

Town of Oyster Bay New York



Annual Comprehensive Financial Report

**For The Year Ended
December 31, 2021**



TOWN OF OYSTER BAY

NEW YORK

Annual Comprehensive Financial Report
For The Year Ended December 31, 2021

Prepared by:
The Office of the Comptroller

TOWN OF OYSTER BAY
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2021
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INTRODUCTORY SECTION

Places to Play and Visit

TOWN BEACHES AND PARKS

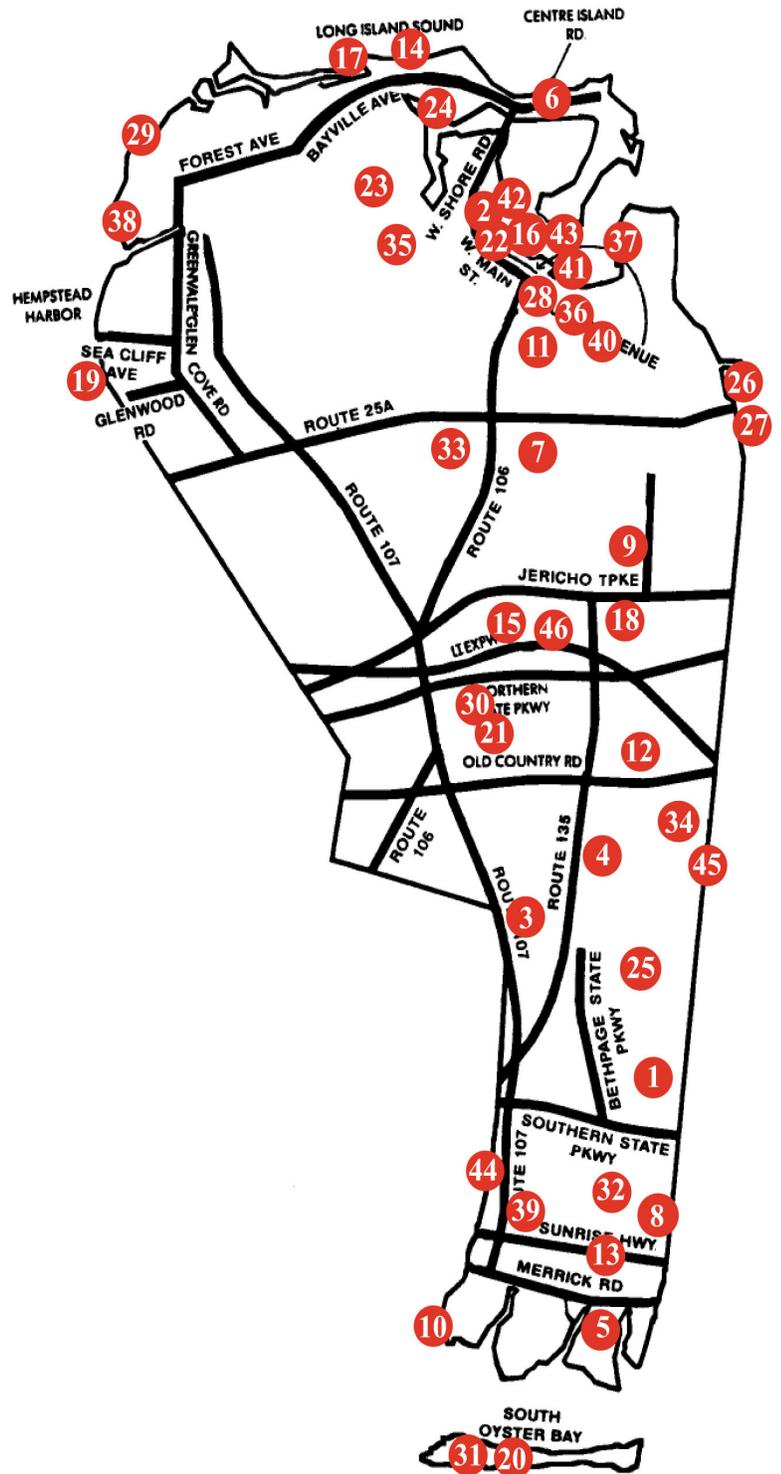
1. Ellsworth W. Allen Town Park
2. Beekman Beach Park
3. Bethpage Community Park
4. Borella Field
5. John J. Burns Town Park
6. Centre Island Beach
7. (The) Farm at Oyster Bay
8. Field of Dreams
9. Golf Course and Clubhouse
10. Philip B. Healey Beach at Florence Avenue
11. Senator Ralph J. Marino Memorial Field
12. Plainview-Old Bethpage Community Park
13. Marjorie R. Post Community Park
14. Charles E. Ransom Beach
15. Robbins Lane Community Park
16. Theodore Roosevelt Memorial Park & Beach
17. Stehli Beach
18. Syosset-Woodbury Community Park
19. Harry Tappen Beach
20. Tobay Beach
21. John Walker Memorial Park
22. Western Waterfront

PLACES OF INTEREST

23. Bailey Arboretum
24. Bayville Historical Museum
25. Bethpage State Park
26. Cold Spring Harbor Fish Hatchery and Aquarium
27. Cold Spring Harbor Laboratory
28. Earle-Wightman House
29. Garvies Point Museum & Preserve
30. Hicksville Gregory Museum
31. John F. Kennedy Memorial Wildlife Sanctuary
32. Massapequa Preserve
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34. Old Bethpage Village Restoration
35. Planting Fields Arboretum State Historic Park
36. Raynham Hall Museum
37. Sagamore Hill National Historic Site
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39. Tackapausha Museum and Preserve
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41. Townsend Museum
42. Waterfront Center

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45. Solid Waste Disposal Complex
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TOWN OF OYSTER BAY, NEW YORK

PRINCIPAL OFFICIALS

December 31, 2021



JOSEPH SALADINO
TOWN SUPERVISOR



MICHELE M. JOHNSON
TOWN COUNCILWOMAN



LOUIS B. IMBROTO
TOWN COUNCILMAN



THOMAS P. HAND
TOWN COUNCILMAN



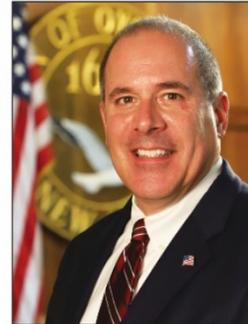
STEVE LABRIOLA
TOWN COUNCILMAN



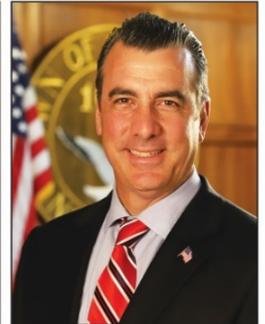
LAURA L. MAIER
TOWN COUNCILWOMAN



VICKI WALSH
TOWN COUNCILWOMAN



RICHARD LAMARCA
TOWN CLERK



JEFFREY P. PRAVATO
RECEIVER OF TAXES

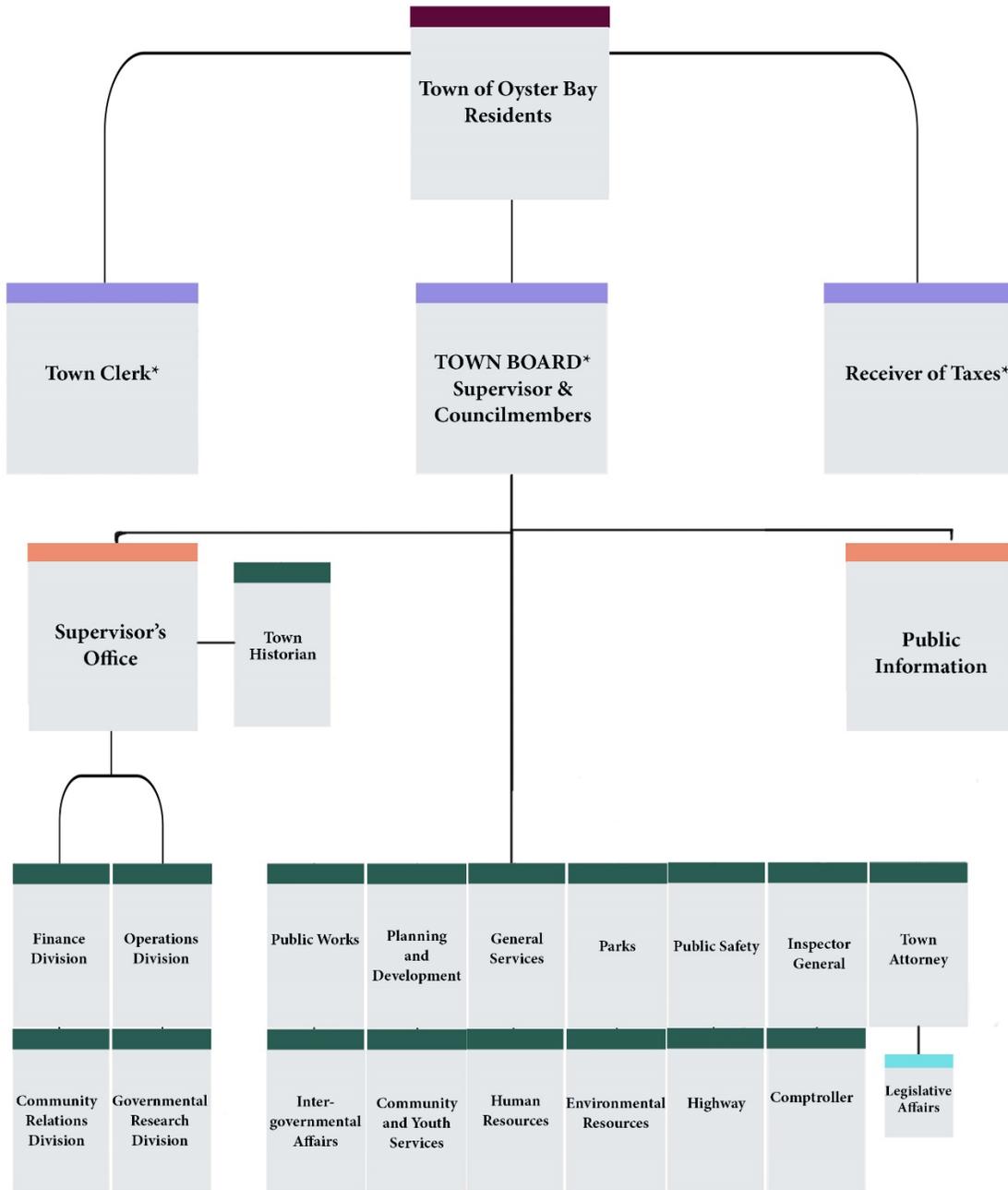
TOWN ATTORNEY
COMPTROLLER

FRANK M. SCALERA
STEVEN C. BALLAS

TOWN OF OYSTER BAY, NEW YORK

ORGANIZATIONAL CHART

December 31, 2021



*Elected by Town of Oyster Bay voters

JOSEPH SALADINO
SUPERVISOR



OFFICE OF THE TOWN SUPERVISOR
54 AUDREY AVENUE
OYSTER BAY, NEW YORK 11771
(516) 624-6350

June 27, 2022

To the Honorable Members of the Town Board and the
Citizens of the Town of Oyster Bay, New York:

This Annual Comprehensive Financial Report (“ACFR”) confirms that the Town of Oyster Bay, New York (“Town”) continues to fortify a financial turnaround under our leadership. While cutting property taxes and delivering important services, we have earned six Wall Street Credit Rating upgrades, reduced long-term capital debt by a remarkable \$165 million and turned a multi-million dollar deficit into a \$62.2 million surplus (see graph on page 31). Yes, the Town once faced a \$44 million deficit yet now has a \$62.2 million surplus while cutting Town property taxes due to fiscally-sound budgeting practices. In accordance with these best financial practices, I hereby present this ACFR for the fiscal year that ended December 31, 2021. Independent auditors, Cullen & Danowski, LLP have audited the financial statements; their unmodified opinion is included within this report. In conversations, financial professionals have stated that the Town’s fiscal turnaround has been nothing short of remarkable.

While we are proud of the progress the Town has made, we are equally proud to report that Standard & Poor’s Global Ratings has awarded the Town an A+ credit rating and Moody’s Investors Service has awarded us an A3 credit rating, with both agencies designating a positive outlook for the Town. In fact, we have earned a total of six credit rating upgrades since I took office in 2017, including four during the COVID-19 pandemic during which economic pressures impacted all governments across the nation. These upgrades are great news as they save taxpayers millions of dollars by allowing the Town to bond at lower interest rates (for infrastructure improvements, including roadway repaving) than in the past and further permit the Town to refinance existing debt - continuing to save you money. Financial advisers forecast that the Town will receive additional credit rating upgrades as we continue to produce multi-million dollar budget surpluses.

My administration and the Town Board have achieved great successes with cost-cutting, highly-improved services and debt reduction - all while protecting your wallet. We remain steadfast in continuing to deliver important services, grow the economy, create jobs, improve roadways and parks, clean up the environment, and enhance the suburban quality of life in our Town. We will continue to deliver on our promises of efficiencies, debt reduction and maintaining spending restraints to protect you, our taxpayers. Make no mistake, we will continue to face each challenge head on while delivering quality services for residents in this same cost-conscious manner.

The preparation of this Annual Financial Report could not have been accomplished without the dedicated efforts of our Town Comptroller, his entire staff and the independent accounting firm PKF O’Connor Davies, LLP. I thank them, and our entire workforce, for their efforts to make the Town of Oyster Bay an even better place to live, work and raise a family.

Sincerely,

A handwritten signature in cursive script that reads "Joseph Saladino".

Joseph Saladino
Town Supervisor



Office of the Comptroller

Town of Oyster Bay

Town Hall
Oyster Bay, NY 11771-1592
(516) 624-6440

Steven C. Ballas
Comptroller

Christine M. Wiss
Deputy Comptroller

June 27, 2022

Dear Supervisor, Honorable Members of the Town Board and the Citizens of the Town of Oyster Bay:

We are pleased to present the Annual Comprehensive Financial Report (“ACFR”) of the Town of Oyster Bay, New York (“Town”) for the year ended December 31, 2021, prepared by the Office of the Comptroller. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation including all disclosures rests with the Town. We believe the data is presented in a manner designed to set forth fairly the financial position and results of operations of the Town as measured by the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain a reasonable understanding of the Town’s financial affairs have been included. This ACFR has also been prepared pursuant to the requirements of the Government Finance Officers Association (“GFOA”) Certificate of Achievement for Excellence in Financial Reporting program.

The Town, like all other local governments in New York State, is required by state law to publish a complete set of financial statements at the close of each fiscal year. The financial statements must be presented in conformity with U.S. Generally Accepted Accounting Principles (“GAAP”) and audited in accordance with generally accepted auditing standards applicable to financial audits contained in *Government Auditing Standards*. This report is published to fulfill that requirement and to provide further accountability to citizens and other interested parties by providing a more comprehensive report in lieu of the minimum basic financial statement requirements.

The Office of the Comptroller is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the Town are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgment by Town management. All internal control evaluations occur within the above framework. We believe that the Town’s internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The accounting firm PKF O’Connor Davies, LLP was selected in a competitive bid process by the Town Board to assist in the preparation of the Town’s 2021 ACFR. The accounting firm Cullen & Danowski, LLP was also selected by the Town Board in a competitive bid process to perform an independent audit of the Town’s financial statements as of December 31, 2021, and for its year then ended. The Auditor’s Report on the basic financial statements, and combining and individual fund statements, and schedules is included in the financial section of this report. As management, to the best of our knowledge and belief, this financial report is complete, accurate and reliable in all material respects.

Our ACFR is divided into the following sections:

The Introductory Section includes information about the organizational structure of the Town, the Town’s economy and major initiatives.

The Financial Section is prepared in accordance with the Governmental Accounting Standards Board (“GASB”) requirements by including the Management’s Discussion and Analysis (“MD&A”), the Basic Financial Statements including notes and the Required Supplementary Information. The Basic Financial Statements include the government-wide financial statements that present an overview of the Town’s entire financial operations and the fund financial statements that present the financial information of each of the Town’s major funds, as well as a summary of nonmajor governmental, custodial and other funds. The Town’s major component units and a summary of nonmajor component units government-wide financial statements are included. Also included in this section is the Independent Auditor’s Report on the basic financial statements.

The Statistical Section includes tables containing historical financial data, debt statistics, and miscellaneous social and economic data of the Town that are of interest to potential investors in our bonds and to other readers. While the data included in the statistical section has been carefully verified and is believed to be accurate, it has not been subjected to the same audit process as has been applied to the statements and schedules in the financial section.

This report includes funds of various departments, agencies and other organizational units, which are considered part of the Town of Oyster Bay's financial reporting entity. Criteria for determining the reporting entity and presentation of the related financial data are established by GASB. The criteria include legal standing and financial accountability. Note 1 of the Notes to the Financial Statements provides detail on the financial reporting entity.

A brief summary of the nature of the component units and their relationship to the Town of Oyster Bay are also provided in the Notes to the Financial Statements. The financial reporting entity includes eleven component units: eight Commissioner-operated water districts, two Commissioner-operated sanitation districts and one Commissioner-operated sewer district. Four of the water districts are considered major component units. Although these component units are legally separate entities, the Town is required to include their financial reporting. These component units are presented discretely in a separate column in the basic financial statements to differentiate them from the Town's financial operations.

As an annual financial report this document provides financial detail and historical trends beyond the basic financial statements in the Financial Section. The MD&A of the basic financial statements immediately follows the Report of the Independent Auditor and provides a prescribed narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

The Town is required to undergo a single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Information related to this single audit, including the Schedule of Expenditures of Federal Awards, findings and recommendations, and the independent Auditor's Reports on the internal control structure and compliance with applicable laws and regulations are not presented in this report, but rather are routinely presented as a separate report.

HISTORY

"On June 4th, I anchored in a commodious haven on the north of Long Island. We found fine oysters there, from which the Dutch call it Oyster Bay." Diary of David deVries, Voyager 1639

The Town of Oyster Bay enjoys a rich and well-documented history. The first known European to sail past Long Island's south shore was Giovanni da Verrazano in 1524. David deVries was the first to record the name of Oyster Bay for the beautiful harbor on the Town's north shore in 1639. In 1648, Robert Williams of Hempstead bought from the Native Americans a large parcel of land, which is represented today by Hicksville and adjacent parts of Jericho, Plainview, Syosset and Woodbury.

In founding the Town, the New Englanders were seeking new opportunities on Long Island just east of the boundary established between the English and the Dutch. In 1667, three years after the English won New Netherland, the Town of Oyster Bay, inclusive of land to the "South Sea" (Great South Bay), was granted a patent by the English Governor, Sir Edmund Andros.

During the Revolutionary War, British troops used Raynham Hall in Oyster Bay Hamlet as their headquarters, the hall being the home of patriot Samuel Townsend and currently a museum; reveals life from the American Revolution in the 1770s through Oyster Bay's affluent Victorian period in the 1870s and the beginning of the Gold Coast. Purchased by prominent community member, Samuel Townsend, the house was home to a total of three generations of this family. It is famous for housing the Queens Rangers, a loyalist regiment commanded by Lt. Col. John Graves Simcoe, during the Revolution. Added to the historic period room displays are stories of family haunts and the intrigue of General Washington's Culper Spy Ring. In fact, it was Robert Townsend (Culper Jr.) who gathered information leading to the capture of Major Andre and thwarted Benedict Arnold's plot to surrender West Point to the British. Despite the fact that he was arrested early in the war for his support of the patriots, his son, Robert remained active as an undercover agent for General Washington using the code name, "Culper, Jr.". With the aid of his sister, Sally, he reportedly secured information that led to the exposure of Benedict Arnold's plot to defect to the British and turn over West Point to their control.

HISTORY (continued)

After the Revolution, Oyster Bay continued primarily as an agricultural area through the nineteenth century. It did not come into national prominence again until the presidency of Theodore Roosevelt, an Oyster Bay resident whose home, Sagamore Hill, served as the “summer White House” from 1902 to 1908. This huge Victorian mansion, with its original furnishings, was dedicated as a national shrine during the administration of President Eisenhower. The mansion has since completely been restored and is open to the public. This 37-acre area includes a forest, tidal salt marsh, and bay beach. A guided nature walk explores the conservation efforts of Theodore Roosevelt.

With the advent of World Wars I and II, the Town’s primarily agricultural economy began changing to one of industry and business, especially in the area of aeronautics. Farmlands gave way to business complexes, factories and new housing. Today, Oyster Bay enjoys a well-balanced blend of commercial, residential and recreational development, making it one of the most revered suburban environments in the country.

GOVERNMENT

New York State Town Law classifies the Town of Oyster Bay as a suburban town. The Town, located in the easternmost section of Nassau County, has an area of 114 square miles. Located within the Town are 18 incorporated villages, three of which are partially located in neighboring towns. The villages all have their independent forms of government, but real property located therein is subject to taxation by the Town for certain Town purposes.

In addition, there are 14 independently governed school districts and eight fire districts, which rely upon their own taxing powers granted by the State of New York to raise revenue. Half of these school districts are entirely within the Town while portions of the remaining districts are located in neighboring municipalities.

The Chief Executive Officer of the Town is the Supervisor, who is elected for a term of two years. The Supervisor is a member and the presiding officer of the Town Board. In addition to the Supervisor, residents elect six members to the Town Board to serve non-concurrent four-year terms. The Supervisor and Council members are elected at-large. The elected Town Clerk and Receiver of Taxes serve terms of two and four years, respectively.

BUDGET

The Annual Budget serves as the foundation of the Town’s financial planning and fiscal control. Formal budgetary integration is employed during the year as a management control device for the General, certain Special Revenue and Debt Service Funds. The Town Board adopts the budget and establishes the legal level of control of the budget at the object level of expenditures. The object level identifies expenditures by the article purchased or service obtained in order to carry out a function. Appropriations are adopted at the object level. All budgetary amendments and transfers of appropriations require Town Board approval. Appropriations for all governmental funds except the Capital Projects Fund and Special Grant Funds lapse at year-end. The Capital Projects and Special Grant Funds are budgeted on a project or grant basis. Note 2 of the Notes to the Financial Statements provides detail on stewardship, compliance and accountability.

CREDIT RATING

The Town’s Bond rating according to Standard & Poor’s is A+ with a positive outlook. The Town’s Bond rating according to Moody’s Investors Service is A3 with a positive outlook. Under the current administration, the bond ratings have been increased six times, including four times during the pandemic. The ratings have risen by a total of nine notches combined during this five year period. The positive outlook from both firms reflects the expectation for continued upgrades as long as the Town continues on its current path. The improved financial condition of the Town allows for borrowings at lower interest rates than in the past. The higher ratings also allow the Town to refinance existing debt and reduce future debt service interest on bonds. The Town has reduced outstanding debt by over \$175 million over the past five years as well as taken what was a cumulative deficit that was once \$44 million and turned it into a cumulative surplus that is now above \$60 million. The decrease in borrowing, favorable interest rates, and aggressive treasury management have resulted in a significant cost reduction for the Town and the taxpayer.

Additionally, for the second straight year in a row, the Town is not listed on the New York State Comptroller’s Office Stress-Monitoring list. Further, in accordance with State Comptroller guidelines and recommendations all the Town’s major operating funds continue to have a positive fund balance.

ECONOMIC CONDITION AND OUTLOOK

The Town of Oyster Bay is an economic engine within Nassau County. The headquarters of major employers, including nationally known Altice USA, Long Island University – Post and National Grid/PSEG are located within the Town of Oyster Bay. The Town has one of the lowest unemployment rates in the metropolitan area and State of New York, as well as one of the "richest-towns-in-America" according to Bloomberg News. The Motion Picture and Television Industry continues to expand, as the Town of Oyster Bay is home to one of the largest production facilities on the East Coast.

Notable economic development in the past year consists of:

- The 1-800-Flowers company finalized its corporate headquarters move to Jericho.
- Engel Burman's new assisted living facility in Bethpage enabling residents to remain in the Town.
- Rallye Lexus moving into Westbury to complement their BMW dealership next door.
- London Jewelers selected Glen Head for their new corporate headquarters.
- Amazon's creation of over 600 new jobs at its new distribution facility in Syosset, which is a significant boost to the economy, generating recurring economic activity while providing for an environmental cleanup to a brownfield property that has sat dormant for more than three decades is set to open Summer of 2022.

As the economy and population continue to grow, so does our community. Significant growth is anticipated in the coming years as downtown Hicksville transforms into a vibrant mixed-use community. The Town, through the Town Board and the Department of Planning and Development, has in concert with the residents of Oyster Bay, developed procedures to ensure that new development in the Town, maintains Oyster Bay's suburban quality of life.

Three applications in the newly created Hicksville Downtown District area have been submitted for mixed-use development with close to 350 residential units. In Massapequa, Northwell Health has turned an empty shopping center into a state-of-the-art medical complex as the health care sector continues to grow. Jericho will feature a new world-class luxury hotel to provide a destination for business travelers.

COVID-19, the global pandemic, as characterized by the World Health Organization on March 11, 2020, and its lasting effect on our economy continues. Throughout this pandemic, the Town coordinated its COVID-19 response with local health jurisdictions, other state agencies, and health care providers. Further, the Town's response to the COVID-19 pandemic continued in 2021 with testing and contact tracing, outbreak response, data collection and analysis, incident management and vaccination distribution and outreach. Even during these trying times, Wall Street has praised the Town of Oyster Bay for its handling of finances. Despite the ongoing global pandemic which began in March 2020 and continues to impact the world's public health response, the Town has remained financially strong and continues to attract business development.

Once the economy began to reopen from State-mandated closures, the Town Board knew it was critical to jumpstart the way in which government operates. The Building Department eliminated red tape so restaurants could open outdoor dining immediately and this program was extended into 2021. The Town reprioritized the workforce to process building applications at a faster pace thus helping the workforce.

The Town continues to offer free online resume and job skills services to help residents at home prepare for workforce re-entry. A group of professional experts offer free startup advice to small businesses. The Town Board is committed to helping residents, especially those most in need during this current crisis, find meaningful employment opportunities.

MAJOR INITIATIVES

Navigating the Worldwide Pandemic

Since the first days of the COVID-19 pandemic, Town government has fully operated and delivered every available service. The Town continues to offer services in-person, in an office setting and/or at walk-up windows, and virtually (over the internet.) Offices at Town Hall North and Town Hall South continue to distribute free at-home test kits to residents and provide free COVID-19 testing to employees and the public. With a drop in blood supply at local hospitals, the Town consistently converts the Hicksville Athletic Center into a sterile facility for Long Island Blood Services in order to collect significant donations. We know this has saved lives!

MAJOR INITIATIVES (continued)

Taxes and Jobs

While other municipalities responded to the pandemic with plans to raise taxes, Oyster Bay's 2022 Adopted Budget continues to sustain the property tax cut approved by the Town Board in 2017 by implementing a plan that continues to freeze property taxes in 2022 for a fourth straight year. Accordingly, nearly \$6.5 million is back in the pockets of residents rather than in the coffers of government. This taxpayer savings is possible due to debt reduction initiatives and internal controls, which limit new spending. To lay the foundation for the town's economic recovery, the Town Board continues to work diligently attracting new employers. Anti-tax, pro-jobs policies have prepared the Town for the return of jobs at a time when our economy and residents need them the most.

Transparency and Ethics Reforms

The Supervisor and Town Board have worked tirelessly to deliver important services while ensuring the highest level of integrity in government. To accomplish just that, the Supervisor and the Town Board installed an independent Board of Ethics with real and meaningful oversight. Together, the Supervisor and Town Board have instituted disclosure requirements for contractors, vendors and high-level employees to prevent conflicts of interest.

To enhance transparency and ultimately save money, the Supervisor and Town Board enhanced live streaming of Town Board meetings and work sessions so that the public may view the meetings from the comfort of their own home. These initiatives have been especially successful during the pandemic, as government buildings were closed to the public and viewing of Town business remained available. The good-government organization, Reclaim New York, recognized the Town of Oyster Bay for their accomplishments. In fact, the Town of Oyster Bay is the first government in the State to collaborate with Reclaim New York to proactively improve transparency and provide residents unprecedented access to government. Furthermore, the Town was awarded a grade A from the Empire Center for its enhanced website transparency efforts to assist the public.

As a part of the Town's continued commitment to transparency, integrity and ethics, the Office of the Inspector General oversees all aspects of the Town's contracting processes, furthering the Town's initiatives in providing residents with confidence that proper rules and regulations are being followed when contracting with vendors and procuring goods and services. As the first local Town in New York State to appoint an Inspector General (which was done in January 2019), the current official has extensive experience working with the FBI, CIA, and DEA.

To further protect taxpayers while increasing accountability for contractors and Town departments, the Supervisor and the Town Board annually approves reforms to the Town's official Procurement Policy.

These enhancements strengthen procedures and better hold both contractors and departments accountable. New policies include but not limited to expanding the list of familial relationships. This would constitute a conflict of interest. As to minimize the possibility of such conflicts, it is required to define the terms 'responsible bidder' and 'responsible vendor' more specifically, and to establish criteria to determine whether a vendor is capable of 'fully performing' the contract. Prospective vendors must submit a disclosure questionnaire to the Inspector General so he may perform a thorough, top-down review of the vendor's background information.

The Town's requirement that all departments prepare and release a new RFP when seeking to extend an agreement for a period beyond three years from the original agreement date, ensures that this extension is in the best interest of the Town.

Information Technology Standardization and Alignment Project

As information technology continues to advance, the Information Technology Division ("ITD") continues to balance their efforts across a wide spectrum of improvements ranging from infrastructure development and maintenance to enterprise level business process and data quality improvements. Organizational transformation continues in the actions and strategies of the Town's diverse operational units. The ITD continues to work closely with Town departments to add value by providing modern business process improvement and reengineered strategies. Many of these efforts continue to streamline internal processes while enhancing system security. The Town is committed to continuing its efforts in providing the necessary resources for an effective cybersecurity program.

MAJOR INITIATIVES (continued)

Information Technology Standardization and Alignment Project (continued)

In addition, the ITD provides technical support to all departments/users and locations throughout the Town. The ITD continues to stress strong fundamental information technology methods and practices for system security, data stewardship, measurable control, and value. These attributes continue to lead the Town's organizational improvement efforts towards excellence in operational control and more importantly, an excellent resident experience. Additionally, the IT Steering Committee continues to provide directional decisions on various projects working towards the overall strategic improvement and alignment of IT initiatives.

Energy Efficiency/Green Energy

As the global demand for energy continues to increase, energy conservation has become more important than ever. The Town of Oyster Bay has worked to institute policies and programs to make not only the operations of Town facilities more energy efficient, but also promote energy conservation in the private sector. As part of the plan to improve efficiency in Town facilities, Energy Star rated air conditioning units have been installed along with thermal glass windows. Boilers have been converted from oil to natural gas, which provide an increase in efficiency of 94%. The Town has also made its buildings more energy-friendly by installing an energy-efficient lighting system. This initiative was accomplished through grant funding, at no cost to Town residents. Additionally, the Town is currently using solar ("green") power at one of its facilities at a significant savings and has been exploring the use of "green" power on a larger scale. As a result, taxpayers will save millions of dollars. Furthermore, largely due to the Same Day Permit Program, the Town has been recognized by the New York State Energy and Research Development Authority ("NYSERDA") as a leader in issuing permits for solar panel installation.

The Town has also been conserving energy through the installation of energy efficient street lighting. As old street lighting fixtures come to the end of their lifespan, new energy-saving fixtures are installed.

The Town also installed solar lighting systems on the top level of the Hicksville Commuter Parking Garage – helping to save taxpayers money and reduce the Town's carbon footprint by 4,000 pounds annually. To date, this solar project has achieved a major milestone: a 10,883-pound carbon offset, which is the equivalent of 6 acres of forest absorbing carbon dioxide. This Smart Off-Grid lighting system enables remote control, monitoring, and management of the lighting systems, ensuring our residents high reliability and low maintenance costs. Additionally, this Smart Off-Grid lighting allows service personnel to optimize lighting profiles, such as dimming the lights during periods of prolonged bad weather to preserve battery power, and includes automated monitoring and alerts.

In the private sector, the Town has continued to mandate that homebuilders comply with the guidelines of the New York Energy Star Labeled Homes Program. By requiring all one and two-family homes, as well as multi-family dwellings, to comply with Energy Star guidelines, homeowners will be purchasing a more affordable residence to live by virtue of lower energy costs.

A major environmental cleanup initiative is underway at a contaminated ballfield at Bethpage Community Park. Through the Town's efforts, and with cooperation from the New York State Department of Environmental Conservation ("NYSDEC"), the Grumman Corporation is remediating two types of contamination under the ballfield, which has been shuttered to the public for nearly two decades. The Town continues to demand the highest level of cleanup at the park.

The Town has also continued to fight for the protection of our drinking water as it relates to the Grumman Navy Plume, an issue for which the Supervisor has been at the forefront throughout his career in various levels of government. This administration approved an agreement with the Northrop Grumman Corporation to open a path for pipes connecting a hotspot of environmental contamination (known as RW-21) to a treatment plant on the Grumman property. This remedial system is funded by Grumman and constructed under the oversight of the Town and the NYSDEC. At the Town's direction, Grumman was required to conduct continued community outreach to keep local residents apprised of the construction progress. Between final pipeline installation and treatment plant construction, the remedial system is anticipated to be in full operation in 2022. After years of collaboration between Federal, State and Town governments – along with the Bethpage Water District and surrounding districts – the Supervisor and Town Board were successful in forcing Grumman and the Navy to pay for these cleanups and follow the remediation plans designed by the New York State Department of Environmental Conservation. This was a critical step forward in remediating the plume by opening the path for pipes that will connect groundwater recovery wells at a hotspot of environmental contamination, known as RW-21, to a treatment plant on the Grumman property utilizing Town roadways.

PLANNING FOR THE FUTURE AND PROTECTING QUALITY OF LIFE

Two of the most important functions of local government are planning and land use. These are the tools the Oyster Bay Town Board has used to ensure that our Town remains among the most desirable places to live. In a short time, the Supervisor and the Town Board have made great strides to help protect the quality of life guarded by Town residents, while taking steps to ensure a bright future for the Town where environmental resources are protected and the delicate balance of residential and business development continues to flourish.

Some of the plans, legislation and actions are as follows:

Quality of Life Taskforce

To help address various issues facing communities throughout the Town, the Town Board created a Quality of Life Task Force, which has achieved many successes, including the removal of squatters and demolition of dangerous and abandoned homes. The Quality of Life Task Force is charged with combatting vacant and dilapidated homes, as well as focus on code enforcement concerns such as illegal housing, illegal business signs, noise, and unlicensed and uninsured contractors and landscapers. More than two dozen zombie homes have already been demolished through the work of this task force.

To help combat zombie homes in local communities and protect taxpayers, the Town Board in 2018 approved a comprehensive package of laws that increase the Town's ability to seek restitution from property owners and lending institutions in violation of Town Code. These new legislations further allow the Town to recover costs associated with maintenance of vacant properties, and require that a \$25,000 trust account must be established when a home enters into foreclosure. Most recently, the Town approved the creation of a mortgage default registry, which adds an additional layer of protection to its existing provisions for properties in foreclosure and holds lending institutions and property owners responsible for any maintenance required on an abandoned or derelict property.

Infrastructure Improvements

When people hear the word infrastructure, the first thought that comes to mind is usually roads, buildings and bridges. These are all infrastructure, but infrastructure encompasses so much more. From sports and recreational facilities to computer and energy systems, the Town maintains numerous assets. Each year, the Town works to appropriately budget infrastructure improvements and maintenance initiatives. In addition to the vast infrastructure improvements made at Town parks and other facilities, the Town has consistently upgraded and modernized its computer network to streamline tasks and better serve the public.

The Supervisor and Town Board have significantly increased funding for road repaving. The Town Board has understood the frustration of residents regarding road conditions. For too long, conditions of roadways throughout the Town were left ignored. For that reason, the Town Board made smart investments in roadways while continuing to strike the balance for taxpayers. Town officials have worked to restore roadways in the most cost responsible and cost-conscious way possible. In just the past few years, the Town has already repaved hundreds of streets, with more planned throughout this year. Thanks to these efforts, the Town has already achieved restoration of the worst condition roads in neighborhoods throughout the Town and have repaved in all communities. This was all achieved while making sure to strike the important balance between protecting tax dollars and getting the roads done. Officials do however understand the need to improve roadways, and continue to work to get as many done in the most cost effective way possible.

Ellsworth Allen Park in Farmingdale – a former Superfund site – was transformed into a community recreation and sports complex with ballfields, a softball field, t-ball field and multi-purpose athletic field. This is a direct result of the Supervisor and the Board's tenacity as this property sat vacant for some time. Elsewhere, new playgrounds and pickleball courts installed, tennis courts renovated, and pool and beach facilities upgraded.

Keeping the Town's infrastructure strong is important for many reasons; it allows the Town to better serve its residents and to continue providing the high quality municipal services and facilities that are hallmarks of the Town of Oyster Bay.

PLANNING FOR THE FUTURE AND PROTECTING QUALITY OF LIFE (continued)

Environmental Protection, Restoration and Rehabilitation

The Town of Oyster Bay continues to protect the environment by expanding existing programs and initiating new projects. These projects improve the water quality in our bays and harbors, stabilize and rehabilitate shorelines and protect and enhance our environment through the active involvement of a trained, qualified and dedicated staff.

The protection of Oyster Bay waters is of utmost importance to the Town. The Town's Comprehensive Bay Management Plan provides the framework and guidance necessary to protect and rehabilitate the water quality and restore the flora and fauna in our bays and estuaries. Our new Shellfish Hatchery has the capacity to grow 20 million clams and oysters, which are planted on the bay bottom in dedicated Conservation Management Areas, where the shellfish can grow and reproduce unaffected by commercial harvest pressures. Our kelp farming project, producing the largest kelp harvest in Nassau County, removes nitrogen from the water, which is later converted into a natural fertilizer that will be used in town parks and facilities.

As we expand our efforts to restore the shorelines and bay bottoms the Town conducts its annual Dune Grass Planting at our ocean side beach, stabilizing the dunes and expanding the natural dune habitat. Restoration of the bay bottom is essential to a robust, self-sustaining shellfish population. A shell recycling program has been initiated where restaurants and food wholesalers segregate the clam and oyster shells from the food scraps, which are collected by town staff. They are cured at the Town of Oyster Bay Solid Waste Facility for a period of six months to a year. After the purification period, the shells are placed on the bay bottom that is generally poorly suited for shellfish spawn. The shells create the necessary substrate necessary to promote and expand the shellfish population by encouraging shellfish to grow in areas that would typically be unproductive.

Protection and enhancement of the town's environmental resources from over development or excessive development is accomplished through the environmental review process. These reviews ensure compliance with applicable New York State Department of Environmental Review regulations through the State Environmental Quality Review Act, a comprehensive set of regulations that ensure that projects are reviewed and approved in such a manner as to be protective of the environment. Review and technical comment on construction and development of projects conducted by other municipal agencies in the Town of Oyster Bay are scrutinized to ensure that appropriate consideration of the town's environment and the safety of its residents has been taken into account.

Environmental Preservation beyond our waterways and estuaries is accomplished by the development, coordination and implementation of programs that preserve the town's lands, wetlands as well as wildlife and habitat restoration. The town has been a proud "Tree City USA" designee for two decades and will continue to advance the principles that highlight the benefits of trees in our communities. A critical component of environmental preservation is a robust community outreach program where the town's youth are encouraged to participate in environmentally themed activities such as poster contests, harbor cleanups and Marine Education Expos that are conducted throughout the year.

The Town of Oyster Bay makes extraordinary efforts to protect and enhance the environment. Programs and projects are being maintained and studied that will further advance the town's commitment to a clean, and healthy environment.

INTERNAL CONTROLS

Pursuant to Town Law §34, certain financial functions of the Town are the responsibility of the Comptroller. The Supervisor, however, is the Chief Fiscal Officer of the Town. The Comptroller, who is responsible to the Town Board, also acts as accounting officer of the Town. The duties of the Comptroller include administration, direction and control of the following divisions: Audit and Control, Information Technology, Payroll, Accounting and Accounts Payable.

INTERNAL CONTROLS (continued)

To assist in meeting internal control objectives, the Town has elected to undertake an annual systemic, formalized review of departmental operations pursuant to the New York State Governmental Accountability, Audit and Internal Control Act of 1987. It has developed and maintained a system of administrative controls in accordance with objectives of the Act, established guidelines for evaluation of systems of internal accounting and undertaken annual reviews and reports. As a recipient of federal assistance, the Town also is responsible for ensuring that an adequate internal control structure is in place to be in compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by Comptroller personnel, as well as by the independent auditors engaged to conduct the annual single audit as required by law.

In addition, the Town maintains controls in order to ensure compliance with the budgetary provisions embodied in the annual appropriated budgets approved by the Town Board. Activities of the General Fund, Town Outside Village Fund, Highway Fund, Debt Service Fund and Special Districts Funds including the Drainage District, Fire Protection Districts, Lighting District, Park Districts, Garbage Collection Districts, Solid Waste Disposal District, Public Parking District and Water District, with the exception of the Capital Projects and Special Grant Funds, are provided for in annual appropriated budgets.

Activities of the Special Grant Fund are provided in appropriated budgets, as individual grants are made available to the Town. Project-length financial plans are adopted for the Capital Projects Funds. The level of budgetary control at which expenditures cannot exceed the appropriated amount is exercised at the object level. The Town also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Appropriations, which have not been expended or encumbered, lapse at the end of the year. Encumbrances outstanding at year-end are recorded in order to reserve that portion of the applicable appropriation and may be expended in a subsequent budgetary period.

AWARDS AND ACKNOWLEDGMENTS

The GFOA of the United States and Canada awards the Certificate of Achievement for Excellence in Financial Reporting to governments. To be awarded a Certificate of Achievement, a government must publish an easily readable and effectively organized Annual Report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable reporting requirements. A Certificate of Achievement is valid for a period of one year only. I believe our current ACFR will meet the Certificate of Achievement Program's requirements and I am submitting it to the GFOA to determine its eligibility for the certificate.

I would like to express my appreciation to the entire staff of the Comptroller's Office, PKF O'Connor Davies, LLP and our independent auditors Cullen & Danowski, LLP, whose professionalism, dedication and efficiency are responsible for the preparation of this report.

Finally, I want to thank the Supervisor and Members of the Town Board for their commitment and support in planning and conducting the Town's financial operations in a responsible manner.



STEVEN C. BALLAS
Comptroller

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**FINANCIAL
SECTION**



INDEPENDENT AUDITOR'S REPORT

Honorable Supervisor and Town Board
Town of Oyster Bay
Oyster Bay, New York

Opinions

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Town of Oyster Bay, New York (Town), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Town of Oyster Bay, New York, as of December 31, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of seven of the eleven discretely presented component units, Bethpage Water District, Hicksville Water District, Locust Valley Water District, Oyster Bay Water District, Glenwood-Glenhead Garbage District, Syosset Sanitation District and Oyster Bay Sewer District and which represent 48.3%, 55.5% and 48.3%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for those seven component units, is based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the discretely presented component units in these financial statements, Jericho Water District, Plainview Water District, Locust Valley Water District, Massapequa Water District, Oyster Bay Water District, South Farmingdale Water District, Glenwood-Glenhead Garbage District, Syosset Sanitation District and Oyster Bay Sewer District were not audited in accordance with *Government Auditing Standards*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for

the Audit of the Financial Statements section of our report. We are required to be independent of the Town and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town of Oyster Bay, New York's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Oyster Bay, New York's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information schedules, schedule of changes in the Town's total other postemployment benefits liability and related ratios, schedule of pension contributions, schedule of proportionate share of the net pension liability, and the schedule of proportionate share of the length of service award program liability, schedule of changes in the length of service award program liability and related ratios as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Oyster Bay, New York's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, debt service fund schedule of revenues, expenditures and changes in fund balance – budget and actual, and discretely presented nonmajor component units combining statements of net position and activities listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit and the reports of the other auditors, the combining and individual nonmajor fund financial statements and schedules, debt service fund schedule of revenues, expenditures and changes in fund balance - budget and actual, and discretely presented nonmajor component units combining statements of net position and activities are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or provide any assurance on them.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 27, 2022, on our consideration of the Town of Oyster Bay, New York's internal control over financial reporting and on our tests on its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Oyster Bay, New York's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Oyster Bay, New York's internal control over financial reporting and compliance.

Cullen & Danowski, LLP

June 27, 2022

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REQUIRED SUPPLEMENTARY INFORMATION
Management's Discussion and Analysis

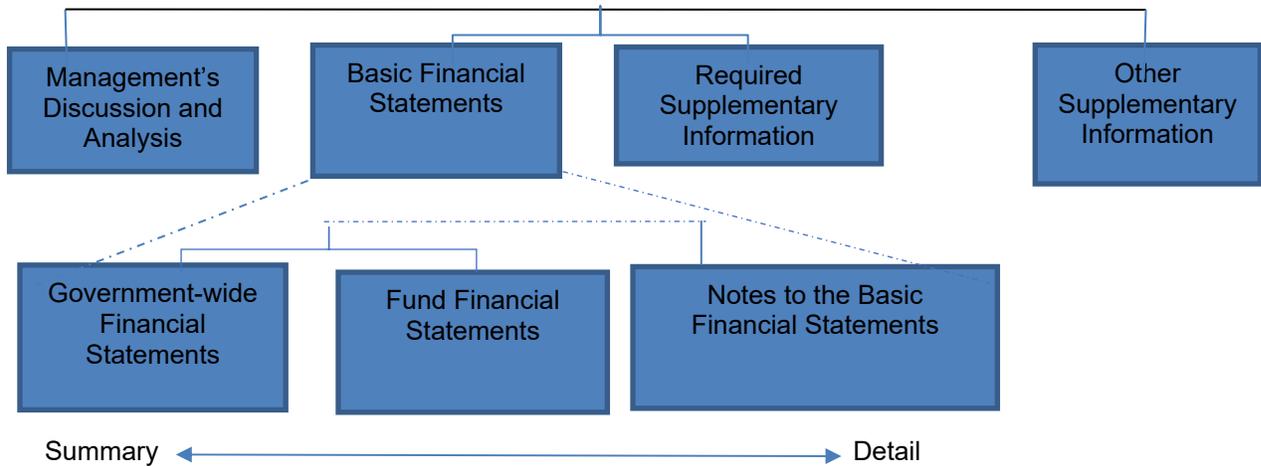
TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
 December 31, 2021

As management of the Town of Oyster Bay ("Town"), we offer readers of the financial statements this narrative overview and analysis of the financial activities for the year ended December 31, 2021. We encourage readers to consider the information presented here, in conjunction with additional information that we have furnished in our letters of transmittal of this report.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements are comprised of the following components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to basic financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

**COMPONENTS OF THE
 ANNUAL COMPREHENSIVE FINANCIAL REPORT**



Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business. The intent of the government-wide financial statements is to provide the reader a long-term view of the Town's financial condition.

The Statement of Net Position presents financial information on all of the Town's assets, liabilities and deferred inflows/outflows of resources, with the difference reported as net position. This combines and consolidates the Town's current financial resources with capital assets and long-term obligations. The purpose of this statement is to provide the reader an understanding of the Town's total net worth. Over time, increases or decreases in the Town's net position is one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, such as changes in the Town's property tax base and the condition of the Town's buildings, roads, drainage and other assets to assess the overall health of the Town.

The Statement of Activities presents information showing how the Town's net position changed during the most recent year. Revenues and expenses are reported by activity to provide the reader an understanding of how each of the Town's activities is being supported. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods. This method is known as the accrual basis of accounting and is different from the modified accrual basis of accounting used in the Town's governmental fund financial statements.

TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2021

OVERVIEW OF THE FINANCIAL STATEMENTS (continued)

Government-wide Financial Statements (continued)

The Town's government-wide financial statements include both the governmental activities of the Town itself (known as the primary government) and of its legally separate component units for which the Town is financially accountable. Financial information for these component units is reported separately (discretely presented) from the financial information presented for the primary government.

Governmental Activities

The Town's basic services are reported here, including: general government support; public safety; transportation; economic assistance and opportunity; culture and recreation and home and community services. Property taxes, local government assistance, mortgage taxes, franchise fees, fines, and state and federal grants finance these activities. The Town also charges fees to residents to help it cover the cost of certain services it provides.

Component Units

Component units are legally separate organizations for which the Town is either financially accountable, or the nature and significance of their relationship with the Town is such that exclusion would cause the Town's financial statements to be misleading or incomplete. These entities are reported in a separate column in the government-wide statements. The Town includes eleven separate legal entities in its report (eight water districts, two sanitation districts, and one sewer district). Four of the water districts are major component units.

Information on separately issued component unit financial statements is shown in Note 5 to the financial statements.

Fund Financial Statements

The fund financial statements focus on current available resources and are organized and operated on the basis of funds, each of which is defined as an accounting entity with a self-balancing set of accounts established for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The Town, like other governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds

The Town's activities are reported in governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term effect of the Town's near-term financial decisions. Both the governmental funds Balance Sheet and governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2021

OVERVIEW OF THE FINANCIAL STATEMENTS (continued)

Fund Financial Statements (continued)

Governmental Funds (continued)

The Town maintains fourteen (14) individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the six (6) major funds. The General Fund, Highway Fund, Garbage Collection Districts Fund, Solid Waste Disposal District Fund, Debt Service Fund, and Capital Projects Fund are reported as major funds. Data from the eight (8) other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining and individual fund statements in the other supplementary information section in this report.

The Town adopts an annual appropriated budget for its General, Special Revenue Funds, and Debt Service Fund except for the following funds: Capital Projects Fund and Special Grants Fund. A budgetary comparison schedule for the General Fund, Highway Fund, Garbage Collection Districts Fund, and Solid Waste Disposal District Fund can be found in the section labeled "Required Supplementary Information Other Than Management's Discussion and Analysis". The budgetary comparison schedule for the Debt Service Fund and all nonmajor governmental funds with the exception of the Special Grants Fund can be found in the section labeled "Other Supplementary Information".

Fiduciary Funds

All of the Town's fiduciary activities are reported in a separate Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position. We exclude these activities from the Town's other financial statements because the Town cannot use these assets to finance its operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found following the basic financial statements.

Other Information

In addition to the basic financial statements this report contains required supplementary information other than MD&A and other supplementary information immediately following the notes to the financial statements.

TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$544,414,003 at the close of the most recent year.

Condensed Statement of Net Position
Governmental Activities - Primary Government
as of December 31, 2021 and 2020

	2021	2020*
Assets		
Current and other assets	\$ 244,755,839	\$ 165,888,126
Long-term assets	11,969,456	11,994,624
Capital assets	<u>627,788,829</u>	<u>617,855,831</u>
Total Assets	<u>884,514,124</u>	<u>795,738,581</u>
Deferred Outflows of Resources	<u>233,415,096</u>	<u>168,123,400</u>
Liabilities		
Current liabilities	265,972,436	205,969,764
Noncurrent liabilities due in more than one year	<u>1,243,686,145</u>	<u>1,210,943,110</u>
Total Liabilities	<u>1,509,658,581</u>	<u>1,416,912,874</u>
Deferred Inflows of Resources	<u>152,684,642</u>	<u>104,879,739</u>
Net Position		
Net investment in capital assets	98,062,352	98,870,292
Restricted	15,279,241	14,722,722
Unrestricted (Deficit)	<u>(657,755,596)</u>	<u>(671,523,646)</u>
Total Net Position (Deficit)	<u>\$ (544,414,003)</u>	<u>\$ (557,930,632)</u>

* Certain reclassifications were made to conform with the current year presentation.

Total assets and deferred outflows of resources of the Town as of December 31, 2021 were \$1,117,929,220, an increase of \$154,067,239 over the prior year. Total liabilities and deferred inflows of resources as of December 31, 2021 were \$1,662,343,223, an increase of \$140,550,610 over the prior year balance. This results in an overall net position deficit of \$544,414,003 as of December 31, 2021. Of the Town's net position balance, \$98,062,352 reflects the Town's investment in capital assets, net of accumulated depreciation (e.g., land, development rights, construction in progress, land rights, buildings, improvements other than buildings, machinery and equipment, software, roads, curbs, sidewalks, drainage systems and lighting systems) less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens and consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves will not be used to liquidate these liabilities. The Town's net position also included \$15,279,241 that is restricted by statute or for other specific purposes and \$657,755,596 that is an unrestricted deficit.

The deficit balance of unrestricted net position includes unfunded long-term liabilities. These long-term liabilities will be funded through future budgetary appropriations when they become payable in future periods. Included in these long-term liabilities are due to employees' retirement system in the amount of \$11,787,480, compensated absences in the amount of \$26,454,929, retirement incentive payable of \$113,334, claims and judgments payable in the amount of \$24,061,955, other litigation payable of \$196,000, estimated liability for landfill closure and post-closure care costs in the amount of \$2,440,000, capital lease payable of \$33,513, other postemployment benefits payable in the amount of \$688,387,382, length of service award program liability – proportionate share of \$17,138,185 and net pension liability – proportionate share of \$254,696.

TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

Our analysis below focuses on the changes in net position of the Town's governmental activities.

Changes in Net Position
Governmental Activities - Primary Government
For The Years Ended December 31, 2021 and 2020

	2021	2020
Program Revenues		
Charges for services	\$ 27,294,092	\$ 21,819,693
Operating grants and contributions	5,865,871	3,188,637
Capital grants and contributions	11,992,803	2,597,728
Total Program Revenues	<u>45,152,766</u>	<u>27,606,058</u>
General Revenues		
Real property taxes	234,064,959	234,006,232
Other real property tax items	10,665,616	9,950,890
Non-property tax items	5,741,717	5,310,815
Interest earnings	641,866	1,450,290
Local government assistance - unrestricted	18,219,889	15,343,744
State aid - unrestricted	21,996,375	15,482,645
Other	5,793,100	7,981,042
Total General Revenues	<u>297,123,522</u>	<u>289,525,658</u>
Total Revenues	<u>342,276,288</u>	<u>317,131,716</u>
Program Expenses		
General government support	32,099,397	35,982,790
Public safety	34,349,581	33,205,685
Transportation	67,392,506	61,171,190
Economic assistance and opportunity	3,413,865	3,175,699
Culture and recreation	76,276,834	75,407,863
Home and community services	99,114,740	88,149,870
Interest on debt	16,112,736	20,634,593
Total Expenses	<u>328,759,659</u>	<u>317,727,690</u>
Change in Net Position before Special Item	13,516,629	(595,974)
Special Items		
Settlement for terminated land sale	-0-	(30,450,000)
Change in Net Position	<u>13,516,629</u>	<u>(31,045,974)</u>
Net Position (Deficit) at Beginning of Year, as reported	(557,930,632)	(524,947,430)
Prior Period Adjustment*	-0-	(1,937,228)
Net Position (Deficit) at Beginning of Year, as restated*	<u>(557,930,632)</u>	<u>(526,884,658)</u>
Net Position (Deficit) at End of Year	<u>\$ (544,414,003)</u>	<u>\$ (557,930,632)</u>

*Net position at the beginning of 2020 was adjusted to recognize the impact of the Town assuming sole sponsorship of the volunteer Plainview Fire Department Length of Service Award Program.

TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
 December 31, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

Net position, from all governmental activities, increased by \$13,516,629 in the current year. Key elements of the governmental activities are:

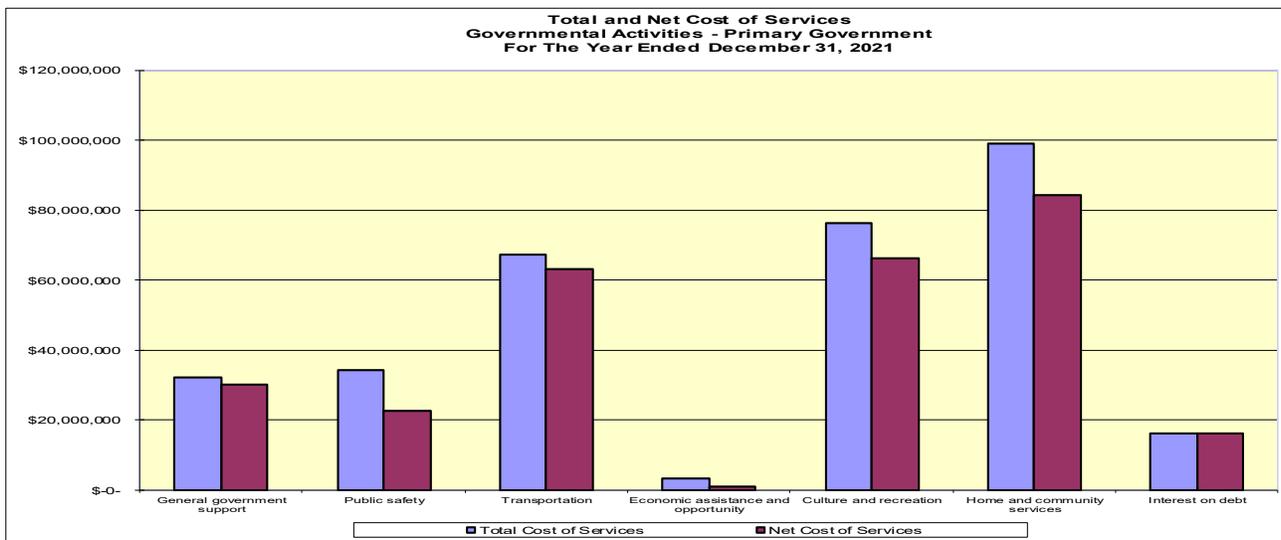
- The current year increase was mainly due to the increase in program revenues of \$17,546,958 and \$6,513,730 of State aid – unrestricted relating to mortgage tax and \$2,876,145 additional local government assistance (a share of Nassau County sales tax). Town received new grant funding under the Emergency Rental Assistance Program (“ERA”) and under the American Rescue Plan Act (“ARPA”). Revenues have been recognized based on the expenditure activities in the current year. Where the funds have not been expended but were received, grant advances have been recorded.
- Total program expenses were \$328,759,659 in 2021, an increase of \$11,086,219 from the prior year. Expenses increased for all functions except for a decrease of \$3,883,393 in general government support and a decrease of \$4,521,857 in interest on debt. General government support expenses were reduced mainly by decreases in expenses related to self insurance for general liabilities. Government-wide employee benefits costs increased by \$43,736,341 for activity related to other postemployment benefits (“OPEB”) for health insurance. Additional information on OPEB can be found in Note 3. H. These costs were offset by a \$10,113,252 decrease in the New York State and Local Employees’ Retirement System pension related expenses. Additional information on the System can be found in Note 3. E.

The following chart illustrates the total and net cost of services by function for the Town’s governmental funds.

Total and Net Cost of Services
 Governmental Activities - Primary Government
 For The Years Ended December 31, 2021 and 2020

	Total Cost of Services		Net Cost of Services	
	2021	2020	2021	2020
General government support	\$ 32,099,397	\$ 35,982,790	\$ 30,026,323	\$ 34,702,835
Public safety	34,349,581	33,205,685	22,604,185	23,772,667
Transportation	67,392,506	61,171,190	63,172,690	56,987,171
Economic assistance and opportunity	3,413,865	3,175,699	1,048,178	1,111,337
Culture and recreation	76,276,834	75,407,863	66,349,997	67,658,796
Home and community services	99,114,740	88,149,870	84,292,784	85,254,233
Interest on debt	16,112,736	20,634,593	16,112,736	20,634,593
	<u>\$ 328,759,659</u>	<u>\$ 317,727,690</u>	<u>\$ 283,606,893</u>	<u>\$ 290,121,632</u>

The total cost of all governmental activities this year was \$328,759,659. The net cost of these services after being subsidized by program revenues was \$283,606,893.



TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
 December 31, 2021

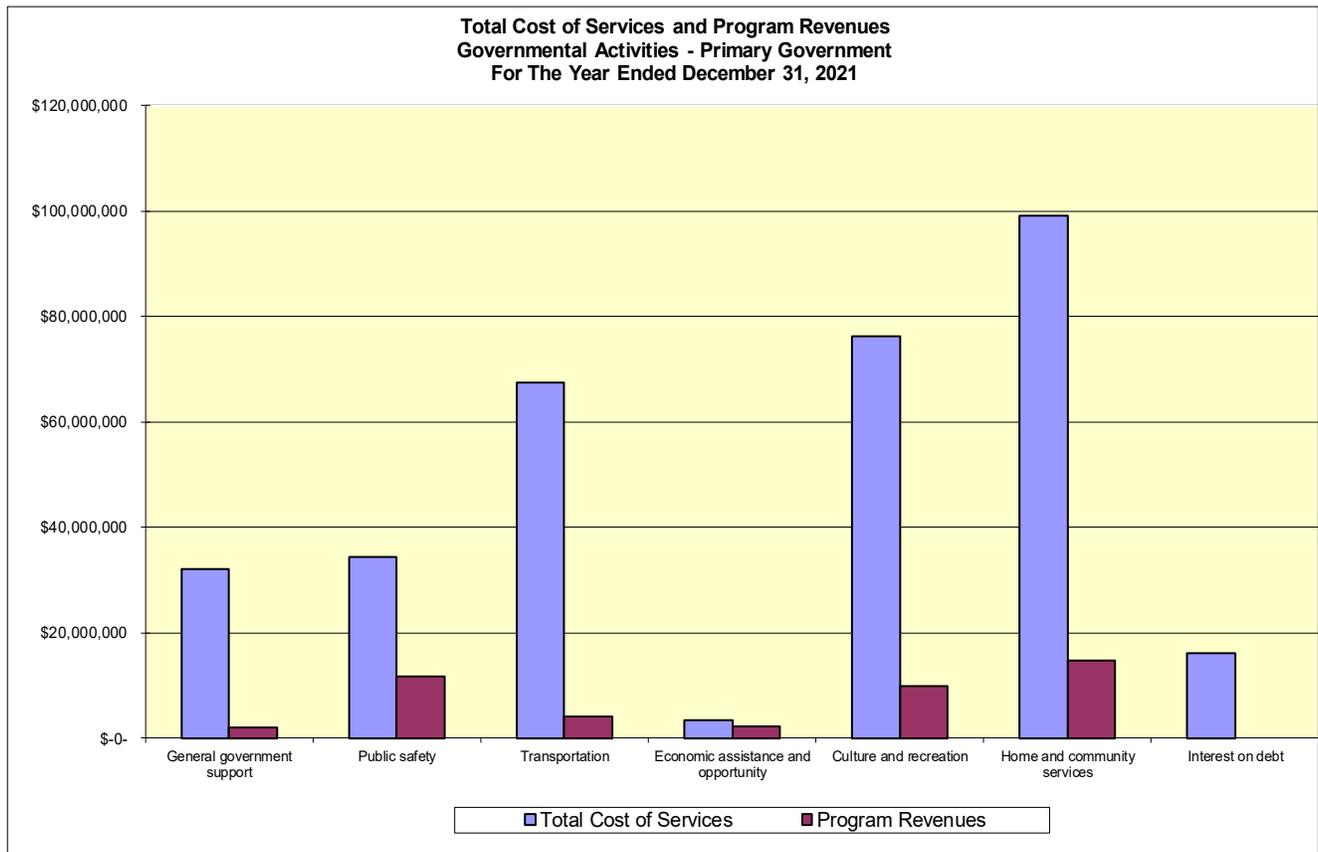
GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

The following chart illustrates the total costs of services and program revenues by function for the Town's governmental activities.

Total Cost of Services and Program Revenues
 Governmental Activities - Primary Government
 For The Years Ended December 31, 2021 and 2020

	Total Cost of Services		Program Revenues	
	2021	2020	2021	2020
General government support	\$ 32,099,397	\$ 35,982,790	\$ 2,073,074	\$ 1,279,955
Public safety	34,349,581	33,205,685	11,745,396	9,433,018
Transportation	67,392,506	61,171,190	4,219,816	4,184,019
Economic assistance and opportunity	3,413,865	3,175,699	2,365,687	2,064,362
Culture and recreation	76,276,834	75,407,863	9,926,837	7,749,067
Home and community services	99,114,740	88,149,870	14,821,956	2,895,637
Interest on debt	16,112,736	20,634,593		
	<u>\$ 328,759,659</u>	<u>\$ 317,727,690</u>	<u>\$ 45,152,766</u>	<u>\$ 27,606,058</u>

The total cost of all governmental activities this year was \$328,756,659. The costs of these services were subsidized by program revenues of \$45,152,766.



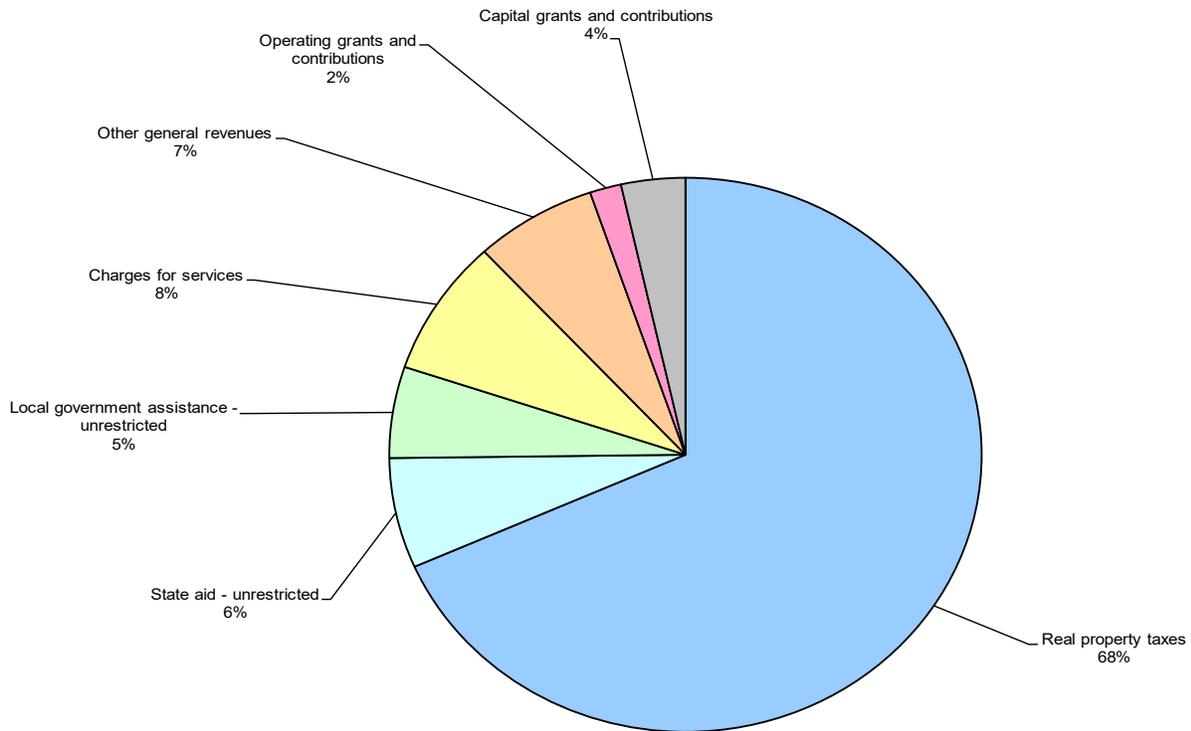
TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
 December 31, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

Revenue by Source

Governmental Activities - Primary Government
 For the Year Ended December 31, 2021

Real property taxes	\$	234,064,959
State aid - unrestricted		21,996,375
Local government assistance - unrestricted		18,219,889
Charges for services		27,294,092
Other general revenues		22,842,299
Operating grants and contributions		5,865,871
Capital grants and contributions		11,992,803
		11,992,803
	\$	342,276,288



TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
 December 31, 2021

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS

Governmental Funds

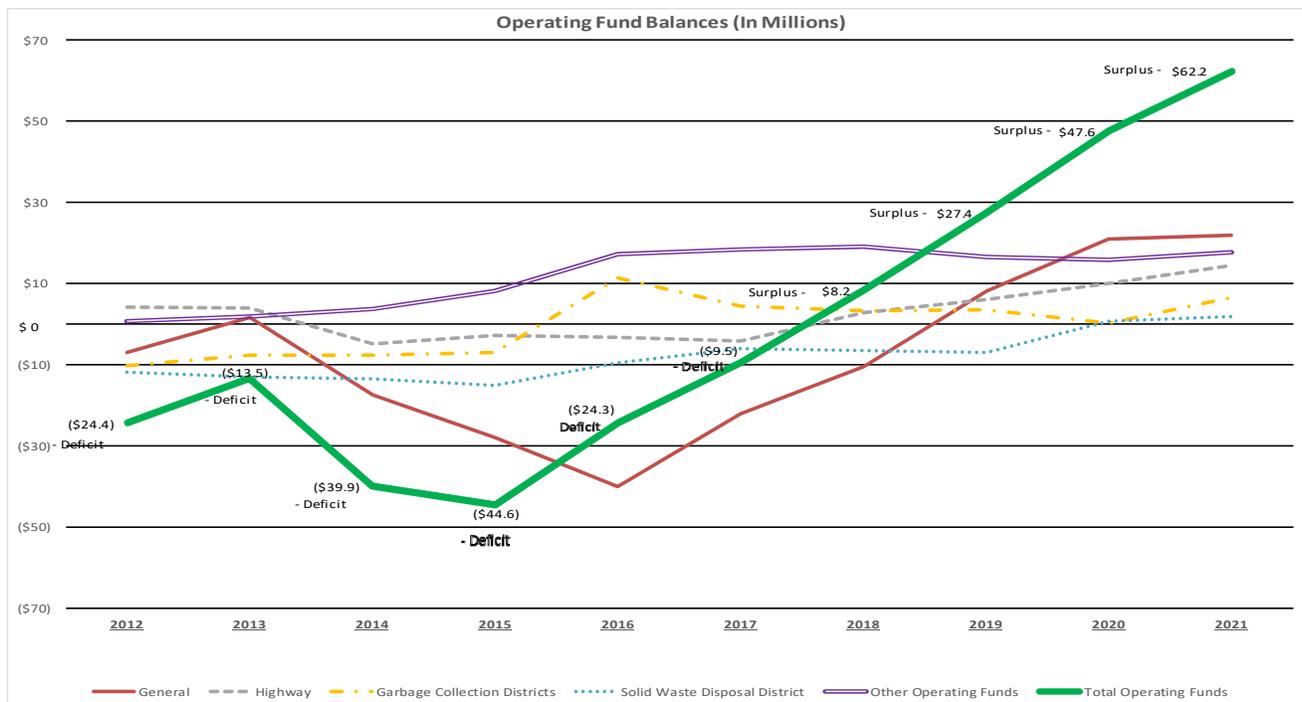
The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, spendable fund balance may serve as a useful measure of a government's net resources available for spending at the end of the year.

At December 31, 2021, the Town's governmental funds reported a total ending fund balance of \$58,084,341, an increase of \$5,621,007 from the prior year fund balance of \$52,463,334. The category breakdown of fund balance is as follows:

- **Nonspendable fund balance** - \$4,532,239 (inherently nonspendable) includes the portion of net resources that are not in spendable form or will not convert to cash within the current period.
- **Restricted fund balance** - \$41,662,158 (externally enforceable limitations on use) includes amounts subject to limitations imposed by creditors, grantors, contributors, or laws and regulations of other governments.
- **Assigned fund balance** - \$30,990,960 (limitation resulting from intended use) consists of amounts where the intended use is established by the Town Board, but do not meet the criteria to be classified as restricted or committed.
- **Unassigned fund balance deficit** – \$19,101,016 (residual net resources) is the remaining total fund balance deficit in the Capital Projects Fund of \$30,516,716 and unassigned General Fund balance of \$11,415,700.

The positive change in total governmental fund balance was due largely to the increase in state and federal aid of approximately \$7.4 million and \$11.1 million, respectively. The Town began the year anticipating that revenues would equal expenditures, utilizing no appropriations of fund balance for the 2021 budget in the governmental funds. During the year, the Town appropriated a total of \$568,372 in fund balance to fund operations, which included prior year encumbrances of \$399,013.

The chart below shows the ten-year trend of the operating fund balances of the Town. See the Statistical Section pages 161-162 for the detailed fund balances for each governmental fund.



TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2021

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS (continued)

Governmental Funds (continued)

The changes in fund balance in the General Fund, Highway Fund, Garbage Collection Districts Fund, Solid Waste Disposal District Fund, Capital Projects Fund and Nonmajor Governmental Funds are explained in their respective paragraphs below.

General Fund	2021	2020	2019
Revenues	\$ 147,179,467	\$ 138,943,458	\$ 148,233,745
Expenditures	118,959,563	98,253,840	94,558,324
Other Financing Sources (Uses), net	(27,482,586)	(27,390,962)	(32,601,082)
Excess of Revenues over Expenditures	737,318	13,298,656	21,074,339
Special Items	-	(450,000)	(2,475,000)
Net Change in Fund Balance	737,318	12,848,656	18,599,339
Fund Balance (Deficit), beginning	21,047,525	8,198,869	(10,400,470)
Fund Balance, ending	<u>\$ 21,784,843</u>	<u>\$ 21,047,525</u>	<u>\$ 8,198,869</u>

The General Fund operated at a surplus of \$737,318 which provided a fund balance of \$21,784,843. Revenues increased by \$8,236,009 from the prior year to \$147,179,467, while expenditures increased by \$20,705,723 to \$118,959,563 and other financing sources (uses) net, increased by \$91,624 to \$27,482,586 compared to the prior year. The increase in revenue was mainly caused by increases of \$6,424,804 in state aid and \$3,620,504 in intergovernmental charges which was offset by the decrease of \$6,196,694 in real property taxes. Expenditures increased mainly due to the Liberty condemnation settlement of \$ 13,851,175 reported in other general government support. Additional increases were \$2,269,068 for bond anticipation principal and interest, \$1,539,291 for hospital, medical and dental benefits, \$1,179,305 for parks, recreation, beaches and \$1,126,542 for central vehicle maintenance. Overall, the Town increased the fund balance from a deficit of \$10,400,470 for the year ended December 31, 2018 by \$32,185,313 to a fund balance of \$21,784,843 at December 31, 2021.

Highway Fund	2021	2020	2019
Revenues	\$ 51,985,728	\$ 57,456,283	\$ 54,866,840
Expenditures	30,590,505	26,883,803	26,019,630
Other Financing Sources (Uses), net	(16,826,768)	(26,800,331)	(25,385,176)
Net Change in Fund Balance	4,568,455	3,772,149	3,462,034
Fund Balance, beginning	9,909,132	6,136,983	2,674,949
Fund Balance, ending	<u>\$ 14,477,587</u>	<u>\$ 9,909,132</u>	<u>\$ 6,136,983</u>

In the Highway Fund, the fund balance increased by \$4,568,455 to \$14,477,587. Revenues totaled \$51,985,728, a decrease of \$5,470,555, while expenditures and net other financing sources (uses) totaled \$47,417,273, a decrease of \$6,266,861 from the prior year. The decrease of \$5,470,555 was the result of decrease in real property taxes by \$5,641,925. Overall, the Town increased the fund balance in the Highway Fund from a \$2,674,949 for the year ended December 31, 2018 by \$11,802,638 to a fund balance of \$14,477,587 as of the year ended December 31, 2021.

TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2021

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS (continued)

Governmental Funds (continued)

Garbage Collection Districts Fund	2021	2020	2019
Revenues	\$ 72,008,705	\$ 60,645,977	\$ 62,349,593
Expenditures	59,180,980	56,240,558	54,849,157
Other Financing Sources (Uses), net	<u>(6,619,906)</u>	<u>(7,628,453)</u>	<u>(7,317,504)</u>
Net Change in Fund Balance	6,207,819	(3,223,034)	182,932
Fund Balance, beginning	262,181	3,485,215	3,302,283
Fund Balance, ending	<u>\$ 6,470,000</u>	<u>\$ 262,181</u>	<u>\$ 3,485,215</u>

In the Garbage Collection Districts Fund, the fund balance increased by \$6,207,819 to \$6,470,000. Revenues totaled \$72,008,705, an increase of \$11,362,728 from the prior year, while expenditures and other financing source (uses) net, totaled \$65,800,886, an increase of \$1,931,875 from the prior year. The increase in revenues is primarily due to an increase in real property taxes of \$6,428,751 and an increase of \$4,850,000 in intergovernmental charges for local government assistance from Nassau County. The overall increase in expenditures was mainly due to increases of \$1,914,265 in home and community services and \$503,266 in debt principal and interest payments net of a decrease of \$727,013 in interfund transfers out. Overall, the Town increased the fund balance in the Garbage Collection Districts of \$3,302,283 for the year ended December 31, 2018 by \$3,167,717, to a fund balance of \$6,470,000 at December 31, 2021.

Solid Waste Disposal District Fund	2021	2020	2019
Revenues	\$ 30,706,532	\$ 35,176,586	\$ 25,435,423
Expenditures	25,481,437	23,502,508	21,738,438
Other Financing Sources (Uses), net	<u>(4,035,966)</u>	<u>(4,183,846)</u>	<u>(4,164,708)</u>
Net Change in Fund Balance	1,189,129	7,490,232	(467,723)
Fund Balance (Deficit), beginning	581,398	(6,908,834)	(6,441,111)
Fund Balance (Deficit), ending	<u>\$ 1,770,527</u>	<u>\$ 581,398</u>	<u>\$ (6,908,834)</u>

In the Solid Waste Disposal District Fund, fund balance increased by \$1,189,129 from \$581,398 to a fund balance of \$1,770,527. Revenues totaled \$30,706,532 a decrease of \$4,470,054 from the prior year, while expenditures and other financing source (uses) net, totaled \$29,517,403, an increase of \$1,831,049 from the prior year. The decrease in revenue was mainly due to decrease in intergovernmental charges of \$4,799,044. The overall increase in expenditures was mainly due to an increase in sanitation expenditures of \$2,497,476 offset by a decrease in recycling expenditures of \$669,562. Overall, the Town increased the fund balance in the Solid Waste Disposal District Fund from a deficit of \$6,441,111 for the year ended December 31, 2018 by \$8,211,638 to a fund balance of \$1,770,527 at December 31, 2021.

In the Capital Projects Fund, the fund balance decreased by \$8,980,075 to a deficit of \$4,133,799. The decrease was mainly the result of an increase of \$44,822,238 in expenditures for ongoing capital projects offset by State aid of \$3,348,290 and proceeds from debt issuances and related premiums. This deficit will be eliminated when additional long-term bonds payable are issued to redeem the bond anticipation notes payable.

The total Nonmajor Governmental Funds' fund balance increased by \$1,898,361. Revenues totaled \$79,657,273, an increase of \$17,258,741 from the prior year, while expenditures and other financing sources (uses) net totaled \$77,758,912, an increase of \$11,116,567 from the prior year. The increase in revenue was mainly due to increase in real property taxes and other real property tax items of \$5,326,423 and federal aid of \$11,176,846. The increase in expenditures was primarily caused by increase in special grant program activity of approximately \$8.4 million for New York Rising and \$2.4 million for Emergency Rental Assistance.

TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2021

GENERAL FUND BUDGETARY HIGHLIGHTS

The Town appropriated expenditures in the original General Fund budget equal to estimated revenues for a balanced budget. Over the course of the year, the Town Board revises the budget as needed so that expenditures do not exceed appropriations. In the General Fund, various transfers between appropriations were approved for this purpose. The adopted budget was also revised by \$141,865 for encumbrances from the prior year. Please see the General Fund section for more details on the comparison of final budget to actual amounts.

Variances for the General Fund

In the current year, the General Fund's final revenue budget amounts compared to the original revenue budget amounts showed an increase of approximately \$15.9 million. This increase was due to an increase of approximately \$10.0 million in state aid (mortgage tax), \$2.0 million in departmental income, \$1.4 million in rental of real property, \$1.0 million tax related items, \$600 thousand in general insurance recoveries and approximately \$600 thousand of miscellaneous medical self insurance revenue from what was originally budgeted. The increase in departmental income was caused by an increased volume in recreation, beach, pool, and golf fees.

The actual revenue was under budget compared to the final revenue budget by approximately \$4.3 million. This was due to actual Nassau County local government assistance revenue being allocated to other funds in the amount of approximately \$9.3 million resulting in revenue for that line item being under budget by \$6.1 million. This shortfall was offset by positive variances of approximately \$372 thousand in refund of prior year expenditures, \$292 thousand in services other governments, \$208 thousand in insurance recoveries and various other small items. There was also a positive variance of approximately \$435 thousand for other financing sources related to transfers in that were not budgeted.

The final expenditure budget compared to the original expenditure budget showed an increase of approximately \$22.8 million offset by approximately \$6.9 in decreases in transfers out for a net budget increase of approximately \$15.9 million. These budget amendment increases were primarily due to increased general government support of \$16.5 million and debt service of \$3.9 million with the other changes representing line item transfers.

The actual expenditures as compared to the final budget expenditures showed a favorable variance of approximately \$4.4 million. This variance was due to the actual costs of general government support less than the final budgeted expenditure as a result decreased spending in comptrollers, central vehicle maintenance, and other general governmental support. In addition to this, there were favorable variances in community and youth services, parks, recreation, beaches, and state employees' retirement system expenses.

The overall variance for the General Fund from the final budget was \$565,659, because the favorable expenditure variance compensated for the unfavorable revenue variance.

TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2021

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

As of December 31, 2021, the Town had \$627,788,829, in net capital assets including land, development rights, construction in progress, land rights, buildings, improvements other than buildings, machinery and equipment, software, roads, curbs and sidewalks, drainage and street lighting. In addition, the Town has encumbered funds for commitments of capital expenditures in the amount of \$11,470,475.

<u>Primary government</u>	<u>2021</u>	<u>2020</u>
Land	\$ 130,363,502	\$ 116,512,327
Development rights	1,306,296	1,306,296
Construction in progress	4,227,696	3,341,582
Land rights	9,296,520	9,296,520
Buildings	175,478,108	171,617,478
Improvements other than buildings	532,683,397	522,436,711
Machinery and equipment	104,822,660	102,886,702
Software	27,729,077	27,239,143
Infrastructure:		
Roads, curbs and sidewalks	481,039,377	459,689,495
Drainage system	183,043,261	180,386,218
Lighting system	23,194,821	23,194,821
Total capital assets	<u>1,673,184,715</u>	<u>1,617,907,293</u>
Less: accumulated depreciation	<u>1,045,395,886</u>	<u>1,000,051,462</u>
Primary government - Total net capital assets	<u>\$ 627,788,829</u>	<u>\$ 617,855,831</u>

During 2021, Town land increased based on the completed condemnation settlement, previously discussed in this MD&A. Construction in progress increased most significantly with activity in the New York Rising program of approximately \$7.9 million and reclassifications of completed projects to improvements other than buildings of approximately \$5.7 million. The Town received approximately \$500 thousand in donated park equipment and improvements. Infrastructure increased most significantly in roads, curbs and sidewalks by approximately \$21.3 million, which was partially funded with state aid from the Department of Transportation.

Accumulated depreciation increased by approximately \$50 million and was offset by disposals of approximately \$4.7 million. The assets disposed of were not fully depreciated and the Town reported a loss of approximately \$20 thousand.

Additional information on the Town's capital assets can be found in Note 3.C to the financial statements.

TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2021

CAPITAL ASSET AND DEBT ADMINISTRATION (continued)

Capital Assets (continued)

The Town's discretely presented component units had \$341,501,589 in net capital assets including land, construction in progress, buildings, improvements other than buildings, machinery and equipment, software, water and sewer mains. See Note 6 for information on prior period adjustment to capital assets of the Massapequa Water District.

<u>Component units</u>	<u>2021</u>	<u>2020</u>
Land	\$ 6,225,794	\$ 6,158,032
Construction in progress	77,831,798	78,819,187
Buildings	68,225,465	74,678,789
Improvements other than buildings	158,587,109	141,159,930
Machinery and equipment	82,303,507	73,891,903
Software	233,836	232,104
Infrastructure:		
Water mains	123,763,034	99,829,139
Sewer system	1,524,942	1,524,942
Total capital assets	<u>518,695,485</u>	<u>476,294,026</u>
Less: accumulated depreciation	<u>177,193,896</u>	<u>171,686,731</u>
Component units - Total net capital assets	<u>\$ 341,501,589</u>	<u>\$ 304,607,295</u>

The capital program is a long-range financing guide and not a definite plan. Each appropriation must be authorized by Town Board resolution before its commencement. Each may be financed by issuance of general obligation bonds, which, at times, are preceded by issuance of bond anticipation notes for various periods of time depending on the probable usefulness of the purpose of the expenditure. The following sets forth a summary of the Town's capital program, as adopted for 2022 and the next five years (in thousands).

<u>Equipment</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>
General Fund	\$ 11,323.3	\$ 6,577.6	\$ 4,322.6	\$ 4,796.0	\$ 3,998.0	\$ 3,612.0
General - Part Town	615.0	115.0	\$ 57.5	57.5	57.5	57.5
Highway Fund	2,079.0	2,347.0	2,417.0	3,377.0	2,417.0	2,347.0
Special Districts	4,714.0	634.5	654.0	639.0	456.0	465.0
Total Equipment	<u>\$ 18,731.3</u>	<u>\$ 9,674.1</u>	<u>\$ 7,451.1</u>	<u>\$ 8,869.5</u>	<u>\$ 6,928.5</u>	<u>\$ 6,481.5</u>
<u>Improvements</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>
General Fund	\$ 23,150.0	\$ 7,795.0	\$ 5,065.0	\$ 4,730.0	\$ 5,515.0	\$ 4,420.0
Highway Fund	20,000.0	31,094.0	31,818.0	27,938.0	24,769.0	22,875.0
Special Districts	2,650.0	2,000.0	2,000.0	2,000.0	2,000.0	2,000.0
Total Improvements	<u>\$ 45,800.0</u>	<u>\$ 40,889.0</u>	<u>\$ 38,883.0</u>	<u>\$ 34,668.0</u>	<u>\$ 32,284.0</u>	<u>\$ 29,295.0</u>
Total Program	<u>\$ 64,531.3</u>	<u>\$ 50,563.1</u>	<u>\$ 46,334.1</u>	<u>\$ 43,537.5</u>	<u>\$ 39,212.5</u>	<u>\$ 35,776.5</u>

TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2021

CAPITAL ASSET AND DEBT ADMINISTRATION (continued)

Debt Administration

At December 31, 2021, the Town had \$589,175,000 in long-term general obligation bonds outstanding, of which \$521,757,684 was for general Town purposes. Also outstanding at year-end were bond anticipation notes in the amount of \$163,437,867 of which \$54,845,000 was for general Town purposes. The Town issued two serial bonds that converted bond anticipation notes to long-term bonds and utilized the provided premium to offset cost of redemption. The Town also issued a current refunding bond and two new bond anticipation notes series one for town purposes and one water district notes.

Debt Limit

The Town has the power to contract indebtedness for any Town purpose so long as the principal amount thereof, subject to certain limited exceptions, shall not exceed seven percent of the average full valuation of taxable real estate of the Town, and subject to certain enumerated exclusions and deductions such as water and certain sewer facilities and cash or appropriations for current debt service.

The constitutional method for determining full valuation is calculated by taking the assessed valuation of taxable real estate as shown upon the latest completed assessment roll and dividing the same by the equalization rate as determined by the State Board of Equalization and Assessment. The State Legislature is required to prescribe the manner by which such ratio shall be determined. Average full valuation is determined by taking the sum of the full valuation of the last completed assessment roll and the four preceding assessment rolls and dividing such sum by five. Percentage of debt contracting power exhausted at December 31, 2021 was 13.19%.

Additional information on the Town's debt activity can be found in Note 3.D to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Property Tax

Chapter 97 of the Laws of 2011 ("Tax Cap Law") was enacted on June 24, 2011 and took effect for the 2012 budget year. The Tax Cap Law limits annual increases of the Town's overall real property tax to no more than the lesser of 2.00% or the rate of inflation. Certain increases to the tax levy are excluded from the limitations imposed by the Tax Cap Law including exclusions for certain expenditures for retirement system contributions and tort judgments payable by the Town. In addition, the Town Board may override the limitations if the Town Board enacts, by vote of at least sixty percent of the voting power of the Town Board, a local law to override such limit for the upcoming budget year. The Tax Cap Law does not provide exclusion for debt service on general obligations issued by the Town.

The Town has adopted a budget for 2022, which factors in inflation and other adjustments to revenues and expenditures. The 2022 budget includes an overall decrease in real property tax revenue from the prior year of .001% for the Town's overall governmental activities.

State Aid and Local Assistance

The Town receives financial assistance from New York State and Nassau County. During 2021, financial assistance included state aid – mortgage tax \$21,996,375; Aid and Incentives for Municipalities ("AIM") related payment \$1,682,422 and County local government assistance of \$18,219,888. Should the State not adopt its budget in a timely manner, municipalities and school districts in the State, including the Town may be affected by a delay in the payment of state aid. The State is not constitutionally obligated to maintain or continue state aid to the Town. The Town's 2022 budget included similar amounts for this financial assistance.

TOWN OF OYSTER BAY
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2021

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES (continued)

Federal Assistance

The Town receives financial assistance from the Federal government for various ongoing projects. The Town has also received funds mentioned previously from ERA and ARPA. Currently the Town is working with the Federal Emergency Management Agency ("FEMA") to recover costs from hurricane Isaias and from the COVID-19 pandemic. Reimbursement for these costs have not yet been obligated to by FEMA and are therefore not recorded in these statements. The Town anticipates obligations for these prior costs some time in 2022.

Bond Rating

In August 2021, Moody's upgraded the Town's underlying bond rating from Baa1 to A3. Their official outlook for the Town remains listed as Positive. In July 2021, Standard and Poor's upgraded the underlying bond rating from BBB+ to A+. Their official outlook for the Town is listed as Positive.

Property Condemnation and Environmental Issues

The Town is currently in litigation on certain matters which involve property condemnation and/or the remediation for the contamination by environmentally hazardous substances. These matters are at various stages of litigation and it is uncertain as to the outcome. Additional information on these matters can be found in Note 4.B to the financial statements.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our taxpayers, residents and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Office of the Comptroller at Town of Oyster Bay, 74 Audrey Avenue, Oyster Bay, NY 11771.

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BASIC FINANCIAL STATEMENTS

TOWN OF OYSTER BAY
GOVERNMENT-WIDE FINANCIAL STATEMENT
STATEMENT OF NET POSITION
December 31, 2021

	Primary Governmental Activities	Component Units
ASSETS		
Current Assets:		
Cash and investments	\$ 200,383,935	\$ 48,601,933
Restricted cash and investments	15,279,241	46,809,438
Accounts receivable, net	4,726,382	10,575,689
Receivable - service concession arrangement	114,659	
State and federal aid receivables	12,276,533	1,345,361
Due from other governments, net	5,613,558	376,348
Due from primary government		47,419,797
Due from component units	1,718,323	
Other assets	154,186	1,700
Inventory of material and supplies	4,246,188	1,006,618
Prepays	242,834	1,305,111
Total Current Assets	244,755,839	157,441,995
Non-Current Assets:		
Receivable - service concession arrangement, net of current portion	10,462,319	
State and federal aid receivables, net of current portion	1,478,471	
Due from other governments, net of current portion	28,666	
Non-depreciable capital assets	135,897,494	84,057,592
Depreciable capital assets, net of depreciation	491,891,335	257,443,997
Total Non-Current Assets	639,758,285	341,501,589
Total Assets	884,514,124	498,943,584
DEFERRED OUTFLOWS OF RESOURCES		
Deferred charges on refundings	944,563	34,747
Other postemployment benefits	166,390,025	25,278,053
Length of service award program	3,090,035	
Pensions	62,990,473	10,282,499
Total Deferred Outflows of Resources	233,415,096	35,595,299

(continued)

TOWN OF OYSTER BAY
GOVERNMENT-WIDE FINANCIAL STATEMENT
STATEMENT OF NET POSITION
December 31, 2021

	Primary Governmental Activities	Component Units
LIABILITIES		
Current Liabilities:		
Accounts payable and other current liabilities	\$ 56,245,608	\$ 18,011,884
Accrued liabilities	4,478,278	1,694,638
Accrued interest payable	7,067,203	1,905,719
Bond anticipation notes payable	54,485,000	830,000
Due to other governments	284,585	
Due to component units	47,419,797	
Due to primary government		1,718,323
Grant advances	21,634,135	
Deposits payable	2,879,839	783,614
Unearned income	403,333	206,602
Compensated absences		117,730
Non-current liabilities due within one year	71,074,658	19,528,803
Total Current Liabilities	265,972,436	44,797,313
Non-Current Liabilities due in more than one year:		
General obligation bonds payable, inclusive of premiums	483,869,524	61,755,163
Bond anticipation notes payable long-term		97,205,735
Due to Employees' Retirement System	9,123,222	
Compensated absences	25,132,184	3,657,581
Claims and judgments payable	17,643,114	
Estimated liability for landfill closure and postclosure care costs	2,070,000	
Retirement incentive payable	56,667	
Other postemployment benefits payable	688,387,382	106,975,741
Length of service award program liability - proportionate share	17,138,185	
Net pension liability - proportionate share	254,696	40,262
Capital lease payable	11,171	33,034
Other debt, inclusive of premiums		25,192,966
Total Non-Current Liabilities due in more than one year	1,243,686,145	294,860,482
Total Liabilities	1,509,658,581	339,657,795
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows on refundings	1,484,678	
Service concession arrangement	10,347,660	
Other postemployment benefits	63,250,179	8,530,548
Length of service award program	336,117	
Pensions	77,266,008	12,080,545
Total Deferred Inflows of Resources	152,684,642	20,611,093
NET POSITION		
Net investment in capital assets	98,062,352	181,418,490
Restricted:		
Length of service award program	8,244,205	
Culture and recreation	3,781	
Home and community services	369,193	39,370,320
Economic assistance and opportunity	606,644	
Debt service	6,055,418	
Unrestricted (Deficit)	(657,755,596)	(46,518,815)
Total Net Position (Deficit)	\$ (544,414,003)	\$ 174,269,995

TOWN OF OYSTER BAY
GOVERNMENT-WIDE FINANCIAL STATEMENT
STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2021

Function/Program	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Government Activities:				
General government support	\$ 32,099,397	\$ 2,073,074		
Public safety	34,349,581	11,745,396		
Transportation	67,392,506	844,464		\$ 3,375,352
Economic assistance and opportunity	3,413,865		\$ 2,364,415	1,272
Culture and recreation	76,276,834	9,757,014	169,823	
Home and community services	99,114,740	2,874,144	3,331,633	8,616,179
Interest on debt	16,112,736			
Total Primary Government	\$ 328,759,659	\$ 27,294,092	\$ 5,865,871	\$ 11,992,803
COMPONENT UNITS				
Home and community services	\$ 75,819,630	\$ 34,200,965	\$ 878	\$ 7,815,615

General Revenues

Real property taxes
Other real property tax items
Non-property tax items
Interest earnings
Local government assistance - unrestricted
State aid - unrestricted
Other

Total General Revenues

Change in Net Position

Net Position (Deficit) - beginning, as restated

Net Position (Deficit) - ending

Net Cost and
Changes in Net Position

Primary Government	Component Units
\$ (30,026,323)	
(22,604,185)	
(63,172,690)	
(1,048,178)	
(66,349,997)	
(84,292,784)	
(16,112,736)	
<u>(283,606,893)</u>	
	<u>\$ (33,802,172)</u>
234,064,959	38,239,461
10,665,616	1,945,214
5,741,717	
641,866	272,679
18,219,889	
21,996,375	
5,793,100	6,274,914
<u>297,123,522</u>	<u>46,732,268</u>
<u>13,516,629</u>	<u>12,930,096</u>
<u>(557,930,632)</u>	<u>161,339,899</u>
<u>\$ (544,414,003)</u>	<u>\$ 174,269,995</u>

TOWN OF OYSTER BAY
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2021

	MAJOR GOVERNMENTAL FUNDS		
	General	Highway	Garbage Collection Districts
ASSETS			
Cash and investments	\$ 49,345,070	\$ 14,212,545	\$ 11,590,438
Restricted cash and investments	4,549,966	1,228,667	19,047
Accounts receivable, net of allowances for doubtful accounts of \$1,122,351	2,462,455	72,297	
Receivable - service concession arrangement	229,318		
State and federal aid receivables	4,131,445	7,356	
Due from other governments, net of allowances for doubtful accounts of \$53,132	5,252,563	359,575	
Due from component units			
Other assets	154,186		
Inventory of material and supplies	2,817,744	1,177,797	
Total Assets	<u>\$ 68,942,747</u>	<u>\$ 17,058,237</u>	<u>\$ 11,609,485</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable and other current liabilities	\$ 28,243,827	\$ 1,627,889	\$ 3,998,290
Accrued liabilities	2,067,751	418,428	1,141,195
Bond anticipation notes payable			
Due to other governments	264,287		
Due to component units	2,740,700		
Grant advances	12,232,271		
Deposits payable	1,046,068	201,000	
Unearned revenue	70,000	333,333	
Total Liabilities	<u>46,664,904</u>	<u>2,580,650</u>	<u>5,139,485</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue from rental of real property	493,000		
Total Deferred Inflows of Resources	<u>493,000</u>		
FUND BALANCES			
Nonspendable	3,103,795	1,177,797	
Restricted	4,549,966	1,228,667	19,047
Assigned	2,715,382	12,071,123	6,450,953
Unassigned (Deficit)	11,415,700		
Total Fund Balances (Deficit)	<u>21,784,843</u>	<u>14,477,587</u>	<u>6,470,000</u>
Total Liabilities and Fund Balances	<u>\$ 68,942,747</u>	<u>\$ 17,058,237</u>	<u>\$ 11,609,485</u>

Solid Waste Disposal District	Debt Service	Capital Projects	Other Governmental Funds	Totals
\$ 4,734,059		\$ 94,784,944	\$ 25,716,879	\$ 200,383,935
16,858	\$ 100,628		9,364,075	15,279,241
1,963,791			227,839	4,726,382
146,850		4,826,761	4,642,592	229,318
1,420		28,666		13,755,004
		1,718,323		5,642,224
			250,647	1,718,323
				154,186
				4,246,188
<u>\$ 6,862,978</u>	<u>\$ 100,628</u>	<u>\$ 101,358,694</u>	<u>\$ 40,202,032</u>	<u>\$ 246,134,801</u>
\$ 5,000,205		\$ 6,308,098	\$ 10,794,184	\$ 55,972,493
92,246			758,658	4,478,278
		54,485,000		54,485,000
		20,298		284,585
		44,679,097		47,419,797
			9,401,864	21,634,135
			1,632,771	2,879,839
				403,333
<u>5,092,451</u>		<u>105,492,493</u>	<u>22,587,477</u>	<u>187,557,460</u>
				493,000
				493,000
			250,647	4,532,239
16,858	\$ 100,628	26,382,917	9,364,075	41,662,158
1,753,669			7,999,833	30,990,960
		(30,516,716)		(19,101,016)
<u>1,770,527</u>	<u>100,628</u>	<u>(4,133,799)</u>	<u>17,614,555</u>	<u>58,084,341</u>
<u>\$ 6,862,978</u>	<u>\$ 100,628</u>	<u>\$ 101,358,694</u>	<u>\$ 40,202,032</u>	<u>\$ 246,134,801</u>

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TOWN OF OYSTER BAY
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
December 31, 2021

Total Fund Balances - Governmental Funds		\$ 58,084,341
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets less accumulated depreciation are included in the Statement of Net Position:		
Capital assets - non-depreciable	\$ 135,897,494	
Capital assets - depreciable	1,537,287,221	
Accumulated depreciation	<u>(1,045,395,886)</u>	627,788,829
Receivables in the Statement of Net Position that do not provide current financial resources are not reported as receivables in the funds.		10,347,660
Prepaid items included in the Statement of Net Position		242,834
Long-term liabilities applicable to the Town's governmental activities are not due and payable in the current period and accordingly are not reported in the funds. However these liabilities are included in the Statement of Net Position:		
General obligation bonds payable, inclusive of premiums	(543,893,329)	
Due to Employees Retirement System	(11,787,480)	
Compensated absences	(26,454,929)	
Claims and judgments payable	(24,061,955)	
Other litigation payable	(196,000)	
Estimated liability for landfill closure and postclosure care costs	(2,440,000)	
Retirement incentive payable	(113,334)	
Capital lease payable	(33,513)	
Other postemployment benefits payable	(688,387,382)	
Length of service award program liability - proportionate share	(17,138,185)	
Net pension liability - proportionate share	<u>(254,696)</u>	(1,314,760,803)
Deferred outflows of resources included in the Statement of Net Position:		
Deferred charges on refundings	944,563	
Other postemployment benefits	166,390,025	
Length of service award program	3,090,035	
Pensions	<u>62,990,473</u>	233,415,096
Additional accounts payable included in the Statement of Net Position		(273,115)
Deferred inflows of resources included in the Statement of Net Position:		
Deferred inflow on refunding	(1,484,678)	
Service concession arrangements	(10,347,660)	
Other postemployment benefits	(63,250,179)	
Length of service award program	(336,117)	
Pensions	<u>(77,266,008)</u>	(152,684,642)
Other assets not available to pay for current-period expenditures, and therefore, are deferred inflows in the funds.		493,000
Interest payable applicable to the Town's governmental activities are not due and payable in the current period and accordingly are not reported in the funds. However these liabilities are included in the Statement of Net Position.		<u>(7,067,203)</u>
Net Position of Governmental Activities		<u>\$ (544,414,003)</u>

See notes to the financial statements.

TOWN OF OYSTER BAY
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
For The Year Ended December 31, 2021

	MAJOR FUNDS		
	General	Highway	Garbage Collection Districts
REVENUES			
Real property taxes	\$ 55,942,340	\$ 48,613,606	\$ 65,133,047
Other real property tax items	4,119,273	2,472,973	1,019,074
Non-property tax items	5,741,717		
Departmental income	9,060,194	431,767	
Intergovernmental charges	9,189,298	419,880	5,850,000
Use of money and property	2,173,429	15,331	6,484
Licenses and permits	313,034		
Fines and forfeitures	235,276		
Sale of property and compensation for loss	981,642		
Miscellaneous local sources	3,795,733	32,171	100
Interfund revenues	33,434,009		
State aid	22,188,553		
Federal aid	4,969		
Total Revenues	<u>147,179,467</u>	<u>51,985,728</u>	<u>72,008,705</u>
EXPENDITURES			
Current:			
General government support	56,383,100		
Public safety	5,911,337		
Transportation		20,150,781	
Economic assistance and opportunity	31,289		
Culture and recreation	20,155,018		
Home and community services	2,460,578		42,535,911
Employee benefits	30,145,085	6,702,360	15,665,474
Capital Outlay			
Debt Service:			
Principal	2,919,429	2,358,143	780,314
Interest	953,727	1,379,221	199,281
Bond issuance costs			
Total Expenditures	<u>118,959,563</u>	<u>30,590,505</u>	<u>59,180,980</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>28,219,904</u>	<u>21,395,223</u>	<u>12,827,725</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	435,110	525,585	4,606
Transfers out	(27,917,696)	(17,352,353)	(6,624,512)
Issuance of debt			
Premiums on obligations			
Issuance of refunding bond			
Payment to refunded bond escrow agent			
Total Other Financing Sources (Uses)	<u>(27,482,586)</u>	<u>(16,826,768)</u>	<u>(6,619,906)</u>
Net Change in Fund Balances	737,318	4,568,455	6,207,819
Fund Balances at Beginning of Year	<u>21,047,525</u>	<u>9,909,132</u>	<u>262,181</u>
Fund Balances (Deficit) at End of Year	<u>\$ 21,784,843</u>	<u>\$ 14,477,587</u>	<u>\$ 6,470,000</u>

See notes to the financial statements.

Solid Waste Disposal District	Debt Service	Capital Projects	Other Governmental Funds	Totals
\$ 16,281,252			\$ 48,094,714	\$ 234,064,959
505,587			2,548,708	10,665,615
				5,741,717
11,535,303			12,894,774	33,922,038
2,212,125			877,918	18,549,221
5,066	\$ 97,785		277,270	2,575,365
				313,034
				235,276
167,199				1,148,841
	1,009,347	\$ 9,011	738,444	5,584,806
				33,434,009
		3,348,290		25,536,843
		27,062	14,225,445	14,257,476
<u>30,706,532</u>	<u>1,107,132</u>	<u>3,384,363</u>	<u>79,657,273</u>	<u>386,029,200</u>
	3,493			56,386,593
			16,164,444	22,075,781
			4,955,037	25,105,818
			2,337,556	2,368,845
			16,494,326	36,649,344
23,198,045			14,787,823	82,982,357
2,001,519			11,560,744	66,075,182
		44,822,238		44,822,238
244,229	57,067,614		1,860,227	65,229,956
37,644	16,529,451		628,827	19,728,151
	705,062			705,062
<u>25,481,437</u>	<u>74,305,620</u>	<u>44,822,238</u>	<u>68,788,984</u>	<u>422,129,327</u>
<u>5,225,095</u>	<u>(73,198,488)</u>	<u>(41,437,875)</u>	<u>10,868,289</u>	<u>(36,100,127)</u>
15,400	72,204,586	181,347	191,105	73,557,739
(4,051,366)	(1,107,232)	(7,343,547)	(9,161,033)	(73,557,739)
		36,065,000		36,065,000
	9,707,282	3,555,000		13,262,282
	71,774,729			71,774,729
	(79,380,877)			(79,380,877)
<u>(4,035,966)</u>	<u>73,198,488</u>	<u>32,457,800</u>	<u>(8,969,928)</u>	<u>41,721,134</u>
1,189,129		(8,980,075)	1,898,361	5,621,007
581,398	100,628	4,846,276	15,716,194	52,463,334
<u>\$ 1,770,527</u>	<u>\$ 100,628</u>	<u>\$ (4,133,799)</u>	<u>\$ 17,614,555</u>	<u>\$ 58,084,341</u>

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TOWN OF OYSTER BAY
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2021

Net Change in Fund Balance \$ 5,621,007

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The amount by which capital outlay exceeds depreciation expense in the current period is:

Capital outlay/donation	\$ 60,006,223	
Depreciation expense	(50,053,526)	
Loss on dispositions	<u>(19,699)</u>	9,932,998

Net change in deferred outflows of resources not reported in the funds:

Deferred charges on refundings	(2,266,570)	
Other postemployment benefits	59,544,748	
Length of service award program related amounts	(9,856)	
Pension related amounts	<u>8,023,374</u>	65,291,696

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds:

Accounts payable	3,242,895	
Due to Employees Retirement System	2,577,421	
Compensated absences	819,969	
Claims and judgments payable	224,957	
Estimated liability for landfill closure and postclosure care costs	(340,000)	
Retirement incentive payable	1,660,666	
Capital lease payable	22,342	
Other postemployment benefits payable	(129,608,618)	
Length of service award program liability - proportionate share	(1,497,828)	
Net pension liability - proportionate share	73,827,224	
Accrued interest cost	<u>862,673</u>	(48,208,299)

Net change in deferred inflows of resources not reported in the funds:

Deferred inflows on refundings	(88,649)	
Other postemployment benefits	26,327,529	
Length of service award program related amounts	117,839	
Pension related amounts	<u>(74,314,767)</u>	(47,958,048)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. (8,359,321)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net position:

Prepaid bond insurance	242,834	
Issuance of debt	(180,189,729)	
Repayment of bond principal	136,448,491	
Repayment of long-term bond anticipation notes	<u>80,695,000</u>	<u>37,196,596</u>

Change in Net Position of Governmental Activities \$ 13,516,629

See notes to the financial statements.

TOWN OF OYSTER BAY
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
December 31, 2021

	Co-Sponsor LOSAP Custodial Fund	Town Receiver of Taxes Custodial Fund
ASSETS		
Cash and Investments	\$ 3,782,461	\$ 95,667,575
Taxes Receivable		547,454,162
	Total Assets	\$ 643,121,737
	\$ 3,782,461	\$ 643,121,737
LIABILITIES		
Taxes Collected for other Governments		\$ 643,121,737
	Total Liabilities	\$ 643,121,737
	\$ -0-	\$ 643,121,737
Net Position		
Restricted for Length of Service Award Program	\$ 3,782,461	
	Total Net Position	\$ -0-
	\$ 3,782,461	\$ -0-

See notes to the financial statements.

TOWN OF OYSTER BAY
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For The Year Ended December 31, 2021

	Co-Sponsor LOSAP Custodial Fund	Town Receiver of Taxes Custodial Fund
ADDITIONS		
Contributions/Taxes/Fees	\$ 606,887	\$ 1,379,508,970
Interest	98,917	45,335
Total additions	705,804	1,379,554,305
DEDUCTIONS		
Recipient payments	144,502	1,379,554,305
Net increase in fiduciary net position	561,302	-0-
Net position - beginning	3,221,159	
Net position - ending	\$ 3,782,461	\$ -0-

See notes to the financial statements.

TOWN OF OYSTER BAY
DISCRETELY PRESENTED COMPONENT UNITS
STATEMENT OF NET POSITION
December 31, 2021

	Major		
	Bethpage Water District	Hicksville Water District	Jericho Water District
ASSETS			
Current Assets:			
Cash and investments	\$ 10,325,355	\$ 9,250,796	\$ 8,200,529
Restricted cash and investments	11,962,837	15,795,077	7,140,215
Accounts receivable, net	832,082	1,134,296	2,573,944
State and federal aid receivables	963,750		
Due from other governments	122,188		
Due from primary government	8,118,254	124,114	22,888,385
Other assets			
Inventory of materials and supplies	225,441	48,833	174,937
Prepays	113,525	70,450	428,639
Total Current Assets	32,663,432	26,423,566	41,406,649
Non-Current Assets:			
Non-depreciable capital assets	36,642,588	23,987,211	8,718,309
Depreciable capital assets, net of depreciation	42,894,148	33,087,274	53,227,584
Total Non-Current Assets	79,536,736	57,074,485	61,945,893
Total Assets	112,200,168	83,498,051	103,352,542
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charges on refundings			
Other postemployment benefits	2,315,932	3,954,467	4,624,109
Pensions	1,094,506	1,312,767	1,909,066
Total Deferred Outflows of Resources	3,410,438	5,267,234	6,533,175
LIABILITIES			
Current Liabilities:			
Accounts payable and other current liabilities	5,207,535	2,598,992	4,947,387
Accrued liabilities	771,831	75,838	101,157
Accrued interest payable		197,788	611,694
Bond anticipation notes payable			830,000
Due to other governments			
Due to primary government			
Due to other funds			
Deposits Payable	95,612		559,501
Unearned income	25,210		78,419
Compensated absences			
Non-current liabilities due within one year	6,520,277	1,543,473	1,965,168
Total Current Liabilities	12,620,465	4,416,091	9,093,326
Non-Current Liabilities due in more than one year:			
General obligation bonds payable, inclusive of premiums	16,898,409		9,939,470
Bond anticipation notes payable long-term	23,438,235		42,080,000
Compensated absences	338,345	246,537	812,405
Other postemployment benefits payable	10,069,251	18,402,058	18,181,261
Net pension liability - proportionate share	4,320	4,505	7,532
Capital lease payable			
Other debt, inclusive of premiums		25,192,966	
Total Non-Current Liabilities due in more than one year	50,748,560	43,846,066	71,020,668
Total Liabilities	63,369,025	48,262,157	80,113,994
DEFERRED INFLOWS OF RESOURCES			
Other postemployment benefits	722,350	687,189	1,267,266
Pensions	1,290,990	1,330,559	2,251,043
Total Deferred Inflows of Resources	2,013,340	2,017,748	3,518,309
NET POSITION			
Net investment in capital assets	35,179,579	36,891,095	25,231,542
Restricted	11,962,837	9,657,249	7,140,215
Unrestricted (Deficit)	3,085,825	(8,062,964)	(6,118,343)
Total Net Position	\$ 50,228,241	\$ 38,485,380	\$ 26,253,414

See notes to the financial statements.

Plainview Water District	Nonmajor Component Units	Total
\$ 7,118,330	\$ 13,706,923	\$ 48,601,933
5,519,184	6,392,125	46,809,438
936,629	5,098,738	10,575,689
381,611		1,345,361
106,589	147,571	376,348
11,090,321	5,198,723	47,419,797
	1,700	1,700
353,260	204,147	1,006,618
220,409	472,088	1,305,111
<u>25,726,333</u>	<u>31,222,015</u>	<u>157,441,995</u>
1,552,259	13,157,225	84,057,592
44,393,077	83,841,914	257,443,997
<u>45,945,336</u>	<u>96,999,139</u>	<u>341,501,589</u>
71,671,669	128,221,154	498,943,584
	34,747	34,747
2,365,094	12,018,451	25,278,053
941,880	5,024,280	10,282,499
<u>3,306,974</u>	<u>17,077,478</u>	<u>35,595,299</u>
1,034,940	4,223,030	18,011,884
55,836	689,976	1,694,638
447,789	648,448	1,905,719
		830,000
	1,718,323	1,718,323
76,156	52,345	783,614
40,095	62,878	206,602
	117,730	117,730
5,541,122	3,958,763	19,528,803
<u>7,195,938</u>	<u>11,471,493</u>	<u>44,797,313</u>
9,262,500	25,654,784	61,755,163
14,742,500	16,945,000	97,205,735
169,352	2,090,942	3,657,581
12,719,976	47,603,195	106,975,741
3,814	20,091	40,262
	33,034	33,034
		25,192,966
<u>36,898,142</u>	<u>92,347,046</u>	<u>294,860,482</u>
44,094,080	103,818,539	339,657,795
1,105,132	4,748,611	8,530,548
1,205,703	6,002,250	12,080,545
<u>2,310,835</u>	<u>10,750,861</u>	<u>20,611,093</u>
30,993,605	53,122,669	181,418,490
1,803,586	8,806,433	39,370,320
(4,223,463)	(31,199,870)	(46,518,815)
<u>\$ 28,573,728</u>	<u>\$ 30,729,232</u>	<u>\$ 174,269,995</u>

TOWN OF OYSTER BAY
DISCRETELY PRESENTED COMPONENT UNITS
STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2021

	Major		
	Bethpage Water District	Hicksville Water District	Jericho Water District
EXPENSES			
Current:			
Home and community services	\$ 10,122,844	\$ 14,713,048	\$ 13,367,711
Total Expenses	<u>10,122,844</u>	<u>14,713,048</u>	<u>13,367,711</u>
PROGRAM REVENUES			
Charges for services	3,051,666	4,142,566	9,991,318
Operating grants and contributions			
Capital grants and contributions		4,007,435	1,124,207
Total Program Revenues	<u>3,051,666</u>	<u>8,150,001</u>	<u>11,115,525</u>
Net Expenses	<u>(7,071,178)</u>	<u>(6,563,047)</u>	<u>(2,252,186)</u>
GENERAL REVENUES			
Real property taxes	8,035,857	6,874,378	4,097,093
Other real property tax items	666,330	455,600	162,621
Use of money and property:			
Interest and earnings	85,599	37,523	42,655
Rental	829,288	427,841	
Fines and Forfeitures			63,750
Sales of property and compensation for loss	269,475	57,854	458,918
Miscellaneous local sources	962,206		794,708
Total General Revenues	<u>10,848,755</u>	<u>7,853,196</u>	<u>5,619,745</u>
Changes in Net Position	<u>3,777,577</u>	<u>1,290,149</u>	<u>3,367,559</u>
Net Position at Beginning of Year, as restated	<u>46,450,664</u>	<u>37,195,231</u>	<u>22,885,855</u>
Net Position at End of Year	<u>\$ 50,228,241</u>	<u>\$ 38,485,380</u>	<u>\$ 26,253,414</u>

See notes to the financial statements.

Plainview Water District	Nonmajor Component Units	Total
\$ 8,099,187	\$ 29,516,840	\$ 75,819,630
8,099,187	29,516,840	75,819,630
4,633,523	12,381,892	34,200,965
878		878
597,407	2,086,566	7,815,615
5,231,808	14,468,458	42,017,458
(2,867,379)	(15,048,382)	(33,802,172)
5,563,220	13,668,913	38,239,461
250,652	410,011	1,945,214
55,192	51,710	272,679
	1,504,967	2,762,096
		63,750
18,030	64,682	868,959
312,582	510,613	2,580,109
6,199,676	16,210,896	46,732,268
3,332,297	1,162,514	12,930,096
25,241,431	29,566,718	161,339,899
\$ 28,573,728	\$ 30,729,232	\$ 174,269,995

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Oyster Bay ("Town"), which was established in 1653, is governed by Town Law and other general laws of the State of New York and various local laws. The Town Board is the legislative body responsible for overall operations. The Town Board consists of the Supervisor who is elected for a term of two years and six council members who are elected for terms of four years. The Town Board appoints the Town Attorney, Comptroller, Commissioner of Department of Public Works ("DPW") and Inspector General whose terms are fixed by Town Law. The Town Clerk and Receiver of Taxes are elected and serve for two years and four years, respectively. The Director of Finance is appointed by the Supervisor. The Town Board appoints the following nine Commissioners: Community and Youth Services, General Services, Human Resources, Intergovernmental Affairs, Parks, Planning and Development, Environmental Resources, Public Safety, and Highways. The Commissioners serve at the discretion of the Town Board.

The Town provides a full range of municipal services, including public safety, transportation, home and community services, public works and road maintenance, recreation and parks, economic assistance and opportunity, and general and administrative services.

The financial statements of the Town of Oyster Bay have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") as applied to governmental units. 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.

A. Reporting Entity

The financial reporting entity consists of: (a) the primary government, which is the Town of Oyster Bay; (b) organizations for which the primary government is financially accountable; and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The decision to include a potential component unit in the Town of Oyster Bay reporting entity is based on several criteria, including legal standing, financial accountability or the determination by management that it would be misleading to exclude the component unit. Based on the application of these criteria, the following is a summary of certain entities considered in determining the Town of Oyster Bay's reporting entity.

Certain special districts of the Town are separate legal entities and have separately elected boards of commissioners. These special districts provide water, sewer and sanitation services to residents and businesses within the districts. The special districts cannot issue bonded debt without the approval and the backing of the full faith and credit of the Town. Budgets and tax rates are approved by the Town. Tax levies of the special districts are collected by the Town Receiver of Taxes. As a result of this fiscal dependency, the Town is financially accountable for these special districts. Accordingly, these special districts have been determined to be component units of the Town and are presented discretely in a separate column in the combined government-wide financial statements to emphasize that they are legally separate from the primary government. The addresses of the administrative office, for these component units are presented in Note 5.

The Town of Oyster Bay Housing Authority ("Authority") is an autonomous body, created under Section 480 of New York State Public Housing Law, responsible for maintaining housing for seniors and families of low income. The Authority is overseen by a seven-member commission. Five members are appointed to five-year terms by the Town Board. Two tenant commissioners are elected to two-year terms by all the residents within the housing units and then confirmed by the Town Board. The Authority is considered a related organization because the majority of the commissioners are appointed by the Town. The Town cooperates with the Housing Authority in making social programs available to seniors at each complex they control. The Housing Authority is not considered a part of the Town's reporting entity.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Government-Wide and Fund Financials Statements

The Town's basic financial statements include both government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town's major and non-major funds).

Government-wide Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on the Town as a whole, except fiduciary activities with separate columns for the primary governmental activities as well as the discretely presented component units.

In the government-wide Statement of Net Position, the Town's governmental activities are presented on a consolidated basis and are reported on a full accrual, economic resource basis, which recognizes all long-term assets, receivables, and deferred outflows of resources as well as long-term debt and obligations and deferred inflows of resources. The Town's net position is reported in three parts: net investment in capital assets; restricted net position; and unrestricted net position.

The government-wide Statement of Activities reports both the gross and net cost of each of the Town's functional categories (general government support, public safety, transportation, economic assistance and opportunity, culture and recreation and home and community services), which are otherwise supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues to produce the net cost of each program. Program revenues include (a) charges for services and (b) operating and capital grants and contributions that are directly associated with the function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. The net costs (by function) are normally covered by general revenue (property, taxes, intergovernmental revenues, interest income, etc.).

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Eliminations have been made to prevent distortion of the direct costs and program revenues reported. Sales and purchases of goods and services for a price approximating their external value are not eliminated between the funds in the government-wide financial statements.

This government-wide focus is more on the sustainability of the Town as an entity and the change in the Town's net position resulting from the current year's activities.

Fund Financial Statements

The accounts of the Town are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues, and expenditures, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The various funds are presented by type in the fund financial statements. Certain funds of the Town are utilized to account for resources derived from and/or expenditures applicable to an area less than the entire Town. In the fund financial statements, the emphasis is on the major funds and nonmajor funds are summarized into a single column. Accordingly, the Town maintains the following fund types:

Governmental Funds - Governmental funds are those through which most governmental functions are financed. The acquisition use and balances of expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus of the governmental funds is upon determination of financial position and changes in financial position. Governmental funds are further classified as major and nonmajor funds.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Government-Wide and Fund Financials Statements (continued)

Fund Financial Statements (continued)

Governmental Funds (continued)

The Town reports the following major governmental funds:

General Fund - is the principal operating fund of the Town. This fund is used to account for and report all financial resources not accounted for and reported in another fund.

Special Revenue Funds - are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Highway Fund - is a special revenue fund used to account for maintenance and improvement of the Town's roadways and the cost of snow removal. The major source of revenue is real property taxes.

Garbage Collection Districts - is a special revenue fund used to account for sanitation services provided by garbage collection district #1 and #2. The major source of revenue is real property taxes.

Solid Waste Disposal District - is a special revenue fund used to account for the solid waste disposal and recycling service of the Town. The major sources of revenue are real property taxes and departmental income. The Town reports the Solid Waste Disposal District as a major fund rather than a nonmajor fund to enhance consistency and because management believes it is important to the financial statement users.

Debt Service Fund - is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest and for financial resources that are being accumulated for principal and interest in future years.

Capital Projects Fund - is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Additionally, the Town accounts for and reports the following nonmajor funds:

Special Revenue Funds include the following:

Town Outside Village - is used to account for revenues and expenditures for certain services provided to the area of the Town located outside of incorporated villages.

Special Grants Fund - is used to account for federal aid for the Community Development Block Grant, Temporary Assistance for Needy Families, Workforce Investment Act Programs, New York Rising, Emergency Rental Assistance and other grant programs.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
 December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Government-Wide and Fund Financials Statements (continued)

Fund Financial Statements (continued)

Governmental Funds (continued)

Special District Funds - are used to account for taxes or other revenues, which are raised or received to provide special services to areas that encompass less than the whole Town. The Special District Funds consist of a number of separate districts, which are administered by the Town Board as follows:

Drainage District

Park Districts:

Bethpage	Hicksville	Oyster Bay
Glenwood - Glen Head	Jericho	Plainview - Old Bethpage
Hempstead - Oyster Bay	Locust Valley	South Farmingdale
Community Hall and Swimming Pool	Massapequa	Syosset

Fire Protection Districts:

Bayville	Greenvale	Plainview
East Norwich	Northeast Farmingdale	
Glenwood - Glen Head	Oyster Bay	

Lighting District

Public Parking District

Water District:

Northeast Farmingdale

Fiduciary Funds - Fiduciary Funds are used to account for assets held by the Town in a trustee or custodial capacity.

Custodial Fund - is for money (and/or property) received and held in the capacity of trustee, custodian or agent. The Town's fiduciary funds include custodial funds as follows:

Co-Sponsor LOSAP Custodial Fund – accounts for the portion of the length of service award program (“LOSAP”) that are jointly sponsored by other municipalities for the volunteers of the Oyster Bay and Glenwood - Glen Head Fire Protection Districts. The Town's portions of the jointly sponsored program assets are recorded in the Fire Protection Districts fund. The liabilities related to the Town's portion of the program are recorded in the government-wide statements.

Town Receiver of Taxes Custodial Funds – accounts for amounts due to other governments for general and school taxes collected.

Discretely Presented Component Units

Certain special districts that have separately elected boards and provide water, sewer, and sanitation services to residents and businesses within their districts. These districts, which follow government fund accounting principles and are accounted for as discretely presented component units, are as follows:

Massapequa Water District	Oyster Bay Water District	Syosset Sanitation District
Plainview Water District	Jericho Water District	Oyster Bay Sewer District
Hicksville Water District	South Farmingdale Water District	Glenwood - Glenhead
Locust Valley Water District	Bethpage Water District	Garbage District

See Note 5 for more information on the component units and designation of major and nonmajor.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Measurement focus refers to what is being measured whereas the basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

In the government-wide statements, governmental activities are presented using the economic resources measurement focus and are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred, or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund's statements, governmental funds use a current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (measurable and available to finance current operations). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered available if they are collected within 60 days after the year end. The Town generally considers all other revenues available if they are collected within 120 days after the year end. Revenues susceptible to accrual include Nassau County local assistance at year end on behalf of the Town, franchise fees, and charges for services, intergovernmental revenues and operating transfers. In certain unusual circumstances this application of the Town's normal availability period for a given revenue source might distort revenue trends from one year to the next. In such unusual circumstances, revenues maybe considered available if received beyond 120 days, however to the extent the revenue will remain uncollected after one year, the Town classifies the fund balance as nonspendable in the General Fund or as restricted or assigned fund balance in funds other than the General Fund.

Permits, fees, and other similar revenues are not susceptible to accrual because generally they are not measurable until they are received in cash. In those instances where expenditures are the prime factor in determining eligibility for state and federal grants, revenues are recognized when the expenditure is incurred. In the Capital Projects Fund, long-term debt is recognized as revenue upon receipt of the proceeds. Expenditures are recorded on the accrual basis except that (a) principal and interest on indebtedness are recognized as expenditures when due; (b) other long-term liabilities which vest or accumulate, are charged as expenditures when paid.

Because governmental funds statements are presented using a measurement focus and basis of accounting different from that used in the government-wide statements' primary governmental activities column, reconciliations are presented that briefly explain the adjustments necessary to reconcile ending net position and the change in net position.

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Equity

1. Cash and Investments

Cash and cash equivalents consists of funds deposited in demand accounts, time deposit accounts and certificates of deposit with maturities of less than three months. See Note 3.A.

Restricted Cash and Investments

The Town jointly sponsors two LOSAP and is the sole sponsor of one LOSAP to provide retirement-like benefits for those volunteering time and services pertaining to firefighting services, in accordance with the Program Plan Documents. The assets are held in trust accounts in the name of the award programs. See Note 3.A for more information on the program's investments and Note 3.F for more information on the programs.

The Town also has restricted cash for debt service and various grants.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Equity (continued)

2. Receivables

Receivables include amounts due from Federal, State, and other governments or entities for services provided by the Town. Receivables are recorded and revenues recognized as earned or as specific program expenditures are incurred.

3. Prepays

Prepays in the government-wide statements represent governmental activities bond insurance, component unit insurance and retirement benefits that will benefit a future period.

4. Inventory - Materials and Supplies

Inventory in the General and Special Revenue Funds is valued at cost, using weighted average cost method. Inventory in these funds is accounted for under the consumption method.

5. Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets (including those pursuant to a service concession arrangement) are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation and amortization on all assets are provided on the straight-line basis over the following estimated useful lives:

Land rights	10-15 years
Buildings	40 years
Improvements other than buildings	20 years
Machinery and equipment	8-10 years
Software	5-10 years
Infrastructure:	
Roads, curbs and sidewalks	20 years
Drainage system	20 years
Street lighting	20 years

Infrastructure assets, consisting of certain improvements other than buildings including roads, curbs, sidewalks, drainage system, street lighting, water mains and sewer system are capitalized along with other capital assets.

See the component units' audited financial statements for specific component unit policy information.

In the fund financial statements, capital assets are recorded as capital outlay expenditures in the governmental funds upon acquisition.

6. Deferred Outflows of Resources

In addition to assets, the Balance Sheet or Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of fund equity or net position that applies to a future period and so will not be recognized as an outflow of resources (expenditure/expense) until that time. In this category, the Town reports deferred charges on refundings that will be recognized in a future period in the government-wide Statement of Activities. The Town also reports deferred amounts related to pensions, other postemployment benefits ("OPEB") and length of service award programs ("LOSAP"), which relate differences between estimated and actual investment earnings, changes in actuarial assumptions, and other pension, OPEB and LOSAP related changes.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Equity (continued)

7. Deferred Inflows of Resources

In addition to liabilities, the Balance Sheet or Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of fund equity or net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The unavailable revenue related to rental of real property is deferred in the governmental funds and will be recognized as an inflow of resources in the period that the amounts become available. In the government-wide financial statements, the Town reports deferred amounts related to pensions, OPEB and LOSAP. The Town reports a deferred inflow of resources for the amount of net proceeds on a refunding of debt that is exceeded by the old debt and unamortized premium. The Town also reports a deferred inflow of resources for the present value of the future installment payments to be received under the service concession arrangement.

8. Premiums of Debt Issuance

Premiums related to the issuance of long-term debt are amortized on a straight-line basis over the life of the issue and are presented as part of the general obligation bonds payable, inclusive of premiums in the non-current liabilities.

9. Long-Term Obligations

The liabilities for long-term obligations consisting of general obligation bonds payable, bond anticipation notes long-term, due to Employees' Retirement System, compensated absences, claims and judgments payable, other litigation payable, estimated liability for landfill closure and postclosure care costs, retirement incentive payable, capital lease payable, other postemployment benefits payable, proportionate shares of length of service award and net pension liability and other debt are recognized in the government-wide financial statements. Bond premiums and discounts are deferred and amortized over the life of the bonds on a straight-line basis. Bonds payable are reported net of applicable bond premium or discount.

In the fund statements, long-term obligations are not reported as liabilities. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. Premiums received on long-term debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from actual debt proceeds received, are reported as debt service expenditures.

10. Interfund Transactions

Interfund transactions, exclusive of interfund services provided and used, have been eliminated from the government-wide financial statements. In the fund's statements interfund transactions include:

a) **Interfund Revenues**

Interfund revenues in the General Fund represent amounts charged for services or facilities provided by the General Fund and charging the cost to the other funds. The amounts paid by the fund receiving the benefits of the service or facilities are reflected as an expenditure of that fund. The interfund revenue recorded in the General Fund is substantially an administrative charge which allocates approximately 60% of the expenditures for the Town Board, Executive, Comptroller, Receiver of Taxes, Town Clerk, Town Attorney, Human Resources, General Services and Public Safety Departments to other funds for services rendered.

b) **Transfers**

Transfers represent payments to the Debt Service and Capital Projects Funds from the other funds for their appropriate share of the debt service or capital project costs and transfers to operating funds for premiums, interest earnings and the balance of completed capital projects.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Equity (continued)

11. Real Property Tax Assessment and Collection Procedures

In Nassau County, the assessment and lien of real property for taxation is done by the County Department of Assessment. The County assessment rolls are used for the levy of real property taxes by the Town and the School Districts, as well as by the County and by Special Districts of the County and the Town. The Town of Oyster Bay Receiver of Taxes collects all real property taxes for the Town, Nassau County, Town Special Districts and School Districts. Real property taxes become a lien on January 1st for general taxes and October 1st for school taxes.

Town and County taxes are levied on January 1st, and are due in two installments, 50% on January 1st and 50% on July 1st, payable without penalty to February 10th and August 10th, respectively. Penalties are imposed thereafter at the rate of 1% per month from January 1st and July 1st until August 31st, after which taxes are payable to the County Treasurer. The Town retains the total amount of Town, Highway and Town Special Districts levies from the amount collected, and forwards the balance collected to the County which assumes collection responsibility. The Town and Town's Special Districts therefore realize annually the 100% collection of real property taxes.

Accounts receivable includes restored taxes from prior tax rolls received within 60 days of year-end.

School District property taxes are levied on October 1st, and are also payable in two installments; however, a separate tax bill is sent out for school tax purposes. School property taxes are due in two installments, 50% on October 1st and 50% on April 1st payable without penalty to November 10th and May 10th, respectively. The County is also responsible for uncollected school taxes.

12. Benefits

Eligible Town employees participate in the New York State and Local Employees' Retirement System ("System").

Full-time town employees may choose to participate in the Town's elective deferred compensation plans established under Internal Revenue Code Section 457.

In addition to providing pension benefits, the Town provides health insurance coverage and survivor benefits for retired employees and their survivors. Town's employees may become eligible for these benefits if they reach normal retirement age with at least five or ten consecutive years of service while working for the Town.

Health care benefits in accordance with New York State Health Insurance Rules and Regulations (administered by the New York State Department of Civil Service), are provided through the New York State Empire Plan ("Empire Plan") whose premiums are based on the benefits paid throughout the State during the year.

The Town recognizes the cost of providing benefits by recording its share of insurance premiums as an expenditure in the year paid. The Town's union contracts and ordinances require that it provide its eligible enrollees with the Empire Plan benefit coverage, or if another provider is utilized, the equivalent coverage. Under the provisions of the Empire Plan, premiums are adjusted on a prospective basis for any losses experienced by the Empire Plan. The Town has the option to terminate its participation in the Empire Plan at any time without liability for its respective share of any previously incurred loss. The liability for the other postemployment benefits payable is recorded as a non-current liability in the government-wide statements.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Equity (continued)

13. Length of Service Award Program (“LOSAP”) Liabilities

The Town jointly sponsors LOSAPs, defined benefit service award programs, for its volunteer firefighters of two different fire protection districts and is the sole sponsor of one program. The two programs have multiple sponsors all of whom are legally responsible for annual contributions to the program, as such this is considered a special funding situation. All three programs are administered through a trust. Payments under the program are made from the general assets of the sponsors.

The trusts do not meet the criteria of GASB Statement No. 73, paragraph 4 because the assets are not protected from the Town’s creditors. Accordingly, the Town reports its proportionate share of the total LOSAP service award liabilities which have been measured at the actuarial present value of projected benefit payments without offset from the trust assets.

The portions of the LOSAP programs that the Town manages for the co-sponsors of the joint plans are reported in the Co-Sponsor LOSAP Custodial Fund.

14. Compensated Absences

The liability for vested or accumulated vacation, sick leave or compensatory time (compensated absences) is recorded as current and non-current obligations in the government-wide statements. The current portion of this debt is estimated based on historical trends or expected payouts. Compensated absence liability and expense are reported in the governmental funds only if they have matured, for example, as a result of employee resignation and retirements.

The amount that is expected to be liquidated with expendable available financial resources is reported in the funds statement of the respective fund that will pay it.

15. Net Position and Fund Equity Classifications

In the government-wide financial statements, equity is classified as net position and displayed in three components:

- a) Net investment in capital assets – Consists of capital assets, net of accumulated depreciation/amortization and reduced by the outstanding balances of any bonds, notes, or other debt that are attributable to the acquisition, construction, or improvement of those assets, including related accounts payable / retainage payable in the government-wide financial statements. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position. Debt outstanding is reduced by unspent proceeds determined for each capital project by authorization and increased by unamortized premiums on capital debt.
- b) Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c) Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Equity (continued)

15. Net Position and Fund Equity Classifications (continued)

In the fund financials statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources; they are 1) nonspendable, 2) restricted, 3) committed, 4) assigned, or 5) unassigned.

- 1) Nonspendable fund balance includes amounts that cannot be spent because they are either (a) not in spendable form (i.e. prepaid items or inventories), (b) will not convert to cash within the current period (i.e. long-term receivables and financial assets held for resale), or (c) legally or contractually required to be maintained intact (i.e. the principal of a permanent fund).

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

- 2) Restricted fund balance reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws and regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
- 3) Committed fund balance reflects amounts that can only be used for specific purposes by a government using its highest and most binding level of decision-making authority. The Town's highest decision-making authority is the Town Board, who by adoption of a Town ordinance prior to year-end, can commit fund balance. Those committed amounts cannot be used for any other purpose unless the Town Board removes or changes the specified use by taking the same type of action imposing the commitment.
- 4) Assigned fund balance reflects the amounts constrained by the Town's "intent" to be used for specific purposes but are neither restricted nor committed. The Town Board has the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.
- 5) Unassigned fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, and then unrestricted resources – committed, assigned and unassigned - in order as needed.

16. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded for budgetary control purpose, is employed in the governmental funds. Encumbrances are reported as restrictions, commitments, or assignments of fund balances since they do not constitute expenditures or liabilities. Expenditures for such commitments are recorded in the period in which the liability is incurred.

17. Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources, the disclosure of contingent assets and liabilities, and the reported revenues and expenditures/expenses. Actual results could differ from those estimates.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Fund Equity (continued)

18. New Pronouncements

The Town has adopted all of the current Statements of the Governmental Accounting Standards Board (“GASB”) that are applicable. During the year ended December 31, 2021, the statement that had an impact on the Town’s financial statement was:

Statement No. 98, “*The Annual Comprehensive Financial Report*”. The Town has renamed this report to conform with the new guidance.

19. Subsequent Events

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through June 27, 2022, the date of the independent auditor’s report, which is the date the financial statements were available to be issued.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

The Town follows the procedures enumerated below in establishing the budgetary data reflected in the financial statements:

- a) On or before September 20th, each department, officer or district submits to the Budget Officer and to the Comptroller a detailed estimate of the budget known as “departmental estimates” for the amount of revenue to be received and expenditures to be made for the ensuing year.
- b) On or before September 30th, the Budget Officer files with the Town Clerk and the Comptroller and presents to the Town Board a tentative budget for the ensuing year.
- c) On or before October 5th, the Town Board reviews the tentative budget and files with the Town Clerk a preliminary budget.
- d) The Town Board conducts a public hearing on the preliminary budget and on or before November 20th the Town Board meets to adopt the budget now known as the “annual budget”.
- e) Formal budgetary integration is employed during the year as a management control device for the General, certain Special Revenue and Debt Service Funds. The Town Board adopts the budget and establishes the legal level of control of the budget at the object level of expenditures. The object level identifies expenditures by the article purchased or service obtained in order to carry out a function. All budgetary amendments and transfers of appropriations require Town Board approval. Appropriations for all governmental funds except the Capital Projects Fund lapse at year end.
- f) Budgets for the General, Debt Service, and Special Revenue Funds exclusive of the Special Grant Fund, are legally adopted for each year. The budgets are adopted on a basis of accounting consistent with GAAP. Appropriations authorized for the current year are increased by the amount of encumbrances carried forward from the prior years. In the event that actual revenues received exceed budgeted amounts, additional budgetary appropriations are made. The Capital Projects and Special Grant Funds are budgeted on a project or grant basis, respectively.
- g) In order to show the full legal level of budgetary compliance for the General and certain special revenue funds detailed individual schedules of Revenue, Expenditure and Changes in Fund Balance – Budget and Actual are presented in a separate Budget Report [Town Comptroller – Town of Oyster Bay \(oysterbaytown.com\)](https://www.oysterbaytown.com).

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (continued)

A. Budgetary Information (continued)

h) In June 2011, New York State enacted Chapter 97, Laws of 2011 Real Property Tax Levy Cap and Mandate Relief Provisions, which includes a 2.00% property tax cap for municipalities, however, there are permitted exceptions and adjustments that can increase the property tax cap percentage. Beginning in 2012, no local government is authorized to increase its property tax levy by more than the calculated property tax cap; however, local governments can exceed the property tax cap limit by a 60% vote of the governing body and annually adopting a local law.

The 2021 budget included no increase in real property tax revenue from the prior year for the Town's overall governmental activities.

B. Fund Balance (Deficit)

The fund balance section of the balance sheets of the governmental funds focus on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in the fund can be spent. The components of fund balance include the following items, as needed: (1) nonspendable, (2) restricted, (3) committed, (4) assigned, or (5) unassigned.

The following table provides the detail regarding fund balance categories and classifications for the governmental funds which show components of nonspendable fund balances, as well as the purposes for restricted, and assigned fund balance. The unassigned fund balance is also shown.

	General Fund	Highway Fund	Garbage Collection Districts Fund	Solid Waste Disposal District Fund	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Total
Fund Balances:								
Nonspendable:								
Long-term receivables	\$ 286,051							\$ 286,051
Inventory	2,817,744	\$ 1,177,797					\$ 250,647	4,246,188
Total Nonspendable	3,103,795	1,177,797	\$ -0-	\$ -0-	\$ -0-	\$ -0-	250,647	4,532,239
Restricted for:								
Debt service	4,546,185	1,228,667	19,047	16,858	100,628		144,033	6,055,418
Capital projects						24,875,780		24,875,780
LOSAP							8,244,205	8,244,205
Grantor restrictions	3,781						975,837	979,618
Long-term receivables						1,507,137		1,507,137
Total Restricted	4,549,966	1,228,667	19,047	16,858	100,628	26,382,917	9,364,075	41,662,158
Assigned to:								
Purchases on order:								
General	322,524							322,524
Highway		24,400						24,400
Garbage collection districts			105,487					105,487
Solid waste disposal				4,162				4,162
Town outside village							9,061	9,061
Drainage district							910	910
Park districts							500	500
Lighting district							3,900	3,900
Public parking district							52,815	52,815
General fund:								
Insurance	2,392,858							2,392,858
Special revenue funds:								
Highway		12,046,723						12,046,723
Garbage collection districts			6,345,466					6,345,466
Solid waste disposal				1,749,507				1,749,507
Town outside village							1,588,506	1,588,506
Drainage district							558,682	558,682
Park districts							2,397,684	2,397,684
Fire protection districts							331,711	331,711
Lighting district							744,267	744,267
Public parking district							2,287,065	2,287,065
Water districts							24,732	24,732
Total Assigned	2,715,382	12,071,123	6,450,953	1,753,669	-0-	-0-	7,999,833	30,990,960
Unassigned, reported in								
General	11,415,700							11,415,700
Capital projects						(30,516,716)		(30,516,716)
Total Unassigned	11,415,700	-0-	-0-	-0-	-0-	(30,516,716)	-0-	(19,101,016)
Total Fund Balances (Deficits)	\$ 21,784,843	\$ 14,477,587	\$ 6,470,000	\$ 1,770,527	\$ 100,628	\$ (4,133,799)	\$ 17,614,555	\$ 58,084,341

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (continued)

C. Deficit Fund Equity

Individually budgeted sub-funds reported within the non-major Park Districts Fund had deficit fund balances at December 31, 2021 as follows:

Park District	Fund Deficit
Glenwood-Glen Head	\$ 593,716
Massapequa	615,286
Oyster Bay	1,345,168
Syosset	912,722
	\$ 3,466,892

The Town anticipates eliminating these deficits through careful monitoring of expenditures combined with increases to program revenue, allowing for increases in shared local governmental assistance and increases in property taxes where necessary.

D. Reclassifications

Certain reclassifications to prior year amounts were made to conform with the current year presentation.

3. DETAILED NOTES ON ALL FUNDS

A. Cash and Investments

Cash consists of funds deposited in demand accounts, time deposit accounts.

The Town's investments are governed by a formal investment policy. The Town's monies must be deposited in FDIC-insured commercial banks or trust companies located within the state. The Town is authorized to use demand accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury, U.S. Agencies and investments made by the Cooperative Liquid Asset Security System ("CLASS").

Cash and investments of the primary government consist of the following:

	Governmental Funds	Fiduciary Funds	
		Co-Sponsor Custodial Fund	Receiver of Taxes Custodial Funds
Cash:			
Demand Deposits	\$ 164,859,633		\$ 95,667,575
Money Market	42,569,027		
Cash on Hand:			
Petty Cash	10,311		
Total Cash	207,438,971	\$ -0-	95,667,575
Investments:			
Length of Service Award	8,244,205	3,782,461	
	\$ 215,683,176	\$ 3,782,461	\$ 95,667,575

It is the Town's policy to require collateral held in the name of the Town for demand deposits, money market deposits and certificates of deposit for all deposits not covered by the Federal Deposit Insurance Corporation. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of the State and its municipalities and school districts.

Custodial Credit Risk – Deposits / Investments – Custodial credit risk for deposits exists when, in the event of the failure of a depository financial institution, a government may be unable to recover deposits, or recover collateral securities that are in possession of an outside agency. Custodial credit risk for investments exists when, in the event of the failure of the counterparty, a government will not be able to recover the value of its investments or collateral securities that are in possession of an outside party.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

A. Cash and Investments (continued)

Deposits are to be disclosed as exposed to custodial credit risk if they are not covered by depository insurance, and the deposits are either:

- Uncollateralized
- Collateralized with securities held by the pledging financial institution, or
- Collateralized with securities held by the pledging financial institution's trust department or agent but not in the Town's name

At December 31, 2021, the Town's bank deposit balances were \$306,977,185. Of these balances, \$104,401,313 was covered by the Federal Deposit Insurance Corporation, \$99,012,140 was covered by irrevocable stand-by letters of credit issued by the Federal Home Loan Bank, which were held by the pledging financial institutions in the Town's name, \$103,493,138 was covered by collateral held by the Town's agents, third-party financial institutions, in the Town's name, \$70,594 was collateralized with securities held by the pledging financial institution, or its trust, in the name of the Town.

As of December 31, 2021, the Town of Oyster Bay did not have any investments subject to credit risk, interest-rate risk or concentration of credit risk.

At December 31, 2021, the Town's component units' bank deposit balances were \$95,901,367. Of these balances, \$26,148,758 was covered by Federal Deposit Insurance Corporation, \$46,362,983 was covered by irrevocable stand-by letters of credit issued by the Federal Home Loan Bank, \$20,740,267 was covered by collateral held by the component units' agents, third-party financial institutions, in the component unit's name, \$2,649,359 was collateralized with securities held by the pledging financial institution, or its trust, in the name of the component unit.

In addition, the Town's component units had investments in CLASS, consisting of U.S. treasury obligations and repurchase agreements relating to Treasury obligations and repurchase agreements relating to treasury obligations totaling \$30,869. Investments are stated at cost, which approximates market value. CLASS was established as a cooperative investment arrangement organized under the CLASS Municipal Cooperation Agreement made pursuant to New York General Municipal Law, Article 3A and 5-G. The pool is not registered with the SEC and is overseen by an elected Governing Board. The fair value of the component units' position in the pool is the same as the value of pool shares. Cost of the shares is considered to approximate market value. The investments are highly liquid and considered to be cash equivalents. Additional information concerning the cooperative is presented in the annual report of the New York CLASS, which can be found on its website at <https://www.newyorkclass.org>.

Restricted Length of Service Award Program Investments

The Town contributes monies to two length of service award programs ("LOSAP"), as a non-employer contributing entity through joint sponsorship intermunicipal agreements, they are also a sole sponsor of one LOSAP. The funds are set-a-side for LOSAP retirement-like benefits for those volunteering time and services pertaining to firefighting services, in accordance with the Program Plan Documents. The funds are managed by an administrator, designated by the joint sponsoring boards. The administrator maintains the investments in a group benefit trust that are invested by Empower Retirement (formerly Mass Mutual) in their general investment account. The underlying investments are in group annuity contracts and are reported at contract value.

The Town's proportionate share and full share of the sole sponsored program of the LOSAP investments are reported in the Fire Protection District Fund and are included in the schedule of cash and investments on the previous page under the governmental funds. The Co-Sponsor Custodial Fund contains the proportionate share of the other sponsoring municipalities. See Note 3.F for more information on the programs.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

B. Interfund Receivables, Payables and Transfers

There were no Interfund receivable and payable balances for the Town at December 31, 2021.

Interfund transfer balances for the Town at December 31, 2021 represent primarily the payment of the general obligation bond and bond anticipation note principal and interest and capital project funding and are stated as follows:

	Transfers In	Transfers Out
Major Funds:		
General Fund	\$ 435,110	\$ 27,917,696
Highway Fund	525,585	17,352,353
Garbage Collection Districts	4,606	6,624,512
Solid Waste Disposal District	15,400	4,051,366
Debt Service Fund	72,204,586	1,107,232
Capital Projects Fund	181,347	7,343,547
Total Major Funds	73,366,634	64,396,706
Nonmajor Funds:		
Town Outside Village Fund	293	424,298
Special Grants	64,575	
Drainage District	569	117,042
Park Districts	18,762	3,755,068
Fire Protection Districts		
Lighting District	6,300	332,251
Public Parking District	100,606	4,532,374
Total Nonmajor Funds	191,105	9,161,033
Total	\$ 73,557,739	\$ 73,557,739

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TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

C. Capital Assets

	Balance 1/1/21	Additions/ Reclassifications	Deletions/ Reclassifications	Balance 12/31/21
Primary Government				
Capital assets not being depreciated:				
Land	\$ 116,512,327	\$ 13,851,175		\$ 130,363,502
Development rights	1,306,296			1,306,296
Construction in progress	3,341,582	8,779,754	\$ 7,893,640	4,227,696
Total Capital Assets Not Being Depreciated	121,160,205	22,630,929	7,893,640	135,897,494
Depreciable capital assets:				
Land rights	9,296,520			9,296,520
Buildings	171,617,478	3,860,630		175,478,108
Improvements other than buildings	522,436,711	10,246,686		532,683,397
Machinery and equipment	102,886,702	6,664,759	4,728,801	104,822,660
Software	27,239,143	489,934		27,729,077
Infrastructure:				
Roads, curbs and sidewalks	459,689,495	21,349,882		481,039,377
Drainage system	180,386,218	2,657,043		183,043,261
Lighting system	23,194,821			23,194,821
Total Depreciable Capital Assets	1,496,747,088	45,268,934	4,728,801	1,537,287,221
Less accumulated depreciation:				
Land rights	7,095,398	486,293		7,581,691
Buildings	60,419,835	4,034,539		64,454,374
Improvements other than buildings	365,487,067	17,219,675		382,706,742
Machinery and equipment	81,714,078	4,831,270	4,709,102	81,836,246
Software	20,364,409	2,167,567		22,531,976
Infrastructure:				
Roads, curbs and sidewalks	272,411,279	20,261,955		292,673,234
Drainage system	173,794,770	680,355		174,475,125
Lighting system	18,764,626	371,872		19,136,498
Total Accumulated Depreciation	\$ 1,000,051,462	\$ 50,053,526	\$ 4,709,102	1,045,395,886
Total Net Depreciable Capital Assets				491,891,335
Total Net Capital Assets				\$ 627,788,829
Depreciation expense was charged to governmental functions as follows:				
General government support				\$ 4,855,988
Public safety				272,541
Transportation				24,541,845
Economic assistance and opportunity				4,322
Culture and recreation				16,382,885
Home and community services				3,995,945
Total Governmental Activities Depreciation Expense				\$ 50,053,526

The Town of Oyster Bay evaluates prominent events or changes in circumstances affecting capital assets to determine whether impairment of a capital asset has occurred. The Town's policy is to record an impairment loss in the period when the Town determines that the carrying amount of the asset will not be recoverable.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

C. Capital Assets (continued)

	(As Restated)			
	Balance	Additions/	Deletions/	Balance
	1/1/21	Reclassifications	Reclassifications	12/31/21
Discretely Presented Component Units				
Capital assets not being depreciated:				
Land	\$ 6,170,938	\$ 54,856		\$ 6,225,794
Construction in progress	78,707,122	43,317,763	\$ 44,193,087	77,831,798
Total Capital Assets Not Being Depreciated	84,878,060	43,372,619	44,193,087	84,057,592
Depreciable capital assets:				
Buildings	74,663,529	871,577	7,309,641	68,225,465
Improvements other than buildings	138,362,308	21,265,001	1,040,200	158,587,109
Machinery and equipment	69,662,662	13,898,347	1,257,502	82,303,507
Software	232,104	1,732		233,836
Infrastructure:				
Water mains	105,072,086	18,690,948		123,763,034
Sewer system	1,524,942			1,524,942
Total Depreciable Capital Assets	389,517,631	54,727,605	9,607,343	434,637,893
Less accumulated depreciation:				
Buildings	27,626,352	6,291,267	7,309,641	26,607,978
Improvements other than buildings	54,797,701	5,123,417	596,441	59,324,677
Machinery and equipment	36,820,126	3,505,227	1,257,502	39,067,851
Software	106,368	32,059		138,427
Infrastructure:				
Water mains	49,487,219	1,548,105		51,035,324
Sewer system	998,097	21,542		1,019,639
Total Accumulated Depreciation	\$ 169,835,863	\$ 16,521,617	\$ 9,163,584	177,193,896
Total Net Depreciable Capital Assets				257,443,997
Total Net Capital Assets				\$ 341,501,589
Depreciation expense was charged to discretely presented component units as follows:				
Home and community services				\$ 16,521,617

D. Indebtedness

Short-term Debt

Bond Anticipation Notes (“BANs”) – Bond anticipation notes (“BANs”) are generally used as a temporary means of financing capital expenditures 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. Generally the notes or renewal thereof may not extend more than two years beyond the original date of issue unless a portion is redeemed within two years and within each 12-month period thereafter. BANs are expected to be paid from the proceeds of future bond issues after renewal of these notes. BANs that were issued and have not been renewed or converted to bonds as of the release of the financial statements were considered short-term and are included in the Capital Projects Fund of the Town or of component unit, as applicable. The remainder of the notes are considered long-term and are reported in the government-wide Statement of Net Position. See Note 7 for more details.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

D. Indebtedness (continued)

Short-term Debt (continued)

				<u>Bond Anticipation Notes Short-Term</u>			
				Balance	New		
				1/1/21	Issue	Redeemed	Balance
Series	Rate	Maturity					12/31/21
Primary Government:							
Bond Anticipation Notes August 2020 Series C	4.00%	August 2021	\$ 39,620,000			\$ 39,620,000	\$ -0-
Bond Anticipation Notes August 2021 Series B	2.00% - 3.00%	August 2022		\$ 54,485,000			54,485,000
Total Primary Government			39,620,000	54,485,000		39,620,000	54,485,000
Component Units:							
Water District Notes March 2021 Series A	2.00%	March 2022		830,000			830,000
Total Bond Anticipation Notes Short-Term			\$ 39,620,000	\$ 55,315,000		\$ 39,620,000	\$ 55,315,000

				<u>Bond Anticipation Notes Long-Term</u>			
				Balance	New		
				1/1/21	Issue	Redeemed	Balance
Series	Rate	Maturity					12/31/21
Primary Government:							
Bond Anticipation Notes March 2020 Series A	2.00%	March 2021	\$ 80,695,000			\$ 80,695,000	\$ -0-
Total Primary Government			80,695,000	-0-		80,695,000	-0-
Component Units:							
Water District Notes March 2021 Series A	2.00%	March 2022	80,189,534	\$ 28,595,000		661,667	108,122,867
Total Component Units			80,189,534	28,595,000		661,667	108,122,867
Total Bond Anticipation Notes Long-Term			\$ 160,884,534	\$ 28,595,000		\$ 81,356,667	\$ 108,122,867

BANs issued March 2020 were redeemed in 2021 with a paydown of \$8,140,000 from available funds and proceeds from a new bond issue of \$72,350,000 and a premium of \$205,000. These long-term BANs repayments were converted to bonds payable, inclusive of premiums in the Statement of Net Position.

BANs issued August 2020 were redeemed in 2021 with proceeds from a new bond issue of \$36,065,000 and a premium of \$3,555,000, which were reported in the Capital Projects Fund as other financing sources.

Revenue Anticipation Notes (“RANs”) – These notes would be issued as a temporary means of financing a cash flow shortfall in the General Fund. There were no RANs issued or outstanding in 2021.

Tax Anticipation Notes (“TANs”) – These notes would be issued as a temporary means of financing a cash flow shortfall in various funds. There were no TANs issued or outstanding in 2021.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

D. Indebtedness (continued)

Long-term Debt

Summary of changes in long-term debt transactions for the year ended December 31, 2021 is as follows:

	Balance			Balance 12/31/21	Non-current liabilities due	
	1/1/21	Increases	Reductions		within one year	more than one year
Primary Government:						
General obligation bonds payable	\$ 478,016,446	\$ 180,189,729	\$ 136,448,491	\$ 521,757,684	\$ 56,106,340	\$ 465,651,344
Plus premiums on issuance	13,776,324	13,467,282	5,107,961	22,135,645	3,917,465	18,218,180
Total General Obligation Bonds	491,792,770	193,657,011	141,556,452	543,893,329	60,023,805	483,869,524
Bond anticipation notes long-term	80,695,000		80,695,000			
Due to Employees' Retirement System	14,364,901		2,577,421	11,787,480	2,664,258	9,123,222
Compensated absences	27,274,898	3,121,904	3,941,873	26,454,929	1,322,745	25,132,184
Claims and judgments payable	24,286,912	5,636,044	5,861,001	24,061,955	6,418,841	17,643,114
Other litigation payable	196,000			196,000	196,000	
Estimated liability for landfill closure and post-closure care costs	2,100,000	724,000	384,000	2,440,000	370,000	2,070,000
Retirement incentive payable	1,774,000		1,660,666	113,334	56,667	56,667
Capital lease payable	55,855		22,342	33,513	22,342	11,171
Other postemployment benefits payable	558,778,764	144,544,346	14,935,728	688,387,382		688,387,382
LOSAP liability - proportionate share	15,640,357	1,787,797	289,969	17,138,185		17,138,185
Net pension liability - proportionate share	74,081,920	12,431,267	86,258,491	254,696		254,696
Total Non-Current Liabilities	\$ 1,291,041,377	\$ 361,902,369	\$ 338,182,943	\$ 1,314,760,803	\$ 71,074,658	\$ 1,243,686,145
Component Units:						
General obligation bonds payable	\$ 74,413,554	\$ 7,000,271	\$ 13,996,509	\$ 67,417,316	\$ 6,353,660	\$ 61,063,656
Plus premiums on issuance	135,367	946,013	181,238	900,142	208,635	691,507
Total General Obligation Bonds	74,548,921	7,946,284	14,177,747	68,317,458	6,562,295	61,755,163
Bond anticipation notes long-term	80,189,534	61,560,000	33,626,667	108,122,867	10,917,132	97,205,735
Compensated absences	4,412,663	748,806	1,010,653	4,150,816	493,235	3,657,581
Capital lease payable		48,513		48,513	15,479	33,034
Other postemployment benefits payable	86,938,703	22,789,498	2,752,460	106,975,741		106,975,741
Net pension liability - proportionate share	11,171,927	244,779	11,376,444	40,262		40,262
Other debt, inclusive of premiums	28,204,290		1,470,662	26,733,628	1,540,662	25,192,966
Total Non-Current Liabilities	\$ 285,466,038	\$ 93,337,880	\$ 64,414,633	\$ 314,389,285	\$ 19,528,803	\$ 294,860,482

General Obligation Bonds - The Town generally borrows money in order to acquire land or equipment or construct buildings and improvements. This enables the cost of these capital assets to be borne by the present and future taxpayers receiving the benefit of the capital assets. These long-term liabilities, are backed by the full faith and credit of the Town.

	Primary Government	Component Unit	Reporting Entity
<u>Bonds Issued</u>			
2021 Public Improvement Refunding	\$ 71,774,729	\$ 7,000,271	\$ 78,775,000
2021 Public Improvement, Series A	72,350,000		72,350,000
2021 Public Improvement, Series B	36,065,000		36,065,000
Total Bonds Issued	\$ 180,189,729	\$ 7,000,271	\$ 187,190,000
<u>Premium on Issuance</u>			
2021 Public Improvement Refunding	\$ 9,707,282	\$ 946,013	\$ 10,653,295
2021 Public Improvement, Series A	205,000		205,000
2021 Public Improvement, Series B	3,555,000		3,555,000
Total Premiums on Bonds Issued	\$ 13,467,282	\$ 946,013	\$ 14,413,295

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

D. Indebtedness (continued)

Long-term Debt (continued)

A summary of these bonds outstanding at year end by issue is as follows:

	Original Borrowing	Interest Rates	Final Maturity	Outstanding at Year End
<u>General Obligation Serial Bonds</u>				
2021 Public Improvement, Series B	\$ 36,065,000	2.00% - 3.00%	2034	\$ 36,065,000
2021 Public Improvement, Series A	72,350,000	2.00%	2035	72,350,000
2021 Public Improvement Refunding	78,775,000	2.00% - 4.00%	2028	78,775,000
2020 Federally Taxable (Settlement of Claims)	30,000,000	2.00% - 2.25%	2035	28,245,000
2020 Public Improvement Refunding	52,970,000	4.00%	2027	46,035,000
2019 Public Improvement Refunding	2,085,000	4.00%	2028	1,680,000
2018 Public Improvement, Series B	152,665,388	3.00% - 4.00%	2033	127,980,000
2018 Public Improvement Refunding	83,195,000	4.00% - 5.00%	2027	56,175,000
2018 Public Improvement, Series A	10,524,981	3.25% - 3.50%	2033	8,960,000
2016 Federally Taxable (Retirement Incentive)	4,900,000	6.00%	2022	930,000
2014 Public Improvement	170,490,000	3.25% - 4.00%	2031	110,460,000
2014 Public Improvement Refunding, Series B	40,750,000	5.00%	2024	15,225,000
2014 Public Improvement Refunding, Series A	28,680,000	2.75% - 5.00%	2028	2,830,000
New York State Environmental Facilities Corporation, Series 2013B	3,281,379	2.93% - 4.76%	2043	2,535,000
2013 Federally Taxable (Separation of Employment)	7,500,000	2.88%	2022	930,000
	<u>\$ 774,231,748</u>			<u>\$ 589,175,000</u>

A summary of bond activity for the year by purpose is as follows:

	Balance 1/1/21	Issued	Redeemed	Balance 12/31/21
Primary Government:				
General Fund	\$ 217,386,192	\$ 74,589,380	\$ 71,730,793	\$ 220,244,779
Highway Fund	165,886,416	58,493,751	33,713,040	190,667,127
Garbage Collection Districts	17,372,338	6,881,946	6,946,711	17,307,573
Solid Waste Disposal District	15,557,666	3,709,586	5,797,970	13,469,282
Town Outside Village Fund	2,479,272	392,690	593,677	2,278,285
Drainage District	628,306	330,241	209,841	748,706
Park Districts	25,166,148	8,291,045	7,019,902	26,437,291
Lighting District	2,032,791	2,178,742	537,085	3,674,448
Public Parking District	31,507,317	25,322,348	9,899,472	46,930,193
Total Primary Government	<u>478,016,446</u>	<u>180,189,729</u>	<u>136,448,491</u>	<u>521,757,684</u>
Component Units:				
Massapequa Water District	\$ 2,733,131	\$ 553,211	\$ 867,745	\$ 2,418,597
Plainview Water District	11,632,608	2,915,000	4,378,226	10,169,382
Locust Valley Water District	9,655,000	1,035,000	1,860,000	8,830,000
Oyster Bay Water District	3,413,459	871,060	1,382,700	2,901,819
Jericho Water District	11,649,000	937,000	1,886,000	10,700,000
So. Farmingdale Water District	14,432,847		1,167,403	13,265,444
Bethpage Water District	19,805,000	689,000	2,202,000	18,292,000
Oyster Bay Sewer District	1,092,509		252,435	840,074
Total Component Units	<u>74,413,554</u>	<u>7,000,271</u>	<u>13,996,509</u>	<u>67,417,316</u>
Total General Obligation Bonds	<u>\$ 552,430,000</u>	<u>\$ 187,190,000</u>	<u>\$ 150,445,000</u>	<u>\$ 589,175,000</u>

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

D. Indebtedness (continued)

Long-term Debt (continued)

General Obligation Bonds (continued)

Future principal and interest payments to maturity for the primary government is as follows:

	Principal	Interest	Total Principal and Interest
For years ending December 31, 2022	\$ 56,106,340	\$ 17,603,859	\$ 73,710,199
2023	55,758,558	14,952,045	70,710,603
2024	57,882,691	12,891,949	70,774,640
2025	54,718,247	10,801,393	65,519,640
2026	56,533,894	8,885,529	65,419,423
2027 - 2031	177,349,954	22,791,097	200,141,051
2032 - 2036	62,468,000	2,932,538	65,400,538
2037 - 2041	655,000	73,232	728,232
2042 - 2043	285,000	6,837	291,837
Totals	\$ 521,757,684	\$ 90,938,479	\$ 612,696,163

Future principal and interest payments to maturity for the component units is as follows:

	Principal	Interest	Total Principal and Interest
For years ending December 31, 2022	\$ 6,353,660	\$ 2,313,299	\$ 8,666,959
2023	6,391,442	2,098,843	8,490,285
2024	6,622,309	1,871,697	8,494,006
2025	6,446,753	1,638,933	8,085,686
2026	6,636,106	1,415,293	8,051,399
2027 - 2031	28,870,046	3,819,619	32,689,665
2032 - 2033	6,097,000	232,630	6,329,630
Totals	\$ 67,417,316	\$ 13,390,314	\$ 80,807,630

Current Refunding of Bonds

On February 3, 2021, the Town issued \$78,775,000 in Public Improvement Refunding Bonds for the Town and its component units with interest rates ranging from 2% to 4% and annual maturities beginning March 1, 2022 through March 2028. Of the \$78,775,000 issued, \$71,744,729 was for the refunding of general Town debt and \$7,000,271 was for the refunding of component unit debt.

The net proceeds of \$88,654,521 (the par amount of the bonds plus a premium of \$10,653,295 less underwriter's fees, insurance and other issuance costs of \$773,774) were used to current refund \$7,780,000 of outstanding 2011 Series A Public Improvement Refunding (Serial) Bonds, with interest rates of 4% and \$79,335,000 of outstanding 2014 Series A Public Improvement Serial Bonds with interest rates of 3% to 4%. Of the net proceeds, \$80,776,949 was related to general Town purposes and \$7,877,572 was related to component units.

The net proceeds were used to pay \$87,115,000 of outstanding principal and \$1,539,521 of accrued interest.

The current refunding was done in order to reduce debt payments in the short-term. The refunding decreased total debt service payments by \$9,884,086, of which \$9,012,387 related to the Town and \$871,699 related to component unit. The overall transaction resulted in an economic gain (the difference between the present value of the debt service payments on the old and new debt) of \$9,687,033 of which \$8,826,825 related to the Town and \$860,208 related to component units.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

D. Indebtedness (continued)

Capital Lease Obligations

In 2018, the Town entered into a capital lease agreement to finance the acquisition of two digital presses and related equipment. The amount financed was \$111,711 and is to be repaid by the General Fund over 60 months, with monthly payments of \$1,862. The lease has an interest rate of 0%.

The equipment and related accumulated depreciation under capital lease is as follows:

Equipment	\$	111,711
Less: accumulated depreciation		44,684
Net Value	\$	67,027

Future principal payments to maturity are as follows:

		Principal
For years ending December 31,	2022	\$ 22,342
	2023	11,171
Totals		\$ 33,513

Other Long-Term Liabilities - Liabilities for claims and judgments payable and landfill closure and post-closure care costs are liquidated through future budgetary appropriations in the General Fund. The liabilities for due to Employees' Retirement System, compensated absences, other litigation payable, retirement incentive payable, other postemployment benefits payable, length of service award program liability – proportionate share, and net pension liability-proportionate share are liquidated through future budgetary appropriations in the funds that gave rise to the liability.

Other Debt, inclusive of premiums

One of the Town's Hicksville Water District has issued serial bonds not guaranteed by the Town to finance improvements to that district. The outstanding serial bonds of \$26,733,628, inclusive of premiums of \$768,628 have been included under the caption "Other debt, inclusive of premiums" because the Town does not bear any responsibility with respect to this debt in its repayment.

E. Retirement System

Plan Description

The Town of Oyster Bay participates in the New York State and Local Employees' Retirement System ("ERS" or "System"). This is a cost-sharing, multiple-employer defined benefit pension plan. The net position of the System is held in the New York State Common Retirement Fund ("Fund"), which was established to hold all assets and record changes in fiduciary net position allocated to the System. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the System. The Comptroller is an elected official determined in a direct statewide election and serves a four-year term.

The external advisory committees appointed by the Comptroller meet periodically throughout the year and provide independent, expert assistance in guiding the Fund. These committees include: the Advisory Council for the Retirement System; the Investment Advisory Committee; the Real Estate Advisory Committee; the Actuarial Advisory Committee and the Audit Advisory Committee.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

E. Retirement System (continued)

Plan Description (continued)

System benefits are established under the provisions of the New York State Retirement and Social Security Law ("RSSL"). 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. Generally, members of the System are employees of the State and its municipalities, other than New York City. The Town also participates in the Public Employees' Group Life Insurance Plan ("GLIP"), which provides death benefits in the form of life insurance. In the Fund statements, GLIP amounts are apportioned to and included in ERS. The System is included in the State's financial report as a pension trust fund. That report may be found at www.osc.state.ny.us/retire/about_us/financial_statements_index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244-0001.

Obligation of employers and employees to contribute and benefits to employees are governed by the RSSL. The Comptroller shall adopt and may amend rules and regulations for the administration and transaction of the business of the System and for the custody and control of their funds.

Vesting

Members who joined the System prior to January 1, 2010 need five years of service to be 100 percent vested. Members who joined on or after January 1, 2010 require ten years of service credit to be 100 percent vested.

Benefits Provided

The System provides retirement benefits as well as death and disability benefits.

Tiers 1 and 2

Eligibility: Tier 1 members, with the exception of those retiring under special retirement plans, must be at least age 55 to be eligible to collect a retirement benefit. There is no minimum service requirement. Tier 2 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. The age at which full benefits may be collected for Tier 1 and Tier 2, is 55 and 62, respectively.

Benefit calculation: Generally, the benefit is 1.67% of final average salary for each year of service if the member retires with less than 20 years. If the member retires with 20 or more years of service, the benefit is 2% of final average salary for each year of service. Tier 2 members with five or more years of service can retire as early as age 55 with reduced benefits. Tier 2 members age 55 or older with 30 or more years of service can retire with no reduction in benefits. As a result of Article 19 of the RSSL, Tier 1 and Tier 2 members who worked continuously from April 1, 1999 through October 1, 2000 received an additional month of service credit for each year of credited service they have at retirement, up to a maximum of 24 additional months.

Final average salary is the average of the wages earned in the three highest consecutive years of employment. For Tier 1 members who joined on or after June 17, 1971, each year's compensation used in the final average salary calculation is limited to no more than 20% greater than the previous year. For Tier 2 members, each year of final average salary is limited to no more than 20% greater than the average of the previous two years.

Tiers 3, 4 and 5

Eligibility: Tier 3 and Tier 4 members, with the exception of those retiring under special retirement plans, must have five years of service and be at least age 55 to be eligible to collect a retirement benefit. Tier 5 members, with the exception of those retiring under special retirement plans, must have ten years of service and be at least 55 to be eligible to collect a retirement benefit. The full benefit age for Tiers 3, 4 and 5 is 62.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

E. Retirement System (continued)

Benefits Provided (continued)

Tier 3, 4 and 5 (continued)

Benefit calculation: Generally, the benefit is 1.67% of final average salary for each year of service if the member retires with less than 20 years. If a member retires with between 20 and 30 years of service, the benefit is 2% of final average salary for each year of service. If a member retires with more than 30 years of service, an additional benefit of 1.5% of final average salary is applied for each year of service over 30 years. Tier 3 and Tier 4 members with five or more years of service and Tier 5 members with ten or more years of service can retire as early as age 55 with reduced benefits. Tier 3 and Tier 4 members age 55 or older with 30 or more years of service can retire with no reduction in benefits.

Final average salary is the average of the wages earned in the three highest consecutive years of employment. For Tiers 3, 4 and 5 members, each year's compensation used in the final average salary calculation is limited to no more than 10% greater than the average of the previous two years.

Tier 6

Eligibility: Tier 6 members, with the exception of those retiring under special retirement plans, must have ten years of service and be at least age 55 to be eligible to collect a retirement benefit. The full benefit age for Tier 6 members is age 63 for System members.

Benefit calculation: Generally, the benefit is 1.67% of final average salary for each year of service if the member retires with less than 20 years. If a member retires with 20 years of service, the benefit is 1.75% of final average salary for each year of service. If a member retires with more than 20 years of service, an additional benefit of 2% of final average salary is applied for each year of service over 20 years. Tier 6 members with ten or more years of service can retire as early as age 55 with reduced benefits.

Final average salary is the average of the wages earned in the five highest consecutive years of employment. For Tier 6 members, each year's compensation used in the final average salary calculation is limited to no more than 10% greater than the average of the previous four years.

Disability Retirement Benefits

Disability retirement benefits are available to members unable to perform their job duties because of permanent physical or mental incapacity. There are three general types of disability benefits: ordinary, performance of duty, and accidental disability benefits. Eligibility, benefit amounts, and other rules such as any offsets of other benefits depend on a member's tier, years of service, and plan.

Ordinary Death Benefits

Death benefits are payable upon the death, before retirement, of a member who meets eligibility requirements as set forth by law. The first \$50,000 of an ordinary death benefit is paid in the form of group term life insurance. The benefit is generally three times the member's annual salary. For most members, there is also a reduced post-retirement ordinary death benefit available.

Post-Retirement Benefit Increases

A cost-of-living adjustment is provided annually to: (i) all retirees who have attained age 62 and have been retired for five years; (ii) all retirees who have attained age 55 and have been retired for ten years; (iii) all disability retirees, regardless of age, who have been retired for five years; (iv) recipients of an accidental death benefit, regardless of age, who have been receiving such benefit for five years; and (v) the spouse of a deceased retiree receiving a lifetime benefit under an option elected by the retiree at retirement. An eligible spouse is entitled to one-half the cost-of-living adjustment amount that would have been paid to the retiree when the retiree would have met the eligibility criteria. This cost-of-living adjustment is a percentage of the annual retirement benefit of the eligible member as computed on a base benefit amount not to exceed \$18,000 of the annual retirement benefit. The cost-of-living percentage shall be 50% of the annual Consumer Price Index as published by the U.S. Bureau of Labor, but cannot be less than 1% or exceed 3%.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

E. Retirement System (continued)

Contributions

Generally, Tiers 3, 4 and 5 members must contribute 3% of their salary to the System. As a result of Article 19 of the RSSL, eligible Tiers 3 and 4 employees, with a membership date on or after July 27, 1976, who have ten or more years of membership or credited service with the System, are not required to contribute. Members cannot be required to begin making contributions or to make increased contributions beyond what was required when membership began. For Tier 6 members, the contribution rate varies from 3% to 6% depending on salary. Generally, Tiers 5 and 6 members are required to contribute for all years of service. Under the authority of the RSSL, the Comptroller shall certify annually the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the System's year ended March 31.

The actual contribution was \$13,460,979.

Retirement Amortizations and Incentives

Pursuant to Chapter 57 of the Laws of 2010, the New York State Legislature authorized local governments to amortize a portion of their retirement bill for 10 years. This law requires participating governments to make payments on a current basis, while amortizing existing unpaid amounts relating to the New York State and Local Employees' Retirement System's fiscal years when the local employer opts to participate in the program. Chapter 57 further provides that when contribution rates fall below legally specified levels and all outstanding amortizations have been paid, the Town will be required to pay additional moneys into a specific reserve fund which will be used to offset their contributions in the future. These reserve funds will be invested separately from pension assets. The Town's total deferred amount related to the 2011 fiscal year was \$3,703,672 and will be billed and paid over ten years beginning in 2013 and will include interest at 3.75%. During 2021, the Town paid \$418,953 toward this program and has a remaining liability at December 31, 2021 of \$434,665.

Pursuant to Chapter 57 of the Laws of 2010, the Town's total deferred amount related to the 2012 fiscal year was \$6,895,103 and will be billed and paid over ten years beginning in 2014 and will include interest at 3.00%. During 2021, the Town paid \$739,724 toward this program and has a remaining liability at December 31, 2021 of \$1,546,689.

Pursuant to Chapter 57 of the Laws of 2013, the New York State Legislature authorized local governments to amortize a portion of their retirement bill for 12 years. This law requires participating governments to make payments on a current basis, while amortizing existing unpaid amounts relating to the New York State and Local Employees' Retirement System's fiscal years when the local employer opts to participate in the program. The Town's total deferred amount related to the 2013 fiscal year was \$6,157,543 and will be billed and paid over twelve years beginning in 2015 and will include interest at 3.76%. During 2021, the Town paid \$518,468 toward this program and has a remaining liability at December 31, 2021 of \$2,899,832.

Pursuant to Chapter 57 of the Laws of 2013, the Town's total deferred amount related to the 2014 fiscal year was \$4,525,561 and will be billed and paid over twelve years beginning in 2016 and will include interest at 3.50%. During 2021, the Town paid \$368,098 toward this program and has a remaining liability at December 31, 2021 of \$2,495,483.

Pursuant to Chapter 57 of the Laws of 2013, the Town's total deferred amount related to the 2015 fiscal year was \$4,773,406 and will be billed and paid over twelve years beginning in 2017 and will include interest at 3.31%. During 2021, the Town paid \$376,438 toward this program and has a remaining liability at December 31, 2021 of \$3,008,023.

Pursuant to Chapter 57 of the Laws of 2013, the Town's total deferred amount related to the 2016 fiscal year was \$2,002,208 and will be billed and paid over twelve years beginning in 2018 and will include interest at 2.63%. During 2021, the Town paid \$155,740 toward this program and has a remaining liability at December 31, 2021 of \$1,402,788.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

E. Retirement System (continued)

Retirement Amortizations and Incentives (continued)

Future principal and interest payments to maturity for the Chapter 57 amortizations are as follows:

	Principal	Interest	Total Principal and Interest
For years ending December 31, 2022	\$ 2,664,258	\$ 395,534	\$ 3,059,792
2023	2,303,086	305,741	2,608,827
2024	1,570,716	229,795	1,800,511
2025	1,624,943	175,569	1,800,512
2026	1,681,062	119,450	1,800,512
2027-2029	1,943,415	92,021	2,035,436
	\$ 11,787,480	\$ 1,318,110	\$ 13,105,590

Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension

At December 31, 2021, the Town reported a liability of \$254,696 for its proportionate share of the net pension liability of the System. The net pension liability was measured as of March 31, 2021 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of April 1, 2020. 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 pension plan relative to the projected long-term contributions of all participating members.

Below is the Town's proportionate share of the net pension liability of the System and the related employer allocation percentage as of the March 31, 2021 measurement date.

Net Pension Liability	Allocation of the System's Total Net Liability	Change in the Allocation of the System's Total Net Pension Since Prior Measurement Date
\$ 254,696	0.2557856%	-0.0239738

There was no significant change in the Town's proportion from March 31, 2020 to March 31, 2021.

For the year ended December 31, 2021, the Town recognized pension expense of \$5,925,148 for the primary government and \$960,613 for the discretely presented component units in the Statement of Activities. At December 31, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Primary Government		Discretely Presented Component Units	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 3,110,527		\$ 491,708	
Changes in assumptions	46,830,361	\$ 883,235	7,402,873	\$ 139,622
Net difference between projected and actual investment earnings on pension plan investments		73,163,661		11,565,599
Changes in proportion and differences between the Town's contributions and proportionate share of contributions	2,574,537	3,219,107	692,470	375,324
Contributions made subsequent to the measurement date	10,475,048		1,695,448	
Total	\$ 62,990,473	\$ 77,266,003	\$ 10,282,499	\$ 12,080,545

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

E. Retirement System (continued)

Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension (continued)

Deferred outflows of resources related to pensions resulting from the Town's contribution subsequent to the measurement date in the amount of \$10,475,048 for the primary government and \$1,695,448 for the discretely presented component units will be recognized as a reduction of the net pension liability in the year ended December 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For The Years Ending December 31,	Primary Government	Discretely Presented Component Units
2022	\$ (4,568,522)	\$ (562,174)
2023	(1,829,060)	(147,531)
2024	(4,002,970)	(572,488)
2025	(14,350,026)	(2,211,301)
	<u>\$ (24,750,578)</u>	<u>\$ (3,493,494)</u>

Actuarial Assumptions

The total pension liability as of the measurement date was determined by using an actuarial valuation as of April 1, 2020, with update procedures used to roll forward the total pension liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

Investment rate of return (net of investment expenses)	5.90%
Inflation rate	2.70%
Salary scale	4.40%
Cost of living adjustments	1.40%

Annuitant mortality rates are based on the April 1, 2015 – March 31, 2020 System's experience with adjustments for mortality improvements based on Society of Actuaries' Scale MP-2020.

The actuarial assumptions used in the April 1, 2020 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 return, net of investment expenses 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 the target asset allocation percentage and by adding expected inflation.

Best estimates of the arithmetic real rates of return for each major asset class included in the target asset allocation as of March 31, 2021 are summarized below:

Asset Class:	Target Allocation	Long-term Expected Real Rate of Return
Domestic equity	32.00%	4.05%
International equity	15.00%	6.30%
Private equity	10.00%	6.75%
Real estate	9.00%	4.95%
Opportunistic/Absolute return strategies	3.00%	4.50%
Credit	4.00%	3.63%
Real assets	3.00%	5.95%
Bonds and mortgages	23.00%	0.00%
Cash	1.00%	0.50%
	<u>100.00%</u>	

The real rate of return is net of the long-term inflation assumption of 2.0%.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

E. Retirement System (continued)

Actuarial Assumptions (continued)

The discount rate used to calculate the total pension liability was 5.90% for the System. 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. Based upon the assumptions, the Systems' 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 presents the Town's proportionate share of the net pension liability calculated using the discount rate of 5.90%, 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 1-percentage point lower (4.90%) or 1-percentage point higher (6.90%) than the current assumption:

	One Percent Decrease (4.9%)	Current Assumption (5.9%)	One Percent Increase (6.9%)
Town's proportionate share of the collective net pension liability / (asset)	\$ 70,693,730	\$ 254,696	\$ (64,706,579)

Pension Plan Fiduciary Net Position

The components of the current year net pension liability of the employers in the System as of March 31, 2021, were as follows:

	(Dollars in thousands)
Employers' total pension liability	\$ 220,680,157
Plan net position	220,580,583
Employers' net pension liability	\$ 99,574
Ratio of plan net position to the Employers' total pension liability	99.95%

Detailed information about the pension plan's fiduciary net position is available in the System's separately issued financial statements.

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TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

F. Fire Protection Length of Service Award Program (“LOSAP”)

The Town jointly sponsors defined benefit length of service award programs (“LOSAP”) for the active volunteer firefighters of the Oyster Bay (“Oyster Bay”) and Glenwood-Glen Head (“Glenwood”) Fire Protection Districts and they are the sole sponsor of the Plainview (“Plainview”) Fire Protection District. The programs took effect on July 1, 1991 and April 1, 1990 for Oyster Bay and Glenwood, respectively. The programs were established pursuant to Article 11-A of the New York State General Municipal Law. The programs provide municipally-funded pension-like benefits to facilitate the recruitment and retention of active volunteer firefighters. The Town is approximately a 60% sponsor of the Oyster Bay program and a 46% sponsor of the Glenwood program for the year ended December 31, 2021. The Town is 100% sponsor of the LOSAP program for the Plainview Volunteer Fire Department, Inc., which serves the residents of the Plainview Fire Protection District. The Town paid contributions and fees of \$107,875, \$171,868 and \$212,263 during 2021 to the Oyster Bay, Glenwood and Plainview programs, respectively. Additional Fire Protection Districts had LOSAP programs for which the Town did not participate in material intermunicipal agreements to directly fund those LOSAP plans, which were administered by others. These plans are not included in this report.

Program Description

Participation, vesting and service credit

Oyster Bay’s active volunteer firefighters who have reached the age of 17 are eligible to participate in the program. Glenwood has no minimum age for eligibility. Participants acquire a nonforfeitable right to a service award after being credited with five years of firefighting service or upon attaining the program’s entitlement age. The program’s entitlement age is age 62 for Oyster Bay and age 55 for Glenwood, both programs require completion of one year of plan participation. 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. Plainview’s minimum age to participate in its LOSAP program is 17, and the program’s entitlement age is 55.

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. A participant may also receive credit for five years of firefighting service rendered prior to the establishment of the program.

Benefits Provided

Benefits in the amount of \$20 per month per year of service are paid on behalf of each participant who is credited with a year of firefighting service. The programs guarantee a retirement annuity of 120 monthly payments payable inclusively to the participant and his/her designated beneficiary. The maximum number of years of firefighting service for which a participant may receive a contribution is forty years for Oyster Bay and thirty-seven years for Glenwood and Plainview. Except in the case of disability or death, benefits are payable when a participant reaches entitlement age. The program provides statutorily mandatory disability and death benefits which are self-insured and paid from the program trust funds.

The Equal Employment Opportunity Commission (“EEOC”) settled an age discrimination lawsuit with the Glenwood LOSAP sponsors. Individuals who were granted post-entitled benefits and are not already participants in another class are listed below as post-entitled participants. They will receive the same benefits as retired participants.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

F. Fire Protection Length of Service Award Program (“LOSAP”) (continued)

Prior to the 1/1/2018 Actuarial Valuation, no post-entitlement benefits were provided under the Glenwood plan. As a result of the Consent Decree, post-entitlement benefits are now provided under the Glenwood plan. The plan sponsors elected to pay the monthly post-entitlement benefits that had been earned prior to 1/1/2018 as they came due (“pay-as-you-go”), rather than to set aside a liability for these benefits in the normal funding of the plan. The full actuarial present value of post-entitlement benefits that are earned after 1/1/2018 will be added to the plan and funded in the normal manner, as is done with all of the post-entitlement benefits in the Oyster Bay plan, but those pre-1/1/2018 post-entitlement benefits in the Glenwood plan will continue to simply be paid by the plan sponsors as they come due.

There was no age discrimination lawsuit with respect to the Plainview LOSAP program. The fire company took a pro-active approach by instituting a ‘LOSAP 2’ program through which post-entitlement members receive a single lump-sum payment from the fire company after a year of post-entitlement service is earned.

Participants Covered by the Benefit Terms

	<u>Oyster Bay</u>	<u>Glenwood</u>	<u>Plainview</u>
Retired participants receiving benefits	51	47	19
Inactive participants entitled to, but not yet receiving benefits	74	27	61
Active participants	<u>76</u>	<u>53</u>	<u>67</u>
Total	<u><u>201</u></u>	<u><u>127</u></u>	<u><u>147</u></u>

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TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

F. Fire Protection Length of Service Award Program (“LOSAP”) (continued)

Fiduciary Investment and Control

Service credit is determined by the sponsoring board, based on certified information from the fire companies having members who participate in the program. Each fire company must maintain all required records on forms prescribed by the sponsoring board. The sponsoring boards have retained and designated Glatfelter VFIS Specialty Benefits to assist in the administration of the Oyster Bay, Glenwood and Plainview programs. The designated program administrator’s functions include calculating the amount to be contributed to the plan at the end of each year based upon the criteria set forth in the Program’s Plan Document. Disbursements for the payment of benefits or administrative expenditures must be approved by the sponsoring board and delivered to the custodian through a payment schedule.

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 expenditures of the operation and administration of the program. Any payments under the program shall be made from the general assets of the Sponsors which general assets are subject to the claims of creditors of the Sponsor. As such, the trust assets do not meet the criteria as defined by GASB and, therefore, may not be offset against the LOSAP liability.

Authority to invest program assets is vested in the sponsoring board. Subject to restrictions in the Program Plan Document, program assets are invested in accordance with a statutory “prudent person” rule. The sponsoring board is required to retain an actuary to review and certify the administrator’s calculations of the amount of the sponsoring board’s contributions to the program. The actuary retained by the sponsoring board for this purpose is JF Actuarial Service Inc. Portions of the following information are derived from reports prepared by the actuary dated March 28, 2021 for Oyster Bay, December 14, 2021 for Glenwood, and January 5, 2022 for Plainview. The actuary provided additional calculations for the length of service award program liability.

Program Financial Condition

The following represents the Town’s proportionate share of program assets as of December 31, 2021 and the changes for the year then ended.

	Oyster Bay	Glenwood	Plainview	Total
Total Net Assets Available for Benefits				
Group annuity contracts (100%)	\$ 2,230,180	\$ 1,718,728	\$ 4,295,297	\$ 8,244,205
Prior Service Costs				
There are no prior service costs being amortized.				
Receipts and Disbursements				
Program Net Assets, January 1, 2021	\$ 2,192,497	\$ 1,650,403	\$ 4,034,905	\$ 7,877,805
Changes during the year:				
Plan contributions	62,015	93,493	215,213	370,721
Town's portion of EEOC Settlement		-	-	-
Changes in fair market value of investments	67,350	46,449	124,329	238,128
Plan benefit withdrawals	(91,682)	(71,617)	(79,150)	(242,449)
Program Net Assets, December 31, 2021	\$ 2,230,180	\$ 1,718,728	\$ 4,295,297	\$ 8,244,205
Contributions				
Amount of Town's required contribution	\$ 203,067	\$ 179,642	\$ 203,380	\$ 586,089
Amount of Town's actual contribution	\$ 107,875	\$ 171,868	\$ 212,263	\$ 492,006
Administration Fees				
Plan administrator				
Actuary	\$ 7,624	\$ 3,068	\$ 2,950	\$ 13,642

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

DETAILED NOTES ON ALL FUNDS (continued)

F. Fire Protection Length of Service Award Program (“LOSAP”) (continued)

Program Liabilities, Program Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Program

At December 31, 2021, the Town reported a liability of \$17,138,185 for its proportionate share of the length of service award program liability. The length of service award program liability was measured as of June 30, 2021 for Oyster Bay and December 31, 2021 for Glenwood and Plainview, and the total program liability by an actuarial valuation as of July 1, 2020 and January 1, 2020 for Oyster Bay and Glenwood, and Plainview, respectively. The Town’s proportion of the length of service award program liability was based on a projection of the Town’s share of contributions to the program.

	Oyster Bay	Glenwood	Plainview	Total LOSAP
Program Liability - Beginning of year	\$ 4,990,354	\$ 3,852,985	\$ 6,797,018	\$ 15,640,357
Service cost	123,950	107,384	243,601	474,935
Interest	103,994	70,268	124,364	298,626
Differences between expected and actual experience	13,771	(40,319)	11,805	(14,743)
Changes in assumptions	619,430	120,025	249,205	988,660
Benefit payments	(91,682)	(68,126)	(76,200)	(236,008)
Expenses	(7,624)	(3,068)	(2,950)	(13,642)
Program Liability - End of year	<u>\$ 5,752,193</u>	<u>\$ 4,039,149</u>	<u>\$ 7,346,843</u>	<u>\$ 17,138,185</u>

For the year ended December 31, 2021, the Town recognized LOSAP program expense of \$1,632,294 in the Statement of Activities. At December 31, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to the program from the following sources:

	Deferred Outflows of Resources				Deferred Inflows of Resources		
	Oyster Bay	Glenwood	Plainview	Total	Oyster Bay	Glenwood	Total
Difference between expected and actual experience	\$ 11,017	\$ 53,525	\$ 9,444	\$ 73,986	\$ 71,005	\$ 124,104	\$ 195,109
Changes in assumptions	1,277,682	737,109	795,531	2,810,322	141,008		\$ 141,008
Contributions made subsequent to the measurement date	116,699	89,028		205,727			
Total	<u>\$ 1,405,398</u>	<u>\$ 879,662</u>	<u>\$ 804,975</u>	<u>\$ 3,090,035</u>	<u>\$ 212,013</u>	<u>\$ 124,104</u>	<u>\$ 336,117</u>

Deferred outflows of resources related to the program resulting from the Town’s contribution subsequent to the measurement date in the amount of \$205,727 will be recognized as a reduction of the program liability in the year ended December 31, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the program will be recognized in program expense as follows:

For The Years Ending December 31,	Oyster Bay	Glenwood	Plainview	Total
2022	\$ 278,512	\$ 419,762	\$ 250,924	\$ 949,198
2023	278,512	226,842	250,924	756,278
2024	349,015	19,926	250,925	619,866
2025	148,645		52,202	200,847
2026	22,002			22,002
	<u>\$ 1,076,686</u>	<u>\$ 666,530</u>	<u>\$ 804,975</u>	<u>\$ 2,548,191</u>

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

F. Fire Protection Length of Service Award Program (“LOSAP”) (continued)

Funding Methodology and Actuarial Assumptions

The actuarial valuation methodology used by the actuary to determine the sponsor’s contribution is the entry age normal method. The assumed rate of return on investment was determined by using the Fidelity Municipal General Obligation AA 20-year Bond Index as of the measurement dates of the individual programs. Update procedures were used to roll forward the liability from the actuarial valuation date to the measurement date.

The assumptions used by the actuary to determine the sponsor’s contribution and the actuarial present value of benefits are:

	Oyster Bay	Glenwood	Plainview
Actuarial Valuation Date	July 1, 2020	January 1, 2021	January 1, 2021
Measurement Date	June 30, 2021	December 31, 2021	December 31, 2021
Investment rate of return	1.92%*	1.84%*	1.84%*
Salary increases	Not Applicable	Not Applicable	Not Applicable
Inflation rate	0.00%	0.00%	0.00%
Mortality	No pre-retirement mortality; post retirement RP2000 projected to 2030	No pre-retirement mortality; post retirement RP2000 projected to 2030	No pre-retirement mortality; post retirement RP2000 projected to 2030
Turnover	T5	T5	T5
Retirement	First Eligible	First Eligible	First Eligible

* Percentages are net of pension plan investment expense, including inflation.

Sensitivity of the Proportionate Share of the Program Liability to the Discount Rate Assumption

The following presents the Town’s proportionate share of the length of service award program liability calculated using the discount rate of 1.92% for Oyster Bay and 1.84% for Glenwood and Plainview, as well as what the Town’s proportionate share of the program liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current assumption:

	One Percent Decrease	Current Assumption	One Percent Increase
Oyster Bay			
Discount rates	0.92%	1.92%	2.92%
Net pension liability	\$ 7,641,022	\$ 5,752,193	\$ 5,136,388
Glenwood			
Discount rates	0.84%	1.84%	2.84%
Net pension liability	\$ 4,911,192	\$ 4,039,149	\$ 3,371,159
Plainview			
Discount rates	0.84%	1.84%	2.84%
Net pension liability	\$ 9,204,641	\$ 7,346,843	\$ 5,951,811

G. Deferred Compensation Plan

The Town participates in the New York State 457(b) deferred compensation plan. All full-time employees are eligible to participate. The Town makes no contributions into this plan. The amount deferred by eligible employees for the year ended December 31, 2021 totaled \$1,039,756.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

H. Other Postemployment Benefits (Obligations for Health Insurance)

In the government-wide financial statements, the cost of other postemployment benefits (OPEB), like the cost of pension benefits, generally should be associated with the period in which the cost occurs, rather than in the future years when it will be paid. The Town recognizes the costs of other postemployment benefits in the year when the employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the Town's future cash flows. The Town established and administers a single-employer defined benefit OPEB plan for its employees. Amendments to the plan are authorized by the union contract. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Plan Description

The Town, as a single-employer defined benefit OPEB plan, per its contract with employees, will pay the full premium costs for medical (currently provided by Empire Core Plan plus Enhancement or H.I.P.) insurance coverage at retirement, provided the employee retired after December 31, 1974 and had been employed with the Town for at least five consecutive years and the retiree is at least 55 years of age and is a member of the retirement system under tiers 1 through 4. Tier 5 and Tier 6 retirement system members must have been employed with the Town for at least ten consecutive years and be at least 55 years of age in order to be entitled to medical insurance coverage at retirement. Tier 5 and Tier 6 employees are also required to contribute 15% of their applicable medical insurance premium. The Town will also pay the full premium costs for dental (currently provided by CIGNA Healthcare) and optical (currently provided by CSEA Employee Benefit Fund) insurance coverage at retirement for employees who retired after January 1, 2002 and January 1, 2006, respectively, and meet the requirements to receive medical insurance coverage. This contract will be renegotiated at various times in the future. The retiree is also eligible for full Medicare reimbursement per year, based on enrollment date. Healthcare benefits for non-union employees are similar to those of union employees. Upon death of a retiree who retired between January 1, 2002 and December 31, 2005, the Town will continue health insurance for a period of one year. Upon death of a retiree who retired after January 1, 2006 and before January 1, 2010, the Town will continue health insurance for a period of three years and dental insurance for a period of six months after the death of the retiree for the non-remarried spouse and dependents of the employee. Upon death of a retiree who retired after January 1, 2010, the Town will continue health insurance for a period of five years and dental insurance for a period of six months after the death of the retiree for the non-remarried spouse and dependents of the employee. The Town, as administrator of the plan, does not issue a separate report.

Employees Covered by Benefit Terms

The number of participants as of January 1, 2022, the date of the census data is as follows.

Active employees	1,029
Inactive employees or beneficiaries currently receiving benefit payments	1,351
Total	2,380

There have been no significant changes in the number or the type of coverage since that date.

Contributions

The Town pays the cost of medical, dental and optical coverage as those premiums come due each year along with Medicare Part B premiums, on a pay-as-you-go-basis. During the year ended December 31, 2021, the Town paid \$14,935,728 for insurance premiums, inclusive of Medicare Part B premiums.

Total OPEB Liability

The Town's total OPEB liability of \$688,387,382 was measured as of December 31, 2021 and was determined by an actuarial valuation as of January 1, 2021, with updated procedures used to rollforward the OPEB liability to the measurement date.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

H. Other Postemployment Benefits (Obligations for Health Insurance) (continued)

Actuarial Assumptions and Other Inputs

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point.

The total OPEB liability in the January 1, 2021 valuation was determined using the following actuarial assumptions and other inputs:

Discount Rate	2.06%
Healthcare Cost Trend Rates	6.5% for pre-65 for 2021, decreasing 0.50% per year to an ultimate rate of 5.0% in 2025 and 5% for post-65
Participant Salary Increases	3.5% annually
Payroll Growth Rate	2.5% annually

The discount rate was based on the December 31, 2021 Bond Buyer's 20 Bond Index.

Mortality rates were based on the RPH-2014 Total Dataset mortality table projected fully generationally using projection scale MP-2021.

The demographic assumptions used for this valuation were from the rates developed in the report, "Development of Recommended Actuarial Assumptions" for New York/SUNY Other Postemployment Benefit Plans Actuarial Valuations prepared by AON Hewitt dated August 2018.

Changes in Total OPEB Liability

The following table shows the components of the Town's other postemployment benefits liability:

	Primary Government	Discretely Presented Component Units
Balance at December 31, 2020	\$558,778,764	\$86,938,703
Changes for the year:		
Service cost	25,332,873	4,499,661
Interest	14,301,918	2,218,440
Change in benefit terms		266,795
Difference between actual and expected experience	103,642,118	15,696,824
Changes in assumptions and other inputs	1,267,437	(175,004)
Benefit payments	(14,935,728)	(2,469,678)
Balance at December 31, 2021	<u>\$ 688,387,382</u>	<u>\$ 106,975,741</u>

Changes in assumptions and other inputs reflect a change in the discount rate from 2.12% in 2020 to 2.06% in 2021.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

H. Other Postemployment Benefits (Obligations for Health Insurance) (continued)

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.06%) or 1-percentage-point higher (3.06%) than the current rate:

One Percent Decrease (1.06%)	Discount Rate (2.06%)	One Percent Increase (3.06%)
\$ 820,971,629	\$ 688,387,382	\$ 584,147,105

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (5.50%) or 1-percentage-point higher (7.50%) than the current rate:

One Percent Decrease (5.50% decreasing to 4.00%)	Healthcare Cost Trend Rates (6.50% decreasing to 5.00%)	One Percent Increase (7.50% decreasing to 6.00%)
\$ 573,087,432	\$ 688,387,382	\$ 839,984,777

For the year ended December 31, 2021, the Town recognized OPEB expense of \$43,736,341. At December 31, 2021, the Town reported deferred outflows or inflows of resources related to OPEB from the following sources:

	Primary Government		Discretely Presented Component Units	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 85,648,694	\$ 46,379,575	\$ 12,895,582	\$ 6,341,588
Changes in assumptions	80,741,331	16,870,604	12,382,471	2,188,960
Total	\$ 166,390,025	\$ 63,250,179	\$ 25,278,053	\$ 8,530,548

The amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	Discretely Presented Component Units	
For The Years Ending December 31,	Primary Government	Discretely Presented Component Units
2022	\$ 19,037,278	\$ 3,459,601
2023	20,210,108	3,806,624
2024	28,217,485	3,754,628
2025	21,832,750	3,125,562
2026	13,842,225	1,693,712
Thereafter	-0-	907,378
	\$ 103,139,846	\$ 16,747,505

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. DETAILED NOTES ON ALL FUNDS (continued)

I. Compensated Absences and Retirement Incentive Payable

Town employees are granted vacation, sick and compensatory leave and earn compensatory absences in varying amounts. In the event of termination or upon retirement, an employee is entitled to payment for accumulated vacation, sick and compensatory leave subject to certain limitations. Estimated vacation, sick leave and compensatory absences accumulated by employees have been recorded in the Statement of Net Position. Payment of vacation time, sick and compensatory leave is dependent upon many factors; therefore, timing of future payments is not readily determinable. However, management believes that sufficient resources will be made available for the payments of vacation, sick leave and compensatory absences when such payments become due. As of December 31, 2021, the value of the accumulated vacation time and sick leave was \$26,454,929 for the primary government. The liability for compensated absences for the component units amounted to \$4,150,816.

In the current and prior years, the Town offered employees meeting specific criteria an incentive to retire from active employment. As part of the incentive, employees had the option to receive the retirement incentive payment over a three-year period. The Town recorded, in the Statement of Net Position, \$1,774,000 for individuals who have earned the incentive as of December 31, 2020 and retired in 2021. Seven of those individuals elected to have the three-year payout totaling \$170,000. The balance due at December 31, 2021 was \$113,334, with equal installments over the next two years.

J. Tax Abatement Programs

The Town granted real property tax abatements to promote affordable senior citizen housing within the Town of Oyster Bay. Pursuant to Section 125 of the Private Housing Finance Law of the State of New York, a Town qualified project will be included into its privately financed affordable senior citizen housing tax abatement program. This program provides real property tax abatements of 100% of real property taxes for 25 years on qualified new capital improvements. During the term of the agreements, the benefiting entity must operate and maintain the property consistent with the terms of the agreement. As a general condition of providing tax relief assistance, the benefiting company enters into a payment in lieu of taxes ("PILOT") agreement to offset the taxes abated. In 2021, the agreements the Town ratified in the current and previous years, resulted in an abatement of \$2,341,000 of the Town's real property taxes and the PILOTs received totaled \$405,398.

The Town is also subject to real property tax abatements granted by the Nassau County Industrial Development Agency ("NCIDA"), an entity created as a New York State public benefit corporation. The NCIDA was established by Code Section 922, which became Chapter 674 of the Laws of 1975. The NCIDA offers several abatement programs on certain qualified projects to promote, retain, attract and encourage sound commerce and an industry base to prevent unemployment. At December 31, 2016, only the real property tax abatement program offered by NCIDA impacts the Town's revenues. Generally, a qualified project is an applicant submitted project which meets certain economic development criteria (such as job creation/retention) and which either (1) has been or will be financed by the issuance of NCIDA issued bonds, notes or other evidences of indebtedness with respect thereto, or (2) is a straight lease transaction which the NCIDA has determined to undertake pursuant to a lease policy. The NCIDA, as a condition of providing assistance, may require that the benefiting company remit a PILOT payment to offset the amount of taxes abated. The NCIDA is authorized to enter into PILOT agreements per Real Property Tax Law, Section 412-a and General Municipal Law, Section 874. In 2021, the agreements the NCIDA ratified in the current and previous years, resulted in an abatement of \$5,845,580 of the Town's real property taxes and the receipt of \$3,637,596 in PILOT payments.

The Town is also subject to real property tax abatements granted by Nassau County ("County"). The County approved specific abatements to provide for electric generation facilities within the Town. The two agreements provide PILOT payments through 2026 and 2028, which are subject to change based on the CPI and assessment adjustments. During the year ended December 31, 2021, the agreements resulted in an abatement of \$1,305,511 of the Town's real property tax and the receipt of \$427,577 in PILOT payments.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

4. COMMITMENTS AND CONTINGENCIES

A. Risk Management

In common with other municipalities, the Town receives numerous notices of claims. The Town is self-insured for the first \$1,000,000 per occurrence and carries excess liability insurance coverage of \$10,000,000 per occurrence with a \$10,000,000 annual aggregate.

The Town is self-insured for property protection on the first \$50,000, including earthquake and flood, except for wind and hail which are self-insured for 1% of the total insurable value per location of loss arising out of a named storm with a minimum of \$100,000 per loss and \$100,000 for all other wind and hail. The flood deductible is \$50,000, except maximum available National Flood Insurance Program coverage plus \$250,000 for special flood hazard zones B and zones X (shaded) and \$500,000 for moderate flood zones, including zones A and V. The Town has insurance protection coverage of up to \$100,000,000 for any one loss and annual aggregate, except for flood and earthquake, which have limits of \$10,000,000 for any one loss and annual aggregate and \$10,000,000 for any one loss and annual aggregate, respectively. Flood coverage for FEMA special flood hazard zones is provided in the aggregate of \$5,000,000.

The Town is self-insured for workers' compensation insurance and disability insurance. Estimated benefits to be paid are appropriated in the various operating funds of the Town. The actuarially determined workers' compensation liability is reported without a discount when it is probable that a loss has occurred and that the amount of that loss can be reasonably estimated. The result of the process is not an exact amount as it depends on many complex factors such as inflation. The estimate of the claims liability includes amounts for incremental claim adjustments which include attorney, consulting and other fees. The Town is also self-insured for unemployment benefits paid.

The Town's workers compensation liability is based on an actuarial analysis and the Town's general liability reserves are estimated based on consultations with legal counsel and past experience with similar claims. The Town has not purchased any annuity contracts with regard to its workers' compensation or general liability claims.

Although the eventual outcome of these claims for workers' compensation and general liability cannot presently be determined, the Town has estimated unsettled claims and litigation to be \$24,061,955, which is included in the claims and judgments payable liability in the government-wide financial statements. The Town is of the opinion that the ultimate settlement of the outstanding claims will not result in a material adverse effect on the Town's financial position.

There were no settlements in excess of insurance coverage over the last three years.

The schedule below presents the changes in claims liabilities for the past two years for workers' compensation and general liability and includes an estimate of claims that have been incurred but not yet reported.

	Workers' Compensation		General Liability	
	2021	2020	2021	2020
Unpaid claims and claim adjustment expenditures at the beginning of year	\$ 21,316,605	\$ 21,155,890	\$ 2,970,307	\$ 4,967,085
Incurred claims and claim adjustment expenditures:				
Provision for insured events of the current year and increases in the provision for insured events of prior years	6,451,174	5,798,716	(815,130)	1,067,290
Total incurred claims and claim adjustment expenditures	6,451,174	5,798,716	(815,130)	1,067,290
Payments:				
Claim expenditures attributable to insured events of the current and prior years	5,136,559	5,638,001	724,442	3,064,068
Total payments	5,136,559	5,638,001	724,442	3,064,068
Total unpaid claims and claim adjustment expenditures at the end of the year	\$ 22,631,220	\$ 21,316,605	\$ 1,430,735	\$ 2,970,307

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

4. COMMITMENTS AND CONTINGENCIES (continued)

B. Property Condemnation and Environmental Issues

Liberty Industrial Site, Farmingdale, New York

The Town acquired title to approximately 14 acres in Farmingdale (“Liberty Industrial Site”) through a condemnation proceeding (“Parcel 1”). The United States Environmental Protection Agency (“EPA”) has conducted remediation of environmentally hazardous substances at the property. The Town plans to eventually convert the property into a public park. In May 2007, under the EPA’s jurisdiction, a group made up of prior owners of the property commenced soil remediation at the site, which was completed in 2009. The Town has paid the EPA for the remediation and paid the former property owners \$3.3 million as the initial payment on the condemnation. However, additional payments may be required to the former property owners and/or the EPA contingent upon the value/purchase price of the property. The Town and the former property owners proceeded to trial on the valuation of the property, to determine if additional payments to the former property owners would be required. On June 30, 2016, the New York State Supreme Court, Nassau County determined the value of the property to be approximately \$31,300,000, inclusive of interest and other costs. The Town has been ordered to make an additional payment to the former property owners to reflect this value. The Town disagreed with the Court’s decision and filed a Notice of Appeal on August 1, 2016.

On December 13, 2017, the Appellate Division, Second Department vacated the trial court’s approximate \$31,300,000 determination and remitted the matter back to the trial court in order to determine, based upon the evidence offered by the Town, the fair market value of the property with a highest and best use of light industrial development, considering such adjustments as the evidence will support, and whether the property sustained any consequential damages when its proposed highest and best use was industrial. By Order dated April 18, 2018, the trial court requested that the parties submit “Findings of Fact and Conclusions of Law” in accordance with the Appellate Division decision. By Order dated December 17, 2018, the trial court adopted the Findings of the claimant and awarded \$9,732,498, to which \$11,640,000 must be added to account for 6% interest from September 2003. Although the later decision reduced the original award, the Town believed that the lower court exceeded its discretion in making such an award, including allowing claimant to submit findings and conclusions, in the Town’s opinion, outside of the direction of the appellate court. The Town appealed the December 17, 2018 decision.

By decision dated October 7, 2020, the Appellate Division held that the Supreme Court “failed to adhere to the terms of this Court’s remittal by relying on the claimants’ evidence of comparable sales of property for retail use.” The Supreme Court should have determined the fair market value of parcel 1 based upon evidence offered by the Town as to the highest and best use of light industrial development, a task that the Appellate Division stated could be performed without again remanding the matter to Supreme Court. Accordingly, the Appellate Division valued Parcel 1 in the amount of \$4,295,634 plus interest to be calculated by the Supreme Court, thereby vacating the Supreme Court determination of a principal sum of \$9,732,498. Taking into account the advance payment and the interest from the date of taking, the Town paid the plaintiff an additional amount of approximately \$2.3 million for Parcel 1. The plaintiff sought leave to appeal to the Court of Appeals, the highest court in New York State. The Court of Appeals denied the request for leave, and therefore the matter is final.

The Town has also acquired title to a second parcel of land of approximately 7.5 acres (“Parcel 2”) abutting the 14 acres, discussed above. The Town made a payment of \$4,500,000 to the former owners prior to trial. In February 2022, pursuant to a settlement agreement, the Town made an additional payment of \$11.5 million to the former owners of Parcel 2.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

4. COMMITMENTS AND CONTINGENCIES (continued)

B. Property Condemnation and Environmental Issues (continued)

Bethpage Community Park

On December 5, 2016, the Town was served with a summons and complaint by a group of residents purporting to act as class representatives in a personal injury action filed in Federal court arising out of activities by Grumman Aerospace Corporation and its successors in interest, Northrop Grumman Corporation (collectively, "Grumman") in the Bethpage area over a nearly 60-year period. These plaintiffs allege, in substance, that Grumman's discharge of chemicals used in its manufacturing of aircraft, weapons, and spacecraft contaminated the ground and groundwater aquifer and, relatedly, the plaintiffs' properties, thereby leading to personal injuries. The plaintiffs allege four causes of action sounding in negligence, strict liability (against Grumman, only), trespass, and nuisance, and, for each cause of action, allege damages in excess of \$100 million. The plaintiffs also request punitive damages in an unspecified amount. At this early stage of the litigation, there has been no discovery to assess the validity of the damages allegations.

Inclusion of the Town as a defendant in the subject action is related to the Town's current ownership of 18 acres of land which had previously been part of a more than 600 acre complex used in Grumman's manufacturing operations before this parcel was conveyed to the Town in 1962 and subsequently developed as Bethpage Community Park ("Park"). There is no accusation that the Town engaged in improper handling or disposal of hazardous chemicals which caused the plaintiffs' alleged injuries.

The site history for the Park is relevant. As indicated above, this parcel was owned by Grumman prior to 1962 and was used for the disposal of industrial wastes, starting at some time after Grumman commenced manufacturing in Bethpage in the 1940s. The Park was opened to the public in 1965.

In 2002, the Park was closed in response to testing performed by Grumman. This testing showed elevated levels of certain contaminants, especially PCBs, which were disposed by Grumman on the site. Although subsequent evaluation allowed the Town to reopen the Park, except for the baseball field area in the southwest corner of the Park which contains particularly high PCB levels, residual contamination remained below the ground surface.

In 2005, the Town entered into a voluntary agreement (the "DEC Agreement") with the New York State Department of Environmental Conservation ("NYSDEC") to allow the Town to proceed with remediation in the northern portion of the Park, for the purpose of allowing the redevelopment of this area with a new ice skating center. This action was necessitated when it became clear that Grumman would not proceed in the foreseeable future with the cleanup it was obligated to perform, and the Town was not willing to let the capital improvement project be delayed indefinitely. The Town's remediation work, completed in 2007, involved the excavation and removal of approximately 173,000 tons of soil. In the interest of ensuring the maximum protection of public health and safety, the cleanup performed by the Town, as approved by NYSDEC, exceeded the minimum which NYSDEC might otherwise have been willing to approve. The new ice skating center was completed in 2008.

The plaintiffs have commenced the action against the Town on the basis that the Town is the owner of a certain tract of land that was donated to the Town by Grumman in or about 1962. It is alleged by the plaintiffs that a smaller portion of that land was used by Grumman as "settling ponds" to discharge and dispose the manufacturing chemicals. The plaintiffs do not allege that the Town was, in any way, engaged in the discharge or disposal of such chemicals. The Town has acted to reduce the Grumman contamination by completing major remediation in the Park. Accordingly, even if the plaintiffs in this case are able to establish that they have suffered injuries attributable to contamination from the Grumman site, which of itself is by no means certain, there does not appear to be any reasonable likelihood that the facts of this matter would justify a significant judgment against the Town.

It is the Town's position that Grumman is, in any case, the party which would be ultimately liable for any proven harms to the plaintiffs.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

4. COMMITMENTS AND CONTINGENCIES (continued)

B. Property Condemnation and Environmental Issues (continued)

Bethpage Community Park (continued)

On February 14, 2017, the plaintiffs initiated a proceeding in the New York State Supreme Court, Nassau County, seeking leave of the Court to file late notices of claim against the Town, which filings are a statutory condition precedent to the commencement of tort litigation against the Town. After fully briefing the issues, the Supreme Court denied, without prejudice, the petitioners' application because the Court was unable to determine, based upon the allegations contained in the petition, whether the petitioners' claims were timely.

Since 2017, the Town has received several additional notices of claim from claimants who appear to be making an effort to join the purported class action. Statutory examinations of each claimant are on-going.

In a related matter, the Town is pursuing litigation against Grumman for reimbursement of certain remediation expenses of the Town incurred in the performance of its obligations under the DEC Agreement. The court, however, granted Grumman summary judgement, dismissing the Town's claims. Grumman's counterclaim against the Town is pending; Grumman alleges the Town contributed to the contamination of the site and seeks a contribution by the Town toward the cost of remediation. Outside counsel to the Town has assessed that the Town can be found up to 30% contributorily liable on the theory that the Town has knowledge of the environmental hazards. The aggregate cost of the remediation for which contribution is being sought is unknown but has been estimated to be as high as \$80 million. Since the federal court does not permit an interlocutory appeal in this instance, the Town must wait on its appeal of the summary judgment decision until the matter is final, when the trial on the counterclaims are adjudicated.

At the request of the parties (the Town and Grumman), the court has allowed for a lengthy adjournment of the trial so that settlement may be explored. The Town and Grumman, with input from NYSDEC, have discussed the potential of a discontinuance of all claims, a less costly clean-up and either no contribution by the Town or a reduced fixed payment by the Town in furtherance of the remediation.

On June 8, 2021, the Romano plaintiffs filed a request of the Federal Court to file an Amended Complaint, removing the Town from the action. Plaintiffs' counsel had extensive discussions with Northrop Grumman to seek their consent to the amendments. Plaintiffs ultimately agreed to remove all allegations and claims concerning Bethpage Community Park as a source of injury in the Amended Complaint filed only against Northrop Grumman. On June 9, 2021, the Federal Court granted the application to serve the Amended Complaint solely against Northrop Grumman and the Amended Complaint was served that day. The parties are presently presenting a formal Stipulation of Discontinuance to the Court as to the Town only, thereby terminating any continued litigated claims against the Town by the Romano plaintiffs.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

4. COMMITMENTS AND CONTINGENCIES (continued)

B. Property Condemnation and Environmental Issues (continued)

Bethpage Litigation – Grumman counterclaim

The Town is pursuing litigation against Grumman for reimbursement of certain remediation expenses of the Town incurred in the performance of its obligations under the DEC Agreement. The court, however, granted Grumman summary judgement, dismissing the Town's claims. Grumman's counterclaim against the Town is pending; Grumman alleges the Town contributed to the contamination of the site and seeks a contribution by the Town toward the cost of remediation. Outside counsel to the Town has assessed that the Town can be found up to 30% contributorily liable on the theory that the Town has knowledge of the environmental hazards. The aggregate cost of the remediation for which contribution is being sought is unknown but has been estimated to be as high as \$80 million. Since the federal court does not permit an interlocutory appeal in this instance, the Town must wait on its appeal of the summary judgment decision until the matter is final, when the trial on the counterclaims are adjudicated.

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TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

4. COMMITMENTS AND CONTINGENCIES (continued)

C. Litigation

The Town is subject to a number of lawsuits in the ordinary conduct of its affairs. The Town does not believe, however, that such suits, individually or in the aggregate, are likely to have a material adverse effect on the financial condition of the Town beyond those already recorded.

Securities and Exchange Commission Civil Complaint

On November 21, 2017, the SEC filed a civil complaint against the Town and former Town Supervisor, John Venditto, alleging violations of various provisions of the Securities Act of 1933, the Securities Exchange Act of 1934, and the rules promulgated thereunder. In the complaint, the SEC alleged that the Town's disclosures, made in connection with various note and bond sales dating between June 2010 through December 2015, omitted information regarding certain agreements with a former Town concessionaire to operate concessions at certain Town facilities and that such omission was material to investors.

On February 26, 2019, the Town Board approved an agreement with the SEC staff to settle the SEC's case against the Town. Pursuant to that agreement, the SEC agreed to dismiss its claims against the Town under Section 17(a)(1) of the Securities Act of 1933 (the "Securities Act") and Section 10(b) of the Securities Exchange Act of 1934 and Rule 10b-5 thereunder. Under the agreement, without admitting or denying any of the SEC's allegations, the Town consented to the court entering a final judgment in the case permanently enjoining the Town from violating Sections 17(a)(2) and (3) of the Securities Act and ordering certain undertakings by the Town, including that the Town retain an independent consultant appointed by the Court for a period of three years to review the Town's policies, procedures, and internal controls regarding its disclosures for securities offerings, and to recommend improvements to those policies, procedures, and internal controls with a view to assuring compliance with the Town's disclosure obligations under federal securities laws. The agreement does not impose any monetary penalty on the Town. On October 24, 2019, the Court approved the proposed settlement and entered a consent judgment reflecting the terms of the settlement agreement reached between the SEC and the Town. On January 27, 2020, the Court appointed Marc-Phillip Ferzan of Ankura as the Independent Consultant pursuant to its final judgment. Pursuant to the settlement, Ankura prepared and filed its First Report on May 26, 2020 and its Second Report on January 29, 2022.

Housing Discrimination Litigation

In April 2014, the federal government commenced a civil action against the Town and then Supervisor John Venditto, alleging that the Town's Next Generation and Golden Age housing programs (collectively, the "Housing Programs") were discriminatory and in violation of, inter alia, the Fair Housing Act inasmuch as the Housing Programs had an alleged disparate impact upon African Americans. The federal government's allegations were and remain based upon statistics only, and, significantly, do not contain any indicia that the Housing Programs were intentionally designed and implemented with a discriminatory intent.

More specifically, according to the complaint, the federal government alleges that the Town's Housing Programs have a discriminatory effect because (1) the Housing Programs gave priority to Town residents and relatives of Town residents and (2) the eligible population in the Town happens to include a smaller percentage of African Americans than the eligible populations of New York City and Nassau and Suffolk Counties. In the Town's response to the complaint, the Town has argued, among other things, that the Fair Housing Act prohibits intentional discrimination only; that a disparate impact claim based upon statistics alone is legally insufficient; and that notwithstanding the foregoing points, the Fair Housing Act does not require municipalities to engage in "racial balancing" as the federal government seeks.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

4. COMMITMENTS AND CONTINGENCIES (continued)

C. Litigation (continued)

Housing Discrimination Litigation (continued)

The federal government seeks a declaration that the Housing Programs violated the Fair Housing Act, an injunction to enjoin the Town and its employees from engaging in discrimination on the basis of race, orders for the Town to take steps to prevent discriminatory conduct, insignificant civil penalties, and unspecified damages related to the financial position of the Town. The Town has vigorously defended against this action.

A stay was placed on the action pending the resolution of an unrelated court proceeding. That stay which was in effect for most of 2019 was lifted, and since 2020 the United States District Court Magistrate Judge has had conferences with the parties in an attempt to settle the matter. Discovery is proceeding.

In a related matter, on December 17, 2015, the State, through its Division of Human Rights brought a similar lawsuit under the New York State Human Rights Law in Nassau County Supreme Court. The complaint makes almost identical statistically based allegations of discrimination as those set forth in the federal government's action. Discovery is proceeding.

Tax Assessment Litigation

This action was served upon the Town on April 27, 2018, and seeks, among other forms of relief, that the named defendants, which includes the County of Nassau and the Town, make an unspecified refund to the plaintiff, New York American Water Company, Inc., for plaintiff's alleged overpayment in taxes resulting from the County's allegedly erroneous method by which certain property was assessed for taxation purposes. Because the County is responsible for the assessment of properties within the County, the Town believes at this early juncture that the complaint does not state a cause of action against the Town. Several of the defendants have moved to dismiss plaintiff's complaint. On February 15, 2019, the assigned justice rendered a decision granting, in part, the County of Nassau's motion to dismiss and granting, in full, the North Shore Central School District's motion to dismiss. Based upon the reasoning contained in the justice's decision, the Town made a similar motion to dismiss. On May 21, 2019, Justice Jeffrey Brown granted the Town's motion to dismiss in full.

Separately, New York American Water served similar actions in 2019, 2020 and 2021 to challenge Nassau County's assessments. However, because the Court granted the motions to dismiss in the 2018 action, the parties have agreed to hold the 2019, 2020 and 2021 actions in abeyance pending resolution of any appeals of the 2018 motions to dismiss.

Sanitation Assessment Matters

For several years, there has been litigation involving the assessment of property owned by utilities and telephone carriers by various sanitation districts. In short, the courts found such assessments to be improper, as the infrastructure (i.e., phone lines, gas lines, water pipes, utility poles) of said entities did not generate garbage and should have therefore been exempt from the related assessments. The Courts have held that the Town was obligated to first compensate the utilities for the amounts paid by them, but that the County of Nassau, pursuant to the "County Guaranty" provision of the Nassau County Administrative Code, must then compensate the Town.

There are two actions pending in Nassau County Supreme Court, *MCImetro v. Town of Oyster Bay, et al.* and *New York American Water v. Town of Oyster Bay, et al.*, wherein the plaintiffs seek, respectively, reimbursement for taxes paid in certain Sanitation and Solid Waste Districts over a period of several years. The exposure on the MCImetro case is approximately \$150,000, and the New York American Water matter is approximately \$25,000.

Once the Town pays the judgment and/or settlement, it can seek payment from the County of Nassau for the same amounts.

The Town has recorded \$196,000 at December 31, 2019 in the government-wide statements as other litigation payable for this liability.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

4. COMMITMENTS AND CONTINGENCIES (continued)

C. Litigation (continued)

Town Concessionaire Litigation

On September 8, 2015, the United States Attorney for the Eastern District of New York indicted a former Town concessionaire on criminal charges alleging, according to the indictment, that the former Town concessionaire provided payments and other things of value to a Town employee in exchange for assistance in obtaining bank loans guaranteed by the Town totaling approximately \$20 million. The Nassau County District Attorney, on August 25, 2015, requested information from the Town concerning these allegations as well as certain of the Town's public disclosures including official statements from outstanding bond and note issues. The Town provided documents to the Nassau County District Attorney in response to these inquiries. The Town has cooperated with all law enforcement inquiries regarding these allegations.

The Town was named as a defendant in three lawsuits in New York arising from certain purported amendments to agreements with the former Town concessionaire. One lawsuit was filed in January 2016 and the other two were filed in July 2016. In each of the lawsuits against the Town, a lender to the former Town concessionaire brought suit against the Town seeking to enforce one of the purported amendments and contending that such respective purported amendments require the Town to reimburse the lender for unpaid amounts on its loan to the concessionaire following default by the concessionaire. The total amount of damages sought by the three lenders across all three lawsuits was approximately \$18 million.

All three lawsuits have been dismissed by appellate courts. In the first such lawsuit, on July 9, 2019, the United States Court of Appeals for the Second Circuit affirmed the United States District Court's dismissal of the lender's claims against the Town, agreeing with the Town's position that the purported amendment at issue in that case was unenforceable because it had not been approved by the Town Board. In the second such lawsuit, on September 18, 2019, the New York Supreme Court Appellate Division for the Second Department reversed a decision by the trial court and found that the amendment at issue in that case was unenforceable for similar reasons to those described by the Second Circuit in its decision. In the third lawsuit, the Town appealed a decision by the trial court denying the Town's motion to dismiss. On August 19, 2020, the Appellate Division unanimously reversed the trial court decision, thereby dismissing all claims against the Town. The Appellate Division held that the purported agreement was not in compliance with Town Law requiring Town Board approval for the award of a contract, and further found no ratification by subsequent Town actions.

Separately, on June 26, 2017, the Town filed a lawsuit asserting damage claims against the Town concessionaire, a former Deputy Town Attorney, two lenders that were beneficiaries of the purported guarantees, and a law firm that purported to represent the Town in connection with certain of the purported amendments. On January 28, 2020, the New York Supreme Court upheld all of the Town's claims against motions to dismiss brought by the lenders and the law firm. On February 6, 2020, the Town filed a motion for default judgments against the Town concessionaire and deputy Town attorney. On February 14, 2020, the law firm filed a counterclaim against the Town seeking contribution from the Town for any judgment rendered against the law firm in connection with the purported amendments, including in connection with a separate lawsuit brought against the law firm in August 2016 by the concessionaire's lenders in Connecticut state court, in which they seek to hold the law firm liable for its issuance of legal opinions that certain of the purported amendments were enforceable. By letter dated February 18, 2020, the law firm also demanded that the Town indemnify and hold the law firm harmless from any and all claims asserted against it and its partner by the concessionaire's lenders, including in the Connecticut state court action. In an Amended Answer dated May 14, 2020, the law firm asserted counterclaims for contribution and indemnity. The Town has moved to dismiss those counterclaims.

The Office of the Town Attorney cannot predict the outcome of the pending litigations, motions, indemnification claim, or appeal described above, or whether any additional litigation against the Town or its officers or officials will be initiated. However, in the event that there is a judgment entered against the Town for money damages, the Local Finance Law permits the Town to issue bonds or notes to fund such judgment.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

4. COMMITMENTS AND CONTINGENCIES (continued)

D. Intermunicipal Agreements

The Town is party to a number of Inter-municipal Agreements as follows:

The Joint Special Improvement District of the Towns of Oyster Bay ("TOB") and Hempstead ("TOH") for the purpose of management and operation by the Department of Parks and Recreation of the TOH. The District was created in 1961 to operate the Joint Community Hall and Swimming Pool. The agreement may be renewed for a period of 5 years or less by adoption of each Town and the Board of Commissioners of the Joint District. All payments by TOB to the district are current.

The Town pays Water Districts/Utilities for rental of fire hydrants in various fire protection areas. The costs of these contracts are recorded in each Fire Protection District Fund. These agreements are typically on a calendar year term and totaled approximately \$290,511 for 2021.

The Town pays Villages/Fire Companies for fire protection for residents of fire protection areas and for certain Town facilities. The costs of these contracts of approximately \$7.9 million are recorded in the Fire Protection Districts Fund. These agreements are typically on a calendar year term and include associated costs for various length of service award programs. See Note 3.F for further details.

The Town is participating in the New York Rising grant program and is administering the program which includes work for the Village of Massapequa Park and the Massapequa Fire Department. The grant is reported in the Special Grant Fund.

The Town provides access to Town fuel pumps for various local municipalities and the revenue from the sales for the year 2021 was approximately \$245,000 and recorded in the General Fund.

The Town extends its purchasing power and lends its work force to local municipalities to cover such additional needs such as salt and sand for roads, street lighting maintenance, harbormaster patrols, registrar of vital statistics and dog warden. The fees for these goods and services are reported in the respective funds where the costs were incurred.

E. Landfill Closure and Post-Closure Care Costs

State and federal laws and regulations require the Town to place a final cover on its landfill sites and to perform certain maintenance and monitoring functions at the sites for thirty years after closure. The Syosset Landfill stopped receiving waste in 1975 and the Old Bethpage Landfill stopped receiving waste in 1986. Based on monitoring by the EPA, post-closure care costs for the Syosset Landfill were estimated to continue until 2033. In 1994, the Old Bethpage Landfill was determined to have to continue post-closure care maintenance and monitoring until 2025. If the EPA determines the landfill to be remediated before the thirty years are complete, the liability for post-closure care costs will be reduced. Likewise, if the EPA determines that additional post-closure care costs are needed, the liability may increase. As of December 31, 2021, the annual monitoring and post-closure care costs are expected to be approximately \$370,000 per year and Town has recorded a liability of \$2,440,000, which represents the provision to be made in future budgets for unfunded closure and post-closure landfill costs. Actual costs may vary due to inflation or deflation, changes in technology, or changes in regulations or applicable laws.

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TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

4. COMMITMENTS AND CONTINGENCIES (continued)

F. Federal and State Grants

The Town has received grants, which are subject to audit by agencies of the state and federal governments. Such audits may result in disallowances and a request for a return of funds. Based on prior audits, the Town's administration believes disallowances, if any, will be immaterial.

G. Construction and Other Capital Acquisition Commitments

Construction in progress commitments for equipment purchases and other capital acquisition commitments amounting to \$11,470,475 have been recorded as encumbrances in the Capital Projects Fund. It is anticipated that these projects will be paid for by the issuance of general obligation bonds.

H. Service Concession Arrangement

The Town entered into an agreement with Lessing's, Inc. ("Lessing's") to use and operate the Mansion at Oyster Bay ("catering facility"), Clubhouse Grille ("restaurant"), and the halfway and breakfast house stands at the Honorable Joseph Colby Town of Oyster Bay Golf Course. The agreement conveys to Lessing's the right, through license to provide future repairs, improvements and modifications to the facilities, related storage buildings and grounds and to operate and maintain those facilities for a period of twenty years unless extended. The Town has the right to approve the type of services Lessing's may provide and the fees that may be charged to the public. Lessing's was required to make an up-front concession fee of \$2,000,000. The Town will recognize revenue from monthly license fees that start at \$42,500 per month and increase annually by 3%. The guaranteed base rent for twenty years is \$13,703,892, of which \$567,044 was recognized in 2021 as departmental income in the General Fund.

The Town Board approved a modification to the agreement to extend \$229,318 of the lease payments for a two year period. Lessing's will make 24 additional payments. This receivable is recorded in the General Fund on the fund level and \$38,219 in current assets and \$191,099 in the non-current assets in the governmental activities on the Statement of Net Position.

The present value of the installments to be paid after the upfront payment has been liquidated is \$10,347,660 and have been reported in the Statement of Net Position as a receivable-service concession arrangement and an increase in the deferred inflow of resources-service concession arrangement. The Town is also entitled to a 15% share of operator gross receipts over \$6,000,000 annually, which will be recognized as earned. The Town has made no guarantees or commitments to Lessing's, who assumes all risk in the operation of the facilities.

Lessing's has agreed to provide various capital improvements to the facility. The improvements that increase the capacity or efficiency of the facility will be capitalized by the Town at acquisition value once construction is completed. Title to the facilities and all fixed improvements rests with the Town. Lessing's will return the premises back to the Town in its original condition at the end of the lease, so the Town will not recognize depreciation on the existing assets throughout the term of the agreement.

Should the Town terminate the agreement with Lessing's prior to the end of the original term, Lessing's is entitled to actual certified costs of construction after the contract effective date (June 1, 2017) less 5% for each year or part of a year since completion. Lessing's would also receive the balance of the advanced concession fee and any lost profits on events booked prior to receipt of notice of termination.

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TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

5. DISCRETELY PRESENTED COMPONENT UNITS

Complete financial statements of the individual component units can be obtained from their respective administrative offices:

Major discretely presented component units:

Bethpage Water District 25 Adams Avenue Bethpage, N.Y. 11714	Hicksville Water District 4 Dean Street Hicksville, N.Y. 11802	Jericho Water District 125 Convent Road Syosset, N.Y. 11791
Plainview Water District 10 Manetto Hill Road Plainview, N.Y. 11803		

Nonmajor discretely presented component units:

Water Districts

Locust Valley Water District Buckram Road Locust Valley, N.Y. 11560	Massapequa Water District 84 Grand Avenue Massapequa, N.Y. 11758	Oyster Bay Water District 45 Audrey Avenue Oyster Bay, N.Y. 11771
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South Farmingdale Water District
40 Langdon Road
Farmingdale, N.Y. 11735

Sanitation Districts

Glenwood - Glenhead Garbage District P.O. Box 181 Glenwood Landing, N.Y. 11547	Syosset Sanitation District P.O. Box 14 Syosset, N.Y. 11791
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Sewer District

Oyster Bay Sewer District
15 Bay Avenue
Oyster Bay, N.Y. 11771

6. PRIOR PERIOD ADJUSTMENTS

As of January 1, 2021, the Town's nonmajor component units' net position of \$161,387,366 was restated to \$161,339,899, a change of \$47,467. The details are as follows:

	<u>Massapequa Water District</u>
Net Position, as reported	\$ 6,168,885
Capital assets net decrease	<u>(47,467)</u>
Net Position, as restated	<u>\$ 6,121,418</u>

During the year ended December 31, 2021, the Massapequa Water District ("District") performed a physical inventory of its capital assets. As a result of the inventory, it was necessary for the District to adjust the December 31, 2020 capital assets and accumulated depreciation. The net impact was a net decrease of \$1,898,335 to capital assets and a net decrease of \$1,850,868 to accumulated depreciation.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

7. SUBSEQUENT EVENTS

Debt Issuance

On March 10, 2022, the Town of Oyster Bay issued water district notes in the amount of \$147,705,735. The bond anticipation notes will mature on March 9, 2023 and bear an interest rate of 3.0%. The proceeds of the bond anticipation notes along with \$11,747,132 in available funds were used to redeem \$108,952,867 of bond anticipation notes that matured on March 11, 2022 and provided \$50,500,000 of new monies for capital projects related to water districts.

On May 11, 2022, the Town of Oyster Bay refinanced \$100,825,000 of existing bonds into a new issuance with a principal value of \$93,600,000 and premium of \$9,606,806, saving nearly \$3 million over the next ten years. The new bonds will be paid down between 2023 and 2031 and bear an interest rate of 5%. The scheduled payments of principal and interest on the bonds maturing on August 1 of the years 2025 through 2031 inclusive will be guaranteed under a municipal bond insurance policy. The portion of the refunding bonds issued for general Town purposes was \$74,825,600 and \$18,774,400 for component unit debt.

On February 4, 2022, the Town issued \$1,190,000 of bond anticipation notes in a private sale, at a rate of .89% per annum, payable November 14, 2022, for the acquisition of land for the Gold Coast Library (Library). The Town entered into an agreement with the Library, to advance a portion of the estimated funds necessary for the acquisition. The Town will deduct the principal and interest due on the note from the Library's ad valorem taxes remittance.

8. NEW PRONOUNCEMENTS

The Governmental Accounting Standards Board ("GASB") has issued the following Statements:

Statement No. 87, "*Leases*", the objective of which is to improve accounting and financial reporting for leases by governments. This Statement requires a lessee to recognize a lease liability and an intangible right-to-use lease asset, and a lessor to recognize a lease receivable and a deferred inflow of resources. The requirements of this Statement are effective for financial statements for the year ending December 31, 2022.

Statement No. 91, "*Conduit Debt Obligations*", the objective of which is to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issues, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The requirements of this Statement are effective for financial statements for the year ending December 31, 2022.

Statement No. 92, "*Omnibus 2020*", as amended by Statement No. 95, "*Postponement of the Effective Dates of Certain Authoritative Guidance*", was issued to enhance comparability in accounting and financial reporting and consistency of authoritative language on various topics. The requirements of this Statement are effective for reporting periods as follows: paragraphs 4,5,6,7,8,9,10, and 12 are effective for the year ending December 31, 2022.

Statement No. 93, "*Replacement of Interbank Offered Rates*", as amended by Statement No. 95, "*Postponement of the Effective Dates of Certain Authoritative Guidance*", amends certain provisions of GASB Statement No. 53, "*Accounting and Financial Reporting for Derivative Instruments*" as amended) and No. 87, "*Leases*". It has been issued to address the various accounting and reporting implications that will result from the replacement of LIBOR, as LIBOR will cease to exist in 2021. The requirements of this Statement are effective for the year ending December 31, 2022.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

8. NEW PRONOUNCEMENTS (continued)

Statement No. 94, *“Public-Private and Public-Public Partnerships and Availability Payment Arrangements”*, this Statement has been issued to improve financial reporting related to public-private and public-public partnership arrangements, in which one a government (“transferor”) contracts with an operator (“governmental or nongovernmental entity”) to provide public services by conveying the right to operate or use a nonfinancial assets. The requirements of this Statement are effective for the year ending December 31, 2023.

Statement No. 96, *“Subscription-Based Information Technology Arrangements”*, this Statement has been issued to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements (“SBITAs”) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *“Leases”*, as amended. The requirements of this Statement are effective for the year ending December 31, 2023.

Statement No. 97, *“Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans”*—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32, the primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (“OPEB”) plans, and employee benefit plans other than pension plans or OPEB plans (“other employee benefit plans”) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (“IRC”) Section 457 deferred compensation plans (“Section 457 plans”) that meet the definition of a pension plan and for benefits provided through those plans. The requirements of this Statement that (1) exempt primary governments that perform the duties that a governing board typically performs from treating the absence of a governing board the same as the appointment of a voting majority of a governing board in determining whether they are financially accountable for defined contribution pension plans, defined contribution OPEB plans, or other employee benefit plans, and (2) limit the applicability of the financial burden criterion in paragraph 7 of Statement No. 84 to defined benefit pension plans and defined benefit OPEB plans that are administered through trusts that meet the criteria in paragraph 3 of Statement No. 67 or paragraph 3 of Statement No. 74, respectively, are effective immediately. The requirements of this Statement that are related to the accounting and financial reporting for Section 457 plans are effective for financial statements for the year ending December 31, 2022.

Statement No. 99, *“Omnibus 2022”*, Effective Date: The requirements of this Statement are effective as follows: The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance. The requirements related to leases, PPPs, and SBITAs are effective for the year ending December 31, 2023. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective the year ending December 31, 2024.

TOWN OF OYSTER BAY
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

8. NEW PRONOUNCEMENTS (continued)

Statement No. 100, "*Accounting Changes and Error Corrections- an amendment to GASB Statement No. 62*", this Statement has been issued to enhance accounting and improve financial reporting related to accounting changes and error corrections. The requirements of this Statement are effective for the year ending December 31, 2024.

Statement No. 101, "*Compensated Absences*", this Statement has been issued to enhance recognition and measurement guidance for compensated absences under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for the year ending December 31, 2024.

The Town is currently evaluating the impact of the above pronouncements.

<p style="text-align: center;">REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MD&A</p>
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Notes to Required Supplementary Information

In order to show the full legal level of budgetary compliance for the General and certain Special Revenue Funds, detailed individual statements of revenues, expenditures and changes in fund balance – budget and actual, are presented in a separate budget report. [Town Comptroller – Town of Oyster Bay \(oysterbaytown.com\)](http://oysterbaytown.com)

Budgets for the General Fund and certain Special Revenue Funds are legally adopted for each fiscal year. The budgets are adopted on a basis of accounting consistent with GAAP, except that appropriations authorized for the current year are increased by the amount of encumbrances carried forward from the prior years. The Capital Projects and Special Grant Funds are budgeted on a project or grant basis.

TOWN OF OYSTER BAY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
REAL PROPERTY TAXES				
Ad valorem taxes	\$ 55,621,155	\$ 55,942,340	\$ 55,942,340	\$ -0-
Total Real Property Taxes	55,621,155	55,942,340	55,942,340	-0-
OTHER REAL PROPERTY TAX ITEMS				
Payment in lieu of taxes	1,800,321	1,800,321	1,916,862	116,541
Interest and penalty on taxes	1,700,000	2,200,000	2,202,411	2,411
Total Other Real Property Tax Items	3,500,321	4,000,321	4,119,273	118,952
NON-PROPERTY TAX ITEMS				
Franchises - cable TV	5,500,000	5,710,110	5,741,717	31,607
Total Non-Property Tax Items	5,500,000	5,710,110	5,741,717	31,607
DEPARTMENTAL INCOME				
Town clerk fees	500,000	500,000	478,562	(21,438)
Attorney fees	10,000	10,000	21,102	11,102
Other general departmental income	5,000	5,000	9,750	4,750
Public pound charge dog fees	15,000	15,000	7,532	(7,468)
Recreation fees	500,000	1,600,000	1,683,566	83,566
Community service fees	650,000	650,000	709,523	59,523
Recreational concessions	1,150,000	1,150,000	1,328,472	178,472
Beach, pool, golf fees	3,000,000	3,900,000	3,962,713	62,713
Boat basin fees	190,000	190,000	212,014	22,014
Dock storage leases	700,000	700,000	646,710	(53,290)
Incineration and disposal charges			250	250
Total Departmental Income	6,720,000	8,720,000	9,060,194	340,194
INTERGOVERNMENTAL CHARGES				
Dog pound facilities, other governments	200	200	633	433
Services other governments	5,000	5,000	296,694	291,694
Nassau County local government assistance	15,000,000	15,000,000	8,891,971	(6,108,029)
Total Intergovernmental Charges	15,005,200	15,005,200	9,189,298	(5,815,902)
USE OF MONEY AND PROPERTY				
Interest and earnings	100,000	100,000	256,155	156,155
Rental of real property	500,000	1,850,000	1,881,200	31,200
Rental of equipment	35,000	35,000	36,074	1,074
Total Use of Money and Property	635,000	1,985,000	2,173,429	188,429

(continued)

TOWN OF OYSTER BAY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
LICENSES AND PERMITS				
Games of chance	\$ 150	\$ 150	\$ 150	
Bingo licenses	300	300	360	\$ 60
Dog license fund apportionment	12,000	12,000	11,776	(224)
Road opening permits	250,000	250,000	300,748	50,748
Total Licenses and Permits	<u>262,450</u>	<u>262,450</u>	<u>313,034</u>	<u>50,584</u>
FINES AND FORFEITURES				
Court fines	300,000	300,000	234,916	(65,084)
Fines and penalties - dog cases	500	500	360	(140)
Total Fines and Forfeitures	<u>300,500</u>	<u>300,500</u>	<u>235,276</u>	<u>(65,224)</u>
SALE OF PROPERTY AND COMPENSATION FOR LOSS				
Sale of scrap and excess material	3,000	3,000	105,144	102,144
Sale of surplus equipment	100,000	100,000		(100,000)
Insurance recoveries	68,549	668,549	876,498	207,949
Total Sale of Property and Compensation for Loss	<u>171,549</u>	<u>771,549</u>	<u>981,642</u>	<u>210,093</u>
MISCELLANEOUS LOCAL SOURCES				
Refund of prior year expenditures	260,000	260,000	631,834	371,834
Gifts and donations		28,675	54,941	26,266
AIM related payment	1,350,000	1,682,422	1,682,422	
Miscellaneous revenue	800,000	1,396,396	1,426,536	30,140
Miscellaneous Local Sources	<u>2,410,000</u>	<u>3,367,493</u>	<u>3,795,733</u>	<u>428,240</u>
INTERFUND REVENUES	<u>33,291,088</u>	<u>33,291,088</u>	<u>33,434,009</u>	<u>142,921</u>
STATE AID				
Mental health	100,000	100,000	78,557	(21,443)
Mortgage tax	12,000,000	21,967,549	21,996,375	28,826
Youth program	65,000	65,000	65,000	
Other			48,621	48,621
Total State Aid	<u>12,165,000</u>	<u>22,132,549</u>	<u>22,188,553</u>	<u>56,004</u>
FEDERAL AID				
Other			4,969	4,969
Total Federal Aid	<u>-0-</u>	<u>-0-</u>	<u>4,969</u>	<u>4,969</u>
Total Revenue	<u>135,582,263</u>	<u>151,488,600</u>	<u>147,179,467</u>	<u>(4,309,133)</u>

(continued)

TOWN OF OYSTER BAY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Encum- brances	Variance with Final Budget
EXPENDITURES					
CURRENT:					
GENERAL GOVERNMENT SUPPORT					
Town board	\$ 1,950,136	\$ 1,950,165	\$ 1,898,382		\$ 51,783
Executive	1,483,473	1,576,109	1,531,750		44,359
Comptroller	6,202,651	6,359,241	5,573,743	\$ 166,784	618,714
Receiver of taxes	1,485,654	1,552,733	1,526,927		25,806
Inspector General	372,000	372,000	312,438		59,562
Town clerk	1,393,252	1,620,929	1,551,072	4,155	65,702
Town attorney	3,426,539	4,655,248	4,536,269	78,001	40,978
Human resources	892,867	902,367	886,420		15,947
Public works	2,432,650	2,449,425	2,422,369		27,056
General services	7,671,593	8,176,120	7,764,118	14,454	397,548
Central vehicle maintenance	9,720,079	10,901,703	9,955,276	2,788	943,639
Other general government support	4,380,000	18,732,494	18,185,429		547,065
Unallocated insurance and payment for losses	1,547,537	247,537	238,907		8,630
Total General Government Support	42,958,431	59,496,071	56,383,100	266,182	2,846,789
PUBLIC SAFETY					
Public safety	4,387,223	4,704,036	4,659,428	19,413	25,195
Animal shelter	1,370,627	1,412,478	1,251,909	1,921	158,648
Total Public Safety	5,757,850	6,116,514	5,911,337	21,334	183,843
ECONOMIC ASSISTANCE AND OPPORTUNITY					
Publicity	35,000	42,289	31,289		11,000
Total Economic Assistance And Opportunity	35,000	42,289	31,289	-0-	11,000
CULTURE AND RECREATION					
Community and youth services	5,372,471	5,476,850	5,170,875		305,975
Parks, recreation, beaches	14,089,715	15,270,630	14,984,143		286,487
Total Culture and Recreation	19,462,186	20,747,480	20,155,018	-0-	592,462
HOME AND COMMUNITY SERVICES					
Intergovernmental affairs	1,036,809	1,036,809	846,990		189,819
Housing authority	20,000	20,000	15,500		4,500
Environmental control	1,521,902	1,660,478	1,598,088	35,008	27,382
Total Home and Community Services	2,578,711	2,717,287	2,460,578	35,008	221,701

(continued)

TOWN OF OYSTER BAY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Encum- brances	Variance with Final Budget
EMPLOYEE BENEFITS					
State Employees' Retirement System	\$ 8,030,000	\$ 8,336,250	\$ 7,925,522		\$ 410,728
Social security	3,450,000	3,629,958	3,629,239		719
Workers' compensation	890,000	491,719	419,490		72,229
Disability benefits	6,000	6,000			6,000
Unemployment benefits	51,000	51,000			51,000
Hospital, medical and dental	17,700,000	18,201,871	18,170,834		31,037
Total Employee Benefits	<u>30,127,000</u>	<u>30,716,798</u>	<u>30,145,085</u>		<u>571,713</u>
Total Current	<u>100,919,178</u>	<u>119,836,439</u>	<u>115,086,407</u>	\$ 322,524	<u>4,427,508</u>
DEBT SERVICE					
Debt principal:					
Bond anticipation notes		2,897,087	2,897,087		
Capital lease	25,000	25,000	22,342		2,658
Debt interest:					
Bond anticipation notes		953,727	953,727		
Total Debt Service	<u>25,000</u>	<u>3,875,814</u>	<u>3,873,156</u>	-0-	<u>2,658</u>
Total Expenditures	<u>100,944,178</u>	<u>123,712,253</u>	<u>118,959,563</u>	<u>322,524</u>	<u>4,430,166</u>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures					
	<u>34,638,085</u>	<u>27,776,347</u>	<u>28,219,904</u>	<u>(322,524)</u>	<u>121,033</u>
OTHER FINANCING SOURCES (USES)					
Transfers in:					
Debt service fund			435,110		435,110
Transfers out:					
Debt service fund	(34,779,950)	(27,817,691)	(27,817,175)		516
Capital projects fund		(100,521)	(100,521)		
Total Other Financing Sources (Uses)	<u>(34,779,950)</u>	<u>(27,918,212)</u>	<u>(27,482,586)</u>	-0-	<u>435,626</u>
Net Change in Fund Balance	<u>\$ (141,865)</u>	<u>\$ (141,865)</u>	737,318	<u>\$ (322,524)</u>	<u>\$ 556,659</u>
Fund Balance at Beginning of Year			<u>21,047,525</u>		
Fund Balance at End of Year			<u>\$ 21,784,843</u>		

See independent auditor's report.

TOWN OF OYSTER BAY
HIGHWAY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
REAL PROPERTY TAXES				
Ad valorem taxes	\$ 48,613,606	\$ 48,613,606	\$ 48,613,606	\$ -0-
Total Real Property Taxes	48,613,606	48,613,606	48,613,606	-0-
OTHER REAL PROPERTY TAX ITEMS				
Payment in lieu of taxes	3,230,312	3,230,312	2,472,973	(757,339)
Total Other Real Property Tax Items	3,230,312	3,230,312	2,472,973	(757,339)
DEPARTMENTAL INCOME				
Public safety cleanup	400,000	400,000	268,033	(131,967)
Public safety sidewalk repair				
Public safety vacant and abandoned buildings			1,017	1,017
Charges demolition of unsafe buildings	100,000	100,000	99,959	(41)
Other transportation	100,000	100,000	62,758	(37,242)
Total Departmental Income	600,000	600,000	431,767	(168,233)
INTERGOVERNMENTAL CHARGES				
Nassau County local government assistance			400,000	400,000
Services other governments			19,880	19,880
Total Intergovernmental Charges	-0-	-0-	419,880	419,880
USE OF MONEY AND PROPERTY				
Interest and earnings			15,329	15,329
Rental of real property			2	2
Total Use of Money and Property	-0-	-0-	15,331	15,331
MISCELLANEOUS LOCAL SOURCES				
Refund of prior year expenditures				
Premium on obligations				
Miscellaneous revenue	100,000	100,000	32,171	(67,829)
Total Miscellaneous Local Sources	100,000	100,000	32,171	(67,829)
Total Revenues	52,543,918	52,543,918	51,985,728	(558,190)

(continued)

TOWN OF OYSTER BAY
HIGHWAY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Encum- brances	Variance with Final Budget
EXPENDITURES					
CURRENT:					
TRANSPORTATION					
Maintenance of streets	\$ 13,962,287	\$ 14,930,453	\$ 14,488,149	\$ 24,400	\$ 417,904
Machinery	3,368,676	3,368,676	3,107,171		261,505
Snow removal	2,375,805	2,558,661	2,555,461		3,200
Total Transportation	<u>19,706,768</u>	<u>20,857,790</u>	<u>20,150,781</u>	<u>24,400</u>	<u>682,609</u>
EMPLOYEE BENEFITS					
State Employee Retirement System	1,500,000	1,816,051	1,816,051		
Social security	650,000	735,420	735,420		
Workers' compensation	600,000	600,000	416,655		183,345
Disability benefits	1,000	1,000			1,000
Unemployment benefits	1,000	1,000			1,000
Hospital, medical and dental	4,470,000	4,511,058	3,734,234		776,824
Total Employee Benefits	<u>7,222,000</u>	<u>7,664,529</u>	<u>6,702,360</u>	<u>-0-</u>	<u>962,169</u>
Total Current	<u>26,928,768</u>	<u>28,522,319</u>	<u>26,853,141</u>	<u>24,400</u>	<u>1,644,778</u>
DEBT SERVICE:					
Debt principal:					
Bond anticipation notes		2,358,143	2,358,143		
Debt interest:					
Bond anticipation notes		1,379,221	1,379,221		
Total Debt Service	<u>-0-</u>	<u>3,737,364</u>	<u>3,737,364</u>	<u>-0-</u>	<u>-0-</u>
Total Expenditures	<u>26,928,768</u>	<u>32,259,683</u>	<u>30,590,505</u>	<u>24,400</u>	<u>1,644,778</u>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	<u>25,615,150</u>	<u>20,284,235</u>	<u>21,395,223</u>	<u>(24,400)</u>	<u>1,086,588</u>
OTHER FINANCING SOURCES (USES)					
Transfers in:					
Debt service fund		3,687,500	525,585		(3,161,915)
Transfers out:					
Debt service fund	(25,760,742)	(24,117,327)	(17,352,353)		6,764,974
Capital projects fund					
Total Other Financing Sources (Uses)	<u>(25,760,742)</u>	<u>(20,429,827)</u>	<u>(16,826,768)</u>	<u>-0-</u>	<u>3,603,059</u>
Net Change in Fund Balance	<u>\$ (145,592)</u>	<u>\$ (145,592)</u>	<u>4,568,455</u>	<u>\$ (24,400)</u>	<u>\$ 4,689,647</u>
Fund Balance at Beginning of Year			<u>9,909,132</u>		
Fund Balance at End of Year			<u>\$ 14,477,587</u>		

See independent auditor's report.

TOWN OF OYSTER BAY
GARBAGE COLLECTION DISTRICTS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
REAL PROPERTY TAXES				
Ad valorem taxes	\$ 65,133,047	\$ 65,133,047	\$ 65,133,047	\$ -0-
Total Real Property Taxes	65,133,047	65,133,047	65,133,047	-0-
OTHER REAL PROPERTY TAX ITEMS				
Payment in lieu of taxes	800,224	1,800,224	1,019,074	(781,150)
Total Other Real Property Tax Items	800,224	1,800,224	1,019,074	(781,150)
INTERGOVERNMENTAL CHARGES				
Nassau County local government assistance			5,850,000	5,850,000
Total Intergovernmental Charges	-0-	-0-	5,850,000	5,850,000
USE OF MONEY AND PROPERTY				
Interest and earnings			6,484	6,484
Total Use of Money and Property	-0-	-0-	6,484	6,484
MISCELLANEOUS LOCAL SOURCES				
Miscellaneous revenue			100	100
Total Miscellaneous Local Sources	-0-	-0-	100	100
Total Revenues	65,933,271	66,933,271	72,008,705	5,075,434

(continued)

TOWN OF OYSTER BAY
GARBAGE COLLECTION DISTRICTS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Encum- brances	Variance with Final Budget
EXPENDITURES					
CURRENT:					
HOME AND COMMUNITY SERVICES					
Sanitation	\$ 40,656,110	\$ 43,038,255	\$ 42,535,911	\$ 105,487	\$ 396,857
Total Home and Community Services	40,656,110	43,038,255	42,535,911	105,487	396,857
EMPLOYEE BENEFITS					
State Employee Retirement System	3,300,000	3,379,826	3,379,826		
Social security	1,450,000	1,524,057	1,524,057		
Workers' compensation	3,650,000	3,815,680	3,815,680		
Unemployment benefits	1,000	1,000			1,000
Disability benefits	1,000	1,000			1,000
Hospital, medical and dental	9,140,000	6,945,911	6,945,911		
Total Employee Benefits	17,542,000	15,667,474	15,665,474	-0-	2,000
Total Current	58,198,110	58,705,729	58,201,385	105,487	398,857
DEBT SERVICE:					
Debt principal:					
Bond anticipation notes		780,314	780,314		
Debt interest:					
Bond anticipation notes		199,281	199,281		
Total Debt Service	-0-	979,595	979,595	-0-	-0-
Total Expenditures	58,198,110	59,685,324	59,180,980	105,487	398,857
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,735,161	7,247,947	12,827,725	(105,487)	5,474,291
OTHER FINANCING SOURCES (USES)					
Transfers in:					
Debt service fund			4,606		4,606
Transfers out:					
Debt service fund	(7,735,161)	(7,247,947)	(6,624,512)		623,435
Total Other Financing Sources (Uses)	(7,735,161)	(7,247,947)	(6,619,906)	-0-	628,041
Net Change in Fund Balance	\$ -0-	\$ -0-	6,207,819	\$ (105,487)	\$ 6,102,332
Fund Balance at Beginning of Year			262,181		
Fund Balance at End of Year			<u>\$ 6,470,000</u>		

See independent auditor's report.

TOWN OF OYSTER BAY
SOLID WASTE DISPOSAL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
REAL PROPERTY TAXES				
Ad valorem taxes	\$ 16,281,252	\$ 16,281,252	\$ 16,281,252	\$ -0-
Total Real Property Taxes	16,281,252	16,281,252	16,281,252	-0-
OTHER REAL PROPERTY TAX ITEMS				
Payment in lieu of taxes	350,024	350,024	505,587	155,563
Total Other Real Property Tax Items	350,024	350,024	505,587	155,563
DEPARTMENTAL INCOME				
Refuse and garbage charges	9,500,000	15,005,000	11,535,303	(3,469,697)
Total Departmental Income	9,500,000	15,005,000	11,535,303	(3,469,697)
INTERGOVERNMENTAL CHARGES				
Nassau County local government assistance			2,200,000	2,200,000
Refuse and garbage charges - other governments			12,125	12,125
Total Intergovernmental Charges	-0-	-0-	2,212,125	2,212,125
USE OF MONEY AND PROPERTY				
Interest and earnings			5,066	5,066
Total Use of Money and Property	-0-	-0-	5,066	5,066
SALE OF PROPERTY AND COMPENSATION FOR LOSS				
Sale of recyclable material			167,199	167,199
Total Sale of Property and Compensation for Loss	-0-	-0-	167,199	167,199
STATE AID				
Other	100,000	100,000		(100,000)
Total State Aid	100,000	100,000	-0-	(100,000)
Total Revenues	26,231,276	31,736,276	30,706,532	(1,029,744)

(continued)

TOWN OF OYSTER BAY
SOLID WASTE DISPOSAL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Encum- brances	Variance with Final Budget
EXPENDITURES					
CURRENT:					
HOME AND COMMUNITY SERVICES					
Sanitation	\$ 20,194,218	\$ 24,635,359	\$ 23,016,425	\$ 4,162	\$ 1,614,772
Recycling	1,135	181,624	181,620		4
Total Home and Community Services	<u>20,195,353</u>	<u>24,816,983</u>	<u>23,198,045</u>	<u>4,162</u>	<u>1,614,776</u>
EMPLOYEE BENEFITS					
State Employee Retirement System	300,000	351,253	351,253		
Social security	120,000	125,447	125,447		
Workers' compensation	150,000	218,757	218,757		
Unemployment benefits	1,000	1,000			1,000
Disability benefits	1,000	1,000			1,000
Hospital, medical and dental	1,200,000	1,537,160	1,306,062		231,098
Total Employee Benefits	<u>1,772,000</u>	<u>2,234,617</u>	<u>2,001,519</u>	<u>-0-</u>	<u>233,098</u>
Total Current	<u>21,967,353</u>	<u>27,051,600</u>	<u>25,199,564</u>	<u>4,162</u>	<u>1,847,874</u>
DEBT SERVICE:					
Debt principal:					
Bond anticipation notes		244,229	244,229		
Debt interest:					
Bond anticipation notes		37,644	37,644		
Total Debt Service	<u>-0-</u>	<u>281,873</u>	<u>281,873</u>	<u>-0-</u>	<u>-0-</u>
Total Expenditures	<u>21,967,353</u>	<u>27,333,473</u>	<u>25,481,437</u>	<u>4,162</u>	<u>1,847,874</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,263,923</u>	<u>4,402,803</u>	<u>5,225,095</u>	<u>(4,162)</u>	<u>818,130</u>
OTHER FINANCING SOURCES (USES)					
Transfers in:					
Debt service fund			15,400		15,400
Transfers out:					
Debt service fund	(4,370,668)	(4,370,668)	(3,912,486)		458,182
Capital projects fund		(138,880)	(138,880)		
Total Other Financing Sources (Uses)	<u>(4,370,668)</u>	<u>(4,509,548)</u>	<u>(4,035,966)</u>	<u>-0-</u>	<u>473,582</u>
Net Change in Fund Balance	<u>\$ (106,745)</u>	<u>\$ (106,745)</u>	<u>1,189,129</u>	<u>\$ (4,162)</u>	<u>\$ 1,291,712</u>
Fund Balance (Deficit) at Beginning of Year			<u>581,398</u>		
Fund Balance at End of Year			<u>\$ 1,770,527</u>		

See independent auditor's report.

TOWN OF OYSTER BAY
SCHEDULE OF CHANGES IN THE TOWN'S TOTAL OTHER POSTEMPLOYMENT
BENEFITS LIABILITY AND RELATED RATIOS
December 31, 2021

	2021	2020	2019	2018
Total OPEB Liability				
Service cost	\$ 25,332,873	\$ 15,944,809	\$ 11,087,938	\$ 16,006,520
Interest	14,301,918	13,610,063	16,083,299	17,797,258
Difference between actual and expected experience	103,642,118		(98,297,011)	
Changes of assumptions and other inputs	1,267,437	55,323,404	95,483,731	(52,957,473)
Benefit payments	(14,935,728)	(13,652,375)	(12,020,247)	(13,856,455)
	<u>129,608,618</u>	<u>71,225,901</u>	<u>12,337,710</u>	<u>(33,010,150)</u>
Net Change in Total OPEB Liability				
Total OPEB Liability - Beginning	<u>558,778,764</u>	<u>487,552,863</u>	<u>475,215,153</u>	<u>508,225,303</u>
Total OPEB Liability - Ending	<u>\$ 688,387,382</u>	<u>\$ 558,778,764</u>	<u>\$ 487,552,863</u>	<u>\$ 475,215,153</u>
Covered-employee payroll	\$ 74,758,564	\$ 77,855,164	\$ 73,219,397	\$ 75,752,158
Total OPEB liability as a percentage of covered-employee payroll	920.81%	717.72%	665.88%	627.33%

Notes to Schedule:

This schedule is intended to show information for 10 years. Since 2018 is the first year for this presentation, no other data, prior to 2018 is available. However, additional years will be included as they become available.

No assets are accumulated in a trust that meets the criteria in GASB Statement No. 75, paragraph 4, to pay other postemployment benefits.

The Town currently contributed enough money to the plan to satisfy current obligations on a pay-as-you-go basis.

Plan Changes

None

Assumption Changes

Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

Discount rate:	2021	2.06%
	2020	2.12%
	2019	2.74%
	2018	4.10%
	2017	3.44%
Trend rate:	2021	6.5% down to 5.0% in 2023
	2020	6.5% down to 5.0% in 2023
	2019	7.0% down to 5.0% in 2023

See independent auditor's report.

TOWN OF OYSTER BAY
SCHEDULE OF PENSION CONTRIBUTIONS
December 31, 2021

Years Ending December 31,	Contractually Required Contributions	Contributions Recognized by the Plan in Relation to the Contractually Required Contributions	Contribution Deficiency (excess)	Covered Payroll	Actual Contributions as a Percentage of Covered Payroll
2021	\$ 13,451,121	\$ 13,460,979	\$ (9,858)	\$ 84,179,176	15.99%
2020	11,991,996	11,999,717	(7,721)	79,989,989	15.00%
2019	12,079,858	12,084,434	(4,576)	81,140,236	14.89%
2018	12,270,798	12,282,602	(11,804)	77,611,752	15.83%
2017	13,671,247	13,177,601	493,646	78,717,049	16.74%
2016	14,097,142	11,502,635	2,594,507	86,642,362	13.28%
2015	15,112,830	10,327,189	4,785,641	87,297,307	11.83%
2014	16,227,162	9,980,533	6,246,629	81,871,351	12.19%
2013	17,448,825	10,683,465	6,765,360	79,520,605	13.43%
2012	15,808,562	10,354,332	5,454,230	90,863,367	11.40%

Note: Contribution amounts presented for each year were determined as of December 31st with the contractually required contributions based on the amounts invoiced by the New York State Local Retirement System.

See independent auditor's report.

TOWN OF OYSTER BAY
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST TEN FISCAL YEARS ^{1 2}

	2021 ^{6 7}	2020 ^{4 5}	2019	2018	2017	2016 ³	2015
Town's proportion of the net pension liability	0.2557856%	0.2797594%	0.2790976%	0.3204051%	0.3345750%	0.3241518%	0.3185572%
Town's proportionate share of the net collective pension liability	\$ 254,696	\$ 74,081,920	\$ 19,774,916	\$ 10,340,898	\$ 31,437,416	\$ 52,027,268	\$ 10,761,642
Town's covered-employee payroll	\$ 81,808,479	\$ 78,367,255	\$ 80,599,210	\$ 76,989,796	\$ 87,196,731	\$ 87,987,807	\$ 82,956,655
Town's proportionate share of the net pension liability as a percentage of its covered-employee payroll	0.31%	94.53%	24.53%	13.43%	36.05%	59.13%	12.97%
Plan fiduciary net position as a percentage of the total pension liability coming from Plan	99.95%	86.39%	96.27%	98.24%	94.70%	90.70%	97.90%

1 Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

2 The amounts presented for each fiscal year were determined as of the March 31 measurement date within the current fiscal year.

3 The discount rate used to calculate the total pension liability was decreased from 7.5% to 7.0% effective with the March 31, 2016 measurement date.

4 The discount rate used to calculate the total pension liability was decreased from 7.0% to 6.8% effective with the March 31, 2020 measurement date.

5 Increase in proportionate share of the net pension liability mainly attributable to decrease in plan fiduciary net position due to investment losses.

6 The discount rate used to calculate the total pension liability was decreased from 6.8% to 5.9% effective with the March 31, 2021 measurement date.

7 Decrease in proportionate share of the net pension liability mainly attributable to ERS Statements change in assumption and difference in Projected and actual investments.

Note: This schedule is presented to illustrate the retirement for 10 years. However, until a full 10 year trend is compiled, the Town presents information for those years for which information is available.

See independent auditor's report.

TOWN OF OYSTER BAY
SCHEDULE OF PROPORTIONATE SHARE OF THE LENGTH OF SERVICE AWARD PROGRAM LIABILITY
SCHEDULE OF CHANGES IN THE LENGTH OF SERVICE AWARD PROGRAM LIABILITY AND RELATED RATIOS
December 31, 2021
LAST TEN FISCAL YEARS (1) (2) (3) (4)

Measurement date	Oyster Bay Fire Protection District				
	2021	2020	June 30, 2019	2018	2017
Total program liability - end of year	\$ 10,328,205	\$ 9,064,225	\$ 7,732,971	\$ 6,841,343	\$ 6,242,053
Town's percentage share of the LOSAP liability at end of year	60.27%	55.06%	55.06%	55.06%	55.06%
Town's proportionate share of the LOSAP liability at end of year	\$ 5,752,193	\$ 4,990,354	\$ 4,257,427	\$ 3,766,536	\$ 3,436,594
Expected average remaining years of service of all participants	5	5	6	9	7

Measurement date	Glenwood Fire Protection District				
	2021	2020	December 31, 2019	2018	2017
Total program liability - end of year	\$ 8,780,752	\$ 8,376,051	\$ 7,162,820	\$ 5,249,395	\$ 4,324,315
Town's percentage share of the LOSAP liability at end of year	46.00%	46.00%	46.00%	46.00%	46.00%
Town's proportionate share of the LOSAP liability at end of year	\$ 4,039,149	\$ 3,852,985	\$ 3,294,898	\$ 2,414,722	\$ 1,989,186
Expected average remaining years of service of all participants	4	4	4	6	7

Measurement date	Plainview Fire Protection District December 31,	
	2021	2020
Town's percentage share of the LOSAP liability at end of year	100.00%	100.00%
Total LOSAP Liability		
Total LOSAP Liability - Beginning	\$ 6,797,018	\$ 5,503,329
Service cost	243,601	250,116
Interest	124,364	109,502
Difference between actual and expected experience	11,805	
Changes of assumptions and other inputs	249,205	993,611
Benefit payments	(79,150)	(59,540)
Net Change in LOSAP Liability	<u>549,825</u>	<u>1,293,689</u>
Total LOSAP Liability - Ending	<u>\$ 7,346,843</u>	<u>\$ 6,797,018</u>
Expected average remaining years of service of all participants	5	5

Notes:

- (1) The schedules are intended to show LOSAP information for 10 years. Additional years will be displayed as they become available. Plainview LOSAP sponsorship began 1/1/2020.
- (2) There is no covered payroll due to the fact that these are volunteer fire departments.
- (3) Benefits are determined based off service credits earned.

Trust Assets

- (4) There are no assets accounted for in a trust that meets the criteria in paragraph 4 of GASB Statement No. 73 to pay related benefits.

Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period.
The following are the discount rates used in each period:

		Oyster Bay Fire	Glenwood Fire	Plainview Fire
Discount rate:	2021	1.92%	1.84%	1.84%
	2020	2.45%	2.00%	2.00%
	2019	3.13%	2.75%	
	2018	3.62%	3.71%	
	2017	3.56%	3.31%	
Other Changes:	2019	None	Loading increased from 25% to 27% to fund death benefit.	

See independent auditor's report.

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OTHER SUPPLEMENTARY INFORMATION

Combining and Individual Fund Statements of Revenues,
Expenditures, and Changes in Fund Balances – Budget and
Actual
Nonmajor Governmental Special Revenue Funds and
Schedules

TOWN OF OYSTER BAY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2021

	Special Revenue Funds			
	Town Outside Village	Special Grants	Drainage District	Park Districts
ASSETS				
Cash and investments	\$ 6,111,345	\$ 9,149,599	\$ 652,048	\$ 4,525,576
Restricted cash and investments	84,219	975,837		58,223
Accounts receivable, net of allowances for doubtful accounts of \$13,134	203,498			21,947
State and federal aid receivables		4,641,627		965
Inventory of material and supplies				
Total Assets	\$ 6,399,062	\$ 14,767,063	\$ 652,048	\$ 4,606,711
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable and other liabilities	\$ 2,791,641	\$ 4,358,907	\$ 72,325	\$ 1,800,769
Accrued liabilities	292,864	30,455	20,131	349,535
Grant advances		9,401,864		
Deposits payable	1,632,771			
Total Liabilities	4,717,276	13,791,226	92,456	2,150,304
FUND BALANCES				
Nonspendable				
Restricted	84,219	975,837		58,223
Assigned	1,597,567		559,592	2,398,184
Total Fund Balances	1,681,786	975,837	559,592	2,456,407
Total Liabilities and Fund Balances	\$ 6,399,062	\$ 14,767,063	\$ 652,048	\$ 4,606,711

See independent auditor's report.

Fire Protection Districts	Lighting District	Public Parking District	Water District	Total Nonmajor Funds
\$ 1,776,459	\$ 947,225	\$ 2,529,895	\$ 24,732	\$ 25,716,879
8,244,205		1,591		9,364,075
	633	1,761		227,839
	250,647			4,642,592
				250,647
<u>\$ 10,020,664</u>	<u>\$ 1,198,505</u>	<u>\$ 2,533,247</u>	<u>\$ 24,732</u>	<u>\$ 40,202,032</u>

\$ 1,444,748	\$ 178,560	\$ 147,234		\$ 10,794,184
	21,131	44,542		758,658
				9,401,864
				1,632,771
<u>1,444,748</u>	<u>199,691</u>	<u>191,776</u>	<u>-0-</u>	<u>22,587,477</u>
	250,647			250,647
8,244,205		1,591		9,364,075
<u>331,711</u>	<u>748,167</u>	<u>2,339,880</u>	<u>\$ 24,732</u>	<u>7,999,833</u>
<u>8,575,916</u>	<u>998,814</u>	<u>2,341,471</u>	<u>24,732</u>	<u>17,614,555</u>
<u>\$ 10,020,664</u>	<u>\$ 1,198,505</u>	<u>\$ 2,533,247</u>	<u>\$ 24,732</u>	<u>\$ 40,202,032</u>

TOWN OF OYSTER BAY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
For The Year Ended December 31, 2021

	Special Revenue Funds			
	Town Outside Village	Special Grants	Drainage District	Park Districts
REVENUES				
Real property taxes	\$ 113,177		\$ 2,330,231	\$ 25,085,782
Other real property tax items	14,578		86,478	1,400,505
Departmental income	11,859,063			833,307
Intergovernmental charges	400,000			
Use of money and property	3,275		598	27,785
Miscellaneous local sources	489,164	\$ 225,748		14
Federal aid		14,225,445		
Total Revenues	<u>12,879,257</u>	<u>14,451,193</u>	<u>2,417,307</u>	<u>27,347,393</u>
EXPENDITURES				
Current:				
Public safety	7,609,308			
Transportation				
Economic assistance and opportunity		2,337,556		
Culture and recreation				16,494,326
Home and community services	1,564,682	11,805,563	1,409,164	
Employee benefits	3,905,138	182,531	562,963	5,533,990
Debt Service:				
Principal	157,385		13,754	427,542
Interest	10,485		9,710	94,581
Total Expenditures	<u>13,246,998</u>	<u>14,325,650</u>	<u>1,995,591</u>	<u>22,550,439</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(367,741)</u>	<u>125,543</u>	<u>421,716</u>	<u>4,796,954</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	293	64,575	569	18,762
Transfers out	(424,298)		(117,042)	(3,755,068)
Total Other Financing Sources (Uses)	<u>(424,005)</u>	<u>64,575</u>	<u>(116,473)</u>	<u>(3,736,306)</u>
Net Change in Fund Balances	(791,746)	190,118	305,243	1,060,648
Fund Balances at Beginning of Year	<u>2,473,532</u>	<u>785,719</u>	<u>254,349</u>	<u>1,395,759</u>
Fund Balances at End of Year	<u>\$ 1,681,786</u>	<u>\$ 975,837</u>	<u>\$ 559,592</u>	<u>\$ 2,456,407</u>

See independent auditor's report.

Fire Protection Districts	Lighting District	Public Parking District	Water Districts	Total Nonmajor Funds
\$ 6,699,099	\$ 3,884,923	\$ 9,981,502		\$ 48,094,714
415,559	128,071	503,517		2,548,708
		193,990	\$ 8,414	12,894,774
477,918				877,918
240,886	1,245	3,481		277,270
	18,476	5,042		738,444
				14,225,445
<u>7,833,462</u>	<u>4,032,715</u>	<u>10,687,532</u>	<u>8,414</u>	<u>79,657,273</u>
8,555,136				16,164,444
	2,487,844	2,467,193		4,955,037
				2,337,556
				16,494,326
			8,414	14,787,823
	571,933	804,189		11,560,744
	188,972	1,072,574		1,860,227
	50,218	463,833		628,827
<u>8,555,136</u>	<u>3,298,967</u>	<u>4,807,789</u>	<u>8,414</u>	<u>68,788,984</u>
<u>(721,674)</u>	<u>733,748</u>	<u>5,879,743</u>	<u>-0-</u>	<u>10,868,289</u>
	6,300	100,606		191,105
	(332,251)	(4,532,374)		(9,161,033)
<u>-0-</u>	<u>(325,951)</u>	<u>(4,431,768)</u>	<u>-0-</u>	<u>(8,969,928)</u>
(721,674)	407,797	1,447,975	-0-	1,898,361
<u>9,297,590</u>	<u>591,017</u>	<u>893,496</u>	<u>24,732</u>	<u>15,716,194</u>
<u>\$ 8,575,916</u>	<u>\$ 998,814</u>	<u>\$ 2,341,471</u>	<u>\$ 24,732</u>	<u>\$ 17,614,555</u>

TOWN OF OYSTER BAY
TOWN OUTSIDE VILLAGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
REAL PROPERTY TAXES				
Ad valorem taxes	\$ 113,177	\$ 113,177	\$ 113,177	\$ -0-
Total Real Property Taxes	113,177	113,177	113,177	-0-
OTHER REAL PROPERTY TAX ITEMS				
Payment in lieu of taxes	19,967	19,967	14,578	(5,389)
Total Other Real Property Tax Items	19,967	19,967	14,578	(5,389)
DEPARTMENTAL INCOME				
Building fees	13,500,000	13,500,000	11,457,063	(2,042,937)
Zoning board fees	350,000	350,000	375,000	25,000
Planning fees	30,000	30,000	27,000	(3,000)
Total Departmental Income	13,880,000	13,880,000	11,859,063	(2,020,937)
INTERGOVERNMENTAL CHARGES				
Nassau County local government assistance			400,000	400,000
	-0-	-0-	400,000	400,000
USE OF MONEY AND PROPERTY				
Interest and earnings			3,275	3,275
Total Use of Money and Property	-0-	-0-	3,275	3,275
MISCELLANEOUS LOCAL SOURCES				
Photo processing fee			489,164	489,164
Total Miscellaneous Local Sources	-0-	-0-	489,164	489,164
Total Revenues	14,013,144	14,013,144	12,879,257	(1,133,887)

(continued)

TOWN OF OYSTER BAY
TOWN OUTSIDE VILLAGE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Encum- brances	Variance with Final Budget
EXPENDITURES					
CURRENT:					
PUBLIC SAFETY					
Building	\$ 7,283,188	\$ 7,285,416	\$ 7,133,502	\$ 931	\$ 150,983
Animal warden services	475,806	475,806	475,806		
Total Public Safety	7,758,994	7,761,222	7,609,308	931	150,983
CULTURE AND RECREATION					
Memorial day assistance	5,000	5,000			5,000
Total Culture and Recreation	5,000	5,000	-0-	-0-	5,000
HOME AND COMMUNITY SERVICES					
Board of appeals	450,543	450,543	410,213		40,330
Planning and development - staff	1,203,658	1,242,858	1,154,469	8,130	80,259
Total Home and Community Services	1,654,201	1,693,401	1,564,682	8,130	120,589
EMPLOYEE BENEFITS					
State Employee Retirement System	1,178,000	1,235,008	1,232,617		2,391
Social security	492,000	523,369	519,863		3,506
Workers' compensation	50,000	50,000	11,232		38,768
Disability benefits	1,600	1,600			1,600
Unemployment benefits	3,000	3,000			3,000
Hospital, medical and dental	2,275,000	2,148,875	2,141,426		7,449
Total Employee Benefits	3,999,600	3,961,852	3,905,138	-0-	56,714
Total Current	13,417,795	13,421,475	13,079,128	9,061	333,286
DEBT SERVICE:					
Debt principal:					
Bond anticipation notes		157,385	157,385		
Debt interest:					
Bond anticipation notes		10,485	10,485		
Total Debt Service	-0-	167,870	167,870	-0-	-0-
Total Expenditures	13,417,795	13,589,345	13,246,998	9,061	333,286
Excess (Deficiency) of Revenues					
Over (Under) Expenditures					
	595,349	423,799	(367,741)	(9,061)	(800,601)
OTHER FINANCING SOURCES (USES)					
Transfers in:					
Debt service fund		243,509	293		(243,216)
Transfers out:					
Debt service fund	(595,849)	(667,808)	(424,298)		243,510
Total Other Financing Sources (Uses)	(595,849)	(424,299)	(424,005)	-0-	294
Net Change in Fund Balance	\$ (500)	\$ (500)	(791,746)	\$ (9,061)	\$ (800,307)
Fund Balance at Beginning of Year			2,473,532		
Fund Balance at End of Year			<u>\$ 1,681,786</u>		

See independent auditor's report.

TOWN OF OYSTER BAY
DRAINAGE DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
REAL PROPERTY TAXES				
Ad valorem taxes	\$ 2,330,231	\$ 2,330,231	\$ 2,330,231	\$ -0-
Total Real Property Taxes	2,330,231	2,330,231	2,330,231	-0-
OTHER REAL PROPERTY TAX ITEMS				
Payment in lieu of taxes	100,089	100,089	86,478	(13,611)
Total Other Real Property Tax Items	100,089	100,089	86,478	(13,611)
USE OF MONEY AND PROPERTY				
Interest and earnings			598	598
Total Use of Money and Property	-0-	-0-	598	598
Total Revenues	2,430,320	2,430,320	2,417,307	(13,013)

(continued)

TOWN OF OYSTER BAY
DRAINAGE DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Encum- brances	Variance with Final Budget
EXPENDITURES					
CURRENT:					
HOME AND COMMUNITY SERVICES					
Drainage	\$ 1,472,849	\$ 1,478,472	\$ 1,409,164	\$ 910	\$ 68,398
Total Home and Community Services	1,472,849	1,478,472	1,409,164	910	68,398
EMPLOYEE BENEFITS					
State Employee Retirement System	110,000	110,000	95,300		14,700
Social security	50,000	51,402	51,402		
Disability benefits	200	200			200
Workers' compensation	5,000	5,000	3,209		1,791
Hospital, medical and dental	640,000	609,511	413,052		196,459
Unemployment insurance	1,000	1,000			1,000
Total Employee Benefits	806,200	777,113	562,963		214,150
Total Current	2,279,049	2,255,585	1,972,127	910	282,548
DEBT SERVICE:					
Debt principal:					
Bond anticipation notes		13,754	13,754		
Debt interest:					
Bond anticipation notes		9,710	9,710		
Total Debt Service	-0-	23,464	23,464	-0-	-0-
Total Expenditures	2,279,049	2,279,049	1,995,591	910	282,548
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	151,271	151,271	421,716	(910)	269,535
OTHER FINANCING SOURCES (USES)					
Transfers in:					
Debt service fund			569		569
Transfers out:					
Debt service fund	(151,271)	(151,271)	(117,042)		34,229
Total Other Financing Sources (Uses)	(151,271)	(151,271)	(116,473)	-0-	34,798
Net Change in Fund Balance	\$ -0-	\$ -0-	305,243	\$ (910)	\$ 304,333
Fund Balance at Beginning of Year			254,349		
Fund Balance at End of Year			<u>\$ 559,592</u>		

See independent auditor's report.

TOWN OF OYSTER BAY
PARK DISTRICTS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
REAL PROPERTY TAXES				
Ad valorem taxes	\$25,085,782	\$25,085,782	\$25,085,782	\$ -0-
Total Real Property Taxes	25,085,782	25,085,782	25,085,782	-0-
OTHER REAL PROPERTY TAX ITEMS				
Payment in lieu of taxes	1,405,031	1,408,231	1,400,505	(7,726)
Total Other Real Property Tax Items	1,405,031	1,408,231	1,400,505	(7,726)
DEPARTMENTAL INCOME				
Recreational concessions	30,500	30,500	6,333	(24,167)
Special recreational facility charge	610,000	610,000	826,974	216,974
Total Departmental Income	640,500	640,500	833,307	192,807
USE OF MONEY AND PROPERTY				
Interest and earnings			11,562	11,562
Rental of real property			13,673	13,673
Rental of equipment			2,550	2,550
Total Use of Money and Property	-0-	-0-	27,785	27,785
MISCELLANEOUS LOCAL SOURCES				
Miscellaneous revenue			14	14
Total Miscellaneous Local Sources	-0-	-0-	14	14
Total Revenues	27,131,313	27,134,513	27,347,393	212,880

(continued)

TOWN OF OYSTER BAY
PARK DISTRICTS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Encum- brances	Variance with Final Budget
EXPENDITURES					
CURRENT:					
CULTURE AND RECREATION					
Parks, pools and rinks	\$ 16,662,349	\$ 17,224,161	\$ 16,494,326	\$ 500	\$ 729,335
Total Culture and Recreation	16,662,349	17,224,161	16,494,326	500	729,335
EMPLOYEE BENEFITS					
State Employee Retirement System	1,350,000	1,421,159	1,421,159		
Social security	658,000	665,239	659,288		5,951
Workers' compensation	200,000	563,206	563,206		
Disability insurance	1,000	1,000			1,000
Unemployment insurance	1,000	1,000			1,000
Hospital, medical and dental	3,720,000	2,890,337	2,890,337		
Total Employee Benefits	5,930,000	5,541,941	5,533,990	-0-	7,951
Total Current	22,592,349	22,766,102	22,028,316	500	737,286
DEBT SERVICE:					
Debt principal:					
Bond anticipation notes		427,542	427,542		
Debt interest:					
Bond anticipation notes		94,581	94,581		
Total Debt Service	-0-	522,123	522,123	-0-	-0-
Total Expenditures	22,592,349	23,288,225	22,550,439	500	737,286
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,538,964	3,846,288	4,796,954	(500)	950,166
OTHER FINANCING SOURCES (USES)					
Transfers in:					
Debt service fund		27,015	18,762		(8,253)
Transfers out:					
Debt service fund	(4,538,964)	(4,030,549)	(3,755,068)		275,481
Capital projects fund					
Total Other Financing Sources (Uses)	(4,538,964)	(4,003,534)	(3,736,306)	-0-	267,228
Net Change in Fund Balance	\$ -0-	\$ (157,246)	1,060,648	\$ (500)	\$ 1,217,394
Fund Balance at Beginning of Year			1,395,759		
Fund Balance at End of Year			\$ 2,456,407		

See independent auditor's report.

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TOWN OF OYSTER BAY
FIRE PROTECTION DISTRICTS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
REAL PROPERTY TAXES				
Ad valorem taxes	\$ 6,699,099	\$ 6,699,099	\$ 6,699,099	\$ -0-
Total Real Property Taxes	6,699,099	6,699,099	6,699,099	-0-
OTHER REAL PROPERTY TAX ITEMS				
Payment in lieu of taxes	1,983,551	1,986,651	415,559	(1,571,092)
Total Other Real Property Tax Items	1,983,551	1,986,651	415,559	(1,571,092)
INTERGOVERNMENTAL CHARGES				
Nassau County local government assistance			477,918	477,918
Total Intergovernmental Charges	-0-	-0-	477,918	477,918
USE OF MONEY AND PROPERTY				
Interest and earnings		29,667	240,886	211,219
Total Use of Money and Property	-0-	29,667	240,886	211,219
Total Revenues	8,682,650	8,715,417	7,833,462	(881,955)
EXPENDITURES				
CURRENT:				
PUBLIC SAFETY				
Fire protection	8,682,650	8,873,123	8,555,136	317,987
Total Public Safety	8,682,650	8,873,123	8,555,136	317,987
Total Current	8,682,650	8,873,123	8,555,136	317,987
Total Expenditures	8,682,650	8,873,123	8,555,136	317,987
Net Change in Fund Balance	\$ -0-	\$ (157,706)	(721,674)	\$ (563,968)
Fund Balance at Beginning of Year			9,297,590	
Fund Balance at End of Year			\$ 8,575,916	

See independent auditor's report.

TOWN OF OYSTER BAY
LIGHTING DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
REAL PROPERTY TAXES				
Ad valorem taxes	\$ 3,884,923	\$ 3,884,923	\$ 3,884,923	\$ -0-
Total Real Property Taxes	3,884,923	3,884,923	3,884,923	-0-
OTHER REAL PROPERTY TAX ITEMS				
Payment in lieu of taxes	182	182	128,071	127,889
Total Other Real Property Tax Items	182	182	128,071	127,889
USE OF MONEY AND PROPERTY				
Interest and earnings			1,245	1,245
Total Use of Money and Property	-0-	-0-	1,245	1,245
MISCELLANEOUS LOCAL SOURCES				
Refund of prior year expenditures			18,476	18,476
Total Miscellaneous Local Sources	-0-	-0-	18,476	18,476
Total Revenues	3,885,105	3,885,105	4,032,715	147,610

(continued)

TOWN OF OYSTER BAY
LIGHTING DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Encum- brances	Variance with Final Budget
EXPENDITURES					
CURRENT:					
TRANSPORTATION					
Lighting	\$ 2,419,100	\$ 2,583,135	\$ 2,487,844	\$ 3,900	\$ 91,391
Total Transportation	2,419,100	2,583,135	2,487,844	3,900	91,391
EMPLOYEE BENEFITS					
State Employee Retirement System	135,000	135,000	106,582		28,418
Social security	60,000	63,381	63,381		
Disability benefits	200	200			200
Workers' compensation	15,000	15,000	10,162		4,838
Hospital, medical and dental	630,000	520,258	391,808		128,450
Unemployment benefits	1,000	1,000			1,000
Total Employee Benefits	841,200	734,839	571,933	-0-	162,906
Total Current	3,260,300	3,317,974	3,059,777	3,900	254,297
DEBT SERVICE:					
Debt principal:					
Bond anticipation notes		188,972	188,972		
Debt interest:					
Bond anticipation notes		50,218	50,218		
Total Debt Service	-0-	239,190	239,190	-0-	-0-
Total Expenditures	3,260,300	3,557,164	3,298,967	3,900	254,297
Excess (Deficiency) of Revenues					
Over (Under) Expenditures					
	624,805	327,941	733,748	(3,900)	401,907
OTHER FINANCING SOURCES (USES)					
Transfers in:					
Debt service fund		10,000	6,300		(3,700)
Transfers out:					
Debt service fund	(629,115)	(342,251)	(332,251)		10,000
Capital projects fund		-0-	-0-		
Total Other Financing Sources (Uses)	(629,115)	(332,251)	(325,951)	-0-	6,300
Net Change in Fund Balance	\$ (4,310)	\$ (4,310)	407,797	\$ (3,900)	\$ 408,207
Fund Balance at Beginning of Year			591,017		
Fund Balance at End of Year			<u>\$ 998,814</u>		

See independent auditor's report.

TOWN OF OYSTER BAY
PUBLIC PARKING DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
REAL PROPERTY TAXES				
Ad valorem taxes	\$ 9,981,502	\$ 9,981,502	\$ 9,981,502	\$ -0-
Total Real Property Taxes	9,981,502	9,981,502	9,981,502	-0-
OTHER REAL PROPERTY TAX ITEMS				
Payment in lieu of taxes	20	20	503,517	503,497
Total Other Real Property Tax Items	20	20	503,517	503,497
DEPARTMENTAL INCOME				
Parking permits			190,482	190,482
Parking meter fees			3,508	3,508
Total Departmental Income	-0-	-0-	193,990	193,990
USE OF MONEY AND PROPERTY				
Interest and earnings			3,481	3,481
Total Use of Money and Property	-0-	-0-	3,481	3,481
MISCELLANEOUS LOCAL SOURCES				
Refund of prior year expenditures			5,042	5,042
Total Miscellaneous Local Sources	-0-	-0-	5,042	5,042
Total Revenues	9,981,522	9,981,522	10,687,532	706,010

(continued)

TOWN OF OYSTER BAY
PUBLIC PARKING DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Encum- brances	Variance with Final Budget
EXPENDITURES					
CURRENT:					
TRANSPORTATION					
Parking	\$ 2,649,115	\$ 2,652,418	\$ 2,467,193	\$ 52,815	\$ 132,410
Total Transportation	<u>2,649,115</u>	<u>2,652,418</u>	<u>2,467,193</u>	<u>52,815</u>	<u>132,410</u>
EMPLOYEE BENEFITS					
State Employee Retirement System	160,000	167,021	167,021		
Social security	66,000	70,558	70,558		
Workers compensation	140,000	140,000	97,344		42,656
Disability benefits	1,000	1,000			1,000
Unemployment benefits	1,000	1,000			1,000
Hospital, medical and dental	675,000	683,463	469,266		214,197
Total Employee Benefits	<u>1,043,000</u>	<u>1,063,042</u>	<u>804,189</u>	<u>-0-</u>	<u>258,853</u>
Total Current	<u>3,692,115</u>	<u>3,715,460</u>	<u>3,271,382</u>	<u>52,815</u>	<u>391,263</u>
DEBT SERVICE:					
Debt principal:					
Bond anticipation notes		1,072,574	1,072,574		
Debt interest:					
Bond anticipation notes		463,833	463,833		
Total Debt Service	<u>-0-</u>	<u>1,536,407</u>	<u>1,536,407</u>	<u>-0-</u>	<u>-0-</u>
Total Expenditures	<u>3,692,115</u>	<u>5,251,867</u>	<u>4,807,789</u>	<u>52,815</u>	<u>391,263</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures					
	<u>6,289,407</u>	<u>4,729,655</u>	<u>5,879,743</u>	<u>(52,815)</u>	<u>1,097,273</u>
OTHER FINANCING SOURCES (USES)					
Transfers in:					
Debt service fund			100,606		100,606
Transfers out:					
Debt service fund	(6,289,407)	(4,723,134)	(4,525,853)		197,281
Other funds		(6,521)	(6,521)		
Total Other Financing Sources (Uses)	<u>(6,289,407)</u>	<u>(4,729,655)</u>	<u>(4,431,768)</u>	<u>-0-</u>	<u>297,887</u>
Net Change in Fund Balance	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>1,447,975</u>	<u>\$ (52,815)</u>	<u>\$ 1,395,160</u>
Fund Balance at Beginning of Year			<u>893,496</u>		
Fund Balance (Deficit) at End of Year			<u>\$ 2,341,471</u>		

See independent auditor's report.

TOWN OF OYSTER BAY
WATER DISTRICTS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
DEPARTMENTAL INCOME				
Water rental arrears	\$ -0-	\$ 8,414	\$ 8,414	\$ -0-
Total Departmental Income	-0-	8,414	8,414	-0-
Total Revenues	-0-	8,414	8,414	-0-
EXPENDITURES				
CURRENT:				
HOME AND COMMUNITY SERVICES				
Water		8,414	8,414	
Total Home and Community Services	-0-	8,414	8,414	-0-
Total Expenditures	-0-	8,414	8,414	-0-
Net Change in Fund Balance	<u>\$ -0-</u>	<u>\$ -0-</u>	-0-	<u>\$ -0-</u>
Fund Balance at Beginning of Year			<u>24,732</u>	
Fund Balance at End of Year			<u>\$ 24,732</u>	

See independent auditor's report.

TOWN OF OYSTER BAY
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
USE OF MONEY AND PROPERTY				
Interest and earnings	\$ -0-	\$ -0-	\$ 97,785	\$ 97,785
Total Use of Money and Property	-0-	-0-	97,785	97,785
MISCELLANEOUS LOCAL SOURCES				
Premiums on bond anticipation notes		1,081,867	1,009,347	(72,520)
Total Miscellaneous Local Sources	-0-	1,081,867	1,009,347	(72,520)
Total Revenues	-0-	1,081,867	1,107,132	25,265
EXPENDITURES				
CURRENT:				
GENERAL GOVERNMENT SUPPORT				
Fiscal agent fees	100,000	100,000	3,493	96,507
Total General Government Support	100,000	100,000	3,493	96,507
Total Current	100,000	100,000	3,493	96,507
DEBT SERVICE:				
Debt principal:				
Serial bonds	65,207,614	60,700,527	57,067,614	3,632,913
Debt interest:				
Serial bonds	19,543,412	18,155,211	16,529,451	1,625,760
Bond issuance costs		705,062	705,062	
Total Debt Service	84,751,026	79,560,800	74,302,127	5,258,673
Total Expenditures	84,851,026	79,660,800	74,305,620	5,355,180
Excess (Deficiency) of Revenues Over (Under) Expenditures	(84,851,026)	(78,578,933)	(73,198,488)	5,380,445
OTHER FINANCING SOURCES (USES)				
Transfers in:				
Other funds	84,851,026	78,906,407	72,204,586	(6,701,821)
Premium on refunding bond		9,707,282	9,707,282	
Refunding bond issued		70,658,253	71,774,729	1,116,476
Payment to refunded bond escrow agent		(79,380,877)	(79,380,877)	
Transfers out:				
Other funds		(1,312,132)	(1,107,232)	204,900
Total Other Financing Sources (Uses)	84,851,026	78,578,933	73,198,488	(5,380,445)
Net Change in Fund Balance	\$ -0-	\$ -0-	-0-	\$ -0-
Fund Balance at Beginning of Year			100,628	
Fund Balance at End of Year			\$ 100,628	

See independent auditor's report.

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**DISCRETELY PRESENTED NONMAJOR
COMPONENT UNITS**

The discretely presented nonmajor component units of the Town provide water, sewer and sanitation services to residents and businesses within the districts. These districts are organized under New York State Town Law and have separately elected boards. Long-term debt, backed by the full faith and credit of the Town, and other matters result in an interdependency with the Town.

TOWN OF OYSTER BAY
DISCRETELY PRESENTED NONMAJOR COMPONENT UNITS
COMBINING STATEMENT OF NET POSITION
December 31, 2021

	Locust Valley Water District	Massapequa Water District	Oyster Bay Water District	South Farmingdale Water District
ASSETS				
Current Assets:				
Cash and investments	\$ 1,999,319	\$ 716,242	\$ 1,349,034	\$ 8,144,131
Restricted cash and investments		2,217,983		4,174,142
Accounts receivable, net	628,335	2,792,671	319,148	1,358,584
Due from other governments		147,519		
Due from primary government	699,957	138,677	30,470	4,242,194
Other assets				
Inventory of materials and supplies	101,578	48,821	41,468	12,280
Prepays	156,031	67,588	5,905	127,613
Total Current Assets	3,585,220	6,129,501	1,746,025	18,058,944
Non-Current Assets:				
Non-depreciable capital assets	2,087,176	5,847,290	834,761	4,354,158
Depreciable capital assets, net of depreciation	13,936,938	19,103,502	10,132,183	29,646,291
Total Non-Current Assets	16,024,114	24,950,792	10,966,944	34,000,449
Total Assets	19,609,334	31,080,293	12,712,969	52,059,393
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charges on refundings				
Other postemployment benefits	1,137,187	4,374,015	676,971	2,650,461
Pensions	538,917	1,242,160	501,920	1,399,020
Total Deferred Outflows of Resources	1,676,104	5,616,175	1,178,891	4,049,481
LIABILITIES				
Current Liabilities:				
Accounts payable and other current liabilities	257,438	2,816,808	214,977	651,822
Accrued liabilities		653,971	36,005	
Accrued interest payable	160,137	100,190	38,029	334,341
Bond anticipation notes payable				
Due to other governments				
Due to primary government		1,539,201	179,122	
Due to other funds				
Deposits Payable			35,646	350
Unearned income		41,959		20,919
Compensated absences		117,730		
Non-current liabilities due within one year	894,065	410,668	458,589	1,739,557
Total Current Liabilities	1,311,640	5,680,527	962,368	2,746,989
Non-Current Liabilities due in more than one year:				
General obligation bonds payable, inclusive of premiums	8,235,281	2,171,923	2,558,112	12,062,681
Bond anticipation notes payable long-term	2,490,000	4,000,000		10,455,000
Due to Employee Retirement System				
Compensated absences	347,594	283,110	216,800	699,077
Other postemployment benefits payable	4,330,983	15,666,728	4,498,373	9,951,991
Net pension liability - proportionate share	1,725	5,229	1,781	6,002
Capital lease payable	33,034			
Other debt, inclusive of premiums				
Total Non-Current Liabilities due in more than one year	15,438,617	22,126,990	7,275,066	33,174,751
Total Liabilities	16,750,257	27,807,517	8,237,434	35,921,740
DEFERRED INFLOWS OF RESOURCES				
Other postemployment benefits	329,444	1,578,189	202,911	1,321,810
Pensions	518,617	1,571,025	532,532	1,787,625
Total Deferred Inflows of Resources	848,061	3,149,214	735,443	3,109,435
NET POSITION				
Net investment in capital assets	4,920,281	16,656,278	7,856,110	13,518,245
Restricted	1,262,571	2,217,983	1,151,737	4,174,142
Unrestricted (Deficit)	(2,495,732)	(13,134,524)	(4,088,864)	(614,688)
Total Net Position (Deficit)	\$ 3,687,120	\$ 5,739,737	\$ 4,918,983	\$ 17,077,699

See independent auditor's report.

Glenwood- Glenhead Garbage District	Syosset Sanitation District	Oyster Bay Sewer District	Total Nonmajor Component Units
\$ 205,960	\$ 549,843	\$ 742,394	\$ 13,706,923
			6,392,125
	52		5,098,738
2,334		85,091	147,571
1,700			5,198,723
			1,700
			204,147
		114,951	472,088
<u>209,994</u>	<u>549,895</u>	<u>942,436</u>	<u>31,222,015</u>
		33,840	13,157,225
		11,023,000	83,841,914
<u>-0-</u>	<u>-0-</u>	<u>11,056,840</u>	<u>96,999,139</u>
<u>209,994</u>	<u>549,895</u>	<u>11,999,276</u>	<u>128,221,154</u>
		34,747	34,747
		3,179,817	12,018,451
		1,342,263	5,024,280
<u>-0-</u>	<u>-0-</u>	<u>4,556,827</u>	<u>17,077,478</u>
164,473		117,512	4,223,030
		15,751	689,976
			648,448
			1,718,323
		16,349	52,345
			62,878
			117,730
		455,884	3,958,763
<u>164,473</u>	<u>-0-</u>	<u>605,496</u>	<u>11,471,493</u>
		626,787	25,654,784
			16,945,000
		544,361	2,090,942
		13,155,120	47,603,195
		5,354	20,091
			33,034
<u>-0-</u>	<u>-0-</u>	<u>14,331,622</u>	<u>92,347,046</u>
<u>164,473</u>	<u>-0-</u>	<u>14,937,118</u>	<u>103,818,539</u>
		1,316,257	4,748,611
		1,592,451	6,002,250
<u>-0-</u>	<u>-0-</u>	<u>2,908,708</u>	<u>10,750,861</u>
		10,171,755	53,122,669
			8,806,433
<u>45,521</u>	<u>549,895</u>	<u>(11,461,478)</u>	<u>(31,199,870)</u>
<u>\$ 45,521</u>	<u>\$ 549,895</u>	<u>\$ (1,289,723)</u>	<u>\$ 30,729,232</u>

TOWN OF OYSTER BAY
DISCRETELY PRESENTED NONMAJOR COMPONENT UNITS
COMBINING STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2021

	Locust Valley Water District	Massapequa Water District	Oyster Bay Water District	South Farmingdale Water District
EXPENSES				
Current:				
Home and community services	\$ 4,013,830	\$ 7,477,017	\$ 2,696,627	\$ 8,219,247
Total Expenses	<u>4,013,830</u>	<u>7,477,017</u>	<u>2,696,627</u>	<u>8,219,247</u>
PROGRAM REVENUES				
Charges for services	1,990,915	4,358,194	1,071,819	4,303,753
Operating grants and contributions				
Capital grants and contributions	204,940			1,881,626
Total Program Revenues	<u>2,195,855</u>	<u>4,358,194</u>	<u>1,071,819</u>	<u>6,185,379</u>
Net Expenses	<u>(1,817,975)</u>	<u>(3,118,823)</u>	<u>(1,624,808)</u>	<u>(2,033,868)</u>
GENERAL REVENUES				
Real property taxes	1,391,697	2,156,035	978,357	3,706,786
Other real property tax items	15,758	118,058	26,905	79,405
Use of money and property:				
Interest and earnings	16,275	7,348	14,374	13,032
Rental	340,858	286,915	435,060	442,134
Fines and Forfeitures				
Sales of property and compensation for loss		46,777	2,611	15,294
Miscellaneous local sources	129,771	122,009	27,513	201,172
Total General Revenues	<u>1,894,359</u>	<u>2,737,142</u>	<u>1,484,820</u>	<u>4,457,823</u>
Changes in Net Position	<u>76,384</u>	<u>(381,681)</u>	<u>(139,988)</u>	<u>2,423,955</u>
Net Position (Deficit) beginning, as restated	<u>3,610,736</u>	<u>6,121,418</u>	<u>5,058,971</u>	<u>14,653,744</u>
Net Position (Deficit) ending	<u>\$ 3,687,120</u>	<u>\$ 5,739,737</u>	<u>\$ 4,918,983</u>	<u>\$ 17,077,699</u>

See independent auditor's report.

Glenwood- Glenhead Garbage District	Syosset Sanitation District	Oyster Bay Sewer District	Total Nonmajor Component Units
\$ 1,183,556	\$ 555,307	\$ 5,371,256	29,516,840
<u>1,183,556</u>	<u>555,307</u>	<u>5,371,256</u>	<u>29,516,840</u>
		657,211	12,381,892
			<u>2,086,566</u>
-0-	-0-	657,211	14,468,458
<u>(1,183,556)</u>	<u>(555,307)</u>	<u>(4,714,045)</u>	<u>(15,048,382)</u>
1,313,286	585,099	3,537,653	13,668,913
		169,885	410,011
		681	51,710
			1,504,967
			64,682
		30,148	<u>510,613</u>
<u>1,313,286</u>	<u>585,099</u>	<u>3,738,367</u>	<u>16,210,896</u>
<u>129,730</u>	<u>29,792</u>	<u>(975,678)</u>	<u>1,162,514</u>
<u>(84,209)</u>	<u>520,103</u>	<u>(314,045)</u>	<u>29,566,718</u>
<u>\$ 45,521</u>	<u>\$ 549,895</u>	<u>\$ (1,289,723)</u>	<u>\$ 30,729,232</u>

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STATISTICAL SECTION

This comprehensive statistical data for the Town includes, in some cases, statistical information for the villages, school districts, and special districts, which are not part of the Town reporting entity. It is intended to provide readers of this report with a broader and more complete understanding of the Town and its financial affairs than is possible from the financial statements and schedules included in the Financial Section. Many tables in this section cover several years for comparison purposes, and may present data from outside of the Town's accounting records. This part of the Town of Oyster Bay's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

	<u>Page</u>
Financial Trends	
These schedules contain information to help the reader understand how the Town's financial performance and well-being have changed over time.	153-162
Revenue Capacity	
These schedules contain information to help the reader assess the Town's most significant local revenue source, the property tax.	163-170
Debt Capacity	
These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.	171-174
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	175-176
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	178-182

TOWN OF OYSTER BAY
NET POSITION BY COMPONENT
LAST TEN YEARS
(accrual basis of accounting)

Year Ended December 31,	2021	2020	2019	2018	2017 ¹
Primary government ²					
Governmental activities					
Net position:					
Net investment					
in capital assets	\$ 98,062,352	\$ 98,870,292	\$ 98,375,020	\$ 90,069,969	\$ 80,927,167
Restricted	15,279,241	14,722,722	9,225,629	4,523,843	6,651,316
Unrestricted (Deficit)	<u>(657,755,596)</u>	<u>(671,523,646)</u>	<u>(632,548,079)</u>	<u>(642,851,037)</u>	<u>(664,954,361)</u>
Total Primary Government					
Net Position (Deficit)	<u>\$ (544,414,003)</u>	<u>\$ (557,930,632)</u>	<u>\$ (524,947,430)</u>	<u>\$ (548,257,225)</u>	<u>\$ (577,375,878)</u>

Source: Office of the Comptroller and the audited financial statements of the Town of Oyster Bay.

Note: ¹ The net position at December 31, 2017 was restated to reflect the implementation of GASB No. 75.

² Certain reclassifications were made to conform with the current year presentation.

2016	2015	2014	2013	2012
\$ 62,093,771	\$ 47,826,317	\$ 45,954,736	\$ 35,922,914	\$ 26,762,896
5,814,874	2,849,979	1,808,763	1,201,964	1,276,840
<u>(394,840,694)</u>	<u>(357,885,456)</u>	<u>(319,816,153)</u>	<u>(266,969,820)</u>	<u>(231,457,703)</u>
<u>\$ (326,932,049)</u>	<u>\$ (307,209,160)</u>	<u>\$ (272,052,654)</u>	<u>\$ (229,844,942)</u>	<u>\$ (203,417,967)</u>

TOWN OF OYSTER BAY
CHANGES IN NET POSITION
LAST TEN YEARS
(accrual basis of accounting)

Year Ended December 31,	2021	2020	2019 ¹	2018	2017
Expenses					
Governmental activities:					
General government support	\$ 32,099,397	\$ 35,982,790	\$ 35,175,120	\$ 31,296,069	\$ 32,624,198
Public safety	34,349,581	33,205,685	29,005,596	27,303,498	27,134,763
Transportation	67,392,506	61,171,190	57,514,994	57,624,042	56,143,668
Economic assistance and opportunity	3,413,865	3,175,699	3,228,546	3,157,405	3,123,788
Culture and recreation	76,276,834	75,407,863	69,175,777	69,941,598	70,089,044
Home and community service	99,114,740	88,149,870	77,446,692	77,656,093	79,258,294
Interest on debt	16,112,736	20,634,593	22,040,827	21,718,222	26,173,679
Total governmental activities expenses	<u>328,759,659</u>	<u>317,727,690</u>	<u>293,587,552</u>	<u>288,696,927</u>	<u>294,547,434</u>
Total primary government expenses	<u>\$ 328,759,659</u>	<u>\$ 317,727,690</u>	<u>\$ 293,587,552</u>	<u>\$ 288,696,927</u>	<u>\$ 294,547,434</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government support	\$ 2,073,074	\$ 1,279,955	\$ 1,818,188	\$ 1,155,770	\$ 1,073,664
Public safety	11,745,396	9,433,018	11,637,503	10,212,514	9,742,053
Transportation	844,464	1,930,009	1,441,484	2,976,973	1,413,871
Economic assistance and opportunity	-	-	-	-	-
Culture and recreation	9,757,014	7,512,475	7,893,320	7,398,745	6,328,599
Home and community service	2,874,144	1,664,236	1,858,906	1,724,436	1,030,236
Operating grants and contributions	5,865,871	3,188,637	3,803,917	3,914,142	3,555,183
Capital grants and contributions	11,992,803	2,597,728	4,222,594	6,862,565	437,352
Total governmental activities program revenues	<u>45,152,766</u>	<u>27,606,058</u>	<u>32,675,912</u>	<u>34,245,145</u>	<u>23,580,958</u>
Total primary government program revenues	<u>\$ 45,152,766</u>	<u>\$ 27,606,058</u>	<u>\$ 32,675,912</u>	<u>\$ 34,245,145</u>	<u>\$ 23,580,958</u>
Net (Expense)/Revenue					
Governmental activities	<u>\$ (283,606,893)</u>	<u>\$ (290,121,632)</u>	<u>\$ (260,911,640)</u>	<u>\$ (254,451,782)</u>	<u>\$ (270,966,476)</u>
Total primary government net expense	<u>\$ (283,606,893)</u>	<u>\$ (290,121,632)</u>	<u>\$ (260,911,640)</u>	<u>\$ (254,451,782)</u>	<u>\$ (270,966,476)</u>
General Revenues and Other Changes in Net Position					
Governmental activities:					
Real property taxes	\$ 234,064,959	\$ 234,006,232	\$ 234,677,867	\$ 234,030,013	\$ 235,562,854
Other real property tax items	10,665,616	9,950,890	10,305,298	10,490,964	10,208,772
Non-property tax items	5,741,717	5,310,815	5,561,876	5,642,122	5,705,925
Interest earnings	641,866	1,450,290	2,540,127	1,340,630	590,388
Local government assistance - unrestricted	18,219,889	15,343,744	16,049,873	15,497,649	14,959,916
State aid - unrestricted	21,996,375	15,482,645	12,654,751	13,089,231	14,126,639
Other	5,793,100	7,981,042	4,906,643	357,037	6,820,884
Special item		(30,450,000)	(2,475,000)	3,122,789	
Extraordinary items					
Total primary government government general revenues and other	<u>297,123,522</u>	<u>259,075,658</u>	<u>284,221,435</u>	<u>283,570,435</u>	<u>287,975,378</u>
Total primary government	<u>\$ 297,123,522</u>	<u>\$ 259,075,658</u>	<u>\$ 284,221,435</u>	<u>\$ 283,570,435</u>	<u>\$ 287,975,378</u>
Change in Net Position					
Governmental activities	<u>\$ 13,516,629</u>	<u>\$ (31,045,974)</u>	<u>\$ 23,309,795</u>	<u>\$ 29,118,653</u>	<u>\$ 17,008,902</u>
Total primary government	<u>\$ 13,516,629</u>	<u>\$ (31,045,974)</u>	<u>\$ 23,309,795</u>	<u>\$ 29,118,653</u>	<u>\$ 17,008,902</u>

Source: Office of the Comptroller and the audited financial statements of the Town of Oyster Bay.

Note: ¹ In 2019, State aid-unrestricted for per capita aid was converted to other general revenue as AIM Related payment, per the requirements of the Office of the State Comptroller.

	2016	2015	2014	2013	2012
\$	35,572,625	\$ 37,483,953	\$ 38,162,097	\$ 36,575,649	\$ 32,796,871
	28,898,107	29,462,383	28,286,861	29,134,180	27,821,478
	60,479,881	59,896,037	62,982,460	68,083,600	71,035,386
	3,391,651	4,041,854	4,192,597	4,035,988	4,039,287
	71,781,695	70,411,344	66,674,609	71,386,725	70,617,267
	84,826,153	89,199,268	86,904,193	93,926,958	85,793,941
	25,706,555	25,301,881	24,225,844	22,180,971	21,318,102
	<u>310,656,667</u>	<u>315,796,720</u>	<u>311,428,661</u>	<u>325,324,071</u>	<u>313,422,332</u>
\$	<u>310,656,667</u>	<u>\$ 315,796,720</u>	<u>\$ 311,428,661</u>	<u>\$ 325,324,071</u>	<u>\$ 313,422,332</u>

\$	1,865,841	\$ 1,286,612	\$ 1,136,556	\$ 1,229,235	\$ 1,003,364
	7,799,239	6,697,956	6,024,901	6,354,468	4,564,537
	1,921,218	1,899,617	2,922,521	2,029,540	2,285,793
	-0-	-0-	-0-	-0-	-0-
	5,844,405	6,175,419	6,230,650	6,307,093	6,586,215
	768,665	984,528	830,167	794,692	899,181
	3,988,225	4,535,703	10,777,160	15,217,357	18,126,195
	2,815,071	2,465,139	4,522,687	10,328,219	5,666,110
	<u>25,002,664</u>	<u>24,044,974</u>	<u>32,444,642</u>	<u>42,260,604</u>	<u>39,131,395</u>
\$	<u>25,002,664</u>	<u>\$ 24,044,974</u>	<u>\$ 32,444,642</u>	<u>\$ 42,260,604</u>	<u>\$ 39,131,395</u>

\$	(285,654,003)	\$ (291,751,746)	\$ (278,984,019)	\$ (283,063,467)	\$ (274,290,937)
\$	<u>(285,654,003)</u>	<u>\$ (291,751,746)</u>	<u>\$ (278,984,019)</u>	<u>\$ (283,063,467)</u>	<u>\$ (274,290,937)</u>

\$	210,988,363	\$ 215,667,149	\$ 198,080,058	\$ 182,180,760	\$ 175,579,664
	10,129,678	4,993,937	3,678,417	3,390,556	3,197,633
	5,680,869	5,308,648	5,112,339	4,863,692	4,696,524
	236,536	218,014	181,680	246,628	147,906
	14,556,122	14,258,755	13,942,484	14,680,867	13,733,876
	13,679,895	12,311,610	10,327,711	11,883,093	11,184,538
	10,659,651	3,837,127	8,005,579	10,062,430	12,963,873
				30,025,000	
	<u>265,931,114</u>	<u>256,595,240</u>	<u>239,328,268</u>	<u>257,333,026</u>	<u>221,504,014</u>
\$	<u>265,931,114</u>	<u>\$ 256,595,240</u>	<u>\$ 239,328,268</u>	<u>\$ 257,333,026</u>	<u>\$ 221,504,014</u>

\$	(19,722,889)	\$ (35,156,506)	\$ (39,655,751)	\$ (25,730,441)	\$ (52,786,923)
\$	<u>(19,722,889)</u>	<u>\$ (35,156,506)</u>	<u>\$ (39,655,751)</u>	<u>\$ (25,730,441)</u>	<u>\$ (52,786,923)</u>

TOWN OF OYSTER BAY
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)

Year Ended December 31,	2021	2020	2019	2018	2017
General Fund					
Nonspendable	\$ 3,103,795	\$ 2,236,252	\$ 2,226,843	\$ 2,314,736	\$ 2,077,679
Restricted	4,549,966	4,549,966	616,890	31,287	32,237
Assigned	2,715,382	605,531	3,109,711		
Unassigned (Deficit)	<u>11,415,700</u>	<u>13,655,776</u>	<u>2,245,425</u>	<u>(12,746,493)</u>	<u>(24,144,002)</u>
Total General Fund	<u>\$ 21,784,843</u>	<u>\$ 21,047,525</u>	<u>\$ 8,198,869</u>	<u>\$ (10,400,470)</u>	<u>\$ (22,034,086)</u>
All other governmental funds					
Nonspendable	\$ 1,428,444	\$ 1,010,923	\$ 1,051,924	\$ 1,286,447	\$ 1,428,965
Restricted	37,112,192	58,576,497	55,728,056	47,817,416	31,425,489
Assigned	28,275,578	15,300,617	17,859,322	20,443,449	18,064,833
Unassigned (Deficit)	<u>(30,516,716)</u>	<u>(43,472,228)</u>	<u>(12,640,130)</u>	<u>(40,103,826)</u>	<u>(120,838,068)</u>
Total all other governmental funds	<u>\$ 36,299,498</u>	<u>\$ 31,415,809</u>	<u>\$ 61,999,172</u>	<u>\$ 29,443,486</u>	<u>\$ (69,918,781)</u>

Source: Office of the Comptroller and the audited financial statements of the Town of Oyster Bay.

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
\$ 5,629,349	\$ 9,209,971	\$ 11,909,423	\$ 4,678,333	\$ 3,387,516
<u>(45,583,563)</u>	<u>(37,054,024)</u>	<u>(29,416,588)</u>	<u>(3,168,285)</u>	<u>(10,299,540)</u>
<u><u>\$(39,954,214)</u></u>	<u><u>\$(27,844,053)</u></u>	<u><u>\$(17,507,165)</u></u>	<u><u>\$ 1,510,048</u></u>	<u><u>\$(6,912,024)</u></u>
\$ 1,300,742	\$ 1,259,729	\$ 1,530,435	\$ 1,734,984	\$ 1,721,425
29,698,404	2,849,979	1,808,763	1,201,964	1,276,840
23,998,100	7,023,559	3,729,857	5,633,333	6,680,117
<u>(125,878,180)</u>	<u>(109,470,762)</u>	<u>(80,437,628)</u>	<u>(310,460,120)</u>	<u>(366,641,459)</u>
<u><u>\$(70,880,934)</u></u>	<u><u>\$(98,337,495)</u></u>	<u><u>\$(73,368,573)</u></u>	<u><u>\$(301,889,839)</u></u>	<u><u>\$(356,963,077)</u></u>

TOWN OF OYSTER BAY
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)

Year Ended December 31,	2021	2020	2019	2018	2017
Revenues					
Real property taxes	\$ 234,064,959	\$ 234,006,232	\$ 234,677,867	\$ 234,030,013	\$ 235,562,854
Other real property tax items	10,665,615	9,950,890	10,305,298	10,490,964	10,208,772
Non-property tax items	5,741,717	5,310,815	5,561,876	5,642,122	5,705,925
Departmental income	33,922,038	30,534,814	31,250,459	29,941,417	27,166,574
Intergovernmental charges	18,549,221	15,595,973	16,394,523	15,596,762	15,008,883
Use of money and property	2,575,365	2,468,627	4,185,523	2,223,826	1,282,267
License and permits	313,034	259,040	295,485	345,030	292,778
Fines and forfeitures	235,276	172,105	381,233	490,845	443,751
Sale of property and compensation for loss	1,148,841	267,729	416,192	1,150,188	517,549
Miscellaneous and local sources	5,584,806	5,499,557	3,949,487	1,426,573	2,476,099
Interfund revenues	33,434,009	34,048,092	32,292,150	32,771,175	29,955,070
State aid	25,536,843	18,096,259	16,249,357	18,556,703	15,112,964
Federal aid	14,257,476	3,123,886	4,296,924	5,279,729	2,948,531
Total revenues	386,029,200	359,334,019	360,256,374	357,945,347	346,682,017
Expenditures					
Current:					
General government support	56,386,593	42,438,832	40,894,135	40,645,294	38,604,808
Public safety	22,075,781	21,094,105	20,475,008	19,507,889	18,589,267
Transportation	25,105,818	25,430,140	24,262,820	24,256,444	22,919,060
Economic assistance and opportunity	2,368,845	2,020,099	2,361,537	2,297,134	2,166,355
Culture and recreation	36,649,344	34,694,879	34,478,583	33,713,671	32,521,859
Home and community service	82,982,357	67,850,463	65,106,316	65,958,643	61,645,325
Employee benefits	66,075,182	64,468,517	64,922,282	64,128,727	61,121,561
Capital outlay	44,822,238	34,615,392	47,643,665	43,046,354	9,954,834
Debt Service:					
Principal	65,229,956	67,393,876	64,952,270	143,400,563	55,551,737
Interest	19,728,151	21,293,970	22,228,538	23,784,053	27,179,457
Bond issuance costs	705,062	552,284	44,787	658,933	
Advanced refunding escrow					
Total expenditures	422,129,327	381,852,557	387,369,941	461,397,705	330,254,263
Excess (deficiency) of revenues over (under) expenditures	(36,100,127)	(22,518,538)	(27,113,567)	(103,452,358)	16,427,754
Other financing sources (uses)					
Transfers in	73,557,739	103,740,893	96,754,479	92,834,650	86,640,884
Transfers out	(73,557,739)	(103,740,893)	(96,754,479)	(92,834,650)	(86,640,884)
Issuance of debt	36,065,000		80,695,000	125,749,057	
Premiums on obligations	13,262,282	6,773,730	92,702	4,266,186	
Refunding bond issued	71,774,729	51,327,000	919,090	78,696,287	
Payment to refunded bond escrow agent or debt service - principal -current refunding	(79,380,877)	(56,433,000)	(963,200)		
Capital lease				111,711	
Total other financing sources (uses)	41,721,134	1,667,730	80,743,592	208,823,241	-0-
Special item		(450,000)	(2,475,000)	5,625,000	
Net change in fund balances	\$ 5,621,007	\$ (21,300,808)	\$ 51,155,025	\$ 110,995,883	\$ 16,427,754
Debt service as a percentage of noncapital expenditures	23.66%	25.69%	25.63%	40.21%	26.11%

Source: Office of the Comptroller and the audited financial statements of the Town of Oyster Bay.

2016	2015	2014	2013	2012
\$ 210,988,363	\$ 215,667,149	\$ 198,080,058	\$ 182,180,760	\$ 175,579,664
10,129,678	4,993,937	3,678,417	3,390,556	3,197,633
5,680,869	5,308,648	5,112,339	4,863,692	4,696,524
24,191,587	22,938,738	22,978,529	23,120,124	22,079,123
14,579,184	14,402,785	13,973,877	14,718,216	13,942,518
1,063,225	852,443	777,031	824,353	603,056
317,165	233,344	296,652	205,178	174,475
583,553	640,896	1,027,489	666,753	746,224
736,829	933,986	468,532	905,960	1,606,331
10,059,186	3,092,399	7,774,106	9,770,228	1,803,732
30,090,695	29,596,471	29,949,479	28,423,597	29,876,012
16,077,219	14,775,547	17,497,657	14,987,030	13,608,089
4,418,132	4,179,376	7,744,354	22,354,741	21,139,005
<u>328,915,685</u>	<u>317,615,719</u>	<u>309,358,520</u>	<u>306,411,188</u>	<u>289,052,386</u>
40,670,837	38,037,078	39,420,479	37,984,142	39,712,264
20,707,244	21,009,794	20,595,032	19,778,269	20,167,997
24,515,940	24,686,666	26,210,566	31,523,700	36,926,372
2,531,011	2,916,303	3,366,498	2,812,692	3,184,421
34,741,523	33,427,561	32,963,253	32,362,259	35,638,463
73,109,702	65,812,654	69,396,713	66,628,449	68,441,125
59,065,008	55,838,958	54,412,698	53,452,014	51,210,979
15,949,008	35,133,901	57,144,686	84,324,592	78,651,835
53,633,058	50,506,321	38,231,954	30,680,747	31,355,462
23,345,634	25,552,293	23,805,275	21,958,366	20,754,691
		355,604		
		3,622,850		
<u>348,268,965</u>	<u>352,921,529</u>	<u>369,525,608</u>	<u>381,505,230</u>	<u>386,043,609</u>
(19,353,280)	(35,305,810)	(60,167,088)	(75,094,042)	(96,991,223)
84,814,895	77,120,806	75,101,560	55,504,247	52,917,281
(84,814,895)	(77,120,806)	(75,101,560)	(55,504,247)	(52,917,281)
34,350,000		264,175,000	107,056,379	7,500,000
		8,649,587	1,507,973	7,494,970
		66,224,563		
		(70,152,185)		
349,680				
34,699,680	-0-	268,896,965	108,564,352	14,994,970
			30,025,000	
<u>\$ 15,346,400</u>	<u>\$ (35,305,810)</u>	<u>\$ 208,729,877</u>	<u>\$ 63,495,310</u>	<u>\$ (81,996,253)</u>
23.14%	24.23%	20.84%	17.57%	16.94%

TOWN OF OYSTER BAY
CHANGE IN FUND BALANCE AND FUND BALANCE - GOVERNMENTAL FUNDS BY FUND
LAST TEN YEARS
(modified accrual basis of accounting)

	Change in Fund Balance/(Deficits)				
	2021	2020	2019	2018	2017
Operating Funds:					
General	\$ 737,318	\$ 12,848,656	\$ 18,599,339	\$ 11,633,616	\$ 17,920,128
Highway	4,568,455	3,772,149	3,462,034	6,844,006	(908,389)
Garbage Collection Districts	6,207,819	(3,223,034)	182,932	(1,067,443)	(7,009,604)
Solid Waste Disposal District	1,189,129	7,490,232	(467,723)	(424,893)	3,573,108
Debt Service	-0-	-0-	-0-	(2,490,918)	462,675
Town Outside Village	(791,746)	(3,666,977)	390,869	1,461,251	739,552
Special Grants	190,118	92,114	84,990	24,596	(107,171)
Drainage District	305,243	(1,761,891)	(816,059)	227,945	98,529
Park Districts	1,060,648	(51,467)	(1,611,835)	77,915	(119,797)
Fire Protection Districts	(721,674)	4,445,098	328,922	453,262	673,708
Lighting District	407,797	(1,419,052)	(700,320)	(389,063)	133,509
Public Parking District	1,447,975	1,684,463	(256,303)	1,350,858	(665,284)
Water District	-0-	-0-	-0-	-0-	-0-
Subtotal Operating	<u>14,601,082</u>	<u>20,210,291</u>	<u>19,196,846</u>	<u>17,701,132</u>	<u>14,790,964</u>
Capital Projects	(8,980,075)	(37,944,998)	31,958,179	93,294,751	1,636,790
Total Governmental Funds	<u>\$ 5,621,007</u>	<u>\$ (17,734,707)</u>	<u>\$ 51,155,025</u>	<u>\$ 110,995,883</u>	<u>\$ 16,427,754</u>

	Fund Balances/(Deficits)				
	2021	2020	2019	2018	2017
Operating Funds:					
General	\$ 21,784,843	\$ 21,047,525	\$ 8,198,869	\$ (10,400,470)	\$ (22,034,086)
Highway	14,477,587	9,909,132	6,136,983	2,674,949	(4,169,057)
Garbage Collection Districts	6,470,000	262,181	3,485,215	3,302,283	4,369,726
Solid Waste Disposal District	1,770,527	581,398	(6,908,834)	(6,441,111)	(6,016,218)
Debt Service	100,628	100,628	100,628	100,628	2,591,546
Town Outside Village	1,681,786	2,473,532	6,140,509	5,749,640	4,288,389
Special Grants	975,837	785,719	693,605	608,615	584,019
Drainage District	559,592	254,349	2,016,240	2,832,299	2,604,354
Park Districts	2,456,407	1,395,759	1,447,226	3,059,061	2,981,146
Fire Protection Districts	8,575,916	9,297,590	4,852,492	4,523,570	4,070,308
Lighting District	998,814	591,017	2,010,069	2,710,389	3,099,452
Public Parking District	2,341,471	893,496	(790,967)	(534,664)	(1,885,522)
Water District	24,732	24,732	24,732	24,732	24,732
Subtotal	<u>62,218,140</u>	<u>47,617,058</u>	<u>27,406,767</u>	<u>8,209,921</u>	<u>(9,491,211)</u>
Capital Projects	(4,133,799)	4,846,276	42,791,274	10,833,095	(82,461,656)
Total Governmental Funds	<u>\$ 58,084,341</u>	<u>\$ 52,463,334</u>	<u>\$ 70,198,041</u>	<u>\$ 19,043,016</u>	<u>\$ (91,952,867)</u>

Source: Office of the Comptroller and the audited financial statements of the Town of Oyster Bay.

Note: The Town's governmental funds' surpluses and (deficits) are presented for the last ten years. The (deficits) are reflections of the cumulative activity of the funds where the outflows of resources exceeded the inflows of resources. The lowest point in the operating funds' fund balance over the last ten years was in 2015, where the total operating funds' fund (deficit) was (\$44,649,537). As of December 31, 2021, the Town's operations generated enough surpluses to bring the Town from a deficit to a positive total operating funds' fund balance of \$62,218,140.

See the Management's Discussion and Analysis on page 31 for a graph of the total operating funds' fund balance over the last ten years.

2016	2015	2014	2013	2012
\$ (12,110,161)	\$ (10,336,888)	\$ (19,017,213)	\$ 8,422,072	\$ (5,781,843)
(410,492)	1,947,859	(8,720,044)	(185,089)	(971,886)
18,282,464	892,277	(138,929)	2,673,708	(17,315,384)
5,636,361	(1,687,415)	(401,430)	(1,287,208)	(3,988,503)
364,203	1,151,734	473,454	(83,070)	(642,171)
2,392,582	759,790	1,931,493	2,956,210	2,863,874
145,019	(109,372)	133,345	8,194	(107,608)
426,603	761,989	588,017	260,701	591,431
1,432,707	992,529	(103,950)	(479,718)	(604,763)
2,591,002	198,626	125,661	(66,192)	73,139
1,076,614	422,170	35,683	(562,944)	685,659
540,460	288,934	(1,371,010)	(716,377)	(418,778)
-0-	-0-	84	17	30
<u>20,367,362</u>	<u>(4,717,767)</u>	<u>(26,464,839)</u>	<u>10,940,304</u>	<u>(25,616,803)</u>
<u>(2,566,435)</u>	<u>(30,588,043)</u>	<u>235,968,892</u>	<u>52,555,006</u>	<u>(56,379,450)</u>
<u>\$ 17,800,927</u>	<u>\$ (35,305,810)</u>	<u>\$ 209,504,053</u>	<u>\$ 63,495,310</u>	<u>\$ (81,996,253)</u>

2016	2015	2014	2013	2012
\$ (39,954,214)	\$ (27,844,053)	\$ (17,507,165)	\$ 1,510,048	\$ (6,912,024)
(3,260,668)	(2,850,176)	(4,798,035)	3,922,009	4,107,098
11,379,330	(6,903,134)	(7,795,411)	(7,656,482)	(10,330,190)
(9,589,326)	(15,225,687)	(13,538,272)	(13,136,842)	(11,849,634)
2,128,871	1,764,668	612,934	139,480	222,550
3,548,837	1,156,255	396,465	(1,535,028)	(4,491,238)
691,190	546,171	655,543	522,198	514,004
2,505,825	2,079,222	1,317,233	729,216	468,515
3,100,943	1,668,236	675,707	779,657	1,259,375
3,396,600	805,598	606,972	481,311	547,503
2,965,943	1,889,329	1,467,159	1,431,476	1,994,420
(1,220,238)	(1,760,698)	(2,049,632)	(678,622)	37,755
24,732	24,732	24,732	24,648	24,631
<u>(24,282,175)</u>	<u>(44,649,537)</u>	<u>(39,931,770)</u>	<u>(13,466,931)</u>	<u>(24,407,235)</u>
<u>(84,098,446)</u>	<u>(81,532,011)</u>	<u>(50,943,968)</u>	<u>(286,912,860)</u>	<u>(339,467,866)</u>
<u>\$ (108,380,621)</u>	<u>\$ (126,181,548)</u>	<u>\$ (90,875,738)</u>	<u>\$ (300,379,791)</u>	<u>\$ (363,875,101)</u>

TOWN OF OYSTER BAY
ASSESSED VALUE AND ESTIMATED FULL VALUE OF REAL PROPERTY ¹
LAST TEN YEARS

Year Ended December 31,	Class One Residential Property	Class Two Condo and Co-Op Property	Class Three Utility and Special Franchise	Class Four Commercial Property	Total Net Assessed Value
2021	\$ 38,252,837	\$ 3,468,949	\$ 4,450,545	\$ 40,388,239	\$ 86,560,570
2020	87,178,439	3,094,791	3,945,904	36,423,103	130,642,237
2019	90,585,419	3,124,357	3,687,848	37,402,927	134,800,551
2018	94,095,129	3,104,209	3,562,100	35,199,552	135,960,990
2017	97,247,808	3,191,037	3,697,345	36,691,677	140,827,867
2016	100,696,094	3,265,115	4,009,445	41,924,815	149,895,469
2015	103,499,098	3,314,650	8,110,700	43,333,487	158,257,935
2014	106,471,145	3,315,141	8,008,677	45,555,762	163,350,725
2013	109,989,707	3,330,881	7,965,140	46,547,801	167,833,529
2012	119,349,935	3,404,383	8,335,694	50,709,884	181,799,896

Source: Town of Oyster Bay Annual Budget Report.

¹ The assessed valuation decreased in 2021 as compared to 2020 due to a reassessment.

² The state equalization rate is the final rate for the stated year from the New York State Office of Real Property Tax Services.

Effective Tax Rate	State Equalization Rate ²	Full Valuation	Assessed Value as a Percentage of Full Value
6.12	0.17%	\$ 50,917,982,353	0.17%
4.01	0.17%	76,848,374,706	0.17%
4.70	0.21%	64,190,738,571	0.21%
4.83	0.22%	61,800,450,000	0.22%
5.08	0.24%	58,678,277,917	0.24%
4.67	0.26%	57,652,103,462	0.26%
4.67	0.27%	58,614,050,000	0.27%
4.69	0.30%	54,450,241,667	0.30%
4.41	0.31%	54,139,848,065	0.31%
3.93	0.31%	58,645,127,742	0.31%

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TOWN OF OYSTER BAY
TAX RATES BY CLASS ¹
LAST TEN YEARS

Year Ended December 31,	General	Town Outside Village	Highway	Special Districts ²
<u>2021</u>				
One	121.016	0.294	126.702	1.880 - 717.562
Two	20.371	0.084	36.186	0.392 - 133.550
Three	27.133	0.110	47.334	0.510 - 191.551
Four	18.359	0.082	34.910	0.951 - 142.324
<u>2020</u>				
One	58.883	0.122	71.594	0.576 - 246.389
Two	25.075	0.054	31.326	0.334 - 165.294
Three	32.146	0.069	40.458	0.417 - 161.960
Four	23.324	0.054	31.356	0.590 - 184.437
<u>2019</u>				
One	57.231	1.245	65.080	0.774 - 128.581
Two	25.139	0.573	29.931	0.288 - 160.983
Three	34.784	0.673	35.146	0.498 - 121.189
Four	24.297	0.581	30.382	0.716 - 125.074
<u>2018</u>				
One	48.155	5.078	63.148	0.729 - 127.477
Two	21.808	2.437	30.303	0.287 - 160.517
Three	30.667	3.556	44.216	0.599 - 147.666
Four	22.768	2.752	34.223	0.740 - 125.723
<u>2017</u>				
One	57.372	2.836	61.724	0.687 - 120.534
Two	26.668	1.397	30.402	0.272 - 158.389
Three	37.935	1.962	42.695	0.602 - 153.528
Four	26.449	1.475	32.104	0.677 - 127.051
<u>2016</u>				
One	32.876	6.668	55.740	0.684 - 123.355
Two	16.644	3.502	29.273	0.264 - 164.931
Three	25.070	4.613	38.561	0.613 - 170.745
Four	14.566	3.339	27.912	0.630 - 117.226
<u>2015</u>				
One	31.249	6.475	52.469	0.623 - 111.100
Two	16.291	3.497	28.337	0.249 - 156.990
Three	21.437	4.889	39.610	0.565 - 129.780
Four	14.164	3.425	27.747	0.570 - 91.704
<u>2014</u>				
One	28.087	8.207	38.275	0.599 - 111.100
Two	14.750	4.540	21.173	0.243 - 153.191
Three	19.245	6.305	29.403	0.567 - 134.771
Four	12.612	4.547	21.204	0.565 - 91.785
<u>2013</u>				
One	26.975	7.868	36.693	0.569 - 193.770
Two	14.648	4.506	21.014	0.242 - 149.695
Three	18.660	6.066	28.288	0.555 - 134.863
Four	12.935	4.620	21.542	0.549 - 91.225
<u>2012</u>				
One	24.510	8.247	35.424	0.506 - 132.050
Two	13.815	4.733	20.328	0.463 - 75.487
Three	17.555	6.217	26.704	1.010 - 163.765
Four	12.775	4.954	21.278	0.484 - 89.417

Source: Town of Oyster Bay Annual Budget Report.

¹ Class One - Residential, Class Two - Condo and Co-op, Class Three - Utilities and Special Franchise, Class Four - Commercial

² Rates represent the lowest and highest of all special districts in the Class for the year

TOWN OF OYSTER BAY
PROPERTY TAX RATES, DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS

Town Direct Rates

Year Ended December 31,	Full Valuation	State Equalization Rate	Total Net Assessed Value	Tax Levy for Town ¹	Town Effective Tax Rate ^{1,2}
2021 ³	\$ 50,917,982,353	0.17%	\$ 86,560,570	\$ 311,577,984	6.12
2020	76,848,374,706	0.17%	130,642,237	308,149,549	4.01
2019	64,190,738,571	0.21%	134,800,551	301,847,703	4.70
2018	61,800,450,000	0.22%	135,960,990	298,600,390	4.83
2017	58,678,277,917	0.24%	140,827,867	298,248,457	5.08
2016	57,652,103,462	0.26%	149,895,469	269,088,858	4.67
2015	58,614,050,000	0.27%	158,257,935	273,742,969	4.67
2014	54,450,241,667	0.30%	163,350,725	255,141,730	4.69
2013	54,139,848,065	0.31%	167,833,529	238,793,854	4.41
2012	58,645,127,742	0.31%	181,799,896	230,699,358	3.93

Source: Receiver of Taxes - General and School Tax Warrants.

¹ Total tax levy, as well as the effective rate for Town includes all Town controlled funds, discretely presented component units, fire hydrant rental district, fire districts, incorporated villages and library districts.

² Per \$1,000 of full valuation.

³ 2021 Total Net Assessed Valuation decreased from 2020 due to a reassessment. The increase in real property tax rates is a result of tax increases implemented by the Town and a change in the process of property valuation by Nassau County.

Overlapping Rates

County Tax Levy for Town	County Effective Rate ²	School Levy	School Effective Rate ²	Total Direct & Overlapping Rates
\$ 280,802,922	5.51	\$ 1,161,599,519	22.81	34.44
281,562,634	3.66	1,133,513,164	14.75	22.42
273,533,122	4.26	1,092,819,559	17.02	25.98
288,565,537	4.67	1,066,840,424	17.26	26.76
287,751,116	4.90	1,048,569,504	17.87	27.85
261,689,441	4.54	1,038,819,411	18.02	27.23
272,517,577	4.65	1,055,707,878	18.01	27.33
264,940,834	4.87	1,032,048,220	18.95	28.51
265,051,828	4.90	1,001,983,368	18.51	27.82
263,271,178	4.49	974,916,136	16.62	25.04

TOWN OF OYSTER BAY
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

2021

Rank	Taxpayer	Nature of Business	Assessed Valuation	Percent of Total Assessed Valuation
1	Keyspan Gas East	Public Utility - Public Franchise	\$ 3,079,894	3.56%
2	Sunrise Mall LLC	Shopping Mall	1,059,930	1.22%
3	Verizon NY	Public Utility - Public Franchise	897,297	1.04%
4	RXR 1000 Woodbury Road	Business Park	828,582	0.96%
5	Broadway Mall (KRE Broadway Owner LLC)	Shopping Mall	811,405	0.94%
6	Jericho Plaza LLC	Office Buildings	689,044	0.80%
7	Long Island Power Authority	Public Utility - Public Franchise	610,025	0.70%
8	JQ Associates	Office Buildings	590,146	0.68%
9	Norwich Gate Company LLC	Aviation	460,376	0.53%
10	92 FHB LLC	Apartments	406,177	0.47%
Total			<u>\$ 9,432,876</u>	<u>(a) 10.90%</u>

(a) Represents 10.90% of the total taxable assessed valuation of the Town for 2021.

2012

Rank	Taxpayer	Nature of Business	Assessed Valuation	Percent of Total Assessed Valuation
1	Long Island Power Authority	Public Utility	\$ 4,839,448	2.66%
2	Keyspan Gas East	Public Utility	2,125,563	1.17%
3	CLK-HP Various Properties	Office Buildings	2,019,401	1.11%
4	Verizon	Public Utility	1,733,659	0.95%
5	Sunrise Mall Assoc. & Hudson Resources	Shopping Mall	1,139,978	0.63%
6	Broadway Mall (CGA Broadway Partners LLC)	Shopping Mall	1,431,941	0.79%
7	Jericho Quads Associates	Office Buildings	872,210	0.48%
8	One-Two Jericho Plaza Owner LLC	Office Buildings	786,137	0.43%
9	Northrop Grumman Corp. & Related Companies	Aerospace Industry	613,406	0.34%
10	Associated Brook Inc.	Industrial Buildings	447,060	0.25%
Total			<u>\$ 16,008,803</u>	<u>(b) 8.81%</u>

(b) Represents 8.81% of the total taxable assessed valuation of the Town for 2012.

Source: Town of Oyster Bay Official Statements.

TOWN OF OYSTER BAY
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

Year Ended December 31,	Tax Levy for Town ¹	Amount Collected ²	Percent Collected
2021	\$ 311,577,984	\$ 311,577,984	100.00%
2020	308,149,549	308,149,549	100.00%
2019	301,847,703	301,847,703	100.00%
2018	298,600,390	298,600,390	100.00%
2017	298,248,457	298,248,457	100.00%
2016	269,088,858	269,088,858	100.00%
2015	273,742,969	273,742,969	100.00%
2014	255,141,730	255,141,730	100.00%
2013	238,793,854	238,793,854	100.00%
2012	230,699,358	230,699,358	100.00%

Source: Receiver of Taxes - General Tax Levy.

¹ Total tax levy for Town includes all Town controlled funds, Discretely Presented Component Units, Fire Hydrant Rental District, Fire Districts, Incorporated Villages and Library Districts.

² During year of levy.

TOWN OF OYSTER BAY
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS

Year Ended	Governmental Activities		Percentage of Personal Income ¹	Per Capita ¹
	General Obligation Bonds	Total Primary Government		
2021	\$ 543,893,329	\$ 543,893,329	0.42%	1,805
2020	491,792,770	491,792,770	0.39%	1,651
2019	532,101,201	532,101,201	0.44%	1,783
2018	598,868,122	598,868,122	0.52%	2,005
2017	535,073,473	535,073,473	0.50%	1,798
2016	562,468,941	562,468,941	0.53%	1,895
2015	612,489,926	612,489,926	0.61%	2,050
2014	664,403,519	664,403,519	0.68%	2,258
2013	434,723,923	434,723,923	0.46%	1,468
2012	357,319,045	357,319,045	0.39%	1,215

Source: Details regarding the outstanding debt can be found in the notes to the financial statements.

Notes: As of December 31, 2021, the Town - Primary Government had \$54,485,000 outstanding in bond anticipation notes, which are not presented in this schedule.

¹ See the schedule of Demographic and Economic Statistics for personal income and population.

TOWN OF OYSTER BAY
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN YEARS

Year Ended	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Full Taxable Value of Property ¹	Per Capita ²
2021	\$ 543,893,329	\$ 100,628	\$ 543,792,701	1.07%	1,805
2020	491,792,770	100,628	491,692,142	0.64%	1,651
2019	532,101,201	100,628	532,000,573	0.83%	1,783
2018	598,868,122	100,628	598,767,494	0.97%	2,005
2017	535,073,473	2,591,546	532,481,927	0.91%	1,790
2016	562,468,941	2,128,871	560,340,070	0.97%	1,887
2015	612,489,926	1,764,668	610,725,258	1.04%	2,044
2014	664,403,519	612,934	663,790,585	1.22%	2,255
2013	434,723,923	139,480	434,584,443	0.80%	1,468
2012	357,319,045	222,550	357,096,495	0.61%	1,215

Source: Details regarding outstanding debt can be found in the notes to the financial statements.

¹ See the Schedule of Assessed Value, Equalization Rate and Estimated Full Value of Real Property for property value data.

² Population data can be found in the Schedule of Demographic and Economic Statistics.

Note: Beginning with the year ended 2012, the amount reported for general obligation bonds is inclusive of premiums on general obligation bonds. Prior to 2012, the amount reported relates solely to general obligation bonds.

TOWN OF OYSTER BAY
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
December 31, 2021

Jurisdiction	Net Long-Term Debt	Percentage Applicable to the Town of Oyster Bay	Town of Oyster Bay Share of Debt ¹
Direct:			
Town of Oyster Bay	\$ 543,893,329	100.00%	\$ 543,893,329
Total Direct Debt	<u>543,893,329</u>		<u>543,893,329</u>
Overlapping:			
Nassau County	3,796,181,098	25.04%	950,563,747
School Districts	30,584,707	100.00%	30,584,707
Fire Districts	1,780,000	100.00%	1,780,000
Water Districts	67,398,796	100.00%	67,398,796
Sewer District	918,662	100.00%	918,662
Incorporated Villages	<u>58,736,722</u>	100.00%	<u>58,736,722</u>
Total Overlapping Debt	<u>3,955,599,985</u>		<u>1,109,982,634</u>
Total Direct and Overlapping Debt	<u>\$ 4,499,493,314</u>		<u>\$ 1,653,875,963</u>

Source: Town of Oyster Bay Official Statement.

Note: The taxpayers share of overlapping debt is based upon the amount of the Town's equalized property values taken as a percentage of each separate units' total values.

¹ Only the Town portion of school districts and villages that lie partially in other towns has been considered.

TOWN OF OYSTER BAY
DEBT LIMIT MARGIN INFORMATION
LAST TEN YEARS

Year Ended December 31,	Assessed Valuation	State Equalization Rate	Full Valuation
2021	\$ 86,560,570	0.17%	\$ 50,917,982,353
2020	130,642,237	0.17%	76,848,374,706
2019	134,800,551	0.21%	64,190,738,571
2018	135,960,990	0.22%	61,800,450,000
2017	140,827,867	0.24%	58,678,277,917
Total Five Year Full Valuation			\$ 312,435,823,547
Five Year Average Full Valuation of Taxable Real Property			62,487,164,709
Debt Limit - 7% of Five Year Average Full Valuation			4,374,101,530
Inclusions:			
Outstanding Bonds			589,175,000
Bond Anticipation Notes (including Long-term BANs)			163,437,867
Total Inclusions			752,612,867
Exclusions:			
Water Bonds			66,577,242
Water Bond Anticipation Notes			108,952,867
Total Exclusions			175,530,109
Total Net Indebtedness Subject to the Debt Limit			577,082,758
Net Debt Contracting Margin			3,797,018,772
Percent of Debt Limit Exhausted			13.19%

Last Ten Years

Year	Constitutional Debt Limit	Outstanding Indebtedness December 31	Less: Exclusions	Indebtedness Subject to Debt Limit	Net Debt Contracting Margin	Percent of Net Debt Contracting Margin Available
2021	\$ 4,374,101,530	\$ 752,612,867	\$ 175,530,109	\$ 577,082,758	\$ 3,797,018,772	86.81%
2020	4,213,098,679	702,325,000	97,463,489	604,861,511	3,608,237,168	85.64%
2019	4,076,731,723	710,880,369	93,704,861	617,175,508	3,459,556,215	84.86%
2018	3,969,483,296	756,410,000	90,267,694	666,142,306	3,303,340,990	83.22%
2017	3,969,019,193	808,670,000	74,708,959	733,961,041	3,235,058,152	81.51%
2016	4,015,120,270	823,430,000	79,293,928	744,136,072	3,270,984,198	81.47%
2015	4,076,888,298	814,341,379	73,834,924	740,506,455	3,336,381,843	81.84%
2014	4,211,516,267	794,571,379	68,145,232	726,426,147	3,485,090,120	82.75%
2013	4,359,242,727	802,628,958	62,588,477	740,040,481	3,619,202,246	83.02%
2012	4,448,031,980	724,175,945	48,693,585	675,482,360	3,772,549,620	84.81%

Source: Office of the Comptroller and the Official Statements of the Town of Oyster Bay.

TOWN OF OYSTER BAY
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

Year Ended December 31,	Population ¹	Personal Income ² (in millions)	Per Capita Income ^{2,7}	Median Age ^{3,7,9}	Unemploy- ment Rate ^{2,4,6}	Year-Round Households Estimate ^{4,7}	Average Household Size Estimate ^{4,7}	Population Density Per Square Mile ^{4,7,8}	Public School Enrollment ⁵
2021	301,332	\$ 130,070	\$ 60,848	44.5	4.40%	\$ 101,098	2.89	2,629	50,911
2020	297,822	126,522	59,309	44.3	7.80%	101,216	2.89	2,599	51,902
2019	298,391	122,032	56,591	44.3	3.10%	100,289	2.92	2,604	51,772
2018	298,655	116,084	54,532	44.2	3.30%	99,679	2.95	2,606	52,045
2017	297,537	107,959	51,093	43.8	3.90%	99,217	2.96	2,596	52,030
2016	296,876	105,861	49,697	43.7	3.70%	98,509	2.97	2,591	52,413
2015	298,766	100,019	50,950	44.1	3.90%	98,872	2.97	2,862	52,791
2014	294,307	98,096	50,770	44.4	4.40%	99,159	2.95	2,853	53,384
2013	296,108	95,475	44,704	42.9	5.50%	98,210	2.96	2,836	54,120
2012	293,990	91,120	47,757	44.9	6.60%	100,094	2.89	2,816	54,563

Sources:

- ¹ Bureau of the Census / American Community Survey
- ² Bureau of Economic Analysis. Figures are for Nassau County when not available for the Town
- ³ State Department of Commerce
- ⁴ Long Island Business News - Doing Business on Long Island / LILCO Survey / Long Island Population Survey.
- ⁵ NYSED.gov
- ⁶ State Department of Labor
- ⁷ U.S. Census Bureau
- ⁸ Town of Oyster Bay Official Statement
- ⁹ Towncharts.com

TOWN OF OYSTER BAY
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

2021

Rank	Name	Type of Business	Number of Employees
1	Gate Gourmet Inc	Airport Services	A
2	North Shore Univ. Hosp. Med.	Hospitals	B
3	North Shore Hospital Pharmacy	Pharmacies	B
4	Pro Health ENT	Otorhinolaryngology Ear Nose Physician	B
5	Winthrop-University Hospital	Hospitals	B
6	Adelphi University	Schools-Universities & Colleges	C
7	Best Yet Market Inc.	Grocers-Retail	C
8	Dealer Track Technologies	Publishers-Computer Software (Mfrs)	C
9	Commercial Building Mntnc.	Cleaners	C
10	Hofsra University	University-College Dept/Facility/Office	C

2012

Rank	Name	Type of Business	Number of Employees
1	Cablevision Systems	Entertainment/Telecommunications	A
2	Gov't. Employees Insurance Co.	Insurance Agents/Brokers	A
3	Keyspan/National Grid	Public Utility	A
4	Long Island University	College University	A
5	Northrop Grumman Systems Corp.	Electronic & Aircraft Software Systems	A
6	North Shore University Hospital	General Medical & Surgical Hospital	A
7	N.C. Assoc. for Help of Retarded Children	Job Training & Vocational Rehab Service:	A
8	New York Institute of Technology	Professional Schools	A
9	St. Francis Hospital	General Medical & Surgical Hospital	A
10	Kenlin Group, Inc.	Mfrs. Wooden Picture & Mirror Frames; M	B

Source: Town of Oyster Bay Official Statements.

Note: Percentage of total Town employment is not available.

Code	Approximate Number of Employees
A	More than 1,500 employees
B	1,000 to 1,499 employees
C	500 to 999 employees

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TOWN OF OYSTER BAY
FULL-TIME EQUIVALENT TOWN GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN YEARS

Full-time Equivalent Employees as of December 31										
Function	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
General government support	252	253	246	237	228	224	248	258	256	253
Public safety	110	123	116	112	114	109	123	126	118	116
Transportation	122	126	125	119	113	120	142	151	152	160
Economic assistance and opportunity	10	9	9	8	10	11	13	14	11	11
Culture and recreation	261	258	256	247	254	268	289	293	280	287
Home and community services	269	264	257	270	279	301	333	343	350	344
Total	<u>1,024</u>	<u>1,033</u>	<u>1,009</u>	<u>993</u>	<u>998</u>	<u>1,033</u>	<u>1,148</u>	<u>1,185</u>	<u>1,167</u>	<u>1,171</u>

Source: Office of the Comptroller of the Town of Oyster Bay.

TOWN OF OYSTER BAY
OPERATING INDICATORS BY FUNCTION
LAST TEN YEARS

Year Ended December 31,	2021	2020	2019	2018	2017
Function					
General Government Support					
Public Safety					
Building					
Residential building permits issued	5,355	4,559	4,745	5,265	5,057
Commercial building permits issued	789	688	1,093	997	1,013
Public Safety					
Animals received	380	262	569	695	708
Animals adopted	182	92	289	384	364
Animals redeemed	83	85	118	118	105
Town Clerk					
Permits issued ¹	4,629	17,182	5,403	26,970	6,975
Fire					
Number of fire protection districts	7	7	7	7	7
Number of calls answered	9,264	8,823	9,072	8,913	8,473
Transportation					
Parking Meters					
Number of parking meters	180	180	247	219	275
Collections per month	1	1	2	2	2
Highways and Streets					
Street resurfacing (miles)	60	33	46	3	3
Number of trees planted	46	5		31	
Number of trees removed	4,510	1,902	671	1,347	697
Economic Assistance and Opportunity					
Culture and Recreation					
Beach permits issued	39,656	42,014	46,850	44,010	47,553
Registration for adult programs	1,328	457	1,401	611	979
Registration for summer programs	2,952	1,189	1,953	1,817	1,721
Home and Community Services					
Sanitation					
Refuse collected (tons/day)	624	626	577	544	560
Recyclables collected (tons/day) ²	84	87	203	220	176

Source: Various departments of the Town of Oyster Bay.

¹ Resident parking permits contained in this total are issued every two years.

² Single stream collections began October 23, 2017 and ended as of January 1, 2019.

2016	2015	2014	2013	2012
5,140	4,745	4,739	4,838	3,935
1,161	715	866	1,062	795
803	788	805	783	826
382	363	258	354	233
149	127	130	127	172
31,891	9,275	27,446	6,050	29,592
7	7	7	7	7
8,565	8,321	7,503	8,926	7,822
275	275	275	275	275
2	2	2	2	2
2	3	7	11	14
	781	794	1,566	1,080
720	616	801	2,808	2,695
45,439	48,247	47,512	45,262	48,316
880	714	766	709	238
1,631	1,627	1,685	1,975	2,150
580	567	588	1,259	1,293
196	180	208	195	178

TOWN OF OYSTER BAY
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN YEARS

Year Ended December 31,	2021	2020	2019	2018	2017
Function					
General Government Support					
Municipal buildings	3	3	3	3	3
Central vehicle maintenance					
Vehicles maintained	589	590	700	700	700
Transportation					
Highways and streets					
Streets (miles) ¹	730	733	733	733	781
Streetlights	21,082	21,106	21,096	21,051	20,989
Parking fields	56	54	56	45	56
Culture and Recreation					
Parks acreage	600	600	600	600	600
Beaches	9	9	9	9	9
Marinas	3	3	3	3	3
Boat basin slips	554	554	554	554	554
Swimming pools	5	5	5	5	5
Golf courses	1	1	1	1	1
Tennis courts	28	28	28	28	28
Community centers	11	11	11	11	11
Home and Community Service					
Sanitation					
Collection trucks	67	67	94	91	81

Source: Various departments of the Town of Oyster Bay.

¹ As per consultation evaluation in 2018.

2016	2015	2014	2013	2012
3	3	3	3	3
700	700	700	700	700
781	781	781	781	781
20,990	20,927	20,927	23,000	25,000
54	54	54	54	54
600	600	600	600	600
9	9	9	9	9
3	3	3	3	3
554	554	554	554	554
5	5	5	5	5
1	1	1	1	1
28	28	28	28	28
11	11	11	11	11
64	64	64	64	50