

PRELIMINARY OFFICIAL STATEMENT DATED SEPTEMBER 6, 2023

RENEWAL ISSUE

BOND ANTICIPATION NOTES

In the opinion of Harris Beach PLLC, Bond Counsel to the Town, under existing statutes, regulations, administrative rulings, and court decisions, and assuming continuing compliance by the Town with its covenants relating to certain requirements contained in the Internal Revenue Code of 1986, as amended (the "Code"), and the accuracy of certain representations made by the Town, interest on the Notes is excluded from gross income of the owners thereof for Federal income tax purposes and is not an "item of tax preference" for purposes of the Federal alternative minimum tax imposed on individuals. However, for tax years beginning after December 31, 2022, interest on the Notes held by certain corporations that are subject to the Federal corporate alternative minimum tax is included in the computation of "adjusted financial statement income" for purposes of the Federal alternative minimum tax imposed on such corporations. Bond Counsel is also of the opinion that under existing statutes interest on the Notes is exempt from personal income taxes imposed by the State of New York or any political subdivision thereof (including The City of New York). No opinion is expressed regarding other Federal or State tax consequences arising with respect to the Notes. See "TAX MATTERS" herein.

The Notes will be designated by the Town as "qualified tax-exempt obligations" pursuant to Section 265 of the Code

TOWN OF BOSTON ERIE COUNTY, NEW YORK

\$1,013,790 BOND ANTICIPATION NOTES – 2023 (the "Notes")

Date of Issue: October 5, 2023

Maturity Date: October 4, 2024

The Notes are general obligations of the Town of Boston, Erie 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 applicable statutory limitations imposed by Chapter 97 of the New York Laws of 2011, as amended (the "Tax Levy Limitation Law"). See "REAL PROPERTY TAXES - "Tax Levy Limitation Law," in Appendix A hereto.

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

At the option of the purchaser(s), the Notes will be issued in registered form (i) registered in the name of the successful bidder(s) or (ii) registered book-entry form registered to Cede & Co., as the partnership nominee of The Depository Trust Company ("DTC")

If the Notes are issued in registered form registered in the name of the successful bidder(s), a single note certificate will be issued for those Notes bearing the same rate of interest in the aggregate principal amount awarded to such purchaser at such interest rate. Principal of and interest on such Notes will be payable in Federal Funds by the Town at such bank(s) or trust company(ies) located and authorized to do business in the State of New York as selected by the successful bidder(s).

If the Notes are issued in registered book-entry form, such notes ("DTC Notes") will be delivered to DTC, which will act as Securities Depository for the DTC Notes. Beneficial owners will not receive certificates representing their interest in the DTC Notes. Individual purchases may be made in book-entry form only, in denominations of \$5,000 or integral multiples thereof, except for one necessary odd denomination. A single note certificate will be issued for those DTC Notes bearing the same rate of interest and CUSIP number in the aggregate principal amount awarded to such purchaser(s) at such interest rate. Principal of and interest on said DTC Notes will be paid in Federal Funds by the Paying Agent to Cede & Co., as nominee for DTC, which will in turn remit such principal and interest to its participants for subsequent distribution to the beneficial owners of the DTC Notes as described herein. See "Book-Entry-Only System" herein.)

Interest will be calculated on a 30-day month and 360-day year basis, payable at maturity.

The Notes are offered when, as and if issued by the Town subject to the receipt of the final approving opinions of Harris Beach PLLC, Buffalo, New York, Bond Counsel to the Town, and certain other conditions. Capital Markets Advisors, LLC has served as Municipal Advisor to the Town in connection with the issuance of the Notes. It is expected that delivery of the Notes will be made on or about October 5, 2023.

THIS PRELIMINARY OFFICIAL STATEMENT IS IN A FORM DEEMED FINAL BY THE TOWN FOR 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.

Dated: September __, 2022

This Preliminary Official Statement and the information contained in it are subject to completion and amendment in a final Official Statement. This Preliminary Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, and there may not be any sale of the Notes offered by this Preliminary Official Statement, in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to the registration or qualification under the securities laws of that jurisdiction.

**TOWN OF BOSTON
ERIE COUNTY, NEW YORK**

**Supervisor
Jason Keding**

TOWN BOARD

Mike Cartechine Council Member
Jennifer Lucachik Council Member
Kelly Martin Council Member
Kathy Selby Council Member

Elysia Pericak Bookkeeper
Sandra L. Quinlan Town Clerk
Sean W. Costello. Attorney for the Town

BOND COUNSEL
 **HARRIS BEACH** PLLC
ATTORNEYS AT LAW
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Harris Beach PLLC
Buffalo, 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 information or representations must not be relied upon as having been authorized by the foregoing. 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 to be guaranteed as to accuracy or completeness. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Town, since the date hereof.

TABLE OF CONTENTS

THE NOTES	3	LEGAL MATTERS	8
Description	3	DISCLOSURE UNDERTAKING	9
Authorization and Purpose of the Notes	4	Prior Disclosure History	10
Nature of the Obligations.....	4	RATINGS.....	10
Book-Entry-Only System	5	MISCELLANEOUS	10
MARKET FACTORS AFFECTING		MUNICIPAL ADVISOR	11
FINANCINGS OF THE STATE AND		ADDITIONAL INFORMATION.....	11
MUNICIPALITIES OF THE STATE	7		
CYBERSECURITY.....	7		
TAX MATTERS	7		

APPENDIX A

THE TOWN	1	TOWN INDEBTEDNESS	8
General Information	1	Constitutional Requirements.....	8
The Government.....	1	Statutory Procedure.....	8
Town Services.....	1	Constitutional Debt Limit	9
Employees	2	Statement of Debt Contracting Power	10
Employee Pension Benefits.....	2	Remedies Upon Default.....	10
FINANCIAL FACTORS	3	Trend of Outstanding Indebtedness	11
Annual Financial Report	3	Short Term Indebtedness	11
Fund Structures and Accounts.....	3	Debt Service Schedule	11
Revenues	3	Direct and Overlapping Indebtedness	12
Budget Process	4	Long-Term Capital Financing Plans	12
Investment Policy.....	4	Debt Ratios	12
REAL PROPERTY TAXES.....	5	ECONOMIC AND DEMOGRAPHIC DATA	13
Real Property Tax Collection Procedures and		Population	13
History.....	5	Employment and Unemployment	13
Ten Largest Assessed Values for the 2022 Fiscal		Financial Institutions.....	14
Year.....	6	Transportation	14
Tax Levy Limitation Law	6	LITIGATION	14

APPENDIX B – SUMMARY OF FINANCIAL STATEMENTS AND BUDGETS

APPENDIX C –ANNUAL UPDATE DOCUMENT FOR FISCAL YEAR ENDED DECEMBER 31, 2022

OFFICIAL STATEMENT

TOWN OF BOSTON ERIE COUNTY, NEW YORK

Relating to

\$1,013,790 **BOND ANTICIPATION NOTES – 2023**

This Official Statement (the “Official Statement”), which includes the cover page and appendices hereto, presents certain information relating to the Town of Boston, Erie County, in the State of New York (the “Town,” “County” and “State” respectively), in connection with the sale of \$1,013,790 Bond Anticipation Notes – 2023 (the “Notes”).

The factors affecting the Town’s financial condition are described throughout this Official Statement and many of these factors, including economic and demographic factors, are complex and may influence the Town’s tax base, revenues, and expenditures. This Official Statement should be read in its entirety.

All quotations from and summaries and explanations of provisions of the Constitution and Laws of the State and acts and proceedings of the Town contained herein do not purport to be complete and are qualified in their entirety by reference to the official compilations thereof, and all references to the Notes and the proceedings of the Town relating thereto are qualified in their entirety by reference to the definitive forms of the Notes and such proceedings.

Statements in this Official Statement, and the documents included by specific reference, that are not historical facts are forward-looking statements, which are based on the Town management’s beliefs as well as assumptions made by, and information currently available to, the Town’s management and staff. **This Official Statement should be read with the understanding that the ongoing COVID-19 global pandemic has created prevailing economic conditions (at the global, national, State and local levels) that are highly uncertain, generally negative, and rapidly changing, and these conditions are expected to continue for an indefinite period of time. Accordingly, the Town’s overall economic situation and outlook (and all of the specific Town-related information contained herein) should be carefully reviewed, evaluated and understood in the full light of this unprecedented world-wide event, the effects of which are extremely difficult to predict and quantify. (See “COVID-19” herein.)**

THE NOTES

Description

The Notes will be dated their date of delivery and bear interest from that date until October 4, 2024, the maturity date, at the annual rate or rates as specified by the purchaser(s) of the Notes. The Notes will not be subject to redemption prior to maturity. Interest will be calculated on a 30-day month and a 360-day year basis, payable at maturity.

At the option of the purchaser(s), the Notes will be issued in registered form (i) registered in the name of the successful bidder(s) or (ii) book-entry form registered to Cede & Co., as the partnership nominee for DTC.

If the Notes are issued in registered form registered in the name of the successful bidder(s), a single note certificate will be issued for those Notes bearing the same rate of interest in the aggregate principal amount awarded to such purchaser at such interest rate. Principal of and interest on such Notes will be payable in Federal Funds by the Town at such bank(s) or trust company(ies) located and authorized to do business in the State as selected by the successful bidders.

If the Notes are issued in registered book-entry form, such notes (“DTC Notes”) will be delivered to DTC, which will act as securities depository for the DTC Notes. Beneficial owners will not receive certificates representing their interest in the DTC Notes. Individual purchases may be made in denominations of \$5,000 or integral multiples thereof, except for one necessary odd denomination. A single note certificate will be issued for those DTC Notes bearing the same rate of interest and CUSIP number in the aggregate principal amount awarded to such purchaser(s).

at such interest rate. Principal of and interest on said DTC Notes will be paid in Federal Funds by the Town to Cede & Co., as nominee for DTC, which will in turn remit such principal and interest to its participants for subsequent distribution to the beneficial owners of the DTC Notes as described herein. Transfer of principal and interest payments to beneficial owners by participants of DTC will be the responsibility of such participants and other nominees of beneficial owners. The Town will not be responsible or liable for payments by DTC to its participants or by DTC participants to beneficial owners or for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants. See "Book-Entry-Only System" herein.

Authorization and Purpose of the Notes

The Notes are issued pursuant to the Constitution and laws of the State, including the Local Finance Law and a bond resolution duly adopted by the Town Board on June 16, 2021, authorizing the issuance of up to \$1,825,000 in serial bonds to finance certain improvements to the Town's Water District Nos. 1, 2 and 3 (the "Project"). The proceeds of the Notes will be used to redeem bond anticipation notes maturing on October 6, 2023 in the principal amount of \$1,013,790 originally issued to provide financing for such improvements.

Nature of the Obligations

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 Town has the power and statutory authorization to levy ad valorem taxes on all taxable real property in the Town, subject to certain applicable statutory limitations set forth in Chapter 97 of the New York Laws of 2011, as amended. (See "REAL PROPERTY TAXES - Tax Levy Limitation 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 therefor. The State Constitution requires the Town to provide by appropriation for the payment of interest on all obligations which will become due during the fiscal year. In addition, the State Constitution requires the Town to provide in each year by appropriation for the payment of all installments of principal of the Notes which will become due and payable in such year.

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

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 is required to raise real estate taxes, and without specification, other revenues, if such levy is necessary to repay such indebtedness. While the Tax Levy Limitation Law imposes a statutory limitation on the Town's power to increase its annual tax levy, with the amount of such increase limited by the formulas set forth in the Tax Levy Limitation Law, it also provides the procedural method to surmount that limitation. See "REAL PROPERTY TAXES – "Tax Levy Limitation Law," herein.

The Constitutionally-mandated general obligation pledge of municipalities and school districts in New York State has been interpreted by the Court of Appeals, the State's highest court, in *Flushing National Bank v. Municipal Assistance Corporation for the City of New York*, 40 N.Y.2d 731 (1976), as follows:

"A pledge of the city's faith and credit is both a commitment to pay and a commitment of the city's revenue generating powers to produce the funds to pay. Hence, an obligation containing a pledge of the city's "faith and credit" is secured by a promise both to pay and to use in good faith the city's general revenue powers to produce sufficient funds to pay the principal and interest of the obligation as it becomes due. That is why both words, "faith" and "credit" are used and they are not tautological. That is what the words say and this is what the courts have held they mean... So, too, although the Legislature is given the duty to restrict municipalities in order to prevent abuses in taxation, assessment, and in contracting of indebtedness, it may not constrict the city's power to levy taxes on real estate for the payment of interest on or principal of indebtedness previously contracted... While phrased in permissive language, these provisions, when read together with the

requirement of the pledge and faith and credit, express a constitutional imperative: debt obligations must be paid, even if tax limits be exceeded”.

In addition, the Court of Appeals in the Flushing National Bank (1976) case has held that the payment of debt service on outstanding general obligation bonds and notes takes precedence over fiscal emergencies and the police power of political subdivisions in New York State.

The pledge has generally been understood as a promise to levy property taxes without limitation as to rate or amount to the extent necessary to cover debt service due to language in Article VIII Section 10 of the Constitution, which provides an exclusion for debt service from Constitutional limitations on the amount of a real property tax levy, insuring the availability of the levy of property tax revenues to pay debt service. As the Flushing National Bank (1976) Court noted, the term “faith and credit” in its context is “not qualified in any way”. Indeed, in *Flushing National Bank v. Municipal Assistance Corp.*, 40 N.Y.2d 1088 (1977) the Court of Appeals described the pledge as a direct constitutional mandate. In *Quirk v. Municipal Assistance Corp.*, 41 N.Y.2d 644 (1977), the Court of Appeals stated that, while holders of general obligation debt did not have a right to particular revenues such as sales tax, “with respect to traditional real estate tax levies, the bondholders are constitutionally protected against an attempt by the State to deprive the city of those revenues to meet its obligations.” According to the Court in *Quirk*, the State Constitution “requires the city to raise real estate taxes, and without specification other revenues, if such a levy be necessary to repay indebtedness.”

In addition, the Constitution of the State requires that every county, city, town, village, and school district in the State provide annually by appropriation for the payment of all interest and principal on its serial bonds and certain other obligations, and that, if at any time the respective appropriating authorities shall fail to make such appropriation, a sufficient sum shall be set apart from the first revenues thereafter received and shall be applied to such purposes. In the event that an appropriating authority were to make an appropriation for debt service and then decline to expend it for that purpose, this provision would not apply. However, the Constitution of the State does also provide that the fiscal officer of any county, city, town, village, or school district may be required to set apart and apply such first revenues at the suit of any holder of any such obligations.

In *Quirk v. Municipal Assistance Corp.*, 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 New York 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 not be interpreted by a court of competent jurisdiction to include a constitutional or statutory lien upon any particular revenues.

While the courts in New York 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.

Book-Entry-Only System

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

DTC, the world’s largest depository, 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 securities certificates.

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

Purchases of the 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 and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Notes, except in the event that use of the book-entry system for the Notes is discontinued.

To facilitate subsequent transfers, all the 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 effect 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 account 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. Redemption notices shall be sent to DTC. If less than all of the Securities within an issue are being redeemed, DTC’s practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

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 Town 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 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 or the Town, subject to any statutory or regulatory requirements as may be in effect from time to time.

Payment of principal and interest payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Town, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the 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.

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

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the Town believes to be reliable, but the Town takes no responsibility for the accuracy thereof.

Source: The Depository Trust Company

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

The financial condition of the Town as well as the market for the Notes could be affected by a variety of factors, some of which are beyond the Town's control. There can be no assurance that adverse events in the State, including, for example, the seeking by a municipality 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. If a significant default or other financial crisis should occur in the affairs of the State or at any of its agencies or political subdivisions thereby further impairing the acceptability of obligations issued by borrowers within the State, both the ability of the Town to arrange for additional borrowings and the market for and market value of outstanding debt obligations, including the Notes, could be adversely affected.

The Town does not receive a significant amount of financial assistance from the State in the form of State aid. 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 and not by a cut in State aid, the Town is authorized by the Local Finance Law to provide operating funds by borrowing in anticipation of the receipt of uncollected State aid.

CYBERSECURITY

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

TAX MATTERS

In the opinion of Harris Beach PLLC, Bond Counsel to the Town, based on existing statutes, regulations, administrative rulings and court decisions and assuming compliance by the Town with certain covenants and the accuracy of certain representations, interest on the Notes is excluded from gross income for Federal income tax purposes. Bond Counsel is of further opinion that interest of the Notes is not an "item of tax preference" for purposes of Federal alternative minimum tax on individuals. However, for tax years beginning after December 31, 2022, the Code imposes a federal corporate alternative minimum tax equal to 15 percent of the "adjusted financial statement income" of corporations (other than S corporations, regulated investment companies and real estate investment trusts) having an average annual "adjusted financial statement income" for the 3-taxable-year period ending with the tax year that exceeds \$1,000,000,000. Interest on tax-exempt obligations such as the Notes is included in the computation of a corporation's "adjusted financial statement income".

The Internal Revenue Code of 1986, as amended (the "Code"), imposes various limitations, conditions and other requirements which must be met at and subsequent to the date of issue of the Notes in order that interest on the Notes will be and remain excluded from gross income for Federal income tax purposes. Included among these requirements

are restrictions on the investment and use of proceeds of the Notes and in certain circumstances, payment of amounts in respect of such proceeds to the Federal Government. Failure to comply with the requirement of the Code may cause interest on the Notes to be includable in gross income for purposes of Federal income tax, possibly from the date of issuance of the Notes. In the Arbitrage and Use of Proceeds Certificate of the Town executed in connection with the issuance of the Notes, the Town has covenanted to comply with certain procedures, and it has made certain representations and certifications, designed to assure satisfaction of the requirements of the Code in respect to the Notes. The opinion of Bond Counsel assumes compliance with such covenants and the accuracy, in all material respects, of such representations and certificates.

Prospective purchasers of the Notes should be aware that ownership of the Notes, and the accrual or receipt of interest thereon, may have collateral federal income tax consequences for certain taxpayers, including financial institutions, property and casualty insurance companies, S corporations, certain foreign corporations, individual recipients of Social Security or Railroad benefits and taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry such obligations. Prospective purchasers should consult their tax advisors as to any possible collateral consequences of their ownership of the Notes and their accrual or receipt of interest thereon. Bond Counsel expresses no opinion regarding any such collateral federal income tax consequences.

The Notes **will be** designated as "qualified tax-exempt obligations" within the meaning of, and pursuant to Section 265(b)(3) of the Code.

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

Bond Counsel has not undertaken to determine (or to inform any person) whether any actions taken (or not taken) or events occurring (or not occurring) after the date of issuance and delivery of the Notes may affect the tax status of interest on the Notes.

No assurance can be given that any future legislation or governmental actions, including amendments to the Code or State income tax laws, regulations, administrative rulings, or court decisions, will not, directly or indirectly, cause interest on the Notes to be subject to Federal, State or local income taxation, or otherwise prevent Noteholders from realizing the full current benefit of the tax status of such interest. Further, no assurance can be given that the introduction or enactment of any such future legislation, or any judicial decision or action of the Internal Revenue Service or any State taxing authority, including, but not limited to, the promulgation of a regulation or ruling, or the selection of the Notes for audit examination or the course or result of an audit examination of the Notes or of obligations which present similar tax issues, will not affect the market price, value or marketability of the Notes. Prospective purchasers of the Notes should consult their own tax advisors regarding the foregoing matters.

All summaries and explanations of the law herein do not purport to be complete and reference is made to such laws for full and complete statements of their provisions.

ALL PROSPECTIVE PURCHASERS OF THE NOTES SHOULD CONSULT WITH THEIR TAX ADVISORS IN ORDER TO UNDERSTAND THE IMPLICATIONS OF THE CODE AS TO THE TAX CONSEQUENCES OF PURCHASING OR HOLDING THE NOTES.

LEGAL MATTERS

The legality of the authorization and issuance of the Notes will be covered by the approving legal opinion of Harris Beach PLLC, Buffalo, New York, Bond Counsel to the Town. Such legal opinion will state that in the opinion of Bond Counsel (i) the Notes have been authorized and issued in accordance with the Constitution and statutes of the State of New York and constitute valid and legally binding general obligations of the Town, all the taxable property within which is subject to the levy of ad valorem taxes to pay the Notes and interest thereon, subject to certain applicable statutory limitations imposed by Chapter 97 of the New York Laws of 2011, as amended (see "REAL PROPERTY TAXES - Tax Levy Limitation Law" in Appendix A hereto); provided, that the enforceability (but not the validity) of the Notes may be limited by any applicable existing or future bankruptcy, insolvency or other law (State or Federal) affecting the enforcement of creditors' rights; (ii) under existing statutes, regulations, administrative rulings and court decisions, interest on the Notes is excluded from the gross income of the owners thereof for Federal income tax purposes, is not an "item of tax preference" for purposes of the Federal alternative

minimum taxes imposed on individuals; however, for tax years beginning after December 31, 2022, interest on the Notes held by certain corporations that are subject to the Federal corporate alternative minimum tax is included in the computation of "adjusted financial statement income" for purposes of the Federal alternative minimum tax imposed on such corporations; (iii) interest on the Notes is exempt from personal income taxes imposed by the State of New York or any political subdivision thereof (including The City of New York); and (iv) based upon Bond Counsel's examination of law and review of the arbitrage and use of proceeds certificate executed by the Town Supervisor of the Town pursuant to Section 148 of the Code and the regulations thereunder, the facts, estimates and circumstances as set forth in said arbitrage certificate are sufficient to satisfy the criteria which are necessary under Section 148 of the Code to support the conclusion that the Notes will not be "arbitrage bonds" within the meaning of said section, and no matters have come to Bond Counsel's attention which makes unreasonable or incorrect the representations made in said arbitrage certificate. Bond Counsel expresses no opinion regarding Federal or State income tax consequences arising with respect to the Notes.

Such legal opinions will also state that (i) in rendering the opinions expressed therein, Bond Counsel has assumed the accuracy and truthfulness of all public records, documents and proceedings examined by Bond Counsel which have been executed or certified by public officials acting within the scope of their official capacities, and has not verified the accuracy or truthfulness thereof, and Bond Counsel also has assumed the accuracy of the signatures appearing upon such public records, documents and proceedings and such certifications; (ii) the scope of Bond Counsel's engagement in relation to the issuance of the Notes, as applicable, has extended solely to the examination of the facts and law incident to rendering the opinions expressed therein; (iii) the opinions expressed therein are not intended and should not be construed to express or imply any conclusion that the amount of real property subject to taxation within the boundaries of the Town together with other legally available sources of revenue, if any, will be sufficient to enable the Town to pay the principal of and interest on the Notes as the same become due and payable; (iv) reference should be made to the Official Statement for factual information which, in the judgment of the Town, would materially affect the ability of the Town to pay such principal and interest; and (v) while Bond Counsel has participated in the preparation of the Official Statement, Bond Counsel has not verified the accuracy, completeness or fairness of the factual information contained therein and, accordingly, no opinion is expressed by Bond Counsel as to whether the Town, in connection with the sale of such Notes, has made any untrue statement of a material fact, or omitted to state a material fact necessary in order to make any statements made, in the light of the circumstances under which they were made, not misleading.

DISCLOSURE UNDERTAKING

This Preliminary Official Statement is in a form "deemed final" by the Town for the purposes of Securities and Exchange Commission Rule 15c2-12 (the "Rule"). At the time of the delivery of the Notes, the Town will provide an executed copy of its "Undertaking to Provide Notices of Events" (the "Undertaking"). Said Undertaking will constitute a written agreement or contract of the Town for the benefit of holders of and owners of beneficial interests in the Notes, to provide, or cause to be provided, 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, timely notice, not in excess of ten (10) business days after the occurrence of the event, of the occurrence of any of the following events with respect to the Notes:

(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 Notes, or other material events affecting the tax status of the Notes; (vii) modifications to rights of Noteholders, if material; (viii) Note calls, if material, and tender offers; (ix) defeasances; (x) release, substitution, or sale of property securing repayment of the Notes, if material; (xi) rating changes; (xii) bankruptcy, insolvency, receivership or similar event of the Town; [note to clause (xii): For the purposes of the event identified in clause (xii) 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 Town 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 Town, 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 Town]; (xiii) the consummation of a merger, consolidation, or acquisition involving the Town or the sale of all or substantially all of the assets of the Town, 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; and (xiv) appointment of a successor or additional trustee or the change of name of a trustee, if material; (xv) incurrence of a financial obligation 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 Town, 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 Town, any of which reflect financial difficulties.

The Town may provide notice of the occurrence of certain other events, in addition to those listed above, if it determines that any such other event is material with respect to the Notes; but the Town does not undertake to commit to provide any such notice of the occurrence of any event except those events listed above.

The Town's Undertaking shall remain in full force and effect until such time as the principal of, redemption premiums, if any, and interest on the Notes shall have been paid in full. The sole and exclusive remedy for breach or default under the Undertaking is an action to compel specific performance of the undertakings of the Town, and no person or entity, including a holder of the Notes, shall be entitled to recover monetary damages thereunder under any circumstances. Any failure by the Town to comply with the Undertaking will not constitute a default with respect to the Notes.

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.

Prior Disclosure History

The Town is in compliance in all material respects with all previous undertakings made pursuant to Rule 15c2-12 for the past five years.

RATINGS

The Town did not receive a rating on the Notes.

S&P Global Ratings ("S&P") has assigned a rating of "AA-" to the uninsured outstanding bonded indebtedness of the Town.

Such ratings reflect only the view of such organization, and an explanation of the significance of such rating may be obtained only from such rating agency, at the following address: Standard & Poor's Rating Services, 55 Water Street, New York, New York 10041. There can be no assurance that such ratings will continue for any specified period of time or that such ratings will not be revised or withdrawn, if in the judgment of Moody's circumstances so warrant. Any such change or withdrawal of such ratings may have an adverse effect on the market price of such bonds or notes or the availability of a secondary market for such debt, including the Notes.

MISCELLANEOUS

So far as any statements made in this Official Statement involve matters of opinions or estimates, whether or not so expressly stated, they are set forth as such and not as representations of fact, and no representation is made that any of the opinions or estimates will be realized. Neither this Official Statement nor any statement which may have been made orally or in writing is to be construed as a contract with the holders of the Notes.

Statements in this official statement, and the documents included by specific reference, that are not historical facts

are forward-looking statements, which are based on the Town management's beliefs as well as assumptions made by, and information currently available to, the Town's management and staff. Because the statements are based on expectations about future events and economic performance and are not statements of fact, actual results may differ materially from those projected. Important factors that could cause future results to differ include legislative and regulatory changes, changes in the economy, and other factors discussed in this and other documents that the Town files with the repositories. When used in Town documents or oral presentation, the words "anticipate", "estimate", "expect", "objective", "projection", "forecast", "goal", or similar words are intended to identify forward-looking statements.

References herein to the Constitution of the State and various State and federal laws are only brief outlines of certain provisions thereof and do not purport to summarize or describe all of such provisions.

The Official Statement is submitted only in connection with the sale of the Notes by the Town and may not be reproduced or used in whole or in part for any other purpose.

MUNICIPAL ADVISOR

Capital Markets Advisors, LLC has acted as Municipal Advisor to the Town in connection with the sale of the Notes. In preparing the Official Statement, the Municipal Advisor has relied upon governmental officials, and other sources, who have access to relevant data to provide accurate information for the Official Statement, and the Municipal Advisor has not been engaged, nor has it undertaken, to independently verify the accuracy of such information. The Municipal Advisor is not a public accounting firm and has not been engaged by the Town to compile, review, examine or audit any information in the Official Statement in accordance with accounting standards. The Municipal advisor is an independent advisory firm and is not engaged in the business of underwriting, trading or distributing municipal securities or other public securities and therefore will not participate in the underwriting of the Notes.

ADDITIONAL INFORMATION

Additional information may be obtained from Mr. Jason Keding, Town Supervisor and Paying Agent Contact, 8500 Boston State Road, Boston, New York, 14025, phone: 716-941-6518, email address: supervisor@townofboston.com or from the Town's Municipal Advisor, Capital Markets Advisors, LLC, (716) 662-3910.

Any statements in this Official 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 Official Statement is not to be construed as a contract or agreement between the Town and the original purchasers or holders of any of the Notes.

Capital Markets Advisors, LLC may place a copy of this Official Statement on its website at www.capmark.org. 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. Capital Markets Advisors, LLC 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 Capital Markets Advisors, LLC assumes any liability or responsibility for errors or omissions on such website. Further, Capital Markets Advisors, LLC 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. Capital Markets Advisors, LLC and the Town also assume no liability or responsibility for any errors or omissions or for any updates to dated website information.

Harris Beach PLLC expresses no opinion as to the accuracy or completeness of any documents prepared by or on behalf of the Town for use in connection with the offer or sale of the Notes, including this Official Statement. This Official Statement has been prepared only in connection with the sale of the Notes by the Town and may not be reproduced or used in whole or in part for any other purpose.

**TOWN OF BOSTON
ERIE COUNTY, NEW YORK**

By: _____
Jason Keding
Town Supervisor

DATED: September __, 2023

APPENDIX A

THE TOWN

General Information

The Town, with an estimated population of 7,950 according to the 2020 Census estimate and a land area of approximately 36 square miles, is located in southeast Erie County, adjacent to the Towns of Hamburg and Orchard Park. The City of Buffalo is approximately 18 miles to the north.

The area itself is primarily agricultural in nature with commercial activity concentrated around the center of Town. Many of the residents are employed within the Town while others find employment in the commercial and industrial activities of the City of Buffalo and Western New York.

Major airlines operating from the Buffalo Niagara International Airport, Conrail, the New York State Thruway, the Southern Tier Expressway, Route 219 and the Niagara Frontier Metro Bus System make the Town accessible to area transportation.

The Government

The Town was established in 1817 by the State Legislature with its own independent form of government. The taxable real property in the Town is subject to taxation for certain purposes. In addition, four independently governed school districts are located in part within the Town and rely upon their own taxing powers granted by the State to raise revenues for school district purposes. The school districts use the Town's assessment roll as their basis for taxation of property within the Town.

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

The legislative power of the Town is vested in the Town Board, which consists of five members, including the Supervisor, who is the chief executive officer of the Town, elected for a term of four years. The four other members of the Town Board are elected to four-year terms, which terms are staggered such that two council members 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.

The Town Clerk is elected to a four year term and the Highway Superintendent is elected for a four-year term. The Town Board appoints the Assessor for a six-year term. Pursuant to Town Law Section 20, the Town contracts with an attorney for such professional service and advice as it may require. At present, the Town Board contracts with the Attorney for the Town in two-year terms.

Town Services

Electricity and natural gas are supplied throughout the Town by New York State Electric and Gas and National Fuel Gas Distribution Corporation, respectively.

The Erie County Water Authority supplies water for a portion of the Town and is responsible for the maintenance of the necessary facilities. The Authority charges the cost for the water service against the property or property owners served. The Town has recently created a number of water districts that are responsible for the financing and construction of the water transmission lines within their respective boundaries.

Police protection is provided by the State Police and County Sheriff's Department. Fire Protection is provided by contracts with the local volunteer fire companies to provide such service.

Employees

The Town provides services through 16 full-time employees. In addition approximately 25 employees work monthly for the Town on a part-time basis. On August 1, 2001, the Town entered into its first collective bargaining contract with Local 17 of the International Union of Operating Engineers representing six employees of the highway department. This contract is in effect through December 31, 2023.

Employee Pension Benefits

Substantially all employees of the Town are members of the New York State and Local Employees' Retirement System ("ERS") (referred hereinafter as the "Retirement System" where appropriate.) 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 and Social Security Law (the "Retirement System Law"). The Retirement System offers a wide range of plans and benefits which are related to years of service and final average salary, vesting of retirement benefits, death and disability benefits and optional methods of benefit payments. All benefits generally vest after ten years of credited service. The Retirement System Law generally provides that all participating employers in each retirement system are jointly and severally liable for any unfunded amounts. 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. Members hired after July 27, 1976 are assigned to a "Tier" based on their hire date and must contributed between three and six percent of their gross annual salary toward the costs of retirement programs, depending on their specific Tier and salary. For retirement system participants hired prior to January 1, 2010, individual contributions cease after ten years of credited service.

On May 14, 2003, the Governor signed a pension reform bill into law as Chapter 49 of the Law of 2003 ("Chapter 49"). Chapter 49 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 the required payment until after its budget was implemented. Under the reforms implemented by Chapter 49, the employer 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. As a result, the Town is notified of and can include the actual cost of the employer contribution in its budget. Chapter 49 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.

During its 2004 Session the New York State Legislature enacted further pension relief in the form of Chapter 260 of the Laws of 2004 ("Chapter 260"). Chapter 260 changed the pension payment date for all local governments 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.

The following schedule reflects the Town's contribution to the System for the last three fiscal years and the amount budgeted for the current fiscal year.

<u>Fiscal Year</u>	<u>ERS</u>
<u>Ending December 31:</u>	<u>Contribution</u>
2023 Budgeted	\$140,000
2022	121,680
2021	139,250
2020	130,173

FINANCIAL FACTORS

Annual Financial Report

The Town compiles financial information and files the annual report to the State Comptroller. The financial statements are reviewed but are not audited by an independent accounting firm. Appendix B to this Official Statement presents a summary of the results of operations for the prior fiscal years.

Fund Structures and Accounts

The financial statements of the Town conform to those prescribed by generally accepted accounting principles as applied to governmental units.

Revenues are recorded when measurable and available to pay liabilities of the current period. Revenues susceptible to accrual include real property taxes, state and federal aid, sales tax and certain user charges.

Expenditures are recorded when the fund liability is incurred. Exceptions to this rule are (1) prepaid and most inventory-type items are generally recognized at the time of disbursement; (2) unmatured interest on general long-term debt which is recognized when due; and (3) compensated absences, such as vacation and sick leave which vests or accumulates, and is charged as an expenditure when paid.

The encumbrance method of accounting is employed in the governmental funds, whereby commitments for contracts and outstanding purchase orders are reported as a reservation of fund balance. Such commitments are recorded as expenditures in the accounting period in which the liability is incurred.

The General Fund is the principal fund of the Town and includes all operations not required to be recorded in other funds. Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. These funds include the Highway and Special District Funds. Special Districts have been established for fire protection, lighting, ambulance, garbage and refuse, and water.

Revenues

The Town derives its revenues from a tax levy on real property, State aid from non-property taxes like the County sales tax, and from departmental fees and charges. A summary of such revenues for the Town's General and Special District Water and Sewer Funds over the prior fiscal years have been compiled from the Town's Annual Financial Reports and are presented in "Statement of Revenues, Expenditures and Changes in Fund Balances" in Appendix B.

Real Property Tax. The following table sets forth total general fund revenues and real property tax revenues during prior fiscal years and the amount budgeted for the current fiscal year.

Table 1
Property Taxes

<u>Fiscal Year</u>	<u>Total Revenues</u> ⁽¹⁾	<u>Real Property Taxes</u>	<u>Real Property Taxes to Revenues (%)</u>
2018	\$2,097,704	\$194,065	9.3%
2019	1,885,118	213,757	11.3%
2020	1,766,423	182,490	10.3%
2021	1,854,172	184,676	10.0%
2022	2,420,212	165,645	6.8%
2023 Budget	1,794,743	164,464	9.2%

(1) General Fund only

Non-Property Taxes. The County is authorized and levies a sales and compensatory use tax of 4.75%, a portion of which is shared with the Town, in addition to the 4% tax levied by the State. Such sales tax collections in New York are administered by the State Tax Commissioner and the proceeds are paid to the County quarterly. The following table sets forth general fund non-property tax (sales tax) revenues received by the Town during prior fiscal years and the amount budgeted for the current fiscal year:

Table 2
Non-Property Taxes

<u>Fiscal Year</u>	<u>Total Revenues</u> ⁽¹⁾	<u>Non-Property Taxes</u> ⁽¹⁾	<u>Non-Property Taxes to Revenues</u>
2018	\$2,097,704	\$1,185,365	56.5%
2019	1,885,118	1,077,932	57.2%
2020	1,766,423	923,507	52.3%
2021	1,854,172	923,928	49.8%
2022	2,420,212	1,093,315	45.2%
2023 Budget	1,794,743	925,000	51.5%

(1) General Fund only

(1) sales tax and franchise fees received

State Aid. The Town also receives a portion of its revenues in the form of State aid (per capita, mileage and valuation, and mortgage tax). However, there is no assurance that the State appropriation for State aid to municipalities will continue, either pursuant to existing formulas or in any form whatsoever. The State is not constitutionally obligated to maintain or continue such aid. State budgetary restrictions, which eliminate or substantially reduce State aid could have an adverse effect upon the Town, requiring either a counterbalancing increase in revenues from other sources to the extent available, or a curtailment of expenditures.

The following table sets forth total general fund revenues and State aid during prior fiscal years and the amount budgeted for the current fiscal year.

Table 3
State Aid

<u>Fiscal Year</u>	<u>Total Revenues</u> ⁽¹⁾	<u>State Aid</u>	<u>State Aid to Revenues</u>
2018	\$2,097,704	\$210,195	10.0%
2019	1,885,118	232,316	12.3%
2020	1,766,423	221,580	12.5%
2021	1,854,172	304,294	16.4%
2022	2,420,212	280,150	11.6%
2023 Budget	1,794,743	269,689	15.0%

(1) General Fund only

Budget Process

The Supervisor, with the assistance of the Town Bookkeeper, acting as budget officer, prepares a preliminary budget and presents it to the Town Clerk on September 30th. Subsequent to the budget hearing, revisions, if any, are made and the budget is then adopted by the Town Board as its final budget for the coming calendar year. The budget is not subject to voter approval.

Appendix B sets forth a summary of the Town's current General Fund budget.

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 and 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; (5) certificates of participation issued 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 instruments and 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 instruments and investments 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 in Section 10 of the GML.

The Town Board has adopted an investment policy and such policy conforms to 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.

REAL PROPERTY TAXES

Real Property Tax Collection Procedures and History

The Town Tax Receiver collects the County taxes as well as the General Town and Special District levies. Under the Erie County Tax Act, under which the Town collects taxes, any uncollected items are deducted from the amount returned to the County and the County assumes the responsibility for obtaining payment. Therefore, before the tax rolls are returned to the County at the end of the tax collection period the Town Clerk pays in full all tax levies due to the Town.

Taxes are due February 15 and payable without penalty through March 15. Penalties are imposed as follows: 7.5% from March 16th through April 30th and an additional 1.5% each month thereafter. After August 31, when the rolls are turned over to the County, all taxes are payable to the County with an additional penalty to the date of payment.

The following table sets forth the Town General, Highway and Special District levies, for the past five years.

Table 4					
<u>Total Tax Levy and Tax Rate</u>					
	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
General Fund	\$ 213,757	\$182,490	\$184,676	\$165,676	\$165,904
Highway Fund	785,424	793,060	834,911	844,769	853,332
Special Districts	<u>1,921,021</u>	<u>2,032,939</u>	<u>2,048,321</u>	<u>2,157,097</u>	<u>2,232,708</u>
Total Levy	\$2,920,202	\$3,008,489	\$3,067,908	\$3,167,542	\$3,251,944
General Fund Tax Rate	0.377440	0.318937	0.318937	0.280665	0.280665

The following table sets forth the assessed and full valuation of taxable real property, the State equalization rate and the Town's real property tax levy for Town purposes for the last five fiscal years.

Table 5
Assessed and Full Valuation

Roll Year	2018	2019	2020	2021	2022
Tax Year	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Taxable Assessed Valuation	\$560,922,439	\$566,375,462	\$573,331,004	\$580,100,606	\$585,980,541
State Equalization Rate	85.00%	79.00%	78.00%	73.00%	66.00%
Full Valuation	659,908,752	716,930,965	735,039,749	794,658,364	887,849,305

Source: Town Assessor

Ten Largest Assessed Values for the 2022 Fiscal Year

The following table presents the total 2022 assessed valuations of the Town's largest property owners used for the 2023 tax levy.

Table 6
Assessed Valuations

<u>Property Owner</u>	<u>Nature of Business</u>	<u>Assessed Valuation</u>	<u>Percentage of Total Valuation</u> ^(a)
National Fuel Gas	Utility	\$9,661,991	1.65%
Niagara Mohawk Power Corp	Utility	7,421,194	1.27%
NYS E&G	Utility	6,002,489	1.02%
Brookfield Properties of WNY	Apt. Complex	3,731,700	0.64%
CCD Property Management	Mobile Home Park	3,004,500	0.51%
CVS Pharmacy	Pharmacy	1,716,000	0.35%
FOP Holdings, LLC	Apt. Complex	2,060,400	0.29%
Celia Russo	Resident	1,546,200	0.26%
Boston Valley Apartments	Apt. Complex	1,232,000	0.21%
6069 S. Transit Road, LLC	Auto Dealer	<u>1,021,600</u>	<u>0.17%</u>
Total:		<u>\$37,398,074</u>	<u>6.38%</u>

(a) Total taxable assessed valuation for 2023 levy was \$585,980,541.

Source: Town Assessor.

Tax Levy Limitation Law

On June 24, 2011, Chapter 97 of the Laws of 2011 which created Section 3-c of the General Municipal Law was signed into law by the Governor (the "Tax Levy Limitation Law"). The Tax Levy Limitation Law applies to all local governments, including school districts (with the exception of New York City, and the counties comprising New York). It also applies to independent special districts and to town and county improvement districts as part of their parent municipalities tax levies.

The Tax Levy Limitation Law restricts, among other things, the amount of real property taxes (including assessments of certain special improvement districts) that may be levied by or on behalf of a municipality in a particular year, beginning with fiscal years commencing on or after January 1, 2012. On April 12, 2019, the enacted State budget legislation made the Tax Levy Limitation Law permanent. Pursuant to the Tax Levy Limitation Law, the tax levy of a municipality cannot increase by more than the lesser of (i) two percent (2%) or (ii) the annual increase in the consumer price index ("CPI"), over the amount of the prior year's tax levy. Certain adjustments would be permitted for taxable real property full valuation increases or changes in physical or quantity growth in the real property base as defined in Section 1220 of the Real Property Tax Law. A municipality may exceed the tax levy limitation for the coming fiscal year only if the governing body of such municipality first enacts, by at least a sixty percent vote of the total voting strength of the board, a local law (resolution in the case of fire districts and certain special districts) to override such

limitation for such coming fiscal year only. There are permissible exceptions to the tax levy limitation provided in the Tax Levy Limitation Law, including expenditures made on account of certain tort settlements and certain increases in the average actuarial contribution rates of the New York State and Local Employees' Retirement System, the Police and Fire Retirement System, and the Teachers' Retirement System. Municipalities are also permitted to carry forward a certain portion of their unused levy limitation from a prior year. Each municipality prior to adoption of its fiscal year budget must submit for review to the State Comptroller any information that is necessary in the calculation of its tax levy for such fiscal year.

The Tax Levy Limitation Law does not contain an exception from the levy limitation for the payment of debt service on either outstanding general obligation debt of municipalities or such debt incurred after the effective date of the Tax Levy Limitation Law (June 24, 2011).

Article 8 Section 2 of the State Constitution requires every issuer of general obligation notes and bonds in the State to pledge its faith and credit for the payment of the principal thereof and the interest thereon. This has been interpreted by the Court of Appeals, the State's highest court, in *Flushing National Bank v. Municipal Assistance Corporation for the City of New York*, 40 N.Y.2d 731 (1976), as follows:

"A pledge of the city's faith and credit is both a commitment to pay and a commitment of the city's revenue generating powers to produce the funds to pay. Hence, an obligation containing a pledge of the City's "faith and credit" is secured by a promise both to pay and to use in good faith the city's general revenue powers to produce sufficient funds to pay the principal and interest of the obligation as it becomes due. That is why both words, "faith" and "credit", are used and they are not tautological. That is what the words say and that is what courts have held they mean."

Article 8 Section 12 of the State Constitution specifically provides as follows:

"It shall be the duty of the legislature, subject to the provisions of this constitution, to restrict the power of taxation, assessment, borrowing money, contracting indebtedness, and loaning the credit of counties, cities, towns and villages, so as to prevent abuses in taxation and assessments and in contracting of indebtedness by them. Nothing in this article shall be construed to prevent the legislature from further restricting the powers herein specified of any county, city, town, village or school district to contract indebtedness or to levy taxes on real estate. The legislature shall not, however, restrict the power to levy taxes on real estate for the payment of interest on or principal of indebtedness theretofore contracted."

On the relationship of the Article 8 Section 2 requirement to pledge the faith and credit and the Article 8 Section 12 protection of the levy of real property taxes to pay debt service on bonds subject to the general obligation pledge, the Court of Appeals in the *Flushing National Bank* case stated:

"So, too, although the Legislature is given the duty to restrict municipalities in order to prevent abuses in taxation, assessment, and in contracting of indebtedness, it may not constrict the city's power to levy taxes on real estate for the payment of interest on or principal of indebtedness previously contracted....While phrased in permissive language, these provisions, when read together with the requirement of the pledge of faith and credit, express a constitutional imperative: debt obligations must be paid, even if tax limits be exceeded".

In addition, the Court of Appeals in the *Flushing National Bank* case has held that the payment of debt service on outstanding general obligation bonds and notes takes precedence over fiscal emergencies and the police power of municipalities.

Therefore, while the Tax Levy Limitation Law may constrict an issuer's power to levy real property taxes for the payment of debt service on debt contracted after the effective date of the Tax Levy Limitation Law, it is clear that no statute is able (1) to limit an issuer's pledge of its faith and credit to the payment of any of its general obligation indebtedness or (2) to limit an issuer's levy of real property taxes to pay debt service on general obligation debt contracted prior to the effective date of the Tax Levy Limitation Law. Whether

the Constitution grants a municipality authority to treat debt service payments as a constitutional exception to such statutory tax levy limitation is not clear.

It is possible that the Tax Levy Limitation Law will be subject to judicial review to resolve the constitutional issues raised by its adoption. Although courts in New York have historically been protective of the rights of holders of general obligation debt of political subdivisions, the outcome of any such legal challenge cannot be predicted.

TOWN INDEBTEDNESS

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 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 within three fiscal years periods 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 purposes for which it is contracted, unless the Town determines to issue debt amortized on the basis of 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 and contracting indebtedness to prevent abuses in the exercise of such powers; however, as has been noted under "Nature of Obligation", the State Legislature is prohibited by a specific constitutional provision from restricting the power of the Town to levy taxes on real estate for the payment of interest on or principal of indebtedness theretofore contracted.

Statutory Procedure

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

Pursuant to the Local Finance Law, the Town authorizes the incurrence of indebtedness, including bond and bond anticipation notes issued in anticipation of such bonds, by the adoption of a resolution, approved by at least two-thirds of the members of the Town Board, the finance board of the Town. Certain such resolutions may be subject to permissive referendum, or may be submitted to the Town voters at the discretion of the Town Board.

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 validation of the bonds in anticipation of which the Notes are being issued.

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 such renewals do not (with certain exceptions) extend 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 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 and budget notes.

Debt Limit. The Town has the power to contract indebtedness for any Town purpose so long as the principal amount thereof shall not exceed seven per centum of the most recent five-year 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 appropriations for current debt service. The constitutional method for determining full valuation is by taking the assessed valuation of taxable real estate for the last completed assessment roll and applying thereto the final equalization rate as determined by the State Board of Real Property Services. The State Legislature is required to prescribe the manner by which such rate shall be determined. The average full valuation is determined by taking the sum of full valuations of such last completed assessment roll and the four preceding assessment rolls, and dividing such sum 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.

Constitutional Debt Limit

The following table sets forth the constitutional debt limit of the Town, as of September 6, 2023.

Table 7			
<u>Constitutional Debt Limit</u>			
<u>Year</u>	<u>Assessed</u>	<u>Equalization</u>	<u>Full</u>
<u>Roll</u>	<u>Valuation</u>	<u>Rate</u>	<u>Valuation</u>
2019	\$560,922,439	85.00%	\$659,908,752
2020	566,375,462	79.00%	716,930,965
2021	573,331,004	78.00%	735,039,749
2022	580,100,606	73.00%	794,658,364
2023	585,980,541	66.00%	887,849,305
Total Five-Year Valuation			\$3,794,387,135
Average Five-Year Valuation			\$758,877,427
Debt Limit - 7% of Average Full Valuation			\$53,121,420

Source: Town Assessor's Office

Statement of Debt Contracting Power

Table 8
Statutory Debt Limit and Net Indebtedness

(As of September 6, 2023)

Debt Contracting Limitation	\$53,121,420
Serial Bonds	\$4,231,150
Bond Anticipation Notes	<u>1,013,790</u>
Total Gross Direct Indebtedness	<u>\$5,244,940</u>
Exclusions and Deductions	
Water Bonds	\$3,641,150
Water BANs	1,013,790
Bond Appropriations for Non-Exempt Debt	<u>0</u>
	<u>\$4,654,940</u>
Total Net Indebtedness	<u>\$590,000</u>
Net Debt-Contracting Margin	<u>\$52,531,420</u>
Percentage of Debt-Contracting Margin Exhausted	<u>1.11%</u>

Remedies Upon Default

Under current law, provision is made for contract creditors (including the Noteholders) of the Town to enforce payments upon such contracts, if necessary, through court action, although the present statute limits interest on the amount adjudged due to 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, although judicial mandates have been issued to officials to appropriate and pay judgments out of current funds or the proceeds of a tax levy.

Remedies for enforcement of payment are not expressly included in the Town's contract with holders of its bonds and notes, although any permanent repeal by statute or constitutional amendment of a bondholder's remedial right to judicial enforcement of the contract should, in the opinion of Bond Counsel, be held unconstitutional.

The State has consented 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. Subject to such State consent, under the United States Constitution, Congress has jurisdiction over such matters and has enacted amendments to the existing federal bankruptcy statute, generally to the effect and with the purpose of affording municipal corporations, under certain circumstances, with easier access to judicially approved adjustment of debts including judicial control over identifiable and unidentifiable creditors.

In recent times, certain events and legislation affecting remedies on default have resulted in litigation. While courts of final jurisdiction have upheld and sustained the rights of bondholders, such courts might hold that future events, including financial crises as they may occur in the State and in municipalities of the State, require the exercise by the State of its emergency and police powers to assure the continuation of essential public services.

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

Trend of Outstanding Indebtedness

The following table provides information relating to the capital indebtedness outstanding at year-end for the last five fiscal years.

	Table 9 <u>Outstanding Indebtedness</u>				
	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Bonds	\$5,400,758	\$5,169,133	\$4,932,217	\$4,689,865	\$4,441,931
Bond Anticipation Notes	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,013,790</u>
Total Outstanding Debt	\$5,400,758	\$5,169,133	\$4,932,217	\$4,689,865	\$5,455,721

Short Term Indebtedness

Following the issuance of the Notes, the Town will have \$1,013,790 in bond anticipation notes outstanding, which will mature on October 4, 2024.

Debt Service Schedule

The following table sets forth all principal and interest payments required on the Town's outstanding bonded indebtedness.

Table 10
Bond Principal and Interest Maturity

(As of September 6, 2023)

<u>FYE</u> <u>12/31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u> <u>Debt Service</u>
2024	171,750	148,596	320,346
2025	176,550	142,424	318,974
2026	186,450	135,500	321,950
2027	191,450	128,544	319,994
2028	196,750	121,876	318,626
2029	207,150	114,883	322,033
2030	212,950	107,556	320,506
2031	218,750	99,958	318,708
2032	229,950	92,002	321,952
2033	230,000	83,670	313,670
2034	241,500	75,125	316,625
2035	183,300	67,418	250,718
2036	190,400	60,660	251,060
2037	197,700	53,637	251,337
2038	205,300	46,340	251,640
2039	213,200	38,759	251,959
2040	221,400	30,882	252,282
2041	86,200	22,698	108,898
2042	89,100	20,112	109,212
2043	90,100	17,439	107,539
2044	94,200	14,736	108,936
2045	97,400	11,910	109,310
2046	99,600	8,988	108,588
2047	98,000	6,000	104,000
2048	<u>102,000</u>	<u>3,060</u>	<u>105,060</u>
Total	<u>\$4,231,150</u>	<u>\$1,652,773</u>	<u>\$5,883,923</u>

Direct and Overlapping Indebtedness

The real property taxpayers of the Town are responsible for a proportionate share of outstanding debt obligations of the County and other governmental units. Such taxpayers' share of this overlapping debt is based upon the amount of the Town's equalized property values taken as a percentage of each separate units' total values. The table below sets forth both the total outstanding principal amount of debt issued by the Town and the approximate magnitude of the burden on taxable property in the Town of the debt instruments issued and outstanding by such other political units. Authorized but unissued debt has not been included.

Table 11
Statement of Direct and Overlapping Indebtedness

Direct Debt

Gross Direct Debt	\$5,244,940
Exclusions and Deductions	<u>4,654,940</u>
Net Direct Debt	<u>\$590,000</u>

Overlapping Debt

<u>Issuer</u>	<u>As of</u>	<u>Net Debt Outstanding</u>	<u>Town Share</u>	<u>Amount Applicable To Town</u>
Erie County	05/31/23	\$271,059,571	1.07%	\$2,900,337
Springville CSD	07/21/23	49,445,896	6.25%	3,090,369
Hamburg CSD	05/08/23	42,015,000	17.09%	7,180,364
Orchard Park CSD	07/26/23	49,770,000	3.72%	1,851,444
Eden CSD	12/23/22	26,895,122	17.35%	<u>4,666,304</u>
Net Overlapping Debt				\$19,688,818
Net Direct Debt				<u>\$590,000</u>
Total Net Direct and Overlapping Debt				<u>\$20,278,817</u>

Source: Official Statements and State Comptroller's Special Report.

Long-Term Capital Financing Plans

The Town anticipates the need to finance ongoing capital needs for general, highway, and special district purposes only as necessary. On July 19, 2023, the Town authorized \$15,656,000 in serial bonds to finance certain improvements to the Town's Water District Nos. 1 and 2 facilities. No other obligations are authorized but unissued at this time.

Debt Ratios

The following table presents certain debt ratios relating to the Town's net direct and overlapping indebtedness.

Table 12
Debt Ratios

	<u>Amount</u>	<u>Debt Per Capita</u> ⁽¹⁾	<u>Debt to Full Value</u> ⁽²⁾
Net Direct Debt	\$590,000	\$74	0.07%
Net Direct and Overlapping Debt	\$20,278,817	\$2,548	2.28%

(1) The population of the Town is 7,958.

(2) The Town's full value of taxable real property for 2023 taxes is \$887,849,305.

ECONOMIC AND DEMOGRAPHIC DATA

Population

The following table presents population trends for the County, State and United States, based upon recent census data.

Table 13
Population Trend

	<u>2010</u>	<u>2020</u>	<u>Percentage Change</u>
Town	8,023	7,948	(0.9%)
County	919,040	954,236	3.8%
State	19,378,102	20,201,249	4.2%

Source: New York State Department of Commerce; New York State Department of Economic Development.

Employment and Unemployment

The following tables provide information concerning employment in the Town, County and State. Data provided for the County and the State may not be representative of the Town. Because the Town is centrally located in Western New York, many of its residents are employed throughout the neighboring communities.

Table 15
Civilian Labor Force
(Thousands)

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
County	451.6	452.5	445.1	435.6	443.9
State	9,842.3	9,880.2	9,575.0	9,441.5	9,481.3

Source: New York State Department of Labor, Bureau of Labor Statistics.

Table 16
Yearly Average Unemployment Rates

<u>Year</u>	<u>County</u>	<u>State</u>
2018	4.4%	4.1%
2019	4.1%	3.8%
2020	9.1%	9.9%
2021	5.5%	6.9%
2022	3.7%	4.4%

Source: New York State Department of Labor, Bureau of Labor Statistics.

Table 17
Monthly Unemployment Rates

<u>Month</u>	<u>County</u>	<u>State</u>
August 2022	3.9%	4.2%
September	3.2%	3.6%
October	3.0%	3.7%
November	3.2%	3.8%
December	3.3%	3.8%
January 2023	4.2%	4.6%
February	3.9%	4.5%
March	3.5%	4.0%
April	2.7%	3.7%
May	3.1%	3.8%
June	3.2%	4.2%
July	NA	4.1%

Source: New York State Department of Labor, Bureau of Labor Statistics. Information not seasonally adjusted.

Financial Institutions

Evans National Bank is the only commercial bank with one or more offices located within the Town, however, several commercial banks have offices located just outside the Town limits, including HSBC, M&T Bank, JPMorgan Chase Bank, Key Bank and Bank of America.

Transportation

Transportation facilities include an excellent network of highways, the New York State Thruway, NYS Routes 219 and 62 and the Metro Bus System. Several major airlines operate from the Buffalo-Niagara International Airport only 15 miles outside the Town. These facilities make the Town easily accessible to the large diversified industrial area of the Niagara Frontier.

LITIGATION

In common with other municipalities, the Town from time to time receives notices of claim and is party to litigation. In the opinion of the attorney for the Town, unless otherwise set forth herein and apart from matters provided for by applicable insurance coverage, there are no claims or action pending which, if determined against the Town, would have a material adverse effect on the financial condition.

APPENDIX B

SUMMARY OF FINANCIAL STATEMENTS AND BUDGETS

Town of Boston, New York
Comparative Balance Sheets
At December 31

	General Fund		Special District Water		Highway Town-Wide	
<u>ASSETS</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>
Cash	\$2,792,371	\$2,649,494	\$535,573	\$594,604	\$756,648	\$563,914
Investments	0	832,697	0	0	0	0
Accounts Receivable	34,663	32,147	0	0	85	9,300
Due from Other Funds	0	211,000	0	0	0	0
Due from Other Governments	32,466	133,783	0	0	124,730	157,680
Prepaid Expenses	21,835	18,036	0	0	13,960	10,593
Restricted Assets	440,470	441,351	352,955	353,660	289,129	289,695
Total Assets	<u>\$3,321,805</u>	<u>\$4,318,508</u>	<u>\$888,528</u>	<u>\$948,264</u>	<u>\$1,184,552</u>	<u>\$1,031,182</u>
 <u>LIABILITIES AND FUND BALANCE</u>						
<u>Liabilities:</u>						
Accounts Payable	\$140,494	\$139,089	\$19,477	\$0	\$34,195	\$43,248
Accrued Liabilities	3,563	0	0	0	12,543	0
Other Deposits	0	0	0	0	0	0
Other Liabilities	383,577	447,882	0	0	814	871
Due to Other Governments	0	846	0	0	0	801
Payroll Liabilities	3,562	7,402	0	0	12,544	18,491
Total Liabilities	<u>531,196</u>	<u>595,219</u>	<u>19,477</u>	<u>0</u>	<u>60,096</u>	<u>63,411</u>
Deferred Inflows of Resources	0	678,875				
<u>Fund Balance:</u>						
Nonspendable	21,835	18,036	0	0	13,960	10,593
Restricted	440,470	441,351	352,955	353,660	289,129	289,695
Committed Fund Balance	25,201	0	0	0	257,233	0
Assigned	341,550	495,758	516,096	594,604	564,134	667,483
Unassigned	1,961,553	2,089,269	0	0	0	0
Total Fund Balance	<u>2,790,609</u>	<u>3,044,414</u>	<u>869,051</u>	<u>948,264</u>	<u>1,124,456</u>	<u>967,771</u>
Total Liabilities & Fund Balance	<u>\$3,321,805</u>	<u>\$4,318,508</u>	<u>\$888,528</u>	<u>\$948,264</u>	<u>\$1,184,552</u>	<u>\$1,031,182</u>

Source: Annual Financial Report to the State Comptroller

Town of Boston, New York
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended December 31

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<u>Revenues:</u>					
Real Property Taxes	\$194,065	\$213,757	\$182,490	\$184,676	\$165,645
Real Property Tax Items	11,316	11,554	12,244	12,470	14,299
Nonproperty Tax Items	1,185,365	1,077,932	923,507	923,928	1,093,315
Departmental Income	65,132	11,196	13,759	15,249	16,030
Use of Money and Property	101,779	103,533	98,900	93,254	97,564
Licenses and Permits	30,535	24,849	29,303	33,291	43,156
Fines and Forfeitures	182,674	154,534	86,209	189,507	203,255
Sale of Property and Compensation Loss	3,555	0	7,792	0	2,100
Miscellaneous Local Sources	1,590	55,447	62,072	61,876	7,449
State Aid	210,195	232,316	221,580	304,294	280,150
Federal Aid	111,498	0	128,567	35,627	497,249
Total Revenues	<u>2,097,704</u>	<u>1,885,118</u>	<u>1,766,423</u>	<u>1,854,172</u>	<u>2,420,212</u>
<u>Expenditures:</u>					
General Government Support	833,369	889,814	963,302	899,407	992,953
Public Safety	40,057	43,072	59,595	58,572	82,716
Transportation	146,765	156,692	134,272	130,811	138,100
Economic Assistance and Opportunity	25,561	27,207	22,945	29,707	32,946
Culture and Recreation	243,060	298,279	239,208	258,894	256,661
Home and Community Services	74,797	87,830	79,254	79,003	115,203
Employee Benefits	218,996	187,074	201,406	201,548	215,262
Debt Service - Principal	40,000	40,000	40,000	40,000	44,555
Debt Service - Interest	27,560	26,360	25,160	23,960	23,320
Total Expenditures	<u>1,650,165</u>	<u>1,756,328</u>	<u>1,765,142</u>	<u>1,721,902</u>	<u>1,901,716</u>
Excess of Revenues Over (Under)					
Expenditures	<u>447,539</u>	<u>128,790</u>	<u>1,281</u>	<u>132,270</u>	<u>518,496</u>
<u>Other Financing Sources (Uses):</u>					
Operating Transfers In	0	0	0	0	0
Operating Transfers Out	<u>0</u>	<u>0</u>	<u>0</u>	<u>(35,627)</u>	<u>(416,905)</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>(35,627)</u>	<u>(416,905)</u>
Excess of Revenues and Other Financing					
Sources Over (Under) Expenditures (Uses)	<u>447,539</u>	<u>128,790</u>	<u>1,281</u>	<u>96,643</u>	<u>101,591</u>
Fund Balance at January 1	2,241,356	2,563,895	2,692,685	2,693,966	2,790,609
Prior Period Adjustment	<u>(125,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>152,214</u>
Fund Balance at December 31	<u>\$2,563,895</u>	<u>\$2,692,685</u>	<u>\$2,693,966</u>	<u>\$2,790,609</u>	<u>\$3,044,414</u>

Source: Annual Financial Report to the State Comptroller.

**Town of Boston, New York
Special District Water Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Year Ended December 31**

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<u>Revenues and Other Sources:</u>					
Real Property Taxes	\$421,754	\$426,602	\$429,251	\$431,105	\$467,305
Use of Money and Property	7,812	7,451	3,766	1,448	1,984
Sale of Property & Comp. For Loss	0	0	0	6,321	0
Total Revenues and Other Sources	<u>429,566</u>	<u>434,053</u>	<u>433,017</u>	<u>438,874</u>	<u>469,289</u>
<u>Expenditures and Other Uses:</u>					
General Support	0	0	0	0	48
Water Trans. & Distribution	64,306	60,655	70,575	86,303	60,505
Debt Service - Principal	186,575	191,624	196,917	202,352	207,933
Debt Service - Interest	144,620	139,081	143,499	117,181	121,590
Total Expenditures and Other Uses	<u>395,501</u>	<u>391,360</u>	<u>410,991</u>	<u>405,836</u>	<u>390,076</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	34,065	42,693	22,026	33,038	79,213
Fund Balance at January 1	<u>737,229</u>	<u>771,294</u>	<u>813,987</u>	<u>836,013</u>	<u>869,051</u>
Fund Balance at December 31	<u><u>\$771,294</u></u>	<u><u>\$813,987</u></u>	<u><u>\$836,013</u></u>	<u><u>\$869,051</u></u>	<u><u>\$948,264</u></u>

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

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<u>Revenues and Other Sources:</u>					
Real Property Taxes	\$756,028	\$785,424	\$793,060	\$834,911	\$844,769
Non Property Tax Items	225,000	225,000	325,000	300,000	250,000
Use of Money and Property	8,839	9,731	4,710	1,897	2,342
Sale of Property & Comp. For Loss	11,178	13,129	190	12,603	24,525
Miscellaneous Local Sources	3,640	4,311	976	1,195	1,362
Interfund Revenues	50,000	50,150	50,000	58,075	60,571
State & Federal Aid	58,795	221,781	12,538	181,035	202,957
Total Revenues and Other Sources	<u>1,113,480</u>	<u>1,309,526</u>	<u>1,186,474</u>	<u>1,389,716</u>	<u>1,386,526</u>
<u>Expenditures and Other Uses:</u>					
Transportation	904,352	1,172,742	919,953	1,041,057	1,373,033
Employee Benefits	237,646	195,139	197,189	181,452	170,178
Total Expenditures and Other Uses	<u>1,141,998</u>	<u>1,367,881</u>	<u>1,117,142</u>	<u>1,222,509</u>	<u>1,543,211</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(28,518)	(58,355)	69,332	167,207	(156,685)
Fund Balance at January 1	852,463	946,272	887,917	957,249	1,124,456
Prior Period Adjustment Increase Fund Bal	125,000	0	0	0	0
Prior Period Adjustment Decrease Fund Bal.	(2,673)	0	0	0	0
Fund Balance at December 31	<u><u>\$946,272</u></u>	<u><u>\$887,917</u></u>	<u><u>\$957,249</u></u>	<u><u>\$1,124,456</u></u>	<u><u>\$967,771</u></u>

Source: Annual Financial Report to the State Comptroller.

Town of Boston, New York

Budget Summary

GENERAL FUND

	<u>2022</u>	<u>2023</u>
Estimated Revenues:		
Real Property Tax	\$162,814	\$164,464
Other Tax Items	1,009,000	1,058,640
Departmental Income	136,950	136,950
Fines and Forfeitures	165,000	165,000
Miscellaneous	49,689	0
State Aid	215,000	269,689
Total Revenues	<u>\$1,738,453</u>	<u>\$1,794,743</u>
Appropriated Fund Balance	<u>341,550</u>	<u>426,216</u>
Total Est. Rev., Appropriated Fund	<u><u>\$2,080,003</u></u>	<u><u>\$2,220,959</u></u>
 Appropriations:		
General Government Support	\$989,586	\$1,068,284
Public Safety & Health	98,357	120,295
Health	0	0
Transportation	146,427	151,563
Economic Assistance and Opportunity	40,265	42,575
Culture and Recreation	342,631	299,174
Home and Community	148,477	214,583
Employee Benefits	251,500	258,000
Debt Service	<u>62,760</u>	<u>66,485</u>
Total Appropriations	<u><u>\$2,080,003</u></u>	<u><u>\$2,220,959</u></u>

Source: Town Officials

SUMMARY OF ALL FUNDS

	Property <u>Taxes</u>	Property <u>Taxes</u>
General Fund	\$162,814	\$164,464
Unpaid Water	0	142
Highway Fund	844,769	853,332
Fire Districts	778,709	801,039
Lighting Districts	13,951	14,001
Ambulance District	100,134	100,987
Consolidated Garbage District	797,640	843,128
Water Districts	<u>466,663</u>	<u>469,812</u>
TOTALS	<u><u>\$3,164,680</u></u>	<u><u>\$3,246,905</u></u>

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

ANNUAL FINANCIAL REPORT

UPDATE DOCUMENT

For The

TOWN of Boston

County of Erie

For the Fiscal Year Ended 12/31/2022

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 Boston

*** 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 2021 and has been used by the OSC as the basis for preparing this update document for the fiscal year ended 2022:

- (A) GENERAL
- (DA) HIGHWAY-TOWN-WIDE
- (H) CAPITAL PROJECTS
- (K) GENERAL FIXED ASSETS
- (SF) FIRE PROTECTION
- (SL) LIGHTING
- (SM) MISCELLANEOUS
- (SR) REFUSE AND GARBAGE
- (SW) WATER
- (TA) AGENCY
- (W) GENERAL LONG-TERM DEBT

All amounts included in this update document for 2021 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 Boston
Annual Update Document
For the Fiscal Year Ending 2022

(A) GENERAL

Balance Sheet

Code Description	2021	EdpCode	2022
Assets			
Cash	2,791,871	A200	2,648,994
Petty Cash	500	A210	500
TOTAL Cash	2,792,371		2,649,494
Leases Receivable		A454	832,697
TOTAL Investments	0		832,697
Accounts Receivable	34,663	A380	32,147
TOTAL Other Receivables (net)	34,663		32,147
Due From Other Funds		A391	211,000
TOTAL Due From Other Funds	0		211,000
Due From Other Governments	32,466	A440	133,783
TOTAL Due From Other Governments	32,466		133,783
Prepaid Expenses	21,835	A480	18,036
TOTAL Prepaid Expenses	21,835		18,036
Cash Special Reserves	440,470	A230	441,351
TOTAL Restricted Assets	440,470		441,351
TOTAL Assets and Deferred Outflows of Resources	3,321,805		4,318,508

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(A) GENERAL

Balance Sheet

Code Description	2021	EdpCode	2022
Accounts Payable	140,494	A600	139,089
TOTAL Accounts Payable	140,494		139,089
Accrued Liabilities	3,563	A601	
TOTAL Accrued Liabilities	3,563		0
Guaranty & Bid Deposits		A730	
TOTAL Other Deposits	0		0
Other Liabilities	383,577	A688	447,882
Additional Description ARPA & NYSERDA Grant			
TOTAL Other Liabilities	383,577		447,882
State Retirement		A718	846
TOTAL Due To Other Governments	0		846
Consolidated Payroll	2,722	A710	5,865
NYS Income Tax	98	A721	209
Federal Income Tax	236	A722	455
Social Security Tax	506	A726	873
TOTAL Payroll Liabilities	3,562		7,402
TOTAL Liabilities	531,196		595,219
Deferred Inflows of Resources			
Deferred Inflow of Resources		A691	678,875
TOTAL Deferred Inflows of Resources	0		678,875
TOTAL Deferred Inflows of Resources	0		678,875
Fund Balance			
Not in Spendable Form	21,835	A806	18,036
TOTAL Nonspendable Fund Balance	21,835		18,036
Capital Reserve	356,047	A878	356,758
Reserve For Tax Stabilization	84,423	A880	84,593
TOTAL Restricted Fund Balance	440,470		441,351
Committed Fund Balance	25,201	A913	
TOTAL Committed Fund Balance	25,201		0
Assigned Appropriated Fund Balance	341,550	A914	426,216
Assigned Unappropriated Fund Balance		A915	69,542
TOTAL Assigned Fund Balance	341,550		495,758
Unassigned Fund Balance	1,961,553	A917	2,089,269
TOTAL Unassigned Fund Balance	1,961,553		2,089,269
TOTAL Fund Balance	2,790,609		3,044,414
TOTAL Liabilities, Deferred Inflows And Fund Balance	3,321,805		4,318,508

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(A) GENERAL

Results of Operation

Code Description	2021	EdpCode	2022
Revenues			
Real Property Taxes	182,856	A1001	162,814
Special Assessments	1,820	A1030	2,831
TOTAL Real Property Taxes	184,676		165,645
Interest & Penalties On Real Prop Taxes	12,470	A1090	14,299
TOTAL Real Property Tax Items	12,470		14,299
Non Prop Tax Dist By County	800,000	A1120	966,033
Franchises	123,928	A1170	127,282
TOTAL Non Property Tax Items	923,928		1,093,315
Clerk Fees	3,593	A1255	3,911
Public Pound Charges, Dog Control Fees	150	A1550	100
Charges-Programs For The Aging	1,102	A1972	1,520
Park And Recreational Charges	6,864	A2001	6,674
Special Recreational Facility Charges	750	A2025	975
Other Culture & Recreation Income	1,140	A2089	
Zoning Fees	1,650	A2110	2,850
TOTAL Departmental Income	15,249		16,030
Interest And Earnings	3,947	A2401	40,089
Rental of Real Property	88,800	A2410	
Additional Description GASB 87-Adjust to treatment as lease income			
Natural Gas Leases And Royalties	507	A2420	507
Lease Payments Collected		A2421	56,968
TOTAL Use of Money And Property	93,254		97,564
Games of Chance	295	A2530	256
Dog Licenses	5,084	A2544	5,738
Licenses, Other	300	A2545	300
Building And Alteration Permits	25,332	A2555	36,692
Permits, Other	2,280	A2590	170
TOTAL Licenses And Permits	33,291		43,156
Fines And Forfeited Bail	189,507	A2610	203,255
TOTAL Fines And Forfeitures	189,507		203,255
Sales of Equipment		A2665	2,100
Insurance Recoveries		A2680	
TOTAL Sale of Property And Compensation For Loss	0		2,100
Refunds of Prior Year's Expenditures	12,037	A2701	7,449
Gifts And Donations	150	A2705	
AIM Related Payments	49,689	A2750	
TOTAL Miscellaneous Local Sources	61,876		7,449
St Aid, Revenue Sharing		A3001	49,689
St Aid, Mortgage Tax	302,094	A3005	224,961
St Aid - Other (specify)	2,200	A3089	3,000
Additional Description Polling Place			
St Aid, Civil Defense		A3305	
St Aid-Other Cul & Rec St Aid		A3889	2,500
TOTAL State Aid	304,294		280,150
Federal Aid - Other	35,627	A4089	349,899
Fed Aid, Community Development Act		A4910	109,300

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(A) GENERAL

Results of Operation

Code Description	2021	EdpCode	2022
Revenues			
Fed Aid, Emergency Disaster Assistance		A4960	38,050
TOTAL Federal Aid	35,627		497,249
TOTAL Revenues	1,854,172		2,420,212
TOTAL Detail Revenues And Other Sources	1,854,172		2,420,212

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(A) GENERAL

Results of Operation

Code Description	2021	EdpCode	2022
Expenditures			
Legislative Board, Pers Serv	35,000	A10101	36,400
Legislative Board, Contr Expend	2,965	A10104	2,262
TOTAL Legislative Board	37,965		38,662
Municipal Court, Pers Serv	116,613	A11101	119,552
Municipal Court, Equip & Cap Outlay		A11102	
Municipal Court, Contr Expend	4,346	A11104	4,712
TOTAL Municipal Court	120,959		124,264
Supervisor,pers Serv	131,684	A12201	136,952
Supervisor,equip & Cap Outlay	1,087	A12202	238
Supervisor,contr Expend	2,809	A12204	4,011
TOTAL Supervisor	135,580		141,201
Auditor, Contr Expend	9,688	A13204	8,679
TOTAL Auditor	9,688		8,679
Budget, Pers Serv	3,500	A13401	3,640
TOTAL Budget	3,500		3,640
Assessment, Pers Serv	64,981	A13551	66,221
Assessment, Equip & Cap Outlay		A13552	806
Assessment, Contr Expend	2,427	A13554	1,954
TOTAL Assessment	67,408		68,981
Fiscal Agents Fees, Contr Expend		A13804	5,706
TOTAL Fiscal Agents Fees	0		5,706
Clerk,pers Serv	97,367	A14101	103,486
Clerk,equip & Cap Outlay	1,000	A14102	975
Clerk,contr Expend	1,483	A14104	3,077
TOTAL Clerk	99,850		107,538
Law, Pers Serv	16,204	A14201	16,852
Law, Contr Expend	34,095	A14204	35,622
TOTAL Law	50,299		52,474
Personnel, Contr Expend	6,500	A14304	6,500
TOTAL Personnel	6,500		6,500
Engineer, Contr Expend	10,773	A14404	36,897
TOTAL Engineer	10,773		36,897
Records Mgmt, Contr Expend	251	A14604	512
TOTAL Records Mgmt	251		512
Operation of Plant, Pers Serv	11,888	A16201	12,996
Operation of Plant, Equip & Cap Outlay	83,947	A16202	133,900
Operation of Plant, Contr Expend	120,354	A16204	114,410
TOTAL Operation of Plant	216,189		261,306
Central Comm System Equip & Cap Outlay	6,000	A16502	
Central Comm System Contr Expend	27,085	A16504	29,448
TOTAL Central Comm System Contr Expend	33,085		29,448
Central Print & Mail Contr Expend	16,294	A16704	10,175
TOTAL Central Print & Mail Contr Expend	16,294		10,175
Unallocated Insurance, Contr Expend	68,004	A19104	72,118
TOTAL Unallocated Insurance	68,004		72,118

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(A) GENERAL

Results of Operation

Code Description	2021	EdpCode	2022
Expenditures			
Municipal Assn Dues, Contr Expend	4,135	A19204	4,160
TOTAL Municipal Assn Dues	4,135		4,160
Judgements And Claims, Contr Expend	262	A19304	326
TOTAL Judgements And Claims	262		326
Taxes & Assess On Munic Prop, Contr Expend	3,665	A19504	3,866
TOTAL Taxes & Assess On Munic Prop	3,665		3,866
Other General Govt Support, Contract Exp	15,000	A19894	16,500
TOTAL Other General Govt Support	15,000		16,500
TOTAL General Government Support	899,407		992,953
Traffic Control, Contr Expen	2,731	A33104	4,875
TOTAL Traffic Control	2,731		4,875
Control of Animals, Pers Serv	13,179	A35101	13,706
Control of Animals, Equip & Cap Outlay		A35102	
Control of Animals, Contr Expend	1,668	A35104	2,243
TOTAL Control of Animals	14,847		15,949
Safety Inspection, Pers Serv	38,955	A36201	56,344
Safety Inspection, Equip & Cap Outlay		A36202	932
Safety Inspection, Contr Expend	2,039	A36204	4,616
TOTAL Safety Inspection	40,994		61,892
TOTAL Public Safety	58,572		82,716
Street Admin, Pers Serv	87,022	A50101	90,975
Street Admin, Equip & Cap Outlay		A50102	
Street Admin, Contr Expend	3,130	A50104	4,004
TOTAL Street Admin	90,152		94,979
Garage, Contr Expend	17,507	A51324	20,258
TOTAL Garage	17,507		20,258
Street Lighting, Contr Expend	23,152	A51824	22,863
TOTAL Street Lighting	23,152		22,863
TOTAL Transportation	130,811		138,100
Programs For Aging, Pers Serv	27,330	A67721	29,965
Programs For Aging, Equip & Cap Outlay		A67722	
Programs For Aging, Contr Expend	2,377	A67724	2,981
TOTAL Programs For Aging	29,707		32,946
TOTAL Economic Assistance And Opportunity	29,707		32,946
Parks, Pers Serv	94,091	A71101	108,090
Parks, Equip & Cap Outlay	1,014	A71102	
Parks, Contr Expend	22,567	A71104	18,625
TOTAL Parks	117,672		126,715
Playgr & Rec Centers, Pers Serv		A71401	
Playgr & Rec Centers, Contr Expend		A71404	
TOTAL Playgr & Rec Centers	0		0
Band Concerts, Pers Serv	2,500	A72701	2,600
Band Concerts, Contr Expend	6,869	A72704	6,065
TOTAL Band Concerts	9,369		8,665
Youth Prog, Pers Serv		A73101	

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(A) GENERAL

Results of Operation

Code Description	2021	EdpCode	2022
Expenditures			
Youth Prog, Contr Expend	100,000	A73104	75,000
TOTAL Youth Prog	100,000		75,000
Historian, Pers Serv	3,550	A75101	3,692
Historian, Contr Expend	282	A75104	499
TOTAL Historian	3,832		4,191
Historical Property, Equip & Cap Outlay	1,140	A75202	
Historical Property, Contr Expend	3,000	A75204	
TOTAL Historical Property	4,140		0
Celebrations, Contr Expend	12,969	A75504	15,162
TOTAL Celebrations	12,969		15,162
Adult Recreation, Contr Expend	9,912	A76204	25,928
TOTAL Adult Recreation	9,912		25,928
Other Culture And Rec, Contr Expend	1,000	A79894	1,000
TOTAL Other Culture And Rec	1,000		1,000
TOTAL Culture And Recreation	258,894		256,661
Zoning, Pers Serv	1,688	A80101	2,257
Zoning, Contr Expend	2,329	A80104	1,917
TOTAL Zoning	4,017		4,174
Planning, Pers Serv	1,197	A80201	3,133
Planning, Contr Expend	5,366	A80204	4,789
TOTAL Planning	6,563		7,922
Drainage, Contr Expend	4,701	A85404	4,082
TOTAL Drainage	4,701		4,082
Conservation, Pers Serv	175	A87101	474
Conservation, Contr Expend	1,172	A87104	4,730
TOTAL Conservation	1,347		5,204
Flood & Erosion Control, Contr Expend		A87454	15,000
TOTAL Flood & Erosion Control	0		15,000
Cemetery, Pers Serv	300	A88101	300
Cemetery, Contr Expend	4,000	A88104	2,950
TOTAL Cemetery	4,300		3,250
Misc Home & Comm Serv, Contr Expend	58,075	A89894	75,571
TOTAL Misc Home & Comm Serv	58,075		75,571
TOTAL Home And Community Services	79,003		115,203
State Retirement System	84,306	A90108	75,943
Social Security, Employer Cont	57,026	A90308	61,809
Worker's Compensation, Empl Bnfts	12,494	A90408	12,063
Unemployment Insurance, Empl Bnfts		A90508	8,484
Disability Insurance, Empl Bnfts		A90558	759
Hospital & Medical (dental) Ins, Empl Bnft	47,722	A90608	56,204
TOTAL Employee Benefits	201,548		215,262
Debt Principal, Serial Bonds	40,000	A97106	40,000

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(A) GENERAL

Results of Operation

Code Description	2021	EdpCode	2022
Expenditures			
Leases, Principal		A97886	4,555
TOTAL Debt Principal	40,000		44,555
Debt Interest, Serial Bonds	23,960	A97107	22,760
Leases, Interest		A97887	560
TOTAL Debt Interest	23,960		23,320
TOTAL Expenditures	1,721,902		1,901,716
Transfers, Capital Projects Fund	35,627	A99509	416,905
TOTAL Operating Transfers	35,627		416,905
TOTAL Other Uses	35,627		416,905
TOTAL Detail Expenditures And Other Uses	1,757,529		2,318,621

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(A) GENERAL

Analysis of Changes in Fund Balance

Code Description	2021	EdpCode	2022
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	2,693,966	A8021	2,790,609
Prior Period Adj -Increase In Fund Balance		A8012	152,214
Restated Fund Balance - Beg of Year	2,693,966	A8022	2,942,823
ADD - REVENUES AND OTHER SOURCES	1,854,172		2,420,212
DEDUCT - EXPENDITURES AND OTHER USES	1,757,529		2,318,621
Fund Balance - End of Year	2,790,609	A8029	3,044,414

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(A) GENERAL

Budget Summary

Code Description	2022	EdpCode	2023
Estimated Revenues			
Est Rev - Real Property Taxes	162,814	A1049N	164,464
Est Rev - Real Property Tax Items	14,000	A1099N	13,640
Est Rev - Non Property Tax Items	995,000	A1199N	1,045,000
Est Rev - Departmental Income	14,550	A1299N	14,550
Est Rev - Use of Money And Property	97,300	A2499N	97,300
Est Rev - Licenses And Permits	25,100	A2599N	25,100
Est Rev - Fines And Forfeitures	165,000	A2649N	165,000
Est Rev - State Aid	264,689	A3099N	269,689
TOTAL Estimated Revenues	1,738,453		1,794,743
Appropriated Fund Balance	341,550	A599N	426,216
TOTAL Estimated Other Sources	341,550		426,216
TOTAL Estimated Revenues And Other Sources	2,080,003		2,220,959

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(A) GENERAL

Budget Summary

Code Description	2022	EdpCode	2023
Appropriations			
App - General Government Support	989,586	A1999N	1,068,284
App - Public Safety	98,357	A3999N	120,295
App - Transportation	146,427	A5999N	151,563
App - Economic Assistance And Opportunity	40,265	A6999N	42,575
App - Culture And Recreation	342,631	A7999N	299,174
App - Home And Community Services	148,477	A8999N	214,583
App - Employee Benefits	251,500	A9199N	258,000
App - Debt Service	62,760	A9899N	66,485
TOTAL Appropriations	2,080,003		2,220,959
TOTAL Appropriations And Other Uses	2,080,003		2,220,959

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(DA) HIGHWAY-TOWN-WIDE

Balance Sheet

Code Description	2021	EdpCode	2022
Assets			
Cash	756,648	DA200	563,914
TOTAL Cash	756,648		563,914
Accounts Receivable	85	DA380	9,300
TOTAL Other Receivables (net)	85		9,300
Due From Other Governments	124,730	DA440	157,680
TOTAL Due From Other Governments	124,730		157,680
Prepaid Expenses	13,960	DA480	10,593
TOTAL Prepaid Expenses	13,960		10,593
Cash Special Reserves	289,129	DA230	289,695
TOTAL Restricted Assets	289,129		289,695
TOTAL Assets and Deferred Outflows of Resources	1,184,552		1,031,182

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(DA) HIGHWAY-TOWN-WIDE

Balance Sheet

Code Description	2021	EdpCode	2022
Accounts Payable	34,195	DA600	43,248
TOTAL Accounts Payable	34,195		43,248
Accrued Liabilities	12,543	DA601	
TOTAL Accrued Liabilities	12,543		0
Association and Union Dues	814	DA724	871
TOTAL Other Liabilities	814		871
State Retirement		DA718	801
TOTAL Due To Other Governments	0		801
Consolidated Payroll	8,991	DA710	13,103
NYS Income Tax	578	DA721	825
Federal Income Tax	1,229	DA722	1,975
Social Security Tax	1,746	DA726	2,588
TOTAL Payroll Liabilities	12,544		18,491
TOTAL Liabilities	60,096		63,411
Fund Balance			
Not in Spendable Form	13,960	DA806	10,593
TOTAL Nonspendable Fund Balance	13,960		10,593
Capital Reserve	289,129	DA878	289,695
TOTAL Restricted Fund Balance	289,129		289,695
Committed Fund Balance	257,233	DA913	
TOTAL Committed Fund Balance	257,233		0
Assigned Appropriated Fund Balance	91,676	DA914	165,706
Assigned Unappropriated Fund Balance	472,458	DA915	501,777
TOTAL Assigned Fund Balance	564,134		667,483
TOTAL Fund Balance	1,124,456		967,771
TOTAL Liabilities, Deferred Inflows And Fund Balance	1,184,552		1,031,182

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(DA) HIGHWAY-TOWN-WIDE

Results of Operation

Code Description	2021	EdpCode	2022
Revenues			
Real Property Taxes	834,911	DA1001	844,769
TOTAL Real Property Taxes	834,911		844,769
Sales Tax (from County)	300,000	DA1120	250,000
TOTAL Non Property Tax Items	300,000		250,000
Interest And Earnings	1,897	DA2401	2,342
TOTAL Use of Money And Property	1,897		2,342
Sales of Scrap & Excess Materials	4,100	DA2650	891
Sales of Equipment	8,503	DA2665	18,355
Insurance Recoveries		DA2680	5,279
TOTAL Sale of Property And Compensation For Loss	12,603		24,525
Unclassified (specify)	1,195	DA2770	1,362
TOTAL Miscellaneous Local Sources	1,195		1,362
Interfund Revenues	58,075	DA2801	60,571
TOTAL Interfund Revenues	58,075		60,571
St Aid, Consolidated Highway Aid	181,035	DA3501	202,957
TOTAL State Aid	181,035		202,957
TOTAL Revenues	1,389,716		1,386,526
TOTAL Detail Revenues And Other Sources	1,389,716		1,386,526

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(DA) HIGHWAY-TOWN-WIDE

Results of Operation

Code Description	2021	EdpCode	2022
Expenditures			
Maint of Streets, Pers Serv	217,205	DA51101	211,271
Maint of Streets, Contr Expend	268,738	DA51104	308,482
TOTAL Maint of Streets	485,943		519,753
Perm Improve Highway, Equip & Cap Outlay	181,035	DA51122	202,957
TOTAL Perm Improve Highway	181,035		202,957
Machinery, Equip & Cap Outlay	83,864	DA51302	296,203
Machinery, Contr Expend	63,328	DA51304	57,074
TOTAL Machinery	147,192		353,277
Brush And Weeds, Pers Serv	28,163	DA51401	43,002
Brush And Weeds, Contr Expend	2,528	DA51404	8,075
TOTAL Brush And Weeds	30,691		51,077
Snow Removal, Pers Serv	66,634	DA51421	156,045
Snow Removal, Contr Expend	31,464	DA51424	89,924
TOTAL Snow Removal	98,098		245,969
Services Other Govts, Pers Serv	66,634	DA51481	
Services Other Govts, Contr Expend	31,464	DA51484	
TOTAL Services Other Govts	98,098		0
TOTAL Transportation	1,041,057		1,373,033
State Retirement, Empl Bnfts	54,945	DA90108	45,738
Social Security , Empl Bnfts	28,191	DA90308	30,683
Worker's Compensation, Empl Bnfts	36,793	DA90408	37,610
Hospital & Medical (dental) Ins, Empl Bnft	61,523	DA90608	56,147
TOTAL Employee Benefits	181,452		170,178
TOTAL Expenditures	1,222,509		1,543,211
TOTAL Detail Expenditures And Other Uses	1,222,509		1,543,211

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(DA) HIGHWAY-TOWN-WIDE

Analysis of Changes in Fund Balance

Code Description	2021	EdpCode	2022
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	957,249	DA8021	1,124,456
Restated Fund Balance - Beg of Year	957,249	DA8022	1,124,456
ADD - REVENUES AND OTHER SOURCES	1,389,716		1,386,526
DEDUCT - EXPENDITURES AND OTHER USES	1,222,509		1,543,211
Fund Balance - End of Year	1,124,456	DA8029	967,771

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(DA) HIGHWAY-TOWN-WIDE

Budget Summary

Code Description	2022	EdpCode	2023
Estimated Revenues			
Est Rev - Real Property Taxes	844,769	DA1049N	853,332
Est Rev - Non Property Tax Items	250,000	DA1199N	275,000
Est Rev - Use of Money And Property	4,000	DA2499N	3,000
Est Rev - Miscellaneous Local Sources	2,000	DA2799N	2,000
Est Rev - Interfund Revenues	80,000	DA2801N	65,000
Est Rev - State Aid	159,975	DA3099N	178,952
TOTAL Estimated Revenues	1,340,744		1,377,284
Appropriated Fund Balance	91,676	DA599N	165,706
TOTAL Estimated Other Sources	91,676		165,706
TOTAL Estimated Revenues And Other Sources	1,432,420		1,542,990

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(DA) HIGHWAY-TOWN-WIDE

Budget Summary

Code Description	2022	EdpCode	2023
Appropriations			
App - Transportation	1,218,420	DA5999N	1,332,990
App - Employee Benefits	214,000	DA9199N	210,000
TOTAL Appropriations	1,432,420		1,542,990
TOTAL Appropriations And Other Uses	1,432,420		1,542,990

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2021	EdpCode	2022
Assets			
Cash		H200	170,697
Cash In Time Deposits		H201	
TOTAL Cash	0		170,697
Due From State And Federal Government		H410	26,012
TOTAL State And Federal Aid Receivables	0		26,012
Cash Special Reserves		H230	1,013,790
TOTAL Restricted Assets	0		1,013,790
TOTAL Assets and Deferred Outflows of Resources	0		1,210,499

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2021	EdpCode	2022
Accounts Payable		H600	195,627
TOTAL Accounts Payable	0		195,627
Bond Anticipation Notes Payable		H626	1,013,790
TOTAL Notes Payable	0		1,013,790
Due To Other Funds		H630	211,000
TOTAL Due To Other Funds	0		211,000
TOTAL Liabilities	0		1,420,417
Fund Balance			
Assigned Unappropriated Fund Balance		H915	
TOTAL Assigned Fund Balance	0		0
Unassigned Fund Balance		H917	-209,918
TOTAL Unassigned Fund Balance	0		-209,918
TOTAL Fund Balance	0		-209,918
TOTAL Liabilities, Deferred Inflows And Fund Balance	0		1,210,499

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(H) CAPITAL PROJECTS

Results of Operation

Code Description	2021	EdpCode	2022
Revenues			
Interest And Earnings		H2401	1,082
TOTAL Use of Money And Property	0		1,082
Fed Aid Other Home and Community Services		H4989	250,000
TOTAL Federal Aid	0		250,000
TOTAL Revenues	0		251,082
Interfund Transfers	35,627	H5031	416,905
TOTAL Interfund Transfers	35,627		416,905
TOTAL Other Sources	35,627		416,905
TOTAL Detail Revenues And Other Sources	35,627		667,987

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(H) CAPITAL PROJECTS

Results of Operation

Code Description	2021	EdpCode	2022
Expenditures			
Parks, Equip & Cap Outlay		H71102	227,176
TOTAL Parks	0		227,176
TOTAL Culture And Recreation	0		227,176
Water Trans & Distrib, Equip & Cap Outlay	35,627	H83402	650,729
TOTAL Water Trans & Distrib	35,627		650,729
TOTAL Home And Community Services	35,627		650,729
TOTAL Expenditures	35,627		877,905
TOTAL Detail Expenditures And Other Uses	35,627		877,905

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(H) CAPITAL PROJECTS

Analysis of Changes in Fund Balance

Code Description	2021	EdpCode	2022
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year		H8021	
ADD - REVENUES AND OTHER SOURCES	35,627		667,987
DEDUCT - EXPENDITURES AND OTHER USES	35,627		877,905
Fund Balance - End of Year		H8029	-209,918

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2021	EdpCode	2022
Assets			
Land	203,600	K101	203,600
Buildings	4,574,209	K102	4,569,209
Improvements Other Than Buildings	1,024,606	K103	1,024,606
Machinery And Equipment	3,009,206	K104	3,336,971
Construction Work In Progress	35,627	K105	1,041,135
Infrastructure	1,196,873	K106	1,196,873
Other Capital Assets	1,140	K107	1,140
Net Pension Asset - Proportionate Share		K108	284,613
Accum Deprec, Buildings	-2,289,599	K112	-2,340,291
Accum Depr, Imp Other Than Bld	-175,481	K113	-226,711
Accum Depr, Machinery & Equip	-2,124,423	K114	-2,133,661
Accum Deprec, Infrastructure	-704,933	K116	-720,802
Accum Deprec, Other Capital Assets	-6	K117	-44
Intangible Lease Asset - Mach & Equip		K124	28,410
Accum Amort, Intang Lease Asset-Mach & Equ		K134	-11,225
TOTAL Fixed Assets (net)	4,750,819		6,253,823
TOTAL Assets and Deferred Outflows of Resources	4,750,819		6,253,823

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2021	EdpCode	2022
Liabilities, Deferred Inflows And Fund Balance			
Total Non-Current Govt Assets	4,750,819	K159	6,253,823
TOTAL Investments in Non-Current Government Assets	4,750,819		6,253,823
TOTAL Fund Balance	4,750,819		6,253,823
TOTAL	4,750,819		6,253,823

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SF) FIRE PROTECTION

Balance Sheet

Code Description	2021	EdpCode	2022
Assets			
Cash	452,513	SF200	421,588
TOTAL Cash	452,513		421,588
Service Award Program Assets	2,594,761	SF461	2,154,324
TOTAL Restricted Assets	2,594,761		2,154,324
TOTAL Assets and Deferred Outflows of Resources	3,047,274		2,575,912

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SF) FIRE PROTECTION

Balance Sheet

Code Description	2021	EdpCode	2022
Accounts Payable		SF600	284
TOTAL Accounts Payable	0		284
TOTAL Liabilities	0		284
Fund Balance			
Restricted for Service Award Program	2,594,761	SF895	2,154,324
TOTAL Restricted Fund Balance	2,594,761		2,154,324
Assigned Appropriated Fund Balance	227,107	SF914	217,480
Assigned Unappropriated Fund Balance	225,406	SF915	203,824
TOTAL Assigned Fund Balance	452,513		421,304
TOTAL Fund Balance	3,047,274		2,575,628
TOTAL Liabilities, Deferred Inflows And Fund Balance	3,047,274		2,575,912

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SF) FIRE PROTECTION

Results of Operation

Code Description	2021	EdpCode	2022
Revenues			
Real Property Taxes	770,463	SF1001	778,709
TOTAL Real Property Taxes	770,463		778,709
Sales Tax (from County)	218,189	SF1120	225,000
TOTAL Non Property Tax Items	218,189		225,000
Interest And Earnings	204,454	SF2401	-441,302
TOTAL Use of Money And Property	204,454		-441,302
TOTAL Revenues	1,193,106		562,407
TOTAL Detail Revenues And Other Sources	1,193,106		562,407

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SF) FIRE PROTECTION

Results of Operation

Code Description	2021	EdpCode	2022
Expenditures			
Judgements And Claims, Contr Expend		SF19304	104
TOTAL Judgements And Claims	0		104
TOTAL General Government Support	0		104
Fire Protection, Contr Expend	615,510	SF34104	629,874
TOTAL Fire Protection	615,510		629,874
TOTAL Public Safety	615,510		629,874
Local Pension Fund, Empl Bnfts	376,696	SF90258	391,196
Worker's Compensation, Empl Bnfts	12,005	SF90408	12,476
TOTAL Employee Benefits	388,701		403,672
TOTAL Expenditures	1,004,211		1,033,650
TOTAL Detail Expenditures And Other Uses	1,004,211		1,033,650

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SF) FIRE PROTECTION

Analysis of Changes in Fund Balance

Code Description	2021	EdpCode	2022
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	2,858,379	SF8021	3,047,274
Prior Period Adj -Decrease In Fund Balance		SF8015	403
Restated Fund Balance - Beg of Year	2,858,379	SF8022	3,046,871
ADD - REVENUES AND OTHER SOURCES	1,193,106		562,407
DEDUCT - EXPENDITURES AND OTHER USES	1,004,211		1,033,650
Fund Balance - End of Year	3,047,274	SF8029	2,575,628

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SL) LIGHTING

Balance Sheet

Code Description	2021	EdpCode	2022
Assets			
Cash	21,767	SL200	24,008
TOTAL Cash	21,767		24,008
TOTAL Assets and Deferred Outflows of Resources	21,767		24,008

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SL) LIGHTING

Balance Sheet

Code Description	2021	EdpCode	2022
Accounts Payable	1,073	SL600	2,604
TOTAL Accounts Payable	1,073		2,604
TOTAL Liabilities	1,073		2,604
Fund Balance			
Assigned Appropriated Fund Balance		SL914	
Assigned Unappropriated Fund Balance	20,694	SL915	21,404
TOTAL Assigned Fund Balance	20,694		21,404
TOTAL Fund Balance	20,694		21,404
TOTAL Liabilities, Deferred Inflows And Fund Balance	21,767		24,008

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SL) LIGHTING

Results of Operation

Code Description	2021	EdpCode	2022
Revenues			
Real Property Taxes	16,326	SL1001	13,951
TOTAL Real Property Taxes	16,326		13,951
Interest And Earnings	37	SL2401	52
TOTAL Use of Money And Property	37		52
TOTAL Revenues	16,363		14,003
TOTAL Detail Revenues And Other Sources	16,363		14,003

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SL) LIGHTING

Results of Operation

Code Description	2021	EdpCode	2022
Expenditures			
Street Lighting, Contr Expend	14,636	SL51824	13,293
TOTAL Street Lighting	14,636		13,293
TOTAL Transportation	14,636		13,293
TOTAL Expenditures	14,636		13,293
TOTAL Detail Expenditures And Other Uses	14,636		13,293

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SL) LIGHTING

Analysis of Changes in Fund Balance

Code Description	2021	EdpCode	2022
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	18,967	SL8021	20,694
Restated Fund Balance - Beg of Year	18,967	SL8022	20,694
ADD - REVENUES AND OTHER SOURCES	16,363		14,003
DEDUCT - EXPENDITURES AND OTHER USES	14,636		13,293
Fund Balance - End of Year	20,694	SL8029	21,404

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SM) MISCELLANEOUS

Balance Sheet

Code Description	2021	EdpCode	2022
Assets			
Cash	50,165	SM200	56,325
TOTAL Cash	50,165		56,325
Investments In Securities	748,279	SM450	
TOTAL Investments	748,279		0
Cash Special Reserves	139,532	SM230	179,834
Service Award Program Assets		SM461	587,667
TOTAL Restricted Assets	139,532		767,501
TOTAL Assets and Deferred Outflows of Resources	937,976		823,826

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SM) MISCELLANEOUS

Balance Sheet

Code Description	2021	EdpCode	2022
Accounts Payable	404	SM600	3,068
TOTAL Accounts Payable	404		3,068
TOTAL Liabilities	404		3,068
Fund Balance			
Capital Reserve	139,532	SM878	179,834
Restricted for Service Award Program		SM895	587,667
Other Restricted Fund Balance	748,279	SM899	
TOTAL Restricted Fund Balance	887,811		767,501
Assigned Unappropriated Fund Balance	49,761	SM915	53,257
TOTAL Assigned Fund Balance	49,761		53,257
TOTAL Fund Balance	937,572		820,758
TOTAL Liabilities, Deferred Inflows And Fund Balance	937,976		823,826

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SM) MISCELLANEOUS

Results of Operation

Code Description	2021	EdpCode	2022
Revenues			
Real Property Taxes	99,071	SM1001	100,134
TOTAL Real Property Taxes	99,071		100,134
Misc Revenue, Other Govts	75,000	SM2389	50,000
TOTAL Intergovernmental Charges	75,000		50,000
Interest And Earnings	98,927	SM2401	-87,827
TOTAL Use of Money And Property	98,927		-87,827
TOTAL Revenues	272,998		62,307
TOTAL Detail Revenues And Other Sources	272,998		62,307

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SM) MISCELLANEOUS

Results of Operation

Code Description	2021	EdpCode	2022
Expenditures			
Judgement And Claims, Contr Expend		SM19304	13
TOTAL Judgement And Claims	0		13
TOTAL General Government Support	0		13
Ambulance, Equip & Cap Outlay		SM45402	
Ambulance, Contr Expend	61,857	SM45404	74,402
TOTAL Ambulance	61,857		74,402
TOTAL Health	61,857		74,402
Local Pension Fund, Empl Bnfts	15,088	SM90258	84,771
Worker's Compensation, Empl Bnfts	5,511	SM90408	5,512
TOTAL Employee Benefits	20,599		90,283
Debt Principal, Installment Purchase Debt	12,545	SM97856	12,991
TOTAL Debt Principal	12,545		12,991
Debt Interest, Installment Purchase Debt	1,880	SM97857	1,432
TOTAL Debt Interest	1,880		1,432
TOTAL Expenditures	96,881		179,121
TOTAL Detail Expenditures And Other Uses	96,881		179,121

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SM) MISCELLANEOUS

Analysis of Changes in Fund Balance

Code Description	2021	EdpCode	2022
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	761,455	SM8021	937,572
Restated Fund Balance - Beg of Year	761,455	SM8022	937,572
ADD - REVENUES AND OTHER SOURCES	272,998		62,307
DEDUCT - EXPENDITURES AND OTHER USES	96,881		179,121
Fund Balance - End of Year	937,572	SM8029	820,758

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SR) REFUSE AND GARBAGE

Balance Sheet

Code Description	2021	EdpCode	2022
Assets			
Cash	204,471	SR200	286,314
TOTAL Cash	204,471		286,314
Due From Other Governments	18	SR440	953
TOTAL Due From Other Governments	18		953
TOTAL Assets and Deferred Outflows of Resources	204,489		287,267

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SR) REFUSE AND GARBAGE

Balance Sheet

Code Description	2021	EdpCode	2022
Accounts Payable	57,590	SR600	142,640
TOTAL Accounts Payable	57,590		142,640
TOTAL Liabilities	57,590		142,640
Fund Balance			
Assigned Unappropriated Fund Balance	146,899	SR915	144,627
TOTAL Assigned Fund Balance	146,899		144,627
TOTAL Fund Balance	146,899		144,627
TOTAL Liabilities, Deferred Inflows And Fund Balance	204,489		287,267

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SR) REFUSE AND GARBAGE

Results of Operation

Code Description	2021	EdpCode	2022
Revenues			
Real Property Taxes	731,555	SR1001	797,640
TOTAL Real Property Taxes	731,555		797,640
Refuse & Garbage Charges	1,487	SR2130	4,418
TOTAL Departmental Income	1,487		4,418
Interest And Earnings	622	SR2401	792
TOTAL Use of Money And Property	622		792
TOTAL Revenues	733,664		802,850
TOTAL Detail Revenues And Other Sources	733,664		802,850

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SR) REFUSE AND GARBAGE

Results of Operation

Code Description	2021	EdpCode	2022
Expenditures			
Refuse & Garbage, Contr Expend	689,976	SR81604	805,122
TOTAL Refuse & Garbage	689,976		805,122
TOTAL Home And Community Services	689,976		805,122
TOTAL Expenditures	689,976		805,122
TOTAL Detail Expenditures And Other Uses	689,976		805,122

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SR) REFUSE AND GARBAGE

Analysis of Changes in Fund Balance

Code Description	2021	EdpCode	2022
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	103,211	SR8021	146,899
Restated Fund Balance - Beg of Year	103,211	SR8022	146,899
ADD - REVENUES AND OTHER SOURCES	733,664		802,850
DEDUCT - EXPENDITURES AND OTHER USES	689,976		805,122
Fund Balance - End of Year	146,899	SR8029	144,627

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SW) WATER

Balance Sheet

Code Description	2021	EdpCode	2022
Assets			
Cash	535,573	SW200	594,604
TOTAL Cash	535,573		594,604
Cash Special Reserves	352,955	SW230	353,660
TOTAL Restricted Assets	352,955		353,660
TOTAL Assets and Deferred Outflows of Resources	888,528		948,264

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SW) WATER

Balance Sheet

Code Description	2021	EdpCode	2022
Accounts Payable	19,477	SW600	
TOTAL Accounts Payable	19,477		0
TOTAL Liabilities	19,477		0
Fund Balance			
Reserve For Debt	352,955	SW884	353,660
TOTAL Restricted Fund Balance	352,955		353,660
Assigned Appropriated Fund Balance		SW914	3,034
Assigned Unappropriated Fund Balance	516,096	SW915	591,570
TOTAL Assigned Fund Balance	516,096		594,604
TOTAL Fund Balance	869,051		948,264
TOTAL Liabilities, Deferred Inflows And Fund Balance	888,528		948,264

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SW) WATER

Results of Operation

Code Description	2021	EdpCode	2022
Revenues			
Real Property Taxes	431,105	SW1001	467,305
TOTAL Real Property Taxes	431,105		467,305
Interest And Earnings	1,448	SW2401	1,984
TOTAL Use of Money And Property	1,448		1,984
Insurance Recoveries	6,321	SW2680	
TOTAL Sale of Property And Compensation For Loss	6,321		0
TOTAL Revenues	438,874		469,289
TOTAL Detail Revenues And Other Sources	438,874		469,289

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SW) WATER

Results of Operation

Code Description	2021	EdpCode	2022
Expenditures			
Judgements And Claims, Contr Expend		SW19304	48
TOTAL Judgements And Claims	0		48
TOTAL General Government Support	0		48
Water Trans & Distrib, Contr Expend	86,303	SW83404	60,505
TOTAL Water Trans & Distrib	86,303		60,505
TOTAL Home And Community Services	86,303		60,505
Debt Principal, Serial Bonds	202,352	SW97106	207,933
TOTAL Debt Principal	202,352		207,933
Debt Interest, Serial Bonds	117,181	SW97107	121,590
TOTAL Debt Interest	117,181		121,590
TOTAL Expenditures	405,836		390,076
TOTAL Detail Expenditures And Other Uses	405,836		390,076

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SW) WATER

Analysis of Changes in Fund Balance

Code Description	2021	EdpCode	2022
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	836,013	SW8021	869,051
Restated Fund Balance - Beg of Year	836,013	SW8022	869,051
ADD - REVENUES AND OTHER SOURCES	438,874		469,289
DEDUCT - EXPENDITURES AND OTHER USES	405,836		390,076
Fund Balance - End of Year	869,051	SW8029	948,264

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SW) WATER

Budget Summary

Code Description	2022	EdpCode	2023
Estimated Revenues			
Est Rev - Real Property Taxes	466,663	SW1049N	469,812
Est Rev - Use of Money And Property	2,325	SW2499N	1,550
TOTAL Estimated Revenues	468,988		471,362
Appropriated Fund Balance		SW599N	3,034
TOTAL Estimated Other Sources	0		3,034
TOTAL Estimated Revenues And Other Sources	468,988		474,396

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(SW) WATER

Budget Summary

Code Description	2022	EdpCode	2023
Appropriations			
App - Home And Community Services	139,132	SW8999N	153,628
App - Debt Service	329,856	SW9899N	320,768
TOTAL Appropriations	468,988		474,396
TOTAL Appropriations And Other Uses	468,988		474,396

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

Balance Sheet

Code Description	2021	EdpCode	2022
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TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

Balance Sheet

Code Description	2021	EdpCode	2022
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TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2021	EdpCode	2022
Assets			
Total Non-Current Govt Liabilities	7,934,876	W129	12,586,033
TOTAL Provision To Be Made In Future Budgets	7,934,876		12,586,033
TOTAL Assets and Deferred Outflows of Resources	7,934,876		12,586,033

TOWN OF Boston
Annual Update Document
For the Fiscal Year Ending 2022

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2021	EdpCode	2022
Net Pension Liability -Proportionate Share	3,553	W638	
Lease Liability		W682	17,542
Installment Purchase Debt	40,369	W685	27,378
Compensated Absences	142,664	W687	174,113
Service Award Programs Payable	3,058,425	W713	7,925,068
TOTAL Other Liabilities	3,245,011		8,144,101
Bonds Payable	4,689,865	W628	4,441,932
TOTAL Bond And Long Term Liabilities	4,689,865		4,441,932
TOTAL Liabilities	7,934,876		12,586,033
TOTAL Liabilities	7,934,876		12,586,033

TOWN OF Boston
Statement of Indebtedness
For the Fiscal Year Ending 2022

5/1/2023

County of: Erie

Municipal Code: 140308300000

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
2010	BOND E	Water Distrcit #3			12/10/2010	07/21/2048	3.00%		\$2,394,000	\$1,958,400	\$45,400	\$0	\$0		\$1,913,000
2005	BOND E	Water Dist-Rural Devel		Y	07/24/2005	07/24/2040	4.125%		\$2,618,500	\$1,854,200	\$66,200	\$0	\$0		\$1,788,000
2012	BOND E	Water			07/11/2012	07/11/2022	1.90%		\$480,800	\$48,080	\$48,080	\$0	\$0		\$0
2012	BOND E	Water #3 Ext			07/11/2012	07/11/2032	2.80%		\$125,000	\$68,750	\$6,250	\$0	\$0		\$62,500
2000	BOND E	WATER			05/22/1997	05/22/2022	4.85%		\$0	\$85,435	\$42,003	\$0	\$0		\$43,432
Total for Type/Exempt Status - Sums Issued Amt only made in AFR Year									\$0	\$4,014,865	\$207,933	\$0	\$0	\$0	\$3,806,932
2017	IPC E	Ambulance			10/02/2016	09/29/2024	3.50%			\$40,369	\$12,991	\$0	\$0		\$27,378
Total for Type/Exempt Status - Sums Issued Amt only made in AFR Year									\$0	\$40,369	\$12,991	\$0	\$0	\$0	\$27,378
2022	BAN N	Water Tank Repairs			10/06/2022	10/06/2023	3.87%		\$1,013,790	\$0	\$0		\$0		\$1,013,790
Total for Type/Exempt Status - Sums Issued Amt only made in AFR Year									\$1,013,790	\$0	\$0	\$0	\$0	\$0	\$1,013,790
2012	BOND N	Troopers Barracks			03/01/2012	09/01/2026	5.00%		\$1,000,000	\$675,000	\$40,000	\$0	\$0		\$635,000
Total for Type/Exempt Status - Sums Issued Amt only made in AFR Year									\$0	\$675,000	\$40,000	\$0	\$0	\$0	\$635,000
AFR Year Total for All Debt Types - Sums Issued Amt only made in AFR Year									\$1,013,790	\$4,730,234	\$260,924	\$0	\$0	\$0	\$5,483,100

TOWN OF Boston
Schedule of Time Deposits and Investments
For the Fiscal Year Ending 2022

	<u>EDP Code</u>	<u>Amount</u>
CASH:		
On Hand	9Z2001	<u>\$500.00</u>
Demand Deposits	9Z2011	<u>\$7,044,774.00</u>
Time Deposits	9Z2021	<u></u>
Total		<u>\$7,045,274.00</u>
COLLATERAL:		
- FDIC Insurance	9Z2014	<u>\$250,000.00</u>
Collateralized with securities held in possession of municipality or its agent	9Z2014A	<u>\$6,794,774.00</u>
Total		<u>\$7,044,774.00</u>
INVESTMENTS:		
- Securities (450)		
Book Value (cost)	9Z4501	<u>\$2,741,991.00</u>
Market Value at Balance Sheet Date	9Z4502	<u>\$2,741,991.00</u>
Collateralized with securities held in possession of municipality or its agent	9Z4504A	<u>\$2,741,991.00</u>
- Repurchase Agreements (451)		
Book Value (cost)	9Z4511	<u></u>
Market Value at Balance Sheet Date	9Z4512	<u></u>
Collateralized with securities held in possession of municipality or its agent	9Z4514A	<u></u>

TOWN OF Boston
Bank Reconciliation
For the Fiscal Year Ending 2022

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
*****-8021	\$6,626,011	\$418,763	\$0	\$7,044,774
*****-3961	\$152,036	\$0	\$152,036	\$0
*****-3973	\$217,144	\$0	\$217,144	\$0
*****-3779	\$50,000	\$0	\$50,000	\$0
Total Adjusted Bank Balance				\$7,044,774
Petty Cash				\$500.00
Adjustments				\$.00
Total Cash			9ZCASH *	\$7,045,274
Total Cash Balance All Funds			9ZCASHB *	\$7,045,274
* Must be equal				

TOWN OF Boston
Local Government Questionnaire
For the Fiscal Year Ending 2022

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

TOWN OF Boston
Employee and Retiree Benefits
For the Fiscal Year Ending 2022

Total Full Time Employees:		17			
Total Part Time Employees:		23			
Account Code	Description	Total Expenditures (All Funds)	# of Full Time Employees	# of Part Time Employees	# of Retirees
90108	State Retirement System	\$121,680.00	17	15	
90158	Police and Fire Retirement	\$0.00			
90258	Local Pension Fund	\$475,967.00			
90308	Social Security	\$92,492.00			
90408	Worker's Compensation Insurance	\$67,663.00			
90458	Life Insurance	\$0.00			
90508	Unemployment Insurance	\$8,484.00			
90558	Disability Insurance	\$759.00			
90608	Hospital and Medical (Dental) Insurance	\$112,350.00			
90708	Union Welfare Benefits	\$0.00			
90858	Supplemental Benefit Payment to Disabled Fire Fighters	\$0.00			
91890	Other Employee Benefits	\$0.00			
Total		\$879,395.00			
Computed Total From Financial Section (comparative purposes only)		\$879,395.00			

TOWN OF Boston
Energy Costs and Consumption
For the Fiscal Year Ending 2022

Energy Type	Total Expenditures	Total Volume	Units Of Measure	Alternative Units Of Measure
Gasoline	\$19,116	6,500	gallons	
Diesel Fuel	\$56,499	13,701	gallons	
Fuel Oil	\$		gallons	
Natural Gas	\$13,199	22,520	cubic feet	
Electricity	\$59,446	238,653	kilowatt-hours	
Coal	\$		tons	
Propane	\$		gallons	

CERTIFICATION OF CHIEF FISCAL OFFICER

I, Jason Keding, hereby certify that I am the Chief Fiscal Officer of the Town of Boston, and that the information provided in the annual financial report of the Town of Boston, for the fiscal year ended 12/31/2022, is TRUE and correct to the best of my knowledge and belief.

By entering the personal identification number assigned by the Office of the State Comptroller to me as the Chief Fiscal Officer of the Town of Boston, and adopted by me as my signature for use in conjunction with the filing of the Town of Boston's annual financial report, I am evidencing my express intent to authenticate my certification of the Town of Boston's annual financial report for the fiscal year ended 12/31/2022 and filed by means of electronic data transmission.

Ellie Pericak
Name of Report Preparer if different
than Chief Fiscal Officer

(716) 941-6518
Telephone Number

05/01/2023
Date of Certification

Jason Keding
Name

Supervisor
Title

8500 Boston State Rd
Official Address

(716) 941-6518
Official Telephone Number

TOWN OF Boston
Financial Comments
For the Fiscal Year Ending 2022

(A) GENERAL

Adjustment Reason

Account Code A8012 GASB 87 Leases - Recognize variance of lease receivable and deferred inflow of resources for a lease agreement that started in 2009

(SF) FIRE PROTECTION

Adjustment Reason

Account Code SF8015 LOSAP Portfolio report showed 12/31/21 larger than 1/1/22 by \$403

TOWN OF BOSTON, NEW YORK
Notes to the Annual Update Document (Unaudited)
Year Ended December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The New York State Annual Financial Report Update Document (the “AUD”) of the Town of Boston, New York (the “Town”) has been prepared in conformity with the format prescribed by the New York State Office of the State Comptroller Annual Update Document guidelines. The Governmental Accounting Standards Board (“GASB”) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town’s accounting policies are described below.

Reporting Entity

The Town is a unit of local government created by the State of New York. The Town operates under provisions of New York State law and various local laws. The five-member Town Board is the legislative body responsible for overall operations. The Supervisor serves as both Chief Executive Officer and Chief Fiscal Officer.

Independently elected officials of the Town include:

Supervisor	Town Clerk / Receiver of Taxes
Councilmembers (4)	Superintendent of Highways
Town Justices (2)	

All governmental activities and functions performed for the Town are its direct responsibility. No other governmental organizations have been included or excluded from the reporting entity.

Basis of Presentation—AUD

The AUD provides information about the Town’s governmental funds. Separate statements for each fund category are presented. The Town reports the following governmental funds:

- *General Fund*—this is the principal operating fund of the Town and accounts for all financial resources of the general government, except those accounted for in another fund. The principal source of revenue is non-property tax items.
- *Highway Fund*—this is used to record all revenues and expenditures related to road maintenance and construction throughout the Town. Major revenue sources include real property taxes, sales tax and State aid.
- *Water Fund*—this is used to record all revenues and expenditures related to operation and maintenance of the Town’s water districts. Major revenue sources consist primarily of real property taxes.
- *Ambulance Fund*—this is used to record all revenues and expenditures related to emergency medical services within the Town. The principal source of revenue for the Ambulance Fund is real property taxes.

- *Garbage and Refuse Fund*—this is used to record all activity related to the garbage pickup and recycling within the Town. The principal source of revenue for the Garbage and Refuse Fund is real property taxes.
- *Lighting Fund*—this is used to record the revenues and expenditures related to lighting maintenance in the Town's lighting districts. The principal source of revenue for the Lighting Fund is real property taxes.
- *Fire Protection Fund*—this is used to record the revenues and expenditures related to fire protection in the Town. The principal source of revenue for the Fire Protection Fund is real property taxes.
- *Capital Projects Fund*—this is used to account for financial resources to be used for the acquisition and construction of major capital assets.

During the course of operations the Town has activity between funds for various purposes. Any residual balances outstanding at year-end are reported as due from/to other funds and advances to/from other funds.

Further, certain activity occurs during the year involving transfers of resources between funds. In the AUD these amounts are reported at gross amounts as transfers in/out.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the AUD.

The AUD is reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period of availability. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the Town.

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Balances

Cash, Cash Equivalents and Investments—The Town’s cash, cash equivalents, and investments consist of cash on hand, demand deposits, time deposits and short-term, highly liquid investments with original maturities of three months or less from the date of acquisition. New York State law governs the Town’s investment policies. Permissible investments include obligations of the United States Treasury, United States Agencies, repurchase agreements and obligations of New York State or its localities.

Restricted Cash and Cash Equivalents— Restricted cash and cash equivalents represents unspent proceeds of debt, amounts to support fund balance restrictions, and amounts with constraints placed on their use by either external parties and/or statute.

Restricted Investments—The Town’s restricted investments consist of annuity contracts related to the Town’s Length of Service Award Programs (“LOSAPs”). The Town records investments at fair value based on quoted market value.

Receivables—Receivables include amounts due from state and federal governments which represent amounts owed to the Town to reimburse it for expenditures incurred pursuant to state and federally funded programs. Receivables are recorded and revenues recognized as earned. Allowances are recorded when appropriate.

Prepaid Items—Certain payments reflect costs applicable to future accounting periods and are recorded as prepaid items. The cost of prepaid items is recorded as expenditures when consumed rather than when purchased.

Other Liabilities—Represents unearned revenue related to American Rescue Plan Act (“ARPA”) federal funds as well as a New York State Energy Research and Development Authority (NYSERDA) grant.

Capital Assets—Capital assets, which include land, buildings, improvements, equipment, right-to-use leased equipment, construction in progress, and infrastructure assets, are reported in Schedule K to the AUD.

Capital assets are defined by the Town as assets with an estimated useful life in excess of one year and a value equal to or greater than the capitalization thresholds stated below. Such assets are recorded at historical cost or estimated historical cost, if purchased or constructed. The reported value excludes normal maintenance and repairs, which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at acquisition value. Major outlays for capital assets and improvements are capitalized as projects are completed. Right-to-use leased equipment are initially measured as the amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial costs and are amortized on a straight-line basis over their useful lives.

Land and construction in progress are not depreciated. The other capital assets of the Town are depreciated using the straight-line method over the following estimated useful lives:

	Capitalization Threshold	Useful Life (years)
Improvements	\$ 5,000	20
Buildings	\$ 5,000	40
Machinery and Equipment	\$ 1,000	3-20
Right-to-use leased equipment	\$ 5,000	5-20
Infrastructure	\$ 5,000	20-50
Art and Historical Treasures	\$ 1,000	3-50

Deferred Outflows/Inflows of Resources—*Deferred outflows of resources* represent a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. At December 31, 2022, in Note 6 and Note 7 to the AUD, the Town discloses a deferred outflow related to pensions. This represents the effect of the net change in the Town's proportion of the collective net pension asset or liability, and the difference during the measurement period between the Town's contributions and its proportionate share of the total contribution to the pension systems not included in the pension expense and any contributions to the pension systems made subsequent to the measurement date.

In addition to liabilities, *deferred inflows of resources* represent an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. At December 31, 2022, in Note 6 and Note 7 to the AUD, the Town discloses a deferred inflow representing the effect of the net change in the Town's proportion of the collective net pension liability and the difference during the measurement periods between the Town's contributions and its proportionate share of total contributions to the pension systems not included in pension expense and it is reported on the government-wide statements. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available. The Town also recognizes in Note 10 to the AUD, a lease receivable and associated deferred inflow of resources on the balance sheet of governmental funds at the commencement of a lease and amortized over the life of the lease.

Fund Balance Flow Assumptions—Sometimes the Town will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the AUD; a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund Balance Policies—Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Town itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Town's highest level of decision-making authority. The Town Board is the highest level of decision-making authority for the government that can, by Town Board resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The Town Board has authorized the Supervisor to assign fund balance. The Town Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Leases—The Town is contracted with other entities which qualify as lessor and lessee relationships. The amount within lease receivable includes the lease of the Trooper Barracks building to the State Troopers. Amounts within the lease liability includes a postage machine and two office printers. Additional information regarding leases is discussed in Note 10.

Revenues and Expenditures

Property Taxes—The Erie County Legislature prepares the levy in late December of each year and jointly bills the Town levy and Erie County real property taxes. Property taxes are levied and become a lien as of January 1 based on assessed property values as of that date.

For 2022, tax payments were due January 1st to March 15th without penalty; March 16th to May 2nd had a 7.5% penalty; and 1.5% additional penalty added each month thereafter.

The tax roll is returned to the Erie County Commissioner of Finance after July 1st at which time all unpaid taxes and penalties are payable to that office. The Town retains their full tax levies for all unpaid items that are returned to the County. Thus, the Town is assured of receiving 100% of its tax levy. The County enforces all liens.

Pensions—The Town is mandated by New York State law to participate in the New York State Local Employees' Retirement System ("ERS"). For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the defined benefit pension plans, and changes thereof, have been determined on the same basis as they are reported by the respective defined benefit pension plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value. More information regarding pensions is included in Note 6 to the AUD.

Length of Service Awards Program ("LOSAP")—The Town has adopted a Service Awards Program for firefighters and ambulance personnel that serve on a volunteer basis. The Program is administered by an outside agency, with the Town as trustee. More information on the Town's defined benefit and contribution plans and the related net pension liability related to LOSAP are included in Notes 7 and 8 to the AUD.

Other

Estimates—The preparation of the AUD, in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of revenues, expenditures, assets, and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and during the reported period. Actual results could differ from those estimates.

Adoption of New Accounting Pronouncements—During the year ended December 31, 2022, the Town implemented GASB Statements No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68*, and *Amendments to Certain Provisions of GASB Statements 67 and 68*; and No. 87, *Leases*.

- GASB Statement No. 73 improves the usefulness of information about pensions included in the general purpose external financial reports of local governments for making decisions and assessing accountability. This statement establishes requirements for defined benefit pensions that are not within the scope of Statement No. 68. This was already adopted for the Town's representation of the State Retirement System pension obligations (Note 6) but was newly implemented for the Town's Fire LOSAP program (Note 7).
- GASB Statement No. 87 better meets the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This statement requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. Now, there is a single model for lease accounting where a lessee is required to recognize a lease liability and an intangible right-to-use asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

The implementation of GASB Statements No. 73, and 87 did not have a material impact on the Town's financial position or results from operations.

Future Impacts of Accounting Pronouncements—The Town has not completed the process of evaluating the impact that will result from adopting GASB Statements No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*; No. 96, *Subscription-Based Information Technology Arrangements*, and No. 99, *Omnibus 2022*, effective for the year ending December, 31, 2023, and No. 100, *Accounting Changes and Error Corrections—an amendment of GASB Statement No. 62*, and No. 101, *Compensated Absences*, effective for the year ending December 31, 2024. The Town is, therefore, unable to disclose the impact that adopting GASB Statements No. 94, 96, 99, 100, and 101 will have on its financial position and results of operations when such statements are adopted.

Stewardship, Compliance and Accountability – Legal Compliance – Budgets

Legal Compliance—Budgets—The Town follows these procedures in establishing the budgetary data reflected in the AUD:

- Prior to September 30th, the Town Supervisor files a “tentative” budget with the Town Clerk for the following fiscal year to commence on January 1st. This budget, which includes appropriations and estimated revenues, is then presented to the full Town Board by October 5th.
- The full Town Board reviews the tentative budget and may adjust before approving a “preliminary” budget and calling for a public hearing, which is generally held in October.
- Following the public hearing, revisions may again be made by the Town Board before filing an adopted budget with Erie County by November 20th.
- Formal annual budgetary accounts are employed as a management control device for the General and Special Revenue Funds
- During the fiscal year, the Town Board can legally amend the operating budgets and is empowered to implement supplemental appropriations. Budget amendments are required for the departmental budgetary control. All budget amendments and budget transfers require Town Board approval.

Deficit Fund Balance—The Town’s Capital Projects Fund reported a deficit fund balance of \$209,918 at December 31, 2022. The Town anticipates this deficit will be remedied through future issuance of long-term debt.

2. CASH, CASH EQUIVALENTS AND INVESTMENTS

The Town’s investment policies are governed by State statutes. Town monies must be deposited in FDIC-insured commercial banks or trust companies located within New York State. The Town is authorized to use demand accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury and U.S. Agencies, repurchase agreements, and obligations of New York State or its localities.

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit at 100% of all deposits not covered by Federal deposit insurance. The Town has entered into custodial agreements with the various banks which hold their deposits. These agreements authorize the obligation that may be pledged as collateral. Obligations that may be pledged as collateral are outlined in Chapter 623 of the laws of the State of New York.

Total cash and cash equivalents at December 31, 2022, are shown below:

	Governmental Funds
Petty Cash (uncollateralized)	\$ 500
Deposits	7,044,774
Total	<u>\$ 7,045,274</u>

Deposits—All deposits are carried at fair value, and are classified by custodial credit risk at December 31, 2022 as follows:

	<u>Carrying Amount</u>
Insured (FDIC)	\$ 250,000
Uninsured:	
Collateral held by bank's agent in the Town's name	<u>6,794,774</u>
Total	<u>\$ 7,044,774</u>

Custodial Credit Risk—Deposits—Custodial credit risk is the risk that in the event of a bank failure, the Town’s deposits may not be returned to it. As noted above, by State statute all deposits in excess of FDIC insurance coverage must be collateralized. At December 31, 2022, the Town’s deposits were either FDIC insured or collateralized with securities held by the pledging bank’s agent in the Town’s name.

Interest Rate Risk—Deposits—In accordance with its investment policy, the Town manages exposures by limiting investments to low risk type investments governed by New York State statute.

Restricted Cash and Cash Equivalents—Restricted cash and cash equivalents represents amounts to support fund balance restrictions and amounts with constraints placed on their use by either external parties and/or statute, as well as unspent proceeds of debt. At December 31, 2022, the Town reported \$2,278,330 cash and cash equivalents as restricted.

Restricted Investments—All investments are reported using a three-level hierarchy that prioritizes the inputs used to measure fair value. This hierarchy, established by GAAP, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The three levels of inputs used to measure fair value are presented below:

- Level 1. Quoted prices for identical assets or liabilities in active markets to which the Town has access at the measurement date.
- Level 2. Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include:
 - Quoted prices for similar assets or liabilities in active markets;
 - Quoted prices for identical or similar assets in markets that are not active;
 - Observable inputs other than quoted prices for the asset or liability (for example, interest rates and yield curves); and
 - Inputs derived principally from, or corroborated by, observable market data correlation or by other means
- Level 3. Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure fair value to the extent that observable inputs are not available.

The Town's restricted investments consist of annuity contracts related to the Town's Length of Service Award Programs ("LOSAP"), a defined benefit volunteer firefighter award program (See Note 7) and a defined contribution volunteer ambulance worker program (See Note 8). These annuities are guaranteed fixed annuities. The interest on each annuity varies but they are all fixed rate with a guaranteed minimum rate for a specific period.

As of December 31, 2022, the Town has annuity funds that are valued using observable inputs other than quoted prices and inputs derived from observable market data correlation (level 2 input) in the amounts of \$2,154,324 recorded within the Fire Protection Fund, and \$587,667 recorded within the Ambulance Fund.

3. RECEIVABLES

Major revenues accrued by the Town at December 31, 2022 include:

Receivables—Represents amounts due from various sources. The Town's significant accounts receivable at December 31, 2022 are presented below:

	General Fund	Highway Fund	Total
Franchise Fee	\$ 32,147	\$ -	\$ 32,147
Sale of Equipment	-	9,300	9,300
	<u>\$ 32,147</u>	<u>\$ 9,300</u>	<u>\$ 41,447</u>

Lease Receivable—During the year ended December 31, 2022, the Town began recognizing the lease of a building to a third party. The lease has twelve remaining years and the Town receives monthly payments of \$7,400. The Town recognized \$56,968 in lease revenue and \$33,440 in interest revenue during the current fiscal related to this lease. As of December 31, 2022 the Town's receivable for lease payments was \$832,697. Also, the Town has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of December 31, 2022 the balance of the deferred inflow of resources was \$678,875.

Intergovernmental Receivables—Represents amounts due from other units of government, such as Federal, New York State, County of Erie or other local governments. Amounts due the Town at December 31, 2022 are:

	General Fund	Highway Fund	Garbage and Refuse Fund	Capital Projects Fund	Total
Federal - CDBG	\$ 109,300	\$ -	\$ -	\$ 26,012	\$ 135,312
NYS - Trooper Rent, CHIPS	7,400	95,472	-	-	102,872
Erie County - Clean up, Stop DWI	620	-	-	-	620
Various Town Departments	16,463	62,208	953	-	79,624
	<u>\$ 133,783</u>	<u>\$ 157,680</u>	<u>\$ 953</u>	<u>\$ 26,012</u>	<u>\$ 318,428</u>

4. CAPITAL ASSETS

The Town's capital asset activity for Schedule K to the AUD for the year ended December 31, 2022, is as follows:

	Balance 1/1/2022	Increases	Decreases	Balance 12/31/2022
Capital assets, not being depreciated:				
Land	\$ 203,600	\$ -	\$ -	\$ 203,600
Construction Work in Progress	<u>35,627</u>	<u>1,005,508</u>	<u>-</u>	<u>1,041,135</u>
Total capital assets, not being depreciated	<u>239,227</u>	<u>1,005,508</u>	<u>-</u>	<u>1,244,735</u>
Capital assets, being depreciated:				
Buildings	4,574,209	-	(5,000)	4,569,209
Improvements	1,024,606	-	-	1,024,606
Machinery & Equipment	3,009,206	447,658	(119,893)	3,336,971
Right-to-use leased equipment	-	28,410	-	28,410
Infrastructure	1,196,873	-	-	1,196,873
Art and Historical Treasures	<u>1,140</u>	<u>-</u>	<u>-</u>	<u>1,140</u>
Total capital assets, being depreciated	<u>9,806,034</u>	<u>476,068</u>	<u>(124,893)</u>	<u>10,157,209</u>
Less accumulated depreciation for:				
Buildings	(2,289,599)	(55,692)	5,000	(2,340,291)
Improvements	(175,481)	(51,230)	-	(226,711)
Machinery & Equipment	(2,124,423)	(129,131)	119,893	(2,133,661)
Right-to-use leased equipment	-	(11,225)	-	(11,225)
Infrastructure	(704,933)	(15,869)	-	(720,802)
Art and Historical Treasures	<u>(6)</u>	<u>(38)</u>	<u>-</u>	<u>(44)</u>
Total accumulated depreciation	<u>(5,294,442)</u>	<u>(263,185)</u>	<u>124,893</u>	<u>(5,432,734)</u>
Total capital assets, being depreciated, net	<u>4,511,592</u>	<u>212,883</u>	<u>-</u>	<u>4,724,475</u>
Total capital assets, net	<u>\$ 4,750,819</u>	<u>\$ 1,218,391</u>	<u>\$ -</u>	<u>\$ 5,969,210</u>

5. ACCRUED LIABILITIES

Accrued liabilities reported by governmental funds at the Town as of December 31, 2022, were as follows:

	General Fund	Highway Fund	Total Governmental Funds
Salary and employee benefits	<u>\$ 7,402</u>	<u>\$ 18,491</u>	<u>\$ 25,893</u>
Total	<u>\$ 7,402</u>	<u>\$ 18,491</u>	<u>\$ 25,893</u>

6. RETIREMENT SYSTEM PENSION PLAN

Plan Descriptions and Benefits Provided

New York State and Local Employees' Retirement System ("ERS")—The Town participates in the ERS (the "System"). The System provides retirement benefits as well as death and disability benefits. The net position of the Systems are held in the New York State Common Retirement Fund (the "Fund"), which was established to hold all assets and record changes in fiduciary net position allocated to the Systems. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the Systems. System benefits are established under the provisions of the New York State Retirement and Social Security Law ("NYSRSSL"). Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The Town also participates in the Public Employees' Group Life Insurance Plan ("GLIP"), which provides death benefits in the form of life insurance. ERS is included in the State's financial report as a pension trust fund. That report, including information with regard to benefits provided, may be found at www.osc.state.ny.us/retire/publications/index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

The ERS is noncontributory, except for employees who joined the ERS after July 27, 1976, who contribute three percent (3%) of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010 who generally contribute three percent (3%) to six percent (6%) of their salary for their entire length of service. In addition, employee contribution rates under ERS Tier VI vary based on a sliding salary scale. The Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the Systems' fiscal year ending March 31.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions—At December 31, 2022, the Town reported the following asset for its proportionate share of the net pension liability for the ERS. The net pension liability (asset) was measured as of March 31, 2022. The total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of April 1, 2021, with update procedures used to roll forward the total pension liability to the measurement date. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the System relative to the projected contributions of all participating members, actuarially determined. This information was provided by the System in reports provided to the Town.

	ERS
Measurement date	March 31, 2022
Net pension liability (asset)	\$ (284,613)
Town's portion of the Plan's total net pension liability	0.0034817%

For the year ended December 31, 2022, the Town recognized a pension expense of \$20,478 for ERS. At December 31, 2022, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	ERS	
Differences between expected and actual experiences	\$ 21,554	\$ 27,957
Changes of assumptions	474,988	8,015
Net difference between projected and actual earnings on pension plan investments	-	931,989
Changes in proportion and differences between the Town's contributions and proportionate share of contributions	43,482	34,525
Town contributions subsequent to the measurement date	85,886	-
Total	<u>\$ 625,910</u>	<u>\$ 1,002,486</u>

Town contributions subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ending December 31, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31,	ERS
2023	\$ (64,449)
2024	(95,293)
2025	(247,486)
2026	(55,234)

Actuarial Assumptions—The total pension liability as of the measurement date was determined by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total pension liability to the measurement date. The actuarial valuations used the following actuarial assumptions presented below:

	ERS
Measurement date	March 31, 2022
Actuarial valuation date	April 1, 2021
Interest rate	5.90%
Salary scale	4.40%
Decrement tables	April 1, 2015- March 31, 2020
Inflation rate	2.7%
Cost-of-living adjustments	1.4%

Annuitant mortality rates are based on April 1, 2015 – March 31, 2020 System's experience with adjustments for mortality improvements based on Society of Actuaries' Scale MP-2020. The previous actuarial valuations as of April 1, 2020 used the same assumptions to measure the total pension liability. The actuarial assumptions used in the April 1, 2021 valuation are based on the results of an actuarial experience study for the period April 1, 2015 – March 31, 2020.

The long-term rate of return on pension plan investments was determined using a building block method in which best estimate ranges of expected future real rates of return (expected returns net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates

of return by each the target asset allocation percentage and by adding expected inflation. The best estimates of the arithmetic real rates of return for each major asset class included in the target asset allocation are summarized below:

Measurement date	ERS	
	Target Allocation	Long-Term Expected
		Real Rate of Return
	March 31, 2022	
Asset class:		
Domestic equities	32.0 %	3.30 %
International equities	15.0	5.85
Private equity	10.0	6.50
Real estate	9.0	5.00
Opportunistic/Absolute Return Strategy	3.0	4.10
Credit	4.0	3.78
Real assets	3.0	5.80
Fixed Income	23.0	0.00
Cash	1.0	(1.00)
Total	100.0 %	

Discount Rate—The discount rate used to calculate the total pension liability was 5.9%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based upon the assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of the Net Pension Liability to the Discount Rate Assumption—The following chart presents the Town's proportionate share of the net pension liability calculated using the discount rate of 5.9%, as well as what the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (4.9%) or one percentage-point higher (6.9%) than the current assumption.

	Decrease (4.9%)	Assumption (5.9%)	Increase (6.9%)
Employer's proportionate share of the net pension liability (asset)—ERS	\$ 732,592	\$ (284,613)	\$ (1,135,456)

Pension Plan Fiduciary Net Position—The components of the current-year net pension liability of the employers as of March 31, 2022, are shown on the following page:

	(Dollars in Thousands)
	ERS
Employers' total pension liability	\$ 223,874,888
Plan fiduciary net position	(232,049,473)
Employers' net pension liability (asset)	\$ (8,174,585)
Ratio of fiduciary net position to the employers' total pension liability	103.65%

7. PENSION OBLIGATIONS—FIRE LOSAP

Plan Description—The Town established a defined benefit Length of Service Awards Program (“LOSAP”) for the active volunteer firefighters of Boston Volunteer Fire Company, North Boston Volunteer Fire Company, and Patchin Volunteer Fire Company. The Program was established pursuant to Article 11-A of the General Municipal Law. The Program provides municipally-funded pension-like benefits to facilitate the recruitment and retention of active volunteer firefighters. The Town is the sponsor of the program.

Certain information contained in this note is based on information for the LOSAP based on a measurement date of December 31, 2021, which is the most recent valuation date for which complete information is available.

Participation, vesting and service credit—Active volunteer firefighters who have reached the age of eighteen and who have completed one year of firefighting service are eligible to participate in the program. The program’s entitlement age is age sixty, or age after first earning a year of Service Credit under the Point System. In general, an active volunteer firefighter is credited with a year of firefighting service for each calendar year after the establishment of the program in which he or she accumulates fifty points. Points are granted for the performance of certain activities in accordance with a system established by the sponsor on the basis of a statutory list of activities and point values.

Benefits—A participant’s benefit under the program is the actuarial equivalent of a monthly payment for life equal to twenty dollars multiplied by the person’s total number of years of firefighting service. The number of years of firefighting service used to compute the benefit cannot exceed forty (including any Prior Service Credit). Except in the case of disability or death, benefits are payable when a participant reaches entitlement age. The program provides statutorily mandated death and disability benefits.

Participants Covered by the Benefit Terms—At the December 31, 2021 measurement date, the participants covered by the benefit terms were as follows:

Inactive participants currently receiving benefit payments	87
Inactive participants entitled to but not yet receiving benefit payments	42
Active participants	50
Total	179

Measurement of Total Pension Liability

The total pension liability at the December 31, 2021 measurement date was determined using an actuarial valuation as of that date.

Actuarial Assumptions—The total pension liability at the December 31, 2021 measurement date was determined using the following actuarial assumptions, applied to all period included in the measurement:

Actuarial Cost Method:	Entry Age Normal
Inflation:	2.25%
Salary Scale:	None assumed

Mortality rates were based on the RP-2014 Male Mortality Table without projection for mortality improvement.

Discount Rate—The discount rate used to measure the total pension liability was 2.24%. This was the yield to maturity of the S&P Municipal Bond 20 Year High Grade Rate Index as of December 31, 2021. In describing this index, S&P Dow Jones Indices notes that the index consists of bonds in the S&P Municipal Bond Index with a maturity of 20 years and with a rating of at least Aa2 by Moody's Investors Service's, AA by Fitch, or AA by Standard & Poor's Rating Services.

Changes in the Total Pension Liability

	Total Pension Liability
Balance as of 12/31/2020 measurement date	<u>\$ 8,268,822</u>
Changes for the year:	
Service Cost	145,610
Interest	159,109
Changes of assumptions of other inputs	(330,320)
Differences between expected and actual experience	22,715
Benefit payments	<u>(340,868)</u>
Net changes	<u>(343,754)</u>
Balance as of 12/31/2021 measurement date	<u>\$ 7,925,068</u>

Sensitivity of the Total Pension Liability to the changes in the discount rate—The following presents the total pension liability of the Town as of the December 31, 2021 measurement date, calculated using the discount rate of 2.24%, as well as what the Town's total pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (1.24%) or 1-percentage point higher (3.24%) than the current rate:

	1% Decrease (1.24%)	Current Discount Rate (2.24%)	1% Increase (3.24%)
Total pension liability	\$ 9,072,923	\$ 7,925,068	\$ 6,990,907

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions—For the year ended December 31, 2022, the Town recognized pension expense of \$459,680. At December 31, 2022 the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 18,991	\$ 35,100
Changes of assumptions or other inputs	\$ 891,294	\$ 276,169
Benefit payments & administrative expenses subsequent to the measurement date	403,061	-
Total	<u>\$ 1,313,346</u>	<u>\$ 311,269</u>

Deferred outflows of resources related to pensions resulting from Town transactions subsequent to the measurement date will be recognized as a reduction of the total pension liability in the year ended December 31, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31,	
2023	\$ 144,163
2024	144,163
2025	144,163
2026	144,163
2027	27,407
Thereafter	(5,043)

Trust Assets—Although assets have been accumulated in an irrevocable trust such that the assets are dedicated to providing pensions to plan members in accordance with benefit terms, the trust assets are not legally protected from creditors of the Town. As such, the trust assets do not meet the criteria in paragraph 4 of GASB Statement No. 73.

Fiduciary Investment and Control—Service credit is determined by the governing board of the sponsor, based on information certified to the governing board by each fire company having members who participate in the program. Each fire company must maintain all required records on forms prescribed by the governing board. The governing board of the sponsor has retained and designated Penflex, Inc. to assist in the administration of the program.

Authority to invest program assets is vested in the Investment Committee. Subject to restrictions in the program document, program assets are invested in accordance with a statutory “prudent person” rule.

The sponsor is required to retain an actuary to determine the amount of the sponsor’s contributions to the plan. The actuary retained by the sponsor for this purpose is Penflex, Inc. Portions of the following information are derived from the most recent report prepared by the actuary, dated January 1, 2022.

Statement of Net Program Assets

Actuarial present value of benefits at January 1, 2022			\$ 5,623,649
Less: Assets available for benefits			
<i>Cash and short-term investments:</i>	<u>% of total</u>		
Cash and cash equivalents	3.9%	\$	100,726
<i>Investments at fair value:</i>			
Speciality funds	7.0%		181,929
International stock funds	14.3%		374,769
Small-cap stock funds	4.8%		125,087
Mid-cap stock funds	8.1%		210,475
Large-cap stock funds	13.5%		352,498
Balanced	6.1%		159,532
Bond funds	41.7%		1,089,745
Other assets	0.0%		-
<i>Liabilities:</i>			
January payments made in December	1.2%		30,948
Benefits payable	-0.5%		<u>(13,080)</u>
Net program assets available for benefits			<u>2,612,629</u>
Current total unfunded benefits			<u>\$ 3,011,020</u>

Statement of Changes in Net Program Assets

Plan net assets, January 1, 2021		\$2,549,887
Changes during the year:		
Add: Plan contributions	\$ 200,000	
Net investment income	203,610	
Less: Plan benefit withdrawals	(376,696)	
Changes in benefits payable	<u>35,828</u>	
Net change		<u>62,742</u>
Plan net assets, December 31, 2021		<u>\$ 2,612,629</u>

Contributions and Administrative Fees

Town contributions and fees amounted to \$393,189 and \$8,260, respectively, during the year ended December 31, 2022.

Funding Methodology and Actuarial Assumptions

The actuarial valuation methodology used by the actuary to determine the sponsor's contribution is the attained age normal cost method. The assumptions used by the actuary to determine the sponsor's contribution and the actuarial present value of benefits are based on an assumed rate of return on investment of 5%.

Mortality Tables used for retirement are based on the RP-2014 Male Table without projection.

The Town accounts for service award program assets within its Fire Protection Fund. The fair value of these program assets as of December 31, 2022 is \$2,154,324.

8. PENSION OBLIGATIONS—EMS LOSAP

Plan Description—The Town established a defined contribution Length of Service Awards Program (the “LOSAP”) for the active ambulance volunteers of the Boston Emergency Squad. The Program was established pursuant to Article 11-A of the General Municipal Law. The Program provides municipally-funded pension-like benefits to facilitate the recruitment and retention of active volunteer ambulance workers. The Town is the sponsor of the program.

Program Description—

Participation, vesting and service credit—Active volunteers are eligible to participate in the program and become fully vested upon earning five (5) years of service credits or upon being awarded a total and permanent disability. The program's entitlement age is age sixty (60) and the maximum service credit allowable is forty (40) years.

Benefits—A participant's benefit under the program is equal to \$700 per year of service. The program provides statutorily mandated death and disability benefits.

Fiduciary Investment and Control—Service credit is determined by the governing board of the sponsor, based on information certified to the governing board by the Emergency Squad. The governing board of the sponsor has retained and designated Penflex, Inc. to assist in the administration of the program.

Program assets are required to be held in trust by LOSAP legislation, for the exclusive purpose of providing benefits to participants and their beneficiaries or for the purpose of defraying the reasonable expenses of the operation and administration of the program.

Authority to invest program assets is vested in the Investment Committee. Subject to restrictions in the program document, program assets are invested in accordance with a statutory “prudent person” rule.

The sponsor is required to retain an actuary to determine the amount of the sponsor's contributions to the plan. The actuary retained by the sponsor for this purpose is Penflex, Inc. Portions of the following information are derived from the most recent report prepared by the actuary, dated December 31, 2022.

Program Financial Condition

Asset Reconciliation

Share of Trust Account, January 1, 2022		\$ 748,279
Changes during the year:		
Add: Plan contributions	\$ 12,463	
Net investment income	(88,304)	
Less: Administrative Charges	(2,149)	
Trustee Fees	(2,773)	
Distributions Made to Participant/Beneficiaries	<u>(79,849)</u>	
Net change		<u>(160,612)</u>
Share of Trust Account, December 31, 2022		<u>\$ 587,667</u>

Contributions and Administrative Fees

The actuary determined that the Town contributions owed during the 2022 calendar year totaled \$12,463. Administrative and Trustee Fees taken out of the account during the year ending December 31, 2022 were \$4,922 with an additional \$79,849 of distributions made to beneficiaries.

Plan Assets

The Town accounts for service award program assets within its Ambulance Fund. The fair value of these program assets as of December 31, 2022 is \$587,667.

9. RISK MANAGEMENT

The Town is exposed to various risks of loss related to damage and destruction of assets, vehicle liability, injuries to employees, health insurance, workers' compensation, and unemployment insurance. The Town purchases commercial insurance to cover such potential risks. There have not been any settlements which have exceeded commercial insurance coverage in the past three fiscal years.

The Town purchases insurance for: general property and liability, municipal crime, automobile, public officials liability, law enforcement liability, contractor's protective liability, excess catastrophe liability, inland marine, electronic equipment, and ground pollution relating to fuel storage tanks. General property is insured at a full replacement cost agreed upon at \$11,597,543. A Builder's Risk endorsement was added in the amount of \$425,000 on the North Boston Pavilion. General liability insurance is limited to \$1 million per occurrence, with a general aggregate \$3 million limit. General liability has an add on rider for network security loss with an annual aggregate of \$250,000. Municipal crime coverage ranges from \$25,000 to \$400,000 per occurrence. Automobile insurance is limited to \$1 million per accident. Public Officials Liability, Law Enforcement Liability, and Contractor's Protective Liability are all limited to \$1 million per occurrence and \$2 million in the aggregate. Excess catastrophe liability is limited to \$3 million per occurrence and \$6 million in the aggregate. Inland marine has various limits for each individually scheduled property and equipment with a total blanket limit of roughly \$2.71 million. Fuel storage tanks have a ground pollution liability of \$1 million.

10. LEASES

Lease Receivable—The Town is a lessor for a noncancellable lease of buildings. The Town recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements. At the commencement of a lease, the Town initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments related to leases include how the Town determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The Town uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease terms include the noncancellable period of the lease.
- Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The Town monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

As the lessor, the Town recognizes a long-term lease receivable and deferred inflow of resources for the use of the Trooper Barracks Building by the state police. The lease agreement runs for 20 years starting December 1, 2009 and ending November 30, 2029 with a five year renewal option beginning on December 1, 2029 and ending November 30, 2034. The agreement states that the remaining monthly payments will be \$7,400 per month through November 30, 2024, \$8,247 per month through November 30, 2029, and then if the renewal is granted, the additional five-year term will be negotiated at the time of the renewal request. As the Town built this building as part of the lease agreement, to the specifications agreed upon with the lessee, the Town reasonably expects the lease agreement to be renewed and thus includes the five-year renewal as part of the lease term. The discount rate applied to this lease is 3.5% as determined by the bond issued to finance the construction of the building. The value of the lease receivable as of December 31, 2022 is \$832,697. The value of the deferred inflow of resources is \$678,875 at December 31, 2022.

The future payments included in the measurement of the lease receivable at December 31, 2022 were as follows:

Fiscal Year Ending December 31,	Principal	Interest	Total
2023	\$ 57,329	\$ 31,471	\$ 88,800
2024	59,368	30,279	89,647
2025	61,479	37,485	98,964
2026	63,666	35,298	98,964
2027	65,930	33,034	98,964
2028-2032	366,539	128,281	494,820
2033 and thereafter	158,386	31,295	189,681
	<u>\$ 832,697</u>	<u>\$ 327,143</u>	<u>\$ 1,159,840</u>

Lease Payable—The Town is a lessee for a noncancellable lease of various equipment. The town recognizes a liability and an intangible right-to-use asset (lease asset) in the government-wide financial statements. The Town recognizes lease liabilities with an initial, individual value of \$5,000 or more. At the commencement of a lease, the Town initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the Town determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The Town uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the Town generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease terms include the noncancellable period of the lease.
- Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the Town is reasonably certain to exercise.

The Town monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the right-to-use asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

As the lessee, the Town reports lease assets with other capital assets and lease liabilities with long-term debt on the schedule of long-term liabilities. The Town is lessee for office equipment such as printers and postage machines.

As of December 31, 2022, the value of the lease liability was \$17,542. The Town is required to make annual principal and interest payments on the equipment ranging from \$1,316 to \$2,834. The leases have imputed interest rates of 3.5%. The value of the right-to-use lease assets as of the end of the current fiscal year was \$28,410 and had accumulated amortization of \$11,225.

The future principal and interest payments as of December 31, 2022, were as follows:

Fiscal Year Ending December 31,	Principal	Interest	Total
2023	\$ 4,436	\$ 547	\$ 4,984
2024	4,367	397	4,764
2025	4,523	242	4,764
2026	3,260	87	3,348
2027	956	10	965
	<u>\$ 17,542</u>	<u>\$ 1,283</u>	<u>\$ 18,825</u>

11. SHORT-TERM DEBT

Liabilities for bond anticipation notes (“BANs”) are generally accounted for in the Capital Projects Fund. State law requires that BANs issued for capital purposes be converted to long-term obligations within five years after the original issue date. However, BANs issued for assessable improvement projects may be renewed for period’s equivalent to the life of the permanent financing, provided that annual reductions of principal are made. The following page shows a summary of the Town’s short-term debt for the year ended December 31, 2022:

Description	Interest Rate	Maturity Date	Balance 1/1/2022	Issues	Redemptions	Balance 12/31/2022
Capital Projects Fund:						
Bond anticipation notes	3.87%	10/6/2023	\$ -	\$ 1,013,790	\$ -	\$ 1,013,790
Total			-	1,013,790	-	1,013,790

12. LONG-TERM LIABILITIES

The Town’s outstanding long-term liabilities reported in Schedule W to the AUD include serial bonds, installment purchase contracts, lease liabilities, pension liabilities, and compensated absences.

Outstanding indebtedness as of December 31, 2022 aggregated \$4,469,310. Of this amount, \$3,806,932 relates to serial bonds issued for the purpose of water supply and distribution, \$635,000 relates to a serial bond issued on the construction of a Trooper Barracks building, and \$27,378 remains on an installment purchase contract. All long-term debts are exempt from the constitutional debt limit other than the \$635,000 serial bond which represents approximately 1.2% of the town’s debt limit. Further, the Trooper Barracks serial bond is eligible for redemption prior to maturity starting after March 1, 2022 at 100% of the par amount of the bonds to be redeemed, plus accrued interest to the date of redemption. All bonds payable of the Town are secured by its general credit and revenue raising powers, as per State statute.

A default will have occurred if the payment of principal or interest are not paid when due and payable. In the event of a default a provision is made for contract creditors (including the Bondholders) of the Town to enforce payments upon such contracts, if necessary, through court action, although the present statute limits interest on the amount adjudged due to 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, although judicial mandates have been issued to officials to appropriate and pay judgments out of current funds or the proceeds of a tax levy.

The Town does not hold any lines of credit.

A summary of changes in the Town's long-term liabilities at December 31, 2022 is presented below:

	Balance 1/1/2022	Additions	Reductions	Balance 12/31/2022	Due Within One Year
Serial bonds	\$ 4,689,865	\$ -	\$ 247,933	\$ 4,441,932	\$ 210,782
Installment Purchase Contract	40,369	-	12,991	27,378	13,452
Lease liability	-	17,542	-	17,542	4,436
Net pension liability-ERS*	3,553	-	3,553	-	-
Pension liability-Fire LOSAP	3,058,425	4,914,048	47,405	7,925,068	-
Compensated absences	142,664	31,449	-	174,113	17,411
Total	<u>\$ 7,934,876</u>	<u>\$ 4,963,039</u>	<u>\$ 311,882</u>	<u>\$ 12,586,033</u>	<u>\$ 246,081</u>

(*Reductions to the net pension liability are shown net of additions.)

Serial Bonds—The Town issues general obligation bonds to provide funds for the acquisition, construction, and renovation of major capital facilities. General obligation bonds have been issued for governmental activities. General obligation bonds are direct obligations and pledge the full faith and credit of the Town. These bonds generally are issued as serial bonds with equal amounts of principal maturing each year with maturities that range from 10 to 38 years.

Principal is paid annually, interest is paid semi-annually; these payments are recorded in the associated fund, either being General or Water Funds. A summary of additions and payments for the year ended December 31, 2022, is presented below:

Description	Original Issue	Interest Rate (%)	Year of Issue/ Maturity	Balance 1/1/2022	Additions	Reductions	Balance 12/31/2022	Due Within One Year
General Fund:								
Trooper Barracks	\$ 1,000,000	3.5	2012/2034	\$ 675,000	\$ -	\$ 40,000	\$ 635,000	\$ 45,000
Total General Fund				<u>675,000</u>	<u>-</u>	<u>40,000</u>	<u>635,000</u>	<u>45,000</u>
Water Fund:								
Water #1	644,068	3.4	2003/2023	85,435	-	42,003	43,432	43,432
Water #2 ext.	199,400	1.9	2012/2022	19,940	-	19,940	-	-
Water #2	281,400	1.9	2012/2022	28,140	-	28,140	-	-
Water #3	125,000	2.8	2012/2032	68,750	-	6,250	62,500	6,250
Rural Development #1	2,618,500	4.125	2005/2040	1,854,200	-	66,200	1,788,000	69,000
Rural Development #2	2,394,000	3	2010/2048	1,958,400	-	45,400	1,913,000	47,100
Total Water Fund				<u>4,014,865</u>	<u>-</u>	<u>207,933</u>	<u>3,806,932</u>	<u>165,782</u>
Total governmental activities				<u>\$ 4,689,865</u>	<u>\$ -</u>	<u>\$ 247,933</u>	<u>\$ 4,441,932</u>	<u>\$ 210,782</u>

Installment Purchase Contract—On August 29, 2016, the Town entered into a long-term installment purchase contract for an ambulance. The amount outstanding totals \$28,846 of which \$1,468 represents imputed interest costs. The present value of the contract at December 31, 2022 is \$27,378.

Annual payments are \$14,423, with final payments due September 29, 2024. The nominal rate is 3.5%. The obligation under the installment purchase can be summarized as follows:

Year ending December 31,	
2023	\$ 14,423
2024	14,423
Total minimum lease payments	28,846
Less: amount representing imputed interest costs	(1,468)
Present value of minimum lease payments	<u>\$ 27,378</u>

Lease Liability—The Town holds long-term capital leases for various equipment. The outstanding balance at December 31, 2022 was \$17,542. Refer to Note 10 for additional information related to the Town's leases.

Net Pension Liability-ERS—In Schedule W to the AUD, the Town removed its prior liability of \$3,553, for its proportionate share of the net pension liability related to the Employee Retirement System as the balance is now an asset. Refer to Note 6 for additional information related to the Town's net pension liability (asset).

Pension Liability-Fire LOSAP—In Schedule W to the AUD, the Town reported a liability of \$7,925,068, for its pension liability related to the Fire Length of Service Award Program (LOSAP). Refer to Note 7 for additional information related to the Town's pension liability.

Compensated Absences—As explained in Note 1, the Town accrues the value of governmental fund type compensated absences. The value accrued at December 31, 2022 is \$174,113. Management estimates that \$17,411 is due within one year. Since payments of compensated absences are dependent upon many factors, timing of future payments is not readily determinable.

A maturity schedule of the Town's indebtedness is presented below:

Year ending December 31,	Serial Bonds	Installment Purchases	Lease Liability	Pension Liability Fire LOSAP	Compensated Absences	Total
2023	\$ 210,782	\$ 13,452	\$ 4,436	\$ -	\$ 17,411	\$ 246,081
2024	171,750	13,926	4,367	-	-	190,043
2025	176,550	-	4,523	-	-	181,073
2026	186,450	-	3,260	-	-	189,710
2027	191,450	-	956	-	-	192,406
2028-2032	1,065,550	-	-	-	-	1,065,550
2033-2037	1,042,900	-	-	-	-	1,042,900
2038-2042	815,200	-	-	-	-	815,200
2043-2047	479,300	-	-	-	-	479,300
2048 and thereafter	102,000	-	-	7,925,068	156,702	8,183,770
Total	<u>\$ 4,441,932</u>	<u>\$ 27,378</u>	<u>\$ 17,542</u>	<u>\$ 7,925,068</u>	<u>\$ 174,113</u>	<u>\$ 12,586,033</u>

Interest requirements on serial bonds payable are as follows:

Year ending December 31,	Interest
2023	\$ 155,857
2024	148,749
2025	142,424
2026	135,500
2027	128,544
2028-2032	536,529
2033-2037	340,605
2038-2042	158,860
2043-2047	59,113
2048 and thereafter	3,065
Total	<u>\$ 1,809,246</u>

13. FUND BALANCE

In the AUD, nonspendable amounts represent net current financial resources that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The Town maintained the following nonspendable fund balance at December 31, 2022:

- ***Prepaid items***—Represents amounts prepaid to the retirement system that are applicable to future accounting periods. The General Fund and the Highway Fund reported amounts of \$18,036 and \$10,593, respectively.

In the AUD, restricted fund balances are amounts constrained to specific purposes (such as creditors, grantors, contributors, or laws and regulations of other governments) through constitutional provisions or by enabling legislation.

At December 31, 2022, the Town reported the following restricted fund balances:

- ***Restricted for General Capital Projects***—Represents amounts, \$356,758, restricted for the construction of various general fund capital projects.
- ***Restricted for Tax Stabilization***—Represents amounts, \$84,593, restricted by the Town Board in accordance with general municipal law section 6-e to be used for future unanticipated events.
- ***Restricted for Highway Equipment***—Represents amounts, \$289,695, restricted for the purchase of highway equipment.
- ***Restricted for Water Debt***—Represents amounts, \$353,660, restricted for the reduction of future debt service requirements.
- ***Restricted for Ambulance Equipment***—Represents amounts, \$179,834, restricted for the purchase of ambulance equipment.
- ***Restricted for Fire LOSAP***—Represents amounts, \$2,154,324, for the administration of the Town's Fire LOSAP.

- ***Restricted for EMS LOSAP*** —Represents amounts, \$587,667, for the administration of the Town’s Ambulance LOSAP.

In the AUD, commitments are amounts that are subject to a purpose constraint imposed by a formal action of the Town’s highest level of decision-making authority. As of December 31, 2022, the Town reported the following committed fund balance:

- ***Encumbrance for General Fund Equipment*** —Represents amounts, \$69,542, for the purchase of a water district consolidation study and parks pickup truck agreed upon by board resolution.
- ***Encumbrance for Highway Equipment*** —Represents amounts, \$57,200, for the purchase of a highway pickup truck as agreed upon by board resolution.

In the AUD, assignments are not legally required segregations but are segregated for a specific purpose by the Town. At December 31, 2022, the Town reported the following fund balance assignments:

	Subsequent Year's Expenditures	Specific Use	Total Assigned
General Fund	\$ 426,216	\$ 69,542	\$ 495,758
Highway Fund	165,706	501,777	667,483
Fire Protection Fund	217,480	203,824	421,304
Lighting Fund	-	21,404	21,404
Ambulance Fund	-	53,257	53,257
Garbage and Refuse Fund	-	144,627	144,627
Water Fund	3,034	591,570	594,604
Total	<u>\$ 812,436</u>	<u>\$ 1,586,001</u>	<u>\$ 2,398,437</u>

- ***Assigned to Subsequent Year’s Expenditures***—Represents available fund balance being appropriated to meet expenditure requirements in the 2023 fiscal year.
- ***Assigned to Specific Use***—Represents fund balance within the special revenue funds that is assigned for a specific purpose. The assignment’s purpose relates to each fund’s operations and represents amounts within funds that are not restricted or committed.

Unassigned fund balance represents the residual classification of the government’s General Fund surplus and Capital Projects Fund deficit.

If the Town must use funds for emergency expenditures the Board shall authorize the Supervisor to expend funds first from funds classified as nonspendable (if funds become available) then restricted funds. The use of committed and assigned funds will occur after the exhaustion of available restricted funds. Finally, if no other fund balances are available, the Town will use unassigned fund balance.

14. INTERFUND ACTIVITY

Interfund receivables and payables are short-term in nature and exist because of temporary advances or payments made on behalf of other funds. The composition of interfund balances as of December 31, 2022 is as follows:

Fund	Interfund	
	Receivables	Payables
Governmental funds:		
General Fund	\$ 211,000	\$ -
Capital Projects Fund	-	211,000
Total	<u>\$ 211,000</u>	<u>\$ 211,000</u>

The outstanding balances between funds result from payments made on behalf of other funds or temporary advances. All of these balances are expected to be collected/paid within the subsequent year.

The Town made the following transfers between funds during the year ended December 31, 2022:

Fund	Transfers out:
	General Fund
Transfers in:	
Capital Projects Fund	\$ 416,905
Total	<u>\$ 416,905</u>

The interfund transfer totaling \$416,905 represents \$349,899 ARPA funding received by the General Fund, however, related expenditures were incurred within the Capital Projects Fund as well as \$67,006 funding supplied by the general fund towards the capital projects.

15. LABOR CONTRACTS

Certain Town employees are represented by one bargaining unit, with the balance governed by Town Board rules and regulations. The International Operating Engineers Local 17 AFL-CIO bargaining unit has a negotiated contract in place through December 31, 2023.

16. COMMITMENTS

Encumbrances—Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expended in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

The Town considers encumbrances significant if they are in excess of \$10,000. Significant encumbrances as of December 31, 2022 are listed below:

Fund	Purpose	Amount Encumbered
General	Water District Consolidation Study	\$ 11,500
General	Parks Pickup Truck	56,814
Total General Fund		<u>\$ 68,314</u>
Highway	Highway Pickup Truck	\$ 56,814
Total Highway Fund		<u>\$ 56,814</u>

17. CONTINGENCIES

Litigation—The Town is involved in litigation in the ordinary course of its operations. The Town believes that its ultimate liability, if any, in connection with these matters will not have a material effect on the Town’s financial condition or results of operations.

Assessments—The Town is a defendant in litigation under Article 7 of the Real Property Tax Law of the State of New York to review tax assessments. While the Town vigorously defends assessments, the likelihood of success is on a case by case basis, and is dependent upon various factors including market values and appraised amounts. No potential amount or potential range of loss is determinable. However, management believes that level of such potential loss, if any, would be immaterial and no provisions have been made within the financial statements.

Grants—In the normal course of operations, the Town receives grant funds from various Federal and State agencies. These grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any disallowed expenditures resulting from such audits could become a liability of the governmental funds. While the amount of any expenditures which may be disallowed cannot be determined at this time, management expects any amounts to be immaterial.

18. SUBSEQUENT EVENTS

Management has evaluated subsequent events through May 1, 2023, which is the date the AUD is available for issuance, and have determined there are no subsequent events that require disclosure in conformity with the format prescribed by the Office of the State Comptroller of the State of New York.

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