

**STATEMENT**  
**OF**  
**ANNUAL FINANCIAL AND OPERATING INFORMATION**  
  
**TOWN OF SOUTHOLD**  
**SUFFOLK COUNTY, NEW YORK**

**DATED: JUNE 12, 2008**

# STATEMENT OF ANNUAL FINANCIAL AND OPERATING INFORMATION

## TOWN OF SOUTHOLD SUFFOLK COUNTY, NEW YORK

The material set forth herein, including the cover page, has been prepared by the Town of Southold, Suffolk County, New York (the "Town", the "County", and the "State", respectively) in connection with its obligation to prepare and submit such material in accordance with the Continuing Disclosure Undertakings and the Official Statements having been prepared in connection with the sale and issuance of the following bond issues:

\$ 1,750,000 Agricultural Land Preservation Serial Bonds - 1995  
\$ 2,000,000 Agricultural Land Preservation Serial Bonds - 1998  
\$ 1,900,000 Open Space Preservation Serial Bonds - 1999  
\$ 240,000 Public Improvement Serial Bonds - 2004  
\$ 2,380,000 Refunding Serial Bonds - 2005  
\$ 3,000,000 Fishers Island Ferry District Serial Bonds - 2005  
\$14,650,000 Public Improvement Serial Bonds - 2007  
\$ 8,850,000 Public Improvement Serial Bonds - 2008

### THE TOWN

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

#### General Information

The Town, with a land area of 54.5 square miles, is located in eastern Suffolk County on the north fork of Long Island. Settlement took place in 1640. The Village of Greenport is located wholly within the Town. The Town also includes the area of Fishers Island which is located approximately twelve miles east of the mainland. Fishers Island is accessible only by water or air with ferry service operating between the Island 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. Some commercial services are available within the Town in the hamlets of Southold, Cutchogue and Mattituck.

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. Fishing and fish processing are now growing industries due to improved transportation facilities. The Town is also a major summer resort area, utilizing bays, inlets and Long Island and Block Island Sounds.

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.

Electric service is provided by the Long Island Power Authority; gas service is provided by Keyspan Energy Corporation. 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 and the Supervisor, who is the chief executive officer of the Town. Town Board members including the Supervisor, are elected for a term of four years. Such terms are staggered such that two or three councilmen 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 216 full-time and 69 part-time employees, some of whom are represented by organized labor.

The following table presents the number of employees' represented by organized labor, name of union and contract expiration dates.

<u>Name of Union</u>	<u>Approximate Membership</u>	<u>Date Contract Expires</u>
Civil Service Employees Assoc. ....	168	12-31-10
Police Benevolent Assoc. ....	47	12-31-09

**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>New York State</u>
1970 .....	16,804	1,127,030	18,241,391
1980 .....	19,172	1,284,231	17,557,288
1990 .....	19,836	1,321,977	17,990,455
2000 .....	20,599	1,419,369	18,976,457
2007 .....	22,852	1,504,947	19,297,729

Source: U.S. Bureau of the Census, Long Island Power Authority, New York State Department of Labor.

**Median Income of Families**

	<u>1980</u>	<u>1990</u>	<u>2000</u>
Town	\$21,013	\$43,082	\$61,108
County	24,194	53,247	72,112
State	20,180	39,741	51,691

Source: U.S. Department of Commerce, Bureau of the Census.

	<u>Per Capita Money Income</u>		
	<u>1980</u>	<u>1990</u>	<u>2000</u>
Town	\$8,258	\$19,037	\$ 27,619
County	7,576	18,481	26,577
State	7,496	16,501	23,389

Source: U.S. Department of Commerce, Bureau of the Census.

## Unemployment Rate Statistics

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

Annual Averages:	<u>Suffolk County</u>	<u>New York State</u>
2003 .....	4.3%	6.2%
2004 .....	4.5	5.9
2005 .....	4.2	5.0
2006 .....	3.9	4.5
2007 .....	3.8	4.5
2008 (4 months) .....	4.6	5.1

Source: Department of Labor, State of New York

### Selected Listing of Larger Employers

<u>Name</u>	<u>Type</u>	<u>Approx. No. of Employees</u>
Mattituck-Cutchogue UFSD .....	Public School	385
Eastern Long Island Hospital .....	Hospital	350
Plum Island ADC .....	U.S. Govt. Facility	300
Town of Southold .....	Local Government	285
Peconic Landing .....	Life Care Community	204
Southold UFSD .....	Public School	175
San Simeon by the Sound .....	Nursing Home	154
Greenport UFSD .....	Public School	108

## INDEBTEDNESS OF THE TOWN

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

### Computation of Debt Limit and Calculation of Net Debt Contracting Margin (As of June 12, 2008)

Fiscal Year Ending December 31:	<u>Assessed Valuation</u>	<u>State Equalization Rate</u>	<u>Full Valuation</u>
2004 .....	\$101,872,561	1.49%	\$ 6,837,084,630
2005 .....	104,228,885	1.25	8,338,310,800
2006 .....	105,502,965	1.13	9,336,545,575
2007 .....	106,950,027	1.04	10,283,656,442
2008 .....	108,292,749	0.95	<u>11,399,236,736</u>
Total Five Year Full Valuation .....			\$46,194,834,183
Average Five Year Full Valuation .....			9,238,966,836
Debt Limit - 7% of Average Full Valuation .....			646,727,678
Inclusions:			
Outstanding Bonds:			
General Purposes .....			32,390,000
Other .....			<u>-0-</u>
Sub-Total .....			<u>32,390,000</u>
Bond Anticipation Notes .....			<u>5,679,300</u>
Total Inclusions .....			<u>38,069,300</u>
Exclusions:			
Appropriations .....			570,000
Other Exclusions .....			<u>-0-</u>
Total Exclusions .....			<u>570,000</u>
Total Net Indebtedness .....			<u>37,499,300</u>
Net Debt Contracting Margin After Issuing the Bonds .....			<u>\$609,228,378</u>
Percent of Debt Limit Exhausted .....			5.80%

### 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:				
	2003	2004	2005	2006	2007
Debt Outstanding End of Year:					
Bonds .....	\$6,950,000	\$6,515,000	\$12,299,098	\$ 11,349,098	\$25,020,000
Bond Anticipation Notes ...	<u>14,768,302</u>	<u>12,625,600</u>	<u>11,720,000</u>	<u>8,244,000</u>	<u>6,224,000</u>
Total Outstanding Debt .....	<u>\$21,718,302</u>	<u>\$19,140,600</u>	<u>\$24,019,098</u>	<u>\$19,593,098</u>	<u>\$31,244,000</u>

## Details of Short-Term Indebtedness Outstanding

### Bond Anticipation Notes

<u>Maturity</u>	<u>Purpose</u>	<u>Amount<sup>a</sup></u>
09-05-08	Various Capital Projects . . . . .	\$3,680,000
04-17-09	Various Capital Projects . . . . .	799,300
06-05-09	Fishers Island Ferry District . . . . .	<u>1,200,000</u>
	Total . . . . .	<u>\$ 5,679,300</u>

a. To be funded from the proceeds of renewal notes and from available funds.

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

<u>Fiscal Year Ending December 31:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008 . . . . .	\$1,695,000	\$ 1,130,747	\$2,825,747
2009 . . . . .	2,075,000	1,242,520	3,317,520
2010 . . . . .	1,900,000	1,168,316	3,068,316
2011 . . . . .	1,925,000	1,097,263	3,022,263
2012 . . . . .	1,890,000	1,024,226	2,914,226
2013 . . . . .	1,775,000	955,163	2,730,163
2014 . . . . .	1,790,000	887,302	2,677,302
2015 . . . . .	1,810,000	817,691	2,627,691
2016 . . . . .	1,735,000	749,758	2,484,758
2017 . . . . .	1,795,000	681,287	2,476,287
2018 . . . . .	1,835,000	610,493	2,445,493
2019 . . . . .	1,395,000	546,114	1,941,114
2020 . . . . .	1,275,000	491,006	1,766,006
2021 . . . . .	1,300,000	438,219	1,738,219
2022 . . . . .	1,100,000	384,531	1,484,531
2023 . . . . .	1,150,000	337,781	1,487,781
2024 . . . . .	1,175,000	289,469	1,464,469
2025 . . . . .	1,175,000	240,375	1,415,375
2026 . . . . .	1,000,000	194,438	1,194,438
2027 . . . . .	1,000,000	151,938	1,151,938
2028 . . . . .	1,025,000	108,907	1,133,907
2029 . . . . .	1,025,000	65,344	1,090,344
2030 . . . . .	<u>1,025,000</u>	<u>21,782</u>	<u>1,046,782</u>
Totals . . . . .	<u>\$33,870,000</u>	<u>\$13,634,669</u>	<u>\$47,504,669</u>

a. Includes \$8,850,000 Public Improvement Serial Bonds - 2008 issued May 13, 2008.

### 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 . . . . .	04-29-08	3.71%	\$52,311,308	\$32,712,207
Village of Greenport . . . . .	05-31-07	100.00	12,132,000	11,398,000
School Districts:				
Fishers Island . . . . .	06-30-07	100.00	405,000	405,000
Greenport . . . . .	06-30-07	100.00	135,000	122,000
Mattituck-Cutchogue . . . . .	12-27-07	98.49	43,424,241	39,973,151
New Suffolk Common . . . . .	06-30-07	100.00	-	-
Oyster Ponds . . . . .	06-30-07	100.00	150,000	150,000
Southold . . . . .	11-30-07	100.00	10,090,681	10,090,681
Fire Districts (Est.) . . . . .	Various	100.00	<u>2,750,000</u>	<u>2,750,000</u>
			<u>\$108,557,549</u>	<u>\$ 84,760,358</u>

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

**Authorized But Unissued Items**

The following Bonds are authorized but unissued:

<u>Date</u> <u>Authorized</u>	<u>Purpose</u>	<u>Amount</u>
02-25-03	Mattituck Inlet Shore Erosion Study .....	\$ 82,750
02-27-07	Open Space Preservation .....	15,000,000
08-28-07	Open Space Preservation: Agricultural Lands .....	4,000,000
04-22-08	Tax Collection Software .....	<u>75,000</u>
	Total .....	<u>\$19,922,750</u>

**Capital Program**

The Town annually adopts a Capital Budget. Projects may be funded by State and Federal aid, reserves, proceeds of obligations, property taxes or a combination thereof. A summary of the Capital Budget for 2008 is set forth below:

<u>Department</u>	<u>2008</u>
General Town .....	\$6,727,928
Highway Dept .....	110,000
Solid Waste District .....	689,000
Wastewater Disposal District .....	<u>1,500,000</u>
Total .....	<u>\$ 9,026,928</u>
 <u>Sources</u>	
Appropriations .....	\$ 186,100
Grants .....	-
Town Debt .....	<u>8,840,028</u>
Total .....	<u>\$ 9,026,828</u>

**Landfill Closure and Postclosure Care Costs**

The Town owns a landfill on a site in the unincorporated area of Cutchogue, commonly known as the Cutchogue Landfill. The Town ceased accepting waste at its Cutchogue Landfill as of October 8, 1993. Placement of the final cover, referred to as capping, on the landfill was completed in November 2003. In addition to placement of the final cover on the landfill, state and federal regulations presently require the Town to perform certain maintenance and monitoring functions at the site for up to thirty years. The Town has and will continue to comply with said requirements. The ongoing post closure costs are estimated to be between \$25,000 and \$30,000 per year from 2008 through 2010. The Town paid \$26,390 for such costs in 2007 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 covered by 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, 2006. 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.

In June, 1999, the Governmental Accounting Standards Board ("GASB") issued Statement 34, "Basic Financial Statements and Management's Discussions and Analysis for State and Local Governments". GASB required the Town to implement this standard for the fiscal year ending December 31, 2003 and the Town has complied with such requirements. This Statement established new financial reporting requirements for state and local governments throughout the United States. It required new information and restructuring of much of the information that governments have presented in the past. Comparability with reports issued in all prior years was affected.

#### *Fund Structure and Accounts*

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

There are three basic fund types: (1) governmental funds that are used to account for basic services and capital projects; (2) proprietary funds that account for operations of a commercial nature; and, (3) fiduciary funds that account for assets held in a trustee capacity. Account groups, which do not represent funds, are used to record fixed assets and long-term obligations that are not accounted for in a specific fund.

The Town presently maintains the following governmental funds: General Fund, Highway Fund 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 are susceptible to accrual include real property taxes, intergovernmental revenues (State and Federal aid) and operating transfers.

Expenditures are generally recognized under the modified accrual basis of accounting, that is when the related fund liability is incurred. 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 made 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 15<sup>th</sup>. 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 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. However, any changes or modifications to the annual budget including the transfer of appropriations among line items must be approved by resolution of the Town Board.

Budget Summaries for the 2007 and 2008 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 non-exempt 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.

### *Real Property Taxes*

See "Real Property Tax Information", herein.

### *State Aid*

The Town receives financial assistance from the State which comes primarily in the form of a state appropriation for State Aid to municipalities for operating purposes. There is no assurance, however, that the State appropriation for State Aid to municipalities will continue, either pursuant to existing formulas or in any form whatsoever and, in any event, if appropriated and apportioned to the Town, payment can be made only if such monies are available therefore. The State is not constitutionally obliged to maintain or continue such aid. See Appendix A.

## **Expenditures**

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

## Pension Systems

Substantially all employees of the Town are members of the New York State and Local Employees' Retirement System ("ERS") or the New York State and Local Police and Fire Retirement System ("PFRS"). (Both Systems are referred to together hereinafter as the "Retirement Systems" where appropriate.) The Retirement Systems are cost-sharing multiple public employer retirement systems. 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 Systems offer a wide range of plans and benefits which are related to years of service and final average salary, vesting of retirement benefits, death and disability benefits and optional methods of benefit payments. All benefits generally vest after five years of credited service. The Retirement System Law generally provides that all participating employers in each retirement system are jointly and severally liable for any unfunded investments. Such amounts are collected through annual billings to all participating employers. Generally, all employees, except certain part-time employees, participate in the Retirement Systems. The Retirement Systems are non-contributory with respect to members hired prior to July 27, 1976. All employees who became members on or after July 27, 1976 must contribute 3% of their gross annual salary towards the cost of their retirement program. Chapter 86 of the Laws of 2000 eliminated the 3% for Tier 3 and Tier 4 members with 10 years of service credit.

A pension reform bill was signed by the Governor into Law as Chapter 49 of the Laws of 2003 which changed the cycle of billing to match budget cycles of the Town. Under the previous method, the Town was unsure of how much it would have to pay to the system until after its budget was implemented. Under the new system the contribution for a given fiscal year will be based on the value of the pension fund on the prior April 1 instead of the following April 1 so that the Town will be able to more accurately include the cost of the contribution into its budget. Chapter 49 requires the Town to make a minimum contribution of 4.5% of payroll every year, including years in which the investment performance of the fund would make a lower contribution possible.

On July 20, 2004 the New York State Legislature passed a bill amending the General Municipal Law, Local Finance Law and the Retirement and Social Security Law. On July 30, 2004, the Governor signed the new retirement system legislation into Law as Chapter 260 of the Laws of 2004. The bill gives the employer the option to move the annual payment date for contributions from December 15<sup>th</sup> to February 1<sup>st</sup>, effective December 15, 2004. It increases, from five to ten years, the maximum amortization period of the portion of employer contributions that exceeds 7% of payroll for the 2004-2005 fiscal year of the Retirement System (April 1 - March 31)

For the payment due December 15, 2008, it is estimated that the contribution will be approximately 11.5% of payroll.

The Town paid its retirement obligation in full on December 15, 2007 and has included its total obligation for the 2008 fiscal year in its current budget. The Town does not plan to amortize its retirement system obligations.

While the Town is aware of the potential negative impact on its budget and will take the appropriate steps to budget accordingly for the increase, there can be no assurance that its financial position will not be negatively impacted as a result of the potential increase in such contributions.

### Contributions to the Retirement Systems

Fiscal Year Ending December 31:	Amount of Contribution
2003 .....	\$ 684,617
2004 .....	1,670,102
2005 .....	2,085,137
2006 .....	1,837,992
2007 .....	1,947,914
2008 (Budget) .....	2,033,160

### Other Post Employment Benefits

It should also be noted that the Town provides post-retirement healthcare benefits to various categories of former employees. These costs may be expected to rise substantially in the future. There is now an accounting rule that will require governmental entities, such as the Town, to account for post-retirement healthcare benefits as it accounts for vested pension benefits. GASB Statement No. 45 ("GASB 45") of the Governmental Accounting Standards Board ("GASB"), described below, requires such accounting. Although GASB 45 encourages earlier adoption, implementation is required by the following dates, based on the size of government measured by annual revenue:

Annual Revenue	Effective for Fiscal Year Ending After:
Greater than \$100 million	December 15, 2006
Between \$10 million and \$100 million	December 15, 2007
Less than \$10 million	December 15, 2008

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 since the implementation of Chapter 729 of the Laws of 1994. This protection from unilateral reduction of benefits has been extended annually and continued through May 15, 2009 pursuant to Chapter 43 of the Laws of 2008. Legislative attempts to provide similar protection to retirees of other local units of government in the State have not succeeded as of this date. Nevertheless, many such retirees of all varieties of municipal units in the State do presently receive such benefits.

**GASB 45 and OPEB.** OPEB refers to "other post-employment benefits," meaning other than pension benefits, disability benefits and OPEB consist primarily of health care benefits, and may include other benefits such as disability benefits and life insurance. Until now, 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.

GASB 45 will require municipalities and school districts to account for OPEB liabilities much like they already account for pension liabilities, generally adopting the actuarial methodologies used for pensions, with adjustments for the different characteristics of OPEB and the fact that most municipalities and school districts have not set aside any funds against this liability. Unlike GASB 27, which covers accounting for pensions, GASB 45 does not require municipalities or school districts to report a net OPEB obligation at the start.

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

The actuarial study has been completed and submitted to the Town. The Town's ARC is approximately \$4.5 million and its unfunded actuarial accrued liability is approximately \$43 million. GASB 45 does not require that the unfunded liability actually be amortized nor that it be advance funded, only that the municipality or school district account for its unfunded accrued liability and compliance in meeting its ARC.

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 significant portion of its annual revenue through a direct real property tax.

The following table presents the total tax levy, by purpose, with adjustments and collection performance for each of the last five fiscal years.

**Tax Levy and Collection Record**

	Fiscal Year Ending December 31:				
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Total Tax Levy . . . . .	\$79,909,681	\$89,495,573	\$89,934,663	\$97,216,091	\$103,216,661 <sup>a</sup>
Amount Collected . . . . .	77,595,985	83,356,976	86,628,595	94,288,000	60,650,000 <sup>a</sup>
Returned to County					
Amount . . . . .	2,313,696	2,138,597	3,106,068	2,928,091	42,566.661 <sup>a</sup>
Percentage . . . . .	2.90%	2.39%	3.45%	3.01%	41.24% <sup>a</sup>
Uncollected at End of Year					
of Levy . . . . .	None	None	None	None	NA

a. As of April 21, 2008.

**Tax Collection Procedure**

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

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

**Tax Rates**  
(Per \$100 Assessed Valuation)

	Fiscal Year Ending December 31:				
	2004	2005	2006	2007	2008
General - Townwide .....	\$136.65	\$139.73	\$140.37	\$151.02	\$160.22
General - Outside Village .....	4.53	5.43	4.90	3.99	7.84
Highway .....	31.12	38.37	40.68	39.63	41.74

**Large Taxable Properties**  
2008 Assessment Roll<sup>a</sup>

Name	Type	Assessed Valuation
Peconic Landing at Southold .....	Commercial	\$ 1,707,704
LILCO, LIPA, Marketspan, Keyspan .....	Utility	1,559,020
Village of Greenport-Power Plant .....	Utility	585,000
Fishers Island Dev. Corp. ....	Residential Development	363,200
Robins Island Holding LLC .....	Private Lands	330,500
Alan Cardinale .....	Shopping Center	285,500
North Fork Bank .....	Bank Building	268,531
Damianos, Herodotus .....	Vineyard	234,000
New York Telephone .....	Utility	218,496
Levin Family Limited Partnership .....	Motel & Restaurant	163,950
Anderson, Bradley & Francesca .....	Farmland & Private Lands	121,400
Norris, Susan .....	Various Properties	111,800
Laurel Links & Country Club .....	Country Club	96,300
Kimogenor Pt Co. ....	Co-Op	94,600
Driftwood Cove .....	Co-Op	90,000
		<b>\$6,230,001<sup>b</sup></b>

a. Assessment Roll established in 2007 for levy and collection of taxes during 2008 Fiscal Year.  
b. Represents approximately 5.75% of the total taxable assessed valuation of the Town for 2008.

**LITIGATION**

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

There are certain matters worthy of special mention:

Stanton, et al. v. Town of Southold - This is an action in inverse condemnation and nuisance by forty-two property owners, alleging property damage in the form of erosion caused by a Town-owned jetty. The Town is engaged in studies to determine the issues surrounding the alleged erosion, its causes, and possible solutions. Although this case was first filed in 1997, discovery has not been completed. The issues in this case are complex and will require extensive expert testimony. The nature and extent of damages, if any, are unknown at this point. Insurance coverage may be available for potential liability for alleged compensatory damages. The Town has denied any wrongdoing and intends vigorously to defend any further prosecution of this action.

Quad Enterprises, et al. v. Town of Southold - This action arises from the Town Board of the Town of Southold's alleged refusal to approve a change of zone application filed by plaintiffs, which sought substantially to increase the zoning density of a parcel of land owned by a developer plaintiff. Plaintiffs assert claims under the Fair Housing Act, Americans with Disabilities Act, State and Town Law, alleging housing discrimination against senior, handicapped and disabled residents, who are also named as "Jane Doe" plaintiffs. Plaintiffs seek declaratory relief granting their desired zoning, as well as compensatory and punitive damages in the amount of \$60 million ( \$5 million for each of the six federal causes of action). Insurance coverage may be available for potential liability for alleged compensatory damages. Fact and expert discovery is proceeding. The Town has denied all wrongdoing and intends vigorously to contest these claims.

Notices of Claim - One possible noteworthy Notice of Claim has been filed against the Town relating to police matters. In the Notice of Claim, the plaintiff demands \$5 million in damages for physical, emotional and civil rights injuries related to an alleged incident, believed to be an arrest by Town police officers "on or about February

21, 2007 and prior arrests.” Due to the vague nature of the allegations, the Town is not aware of any details of this purported claim, and intends vigorously to contest it both prior to and after the institution of a lawsuit. As of the date of this Official Statement, no lawsuit has been served upon the Town.

#### **FINANCIAL ADVISOR**

Munistat Services, Inc. has assisted the Town as financial advisor in certain matters with respect to the preparation of this Statement.

#### **ADDITIONAL INFORMATION**

Additional information may be obtained upon request from the office of the Supervisor, Town of Southold, 53095 Route 25, P.O.B. 1179, Southold, New York 11971, telephone number 631/765-1800, or from the office of Munistat Services, Inc., 12 Roosevelt Avenue, Port Jefferson Station, New York 11776, telephone number 631/331-8888.

Any statements in this Statement involving matters of opinion or estimates, whether or not expressly so stated, are intended as such and not as representations of fact. No representation is made that any of such statements will be realized.

This Statement is submitted only in connection with the Town's "Undertaking to Provide Notices and Information" pursuant to Rule 15c2-12 as promulgated by the Securities and Exchange Commission and may not be reproduced or used in whole or in part for any other purpose.

TOWN OF SOUTHOLD, NEW YORK

By: s/s **SCOTT A. RUSSELL**  
Supervisor and Chief Fiscal Officer

June 12, 2008

**TOWN OF SOUTHOLD**

**APPENDIX A**

**FINANCIAL INFORMATION**

**Balance Sheet  
General Fund**

Fiscal Year Ending December 31:

	<u>2005</u>	<u>2006</u>	<u>2007</u>
<b>ASSETS</b>			
Cash and Investments	\$ 9,292,437	\$ 8,339,472	\$ 21,437,689
Cash - Restricted	0	0	0
Taxes Receivable	0	0	0
Accounts Receivable	24,533	22,346	17,263
Due From Other Funds	176,390	190,208	74,500
Due From Trust Funds	68	0	0
State and Federal Aid Receivables	81,849	110,153	62,377
Due From Other Governments	1,867,136	2,075,955	826,834
Supply Inventory	1,204	2,099	1,275
Prepaid Expenses	498,344	426,200	460,951
Deposit	<u>0</u>	<u>0</u>	<u>0</u>
 Total Assets	 \$ <u>11,941,961</u>	 \$ <u>11,166,433</u>	 \$ <u>22,880,889</u>
 <b>LIABILITIES AND FUND EQUITY</b>			
Accounts Payable	\$ 627,049	\$ 701,018	\$ 830,531
Due to Other Funds	1,888,241	1,205,516	2,974,237
Due to Other Governments	393,570	243,292	8,925,786
Due to Trust Funds	7,044	12,601	0
Due to Component Units	0	0	0
Deferred Revenues	<u>3,018,595</u>	<u>3,619,307</u>	<u>5,066,541</u>
 Total Liabilities	 <u>5,934,499</u>	 <u>5,781,734</u>	 <u>17,797,095</u>
 Fund Balances - Reserved:			
Encumbrances	4,009	13,284	193,041
Insurance claims	1,105,879	513,329	588,614
Supply Inventory	1,204	2,099	0
Prepaid Expenses	498,344	426,200	0
 Fund Balances - Unreserved:			
Designated - Ensuing Year's Budget	2,657,200	2,185,000	1,816,000
Undesignated	<u>1,740,826</u>	<u>2,244,787</u>	<u>2,486,139</u>
 Total Fund Equity	 <u>6,007,462</u>	 <u>5,384,699</u>	 <u>5,083,794</u>
 Total Liabilities and Fund Equity	 \$ <u>11,941,961</u>	 \$ <u>11,166,433</u>	 \$ <u>22,880,889</u>

Sources: Audited Financial Reports of the Town (2005 and 2006) and Annual Financial Report (2007) unaudited.  
Table itself NOT audited.

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

Fiscal Year Ending December 31:

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Revenues:					
Real Property Taxes	\$ 13,247,572	\$ 13,962,268	\$ 14,608,674	\$ 14,872,736	\$ 16,205,911
Other Real Property Tax Items	51,311	65,720	68,807	85,808	92,606
Non-Property Tax Items	401,035	415,071	415,071	616,670	683,873
Departmental Income	315,289	344,217	345,956	477,849	411,790
Intergovernmental Charges	202,917	296,050	252,558	316,049	329,202
Use of Money & Property	201,702	254,142	489,796	684,166	764,912
Licenses & Permits	188,480	214,461	249,178	258,794	253,494
Fines & Forfeitures	107,084	107,315	140,192	171,763	155,477
Sale of Property & Comp. for Loss	56,893	405,077	93,290	95,057	148,283
Miscellaneous Local Sources	133,346	128,027	432,269	146,260	185,945
State Aid	2,225,401	2,974,027	2,637,870	2,725,177	2,412,869
Federal Aid	146,574	160,337	174,348	228,491	145,568
	<u>17,277,604</u>	<u>19,326,712</u>	<u>19,908,009</u>	<u>20,678,820</u>	<u>21,789,930</u>
Expenditures:					
General Government Support	3,751,469	4,395,571	4,641,568	5,177,745	5,234,683
Public Safety	6,033,207	6,254,365	7,177,145	7,371,280	7,816,643
Public Health	32,988	33,288	33,288	32,988	35,238
Transportation	398,358	401,866	446,877	452,050	550,906
Economic Assistance & Opportunity	833,501	931,566	901,139	949,740	1,064,905
Culture & Recreation	317,769	304,071	354,768	384,983	345,540
Home & Community Services	228,578	341,764	315,273	530,270	417,654
Employee Benefits	2,617,783	4,868,116	5,857,963	5,811,868	6,172,279
Debt Service Principal & Interest	1,007,318	2,104,202	1,560,055	1,313,234	1,192,497
	<u>15,220,971</u>	<u>19,634,809</u>	<u>21,288,076</u>	<u>22,024,158</u>	<u>22,830,345</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2,056,633</u>	<u>(308,097)</u>	<u>(1,380,067)</u>	<u>(1,345,338)</u>	<u>(1,040,415)</u>
Operating Transfers In	1,392,850	2,932,574	2,642,859	2,253,944	2,738,349
Operating Transfers Out	<u>(1,910,781)</u>	<u>(1,304,195)</u>	<u>(1,895,023)</u>	<u>(1,531,369)</u>	<u>(1,998,841)</u>
Total Other Financing Sources (Uses)	<u>(517,931)</u>	<u>1,628,379</u>	<u>747,836</u>	<u>722,575</u>	<u>739,508</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>1,538,702</u>	<u>1,320,282</u>	<u>(632,231)</u>	<u>(622,763)</u>	<u>(300,907)</u>
Fund Balance Beginning of Year	<u>3,780,709</u>	<u>5,319,411</u>	<u>6,639,693</u>	<u>6,007,462</u>	<u>5,384,699</u>
Fund Balance End of Year	\$ <u>5,319,411</u>	\$ <u>6,639,693</u>	\$ <u>6,007,462</u>	\$ <u>5,384,699</u>	\$ <u>5,083,792</u>

Sources: Audited Financial Reports of the Town (2003-2006) and Annual Financial Report (2007) unaudited.  
Table itself NOT audited.

**Statement of Revenues, Expenditures and Fund Balance  
Highway Fund**

	Fiscal Year Ended December 31:				
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Revenues:					
Real Property Taxes	\$ 3,513,902	\$ 3,520,332	\$ 3,805,032	\$ 4,095,347	\$ 4,027,695
Other Real Property Tax Items	6,428	3,679	9,046	12,689	12,722
Non-Property Tax items		0	0	0	0
Intergovernmental Charges	15,573	0	0	0	0
Use of Money & Property	18,520	23,884	77,817	140,578	142,501
Licenses & Permits	8,231	4,937	11,126	9,484	10,362
Sale of Property & Comp. for Loss	4,033	2,960	2,796	7,521	29,213
Miscellaneous Local Sources	0	16	155,054	0	0
Interfund Revenues	0	0	0	0	0
State Aid	458,686	228,337	188,147	276,337	296,263
Federal Aid	67,699	0	0	0	0
	<u>4,093,072</u>	<u>3,784,145</u>	<u>4,249,018</u>	<u>4,541,956</u>	<u>4,518,756</u>
Expenditures:					
Transportation	2,733,518	2,638,121	2,913,768	3,028,076	3,437,186
Employee Benefits	976,406	415,102	500,343	515,106	510,185
Debt Service	15,128	22,219	178,371	283,652	250,001
	<u>3,725,052</u>	<u>3,075,442</u>	<u>3,592,482</u>	<u>3,826,834</u>	<u>4,197,372</u>
Excess (Deficiency) of Revenues Over Expenditures	368,020	708,703	656,536	715,122	321,384
Residual Equity Transfer					
Operating Transfers In	0	0	0	0	212
Operating Transfers Out	<u>(60,000)</u>	<u>(690,390)</u>	<u>(520,085)</u>	<u>(452,648)</u>	<u>(561,696)</u>
Total Other Financing Sources (Uses)	<u>(60,000)</u>	<u>(690,390)</u>	<u>(520,085)</u>	<u>(452,648)</u>	<u>(561,484)</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>308,020</u>	<u>18,313</u>	<u>136,451</u>	<u>262,474</u>	<u>(240,100)</u>
Fund Balance Beginning of Year	<u>594,064</u>	<u>902,084</u>	<u>920,397</u>	<u>1,056,848</u>	<u>1,319,322</u>
Fund Balance End of Year	\$ <u><u>902,084</u></u>	\$ <u><u>920,397</u></u>	\$ <u><u>1,056,848</u></u>	\$ <u><u>1,319,322</u></u>	\$ <u><u>1,079,222</u></u>

Sources: Audited Financial Reports of the Town (2003-2006) and Annual Financial Report (2007) unaudited.  
Table itself NOT audited.

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

	Fiscal Year Ending December 31:				
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
<b>Revenues:</b>					
Real Property Taxes	\$ 2,197,525	\$ 2,506,945	\$ 2,381,335	\$ 2,741,362	\$ 3,345,811
Other Real Property Tax Items	874	3,105	2,516	4,489	5,278
Non-Property Tax Items	117,449	336,139	213,786	229,346	234,091
Departmental Income	2,339,227	2,517,584	2,504,880	2,275,935	2,197,288
Intergovernmental Charges	1,614	1,013	1,013	1,809	905
Use of Money & Property	18,147	21,365	64,092	95,272	130,926
Licenses & Permits	139,620	199,849	165,965	163,780	169,338
Fines and Forfeitures	49,000	0	0	0	0
Sale of Property & Comp. for Loss	44,450	76,069	109,137	135,662	247,014
Miscellaneous Local Sources	230	5,025	153,591	6,652	73,265
State Aid	161,393	72,651	75,374	127,278	93,135
Federal Aid	111,299	166,368	224,136	41,163	210,175
	<u>5,180,828</u>	<u>5,906,113</u>	<u>5,895,825</u>	<u>5,822,748</u>	<u>6,707,226</u>
<b>Expenditures:</b>					
General Government Support	134,969	92,514	99,895	103,654	87,969
Public Safety	749,904	739,198	807,474	869,154	948,267
Public Health	6,408	6,664	6,864	7,104	7,370
Home & Community Services	3,230,201	3,225,586	3,102,639	3,363,781	3,797,322
Employee Benefits	874,049	371,038	444,858	470,377	468,988
Debt Service	117,562	88,803	671,720	822,590	1,089,449
	<u>5,113,093</u>	<u>4,523,803</u>	<u>5,133,450</u>	<u>5,636,660</u>	<u>6,399,365</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>67,735</u>	<u>1,382,310</u>	<u>762,375</u>	<u>186,088</u>	<u>307,861</u>
Operating Transfers In	0	0	0	0	0
Operating Transfers Out	<u>(483,500)</u>	<u>(1,081,441)</u>	<u>(504,720)</u>	<u>(429,145)</u>	<u>(534,804)</u>
Total Other Financing Sources (Uses)	<u>(483,500)</u>	<u>(1,081,441)</u>	<u>(504,720)</u>	<u>(429,145)</u>	<u>(534,804)</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(415,765)</u>	<u>300,869</u>	<u>257,655</u>	<u>(243,057)</u>	<u>(226,943)</u>
Fund Balance Beginning of Year	<u>1,261,339</u>	<u>845,574</u>	<u>1,146,444</u>	<u>1,446,849</u> (2)	<u>1,807,810</u>
Fund Balance End of Year	<u>\$ 845,574</u>	<u>\$ 1,146,443</u>	<u>\$ 1,404,099</u>	<u>\$ 1,203,792</u>	<u>\$ 1,580,867</u>

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

(2) Difference due to Prior Year Accounting Adjustment

Sources: Audited Financial Reports of the Town (2003-2006) and Annual Financial Report (2007) unaudited.

Table itself NOT audited.

## BUDGET SUMMARY

Fund	Fiscal Year Ending December 31, 2007			
	Appropriations and Provisions for Other Uses	Less: Estimated Revenues	Less: Unexpended Balance	Amount to be Raised by Tax
General	\$ 22,951,102	\$ 4,810,191	\$ 1,935,000	\$ 16,205,911
General-Outside Village	1,869,139	1,002,600	459,000	407,539
Highway-Townwide	0	600	16,900	(17,500)
Highway-Outside Village	4,938,330	406,635	486,500	4,045,195
Community Development	136,000	136,000	0	0
Risk Retention Fund	1,015,000	1,015,000	0	0
Community Preservation Fund	10,697,328	5,350,000	5,347,328	0
Employees Health Plan	2,662,000	2,412,000	250,000	0
Total-Town	<u>\$ 44,268,899</u>	<u>\$ 15,133,026</u>	<u>\$ 8,494,728</u>	<u>\$ 20,641,145</u>
East-West Fire Protection District	509,828	4,600	6,228	499,000
Fishers Island Ferry District	3,038,000	2,448,000	0	590,000
Solid Waste Management District	4,058,562	2,151,500	0	1,907,062
Southold Wastewater District	128,316	10,020	100,000	18,296
Fishers Island Sewer District	20,000	17,700	2,300	0
F.I. Refuse & Garbage District	512,300	0	0	512,300
Orient Mosquito District	82,235	0	0	82,235
Subtotal-Special Districts	<u>\$ 8,349,241</u>	<u>\$ 4,631,820</u>	<u>\$ 108,528</u>	<u>\$ 3,608,893</u>
Orient-East Marion Park District	30,695	0	0	30,695
Southold Park District	315,000	0	0	315,000
Cutchogue-New Suffolk Park Dist.	145,000	0	0	145,000
Mattituck Park District	540,027	22,500	50,000	467,527
Subtotal-Park Districts	<u>\$ 1,030,722</u>	<u>\$ 22,500</u>	<u>\$ 50,000</u>	<u>\$ 958,222</u>
Fishers Island Fire District	357,300	3,300	0	354,000
Orient Fire District	401,040	2,000	0	399,040
East Marion Fire District	490,600	12,200	0	478,400
Southold Fire District	1,512,875	33,540	0	1,479,335
Cutchogue Fire District	1,412,500	1,400	0	1,411,100
Mattituck Fire District	1,857,967	0	0	1,857,967
Subtotal-Fire Districts	<u>\$ 6,032,282</u>	<u>\$ 52,440</u>	<u>\$ 0</u>	<u>\$ 5,979,842</u>
Total-All Districts	<u>15,412,245</u>	<u>4,706,760</u>	<u>158,528</u>	<u>10,546,957</u>
Grand Total	<u>\$ 59,681,144</u>	<u>\$ 19,839,786</u>	<u>\$ 8,653,256</u>	<u>\$ 31,188,102</u>

Source: Adopted Budget of the Town.

## BUDGET SUMMARY

Fund	Fiscal Year Ending December 31, 2008			
	Appropriations and Provisions for Other Uses	Less: Estimated Revenues	Less: Unexpended Balance	Amount to be Raised by Tax
General	\$ 24,413,069	\$ 5,205,781	\$ 1,816,000	\$ 17,391,288
General-Outside Village	2,246,677	1,119,700	317,000	809,977
Highway Fund	5,198,627	396,032	491,000	4,311,595
Community Development	136,000	136,000	0	0
Risk Retention Fund	765,000	765,000	0	0
Community Preservation Fund	5,200,000	5,200,000	0	0
Employees Health Plan	2,892,500	2,692,500	200,000	0
Total-Town	<u>\$ 40,851,873</u>	<u>\$ 15,515,013</u>	<u>\$ 2,824,000</u>	<u>\$ 22,512,860</u>
Orient Road Improvement District	4,500	0	0	
East-West Fire Protection District	552,863	5,000	6,400	541,463
Fishers Island Ferry District	3,220,775	2,630,775	0	590,000
Solid Waste Management District	4,224,695	2,640,350	77,400	1,506,945
Southold Wastewater District	102,265	9,020	90,000	3,245
Fishers Island Sewer District	30,950	30,700	250	0
F.I. Refuse & Garbage District	563,800	0	0	563,800
Orient Mosquito District	86,900	0	0	86,900
Subtotal-Special Districts	<u>\$ 8,786,748</u>	<u>\$ 5,315,845</u>	<u>\$ 174,050</u>	<u>\$ 3,292,353</u>
Orient-East Marion Park District	34,780	0	0	34,780
Southold Park District	315,000	0	0	315,000
Cutchogue-New Suffolk Park Dist.	145,000	0	0	145,000
Mattituck Park District	560,229	29,000	50,000	481,229
Subtotal-Park Districts	<u>\$ 1,055,009</u>	<u>\$ 29,000</u>	<u>\$ 50,000</u>	<u>\$ 976,009</u>
Fishers Island Fire District	359,700	3,300	0	356,400
Orient Fire District	483,940	45,272	0	438,668
East Marion Fire District	536,380	13,200	0	523,180
Southold Fire District	1,631,025	33,000	0	1,598,025
Cutchogue Fire District	1,412,000	20,000	0	1,392,000
Mattituck Fire District	1,978,770	0	0	1,978,770
Subtotal-Fire Districts	<u>\$ 6,401,815</u>	<u>\$ 114,772</u>	<u>\$ 0</u>	<u>\$ 6,287,043</u>
Total-All Districts	<u>16,243,572</u>	<u>5,459,617</u>	<u>224,050</u>	<u>10,555,405</u>
Grand Total	<u>\$ 57,095,445</u>	<u>\$ 20,974,630</u>	<u>\$ 3,048,050</u>	<u>\$ 33,068,265</u>

Source: Adopted Budget of the Town.