

**Supplement
dated November 10, 2020**

to

**Official Statement
dated October 28, 2020**

relating to

**MONTAUK UNION FREE SCHOOL DISTRICT
SUFFOLK COUNTY, NEW YORK**

\$2,300,000*

**TAX ANTICIPATION NOTES FOR 2020-2021 TAXES
(the "Notes")**

Introduction

The Official Statement for the Notes is dated **October 28, 2020** (the "Official Statement"). The **Montauk Union Free School District, Suffolk** County, New York (the "**District**") has prepared this Supplement dated **November 10, 2020**, to the Official Statement (the "Supplement") to include information related to the District's draft audited financial statements for the fiscal year ended June 30, 2020 in the Official Statement. The District's draft financial statements are available upon request.

Other than with respect to the information provided herein, this Supplement is not otherwise updating the Official Statement, which speaks as of its date. Capitalized terms used herein and not otherwise defined have the meanings given to such terms in the Official Statement.

The fourth paragraph in the section entitled "*Other Post Employment Benefits*" on page A-4 is hereby superseded and replaced with the following:

The District's total OPEB liability as of June 30, 2020 was \$17,800,002 using a discount rate of 2.21% and actuarial assumptions and other inputs as described in the District's June 30, 2020 draft audited financial statements.

The section entitled "*Real Property Taxes*" on pages A-5 and A-6 is hereby superseded and replaced with the following:

Real Property Taxes

The District derives a major portion of its revenues from a tax on real property (see "*Statement of Revenues, Expenditures and Changes in Fund Balance*" in Appendix B attached hereto). Property taxes accounted for 93.2% of total general fund revenues for the fiscal year ended June 30, 2020, *based on preliminary, draft results, subject to change*, while State aid accounted for 4.1%. Chapter 97 of the New York Laws of 2011, as amended, imposes a tax levy limitation upon the municipalities, school districts and fire districts in the State, including the District. (See "*The Tax Levy Limit Law*" herein).

The following table sets forth total general fund revenues and real property tax revenues during the last five audited fiscal years, the most recent draft fiscal year and the amount budgeted for the current fiscal year.

Property Taxes

Fiscal Year <u>Ended June 30:</u>	Total <u>Revenues</u> ⁽¹⁾	Real Property <u>Taxes</u> ⁽²⁾	Real Property Taxes <u>to Revenues</u>
2015	\$17,765,466	\$16,612,890	93.5%
2016	18,069,885	16,926,373	93.7
2017	17,883,823	16,787,823	93.9
2018	17,881,363	16,622,635	93.0
2019	18,012,629	16,814,170	93.3
2020 (Draft)	17,442,088	16,257,933	93.2
2021 (Adopted Budget)	20,857,053	16,595,394	80.0

(1) General Fund.

(2) Inclusive of STAR aid payments received by the District, which are reflected in “*Other Real Property Tax Items.*” The real property taxes reflected in the District’s 2019-2020 and 2020-2021 budgets are also inclusive of STAR aid. (See Appendix B.)

Source: Audited Financial Statements, Draft Financial Statements and Adopted Budget of the District. This summary is not audited.

The table in the section entitled “*State Aid*” on page A-6 is hereby superseded and replaced with the following:

The following table sets forth total general fund revenues and State aid revenues during the last five audited fiscal years, the most recent draft fiscal year and the amount budgeted for the current fiscal year.

State Aid

Fiscal Year <u>Ended June 30:</u>	Total <u>Revenues</u> ⁽¹⁾	<u>State Aid</u>	State Aid <u>to Revenues</u>
2015	\$17,765,466	\$793,227	4.5%
2016	18,069,885	685,296	3.8
2017	17,883,823	687,554	4.2
2018	17,881,563	830,003	4.6
2019	18,012,629	831,115	4.6
2020 (Draft)	19,375,941	789,696	4.1
2021 (Adopted Budget)	20,867,053	701,323	3.4

(1) General Fund.

Source: Audited Financial Statements, Draft Financial Statements and Adopted Budget of the District. This summary is not audited.

Pages B-2 and B-3 are replaced and superseded with the following pages to include the District’s draft audited financial statements for the fiscal year ended June 30, 2020:

MONTAUK UNION FREE SCHOOL DISTRICT
BALANCE SHEET
General Fund
Fiscal Years Ended June 30:

	<u>2018</u>	<u>2019</u>	<u>2020⁽¹⁾</u>
Assets:			
Cash	\$3,609,387	\$3,413,419	\$6,346,585
Restricted Cash	2,145,311	2,052,827	2,052,408
Due From Other Funds	416,557	1,785,135	573,127
Due From Other Governments	114,892	103,824	106,158
State and Federal Aid Recievables	30,796	31,447	32,224
Other Receivables	90	40,081	13,198
Prepaid Expenditures	<u>117,154</u>	<u>188,808</u>	<u>138,065</u>
 Total Assets:	 <u><u>\$6,434,187</u></u>	 <u><u>\$7,615,541</u></u>	 <u><u>\$9,261,765</u></u>
 Liabilities and Fund Balance:			
Liabilities:			
Accounts Payable	\$70,961	\$23,370	\$0
Accrued Liabilities	25,995	36,463	2,720
Due to Other Governments	139,349	20,462	843,307
Due to Other Funds	2,466	0	400,000
Due to Retirement Systems	629,444	669,250	570,732
Deferred Revenue	<u>0</u>	<u>0</u>	<u>15,999</u>
 Total Liabilities:	 <u><u>\$868,215</u></u>	 <u><u>\$749,545</u></u>	 <u><u>\$1,832,758</u></u>
 Fund Equity:			
Non-Spendable	117,154	188,808	138,065
Restricted	2,145,311	2,052,827	2,052,408
Assigned	1,832,976	1,921,255	3,457,830
Unassigned	<u>1,470,531</u>	<u>2,703,106</u>	<u>1,780,704</u>
 Total Fund Equity	 <u><u>5,565,972</u></u>	 <u><u>6,865,996</u></u>	 <u><u>7,429,007</u></u>
 Total Liabilities and Fund Equity	 <u><u>\$6,434,187</u></u>	 <u><u>\$7,615,541</u></u>	 <u><u>\$9,261,765</u></u>

(1) Draft, subject to change.

Source: Audited and Draft Financial Statements for the District.
This summary is not audited.

MONTAUK UNION FREE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
General Fund
Fiscal Year Ending June 30

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020⁽¹⁾</u>
Revenues:						
Real Property Taxes	\$16,612,890	\$16,926,373	\$16,787,823	\$16,622,635	\$16,814,170	\$16,257,933
Other Real Property Tax Items	310,928	312,619	280,215	280,264	261,735	247,511
Charges for Services	3,135	14,987	11,862	48,179	3,242	6,497
Use of Money and Property	23,290	36,310	37,199	38,847	37,774	57,343
Sale of Property and Compensation for Loss	0	0	0	0	0	0
Miscellaneous	21,996	94,300	79,170	61,635	64,593	83,108
State Sources	793,227	685,296	687,554	830,003	831,115	789,696
Federal Sources	0	0	0	0	0	0
Interfund Transfers	0	0	0	0	0	0
Total Revenues:	<u>\$17,765,466</u>	<u>\$18,069,885</u>	<u>\$17,883,823</u>	<u>\$17,881,563</u>	<u>\$18,012,629</u>	<u>\$17,442,088</u>
Expenditures:						
General Support	\$1,871,241	\$1,765,893	\$1,911,616	\$1,791,742	\$1,904,606	\$1,897,106
Instruction	10,234,874	10,626,851	10,708,752	10,881,869	10,562,298	10,181,503
Pupil Transportation	1,277,578	1,265,167	1,324,922	1,455,562	1,470,366	1,302,080
Community Services	2,000	2,000	2,000	2,000	2,000	2,000
Employee Benefits	3,266,686	3,132,824	3,155,827	2,926,114	3,137,543	3,049,775
Debt Service	101,156	21,947	34,220	34,482	37,364	32,442
Interfund Transfers	1,177,701	0	0	0	0	0
Total Expenditures:	<u>\$17,931,236</u>	<u>\$16,814,682</u>	<u>\$17,137,337</u>	<u>\$17,091,769</u>	<u>\$17,114,177</u>	<u>\$16,464,906</u>
Excess (Deficit) of Revenues Over Expenditures	(165,770)	1,255,203	746,486	789,794	898,452	977,182
Other Changes in Fund Balance						
Plus: Interfund Transfers In	0	0	0	0	0	0
Less:	0	(660,258)	(261,678)	(262,669)	(882,324)	(414,171)
Increase: Board Authorized Transfer to Reserve For Accrued Liabilities and Employee Benefits	0	0	0	0	0	0
Net Adjustments to Fund Balance	(165,770)	594,945	484,808	527,125	16,128	563,011
Fund Balance - Beginning of Year	<u>\$ 3,873,305</u>	<u>\$ 3,707,535</u>	<u>\$ 4,302,480</u>	<u>\$ 4,302,480</u>	<u>\$ 6,849,868</u>	<u>\$ 6,865,996</u>
Fund Balance - End of Year	<u>\$ 3,707,535</u>	<u>\$ 4,302,480</u>	<u>\$ 4,787,288</u>	<u>\$ 4,829,605</u>	<u>\$ 6,865,996</u>	<u>\$ 7,429,007</u>

(1) Draft, subject to change.

Source: Audited and Draft Financial Statements for the District. This summary is not audited.