative minimum tax under Section 55 of the Code. The Tax Certificate of the Town (the “Tax Certificate”), which will be delivered concurrently with the delivery of the Notes, will contain provisions and procedures relating to compliance with applicable requirements of the Code. In rendering its opinion, Bond Counsel has relied on certain representations, certifications of fact, and statements of reasonable expectations made by the Town in connection with the Notes, and Bond Counsel has assumed compliance by the Town with certain ongoing provisions and procedures set forth in the Tax Certificate relating to compliance with applicable requirements of the Code to assure the exclusion of interest on the Notes from gross income under Section 103 of the Code.

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

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

Certain Ongoing Federal Tax Requirements and Certifications

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

Certain Collateral Federal Tax Consequences

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

Prospective owners of the Notes should be aware that the ownership of such obligations may result in collateral federal income tax consequences to various categories of persons, such as corporations (including S corporations and foreign corporations), financial institutions, property and casualty and life insurance companies, individual recipients of Social Security and railroad retirement benefits, individuals otherwise eligible for the earned income tax credit, and taxpayers deemed to have incurred or continued indebtedness to purchase or carry obligations the interest on which is excluded from gross income for federal income tax purposes. Interest on the Notes may be taken into account in determining the tax liability of foreign corporations subject to the branch profits tax imposed by Section 884 of the Code.

Original Issue Discount

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

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

Note Premium

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

Information Reporting and Backup Withholding

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

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

Miscellaneous

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

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

LEGAL MATTERS

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

DISCLOSURE UNDERTAKING

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

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

Compliance History

On January 5, 2022, the Town filed a material event notice for the failure to timely file its audited financial statement for the year ending December 31, 2020.

BOND RATING

The Notes are not rated. Moody's has assigned a rating of "Aa1" to the Town's outstanding long-term debt. This rating reflects only the view of such rating agency and an explanation of the significance of such rating should be obtained from Moody's Investors Service ("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 S&P circumstances so warrant. Any change or withdrawal of such rating may have an adverse effect on the market price of the Town's bonds or the availability of a secondary market for such bonds.

MUNICIPAL ADVISOR

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

ADDITIONAL INFORMATION

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

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

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

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

TOWN OF SOUTHOLD, NEW YORK

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

September , 2022

APPENDIX A

FINANCIAL INFORMATION

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Balance Sheet
General Fund

	Fiscal Year Ending December 31:		
	2019	2020	2021
Assets:			
Cash and Investments	\$ 20,186,201	\$ 32,420,186	\$ 35,465,784
Taxes Receivable			
Accounts Receivable	20,233	19,622	82,938
Due From Other Funds	659,718	331,555	472,072
State and Federal Aid Receivables	56,967	20,511	37,789
Due From Other Governments	290,992	226,529	304,111
Supply Inventory	9,372	7,114	7,114
Prepaid Expenses	675,816	713,746	1,248,086
	<u>21,899,299</u>	<u>33,739,263</u>	<u>37,617,894</u>
Total Assets	<u>21,899,299</u>	<u>33,739,263</u>	<u>37,617,894</u>
Liabilities:			
Accounts Payable	\$ 1,086,887	\$ 428,223	\$ 615,466
Accrued Liabilities		285,173	337,786
Judgements and Claims	32,678		
Due to Other Funds	2,361,679	3,866,942	3,164,690
Due to Component Units	474,346		
Due to Other Governments	565	5,802,397	7,012,288
Unearned Revenues & Deffered Inflows	5,750,513	8,455,121	7,467,569
	<u>9,706,668</u>	<u>18,837,856</u>	<u>18,597,798</u>
Total Liabilities	<u>9,706,668</u>	<u>18,837,856</u>	<u>18,597,798</u>
Fund Balances			
Nonspendable Fund Balance	685,188	723,860	1,255,200
Committed	219,242	366,035	
Assigned	1,306,990	900,000	800,000
Unassigned	10,636,282	12,911,512	16,964,896
	<u>12,847,702</u>	<u>14,901,407</u>	<u>19,020,096</u>
Total Fund Balances	<u>12,847,702</u>	<u>14,901,407</u>	<u>19,020,096</u>
Total Liabilities and Fund Balances	<u>22,554,370</u>	<u>33,739,263</u>	<u>37,617,894</u>

Sources: Audited Annual Financial Report (2019), Annual Financial Report Update Document (2020-2021)
Table itself NOT audited.

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

	Fiscal Year Ending December 31:				
	2017	2018	2019	2020	2021
Revenues:					
Real Property Taxes	\$ 25,530,030	\$ 26,156,931	\$ 27,661,824	\$ 28,018,898	\$ 29,907,977
Other Real Property Tax Items	84,708	64,466	106,608	91,781	74,753
Non-Property Tax Items	1,288,673	1,288,673	1,288,673	1,288,673	1,288,673
Departmental Income	590,253	395,994	627,553	172,560	173,897
Intergovernmental Charges	92,746	209,138	200,391	110,821	108,753
Use of Money & Property	220,212	278,608	418,554	256,942	210,871
Licenses & Permits	369,046	400,141	402,289	271,159	390,503
Fines & Forfeitures	342,835	323,547	299,053	460,247	409,352
Sale of Property & Comp. for Loss	262,027	605,983	184,068	67,336	140,156
Miscellaneous Local Sources	82,905	121,828	162,223	235,337	146,025
Interfund Revenues	32,450	94,221	123,589	9,227	8,371
State Aid	1,727,626	1,304,499	1,645,297	1,743,889	2,853,809
Federal Aid	113,165	227,635	149,364	437,089	363,665
Total Revenues	30,736,675	31,471,663	33,269,486	33,163,959	36,076,803
Expenditures:					
General Government Support	6,330,908	7,110,370	7,254,140	7,312,323	7,602,060
Public Safety	10,055,810	10,538,901	10,517,515	10,241,978	10,477,999
Public Health	33,300	43,300	33,300	43,300	43,300
Transportation	501,639	518,881	513,511	452,296	428,500
Economic Assistance & Opportunity	1,310,983	1,331,918	1,416,859	1,407,636	1,190,296
Culture & Recreation	314,957	334,143	356,683	351,171	349,272
Home & Community Services	358,957	364,169	348,847	382,775	511,236
Employee Benefits	9,024,282	9,535,870	9,720,142	9,788,209	10,054,184
Debt Service Principal & Interest	751,047	777,339	732,989	803,045	852,716
Total Expenditures	28,681,883	30,554,891	30,893,986	30,782,733	31,509,563
Excess (Deficiency) of Revenues Over Expenditures	2,054,792	916,772	2,375,500	2,381,226	4,567,240
Other Financing Sources (Uses):					
Operating Transfers In				120,000	130,000
Operating Transfers Out	(146,431)	(313,993)	(849,386)	(447,520)	(212,193)
Total Other Financing Sources (Uses)	(146,431)	(313,993)	(849,386)	(327,520)	(82,193)
Excess (Deficiency) of Revenues & Other Sources Over Expenditures and Other Uses	1,908,361	602,779	1,526,114	2,053,706	4,485,047
Fund Balance Beginning of Year	8,810,449	10,718,810	11,321,589	12,847,702	14,901,407
Prior Period Adjustments					(366,358)
Fund Balance End of Year	\$ 10,718,809	\$ 11,321,588	\$ 12,847,702	\$ 14,901,407	\$ 19,020,095

Sources: Audited Financial Reports of the Town (2017-2019), Annual Financial Report Update (2020-2021)
Table itself NOT audited.

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

	Fiscal Year Ending December 31:				
	2017	2018	2019	2020	2021
Revenues:					
Real Property Taxes	\$ 6,082,537	\$ 6,088,491	\$ 5,924,127	\$ 6,292,698	\$ 5,793,219
Other Real Property Tax Items	2,728	3,695	1,331	1,641	1,721
Use of Money & Property	8,267	22,445	40,788	14,919	6,519
Licenses & Permits	20,550	86,660	43,870	131,200	97,340
Sale of Property & Comp. for Loss	20,354	25,374	4,589	28,993	6,297
Miscellaneous Local Sources	256		2,113	7,549	14,945
State Aid	846,740	628,541	597,195	477,772	862,604
Federal Aid	703				99,267
Total Revenues	<u>6,982,135</u>	<u>6,855,206</u>	<u>6,614,013</u>	<u>6,954,772</u>	<u>6,881,912</u>
Expenditures:					
General Government Support		50,294	63,154	6,794	7,335
Transportation	3,474,003	3,687,816	3,506,275	3,128,889	3,657,460
Employee Benefits	1,819,880	1,860,902	1,833,720	1,745,402	1,762,808
Debt Service Principal & Interest	150,653	152,024	175,361	313,270	282,627
Total Expenditures	<u>5,444,536</u>	<u>5,751,036</u>	<u>5,578,510</u>	<u>5,194,355</u>	<u>5,710,230</u>
Excess (Deficiency) of Revenues Over Expenditures	1,537,599	1,104,170	1,035,503	1,760,417	1,171,682
Other Financing Sources (Uses):					
Operating Transfers In					
Operating Transfers Out	(1,035,205)	(835,984)	(560,000)	(694,500)	
Total Other Financing Sources (Uses)	<u>(1,035,205)</u>	<u>(835,984)</u>	<u>(560,000)</u>	<u>(694,500)</u>	<u>0</u>
Excess (Deficiency) of Revenues & Other Sources Over Expenditures and Other Uses	<u>502,394</u>	<u>268,186</u>	<u>475,503</u>	<u>1,065,917</u>	<u>1,171,682</u>
Fund Balance Beginning of Year	<u>659,616</u>	<u>1,162,010</u>	<u>1,430,196</u>	<u>1,905,709</u>	<u>2,971,626</u>
Prior Period Adjustments			10		(511,704)
Fund Balance End of Year	<u>\$ 1,162,010</u>	<u>\$ 1,430,196</u>	<u>\$ 1,905,709</u>	<u>\$ 2,971,626</u>	<u>\$ 3,631,604</u>

Sources: Audited Financial Reports of the Town (2017-2019), Annual Financial Report Update Document (2020-2021)
The AUD is not prepared in accordance with Generally Accepted Accounting Principles
Table itself NOT audited.

Statement of Revenues, Expenditures and Changes in Fund Balance
Non-Major Government Funds ⁽¹⁾

	Fiscal Year Ending December 31:				
	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Revenues:					
Real Property Taxes	\$ 3,330,842	\$ 3,499,904	\$ 3,494,081	\$ 2,610,630	\$ 2,497,949
Other Real Property Tax Items	376	470	163	233	270
Non-Property Tax Items	744,285	696,633	684,075	665,319	696,012
Departmental Income	2,789,011	2,688,528	3,086,829	843,757	1,536,175
Intergovernmental Charges and local aid					
Use of Money & Property	8,789	37,112	38,071	11,440	1,923
Licenses & Permits	190,408	158,708	241,640	73,550	73,580
Sale of Property & Comp. for Loss	268,900	253,428	341,346		
Miscellaneous Local Sources	67,424		1,550	109,609	90,877
State Aid	113,275	233,835	273,975	15,000	
Federal Aid	56,200	81,545	137,500	345,893	157,755
Total Revenues	7,569,510	7,650,163	8,299,230	4,675,431	5,054,541
Expenditures:					
General Government Support	460,017	424,157	477,061	210,689	231,724
Public Safety	1,279,367	1,359,824	1,506,509	1,562,162	1,613,370
Home & Community Services	3,194,873	3,529,154	3,703,841	1,678,708	1,633,749
Employee Benefits	1,364,254	1,397,284	1,436,415	919,931	942,988
Debt Service Principal & Interest	661,941	655,291	336,559	9,087	8,821
Total Expenditures	6,960,452	7,365,710	7,460,385	4,380,577	4,430,652
Excess (Deficiency) of Revenues Over Expenditures	609,058	284,453	838,845	294,854	623,889
Other Financing Sources (Uses):					
Operating Transfers In					
Operating Transfers Out			(120,000)	(225,000)	(35,000)
Total Other Financing Sources (Uses)	0	0	(120,000)	(225,000)	(35,000)
Excess (Deficiency) of Revenues & Other Sources Over Expenditures and Other Uses	609,058	284,453	718,845	69,854	588,889
Fund Balance Beginning of Year	1,935,702	2,544,760	2,829,213	3,548,058	3,617,912
Prior Period Adjustments					
Fund Balance End of Year	\$ 2,544,760	\$ 2,829,213	\$ 3,548,058	\$ 3,617,912	\$ 4,206,801

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

Sources: Audited Financial Reports of the Town (2017-2019), Unaudited Annual Financial Report (2020-2021)
Table itself NOT audited.

Budget Summary

Fiscal Year Ending December 31, 2022

Fund	Appropriations & Provisions for Other Uses	Less: Estimated Revenues	Less: Unexpended Balance	Amount to Be Raised by Tax
General	\$ 36,684,965	\$ 5,940,985	\$ 800,000	\$ 29,943,980
General - Outside Village	3,404,345	2,235,118	125,000	1,044,227
Highway - Townwide	7,461,879	998,237	75,000	6,388,642
Community Preservation Fund	20,121,181	10,015,000	10,106,181	
Risk Retention Fund	754,911	754,911		
Total - Town	\$ 68,427,281	\$ 19,944,251	\$ 11,106,181	\$ 37,376,849
East-West Fire Protection District	839,316	100		839,216
Fishers Island Ferry District	4,684,500	3,264,728		1,419,772
Solid Waste Management District	4,723,151	2,528,800		2,194,351
Fishers Island Sewer District	32,875	32,875		0
F.I. Waste Management District	856,400	98,250		758,150
Orient Mosquito District	97,960			97,960
Subtotal - Special Districts	\$ 11,234,202	\$ 5,924,753	\$ 0	\$ 5,309,449
Orient-East Marion Park District	55,900		10,000	45,900
Southold Park District	390,955	50,578		340,377
Cutchogue - New Suffolk Park Dist.	135,303			135,303
Mattituck Park District	606,600	55,500	230,688	320,412
Subtotal - Park Districts	\$ 1,188,758	\$ 106,078	\$ 240,688	\$ 841,992
Fishers Island Fire District	560,000			560,000
Orient Fire District	786,723	82,900		703,823
East Marion Fire District	639,674	92,500		547,174
Southold Fire District	2,119,332	30,500		2,088,832
Cutchogue Fire District	1,958,678		2,500	1,956,178
Mattituck Fire District	2,226,571	20,075		2,206,496
Subtotal - Fire Districts	\$ 8,290,978	\$ 225,975	\$ 2,500	\$ 8,062,503
Total - All Districts	20,713,938	6,256,806	243,188	14,213,944
Grand Total	\$ 89,141,219	\$ 26,201,057	\$ 11,349,369	\$ 51,590,793

Source: Town of Southold Summary of Town Budget 2022 adopted.

Budget Summary

Fiscal Year Ending December 31, 2021

Fund	Appropriations & Provisions for Other Uses	Less: Estimated Revenues	Less: Unexpended Balance	Amount to Be Raised by Tax
General	\$ 35,285,432	\$ 4,477,455	\$ 900,000	\$ 29,907,977
General - Outside Village	3,166,082	2,148,472	140,000	877,610
Highway - Townwide	6,363,963	495,744	75,000	5,793,219
Community Preservation Fund	16,873,668	7,025,000	9,848,668	
Risk Retention Fund	837,000	837,000		
Total - Town	<u>\$ 62,526,145</u>	<u>\$ 14,983,671</u>	<u>\$ 10,963,668</u>	<u>\$ 36,578,806</u>
East-West Fire Protection District	837,439	250		837,189
Fishers Island Ferry District	4,742,718	3,350,785		1,391,933
Solid Waste Management District	4,404,990	2,272,300		2,132,690
Fishers Island Sewer District	32,875	32,875		0
F.I. Waste Management District	895,250	42,100	70,000	783,150
Orient Mosquito District	96,273			96,273
Subtotal - Special Districts	<u>\$ 11,009,545</u>	<u>\$ 5,698,310</u>	<u>\$ 70,000</u>	<u>\$ 5,241,235</u>
Orient-East Marion Park District	60,500			60,500
Southold Park District	390,955	50,578		340,377
Cutchogue - New Suffolk Park Dist.	133,998	1,398		132,600
Mattituck Park District	613,450	57,500	267,290	288,660
Subtotal - Park Districts	<u>\$ 1,198,903</u>	<u>\$ 109,476</u>	<u>\$ 267,290</u>	<u>\$ 822,137</u>
Fishers Island Fire District	526,000	15		525,985
Orient Fire District	755,300	80,700		674,600
East Marion Fire District	838,400	304,900		533,500
Southold Fire District	2,082,068	33,043		2,049,025
Cutchogue Fire District	1,693,628		2,500	1,691,128
Mattituck Fire District	2,149,048	18,909		2,130,139
Subtotal - Fire Districts	<u>\$ 8,044,444</u>	<u>\$ 437,567</u>	<u>\$ 2,500</u>	<u>\$ 7,604,377</u>
Total - All Districts	<u>20,252,892</u>	<u>6,245,353</u>	<u>339,790</u>	<u>13,667,749</u>
Grand Total	<u>\$ 82,779,037</u>	<u>\$ 21,229,024</u>	<u>\$ 11,303,458</u>	<u>\$ 50,246,555</u>

Source: Town of Southold Summary of Town Budget 2021 adopted.

TOWN OF SOUTHOLD

APPENDIX B

**ANNUAL FINANCIAL REPORT UPDATE DOCUMENT
FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2021**

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

ANNUAL FINANCIAL REPORT
UPDATE DOCUMENT
For The
TOWN of Southold
County of Suffolk
For the Fiscal Year Ended 12/31/2021

AUTHORIZATION

ARTICLE 3, SECTION 30 of the GENERAL MUNICIPAL LAW:

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

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

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

TOWN OF Southold

*** FINANCIAL SECTION ***

Financial Information for the following funds and account groups are included in the Annual Financial Report filed by your government for the fiscal year ended 2020 and has been used by the OSC as the basis for preparing this update document for the fiscal year ended 2021:

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

All amounts included in this update document for 2020 represent data filed by your government with OSC as reviewed and adjusted where necessary.

*** SUPPLEMENTAL SECTION ***

The Supplemental Section includes the following sections:

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

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

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(A) GENERAL

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash	25,313,698	A200	28,748,111
Cash In Time Deposits	6,700,000	A201	6,716,563
Petty Cash	920	A210	1,110
TOTAL Cash	32,014,618		35,465,784
Accounts Receivable	19,564	A380	82,938
TOTAL Other Receivables (net)	19,564		82,938
Due From State And Federal Government	20,511	A410	37,789
TOTAL State And Federal Aid Receivables	20,511		37,789
Due From Other Funds	331,555	A391	472,072
TOTAL Due From Other Funds	331,555		472,072
Due From Other Governments	226,529	A440	304,111
TOTAL Due From Other Governments	226,529		304,111
Inventory Of Materials And Supplies	7,114	A445	7,114
TOTAL Inventories	7,114		7,114
Prepaid Expenses	713,746	A480	1,248,086
TOTAL Prepaid Expenses	713,746		1,248,086
TOTAL Assets and Deferred Outflows of Resources	33,333,637		37,617,894

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(A) GENERAL

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	428,223	A600	615,466
TOTAL Accounts Payable	428,223		615,466
Accrued Liabilities	285,173	A601	337,786
TOTAL Accrued Liabilities	285,173		337,786
Due To Other Funds	3,827,351	A630	3,164,690
TOTAL Due To Other Funds	3,827,351		3,164,690
Due To Other Governments	5,802,397	A631	7,012,288
TOTAL Due To Other Governments	5,802,397		7,012,288
TOTAL Liabilities	10,343,144		11,130,229
Deferred Inflows of Resources			
Deferred Inflow of Resources	8,455,121	A691	7,467,569
TOTAL Deferred Inflows of Resources	8,455,121		7,467,569
TOTAL Deferred Inflows of Resources	8,455,121		7,467,569
Fund Balance			
Not in Spendable Form	720,860	A806	1,255,200
TOTAL Nonspendable Fund Balance	720,860		1,255,200
Assigned Appropriated Fund Balance	900,000	A914	800,000
TOTAL Assigned Fund Balance	900,000		800,000
Unassigned Fund Balance	12,914,512	A917	16,964,896
TOTAL Unassigned Fund Balance	12,914,512		16,964,896
TOTAL Fund Balance	14,535,372		19,020,096
TOTAL Liabilities, Deferred Inflows And Fund Balance	33,333,637		37,617,894

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(A) GENERAL

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Real Property Taxes	28,018,898	A1001	29,907,977
TOTAL Real Property Taxes	28,018,898		29,907,977
Other Payments In Lieu of Taxes	6,941	A1081	8,442
Interest & Penalties On Real Prop Taxes	84,840	A1090	66,311
TOTAL Real Property Tax Items	91,781		74,753
Non Prop Tax Dist By County	1,288,673	A1120	1,288,673
TOTAL Non Property Tax Items	1,288,673		1,288,673
Treasurer Fees	50	A1230	50
Clerk Fees	4,300	A1255	4,749
Other General Departmental Income	920	A1289	1,956
Police Fees	2,810	A1520	6,197
Other Public Safety Departmental Income	1,398	A1589	
Charges-Programs For The Aging	124,090	A1972	99,210
Park And Recreational Charges	4,712	A2001	15,995
Other Home & Community Services Income	34,280	A2189	45,740
TOTAL Departmental Income	172,560		173,897
General Services, Inter Government	110,821	A2210	108,753
TOTAL Intergovernmental Charges	110,821		108,753
Interest And Earnings	88,045	A2401	40,699
Rental of Real Property	167,997	A2410	170,172
TOTAL Use of Money And Property	256,042		210,871
Bingo Licenses	270	A2540	146
Dog Licenses	5,079	A2544	5,881
Permits, Other	265,810	A2590	384,475
TOTAL Licenses And Permits	271,159		390,503
Fines And Forfeited Bail	460,237	A2610	409,272
Forfeitures of Deposits	10	A2620	80
TOTAL Fines And Forfeitures	460,247		409,352
Sales of Scrap & Excess Materials	1,167	A2650	1,784
Insurance Recoveries	66,170	A2680	138,372
TOTAL Sale of Property And Compensation For Loss	67,336		140,156
Refunds of Prior Year's Expenditures	27,322	A2701	36,058
Gifts And Donations	20,306	A2705	13,419
Unclassified (specify)	2,226	A2770	96,548
TOTAL Miscellaneous Local Sources	49,854		146,025
Interfund Revenues	9,225	A2801	8,371
TOTAL Interfund Revenues	9,225		8,371
St Aid, Mortgage Tax	1,721,908	A3005	2,826,817
St Aid - Other (specify)	4,517	A3089	1,372
St Aid, Youth Programs	17,464	A3820	25,621
TOTAL State Aid	1,743,889		2,853,809
Fed Aid Other Public Safety	5,594	A4389	26,425
Fed Aid, Programs For Aging	426,495	A4772	332,239

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(A) GENERAL

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Fed Aid, Other Home & Community Cap	5,000	A4997	5,000
TOTAL Federal Aid	437,089		363,665
TOTAL Revenues	32,977,576		36,076,803
Interfund Transfers	120,000	A5031	130,000
TOTAL Interfund Transfers	120,000		130,000
TOTAL Other Sources	120,000		130,000
TOTAL Detail Revenues And Other Sources	33,097,576		36,206,803

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(A) GENERAL

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Legislative Board, Pers Serv	160,810	A10101	160,287
Legislative Board, Contr Expend	9,097	A10104	13,069
TOTAL Legislative Board	169,907		173,357
Municipal Court, Pers Serv	582,500	A11101	597,437
Municipal Court, Equip & Cap Outlay	18,079	A11102	7,308
Municipal Court, Contr Expend	72,971	A11104	63,803
TOTAL Municipal Court	673,550		668,548
Supervisor,pers Serv	293,327	A12201	291,910
Supervisor,equip & Cap Outlay		A12202	
Supervisor,contr Expend	2,165	A12204	2,194
TOTAL Supervisor	295,492		294,104
Dir of Finance, Pers Serv	521,511	A13101	542,183
Dir of Finance, Equip & Cap Outlay	6,031	A13102	1,622
Dir of Finance, Contr Expend	28,190	A13104	23,696
TOTAL Dir of Finance	555,732		567,501
Auditor, Contr Expend	93,000	A13204	13,000
TOTAL Auditor	93,000		13,000
Tax Collection,pers Serv	128,407	A13301	143,126
Tax Collection,contr Expend	20,003	A13304	20,986
TOTAL Tax Collection	148,409		164,111
Assessment, Pers Serv	503,474	A13551	518,661
Assessment, Equip & Cap Outlay	759	A13552	1,552
Assessment, Contr Expend	21,324	A13554	23,059
TOTAL Assessment	525,556		543,272
Credit Card Fees	5,616	A13754	3,007
TOTAL Credit Card Fees	5,616		3,007
Clerk,pers Serv	407,620	A14101	432,830
Clerk,contr Expend	55,566	A14104	48,954
TOTAL Clerk	463,185		481,785
Law, Pers Serv	470,477	A14201	472,163
Law, Contr Expend	249,485	A14204	389,295
TOTAL Law	719,962		861,458
Engineer, Pers Serv	193,764	A14401	156,070
Engineer, Equip & Cap Outlay	168	A14402	
Engineer, Contr Expend	38,225	A14404	29,626
TOTAL Engineer	232,158		185,696
Records Mgmt, PerS. SerV.	80,799	A14601	82,839
Records Mgmt, Contr Expend	2,072	A14604	876
TOTAL Records Mgmt	82,871		83,714
Public Works Admin, Pers Serv	312,522	A14901	247,436
Public Works Admin, Contr Expend	434	A14904	365
TOTAL Public Works Admin	312,956		247,801
Operation of Plant, Pers Serv	1,088,472	A16201	1,170,188
Operation of Plant, Equip & Cap Outlay	1,894	A16202	28,680

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(A) GENERAL

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Operation of Plant, Contr Expend	442,724	A16204	482,871
TOTAL Operation of Plant	1,533,090		1,681,739
Central Garage Contr Expend	11,379	A16404	16,665
TOTAL Central Garage Contr Expend	11,379		16,665
Central Print & Mail Equip & Cap Outlay	3,591	A16702	3,767
Central Print & Mail Contr Expend	20,464	A16704	31,064
TOTAL Central Print & Mail Contr Expend	24,055		34,831
Central Data Process Pers Serv	264,143	A16801	255,051
Central Data Process & Cap Outlay	9,150	A16802	6,942
Central Data Process, Contr Expend	372,057	A16804	366,719
TOTAL Central Data Process	645,350		628,712
Unallocated Insurance, Contr Expend	566,901	A19104	587,764
TOTAL Unallocated Insurance	566,901		587,764
Municipal Assn Dues, Contr Expend	1,800	A19204	1,800
TOTAL Municipal Assn Dues	1,800		1,800
Judgements And Claims, Contr Expend	61,624	A19304	174,226
TOTAL Judgements And Claims	61,624		174,226
Payment of MTA Payroll Tax, Contr Expend	56,396	A19804	57,142
TOTAL Payment of MTA Payroll Tax	56,396		57,142
Other General Govt Support, Personal Serv	116,142	A19891	116,932
Other General Govt Support, Equip&Cap Out	17,080	A19892	14,845
Other General Govt Support, Contract Exp	113	A19894	50
TOTAL Other General Govt Support	133,335		131,827
TOTAL General Government Support	7,312,323		7,602,060
Public Safety Comm Sys, Pers Serv	1,109,323	A30201	1,039,185
Public Safety Comm Sys, Equip & Cap Outlay	22,107	A30202	18,101
Public Safety Comm Sys, Contr Expend	36,179	A30204	34,243
TOTAL Public Safety Comm Sys	1,167,609		1,091,530
Police, Pers Serv	8,152,841	A31201	8,426,907
Police, Equip & Cap Outlay	115,683	A31202	53,163
Police, Contr Expend	198,826	A31204	301,748
TOTAL Police	8,467,349		8,781,818
Other Correction Agency, Contr Expend	3,649	A31704	4,779
TOTAL Other Correction Agency	3,649		4,779
Other Traffic, Pers Serv	247,467	A31891	259,335
Other Traffic, Equip & Cap Outlay	3,432	A31892	
Other Traffic, Contr Expend	58,618	A31894	50,517
TOTAL Other Traffic	309,517		309,852
Traffic Control, Contr Expen	12,978	A33104	17,667
TOTAL Traffic Control	12,978		17,667
Control of Animals, Contr Expend	246,295	A35104	250,471
TOTAL Control of Animals	246,295		250,471
Examining Boards, Pers Serv	5,485	A36101	9,457
Examining Boards, Contr Expend	3,634	A36104	6,834
TOTAL Examining Boards	9,119		16,291

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(A) GENERAL

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Civil Defense, Contr Expend	25,463	A36404	5,591
TOTAL Civil Defense	25,463		5,591
TOTAL Public Safety	10,241,978		10,477,999
Public Health, Contr Expend	300	A40104	300
TOTAL Public Health	300		300
Narcotic Guid Council, Contr Expend	43,000	A42104	43,000
TOTAL Narcotic Guid Council	43,000		43,000
TOTAL Health	43,300		43,300
Street Admin, Pers Serv	330,134	A50101	336,635
TOTAL Street Admin	330,134		336,635
Street Lighting, Pers Serv	71,813	A51821	24,185
Street Lighting, Equip & Cap Outlay	2,806	A51822	4,682
Street Lighting, Contr Expend	46,932	A51824	62,365
TOTAL Street Lighting	121,551		91,232
Off-Street Parking, Contr Expend	611	A56504	633
TOTAL Off-Street Parking	611		633
TOTAL Transportation	452,296		428,500
Programs For Aging, Pers Serv	1,143,003	A67721	950,964
Programs For Aging, Equip & Cap Outlay	3,153	A67722	8,248
Programs For Aging, Contr Expend	261,480	A67724	231,084
TOTAL Programs For Aging	1,407,636		1,190,296
TOTAL Economic Assistance And Opportunity	1,407,636		1,190,296
Recreation Admini, Pers Serv	76,333	A70201	82,802
Recreation Admini, Equip & Cap Outlay	2,030	A70202	
Recreation Admini, Contr Expend	20,869	A70204	14,091
TOTAL Recreation Admini	99,232		96,893
Special Rec Facility, Pers Serv	175,524	A71801	160,345
Special Rec Facility, Contr Expend	6,670	A71804	24,465
TOTAL Special Rec Facility	182,194		184,810
Youth Prog, Pers Serv	30,830	A73101	28,870
Youth Prog, Contr Expend	10,267	A73104	8,629
TOTAL Youth Prog	41,097		37,499
Historian, Pers Serv	21,036	A75101	21,457
Historian, Contr Expend	40	A75104	1,147
TOTAL Historian	21,076		22,603
Historical Property, Pers Serv	5,779	A75201	5,849
Historical Property, Contr Expend	1,792	A75204	1,618
TOTAL Historical Property	7,571		7,467
TOTAL Culture And Recreation	351,171		349,272
Environmental Control, Pers Serv	216,486	A80901	229,475
Environmental Control, Contr Expend	19,511	A80904	85,278
TOTAL Environmental Control	235,997		314,753
Shade Tree, Pers Serv	1,611	A85601	3,032
Shade Tree, Contr Expend	6,445	A85604	22,461
TOTAL Shade Tree	8,056		25,492

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(A) GENERAL

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Conservation, Contr Expend	196	A87104	253
TOTAL Conservation	196		253
Fish And Game, Contr Expend	47,500	A87204	36,000
TOTAL Fish And Game	47,500		36,000
Cemetery, Contr Expend		A88104	12
TOTAL Cemetery	0		12
Misc Home & Comm Serv, Pers Serv	90,326	A89891	125,529
Misc Home & Comm Serv, Contr Expend	701	A89894	9,196
TOTAL Misc Home & Comm Serv	91,027		134,726
TOTAL Home And Community Services	382,775		511,236
State Retirement System	1,172,727	A90108	1,265,990
Police & Firemen Retirement, Empl Bnfts	1,620,664	A90158	1,821,014
Social Security, Employer Cont	1,164,477	A90308	1,200,805
Worker's Compensation, Empl Bnfts	466,423	A90408	444,693
Unemployment Insurance, Empl Bnfts	22,234	A90508	
Disability Insurance, Empl Bnfts	2,851	A90558	2,990
Hospital & Medical (dental) Ins, Empl Bnft	5,328,066	A90608	5,311,272
Other Employee Benefits (spec)	10,768	A90898	7,420
TOTAL Employee Benefits	9,788,209		10,054,184
Debt Principal, Serial Bonds	381,000	A97106	395,657
Debt Principal, Bond Anticipation Notes	244,000	A97306	334,000
TOTAL Debt Principal	625,000		729,657
Debt Interest, Serial Bonds	120,103	A97107	109,698
Debt Interest, Bond Anticipation Notes	57,942	A97307	13,361
TOTAL Debt Interest	178,045		123,059
TOTAL Expenditures	30,782,733		31,509,563
Transfers, Other Funds		A99019	
Transfers, Capital Projects Fund	407,930	A99509	212,193
TOTAL Operating Transfers	407,930		212,193
TOTAL Other Uses	407,930		212,193
TOTAL Detail Expenditures And Other Uses	31,190,664		31,721,756

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(A) GENERAL

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	12,651,690	A8021	14,535,372
Prior Period Adj -Decrease In Fund Balance	23,230	A8015	323
Restated Fund Balance - Beg of Year	12,628,460	A8022	14,535,049
ADD - REVENUES AND OTHER SOURCES	33,097,576		36,206,803
DEDUCT - EXPENDITURES AND OTHER USES	31,190,664		31,721,756
Fund Balance - End of Year	14,535,372	A8029	19,020,096

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(A) GENERAL

Budget Summary

Code Description	2021	EdpCode	2022
Estimated Revenues			
Est Rev - Real Property Taxes	29,907,977	A1049N	29,943,980
Est Rev - Real Property Tax Items	81,000	A1099N	332,000
Est Rev - Non Property Tax Items	644,335	A1199N	1,288,673
Est Rev - Departmental Income	224,800	A1299N	349,750
Est Rev - Intergovernmental Charges	332,300	A2399N	216,319
Est Rev - Use of Money And Property	221,000	A2499N	216,195
Est Rev - Licenses And Permits	375,670	A2599N	523,450
Est Rev - Fines And Forfeitures	320,100	A2649N	320,100
Est Rev - Sale of Prop And Comp For Loss	104,150	A2699N	69,000
Est Rev - Miscellaneous Local Sources	323,200	A2799N	374,700
Est Rev - Interfund Revenues	35,000	A2801N	12,000
Est Rev - State Aid	1,808,500	A3099N	2,217,464
Est Rev - Federal Aid	7,400	A4099N	21,334
TOTAL Estimated Revenues	34,385,432		35,884,965
Appropriated Fund Balance	900,000	A599N	800,000
TOTAL Estimated Other Sources	900,000		800,000
TOTAL Estimated Revenues And Other Sources	35,285,432		36,684,965

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(A) GENERAL

Budget Summary

Code Description	2021	EdpCode	2022
Appropriations			
App - General Government Support	8,587,203	A1999N	8,673,190
App - Public Safety	10,630,634	A3999N	10,995,749
App - Health	43,300	A4999N	43,300
App - Transportation	514,278	A5999N	492,625
App - Economic Assistance And Opportunity	1,590,929	A6999N	1,633,033
App - Culture And Recreation	469,781	A7999N	487,105
App - Home And Community Services	430,671	A8999N	527,664
App - Employee Benefits	11,219,792	A9199N	11,712,362
App - Debt Service	885,000	A9899N	905,000
TOTAL Appropriations	34,371,588		35,470,028
App - Interfund Transfer	913,754	A9999N	1,214,937
TOTAL Other Uses	913,754		1,214,937
TOTAL Appropriations And Other Uses	35,285,342		36,684,965

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(B) GENERAL TOWN-OUTSIDE VG

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash In Time Deposits	1,468,540	B201	2,160,124
TOTAL Cash	1,468,540		2,160,124
Accounts Receivable	157,030	B380	173,046
TOTAL Other Receivables (net)	157,030		173,046
Due From State And Federal Government	142,277	B410	729
TOTAL State And Federal Aid Receivables	142,277		729
Due From Other Funds	242,796	B391	218,303
TOTAL Due From Other Funds	242,796		218,303
Prepaid Expenses	90,495	B480	85,395
TOTAL Prepaid Expenses	90,495		85,395
TOTAL Assets and Deferred Outflows of Resources	2,101,139		2,637,597

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(B) GENERAL TOWN-OUTSIDE VG

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	16,695	B600	39,367
TOTAL Accounts Payable	16,695		39,367
Accrued Liabilities	21,873	B601	25,134
TOTAL Accrued Liabilities	21,873		25,134
Due To Other Funds		B630	1,750
TOTAL Due To Other Funds	0		1,750
TOTAL Liabilities	38,568		66,251
Deferred Inflows of Resources			
Deferred Inflow of Resources	376,139	B691	343,784
TOTAL Deferred Inflows of Resources	376,139		343,784
TOTAL Deferred Inflows of Resources	376,139		343,784
Fund Balance			
Not in Spendable Form	90,495	B806	85,395
TOTAL Nonspendable Fund Balance	90,495		85,395
Assigned Appropriated Fund Balance	140,000	B914	125,000
Assigned Unappropriated Fund Balance	1,455,937	B915	2,017,168
TOTAL Assigned Fund Balance	1,595,937		2,142,168
TOTAL Fund Balance	1,686,432		2,227,563
TOTAL Liabilities, Deferred Inflows And Fund Balance	2,101,139		2,637,597

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(B) GENERAL TOWN-OUTSIDE VG

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Real Property Taxes	893,318	B1001	877,610
TOTAL Real Property Taxes	893,318		877,610
Other Payments In Lieu of Taxes	233	B1081	261
Interest & Penalties On Real Prop Taxes		B1090	9
TOTAL Real Property Tax Items	233		270
Franchises	665,319	B1170	696,012
TOTAL Non Property Tax Items	665,319		696,012
Other General Departmental Income	435	B1289	5,895
Safety Inspection Fees	670,262	B1560	1,173,025
Public Health Fees	16,925	B1601	16,828
Zoning Fees	57,869	B2110	164,449
Planning Board Fees	27,925	B2115	83,844
TOTAL Departmental Income	773,417		1,444,041
Interest And Earnings	5,335	B2401	1,550
TOTAL Use of Money And Property	5,335		1,550
Permits, Other	73,550	B2590	73,580
TOTAL Licenses And Permits	73,550		73,580
Refunds of Prior Year's Expenditures	1,005	B2701	1,737
AIM Related Payments	88,328	B2750	88,328
Unclassified (specify)	70	B2770	813
TOTAL Miscellaneous Local Sources	89,403		90,877
St Aid, Other Aid (specify)	15,000	B3089	
TOTAL State Aid	15,000		0
TOTAL Revenues	2,515,575		3,183,940
TOTAL Detail Revenues And Other Sources	2,515,575		3,183,940

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(B) GENERAL TOWN-OUTSIDE VG

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Credit Card Fees	1,918	B13754	2,879
TOTAL Credit Card Fees	1,918		2,879
Law, Pers Serv	134,995	B14201	143,059
Law, Contr Expend	63,629	B14204	75,161
TOTAL Law	198,624		218,221
Unallocated Insurance, Contr Expend		B19104	
TOTAL Unallocated Insurance	0		0
Payment of MTA Payroll Tax, Contr Expend	5,302	B19804	5,608
TOTAL Payment of MTA Payroll Tax	5,302		5,608
TOTAL General Government Support	205,844		226,707
Safety Inspection, Pers Serv	713,091	B36201	759,736
Safety Inspection, Contr Expend	11,908	B36204	16,073
TOTAL Safety Inspection	724,999		775,809
Misc Public Safety, Pers Serv	264	B39891	122
TOTAL Misc Public Safety	264		122
TOTAL Public Safety	725,263		775,931
Zoning, Pers Serv	220,628	B80101	245,060
Zoning, Equip & Cap Outlay	480	B80102	
Zoning, Contr Expend	35,927	B80104	45,063
TOTAL Zoning	257,035		290,123
Planning, Pers Serv	490,201	B80201	473,033
Planning, Equip & Cap Outlay		B80202	
Planning, Contr Expend	47,002	B80204	8,559
TOTAL Planning	537,203		481,592
TOTAL Home And Community Services	794,237		771,715
State Retirement, Empl Bnfts	191,945	B90108	214,535
Social Security , Empl Bnfts	117,805	B90308	123,366
Worker's Compensation, Empl Bnfts	15,724	B90408	14,406
Unemployment Insurance, Empl Bnfts	699	B90508	
Disability Insurance, Empl Bnfts	573	B90558	569
Hospital & Medical (dental) Ins, Empl Bnft	462,069	B90608	479,360
Other Employee Benefits (spec)	1,696	B90898	1,219
TOTAL Employee Benefits	790,510		833,455
TOTAL Expenditures	2,515,855		2,607,809
Transfers, Other Funds	30,000	B99019	35,000
TOTAL Operating Transfers	30,000		35,000
TOTAL Other Uses	30,000		35,000
TOTAL Detail Expenditures And Other Uses	2,545,855		2,642,809

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(B) GENERAL TOWN-OUTSIDE VG

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	1,716,712	B8021	1,686,432
Restated Fund Balance - Beg of Year	1,716,712	B8022	1,686,432
ADD - REVENUES AND OTHER SOURCES	2,515,575		3,183,940
DEDUCT - EXPENDITURES AND OTHER USES	2,545,855		2,642,809
Fund Balance - End of Year	1,686,432	B8029	2,227,563

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(B) GENERAL TOWN-OUTSIDE VG

Budget Summary

Code Description	2021	EdpCode	2022
Estimated Revenues			
Est Rev - Real Property Taxes	877,610	B1049N	1,044,227
Est Rev - Real Property Tax Items	160	B1099N	7,750
Est Rev - Non Property Tax Items	675,000	B1199N	685,000
Est Rev - Departmental Income	1,321,100	B1299N	1,377,040
Est Rev - Use of Money And Property	7,500	B2499N	1,000
Est Rev - Licenses And Permits	74,050	B2599N	76,000
Est Rev - State Aid	70,662	B3099N	88,328
TOTAL Estimated Revenues	3,026,082		3,279,345
Appropriated Fund Balance	140,000	B599N	125,000
TOTAL Estimated Other Sources	140,000		125,000
TOTAL Estimated Revenues And Other Sources	3,166,082		3,404,345

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(B) GENERAL TOWN-OUTSIDE VG

Budget Summary

Code Description	2021	EdpCode	2022
Appropriations			
App - General Government Support	252,165	B1999N	247,843
App - Public Safety	850,600	B3999N	974,395
App - Home And Community Services	1,005,523	B8999N	1,043,290
App - Employee Benefits	1,022,794	B9199N	1,073,317
TOTAL Appropriations	3,131,082		3,338,845
App - Interfund Transfer	35,000	B9999N	65,500
TOTAL Other Uses	35,000		65,500
TOTAL Appropriations And Other Uses	3,166,082		3,404,345

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(CD) SPECIAL GRANT

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash	142,020	CD200	46,018
TOTAL Cash	142,020		46,018
Due From Other Governments	353,393	CD440	251,148
TOTAL Due From Other Governments	353,393		251,148
TOTAL Assets and Deferred Outflows of Resources	495,413		297,166

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(CD) SPECIAL GRANT

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	143,519	CD600	125
TOTAL Accounts Payable	143,519		125
Due To Other Funds	203,320	CD630	148,467
TOTAL Due To Other Funds	203,320		148,467
TOTAL Liabilities	346,839		148,592
Deferred Inflows of Resources			
Deferred Inflow of Resources	148,574	CD691	148,574
TOTAL Deferred Inflows of Resources	148,574		148,574
TOTAL Deferred Inflows of Resources	148,574		148,574
TOTAL Liabilities, Deferred Inflows And Fund Balance	495,413		297,166

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(CD) SPECIAL GRANT

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Refunds of Prior Year's Expenditures	20,200	CD2701	
TOTAL Miscellaneous Local Sources	20,200		0
Fed Aid, Community Development Act	345,893	CD4910	157,755
TOTAL Federal Aid	345,893		157,755
TOTAL Revenues	366,093		157,755
TOTAL Detail Revenues And Other Sources	366,093		157,755

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(CD) SPECIAL GRANT

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Prov of Public Service, Contr Expen	171,093	CD86764	157,755
TOTAL Prov of Public Service	171,093		157,755
TOTAL Home And Community Services	171,093		157,755
TOTAL Expenditures	171,093		157,755
Transfers, Capital Projects Fund	195,000	CD99509	
TOTAL Operating Transfers	195,000		0
TOTAL Other Uses	195,000		0
TOTAL Detail Expenditures And Other Uses	366,093		157,755

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(CD) SPECIAL GRANT

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year		CD8021	
Restated Fund Balance - Beg of Year		CD8022	
ADD - REVENUES AND OTHER SOURCES	366,093		157,755
DEDUCT - EXPENDITURES AND OTHER USES	366,093		157,755
Fund Balance - End of Year		CD8029	

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(CL) REFUSE AND GARBAGE

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash	1,438,268	CL200	1,697,858
Petty Cash	550	CL210	597
TOTAL Cash	1,438,818		1,698,455
Accounts Receivable	134,974	CL380	121,016
TOTAL Other Receivables (net)	134,974		121,016
Due From State And Federal Government	56,771	CL410	56,771
TOTAL State And Federal Aid Receivables	56,771		56,771
Due From Other Funds	574,003	CL391	477,013
TOTAL Due From Other Funds	574,003		477,013
Inventory Of Materials And Supplies	5,778	CL445	5,778
TOTAL Inventories	5,778		5,778
Prepaid Expenses	39,958	CL480	76,468
TOTAL Prepaid Expenses	39,958		76,468
TOTAL Assets and Deferred Outflows of Resources	2,250,302		2,435,501

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(CL) REFUSE AND GARBAGE

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	269,846	CL600	302,777
TOTAL Accounts Payable	269,846		302,777
Accrued Liabilities	36,976	CL601	17,069
TOTAL Accrued Liabilities	36,976		17,069
Due To Other Funds		CL630	33,786
TOTAL Due To Other Funds	0		33,786
TOTAL Liabilities	306,822		353,632
Deferred Inflows of Resources			
Deferred Inflow of Resources	693,903	CL691	475,500
TOTAL Deferred Inflows of Resources	693,903		475,500
TOTAL Deferred Inflows of Resources	693,903		475,500
Fund Balance			
Not in Spendable Form	45,737	CL806	76,468
TOTAL Nonspendable Fund Balance	45,737		76,468
Assigned Unappropriated Fund Balance	1,203,840	CL915	1,529,901
TOTAL Assigned Fund Balance	1,203,840		1,529,901
TOTAL Fund Balance	1,249,577		1,606,368
TOTAL Liabilities, Deferred Inflows And Fund Balance	2,250,302		2,435,501

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(CL) REFUSE AND GARBAGE

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Real Property Taxes	2,073,258	CL1001	2,132,690
TOTAL Real Property Taxes	2,073,258		2,132,690
Refuse & Garbage Charges	1,919,752	CL2130	2,138,575
TOTAL Departmental Income	1,919,752		2,138,575
Interest And Earnings	8,527	CL2401	6,561
TOTAL Use of Money And Property	8,527		6,561
Sale of Scrap Materials	259,423	CL2650	394,951
Insurance Recoveries		CL2680	981
TOTAL Sale of Property And Compensation For Loss	259,423		395,932
Refunds of Prior Year's Expenditures	3,368	CL2701	3,387
Gifts And Donations		CL2705	
Unclassified (specify)	30	CL2770	60
TOTAL Miscellaneous Local Sources	3,398		3,447
St Aid - Other Home And Community Service		CL3989	24,945
TOTAL State Aid	0		24,945
TOTAL Revenues	4,264,358		4,702,151
TOTAL Detail Revenues And Other Sources	4,264,358		4,702,151

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(CL) REFUSE AND GARBAGE

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Administration-Personal Services	243,863	CL17101	237,008
TOTAL Administration-Personal Services	243,863		237,008
Payment of MTA Payroll Tax, Contr Expend	3,837	CL19804	4,121
TOTAL Payment of MTA Payroll Tax	3,837		4,121
TOTAL General Government Support	247,699		241,129
Refuse & Garbage, Pers Serv	929,965	CL81601	966,831
Refuse & Garbage, Equip Cap Outlay	40,002	CL81602	9,448
Refuse & Garbage, Contr Expend	1,850,155	CL81604	2,024,467
TOTAL Refuse & Garbage	2,820,122		3,000,746
TOTAL Home And Community Services	2,820,122		3,000,746
State Retirement Empl Bnfts	157,544	CL90108	164,206
Social Security Empl Bnfts	85,187	CL90308	89,161
Worker's Compensation, Empl Bnfts	66,829	CL90408	59,425
Disability Insurance Empl Bnfts	290	CL90558	304
Hospital & Medical (dental) Ins, Empl Bnft	366,225	CL90608	376,423
Other Employee Benefits (spec)	891	CL90898	664
TOTAL Employee Benefits	676,966		690,183
Serial Bonds, Principal	235,053	CL97106	235,053
Bond Anticipation Notes, Principal	35,000	CL97306	80,000
TOTAL Debt Principal	270,053		315,053
Debt Interest, Serial Bonds	70,966	CL97107	61,151
Debt Interest, Bond Anticipation Notes	12,264	CL97307	2,157
TOTAL Debt Interest	83,230		63,308
TOTAL Expenditures	4,098,070		4,310,419
Transfers, Other Funds	30,000	CL99019	35,000
TOTAL Operating Transfers	30,000		35,000
TOTAL Other Uses	30,000		35,000
TOTAL Detail Expenditures And Other Uses	4,128,070		4,345,419

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(CL) REFUSE AND GARBAGE

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	1,113,290	CL8021	1,249,577
Prior Period Adj -Increase In Fund Balance		CL8012	60
Restated Fund Balance - Beg of Year	1,113,290	CL8022	1,249,637
ADD - REVENUES AND OTHER SOURCES	4,264,358		4,702,151
DEDUCT - EXPENDITURES AND OTHER USES	4,128,070		4,345,419
Fund Balance - End of Year	1,249,577	CL8029	1,606,370

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(CM) MISCELLANEOUS SPECIAL REV

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash In Time Deposits	16,031,244	CM201	21,182,239
TOTAL Cash	16,031,244		21,182,239
Accounts Receivable	86,272	CM380	258,624
TOTAL Other Receivables (net)	86,272		258,624
Due From Other Funds	13,589	CM391	13,589
TOTAL Due From Other Funds	13,589		13,589
Due From Other Governments	2,630,520	CM440	2,700,785
TOTAL Due From Other Governments	2,630,520		2,700,785
Prepaid Expenses	7,689	CM480	10,621
TOTAL Prepaid Expenses	7,689		10,621
TOTAL Assets and Deferred Outflows of Resources	18,769,314		24,165,859

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(CM) MISCELLANEOUS SPECIAL REV

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	10,112	CM600	15,161
TOTAL Accounts Payable	10,112		15,161
Accrued Liabilities	760	CM601	58,413
TOTAL Accrued Liabilities	760		58,413
Due To Other Funds	22,815	CM630	31,185
TOTAL Due To Other Funds	22,815		31,185
TOTAL Liabilities	33,686		104,760
Fund Balance			
Not in Spendable Form	7,689	CM806	10,621
TOTAL Nonspendable Fund Balance	7,689		10,621
Assigned Appropriated Fund Balance	9,848,668	CM914	10,106,181
Assigned Unappropriated Fund Balance	8,879,271	CM915	13,944,297
TOTAL Assigned Fund Balance	18,727,939		24,050,478
TOTAL Fund Balance	18,735,628		24,061,099
TOTAL Liabilities, Deferred Inflows And Fund Balance	18,769,314		24,165,859

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(CM) MISCELLANEOUS SPECIAL REV

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Other Non-Property Tax	10,828,223	CM1189	14,116,704
TOTAL Non Property Tax Items	10,828,223		14,116,704
Other Economic Assist, & Opport Income	185,484	CM1989	217,613
TOTAL Departmental Income	185,484		217,613
Interest And Earnings	47,891	CM2401	29,531
TOTAL Use of Money And Property	47,891		29,531
Unclassified (specify)	1,009	CM2770	54
TOTAL Miscellaneous Local Sources	1,009		54
TOTAL Revenues	11,062,607		14,363,902
TOTAL Detail Revenues And Other Sources	11,062,607		14,363,902

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(CM) MISCELLANEOUS SPECIAL REV

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Payment of MTA Payroll Tax, Contr Expend	715	CM19804	723
TOTAL Payment of MTA Payroll Tax	715		723
TOTAL General Government Support	715		723
Other Home And Community Service-Pers Serv	204,119	CM89891	206,304
Other Home & Comm-Equip & Cap Outlay	411,434	CM89892	6,630,365
Other Home And Community Service-Contr Exp	19,137	CM89894	15,306
Other Home & Community Services, Emp Bnfts	84,888	CM89898	88,097
TOTAL Other Home & Community Services	719,578		6,940,071
TOTAL Home And Community Services	719,578		6,940,071
Debt Principal, Serial Bonds	1,508,655	CM97106	1,557,546
TOTAL Debt Principal	1,508,655		1,557,546
Debt Interest, Serial Bonds	597,315	CM97107	540,091
TOTAL Debt Interest	597,315		540,091
TOTAL Expenditures	2,826,263		9,038,431
TOTAL Detail Expenditures And Other Uses	2,826,263		9,038,431

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(CM) MISCELLANEOUS SPECIAL REV

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	10,498,485	CM8021	18,735,628
Prior Period Adj -Increase In Fund Balance	800	CM8012	
Restated Fund Balance - Beg of Year	10,499,285	CM8022	18,735,628
ADD - REVENUES AND OTHER SOURCES	11,062,607		14,363,902
DEDUCT - EXPENDITURES AND OTHER USES	2,826,263		9,038,431
Fund Balance - End of Year	18,735,628	CM8029	24,061,099

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(CR) RECREATION

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash	405,568	CR200	617,406
TOTAL Cash	405,568		617,406
Accounts Receivable	58	CR380	36
TOTAL Other Receivables (net)	58		36
TOTAL Assets and Deferred Outflows of Resources	405,626		617,442

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(CR) RECREATION

Balance Sheet

Code Description	2020	EdpCode	2021
Due To Other Funds	39,591	CR630	26,112
TOTAL Due To Other Funds	39,591		26,112
TOTAL Liabilities	39,591		26,112
Fund Balance			
Assigned Unappropriated Fund Balance	366,035	CR915	591,331
TOTAL Assigned Fund Balance	366,035		591,331
TOTAL Fund Balance	366,035		591,331
TOTAL Liabilities, Deferred Inflows And Fund Balance	405,626		617,442

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(CR) RECREATION

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Interest And Earnings	900	CR2401	433
TOTAL Use of Money And Property	900		433
Unclassified (specify)	185,484	CR2770	243,613
TOTAL Miscellaneous Local Sources	185,484		243,613
TOTAL Revenues	186,383		244,045
TOTAL Detail Revenues And Other Sources	186,383		244,045

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(CR) RECREATION

Results of Operation

Code Description	2020	EdpCode	2021
Other Uses			
Transfers, Other Funds	39,590	CR99019	18,750
TOTAL Operating Transfers	39,590		18,750
TOTAL Other Uses	39,590		18,750
TOTAL Detail Expenditures And Other Uses	39,590		18,750

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(CR) RECREATION

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	219,242	CR8021	366,034
Prior Period Adj -Increase In Fund Balance		CR8012	1
Restated Fund Balance - Beg of Year	219,242	CR8022	366,035
ADD - REVENUES AND OTHER SOURCES	186,383		244,045
DEDUCT - EXPENDITURES AND OTHER USES	39,590		18,750
Fund Balance - End of Year	366,034	CR8029	591,329

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(DB) HIGHWAY-PART-TOWN

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash In Time Deposits	3,233,949	DB201	3,374,759
TOTAL Cash	3,233,949		3,374,759
Accounts Receivable	4,020	DB380	253
TOTAL Other Receivables (net)	4,020		253
Due From State And Federal Government	478,205	DB410	672,836
TOTAL State And Federal Aid Receivables	478,205		672,836
Due From Other Funds	1,560,837	DB391	1,273,697
TOTAL Due From Other Funds	1,560,837		1,273,697
Inventory Of Materials And Supplies	112,835	DB445	112,835
TOTAL Inventories	112,835		112,835
Prepaid Expenses	78,216	DB480	168,379
TOTAL Prepaid Expenses	78,216		168,379
TOTAL Assets and Deferred Outflows of Resources	5,468,063		5,602,758

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(DB) HIGHWAY-PART-TOWN

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	192,791	DB600	149,480
TOTAL Accounts Payable	192,791		149,480
Accrued Liabilities	33,747	DB601	18,278
TOTAL Accrued Liabilities	33,747		18,278
Due To Other Funds	714,351	DB630	541,440
TOTAL Due To Other Funds	714,351		541,440
Due To Other Governments	160	DB631	160
TOTAL Due To Other Governments	160		160
TOTAL Liabilities	941,050		709,358
Deferred Inflows of Resources			
Deferred Inflow of Resources	1,555,387	DB691	1,261,797
TOTAL Deferred Inflows of Resources	1,555,387		1,261,797
TOTAL Deferred Inflows of Resources	1,555,387		1,261,797
Fund Balance			
Not in Spendable Form	191,052	DB806	168,379
TOTAL Nonspendable Fund Balance	191,052		168,379
Assigned Appropriated Fund Balance	75,000	DB914	75,000
Assigned Unappropriated Fund Balance	2,705,574	DB915	3,388,225
TOTAL Assigned Fund Balance	2,780,574		3,463,225
TOTAL Fund Balance	2,971,626		3,631,604
TOTAL Liabilities, Deferred Inflows And Fund Balance	5,468,063		5,602,758

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(DB) HIGHWAY-PART-TOWN

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Real Property Taxes	6,292,698	DB1001	5,793,219
TOTAL Real Property Taxes	6,292,698		5,793,219
Other Payments In Lieu of Taxes	1,641	DB1081	1,721
TOTAL Real Property Tax Items	1,641		1,721
Interest And Earnings	14,919	DB2401	6,519
TOTAL Use of Money And Property	14,919		6,519
Permits, Other	131,200	DB2590	97,340
TOTAL Licenses And Permits	131,200		97,340
Sales of Scrap & Excess Materials	2,689	DB2650	6,297
Insurance Recoveries	26,304	DB2680	
TOTAL Sale of Property And Compensation For Loss	28,993		6,297
Refunds of Prior Year's Expenditures	7,549	DB2701	7,317
Unclassified (specify)		DB2770	7,628
TOTAL Miscellaneous Local Sources	7,549		14,945
St Aid, Consolidated Highway Aid	413,659	DB3501	785,853
St Aid, Other Transportation	64,114	DB3589	60,206
St Aid Emergency Disaster Assistance		DB3960	16,545
TOTAL State Aid	477,773		862,604
Fed Aid, Emergency Disaster Assistance		DB4960	99,267
TOTAL Federal Aid	0		99,267
TOTAL Revenues	6,954,772		6,881,912
TOTAL Detail Revenues And Other Sources	6,954,772		6,881,912

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(DB) HIGHWAY-PART-TOWN

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Payment of MTA Payroll Tax, Contr Expend	6,794	DB19804	7,335
TOTAL Payment of MTA Payroll Tax	6,794		7,335
TOTAL General Government Support	6,794		7,335
Maint of Streets, Pers Serv	1,354,685	DB51101	1,364,261
Maint of Streets, Contr Expend	155,996	DB51104	194,444
TOTAL Maint of Streets	1,510,682		1,558,705
Perm Improve Highway, Equip & Cap Outlay	477,773	DB51122	846,059
TOTAL Perm Improve Highway	477,773		846,059
Machinery, Pers Serv	314,352	DB51301	379,638
Machinery, Equip & Cap Outlay	22,669	DB51302	25,498
Machinery, Contr Expend	236,411	DB51304	209,970
TOTAL Machinery	573,433		615,106
Brush And Weeds, Pers Serv	298,040	DB51401	291,484
Brush And Weeds, Contr Expend	70,024	DB51404	67,486
TOTAL Brush And Weeds	368,065		358,969
Snow Removal, Pers Serv	94,154	DB51421	148,606
Snow Removal, Contr Expend	104,784	DB51424	130,015
TOTAL Snow Removal	198,937		278,621
TOTAL Transportation	3,128,889		3,657,460
State Retirement, Empl Bnfts	305,749	DB90108	298,797
Social Security, Empl Bnfts	152,871	DB90308	164,612
Worker's Compensation, Empl Bnfts	145,451	DB90408	129,654
Disability Insurance, Empl Bnfts	490	DB90558	539
Hospital & Medical (dental) Ins, Empl Bnft	1,139,338	DB90608	1,168,069
Other Employee Benefits (spec) Additional Description EAP	1,503	DB90898	1,136
TOTAL Employee Benefits	1,745,402		1,762,808
Debt Principal, Serial Bonds	113,000	DB97106	114,464
Debt Principal, Bond Anticipation Notes	160,000	DB97306	140,000
TOTAL Debt Principal	273,000		254,464
Debt Interest, Serial Bonds	26,984	DB97107	23,832
Debt Interest, Bond Anticipation Notes	13,286	DB97307	4,331
TOTAL Debt Interest	40,270		28,163
TOTAL Expenditures	5,194,355		5,710,230
Transfers, Other Funds	60,000	DB99019	60,000
Transfers, Capital Projects Fund	634,500	DB99509	451,705
TOTAL Operating Transfers	694,500		511,705
TOTAL Other Uses	694,500		511,705
TOTAL Detail Expenditures And Other Uses	5,888,855		6,221,935

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(DB) HIGHWAY-PART-TOWN

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	1,905,709	DB8021	2,971,626
Restated Fund Balance - Beg of Year	1,905,709	DB8022	2,971,626
ADD - REVENUES AND OTHER SOURCES	6,954,772		6,881,912
DEDUCT - EXPENDITURES AND OTHER USES	5,888,855		6,221,935
Fund Balance - End of Year	2,971,626	DB8029	3,631,604

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(DB) HIGHWAY-PART-TOWN

Budget Summary

Code Description	2021	EdpCode	2022
Estimated Revenues			
Est Rev - Real Property Taxes	5,793,219	DB1049N	6,388,642
Est Rev - Real Property Tax Items		DB1099N	51,650
Est Rev - Use of Money And Property	10,000	DB2499N	7,500
Est Rev - Licenses And Permits	5,000	DB2599N	5,000
Est Rev - Sale of Prop And Comp For Loss	3,000	DB2699N	3,000
Est Rev - State Aid	477,744	DB3099N	931,087
TOTAL Estimated Revenues	6,288,963		7,386,879
Appropriated Fund Balance	75,000	DB599N	75,000
TOTAL Estimated Other Sources	75,000		75,000
TOTAL Estimated Revenues And Other Sources	6,363,963		7,461,879

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(DB) HIGHWAY-PART-TOWN

Budget Summary

Code Description	2021	EdpCode	2022
Appropriations			
App - Transportation	3,502,475	DB5999N	4,241,704
App - Employee Benefits	2,051,488	DB9199N	2,096,175
App - Debt Service	303,000	DB9899N	306,000
TOTAL Appropriations	5,856,963		6,643,879
App - Interfund Transfer	507,000	DB9999N	818,000
TOTAL Other Uses	507,000		818,000
TOTAL Appropriations And Other Uses	6,363,963		7,461,879

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(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash In Time Deposits	3,446,586	H201	2,324,591
TOTAL Cash	3,446,586		2,324,591
Accounts Receivable	410	H380	145
TOTAL Other Receivables (net)	410		145
Due From State And Federal Government	41,137	H410	1,166
TOTAL State And Federal Aid Receivables	41,137		1,166
Due From Other Funds	1,178,691	H391	1,014,164
TOTAL Due From Other Funds	1,178,691		1,014,164
Due From Other Governments	56,300	H440	81,336
TOTAL Due From Other Governments	56,300		81,336
TOTAL Assets and Deferred Outflows of Resources	4,723,123		3,421,401

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(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	368,888	H600	222,606
TOTAL Accounts Payable	368,888		222,606
Accrued Liabilities	42,706	H601	37,143
TOTAL Accrued Liabilities	42,706		37,143
Bond Anticipation Notes Payable	10,461,722	H626	10,937,722
TOTAL Notes Payable	10,461,722		10,937,722
Due To Other Funds	235,599	H630	152,247
TOTAL Due To Other Funds	235,599		152,247
TOTAL Liabilities	11,108,914		11,349,717
Deferred Inflows of Resources			
Deferred Inflow of Resources	6,984	H691	6,984
TOTAL Deferred Inflows of Resources	6,984		6,984
TOTAL Deferred Inflows of Resources	6,984		6,984
Fund Balance			
Unassigned Fund Balance	-6,392,775	H917	-7,935,300
TOTAL Unassigned Fund Balance	-6,392,775		-7,935,300
TOTAL Fund Balance	-6,392,775		-7,935,300
TOTAL Liabilities, Deferred Inflows And Fund Balance	4,723,123		3,421,401

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(H) CAPITAL PROJECTS

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Misc Revenue, Other Govts	86,021	H2389	25,036
TOTAL Intergovernmental Charges	86,021		25,036
Interest And Earnings	9,810	H2401	2,946
TOTAL Use of Money And Property	9,810		2,946
Gifts And Donations	9,016	H2705	50,000
Premium & Accrued Interest On Obligations	152,427	H2710	118,565
TOTAL Miscellaneous Local Sources	161,443		168,565
St Aid-Capital Projects	136,471	H3097	6,334
TOTAL State Aid	136,471		6,334
FeD. Aid, Other Public Safety	261,581	H4389	
TOTAL Federal Aid	261,581		0
TOTAL Revenues	655,325		202,880
Interfund Transfers	1,312,020	H5031	682,647
TOTAL Interfund Transfers	1,312,020		682,647
Bans Redeemed From Appropriations	499,000	H5731	624,000
TOTAL Proceeds of Obligations	499,000		624,000
TOTAL Other Sources	1,811,020		1,306,647
TOTAL Detail Revenues And Other Sources	2,466,346		1,509,528

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(H) CAPITAL PROJECTS

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Fiscal Agents Fees, Contr Expend	21,522	H13804	19,750
TOTAL Fiscal Agents Fees	21,522		19,750
General Govt, Equip & Cap Outlay	155,632	H19972	269,385
TOTAL General Govt	155,632		269,385
TOTAL General Government Support	177,154		289,135
Public Safety Cap Proj	579,073	H30972	116,158
TOTAL Public Safety Cap Proj	579,073		116,158
TOTAL Public Safety	579,073		116,158
Perm Improve Highway, Equip & Cap Outlay	352,513	H51122	1,481,396
TOTAL Perm Improve Highway	352,513		1,481,396
Other Transportation, Equip & Cap Outlay	1,106,456	H59892	759,900
TOTAL Other Transportation	1,106,456		759,900
TOTAL Transportation	1,458,969		2,241,297
Other Econ & Dev, Equip & Cap Outlay		H69972	26,443
TOTAL Other Econ & Dev	0		26,443
TOTAL Economic Assistance And Opportunity	0		26,443
Parks, Equip & Cap Outlay	300,032	H71102	79,906
TOTAL Parks	300,032		79,906
TOTAL Culture And Recreation	300,032		79,906
Drainage, Equip & Cap Outlay	155,468	H85402	154,771
TOTAL Drainage	155,468		154,771
Sanitation, Equip & Cap Outlay		H87972	
TOTAL Sanitation	0		0
TOTAL Home And Community Services	155,468		154,771
Debt Interest, Bond Anticipation Notes	89,639	H97307	150,754
TOTAL Debt Interest	89,639		150,754
TOTAL Expenditures	2,760,337		3,058,463
TOTAL Detail Expenditures And Other Uses	2,760,337		3,058,463

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(H) CAPITAL PROJECTS

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	-6,080,183	H8021	-6,392,775
Prior Period Adj -Increase In Fund Balance		H8012	6,410
Prior Period Adj -Decrease In Fund Balance	18,601	H8015	
Restated Fund Balance - Beg of Year	-6,098,784	H8022	-6,386,364
ADD - REVENUES AND OTHER SOURCES	2,466,346		1,509,528
DEDUCT - EXPENDITURES AND OTHER USES	2,760,337		3,058,463
Fund Balance - End of Year	-6,392,775	H8029	-7,935,300

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(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Land	155,460,422	K101	155,873,789
Buildings	21,806,846	K102	20,801,009
Improvements Other Than Buildings	8,069,848	K103	7,762,204
Machinery And Equipment	5,692,379	K104	5,986,282
Construction Work In Progress	654,908	K105	1,360,113
Infrastructure	15,487,637	K106	15,797,319
TOTAL Fixed Assets (net)	207,172,039		207,580,716
TOTAL Assets and Deferred Outflows of Resources	207,172,039		207,580,716

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(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2020	EdpCode	2021
Liabilities, Deferred Inflows And Fund Balance			
Total Non-Current Govt Assets	207,172,039	K159	207,580,716
TOTAL Investments in Non-Current Government Assets	207,172,039		207,580,716
TOTAL Fund Balance	207,172,039		207,580,716
TOTAL	207,172,039		207,580,716

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(SF) FIRE PROTECTION

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash In Time Deposits	31,672	SF201	146,630
TOTAL Cash	31,672		146,630
Accounts Receivable		SF380	5
TOTAL Other Receivables (net)	0		5
Due From Other Funds	224,772	SF391	165,675
TOTAL Due From Other Funds	224,772		165,675
Cash In Time Deposits Special Reserves		SF231	
TOTAL Restricted Assets	0		0
TOTAL Assets and Deferred Outflows of Resources	256,444		312,310

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(SF) FIRE PROTECTION

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	13,136	SF600	13,136
TOTAL Accounts Payable	13,136		13,136
Due To Other Funds		SF630	115,000
TOTAL Due To Other Funds	0		115,000
TOTAL Liabilities	13,136		128,136
Deferred Inflows of Resources			
Deferred Inflow of Resources	224,772	SF691	165,675
TOTAL Deferred Inflows of Resources	224,772		165,675
TOTAL Deferred Inflows of Resources	224,772		165,675
Fund Balance			
Assigned Unappropriated Fund Balance	18,535	SF915	18,499
TOTAL Assigned Fund Balance	18,535		18,499
TOTAL Fund Balance	18,535		18,499
TOTAL Liabilities, Deferred Inflows And Fund Balance	256,444		312,310

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(SF) FIRE PROTECTION

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Real Property Taxes	835,899	SF1001	837,189
TOTAL Real Property Taxes	835,899		837,189
Interest And Earnings	610	SF2401	213
TOTAL Use of Money And Property	610		213
TOTAL Revenues	836,509		837,402
TOTAL Detail Revenues And Other Sources	836,509		837,402

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(SF) FIRE PROTECTION

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Fire Protection, Contr Expend	836,899	SF34104	837,439
TOTAL Fire Protection	836,899		837,439
TOTAL Public Safety	836,899		837,439
TOTAL Expenditures	836,899		837,439
TOTAL Detail Expenditures And Other Uses	836,899		837,439

TOWN OF Southold
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(SF) FIRE PROTECTION

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	18,926	SF8021	18,535
Restated Fund Balance - Beg of Year	18,926	SF8022	18,535
ADD - REVENUES AND OTHER SOURCES	836,509		837,402
DEDUCT - EXPENDITURES AND OTHER USES	836,899		837,439
Fund Balance - End of Year	18,535	SF8029	18,499

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(SM) MISCELLANEOUS

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash	623,674	SM200	549,052
Cash In Time Deposits	263,177	SM201	1,297,218
Petty Cash	2,400	SM210	2,400
TOTAL Cash	889,251		1,848,669
Accounts Receivable	114,052	SM380	59,226
TOTAL Other Receivables (net)	114,052		59,226
Due From State And Federal Government	26,003	SM410	13,417
TOTAL State And Federal Aid Receivables	26,003		13,417
Due From Other Funds	503,532	SM391	299,627
TOTAL Due From Other Funds	503,532		299,627
Prepaid Expenses	84,401	SM480	46,194
TOTAL Prepaid Expenses	84,401		46,194
TOTAL Assets and Deferred Outflows of Resources	1,617,240		2,267,133

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(SM) MISCELLANEOUS

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	161,888	SM600	111,067
TOTAL Accounts Payable	161,888		111,067
Accrued Liabilities	64,577	SM601	91,820
TOTAL Accrued Liabilities	64,577		91,820
Other Liabilities	15,727	SM688	17,019
TOTAL Other Liabilities	15,727		17,019
Due To Other Funds	35,000	SM630	35,000
TOTAL Due To Other Funds	35,000		35,000
TOTAL Liabilities	277,192		254,905
Deferred Inflows of Resources			
Deferred Inflow of Resources	357,424	SM691	299,625
TOTAL Deferred Inflows of Resources	357,424		299,625
TOTAL Deferred Inflows of Resources	357,424		299,625
Fund Balance			
Not in Spendable Form	84,401	SM806	46,194
TOTAL Nonspendable Fund Balance	84,401		46,194
Assigned Unappropriated Fund Balance	898,222	SM915	1,666,409
TOTAL Assigned Fund Balance	898,222		1,666,409
TOTAL Fund Balance	982,623		1,712,603
TOTAL Liabilities, Deferred Inflows And Fund Balance	1,617,240		2,267,133

TOWN OF Southold
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(SM) MISCELLANEOUS

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Real Property Taxes	958,148	SM1001	1,488,206
TOTAL Real Property Taxes	958,148		1,488,206
Other General Departmental Income	2,838,287	SM1289	3,294,069
TOTAL Departmental Income	2,838,287		3,294,069
Misc Revenue, Other Govts	121,789	SM2389	30,794
TOTAL Intergovernmental Charges	121,789		30,794
Interest And Earnings	676	SM2401	310
Rental of Real Property, Individuals		SM2410	143,621
TOTAL Use of Money And Property	676		143,931
Insurance Recoveries	2,388	SM2680	
TOTAL Sale of Property And Compensation For Loss	2,388		0
Refunds of Prior Year's Expenditures		SM2701	18,162
Unclassified (specify)	35	SM2770	30,783
TOTAL Miscellaneous Local Sources	35		48,944
St Aid, Other Aid (specify)	19,575	SM3089	
TOTAL State Aid	19,575		0
Federal Aid - Other	362,282	SM4089	430,005
TOTAL Federal Aid	362,282		430,005
TOTAL Revenues	4,303,179		5,435,949
TOTAL Detail Revenues And Other Sources	4,303,179		5,435,949

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For the Fiscal Year Ending 2021

(SM) MISCELLANEOUS

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Treasurer, Contr Expend	56,819	SM13254	48,314
TOTAL Treasurer	56,819		48,314
Unallocated Insurance, Contr Expend	96,025	SM19104	114,146
TOTAL Unallocated Insurance	96,025		114,146
Payment of MTA Payroll Tax, Contr Expend	2,276	SM19804	3,169
TOTAL Payment of MTA Payroll Tax	2,276		3,169
Other General Govt Support, Contract Exp	97,598	SM19894	109,679
TOTAL Other General Govt Support	97,598		109,679
TOTAL General Government Support	252,718		275,308
Other Transportation, Pers Serv	1,635,858	SM56801	1,666,841
Other Transportation, Ewup & Cap Outlay	629,378	SM56802	1,076,502
Other Transportation, Contr Expend	547,160	SM56804	695,230
Other Transportation, Empl Bnfts	573,497	SM56808	607,078
TOTAL Other Transportation	3,385,894		4,045,651
TOTAL Transportation	3,385,894		4,045,651
Debt Principal, Serial Bonds	265,000	SM97106	265,000
Debt Principal, Bond Anticipation Notes	60,000	SM97306	70,000
TOTAL Debt Principal	325,000		335,000
Debt Interest, Serial Bonds	14,299	SM97107	4,999
Debt Interest, Bond Anticipation Notes	12,450	SM97307	12,436
TOTAL Debt Interest	26,749		17,435
TOTAL Expenditures	3,990,361		4,673,394
Transfers, Capital Projects Fund	35,000	SM99509	
TOTAL Operating Transfers	35,000		0
TOTAL Other Uses	35,000		0
TOTAL Detail Expenditures And Other Uses	4,025,361		4,673,394

TOWN OF Southold
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(SM) MISCELLANEOUS

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	663,536	SM8021	982,624
Prior Period Adj -Increase In Fund Balance	41,270	SM8012	
Prior Period Adj -Decrease In Fund Balance		SM8015	32,575
Restated Fund Balance - Beg of Year	704,806	SM8022	950,049
ADD - REVENUES AND OTHER SOURCES	4,303,179		5,435,949
DEDUCT - EXPENDITURES AND OTHER USES	4,025,361		4,673,394
Fund Balance - End of Year	982,624	SM8029	1,712,603

TOWN OF Southold
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For the Fiscal Year Ending 2021

(SP) PARK

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash In Time Deposits	851,066	SP201	744,674
Petty Cash	300	SP210	
TOTAL Cash	851,366		744,674
Due From Other Funds	308,062	SP391	166,223
TOTAL Due From Other Funds	308,062		166,223
Prepaid Expenses	1,564	SP480	675
TOTAL Prepaid Expenses	1,564		675
TOTAL Assets and Deferred Outflows of Resources	1,160,992		911,572

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(SP) PARK

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	1,216	SP600	1,249
TOTAL Accounts Payable	1,216		1,249
Other Liabilities		SP688	123
TOTAL Other Liabilities	0		123
Due To Other Governments	1,719	SP631	1,556
TOTAL Due To Other Governments	1,719		1,556
TOTAL Liabilities	2,935		2,928
Deferred Inflows of Resources			
Deferred Inflow of Resources	308,062	SP691	166,223
TOTAL Deferred Inflows of Resources	308,062		166,223
TOTAL Deferred Inflows of Resources	308,062		166,223
Fund Balance			
Not in Spendable Form	1,564	SP806	675
TOTAL Nonspendable Fund Balance	1,564		675
Assigned Appropriated Fund Balance	362,083	SP914	243,183
Assigned Unappropriated Fund Balance	486,347	SP915	498,563
TOTAL Assigned Fund Balance	848,430		741,746
TOTAL Fund Balance	849,994		742,421
TOTAL Liabilities, Deferred Inflows And Fund Balance	1,160,992		911,572

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(SP) PARK

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Real Property Taxes	789,780	SP1001	822,038
TOTAL Real Property Taxes	789,780		822,038
Other Culture & Recreation Income	47,148	SP2089	100,320
TOTAL Departmental Income	47,148		100,320
Interest And Earnings	886	SP2401	403
TOTAL Use of Money And Property	886		403
Unclassified (specify)	7,859	SP2770	
TOTAL Miscellaneous Local Sources	7,859		0
TOTAL Revenues	845,673		922,761
TOTAL Detail Revenues And Other Sources	845,673		922,761

TOWN OF Southold
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(SP) PARK

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Parks, Pers Serv	508,447	SP71101	484,786
Parks, Equip & Cap Outlay	139,720	SP71102	63,676
Parks, Contr Expend	298,948	SP71104	378,486
Parks, Empl Bnfts	88,011	SP71108	103,386
TOTAL Parks	1,035,127		1,030,334
TOTAL Culture And Recreation	1,035,127		1,030,334
TOTAL Expenditures	1,035,127		1,030,334
TOTAL Detail Expenditures And Other Uses	1,035,127		1,030,334

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(SP) PARK

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	1,039,448	SP8021	849,994
Restated Fund Balance - Beg of Year	1,039,448	SP8022	849,994
ADD - REVENUES AND OTHER SOURCES	845,673		922,761
DEDUCT - EXPENDITURES AND OTHER USES	1,035,127		1,030,334
Fund Balance - End of Year	849,994	SP8029	742,421

TOWN OF Southold
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(SR) REFUSE AND GARBAGE

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash	74,818	SR200	9,492
Cash In Time Deposits	438,427	SR201	533,735
Petty Cash	510	SR210	510
TOTAL Cash	513,754		543,738
Due From Other Funds	132,492	SR391	149,671
TOTAL Due From Other Funds	132,492		149,671
Prepaid Expenses	20,087	SR480	18,875
TOTAL Prepaid Expenses	20,087		18,875
TOTAL Assets and Deferred Outflows of Resources	666,334		712,284

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(SR) REFUSE AND GARBAGE

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	28,811	SR600	9,358
TOTAL Accounts Payable	28,811		9,358
Accrued Liabilities	9,948	SR601	17,566
TOTAL Accrued Liabilities	9,948		17,566
TOTAL Liabilities	38,759		26,924
Deferred Inflows of Resources			
Deferred Inflow of Resources	132,492	SR691	149,671
TOTAL Deferred Inflows of Resources	132,492		149,671
TOTAL Deferred Inflows of Resources	132,492		149,671
Fund Balance			
Not in Spendable Form	20,087	SR806	18,875
TOTAL Nonspendable Fund Balance	20,087		18,875
Assigned Appropriated Fund Balance	70,000	SR914	63,150
Assigned Unappropriated Fund Balance	404,996	SR915	453,664
TOTAL Assigned Fund Balance	474,996		516,814
TOTAL Fund Balance	495,083		535,689
TOTAL Liabilities, Deferred Inflows And Fund Balance	666,334		712,284

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(SR) REFUSE AND GARBAGE

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Real Property Taxes	881,413	SR1001	783,150
TOTAL Real Property Taxes	881,413		783,150
Refuse & Garbage Charges	38,767	SR2130	59,199
TOTAL Departmental Income	38,767		59,199
Interest And Earnings		SR2401	159
Rental of Real Property, Individuals	5,434	SR2410	
TOTAL Use of Money And Property	5,434		159
Unclassified (specify)	6	SR2770	
TOTAL Miscellaneous Local Sources	6		0
TOTAL Revenues	925,620		842,508
TOTAL Detail Revenues And Other Sources	925,620		842,508

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For the Fiscal Year Ending 2021

(SR) REFUSE AND GARBAGE

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Refuse & Garbage, Pers Serv	366,839	SR81601	343,428
Refuse & Garbage, Contr Expend	335,243	SR81604	348,942
TOTAL Refuse & Garbage	702,082		692,370
TOTAL Home And Community Services	702,082		692,370
Social Security, Empl Bnfts	27,044	SR90308	24,781
Worker's Compensation, Empl Bnfts	27,942	SR90408	11,465
Disability Insurance, Empl Bnfts	1,271	SR90558	1,767
Hospital & Medical (dental) Ins, Empl Bnft	70,812	SR90608	68,528
Other Employee Benefits (spec)	2,352	SR90898	2,992
TOTAL Employee Benefits	129,421		109,533
TOTAL Expenditures	831,502		801,903
TOTAL Detail Expenditures And Other Uses	831,502		801,903

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(SR) REFUSE AND GARBAGE

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	398,000	SR8021	495,084
Prior Period Adj -Increase In Fund Balance	2,965	SR8012	-0
Restated Fund Balance - Beg of Year	400,965	SR8022	495,084
ADD - REVENUES AND OTHER SOURCES	925,620		842,508
DEDUCT - EXPENDITURES AND OTHER USES	831,502		801,903
Fund Balance - End of Year	495,084	SR8029	535,692

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(SS) SEWER

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash In Time Deposits	57,718	SS201	64,572
TOTAL Cash	57,718		64,572
Due From Other Funds	11,705	SS391	10,880
TOTAL Due From Other Funds	11,705		10,880
TOTAL Assets and Deferred Outflows of Resources	69,423		75,452

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(SS) SEWER

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	2,966	SS600	2,506
TOTAL Accounts Payable	2,966		2,506
Accrued Liabilities	966	SS601	42
TOTAL Accrued Liabilities	966		42
TOTAL Liabilities	3,932		2,547
Deferred Inflows of Resources			
Deferred Inflow of Resources	10,575	SS691	10,800
TOTAL Deferred Inflows of Resources	10,575		10,800
TOTAL Deferred Inflows of Resources	10,575		10,800
Fund Balance			
Assigned Unappropriated Fund Balance	54,916	SS915	62,105
TOTAL Assigned Fund Balance	54,916		62,105
TOTAL Fund Balance	54,916		62,105
TOTAL Liabilities, Deferred Inflows And Fund Balance	69,423		75,452

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(SS) SEWER

Results of Operation

Code Description	2020	EdpCode	2021
Revenues			
Real Property Taxes		SS1001	
TOTAL Real Property Taxes	0		0
Sewer Rents	30,268	SS2120	31,095
Sewer Charges	1,305	SS2122	1,840
TOTAL Departmental Income	31,573		32,935
Interest And Earnings	62	SS2401	1
TOTAL Use of Money And Property	62		1
TOTAL Revenues	31,634		32,936
TOTAL Detail Revenues And Other Sources	31,634		32,936

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(SS) SEWER

Results of Operation

Code Description	2020	EdpCode	2021
Expenditures			
Administration-Personal Services	4,828	SS17101	5,000
TOTAL Administration-Personal Services	4,828		5,000
Payment of MTA Payroll Tax, Contr Expend	16	SS19804	17
TOTAL Payment of MTA Payroll Tax	16		17
TOTAL General Government Support	4,845		5,017
Sewage Treat Disp, Contr Expend	10,967	SS81304	11,561
Sewage Treat Disp, Empl Bnfts	329	SS81308	348
TOTAL Sewage Treat Disp	11,296		11,909
TOTAL Home And Community Services	11,296		11,909
Debt Principal, Serial Bonds	7,292	SS97106	7,280
TOTAL Debt Principal	7,292		7,280
Debt Interest, Serial Bonds	1,796	SS97107	1,541
TOTAL Debt Interest	1,796		1,541
TOTAL Expenditures	25,228		25,747
TOTAL Detail Expenditures And Other Uses	25,228		25,747

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Annual Update Document
For the Fiscal Year Ending 2021

(SS) SEWER

Analysis of Changes in Fund Balance

Code Description	2020	EdpCode	2021
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	48,510	SS8021	54,916
Restated Fund Balance - Beg of Year	48,510	SS8022	54,916
ADD - REVENUES AND OTHER SOURCES	31,634		32,936
DEDUCT - EXPENDITURES AND OTHER USES	25,228		25,747
Fund Balance - End of Year	54,916	SS8029	62,107

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(SS) SEWER

Budget Summary

Code Description	2021	EdpCode	2022
Estimated Revenues			
Est Rev - Departmental Income	32,875	SS1299N	32,875
TOTAL Estimated Revenues	32,875		32,875
TOTAL Estimated Revenues And Other Sources	32,875		32,875

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

(SS) SEWER

Budget Summary

Code Description	2021	EdpCode	2022
Appropriations			
App - Home And Community Services	24,053	SS8999N	24,450
App - Debt Service	8,822	SS9899N	8,425
TOTAL Appropriations	32,875		32,875
TOTAL Appropriations And Other Uses	32,875		32,875

TOWN OF Southold
Annual Update Document
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(TA) AGENCY

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash		TA200	
TOTAL Cash	0		0
TOTAL Assets and Deferred Outflows of Resources	0		0

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Balance Sheet

Code Description	2020	EdpCode	2021
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(TC) CUSTODIAL

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Cash	17,025,259	TC200	13,295,412
Cash In Time Deposits		TC201	
TOTAL Cash	17,025,259		13,295,412
Deferred Compensation Plan Assets	28,613,611	TC460	30,510,304
TOTAL Investments	28,613,611		30,510,304
Due From Other Funds	300	TC391	19
TOTAL Due From Other Funds	300		19
Deferred Outflow of Resources		TC495	
TOTAL Deferred Outflows of Resources	0		0
TOTAL Assets and Deferred Outflows of Resources	45,639,170		43,805,735

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Annual Update Document
For the Fiscal Year Ending 2021

(TC) CUSTODIAL

Balance Sheet

Code Description	2020	EdpCode	2021
Accounts Payable	23,476	TC600	28,892
TOTAL Accounts Payable	23,476		28,892
Deposits of Securities by Bank		TC732	
Bail Deposits	90,796	TC735	
TOTAL Other Deposits	90,796		0
Other Liabilities (Specify)	26,988	TC688	27,466
Service Award Program Payable		TC713	
Individual Retirement Account		TC716	
Deferred Compensation	28,613,611	TC717	30,510,304
Disability Insurance		TC719	
Group Insurance	186	TC720	
US Savings Bonds		TC725	
Foreign Fire Insurance Tax		TC750	
TOTAL Other Liabilities	28,640,785		30,537,770
Due to Other Funds	4,309	TC630	11,255
TOTAL Due To Other Funds	4,309		11,255
Due to Other Governments		TC631	343
State Retirement	47,647	TC718	53,542
Taxes Collected Other Governments	16,832,157	TC739	13,173,932
Tax Redemptions		TC740	
Joint Tax Liens		TC741	
Receivers Fund		TC742	
Receivers Operating Fund		TC743	
Sale of Unclaimed Property		TC752	
TOTAL Due To Other Governments	16,879,804		13,227,817
Employee Annuities		TC729	
TOTAL Payroll Liabilities	0		0
TOTAL Liabilities	45,639,170		43,805,735
Deferred Inflows of Resources			
Deferred Inflow of Resources		TC691	
TOTAL Deferred Inflows of Resources	0		0
TOTAL Deferred Inflows of Resources	0		0
Fund Balance			
Net Assets-Restricted For Other Purposes		TC923	
Net Assets-Unrestricted (Deficit)		TC924	
Net Assets Restrict Service Awards Prgrm		TC925	
TOTAL Net Position	0		0
TOTAL Fund Balance	0		0
TOTAL Liabilities, Deferred Inflows And Fund Balance	45,639,170		43,805,735

TOWN OF Southold
Annual Update Document
For the Fiscal Year Ending 2021

Results of Operation

Code Description	2020	EdpCode	2021
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For the Fiscal Year Ending 2021

Results of Operation

Code Description	2020	EdpCode	2021
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For the Fiscal Year Ending 2021

(TC) CUSTODIAL

Analysis of Changes in Net Position

Code Description	2020	EdpCode	2021
Analysis of Changes in Net Position			
Fund Balance - Beginning of Year		TC8021	
Restated Fund Balance - Beg of Year		TC8022	
Fund Balance - End of Year		TC8029	

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For the Fiscal Year Ending 2021

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2020	EdpCode	2021
Assets			
Total Non-Current Govt Liabilities	159,067,270	W129	138,336,535
TOTAL Provision To Be Made In Future Budgets	159,067,270		138,336,535
TOTAL Assets and Deferred Outflows of Resources	159,067,270		138,336,535

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(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2020	EdpCode	2021
Net Pension Liability -Proportionate Share	21,208,330	W638	3,021,213
Total OPEB Liability	103,685,282	W683	103,685,282
Additional Description Report not ready yet for update Compensated Absences	9,428,658	W687	9,460,040
TOTAL Other Liabilities	134,322,270		116,166,535
Bonds Payable	24,745,000	W628	22,170,000
TOTAL Bond And Long Term Liabilities	24,745,000		22,170,000
TOTAL Liabilities	159,067,270		138,336,535
TOTAL Liabilities	159,067,270		138,336,535

TOWN OF Southold
Statement of Indebtedness
For the Fiscal Year Ending 2021

5/2/2022

County of: Suffolk

Municipal Code: 470379000000

First Year	Debt Code	Description	Cops Flag	Comp Flag	Date of Issue	Date of Maturity	Int. Rate	Var?	Amt. Orig. Issued	O/S Beg. of Year	Paid Dur. Year	Redeemed Bond Proc.	Prior Yr. Adjust.	Accreted Interest	O/S End of Year
2018	BAN N	CAPITAL PROJECTS			12/06/2018	09/22/2022	1.25%		\$6,740,000	\$5,812,117	\$330,000	\$0			\$5,482,117
2019	BAN N	Capital Projects			09/24/2019	02/22/2022	1.25%		\$1,758,000	\$1,358,000	\$145,000	\$0	\$0		\$1,213,000
2020	BAN N	Capital Improvements			09/24/2020	09/23/2022	1.25%		\$2,250,605	\$2,250,605	\$0	\$0	\$0		\$2,250,605
2021	BAN N	PUBLIC IMPROVEMENTS			09/23/2021	09/22/2022	1.25%		\$1,100,000	\$0		\$0	\$0		\$1,100,000
2017	BAN N	Capital Improvements		Y	12/12/2017	09/23/2022	1.25%		\$1,440,000	\$1,041,000	\$149,000	\$0	\$0		\$892,000
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year									\$1,100,000	\$10,461,722	\$624,000	\$0	\$0	\$0	\$10,937,722
2016	BOND N	Fishers Island Ferry District			04/06/2016	04/01/2021	1.25%		\$550,000	\$80,000	\$80,000	\$0	\$0		\$0
2016	BOND N	Public Improvement			08/25/2016	08/15/2034	2.00%		\$4,613,000	\$3,470,000	\$285,000	\$0	\$0		\$3,185,000
2016	BOND N	Public Improvement			10/04/2016	02/15/2030	2.00%		\$20,290,000	\$15,065,000	\$1,390,000	\$0	\$0		\$13,675,000
2015	BOND N	Refunding Serial Bonds			07/29/2015	03/01/2030	2.00%	Y	\$9,020,000	\$6,130,000	\$820,000	\$0	\$0		\$5,310,000
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year									\$0	\$24,745,000	\$2,575,000	\$0	\$0	\$0	\$22,170,000
AFR Year Total for All Debt Types - Sums Issued Amts only made in AFR Year									\$1,100,000	\$35,206,722	\$3,199,000	\$0	\$0	\$0	\$33,107,722

TOWN OF Southold
Schedule of Time Deposits and Investments
For the Fiscal Year Ending 2021

	EDP Code	Amount
CASH:		
On Hand	9Z2001	\$5,017.00
Demand Deposits	9Z2011	\$70,068,351.50
Time Deposits	9Z2021	\$13,439,702.45
Total		\$83,513,070.95
 COLLATERAL:		
- FDIC Insurance	9Z2014	\$10,727,569.70
Collateralized with securities held in possession of municipality or its agent	9Z2014A	\$72,780,484.25
Total		\$83,508,053.95
 INVESTMENTS:		
- Securities (450)		
Book Value (cost)	9Z4501	_____
Market Value at Balance Sheet Date	9Z4502	_____
Collateralized with securities held in possession of municipality or its agent	9Z4504A	_____
 - Repurchase Agreements (451)		
Book Value (cost)	9Z4511	_____
Market Value at Balance Sheet Date	9Z4512	_____
Collateralized with securities held in possession of municipality or its agent	9Z4514A	_____

TOWN OF Southold
Bank Reconciliation
For the Fiscal Year Ending 2021

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
****-.200	\$66,393	\$0	\$0	\$66,393
****-.201	\$11,935,890	\$0	\$0	\$11,935,890
****-.202	\$83	\$0	\$0	\$83
****-.203	\$100,017	\$0	\$0	\$100,017
****-.204	\$800,553	\$0	\$0	\$800,553
****-.205	\$51,333	\$0	\$0	\$51,333
****-6ROT	\$15,605,337	\$0	\$0	\$15,605,337
****-.207	\$32,145	\$0	\$0	\$32,145
****-.208	\$156,128	\$0	\$0	\$156,128
****-.209	\$230	\$0	\$0	\$230
****-.212	\$3,646,949	\$0	\$0	\$3,646,949
****-.214	\$540,629	\$0	\$0	\$540,629
****-.215	\$1,526,519	\$0	\$0	\$1,526,519
****-.216	\$1,002,466	\$0	\$0	\$1,002,466
****-.201	\$1,911,927	\$0	\$0	\$1,911,927
****-.205	\$5,477	\$0	\$0	\$5,477
****-.209	\$242,721	\$0	\$0	\$242,721
****-.200	\$46,018	\$0	\$0	\$46,018
****-.201	\$13,289,770	\$0	\$0	\$13,289,770
****-.200	\$3,329,838	\$0	\$0	\$3,329,838
****-.212	\$3,788,162	\$0	\$0	\$3,788,162
****-.200	\$774,469	\$0	\$0	\$774,469
****-.201	\$3,374,759	\$0	\$0	\$3,374,759
****-.201	\$1,939,994	\$0	\$0	\$1,939,994
****-.201	\$180,355	\$0	\$0	\$180,355
****-.200	\$204,242	\$0	\$0	\$204,242
****-.201	\$146,630	\$0	\$0	\$146,630
****-.200	\$581,316	\$0	\$0	\$581,316
****-.201	\$1,116,542	\$0	\$0	\$1,116,542
****-.201	\$7,911	\$0	\$0	\$7,911

TOWN OF Southold
Bank Reconciliation
For the Fiscal Year Ending 2021

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
****-.201	\$56,662	\$0	\$0	\$56,662
****-.200	\$617,406	\$0	\$0	\$617,406
****-.200	\$134,390	\$0	\$0	\$134,390
****-7ROT	\$13,154,399	\$0	\$0	\$13,154,399
****-.200	\$6,280	\$0	\$0	\$6,280
****-.200	\$55,854	\$0	\$55,511	\$343
****-ARK1	\$137,398	\$0	\$0	\$137,398
****-ARK2	\$216,358	\$0	\$0	\$216,358
****-PARK	\$12,683	\$0	\$0	\$12,683
****-ARK1	\$3,745	\$0	\$0	\$3,745
****-ARK2	\$144,609	\$0	\$0	\$144,609
****-ARK1	\$201,602	\$0	\$0	\$201,602
****-ARK2	\$5,761	\$0	\$0	\$5,761
****-ARK3	\$19,827	\$0	\$0	\$19,827
****-ARK4	\$2,391	\$0	\$0	\$2,391
****-.200	\$468,584	\$0	\$0	\$468,584
****-.201	\$1,297,218	\$0	\$0	\$1,297,218
****-.203	\$80,963	\$0	\$80,906	\$57
****-.204	\$3,785	\$0	\$3,779	\$5
****-OSQ1	\$8,832	\$0	\$0	\$8,832
****-OSQ2	\$71,923	\$0	\$450	\$71,473
****-IWD1	\$14,371	\$0	\$0	\$14,371
****-IWD2	\$528,856	\$0	\$0	\$528,856
Total Adjusted Bank Balance				\$83,508,054
Petty Cash				\$5,016.86
Adjustments				\$0.00
Total Cash			9ZCASH *	\$83,513,071
Total Cash Balance All Funds			9ZCASHB *	\$83,513,071
* Must be equal				

TOWN OF Southold
Employee and Retiree Benefits
For the Fiscal Year Ending 2021

Total Full Time Employees:		279			
Total Part Time Employees:		133			
Account Code	Description	Total Expenditures (All Funds)	# of Full Time Employees	# of Part Time Employees	# of Retirees
90108	State Retirement System	\$2,178,690.00	229	133	
90158	Police and Fire Retirement	\$1,821,014.00	50		
90258	Local Pension Fund				
90308	Social Security	\$1,778,631.18	279	133	
90408	Worker's Compensation Insurance	\$707,322.51	279	133	
90458	Life Insurance				
90508	Unemployment Insurance	\$2,332.00	279	133	
90558	Disability Insurance	\$9,268.23	279	133	
90608	Hospital and Medical (Dental) Insurance	\$7,738,381.80	279		241
90708	Union Welfare Benefits				
90858	Supplemental Benefit Payment to Disabled Fire Fighters				
91890	Other Employee Benefits	\$13,432.02	227		
Total		\$14,249,071.74			
Computed Total From Financial Section (comparative purposes only)		\$14,249,071.78			

TOWN OF Southold
 Energy Costs and Consumption
 For the Fiscal Year Ending 2021

Energy Type	Total Expenditures	Total Volume	Units Of Measure	Alternative Units Of Measure
Gasoline	\$237,745	109,185	gallons	
Diesel Fuel	\$319,934	144,339	gallons	
Fuel Oil	\$46,963	18,925	gallons	
Natural Gas	\$36,815	28,397	cubic feet	therms
Electricity	\$288,173	1,302,851	kilowatt-hours	
Coal			tons	
Propane			gallons	

TOWN OF Southold
Financial Comments
For the Fiscal Year Ending 2021

(A) GENERAL

Adjustment Reason

Account Code A8015 Adjustments after filing

(CL) REFUSE AND GARBAGE

Adjustment Reason

Account Code CL8012 adj after filing

(CR) RECREATION

Adjustment Reason

Account Code CR8012 Rounding

(SR) REFUSE AND GARBAGE

Adjustment Reason

Account Code SR8012 rounding

(SM) MISCELLANEOUS

Adjustment Reason

Account Code SM8015 Adjustments after filing- accruals

(H) CAPITAL PROJECTS

Adjustment Reason

Account Code H8012 Adjustments after filing

Account Code H8015 Adjustments after filing

APPENDIX C

FORM OF BOND COUNSEL OPINION

FORM OF OPINION OF BOND COUNSEL

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

, 2022

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

Ladies and Gentlemen:

We have acted as Bond Counsel to the Town of Southold (the “Town”), in the County of Suffolk, a municipal corporation of the State of New York, and have examined a record of proceedings relating to the authorization, sale and issuance of the \$13,780,000 Bond Anticipation Notes – 2022 (the “Notes”) of the Town dated and delivered on the date hereof.

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

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

2. Under existing statutes and court decisions and assuming continuing compliance with certain tax certifications described herein, (i) interest on the Notes is excluded from gross income for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the “Code”), and (ii) interest on the Notes is not treated as a preference item in calculating the alternative minimum tax under the Code, however for tax years beginning after December 31, 2022, interest on the Notes is included in the “adjusted financial statement income” of certain corporations that are subject to the alternative minimum tax under Section 55 of the Code.

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

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

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

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

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

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

Very truly yours,

APPENDIX D

FORM OF UNDERTAKING TO PROVIDE NOTICES OF EVENTS

UNDERTAKING TO PROVIDE NOTICES OF EVENTS

Section 1. Definitions

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

“Financial Obligation” shall mean “financial obligation” as such term is defined in Rule 15c2-12.

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

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

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

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

“Purchaser” shall mean the financial institution referred to in the Certificate of Determination, executed by the Town Supervisor as of September 8, 2022.

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

“Securities” shall mean the Issuer’s **\$13,780,000 Bond Anticipation Notes – 2022**, dated September 21, 2022, maturing September 21, 2023, and delivered on the date hereof.

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

- (i) principal and interest payment delinquencies;
- (ii) non-payment related defaults, if material;
- (iii) unscheduled draws on debt service reserves reflecting financial difficulties;

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

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

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

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

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

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

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

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

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

- (a) to comply with or conform to any changes in Rule 15c2-12 (whether required or optional);
- (b) to add a dissemination agent for the information required to be provided hereby and to make any necessary or desirable provisions with respect thereto;
- (c) to evidence the succession of another person to the Issuer and the assumption of any such successor of the duties of the Issuer hereunder;

- (d) to add to the duties of the Issuer for the benefit of the Holders, or to surrender any right or power herein conferred upon the Issuer;
- (e) to cure any ambiguity, to correct or supplement any provision hereof which may be inconsistent with any other provision hereof, or to make any other provisions with respect to matters or questions arising under this Undertaking which, in each case, comply with Rule 15c2-12 or Rule 15c2-12 as in effect at the time of such amendment or change;

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

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

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

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

IN WITNESS WHEREOF, the undersigned has duly authorized, executed and delivered this Undertaking as of **September 21, 2022**.

TOWN OF SOUTHOLD, NEW YORK

By: _____
Town of Supervisor