TOWN OF SOUTHAMPTON
LONG ISLAND, NEW YORK

COMPREHENSIVE

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED

DECEMBER 31, 2015

TOWN OF SOUTHAMPTON LONG ISLAND, NEW YORK

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2015

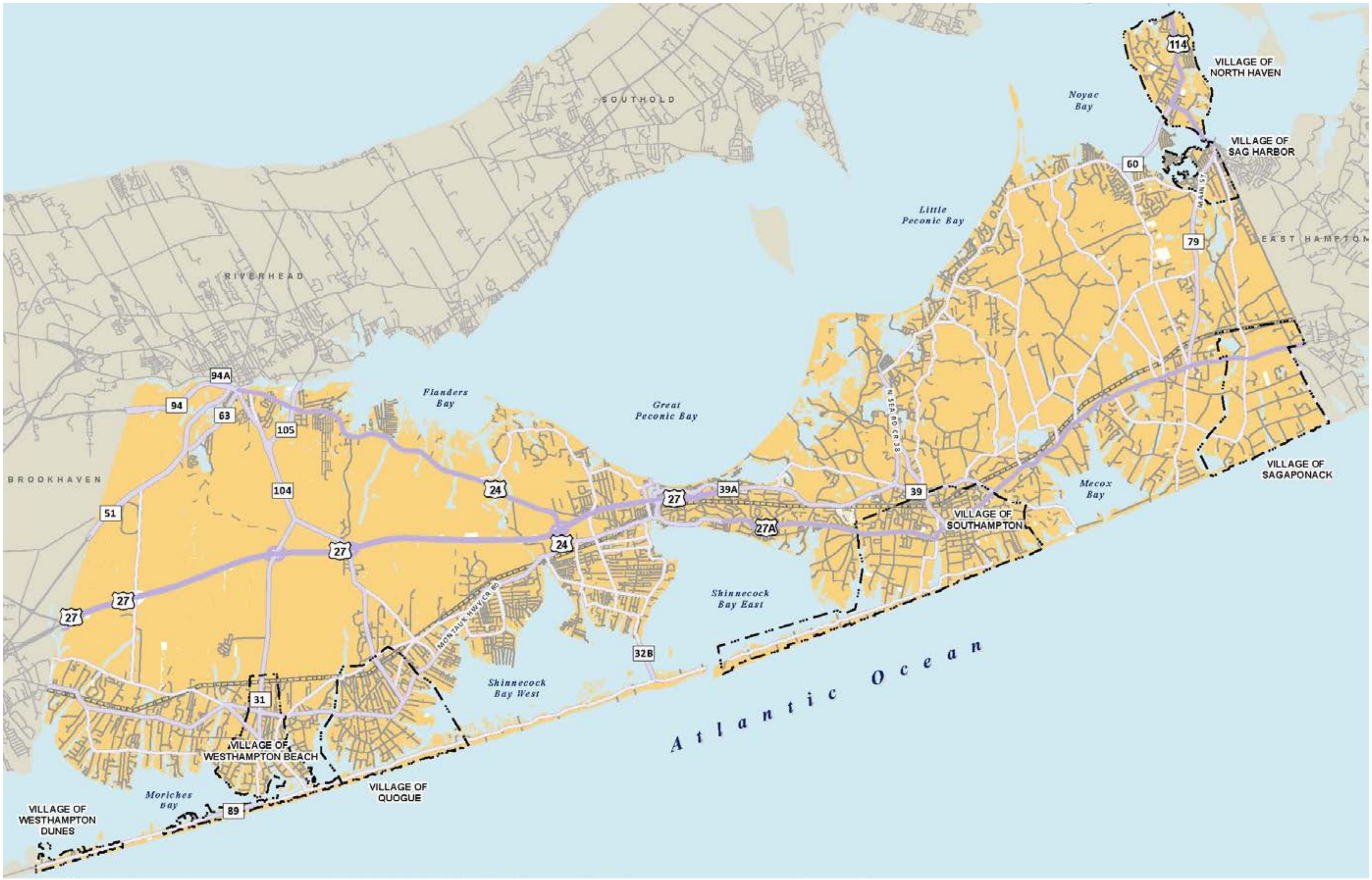
PREPARED BY:

TOWN COMPTROLLER'S OFFICE

TOWN OF SOUTHAMPTON
TABLE OF CONTENTS

Statistical Section

INTRODUCTORY SECTION


VILLAGE OF NORTH HAVEN
Noyac Bay
VILLAGE OF SAG HARBOR
SOUTHOLD
Little Peconic Bay
EAST HAMPTON
RIVERHEAD
Flanders Bay
Great Peconic Bay
BROOKHAVEN
N SEA RD CR 38
MAIN ST
VILLAGE OF SAGAPONACK
Mecox Bay
VILLAGE OF SOUTHAMPTON
Shinnecock Bay East
MONTAUK HWY CR 80
Shinnecock Bay West
Atlantic Ocean
VILLAGE OF WESTHAMPTON BEACH
VILLAGE OF QUOGUE
Moriches Bay
VILLAGE OF WESTHAMPTON DUNES
114
60
79
94A
94
63
105
104
51
24
27
39A
39
27A
32B
31
89

TOWN OF SOUTHAMPTON

PRINCIPAL OFFICIALS

SUPERVISOR

JAY SCHNEIDERMAN

TOWN COUNCIL

JOHN BOUVIER

STAN GLINKA

JULIE LOFSTAD

CHRISTINE PRESTON SCALERA

RECEIVER OF TAXES

THERESA A. KIERNAN

SUPERINTENDENT OF HIGHWAYS

ALEX D. GREGOR

TOWN CLERK

SUNDY SCHERMEYER

TOWN JUSTICES

EDWARD BURKE SR.

DEBORAH KOOPERSTEIN

ANDREA SCHIAVONI

BARBARA WILSON

TOWN TRUSTEES

EDWARD J. WARNER JR., PRESIDENT

SCOTT HOROWITZ, SECRETARY/TREASURER

WILLIAM PELL IV

ERIC SHULTZ

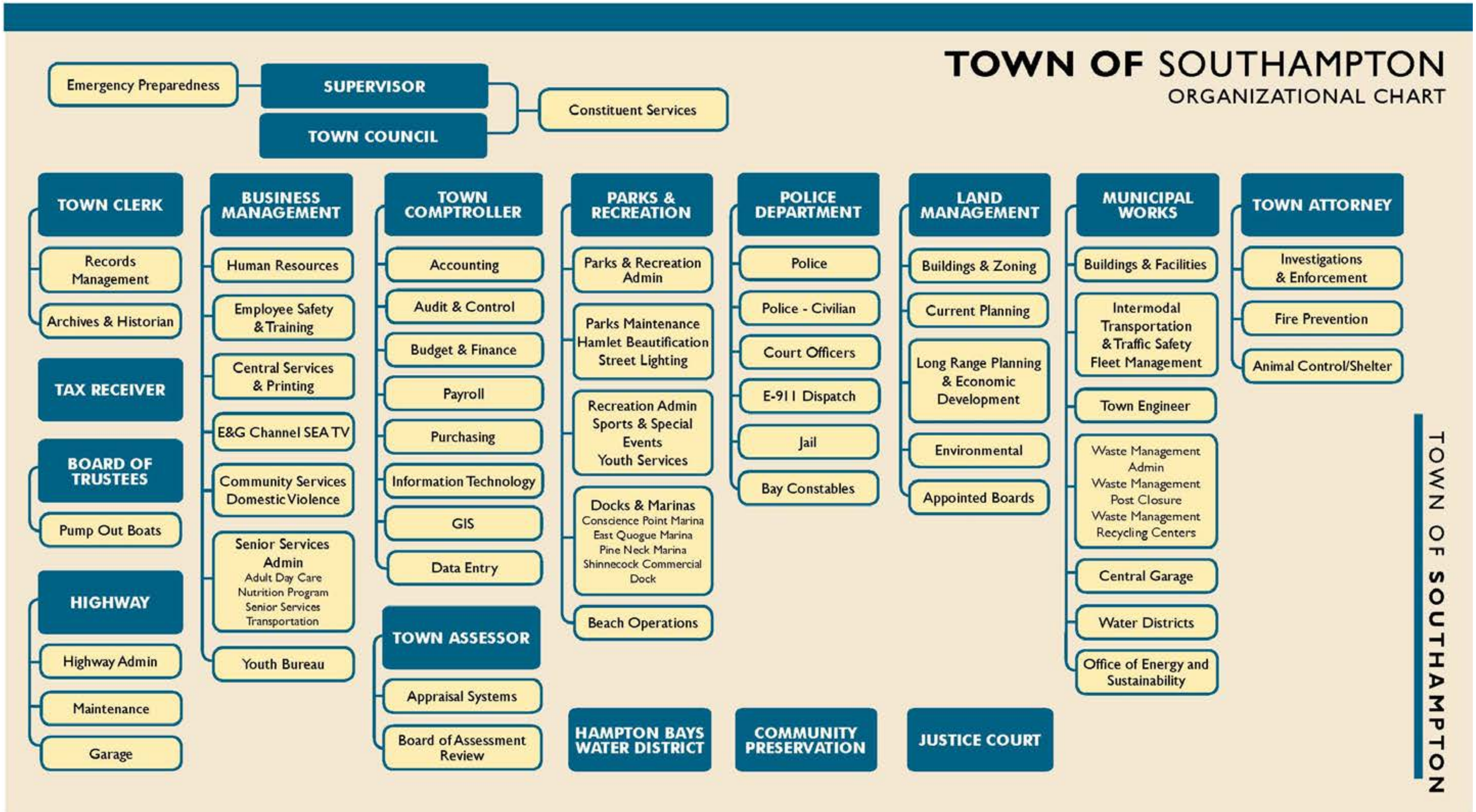
BRUCE STAFFORD

TOWN ATTORNEY

JAMES M. BURKE

TOWN COMPTROLLER

LEONARD J. MARCHESE, MBA, CPA


TOWN OF SOUTHAMPTON
ORGANIZATIONAL CHART
Emergency Preparedness
SUPERVISOR
TOWN COUNCIL
Constituent Services
TOWN CLERK
Records Management
Archives & Historian
TAX RECEIVER
BOARD OF TRUSTEES
Pump Out Boats
HIGHWAY
Highway Admin
Maintenance
Garage
BUSINESS MANAGEMENT
Human Resources
Employee Safety & Training
Central Services & Printing
E&G Channel SEA TV
Community Services Domestic Violence
Senior Services Admin
Adult Day Care
Nutrition Program
Senior Services Transportation
Youth Bureau
TOWN COMPTROLLER
Accounting
Audit & Control
Budget & Finance
Payroll
Purchasing
Information Technology
GIS
Data Entry
TOWN ASSESSOR
Appraisal Systems
Board of Assessment Review
PARKS & RECREATION
Parks & Recreation Admin
Parks Maintenance
Hamlet Beautification
Street Lighting
Recreation Admin
Sports & Special Events
Youth Services
Docks & Marinas
Conscience Point Marina
East Quogue Marina
Pine Neck Marina
Shinnecock Commercial Dock
Beach Operations
POLICE DEPARTMENT
Police
Police - Civilian
Court Officers
E-911 Dispatch
Jail
Bay Constables
LAND MANAGEMENT
Buildings & Zoning
Current Planning
Long Range Planning & Economic Development
Environmental
Appointed Boards
MUNICIPAL WORKS
Buildings & Facilities
Intermodal Transportation & Traffic Safety
Fleet Management
Town Engineer
Waste Management Admin
Waste Management Post Closure
Waste Management Recycling Centers
Central Garage
Water Districts
Office of Energy and Sustainability
TOWN ATTORNEY
Investigations & Enforcement
Fire Prevention
Animal Control/Shelter
HAMPTON BAYS WATER DISTRICT
COMMUNITY PRESERVATION
JUSTICE COURT
TOWN OF SOUTHAMPTON

JAY SCHNEIDERMAN
Supervisor

TOWN OF
SOUTHAMPTON
116 Hampton Road, Southampton, NY 11968

Telephone: (631) 283-6055
Fax: (631) 287-5708
jschneiderman@southamptontownny.gov

May 17, 2016

To the Town Board and Citizens of the
Town of Southampton, New York:

I hereby present the Comprehensive Annual Financial Report ("CAFR") of the Town of Southampton, New York, for the fiscal year ended December 31, 2015. This detailed town-wide report is a yearly requirement under federal law.

The report continues to demonstrate that the Town of Southampton maintains a strong financial footing. Our conservative budgeting practices and fiscal cont.rols have earned the town the highest available bond rating, AAA. As the newly elected Southampton Town Supervisor, I am confident we will continue our path of balanced budgets, debt reduction and fiscal oversight that has led to our enviable financial standing. Confidence in the current management team was reflected in the recent reaffirmation of our AAA bond rating by Standard and Poor's. We are blessed with a large inventory of parkland holdings and a strong real estate market that has produced a steady growth in real property valuations. Growth in our tax base has helped Town government meet the needs of the community without increasing general fund tax rates. We continue to maintain excellent public services, promote economic development, improve our infrastructure and enhance public safety. The CAFR details our strict financial policies for investment, asset management, debt reduction, fund balance maintenance and capital project planning.

I would like to thank Comptroller Len Marchese and his staff for their efforts in the preparation of this report.

Sincerely,

Jay Schneiderman
Supervisor, Town of Southampton

Town of Southampton
116 HAMPTON ROAD
SOUTHAMPTON, NEW YORK 11968

TOWN COMPTROLLER

LEONARD MARCHESE
TOWN COMPTROLLER

Telephone (631) 702-1890
FAX (631) 287-5709

April 29, 2016

To the Town Board and Citizens of the
Town of Southampton, New York:

The Comprehensive Annual Financial Report ("CAFR") of the Town of Southampton, New York (the "Town") for the fiscal year ended December 31, 2015, prepared by the Office of the Comptroller is submitted herewith. General Municipal Law requires the Town to submit an annual report of the financial records and transactions presented in conformity with accounting principles generally accepted in the United States of America ("GAAP") and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. The Town of Southampton assumes full responsibility for the completeness and reliability of information contained in this report, based upon a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatements. This Comprehensive Annual Financial Report 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's financial statements have been audited by Nawrocki Smith LLP, a firm of licensed certified public accountants, who were selected by the Town Board to perform an independent audit and to form an opinion on the financial statements. The financial statements referred to above present fairly, in all material respects, the financial position of the Town of Southampton, New York as of December 31, 2015, and the changes in financial position for the year then ended in conformity with GAAP.

The Management's Discussion and Analysis ("MDA") and budgetary comparison information, located in the required supplementary information section following the independent auditor's report, provide an introduction, overview, and analysis of the basic financial statements and are used to supplement the financial statements.

The Town is required to undergo an annual "single audit" in conformity with the provisions of the Federal Single Audit Act Amendments of 1996 and the United States Office of Management and Budget, 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 presented in a separate report, dated April 29, 2016.

Reporting Entity

This report includes government-wide financial statements (the "Town-Wide"), governmental fund financial statements, proprietary fund financial statements, and fiduciary fund financial statements, which are considered part of the Town of Southampton's financial reporting entity. Criteria for determining the reporting entity and presentation of the related financial data are established by the Governmental Accounting Standards Board ("GASB"). The criteria include legal standing and financial accountability. Note 2, section A, of the Notes to Financial Statements provides details on the financial reporting entity. A brief summary of the nature of significant component units and their relationship to the Town of Southampton is also provided in the Notes to Financial Statements.

General and Historical Information of the Town

The Town of Southampton is one of ten townships located in Suffolk County. It is located approximately 70 miles east from Manhattan on the South Fork of Long Island, and encompasses an area of approximately 140 square miles. The Town of Southampton is the largest and most populous of the five East End Towns of Suffolk County.

The Town is bordered on the north by the Town of Riverhead, the Peconic Bays and Shelter Island Sound; on the east by the Town of East Hampton; on the south by the Atlantic Ocean; and on the west by the Town of Brookhaven. The Town includes the Incorporated Villages of North Haven, Quogue, Sagaponack, Southampton, Westhampton Beach, and West Hampton Dunes, as well as most of the Village of Sag Harbor.

Southampton's population is estimated at 56,790 (according to the U.S. Census Bureau - 2010). The summer population can swell to twice that number or more. The Town of Southampton is considered a popular seasonal resort area drawing thousands of visitors and seasonal residents. Tourism and the vacation home industry drive the economic development engine of the Town. The Town's many commercial facilities - hotels, motels, restaurants and recreational facilities - are associated with this activity. In addition, the Town is historically significant, being the site of the first English settlement (in 1640) in New York State and including the Halsey Homestead, built in 1648 (the oldest English saltbox house in the State); the Windmill at Water Mill, built in 1800; and the Old School House in Quogue, built in 1822. The historic hamlet heritage resources of the Town contribute to its attraction as a resort area, particularly within the hamlet centers and village business areas.

The economy within the Town is also based on real estate and related professional services, construction trades and home maintenance services, and small businesses within hamlet centers relying upon both the year-round population base as well as summer visitors. The local economy is complimented by farming and fishing, with the second largest commercial fishery landing in New York State located in the Hamlet of Hampton Bays at the Shinnecock Inlet. The Town is also home to Gabreski Airport, a county owned facility that also serves as the base of the 106th - Air National Guard Rescue Wing of the United States Air Force. The largest employer within the Town, with over 700 employees, is Southampton Hospital, which provides access to a wide variety of medical specialties for a full range of clinical services. There are also 13 independently-governed school districts within the Town of Southampton, which also contribute to the local economy as public sector employers.

Recreational facilities include beaches on the ocean and the bay, various County and Town parks located throughout the Town and Villages, and seven golf courses including the famous Shinnecock Hills (the oldest golf course in the Country) and home of the U.S. Men's Open in 1896, 1986, 1995, 2004 and the upcoming 2018 U.S. Open, as well as Sebonack Golf Club, home of the 2013 U.S. Women's Open. Police protection is provided by the Town and Villages, and fire protection by nine fire districts. Rail transportation is provided by the Long Island Railroad with stations at Speonk, Westhampton, Hampton Bays, Southampton and Bridgehampton. Highways include New York State Routes 27, 27A, and 24 as well as County and Town roads.

The Shinnecock Canal, the heart of the Southampton Town Summer resort area, provides a connecting waterway for vessels traveling from the Atlantic Ocean to the Great Peconic Bay. It also serves as part of the Inland Waterway extending from the Atlantic Beach Inlet in western Nassau County, to Block Island Sound. Without the Shinnecock Canal, boats from the south would have to travel all the way to Montauk Point in East Hampton before turning north. The Shinnecock Canal locks are Long Island's only operating navigational lock system.

Southampton's communities of East Quogue, Flanders, Hampton Bays, Northampton, Quogue, Remsenburg, Riverside, Speonk, Westhampton, and part of Eastport lie on the west side of the Shinnecock Canal. The communities of Bridgehampton, North Sea, Noyac, Sag Harbor, Shinnecock Hills, Tuckahoe, Water Mill, and the unincorporated area of Southampton lie on the east side of the Shinnecock Canal.

In addition to the seven incorporated villages in the Town of Southampton, there are two special populations: the Suffolk County Correctional Facility located in Riverside and the Shinnecock Nation, a federal-recognized tribe residing on a reservation situated in Shinnecock Hills. The Shinnecock Nation is self-governing, however, the Town Clerk of the Town of Southampton presides over elections for tribal trustees.

Town Government

The Town was established in 1801. Subject to the provisions of the New York State Constitution, the Town operates pursuant to the Town Law, the Local Finance Law, other laws generally applicable to the Town, and any special laws applicable to the Town. Under such laws there is no authority for the Town to have a charter, but pursuant to the Town Law and other laws generally applicable to home rule, the Town may from time-to-time adopt local laws.

The legislative power of the Town is vested in the Town Board. The Town Board consists of five members, including the Supervisor, who is the presiding officer and chief executive officer of the Town. The four Councilpersons are elected for a four year term and the Supervisor is elected for a two year term. The position of Councilperson and Supervisor can only be held for a maximum of eight years under a local law imposing term limits. The terms of the Town Councilpersons are staggered such that two are elected every two years.

The Supervisor is the chief fiscal officer and also the budget officer of the Town. Additional elected Town officers are the Town Clerk (elected at large for a four year term), the Receiver of Taxes, who is responsible for the collection of taxes (elected at large for a four year term), the Superintendent of Highways (elected at large for a four year term), four Town Justices (elected at large for a four year term), and five Town Trustees (elected at large for a two year term). The Town Trustees is a separate political body representing the Freeholders and Commonality of Southampton Township and rights conferred under the Dongan Patent over 370 years ago. The Town Trustees oversee matters related to the Town's waterways, creeks, ponds, and bay bottoms, including the construction of docks.

In addition, there are several administrative positions appointed by the Town Board including the Town Comptroller (for a two year term), the Town Attorney (for a two year term) and the Assessor (for a seven year term). The Supervisor appoints a Deputy Supervisor, who serves in absence of the Supervisor, but has no voting powers when presiding at a Town Board meeting.

The Supervisor prepares a tentative budget each year that becomes the preliminary budget upon the scheduling of a public hearing thereon. Subsequent to the public hearing, revisions, if any, are made and the budget is then adopted by the Town Board as its final budget for the coming fiscal year. The budget for the 2015 fiscal year of the Town was adopted by the Town Board on November 20, 2014.

Although a Tentative Capital Program is presented by the Supervisor with the Tentative Annual Operating Budget on or before September 30th of each year, the Town adopts the Capital Program on or before November 20th of the preceding year, which coincides with the Annual Operating Budget process. The 2015-2019 Capital Program was adopted by the Town Board on November 20, 2014.

Thirteen independently governed school districts are located wholly or partially within the Town. There are nine independently governed fire districts located wholly or partially within the Town. Those school districts and fire districts rely on their own taxing powers granted by the State to raise revenues to support operating budgets and capital programs. The school districts and fire districts use the Town's assessment roll as their basis for taxation of property located within the Town. The Town of Southampton collects the taxes for the various school districts, fire districts and other special districts. Incorporated villages are independently governed and collect village taxes through their respective Village Clerk/Treasurers in addition to the property taxes collected by the Town for Town, County, and the various special districts.

Property taxes for the Town, together with the County, fire district and school district taxes, are collected by the Town Tax Receiver on a single tax bill. The taxes become a lien on December 1 and are payable in two equal payments without penalty by January 10^{th} and May 31^{st}, respectively. Penalties are imposed thereafter at the rate of 1% per month from the date such taxes are due (January 10^{th}) and payable and 10% after May 31^{st}. The Tax Receiver distributes the collected tax money to the Town, fire districts and school districts prior to distributing the balance to the County. Uncollected amounts are not segregated by the Tax Receiver and any deficiency in tax collection is the County's responsibility. The Town thereby is assured of full tax collection.

Town of Southampton Standard and Poor's Credit Rating

The Town's Bond rating according to Standard & Poor's, was AAA. This commanding economic condition will allow the Town to continue to borrow at low interest rates for present and future projects.

The Town's strong Standard and Poor's bond rating of AAA (the highest rating on the Standard and Poor's scale) allowed the Town to refinance existing debt and reduce future debt service interest on bonds. The Town's rating has allowed the Town to establish an aggressive pay down strategy for all remaining debt. Equally significant is the strict control on new borrowing, a practice the Town's administration introduced and has resulted in a measurable decrease in debt service over each of the past 5 years, and will continue into 2016. The decrease in borrowing, favorable interest rates, and aggressive treasury management have resulted in a significant cost reduction for the Town and the taxpayer.

Economic Conditions and Outlook

The Town of Southampton enjoys a strong financial condition due to many years of sound fiscal management of Town resources. Revenues have exceeded expenses creating more than $952 million in government-wide net position.

The Town's 2011 through 2015 budgets controlled spending, adhered to sound budgeting practices, reduced staffing, included new health benefit contributions from employees, and in many areas, reorganized and restructured for greater efficiency. The Town is now beginning to realize the full measure of these steps that were taken, and because of this, is now budgeting from a position of financial strength and stability, rather than from one of weakness and uncertainty. The Town is also beginning to see the benefit of a continuing stabilizing economy. The Town's mortgage tax revenues are increasing (increased $1.3 million from 2014), building permits are up, and the value of the Town's taxable ratables have remained constant. The concerted effort to reduce staffing through three consecutive years of retirement incentives, through attrition (coupled with a firm Town Board commitment to freezing the filling of vacated positions) and by reorganizing operations to achieve greater efficiencies is now bringing about salary cost stabilization, which is a noteworthy accomplishment that has contributed significantly to the ability to balance budgets, and will continue to positively impact future budgets. The 2016 budget proposes an increase of four position to the Town's staff.

The practice of aggressive treasury management and strategic use of accrued savings have allowed the Town to pay down a significant portion of some of the most expensive borrowing undertaken in years. This practice builds on the principal of combining the ability to refund (the financial term for refinancing existing debt at lower rates), while applying improved fund balance as a result of stringent cost controls, and paying down debt in advance. This combined discipline has significantly reduced the cost of borrowing to the Town through both lower overall interest rates and reduction of the actual amount of outstanding debt.

Another strategy for limiting borrowing has been the institution of a “Pay as you Go” policy, or a policy continued and sustained in this budget. It is a very important financial management tool, and moving the Town away from poorly conceived prior borrowing habits. The Town has eliminated the practice of using capital borrowing for employee salaries and short-lived capital assets, such as vehicles and computers. The “Pay as you Go” fund has transferred expenses from capital borrowing and made those expenses components of the operating budget. As unanticipated needs arise, having a “Pay as you Go” fund available to address various needs allows for flexibility without the necessity of cutting projects, depleting fund balance, or taking on additional borrowing.

In 1998, the voters of the five East End towns (East Hampton, Riverhead, Shelter Island, Southampton, and Southold) approved a referendum creating a Community Preservation Fund (the “Fund”) for each Town, which is a conservation program to preserve open space and farmland in the five towns. The fund is financed by a 2% tax on most real estate sales. This is a one-time tax that the buyer of real estate is required to pay when purchasing a new or used home or vacant property. In 2006, the voters in all five towns approved a referendum to extend the collection of the tax through 2030. Since the Fund’s inception, over 3,900 acres of land has been acquired and preserved in Southampton alone. As of December 31, 2015 the Fund’s fund balance totaled $94,235,375.

The Fund facilitates a voluntary program whereby landowners can sell their land or the development rights to the land to the respective towns at fair market value. The towns may issue bonds for purchases to be paid back through the life of the Fund with the 2% tax revenues. When a town finances an acquisition through the issuance of bonds, Section 64-e of Town Law requires the preparation of a report by or on behalf of the Town Supervisor which demonstrates how such indebtedness will be repaid by the Fund. The repayment report must include an estimate of projected revenues of the Fund during the period of indebtedness, an accounting of all other indebtedness incurred against the Fund to be repaid for the same period, and a finding that there will be sufficient revenue to repay such indebtedness in its entirety from the Fund.

The Town is generally responsible for providing certain services to the citizens, as required, on a Townwide basis. The Town maintains a Town road system necessitating a regular road resurfacing and improvement program and the acquisition of machinery and equipment. Additionally, although not a capital expense, such road system requires annual expenditures for snow removal as well as regular general operating maintenance expenses. The Town is also primarily responsible for the financing and construction of surface and storm water drainage improvements, and the Town is regularly acquiring and improving recreation facilities. The Town generally has provided the financing for water facilities for the Hampton Bays Water District and maintains primary responsibility for this function. The Town is also responsible for the disposal of certain solid waste generated within the Town and will upgrade its four transfer stations as deemed necessary and appropriate.

Additionally, the Town finances park and community center improvements and technology infrastructure. In general, needs for capital financing for the above described projects for which the Town has responsibility are anticipated to continue and may substantially increase as certain requirements imposed on the Town by New York State or Federal regulations in connection with its disposal of solid waste cause capital expenditures to be necessary.

The Town Board authorized the implementation of an easy to use informative website (www.southamptontownny.gov) that is reflective of the offerings and activities of the Town. This website offers information about the Town government and a comprehensive listing of the numerous services provided by the various Town of Southampton departments. As well as basic contact information for all Town Departments, the site provides answers to frequently asked questions and a narrative about each individual area. The site provides information on current events and news articles, up-coming purchasing bids, scheduled meetings and many other public interest activities. In addition, there is a community calendar of Town-wide events and public meetings, information regarding the elected officials with direct e-mail links to both the officials and individual departments.

Major Economic Development Initiatives

With the Town's operation house in good order, we can now more aggressively address our Town infrastructure including:

- Roads
- Drainage and storm water management
- Town Hall facilities
- Multiple Town structures located at the Jackson Avenue complex
- Trustee-owned bulkheads
- New well for the Hampton Bays Water District

In addition to the infrastructure projects mentioned above, the Town will also be performing improvements to:

- Beach pavilions
- Town recreational facilities
- The Old Ponquoque Bridge Pier
- The Hampton Bays Community Center
- Dredging projects at Town marinas

Addressing these needs now is critical. Left unaddressed, these important infrastructure components represent a significant economic risk as repair and replacement costs due to normal wear and tear can hamper productivity, limit community access to recreational facilities, and burden our budget in ways inconsistent with the sound financial management practices we have put in place.

In addition, a number of these infrastructure projects address the need for Town facilities to be more resilient. Storms, during both winter and summer, take a huge toll on facilities, roads and buildings, and it bears noting that we have suffered no less than five named storms both winter and tropical in the last six years. Embedding more resiliency into our infrastructure, equates to fiscal responsibility.

The 2016 budget also provides continuing support for two significant economic revitalization efforts that have been underway for the past several years, namely the Hampton Bays Business District as well as the exciting Riverside Revitalization Action Plan.

For Hampton Bays, this budget continues to provide funding support for the creation of Good Ground Park. Although the Town has been successful in securing over $1.9 million in grant funding for this project, the budget allocates an additional $2.4 million toward the completion of this vital component of the overall plan for the revitalization of the Hampton Bays Business District. This project along with the repaving of Main Street, which has been expedited through funding forwarded by the Town, will be transformative, with the knowledge that revitalization efforts such as these have the added dimension of stimulating private investment in a community. We have already begun to see that impact as a result of the Good Ground Park project.

Likewise, the Riverside Revitalization Action Plan recently deemed complete by the Town Board, has begun to generate the same kind of activity in the Flanders/Riverside community. Although this project is not quite as far along as the Good Ground Park Project, a significant amount of planning has been accomplished. To that end, this budget provides funding for the Land Management Department to manage a number of anticipated implementation costs, and provides a potential source for matching fund grants and for smaller capital improvements, that may be required to expedite the overall plan. Setting aside this funding will preclude the need to tap into any fund reserves as these needs arise.

Town Financial Information

Pursuant to Town Law 20.3(b), the Town Board established the Office of the Town Comptroller and assigned certain financial responsibilities to this office pursuant to Town Law 34, which include the administration and direction of the following divisions: Budget and Finance, Audit and Control, Payroll and Purchasing, as well as management of Town information systems. During 2012, the Town Board enacted Town Code Chapter 72 to codify the powers and duties granted to the Town Comptroller pursuant to New York State law, as well as the powers and duties delegated to the Town Comptroller by the Town Board.

Financial Policies

- Investment Policy - The Town's policy, was updated and adopted on February 11, 2014, and is consistent with the guidelines promulgated by the New York State Office of the State Comptroller, which the Town Board adopts each year.

- Capital Asset Policy - The Town adopted a Capital Asset Policy (“Asset Management Policy”) in 2003, which formalizes the responsibility and reporting guidelines for all Town assets. This policy is detailed in the notes to the financial statements. The policy was updated and adopted on February 11, 2014.

- Debt Management Policy - The Debt Management Policy was implemented in 2004, and is detailed in the Management Discussion and Analysis section of these financial statements. The policy was updated and adopted on February 24, 2009.

- Fund Balance Policy - The Town of Southampton was one of the first towns on Long Island to adopt a Fund Balance Policy, which has become the model for other Town Boards. Such policy was adopted in 2005. The details of this policy can also be found in the Management's Discussion and Analysis section. Town Board enacted a Local Law (No. 6), in recognition of sound fiscal policy and in order to stabilize and preserve the current credit rating of the Town. The Town Board affirms its commitment to make all reasonable efforts to maintain a fund balance in its General Fund at the end of each fiscal year equal to no less than 17% of the total respective ensuing year’s operating budget. Such fund balance will be inclusive of the reserve for tax stabilization purposes pursuant to Chapter 8 of the Town Code. For special districts and the part-town operating funds, the Town Board maintains unallocated fund balance of 7% of the total ensuing year’s operating threshold. As a result, the Town’s Fund Balance policy has been codified in Chapter 8 Budget by resolution 2015-195 on February 10, 2015 and is in compliance with and conforms to GASB Statement Number 54.

- Capital Program Policy - The Town adopted a Capital Program Policy during 2012 and it consists of a plan of capital projects proposed to be undertaken during a six-year period, the priority of their implementation, the estimated cost thereof, and proposed method of financing.

Awards

The GFOA of the United States and Canada awarded the Certificate of Achievement for Excellence in Financial Reporting to the Town for its comprehensive annual financial report for the past three years (2012 through 2014). In order to be awarded a Certificate of Achievement, a government must publish an easily readable and effectively organized comprehensive annual financial 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 comprehensive annual financial report will meet the Certificate of Achievement Program's requirements and I am submitting it to the GFOA to determine its eligibility for the certificate.

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff of the Comptroller's Office and the guidance of our independent auditors, Nawrocki Smith LLP. I would like to express my appreciation to all members of the departments who assisted and contributed to its preparation.

Finally, I would like to thank the Supervisor and the members of the Town Board and Audit Advisory Committee for their continued leadership and support in planning and conducting the financial operations of the Town of Southampton in a responsible and progressive manner.

Respectfully submitted,

Leonard J. Marchese, MBA, CPA
Comptroller, Town of Southampton

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Southampton

New York

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO

NawrockiSmith
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Honorable Supervisor and Town Board of the
Town of Southampton:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Town of Southampton (the "Town"), as of and for the year ended December 31, 2015, and the related notes to financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility 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; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Town of Southampton, as of December 31, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As discussed in Note 4, as well as Management's Discussion and Analysis ("MD&A"), in 2015 the Town adopted Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions* and Statement No. 71, *Pension Transition for Contributions Subsequent to the Measurement Date*. The adoption of these statements resulted in a prior-period adjustment. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, on pages 16-29 and 81-105, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board ("GASB"), 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Southampton's basic financial statements. The introductory section, other supplementary information and statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements.

The other supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such 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. In our opinion, the other supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 29, 2016, on our consideration of the Town of Southampton's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 Southampton's internal control over financial reporting and compliance.

Nawrocki Smith LLP

Melville, New York
April 29, 2016

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

TOWN OF SOUTHAMPTON
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015

The following is a discussion and analysis of the Town of Southampton's (the "Town") financial performance for the year ended December 31, 2015. This section is a summary of the Town's financial activities based on currently known facts, decisions and conditions. It is also based on both the government-wide and fund-based financial statements. The results of the current year are discussed in comparison with the prior year, with an emphasis placed on the current year. This section is only an introduction and should be read in conjunction with the Town's financial statements, which immediately follow this section.

FINANCIAL HIGHLIGHTS

- The Town's primary government total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources by $952,544,346 (net position). This consists of $890,784,499 invested in capital assets (net of related debt), $113,656,682 restricted for specific purposes, offset by a deficit unrestricted portion of $51,896,835.

- The Town's primary government net position increased $52,390,152 compared to $50,502,115, as restated.

- The Town's total bonded indebtedness decreased $9,673,295 and governmental expenditures related to debt service (principal and interest) decreased $445,088 from fiscal year ended December 31, 2014. The Town expects future debt service to continue to decrease as the Town continues to take advantage of lower interest rates by refunding eligible debt.

- The Town's total governmental operating funds fund balance increased $2,749,197 as compared to a decrease of $2,435,734 in 2014. This is mainly due to the timing of expenditures related to capital improvements in the Coastal Erosion Districts Fund. Total operating funds expenditures decreased by $2,947,897 mainly as a result of the decrease in non-major governmental funds expenditures as well as, the Town's prudent monitoring of spending.

- The General Fund fund balance increased $2,293,370 of which $1,890,447 was nonspendable, $4,388,779 was restricted, $576,131 was assigned, and $9,762,190 was unassigned. The General Fund unassigned fund balance increased by $2,259,175. The increase is mainly due to increased total revenue (excluding other financing sources) of $2,036,205.

- As described in Note 4 to the financial statements, "Changes in Accounting Principles", the Town has implemented the provisions of GASB Statement No. 68, Accounting and Financial Reporting for Pensions, and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date, for the year ended December 31, 2015. The implementation of these statements resulted in a restatement to the opening net position as of January 1, 2015. Prior year balances reflected in MD&A have been updated for comparison purposes.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of five parts: the introductory section, basic financial statements, required supplementary information including management's discussion and analysis (this section), other supplementary information and statistical information. The basic financial statements include two kinds of financial statements that present different views of the Town:

- The first two financial statements are government-wide financial statements (the "Town-wide") that provide both short-term and long-term information about the Town's overall financial status (see pages 30 and 31).

- The remaining financial statements are fund financial statements that focus on individual parts of the Town, reporting the Town's operations in more detail than the government-wide (the "Town-wide") financial statements.

    - The *governmental fund financial statements* tell how basic services were financed in the *short-term* as well as what remains for future spending (see pages 32 through 35).

    - *Proprietary fund financial statements* provide both short-term and long-term information on the Town's business-type activities with the primary revenue sources being charges for services (see pages 36 through 38).

- *Fiduciary fund financial statements* provide information about the financial relationships in which the Town acts solely as a trustee or agent for the benefit of others (see page 39).

Reporting the Town as a Whole

The analysis of the Town as a whole begins on page 30. One of the most important questions asked about the Town's finances should be, "Is the Town as a whole better off or worse off as a result of the current year's activities?" The Statement of Net Position and the Statement of Activities report information about the Town as a whole and about its activities in a way that helps answer this question. These financial statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two financial statements report the Town's net position and changes in them. You can think of the Town's net position - the residual balance of assets plus deferred outflows of resources minus liabilities and deferred inflows of resources - as one way to measure the Town's financial health, or financial position. Over time, increases or decreases in the Town's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the Town's property tax base and the condition of the Town's roads, to assess the overall health of the Town.

In the Statement of Net Position and the Statement of Activities, we divide the Town into three categories:

- *Governmental activities* - Most of the Town's basic services are reported here, including police, fire, public works, parks departments and general administration. Property taxes, franchise fees, and State and Federal grants finance most of these activities.

- *Business-type activities* - The Town charges a fee to customers to help it cover all or most of the cost of certain services it provides. The Town's waste management, golf course and beaches and marinas facilities are reported here.

- *Component units* - The component units are legally separate organizations for which the Town is either financially accountable, or the nature and relationship with the Town is such that exclusion would cause the Town's financial statements to be misleading or incomplete. The Town includes two discretely presented component units (Town of Southampton Housing Authority and the Trustees of the Freeholders and Commonalty of the Town of Southampton) as separate columns on the Town-wide financial statements. Complete financial statements of the component units can be obtained from their administrative office (see Note 2).

Reporting the Town's Most Significant Funds

Fund financial statements present financial information in the traditional governmental accounting format, with an emphasis on the most significant funds. Our analysis of the Town's major funds begins on page 32. Some funds are required to be established by New York State law and by bond covenants. However, the Town establishes many other funds to help it control and manage money for particular purposes, or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (grants received from the U.S. Department of Housing and Urban Development). The Town's three kinds of funds - governmental, proprietary and fiduciary - use different accounting approaches.

- *Governmental Funds* - Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund financial statements provide a detailed short-term view of the Town's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds (pages 32 and 34) in a reconciliation following each of the governmental fund financial statements (pages 33 and 35).

- *Proprietary Funds* - When the Town charges customers for the services it provides - whether to outside customers or to other units of the Town - these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The Town's enterprise funds (a component of proprietary funds) are the same as the business-type activities we report in the Town-wide financial statements but provide more detail and additional information, such as cash flows, for proprietary funds (pages 36-38).

- *Fiduciary Funds* - Fiduciary funds are used to account for resources that are earmarked for the benefit of other parties, and are not reflected on the Town-wide financial statements because those funds are not available to support the Town's activities (page 39).

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE

Financial Highlights:

Net position

The Town's total assets and deferred outflows on December 31, 2015 were approximately $1.2 billion, an increase of $54.1 million over the prior year, as restated. Total liabilities and deferred inflows of resources were $237.4 million, an increase of $1.8 million from the prior year, as restated. The result is a net position of $952.5 million, an increase of $52.4 million over the prior year, as restated.

- Working capital of $134.0 million on December 31, 2015 compared with the December 31, 2014 working capital of $105.6 million, as restated, increased primarily due to a $32.6 million increase in cash (unrestricted and restricted). The change in current liabilities is the result of an increase in accounts payable and the issuance of bond anticipation notes.

- Net investment in capital assets of $890.8 million (compared to $860.9 million in 2014, as restated) increased primarily due to a reduction of bond principal payable as a result of debt service payments and bond refunding, offset by capital outlay exceeding current year depreciation charges.

- The Town's restricted net position increased $18.4 million. This classification represents assets subject to external restrictions. The increase is mainly due to an increase in restricted net position for Community Preservation operations offset by current year uses of the Town's debt service reserve.

Table 1:
Condensed Statements of Net Position
Governmental and Business-type Activities - Primary Government
As of December 31,

	Governmental Activities		Business-type Activities		Totals	
		(As Restated)		(As Restated)		(As Restated)
	2015	2014	2015	2014	2015	2014
Assets:						
Current assets	$ 156,919,979	$ 126,504,565	$ 2,603,130	$ 2,813,332	$ 159,523,109	$ 129,317,897
Capital assets, net	997,950,368	974,339,593	23,172,592	23,652,758	1,021,122,960	997,992,351
Total assets	$1,154,870,347	$1,100,844,158	$ 25,775,722	$ 26,466,090	$1,180,646,069	$1,127,310,248
Deferred outflows of resources	$ 8,994,933	$ 8,267,178	$ 313,390	$ 187,323	$ 9,308,323	$ 8,454,501
Liabilities:						
Current liabilities	$ 24,540,331	$ 22,702,351	$ 1,008,087	$ 1,005,464	$ 25,548,418	$ 23,707,815
Long-term liabilities	196,617,633	200,398,419	5,788,327	6,404,777	202,405,960	206,803,196
Total liabilities	$ 221,157,964	$ 223,100,770	$ 6,796,414	$ 7,410,241	$ 227,954,378	$ 230,511,011
Deferred inflows of resources	$ 9,452,687	$ 5,099,543	$ 2,981	$ -	$ 9,455,668	$ 5,099,543
Net position:						
Net investment in capital assets	$ 873,900,018	$ 844,231,835	$ 16,884,481	$ 16,682,301	$ 890,784,499	$ 860,914,136
Restricted	113,569,969	95,112,199	86,713	104,394	113,656,682	95,216,593
Unrestricted	(54,215,358)	(58,433,011)	2,318,523	2,456,476	(51,896,835)	(55,976,535)
Total net position	$ 933,254,629	$ 880,911,023	$ 19,289,717	$ 19,243,171	$ 952,544,346	$ 900,154,194

Change in Net Position

The Town's program revenues for the year ended December 31, 2015 were $85.9 million, a decrease of $3.7 million from 2014, which is primarily related to decreases in operating grants. General revenues of $81.8 million were slightly higher ($2.2 million increase) than last year. Total combined revenues for 2015 were $167.7 million, a decrease of $1.5 million from 2014. Expenses for the year ended December 31, 2015 were $115.3 million reflecting a decrease of $3.4 million compared to 2014, as restated, which is primarily related to decreases in general governmental support and home and community services expenses, offset by increases in most other categories. This resulted in a change in net position for the year ended December 31, 2015 of approximately $52.4 million. The table below outlines a comparison of revenues and expenses for the Primary Government for the years ended December 31, 2015 and 2014:

Table 2:

Condensed Statements of Activities and Changes in Net Position
Governmental and Business-type Activities - Primary Government
For the Years Ended December 31,

	Governmental Activities		Business-type Activities		Totals	
		(As Restated)		(As Restated)		(As Restated)
	2015	2014	2015	2014	2015	2014
Program revenues:						
Charges for services, fees, fines and forfeitures	$ 12,683,102	$ 12,497,649	$ 4,294,656	$ 3,863,814	$ 16,977,758	$ 16,361,463
Operating grants and contributions	66,401,212	70,647,232	31,109	782,905	66,432,321	71,430,137
Capital grants and contributions	2,453,459	1,819,374	-	-	2,453,459	1,819,374
Total program revenues	81,537,773	84,964,255	4,325,765	4,646,719	85,863,538	89,610,974
General revenues:						
Real property taxes	66,242,804	65,501,711	142,807	523,037	66,385,611	66,024,748
Other real property tax items	617,813	599,919	-	-	617,813	599,919
Non-property tax items	1,700,658	1,643,124	-	-	1,700,658	1,643,124
Interest earnings	1,034,392	685,415	9,784	9,457	1,044,176	694,872
State aid - unrestricted	11,908,460	10,477,475	-	-	11,908,460	10,477,475
Sale of property and compensation for loss	107,062	73,160	-	-	107,062	73,160
Miscellaneous	38,132	90,962	-	-	38,132	90,962
Total general revenues	81,649,321	79,071,766	152,591	532,494	81,801,912	79,604,260
Total revenues	163,187,094	164,036,021	4,478,356	5,179,213	167,665,450	169,215,234
Program expenses:						
General governmental support	24,266,171	28,458,103	-	-	24,266,171	28,458,103
Public safety	42,493,599	41,732,622	-	-	42,493,599	41,732,622
Health	2,989,335	2,943,708	-	-	2,989,335	2,943,708
Transportation	12,740,333	12,747,929	-	-	12,740,333	12,747,929
Economic assistance and opportunity	5,877,403	5,030,414	-	-	5,877,403	5,030,414
Culture and recreation	4,536,438	4,692,914	-	-	4,536,438	4,692,914
Home and community services	14,686,485	15,385,752	-	-	14,686,485	15,385,752
Interest on debt	3,597,585	3,903,364	206,253	229,882	3,803,838	4,133,246
Beaches and marinas	-	-	1,669,719	1,621,647	1,669,719	1,621,647
Waste management	-	-	2,132,958	1,924,917	2,132,958	1,924,917
Golf course	-	-	79,019	41,867	79,019	41,867
Total expenses	111,187,349	114,894,806	4,087,949	3,818,313	115,275,298	118,713,119
Excess before transfers	51,999,745	49,141,215	390,407	1,360,900	52,390,152	50,502,115
Interfund transfers	343,861	500,000	(343,861)	(500,000)	-	-
Change in net position	$ 52,343,606	$ 49,641,215	$ 46,546	$ 860,900	$ 52,390,152	$ 50,502,115

Governmental Activities

Revenues for the Town's governmental activities decreased $848,927, or 0.5%. Program revenues totaling $81,537,773 accounted for 50% of total governmental activities revenue, and decreased $3.4 million, primarily due to a decrease in operating grants and contributions offset by an increase in capital grants and contributions. General revenues, which includes revenue from property taxes and other tax items, totaled $81,649,321, or 50.0% of total revenues, and increased by $2.6 million mainly as a result of a budgeted increase in property tax revenue and an increase in unrestricted State aid.

- Operating grants and contributions decreased $4.3 million mainly as a result of decreased revenue from the Community Preservation Fund transfer tax. This revenue fluctuates from year to year in proportion with the amount of real estate sold in the Town.
- Capital grants and contributions increased $634,085 primarily as a result of increased grant revenues for ongoing capital projects related to the restoration of the Nathaniel Rogers House and the Riverside Revitalization.
- Real property taxes increased mainly due to a slight increase in the Town's assessed property values, coupled with a slight change in the allocation of property taxes from 2014. This two factors resulted in an increase in the tax levy.

Expenses for the Town's governmental activities decreased $3.7 million, or 3.2%. Expenses relating to general governmental support, public safety, transportation and home and community services totaled $94,186,588 and accounted for 84.7% of total expenses.

- Expenses relating to general governmental support decreased $4.2 million, or 14.7% as a result of decreases in expenses related to contractual expenses (i.e. utilities, repairs and maintenance, professional services etc.).
- Public safety related expenses increased $760,977, or 1.8% as a result of increased personnel service costs, and the related employee benefits expense.
- Economic assistance and opportunity expenses increased $846,989, or 16.8% as a result of increases in program attendance as shown by the increase in program revenues in Table 3.
- Expenses relating to home and community services decreased by $699,267, or 4.5% due to decreases in spending for contractual expenses.
- Interest expense relating to debt decreased $305,779, or 7.8% as a result of lower interest payments required for debt that has been advance refunded in prior years.

The cost of all governmental activities this year was $111.2 million (page 31). However, as shown in the Statement of Activities, the amount that taxpayers ultimately financed for these activities through Town taxes was only $66.2 million, because some of the cost was paid by those who directly benefited from the programs ($12.7 million) or by other governments and organizations that subsidized certain programs with grants and contributions ($68.9 million).

Table 3 presents the cost of the Town's governmental activities as well as the net cost of services (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions (see page 31).

Table 3:
Net Costs of Services
Governmental Activities
For the Years Ended December 31,

	Total Cost of Services		Program Revenues		Net (Cost) of Services	
	2015	2014	2015	2014	2015	2014
General governmental support	$ 24,266,171	$ 28,458,103	$ 62,467,638	$ 66,635,893	$ 38,201,467	$ 38,177,790
Public safety	42,493,599	41,732,622	3,010,808	2,931,164	(39,482,791)	(38,801,458)
Health	2,989,335	2,943,708	-	-	(2,989,335)	(2,943,708)
Transportation	12,740,333	12,747,929	2,564,619	2,240,292	(10,175,714)	(10,507,637)
Economic assistance and opportunity	5,877,403	5,030,414	1,680,800	1,560,349	(4,196,603)	(3,470,065)
Culture and recreation	4,536,438	4,692,914	685,070	730,256	(3,851,368)	(3,962,658)
Home and community services	14,686,485	15,385,752	11,128,838	11,066,301	(3,557,647)	(4,319,451)
Interest on debt	3,597,585	3,903,364	-	-	(3,597,585)	(3,903,364)
	$ 111,187,349	$ 114,894,806	$ 81,537,773	$ 85,164,255	$ (29,649,576)	$ (29,730,551)

Table 4: Sources of Revenues for Fiscal Year 2015 - Governmental Activities

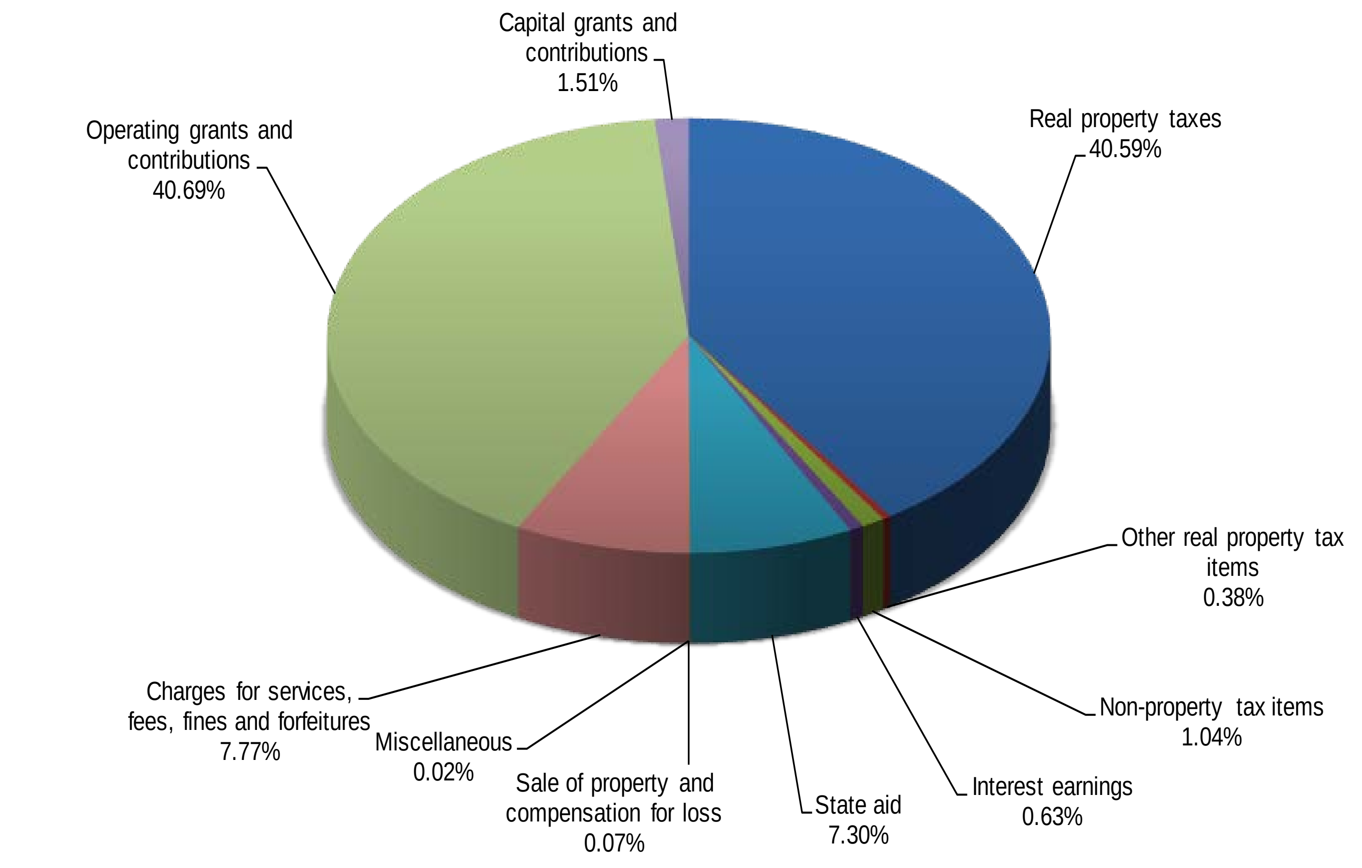
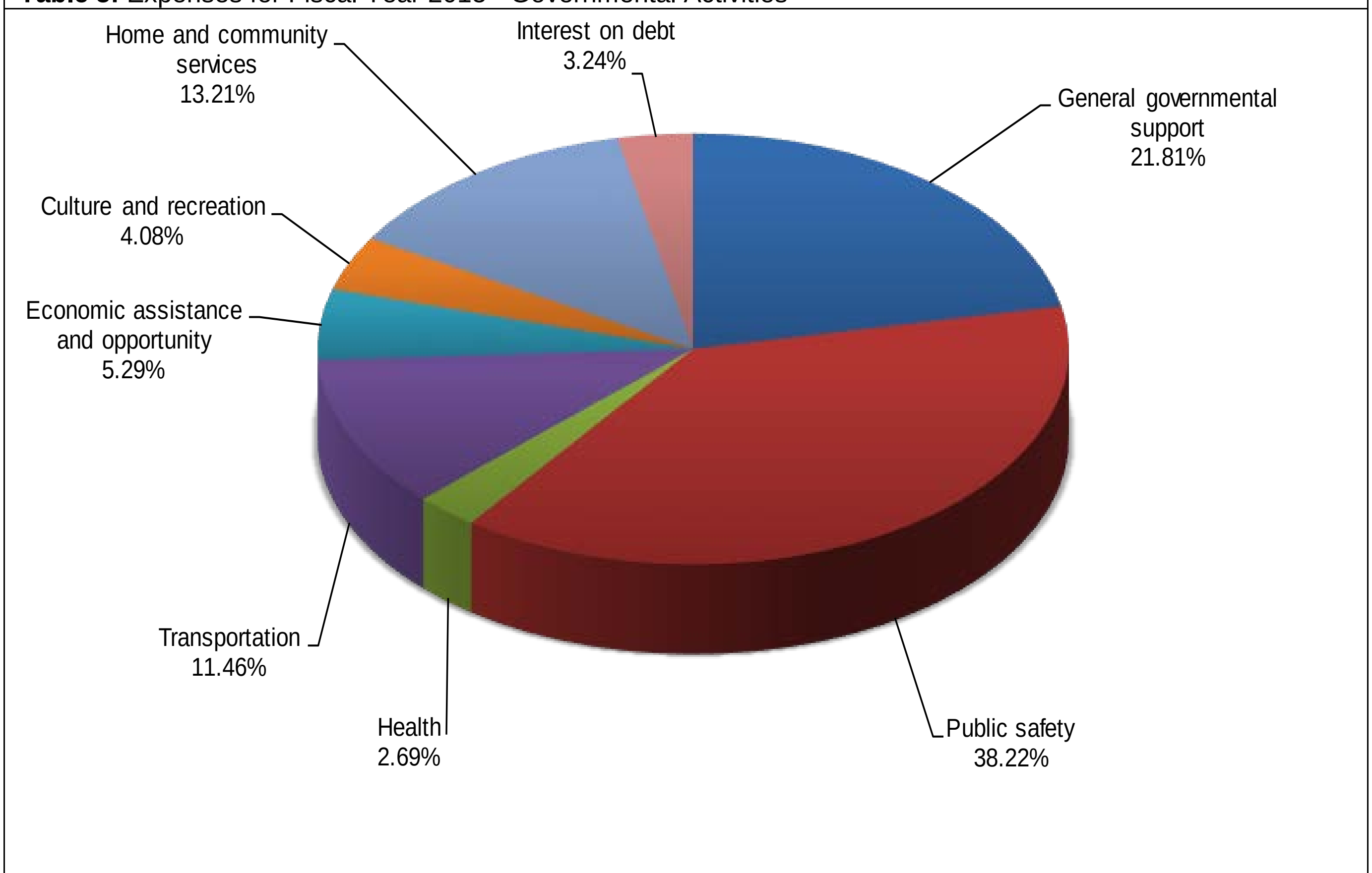


Table 5: Expenses for Fiscal Year 2015 - Governmental Activities



Business-Type Activities

The Town's total program revenues from business-type activities increased by $320,954, or 6.9% over 2014. Some significant year-end financial data relating to these entities are highlighted as follows:

- Operating revenues in the Beaches and Marinas Fund totaled $2.2 million in 2015. Operating revenue was more than 2014, due to an increase in charges for services as a result of an increase in fees and an increase in sales. The fund increased net position $423,120, as compared to an increase of $234,802 in 2014. Operating expenses were comparable year over year (see page 37).

- Operating revenue in the Waste Management Fund totaled $2.0 million in 2015 which is consistent with 2014. Net position decreased $345,058 in 2015. The decrease in net position is mostly due to an increase in operating expenses and non-operating items. Non-operating revenues in 2014 were significantly higher than 2015 as a result of the Town receiving grant funding from New York State to subsidize the cost of disposing hazardous materials. The grant funding did not reoccur in 2015, causing the variance. The Fund's ending net position was approximately $2.4 million (see page 37).

- The Golf Course experienced a slight increase in operating revenues and a decrease in operating expenses. However, non-operating items contributed a net loss of $98,818 as a result of interfund transfers made to the General Fund of $100,000. The fund realized an operating gain of approximately $67,000 in 2015 compared with a gain of approximately $93,000. The decrease in operating income is due to an increase in operating expenses of approximately $37,000 due to increases in repairs and other contractual expenses. Total net position for 2015 was $5.9 million (see page 37).

Table 6: Sources of Revenues for Fiscal Year 2015 - Business-Type Activities

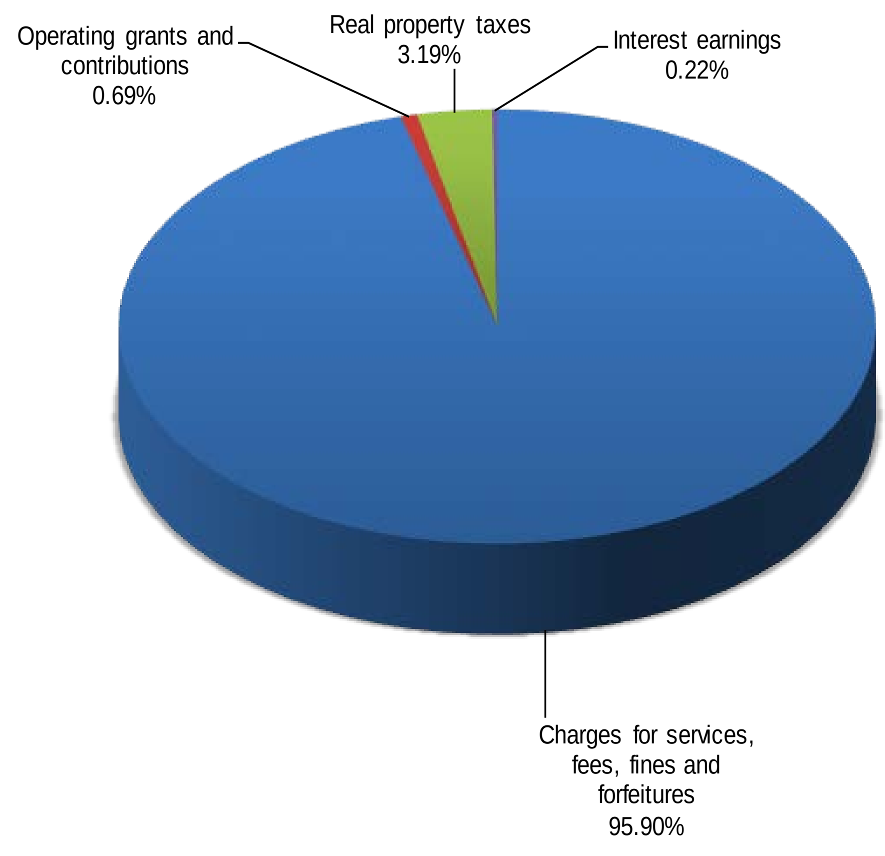
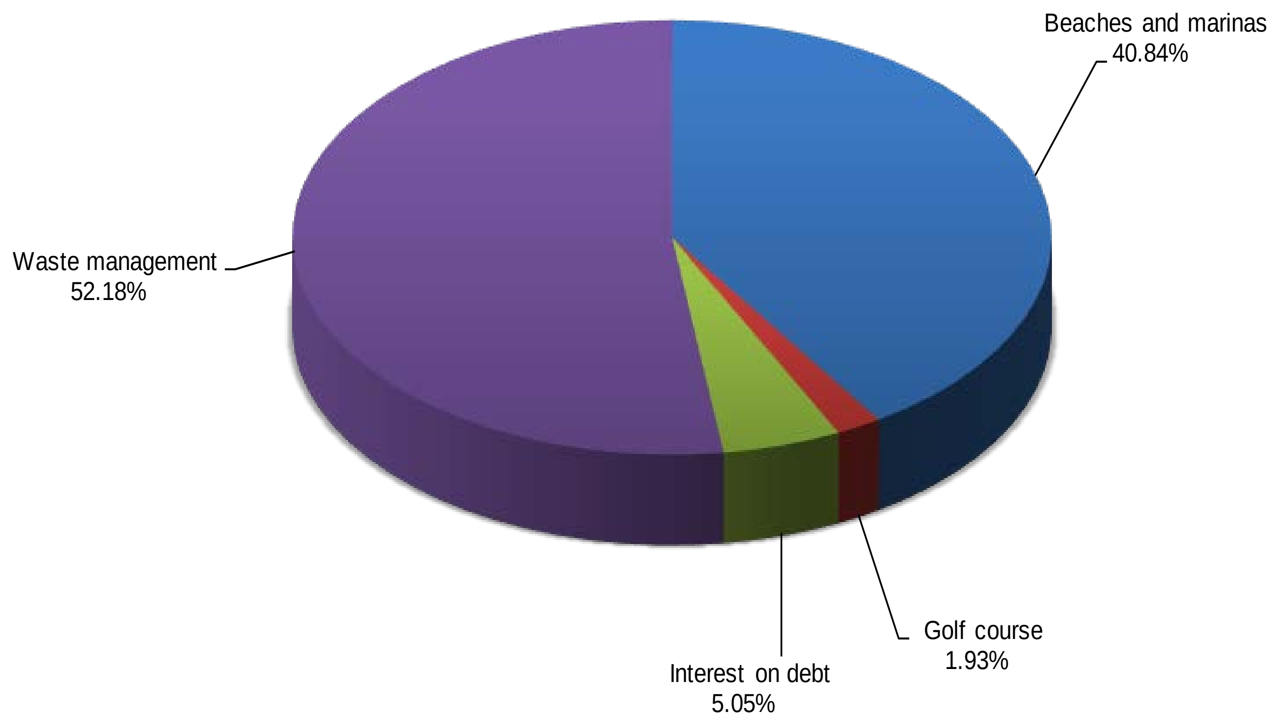


Table 7: Expenses for Fiscal Year 2015 - Business-Type Activities



FINANCIAL ANALYSIS OF CERTAIN TOWN GOVERNMENTAL FUNDS

Governmental Funds

General Fund assets increased by $3.7 million mainly as a result of increased cash and cash equivalents. The increase in cash and cash equivalents is due partly to the increase in revenues increasing approximately $2.0 million while expenditures stayed consistent, and due to the increase in property taxes paid in advance of $1.2 million (deferred inflows of resources). Total liabilities increased slightly due to increases in accounts payable and accrued liabilities as a result of the timing of payments made near year-end.

Increases in the General Fund's revenue were mostly the result of an increase in State aid. State aid revenue derived from mortgage taxes that are received by the Town quarterly, increased by $1.3 million. This increase accompanied by the Town's receipt of residual grant funds (approximately $300,000) from the New York State Department of Homeland Security for expenses incurred during Superstorm Sandy, resulted in an increase in State aid for the General Fund. Other increases in revenues are for collections of fines and forfeitures from the Town's Justice Court, a total increase of approximately $75,000.

General Fund expenditures decreased slightly by approximately $51,000. However, debt service expenditures (principal and interest) were reduced by $307,289 as a result of decreased interest expense from the advanced refunding of serial bonds in prior years. Other financing sources for the general fund totaled $130,417 (compared to $278,621 in 2014). The decrease in other financing sources is due to an increase in interfund transfers out (in accordance with the revised budget).

The General Fund's spendable fund balance consists of $9.8 million in unassigned funds, restricted reserves of $4.4 million, and $576,000 in assigned fund balance, which combined, represents 41.3% of annual General Fund operating expenditures.

Assets in the Police District Fund increased by $1,299,278, which was driven mainly by an increase in cash and cash equivalents as a result of an increase in property taxes paid in advance (deferred inflows of resources). Liabilities increased by $275,169 as a result of an increase in accounts payable, mainly as a result of the timing of payments made near year-end.

The Police District Fund fund balance decreased by $214,319 as a result of an increase in expenditures of $790,158 offset only by a slight increase in revenues of $140,287. The increase in expenditures is the result of an increase in the cost of police protection services, including salaries and the related employee benefits. Spendable fund balance in the Police Fund consists of $40,559 restricted for future debt service, and $1,325,918 in assigned fund balance.

The Town Outside Village Fund assets increased $560,997 mainly driven by an increase in cash and cash equivalents as a result of an increase in property taxes paid in advance (deferred inflows of resources). Liabilities increased by $12,376 due to an increase in accounts payable.

The Town Outside Village Fund total revenue decreased by $478,914 from a budgeted decrease in the property tax allocation to this fund of $277,096 and a decrease in revenues from departmental income and licenses and permits. The increase in expenditures, $382,679, was less than the decrease in revenue allowing the fund to record a positive change in fund balance of $479,900. Fund balance at year-end was $3,444,076.

The Highway Fund assets increased $1,394,068 due to an increase in cash and cash equivalents and restricted cash of $929,731, along with an increase in State and federal aid receivables of $357,437. The increase in cash and cash equivalents is the result of an increase in property taxes paid in advance (deferred inflows of resources). The increase in restricted cash is due to an increase in the fund's debt service reserve as a result of projects being closed out or cancelled in the Capital Projects Fund. The increase in State and federal aid receivable is the result of the Town submitting a voucher for payment in December 2015 to the New York State Department of Transportation for the reimbursement of road repair expenses under the Consolidated Highway Improvement Program ("CHIPS"). Liabilities in the Highway Fund increased by $194,991 from increases in accounts payable.

Highway Fund revenues increased $717,602 mainly due to increases in State aid revenue. State funding for roadwork performed on Springville Road in Hampton Bays is being funded by the New York State Department of Transportation. Expenses (and the reimbursements) related to those funds increased in 2015. Property tax allocations were budgeted higher in 2015 by $509,523 also contributing to the increase in revenue. Highway Fund expenditures were slightly higher in 2015 by $224,559 as a result of increased spending on road repair and equipment. Interfund transfers totaled $872,000 and were related to the transfer of bond proceeds that were not used for the intended capital projects. As discussed above, the transfer was offset by an increase in the restricted debt service reserve. Total fund balance at year-end was $2,577,847.

Public Safety Communication Fund assets increased $359,756. The increase is driven by an increase in cash and cash equivalents of $366,971 from an increase in property taxes paid in advance ($125,134) and a positive change in fund balance of $232,305.

Revenues in the Public Safety Communications Fund were slightly higher than 2014 by $85,703 as a result of increased property tax revenue per the budgeted allocation of the tax levy. Expenditures in the fund were generally consistent year over year. Interfund transfers in increased by $147,921 as a result of a budgeted transfer from the Town's special revenue fund. Total fund balance at year-end was $812,235.

The Capital Projects Fund had an increase in fund balance of $149,612. This is due to the timing of when revenues are recorded from the issuance of long-term debt, and when the expenditures for the related projects are incurred. During 2015, the Town issued $4.9 million in public improvement serial bonds for capital project purposes. The Town also issued $3.3 million in bond anticipation notes for various capital improvements and equipment purchases. Capital outlay increased $2,317,870 as a result of the increased financing for ongoing capital projects. Other financing sources increased slightly as a result of increased appropriation from other funds (part of the revised budget).

In the Community Preservation Fund, fund balance increased by $18.6 million as a result of excess revenues over expenditures. Revenues in the fund decreased by $4,236,634 mainly as a result of a decrease in receipt from the 2% transfer tax for real estate sold within the Town. Expenditures in the fund decreased by $8,731,994 since the fund did not purchase as much land for conversation as in 2014. In 2014, the Community Preservation Fund purchased $35.7 million in land, and in 2015 the fund purchased $23.3 million in land. Total fund balance restricted for the Community Preservation Fund operations was $94,235,375.

Total assets in the non-major governmental funds totaled $12,621,602 in 2015 which is $332,574 higher than 2014. The increase is due to an increase in cash and cash equivalents as a result of an increase in property taxes paid in advance of $526,755, and an increase in accounts receivable, net of $248,711, offset by a decrease in restricted cash of $472,448. The decrease in restricted cash is mainly due to the use of cash for expenditures in the Town's Special Fund.

Non-major funds fund balance decreased by $450,475 as result of expenditures exceeding revenues in the Town's Special Fund and the Coastal Erosion District Fund. The Town's Special Fund holds restricted revenues that are externally restricted for specific uses. The Town's Coastal Erosion District Fund is used to account for debt service payments resulting from an Erosion Control District Bond issued in 2013 and to account for projects pertaining to the Erosion Control of certain Town beaches. Expenditures in both of these funds will vary from year to year. Total fund balance for the Town's non-major governmental funds totaled $10,602,320 at December 31, 2015.

At December 31, 2015, the Town's governmental funds had a combined fund balance of $139,059,760, which is an increase of $21.5 million from the previous year. Fund balances for the Town's governmental funds for the past two years were as follows:

Table 8:
Fund Balances
As of December 31,

Governmental Funds:	2015	2014
General Fund	$ 16,617,547	$ 14,324,177
Police District Fund	2,496,209	2,710,528
Town Outside Village Fund	3,444,076	2,964,176
Highway Fund	2,577,847	2,169,431
Public Safety Communications Fund	812,235	579,930
Capital Projects Fund	8,274,151	8,124,539
Community Preservation Fund	94,235,375	75,633,404
Non-Major Governmental Funds	10,602,320	11,052,795
Total fund balances	$ 139,059,760	$ 117,558,980

GENERAL FUND BUDGETARY HIGHLIGHTS

The Town's General Fund budget generally contains budget amendments during the year. The budget is allowed to be increased for additional current year appropriations that are supported by an increase in budgeted revenues. Below is a summary of the General Fund budgetary results of operations:

Table 9:
General Fund Budget
As of December 31, 2015

	Budgeted Amounts		Actual Including	Variance with
	Original	Revised	Encumbrances	Final Budget
Revenues	$ 36,339,017	$ 36,426,870	$ 37,806,284	$ 1,379,414
Expenditures	37,064,995	37,208,198	35,767,028	1,441,170
Other financing sources	725,978	781,328	130,417	(650,911)
Change in fund balance	$ -	$ -	$ 2,169,673	$ 2,169,673

Overall the General Fund performed better than anticipated by $2,169,673. The performance was driven by greater than anticipated total revenues of $1.4 million, a savings in expenditures of $1.4 million, and more than anticipated other sources of financing of approximately $650,000. The Town originally budgeted for a $372,117 loss (appropriated fund balance), but performed better by $2.5 million. Some highlights include:

- Franchise fees were more than revised budget by $86,001 due to higher than anticipated reimbursements from cable providers. These fees are generally based on subscribers which can vary from year to year.

- Departmental income was greater than anticipated by $29,640 mainly due to an increase in program participants for the Town's various community programs.

- Use of money and property was higher than expected by $59,463 as a result of increases in interest and earnings. The Town has taken advantage of the highest interest rates by moving money to different banks when possible. Commercial dock rentals were also higher due to more use by boaters.

- Revenues from State aid were $1.6 million greater than expected as a result of higher than anticipated mortgage tax aid and residual reimbursements from Superstorm Sandy from the New York State Department of Homeland Security.

- After encumbrances general governmental support expenditures recorded a savings of $692,004, spending in almost all categories was less than anticipated.

- Public safety expenditures were less than anticipated by $165,380. Utility expenditures were less than revised budget by approximately $91,000 accounting for the majority of the savings.

- Employee benefit expenses in the General Fund were less than anticipated by $276,701. Expenditures for salaries part-time and full-time in the General Fund were generally less than budgeted, therefore the related employee benefit expenditures were also under budget.

A budgetary comparison schedule within the required supplementary information section of this report has been provided for further analysis in regards to the General Fund budget on pages 81-87.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

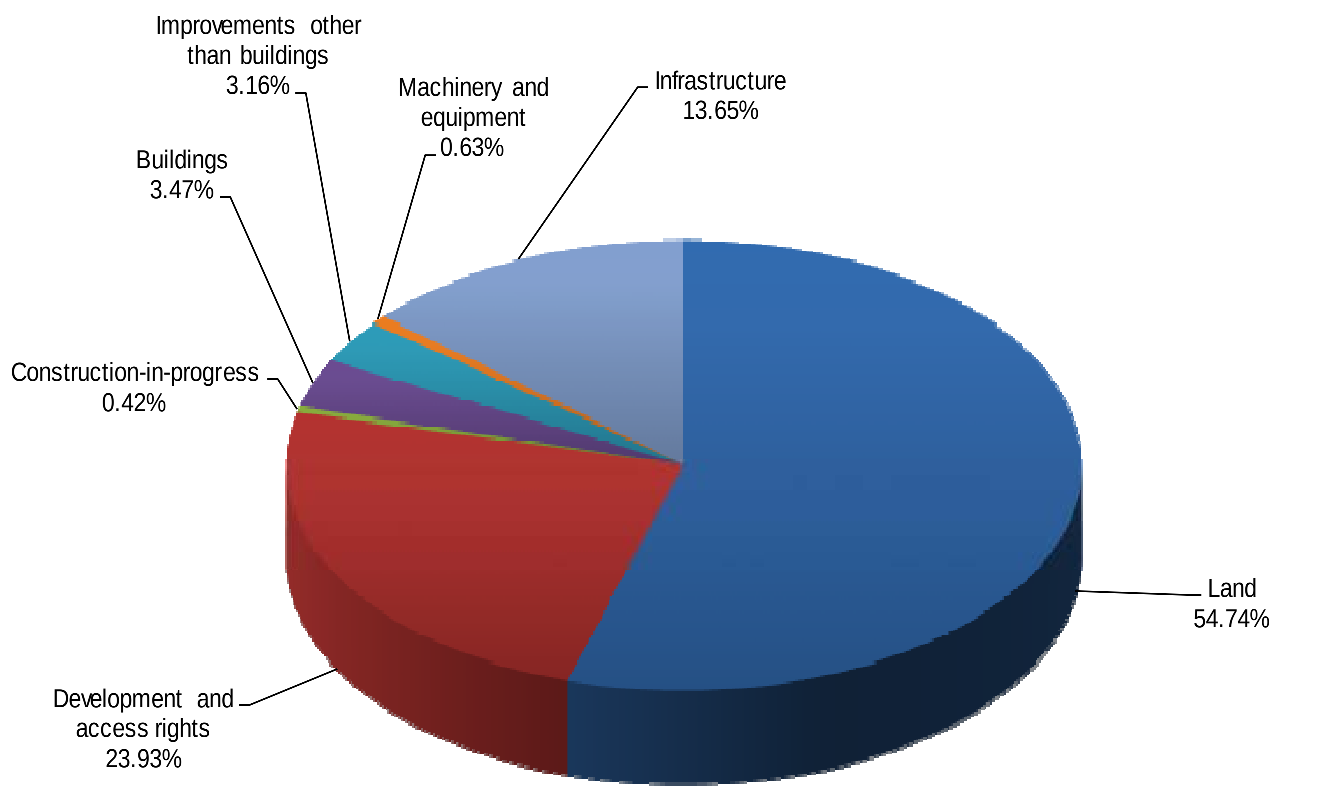
At the end of 2015, the Town had $1.0 billion invested in a broad range of capital assets, including beaches, land, police equipment, buildings, park facilities, roads, bridges and water infrastructure (See Table 10).

The Town's fiscal year 2015 capital budget included the continuation of funding for infrastructure improvements. Of the $21.2 million capital spending plan in 2015, $4.7 million was dedicated to the reconstruction of roads, bridges, and drainage improvement projects, $3.8 million was dedicated to municipal works projects, $3.8 million was dedicated to parks and recreation and other revitalization programs, and the remainder of the budget was allocated to various information technology upgrades and other general business improvements.

Table 10:
Capital Assets
As of December 31,

Governmental Activities:	2015	(As Restated) 2014
Land	$ 545,653,162	$ 522,319,967
Development and access rights	244,344,289	236,073,020
Construction-in-progress	4,273,875	1,075,208
Buildings	32,243,410	32,423,445
Improvements other than buildings	26,522,394	28,170,048
Machinery and equipment	5,514,927	5,417,212
Infrastructure	139,398,311	148,860,693
Total	$ 997,950,368	$ 974,339,593
Business-type Activities:		
Land	$ 13,329,090	$ 13,329,090
Construction-in-progress	4,157	85,065
Buildings	3,191,467	3,287,627
Improvements other than buildings	5,773,003	6,070,910
Machinery and equipment	874,875	880,066
Total	$ 23,172,592	$ 23,652,758

Table 11: Capital Assets, Net for Fiscal Year 2015



Long-Term Debt

The Town's bond rating is AAA according to Standard and Poor's Ratings Services.

The Town's debt management policy limits the Town's debt service funded by taxpayers to not more than 15% of operating expenditures, excluding the Community Preservation Fund. For 2015, the Town's governmental funds total debt service was approximately $13.9 million, of which $4.1 million was paid by the Community Preservation Fund, resulting in taxpayer supported debt service of approximately $9.8 million. Governmental funds debt service expenditures including interest in 2015, excluding CPF, was 11.4% of operating expenditures.

The Town of Southampton's current outstanding bonded indebtedness was $123.6 million at year-end 2015, of which $43.2 million was related to the Community Preservation Fund land purchases, $17.8 million to the Coastal Erosion District Fund, $27.1 million related to highway improvements, $5.4 million for the Hampton Bays Water District and the remaining $30.1 million related to various other improvements and equipment acquisitions.

Pursuant to New York State Local Finance Law §104, the Town's outstanding long-term debt must be no more than 7% of the five-year average full valuation of real property. This is also known as the "constitutional debt limit". At December 31, 2015, the Town had exhausted 3.10% of its limit.

The Town has accrued a $62.2 million obligation for other post-employment benefits in accordance with GASB Pronouncements on the Town-wide financial statements. Note 13 to the financial statements shows the details of the Town's long-term liabilities in this area.

Union Contracts

The Town provides services through approximately 17 elected officials, 481 full-time employees and approximately 133 part-time employees. The Town employs approximately 300 part-time seasonal employees. The Town also has 44 appointed Board members. The Civil Service Employees Association ("CSEA") represents approximately 291 employees under a contract which expires on December 31, 2017. The Police Benevolent Association ("PBA") represents approximately 73 employees under a contract which expires on December 31, 2016. The Superior Officers Association ("SOA") represents approximately 18 employees under a contract which expired on December 31, 2013. The Chief of Police is a non-union employee. Accordingly, the Town has accrued for any potential retroactive payments (when material) related to unresolved contract negotiations that may have an adverse effect on the Town's operating results when such contracts are finalized.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Town's elected officials considered many factors when setting the fiscal-year 2016 budget, tax rates and fees to be charged for the business-type activities. The 2016 Adopted Operating Budget was primarily structurally balanced and the only funds with appropriated fund balance were the General Fund ($452,434), Police District Fund ($250,000), Town Outside Village Fund ($750,000), Highway Fund ($175,000), Public Safety Communications Fund ($150,000) and the Coastal Erosion District Fund ($174,728). In 2003, the Town Board mandated a 5% cap on any increases in the Town tax rate in any given year. Beginning in 2012, New York State mandated a 2% cap on any increases in the Town tax rate in any given year. The 2016 Operating Budget was projected to meet the 2% Tax Levy cap enacted by the New York State Governor.

See pages 81 through 98, as well as pages 109 through 116 for budget versus actual comparisons.

Tax Collection

Property taxes for the Town, together with the County, fire districts and school district taxes are collected by the Town Tax Receiver on a single tax bill. The taxes become a lien on December 1, and are payable in two equal payments without penalty by January 10 and May 31, respectively. Penalties on unpaid taxes are 1% per month from the day such taxes are due and payable and 10% after May 31.

As of May 31,	Total Tax Levy	To Town Supervisor	To County Treasurer	Uncollected Returned
2015	$ 345,901,340	$ 325,906,413	$ 19,994,927	$ 19,252,164
2014	340,835,983	322,100,896	18,735,087	14,384,949
2013	331,493,841	315,112,728	16,381,113	13,671,438
2012	322,746,273	307,538,277	15,207,996	12,695,891
2011	313,906,596	297,658,185	16,248,411	14,387,403

The Town Receiver distributes the collected money to the Town, fire districts and school districts prior to distributing the balance collected to the County. Uncollected amounts are not segregated by the Receiver and any deficiency in tax collection is the County's liability. The Town is thereby assured of full tax collection.

Business-Type Activities

The Town has adopted the following budgets for the business-type activities based on prior year's performance and factors and circumstance known for the upcoming year:

- The adopted budget for the Beaches and Marina Fund projects revenue of $1.9 million, (consistent with the budget for 2016), and an expense budget of $2.1 million, calling for a use of net position of $200,000. At the time the budget was built there was a projected surplus of approximately $700,000 (before depreciation expense). Using the performance of 2015 as a baseline, the fund should self-sustain for 2016.

- The Waste Management Fund's net position during 2015 decreased. For 2016, the Town anticipates similar performance as projected revenues are $2.1 million and projected expenses are expected to be $2.4 million. The deficiency will be funded by the Fund's net position. The adopted budget is consistent with the actual performance of 2015.

FACTOR'S BEARING ON THE FUTURE OF THE TOWN

At the time these financial statements were prepared and audited, the Town was aware of the following existing circumstances that could significantly affect its financial health in the future:

- The "Tax Levy Limitation Law" which was enacted on June 24, 2011, restricts the amount of property taxes that may be levied in a particular year. Although there are exceptions, exemptions, and overrides to the limitation, the Law has made budgetary decisions more difficult. Local governments may override the tax levy limit by first passing a local law that allows for the tax levy limit to be exceeded, which requires a 60% vote of the total voting power of the governing board. The Town has complied with this law and has not required an override vote. The Law was extended in July of 2015, and is now set to expire on June 15, 2020.

- In July 2014, the New York State Department of Taxation and Finance introduced the "Property Tax Freeze Credit" program. This program is a two-year tax relief program that reimburses qualifying New York State homeowners for increases in local property taxes on their primary residences. As a result, more pressure is placed on the Town to stay within the current tax levy limitation, making budgetary decisions more difficult.

- Changes in accounting principles which are set to be implemented in subsequent years will force the Town to recognize the full obligation due under other post-employment benefit arrangements. This could adversely affect the Town's Statement of Net Position by increasing the amount reported for total liabilities.

- Changes in the New York State Employee's Retirement System assumed rate of return and required employer contributions rates, could affect the amount of the Town's net pension liability on their Statement of Net Position. The assumed rate of return is currently 7.5% however, in September 2015 the New York State Comptroller lowered the assumed rate of return to 7.0%. These changes will impact the Town's current resource measurement as well as their economic resource measurement.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors 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 Town Comptroller's Office at Town of Southampton, 116 Hampton Road, Southampton, NY 11968 (631) 283-6000.

FINANCIAL SECTION

TOWN OF SOUTHAMPTON
STATEMENT OF NET POSITION
DECEMBER 31, 2015

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Town of Southampton Housing Authority	Trustees of the Freeholders and Commonalty
ASSETS					
Current assets:					
Cash and cash equivalents	$ 25,575,055	$ 2,199,125	$ 27,774,180	$ 47,369	$ 1,069,303
Restricted cash	114,637,788	86,713	114,724,501	285,151	-
Accounts receivable, net	4,834,278	144,361	4,978,639	-	507
Due from Southampton Community Development Corporation	-	-	-	91,759	-
State and federal aid receivables	3,444,346	-	3,444,346	-	-
Due from fiduciary funds	1,513,549	148,086	1,661,635	-	-
Due from other governments	5,058,218	-	5,058,218	33,540	-
Prepaid expenses	1,856,745	14,845	1,871,590	17,615	-
Inventory of materials and supplies	-	10,000	10,000	-	-
Other assets	-	-	-	11,586	-
Noncurrent assets:					
Loan receivable	-	-	-	500,000	-
Due from Southampton Community Development Corporation	-	-	-	150,000	-
Tenant security deposits	-	-	-	15,300	-
Bond proceeds held by fiscal agent	-	-	-	103,002	-
Capital assets:					
Non-depreciable capital assets	794,271,326	13,333,247	807,604,573	683,700	-
Depreciable capital assets, net	203,679,042	9,839,345	213,518,387	2,642,441	-
Total assets	1,154,870,347	25,775,722	1,180,646,069	4,581,463	1,069,810
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charge from refunding bonds	556,257	114,830	671,087	-	-
Pension related	8,438,676	198,560	8,637,236	-	-
Total deferred outflows of resources	8,994,933	313,390	9,308,323	-	-
LIABILITIES					
Current liabilities:					
Accounts payable	2,526,817	88,065	2,614,882	20,031	67,875
Accrued liabilities	603,194	-	603,194	28,716	-
Accrued interest payable	1,183,880	58,554	1,242,434	-	-
Bond anticipation notes payable	3,345,640	-	3,345,640	-	-
Due to fiduciary funds	1,566,056	-	1,566,056	-	-
Due to other governments	223,966	-	223,966	-	-
Unearned revenue	-	38,120	38,120	1,680	8,456
Noncurrent liabilities due within one year:					
General obligation bonds payable, net	14,464,730	813,348	15,278,078	74,030	-
Special assessment bonds with governmental commitment	32,598	-	32,598	-	-
Compensated absences	200,000	10,000	210,000	-	-
Judgments and claims payable	274,950	-	274,950	-	-
Estimated liability for landfill closure and post-closure care costs	118,500	-	118,500	-	-
Noncurrent liabilities due in more than one year:					
General obligation bonds payable, net	106,696,160	5,589,593	112,285,753	3,271,922	-
Special assessment bonds with governmental commitment	67,479	-	67,479	-	-
Note payable	-	-	-	650,000	-
Compensated absences	8,988,588	66,825	9,055,413	-	-
Retainages held	85,485	-	85,485	-	-
Judgments and claims payable	2,667,550	-	2,667,550	-	-
Net pension liability - proportionate share	4,309,054	131,909	4,440,963	-	-
Other post-employment benefits	70,744,981	-	70,744,981	-	-
Tenant security deposits	-	-	-	15,300	-
Estimated liability for landfill closure and post-closure care costs	3,058,336	-	3,058,336	-	-
Total liabilities	221,157,964	6,796,414	227,954,378	4,061,679	76,331
DEFERRED INFLOWS OF RESOURCES					
Property taxes	8,933,820	-	8,933,820	-	-
Pension related	287,313	2,981	290,294	-	-
Unavailable grant revenues	231,554	-	231,554	-	-
Total deferred inflows of resources	9,452,687	2,981	9,455,668	-	-
NET POSITION					
Net investment in capital assets	873,900,018	16,884,481	890,784,499	265,340	-
Restricted:					
Debt service	7,421,818	86,713	7,508,531	-	-
Tax stabilization	3,732,476	-	3,732,476	-	-
Capital projects	8,274,151	-	8,274,151	-	-
Community preservation operations	88,338,767	-	88,338,767	-	-
Community and park improvements	5,704,934	-	5,704,934	285,151	-
HUD grants	97,823	-	97,823	-	-
Unrestricted	(54,215,358)	2,318,523	(51,896,835)	(30,707)	993,479
Total net position	$ 933,254,629	$ 19,289,717	$ 952,544,346	$ 519,784	$ 993,479

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SOUTHAMPTON
STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2015

		Program Revenues			Net Revenues (Expenses) and Changes in Net Position			Component Units	
	Expenses	Charges for Services Fees, Fines and Forfeitures	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Town of Southampton Housing Authority	Trustees of the Freeholders and Commonalty
Functions and programs:									
Primary Government -									
Governmental activities:									
General governmental support	$ 24,266,171	$ 821,385	$ 60,669,122	$ 977,131	$ 38,201,467	$ -	$ 38,201,467		
Public safety	42,493,599	2,690,072	320,736	-	(39,482,791)	-	(39,482,791)		
Health	2,989,335	-	-	-	(2,989,335)	-	(2,989,335)		
Transportation	12,740,333	1,017,836	73,380	1,473,403	(10,175,714)	-	(10,175,714)		
Economic assistance and opportunity	5,877,403	934,721	746,079	-	(4,196,603)	-	(4,196,603)		
Culture and recreation	4,536,438	37,170	647,900	-	(3,851,368)	-	(3,851,368)		
Home and community services	14,686,485	7,181,918	3,943,995	2,925	(3,557,647)	-	(3,557,647)		
Interest on debt	3,597,585	-	-	-	(3,597,585)	-	(3,597,585)		
Total governmental activities	111,187,349	12,683,102	66,401,212	2,453,459	(29,649,576)	-	(29,649,576)		
Business-type activities:									
Beaches and marinas	1,669,719	2,180,432	7,358	-	-	518,071	518,071		
Waste management	2,132,958	1,969,182	22,472	-	-	(141,304)	(141,304)		
Golf course	79,019	145,042	1,279	-	-	67,302	67,302		
Interest on debt	206,253	-	-	-	-	(206,253)	(206,253)		
Total business-type activities	4,087,949	4,294,656	31,109	-	-	237,816	237,816		
Total primary government	$ 115,275,298	$ 16,977,758	$ 66,432,321	$ 2,453,459	(29,649,576)	237,816	(29,411,760)		
Component Units -									
Town of Southampton									
Housing Authority:									
Economic assistance and opportunity	$ 1,003,742	$ 361,854	$ 589,696	$ -				$ (52,192)	
Trustees of the Freeholders									
and Commonalty:									
Home and community	$ 673,031	$ 851,848	$ -	$ -					$ 178,817
General revenues:									
Real property taxes					66,242,804	142,807	66,385,611	-	-
Other real property tax items					617,813	-	617,813	-	-
Non-property tax items					1,700,658	-	1,700,658	-	-
Interest earnings					1,034,392	9,784	1,044,176	401	851
State aid - unrestricted					11,908,460	-	11,908,460	-	-
Sale of property and compensation for loss					107,062	-	107,062	350	-
Miscellaneous					38,132	-	38,132	-	4,212
Total general revenues					81,649,321	152,591	81,801,912	751	5,063
Excess revenues over expenses before transfers					51,999,745	390,407	52,390,152	(51,441)	183,880
Interfund transfers					343,861	(343,861)	-	-	-
Change in net position					52,343,606	46,546	52,390,152	(51,441)	183,880
Total net position, beginning of year, as restated (see note 18)					880,911,023	19,243,171	900,154,194	571,225	809,599
Total net position, end of year					$ 933,254,629	$ 19,289,717	$ 952,544,346	$ 519,784	$ 993,479

The accompanying notes to financial statements are an
integral part of this statement.

TOWN OF SOUTHAMPTON
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2015

	MAJOR FUNDS							MAJOR FUNDS		
	General Fund	Police District Fund	Town Outside Village Fund	Highway Fund	Public Safety Communications Fund	Non-Major Governmental Funds	Total Operating Funds	Capital Projects Fund	Community Preservation Fund	Total Governmental Funds
ASSETS										
Cash and cash equivalents	$ 11,405,816	$ 1,986,225	$ 3,299,177	$ 2,898,199	$ 966,997	$ 5,018,641	$ 25,575,055	$ -	$ -	$ 25,575,055
Restricted cash	4,388,779	40,559	75,698	656,488	3,616	6,389,658	11,554,798	13,887,820	89,195,170	114,637,788
Accounts receivable, net	1,014,017	360,969	1,500	2,757	8,545	1,146,157	2,533,945	-	54,610	2,588,555
State and federal aid receivables	322,633	2,244,561	-	842,159	34,993	-	3,444,346	-	-	3,444,346
Due from fiduciary funds	1,304,697	-	100,000	108,852	-	-	1,513,549	-	-	1,513,549
Due from other governments	18,546	-	-	2,435	-	-	20,981	-	5,037,237	5,058,218
Prepaid items	1,890,447	1,129,732	220,870	270,787	90,101	67,146	3,669,083	-	4,213	3,673,296
Total assets	$ 20,344,935	$ 5,762,046	$ 3,697,245	$ 4,781,677	$ 1,104,252	$ 12,621,602	$ 48,311,757	$ 13,887,820	$ 94,291,230	$ 156,490,807
LIABILITIES										
Accounts payable	$ 498,454	$ 364,123	$ 23,484	$ 496,246	$ 4,581	$ 229,096	$ 1,615,984	$ 857,344	$ 53,489	$ 2,526,817
Accrued liabilities	229,685	83,881	4,798	15,391	2,956	264,377	601,088	-	2,106	603,194
Bond anticipation notes payable	-	-	-	-	-	-	-	3,345,640	-	3,345,640
Due to fiduciary funds	-	37,566	-	-	1,896	115,649	155,111	1,410,685	260	1,566,056
Due to other governments	223,966	-	-	-	-	-	223,966	-	-	223,966
Total liabilities	952,105	485,570	28,282	511,637	9,433	609,122	2,596,149	5,613,669	55,855	8,265,673
DEFERRED INFLOWS OF RESOURCES										
Property taxes	2,775,283	2,780,267	224,887	1,692,193	282,584	1,178,606	8,933,820	-	-	8,933,820
Unavailable grant revenues	-	-	-	-	-	231,554	231,554	-	-	231,554
Total deferred inflows of resources	2,775,283	2,780,267	224,887	1,692,193	282,584	1,410,160	9,165,374	-	-	9,165,374
FUND BALANCE										
Fund balance:										
Nonspendable	1,890,447	1,129,732	220,870	270,787	90,101	67,146	3,669,083	-	4,213	3,673,296
Restricted	4,388,779	40,559	75,698	656,488	3,616	5,899,516	11,064,656	8,274,151	94,231,162	113,569,969
Assigned	576,131	1,325,918	3,147,508	1,650,572	718,518	4,635,658	12,054,305	-	-	12,054,305
Unassigned	9,762,190	-	-	-	-	-	9,762,190	-	-	9,762,190
Total fund balance	16,617,547	2,496,209	3,444,076	2,577,847	812,235	10,602,320	36,550,234	8,274,151	94,235,375	139,059,760
Total liabilities, deferred inflows of resources and fund balance	$ 20,344,935	$ 5,762,046	$ 3,697,245	$ 4,781,677	$ 1,104,252	$ 12,621,602	$ 48,311,757	$ 13,887,820	$ 94,291,230	$ 156,490,807

The accompanying notes to financial statements are an
integral part of this statement.

TOWN OF SOUTHAMPTON
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2015

Total Fund Balance - Governmental Funds		$ 139,059,760
Amounts reported for governmental activities in the Statement of Net Position are different due to the following:		
Capital assets less accumulated depreciation are included in the Statement of Net Position:		
Capital assets:		
Non-depreciable	$ 794,271,326	
Depreciable	512,037,035	
Accumulated depreciation	(308,357,993)	997,950,368
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 governmental fund financial statements. However, these liabilities are included in the Statement of Net Position:		
General obligation bonds payable, net	(121,160,890)	
Special assessment bonds with governmental commitment	(100,077)	
Compensated absences	(9,188,588)	
Judgments and claims payable	(2,942,500)	
Retainages held	(85,485)	
Other post-employment benefits	(70,744,981)	
Estimated liability for landfill closure and post-closure care costs	(3,176,836)	(207,399,357)
Deferred charge on refunding bonds		556,257
Pension related items are not reported in the governmental fund financial statements since they are not related to current financial resources. The pension related items included in governmental activities consist of the following:		
Net pension liability - proportionate share	(4,309,054)	
Deferred outflow of resources	6,622,125	
Deferred inflow of resources	(287,313)	2,025,758
Revenue that was not accrued on the governmental fund financial statements because it does not meet the availability criteria under the modified accrual basis of accounting is included in the Statement of Net Position.		2,245,723
Interest payable applicable to the Town's governmental activities is not due and payable in the current period and accordingly, is not reported in the governmental fund financial statements. However, this liability is included in the Statement of Net Position.		(1,183,880)
Net Position - Governmental Activities		$ 933,254,629

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SOUTHAMPTON
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	MAJOR FUNDS							MAJOR FUNDS		
	General Fund	**Police District Fund**	**Town Outside Village Fund**	**Highway Fund**	**Public Safety Communications Fund**	**Non-Major Governmental Funds**	**Total Operating Funds**	**Capital Projects Fund**	**Community Preservation Fund**	**Total Governmental Funds**
REVENUES										
Real property taxes	$ 20,860,140	$ 20,963,398	$ 1,853,789	$ 11,569,402	$ 2,140,751	$ 8,855,324	$ 66,242,804	$ -	$ -	$ 66,242,804
Other real property tax items	232,724	144,942	13,654	78,642	13,366	134,485	617,813	-	-	617,813
Non-property tax items	1,700,658	-	-	-	-	-	1,700,658	-	60,660,717	62,361,375
Special assessments	37,170	-	-	-	-	-	37,170	-	-	37,170
Departmental income	717,080	557,822	1,662,841	15,200	136,138	2,457,809	5,546,890	-	-	5,546,890
Intergovernmental charges	292,401	-	-	707,682	-	-	1,000,083	-	-	1,000,083
Use of money and property	146,463	51,206	18,164	30,708	7,795	368,164	622,500	47,952	363,940	1,034,392
Licenses and permits	358,515	79,323	3,061,268	2,553	-	-	3,501,659	-	-	3,501,659
Fines and forfeitures	1,662,579	-	-	-	-	-	1,662,579	-	-	1,662,579
Sale of property and compensation for loss	65,575	11,221	-	15,450	-	14,816	107,062	-	-	107,062
Miscellaneous local sources	647,900	275,392	4,205	73,380	20	763,456	1,764,353	364,653	8,405	2,137,411
State aid	9,973,836	2,246,723	-	1,269,173	143,515	5,000	13,638,247	204,230	-	13,842,477
Federal aid	1,111,243	45,344	-	-	-	3,946,920	5,103,507	-	-	5,103,507
Total revenues	37,806,284	24,375,371	6,613,921	13,762,190	2,441,585	16,545,974	101,545,325	616,835	61,033,062	163,195,222
EXPENDITURES										
General governmental support	14,102,599	-	-	-	-	143,806	14,246,405	-	34,465,309	48,711,714
Public safety	2,365,285	15,561,415	613,467	-	1,644,303	832,112	21,016,582	-	-	21,016,582
Health	-	-	-	-	-	2,989,335	2,989,335	-	-	2,989,335
Transportation	788,445	-	-	6,903,220	-	482,665	8,174,330	-	-	8,174,330
Economic assistance and opportunity	2,923,125	-	-	-	-	580,217	3,503,342	-	-	3,503,342
Culture and recreation	2,051,708	-	-	-	-	628,749	2,680,457	-	-	2,680,457
Home and community services	567,544	-	3,382,724	-	-	6,349,707	10,299,975	-	-	10,299,975
Employee benefits	8,613,634	8,660,238	1,873,371	3,017,405	707,698	843,652	23,715,998	-	155,367	23,871,365
Capital outlay	-	-	-	-	-	-	-	7,754,713	-	7,754,713
Debt service -										
Principal	3,542,987	334,013	112,815	3,120,899	5,000	2,737,540	9,853,254	-	4,090,899	13,944,153
Interest	688,004	35,416	8,227	804,645	1,200	811,806	2,349,298	-	1,762,340	4,111,638
Total expenditures	35,643,331	24,591,082	5,990,604	13,846,169	2,358,201	16,399,589	98,828,976	7,754,713	40,473,915	147,057,604
Excess (deficiency) of revenues over (under) expenditures	2,162,953	(215,711)	623,317	(83,979)	83,384	146,385	2,716,349	(7,137,878)	20,559,147	16,137,618
OTHER FINANCING SOURCES (USES)										
Payment to refunded bond escrow agent	(3,996,598)	-	-	-	-	-	(3,996,598)	-	-	(3,996,598)
Refunding bond issuance	3,725,099	-	-	-	-	-	3,725,099	-	-	3,725,099
Serial bond issuance	-	-	-	-	-	-	-	4,873,500	-	4,873,500
Premium on obligations	381,753	1,392	1,583	32,572	-	-	417,300	-	-	417,300
Interfund transfers in	363,966	-	5,000	872,000	148,921	252,750	1,642,637	3,578,264	-	5,220,901
Interfund transfers out	(343,803)	-	(150,000)	(412,177)	-	(849,610)	(1,755,590)	(1,164,274)	(1,957,176)	(4,877,040)
Total other financing sources (uses)	130,417	1,392	(143,417)	492,395	148,921	(596,860)	32,848	7,287,490	(1,957,176)	5,363,162
Change in fund balance	2,293,370	(214,319)	479,900	408,416	232,305	(450,475)	2,749,197	149,612	18,601,971	21,500,780
Fund balance, beginning of year	14,324,177	2,710,528	2,964,176	2,169,431	579,930	11,052,795	33,801,037	8,124,539	75,633,404	117,558,980
Fund balance, end of year	$ 16,617,547	$ 2,496,209	$ 3,444,076	$ 2,577,847	$ 812,235	$ 10,602,320	$ 36,550,234	$ 8,274,151	$ 94,235,375	$ 139,059,760

The accompanying notes to financial statements are an
integral part of this statement.

TOWN OF SOUTHAMPTON
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2015

Net Change in Fund Balance - Governmental Funds		$ 21,500,780
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 in the current period is:		
Capital outlay, net of reclassifications and retirements	$ 41,397,186	
Depreciation expense	(17,786,411)	23,610,775
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		(24,658)
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.		
Proceeds from issuance of refunding bond	(3,725,099)	
Premiums on obligations	(400,770)	
Payment to refunded bond escrow agent	3,682,200	
Deferred charge from refunding bond	314,398	
Serial bond issuance	(4,873,500)	
Repayment of bond principal	13,910,941	
Repayment of special assessment bonds	33,212	
Repayment of installment purchase debt payable	3,072,700	12,014,082
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:		
Other post-employment benefits	(8,546,678)	
Compensated absences	796,367	
Judgments and claims payable	632,500	
Estimated liability for landfill closure and post-closure care costs	(61,236)	
Retainages held	(85,485)	
Pension related	1,993,106	
Amortization of deferred charges from bond refunding	(30,092)	
Amortization of bond premiums and discounts	491,759	
Accrued interest costs	52,386	(4,757,373)
Net Change in Net Position - Governmental Activities		$ 52,343,606

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SOUTHAMPTON
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2015

	MAJOR BUSINESS-TYPE ACTIVITIES		NON-MAJOR BUSINESS-TYPE ACTIVITIES	
	Beaches and Marinas	Waste Management	Golf Course	Total Proprietary Funds
ASSETS				
Current assets:				
Cash and cash equivalents	$ 561,652	$ 1,359,528	$ 277,945	$ 2,199,125
Restricted cash	42,400	44,313	-	86,713
Accounts receivable, net	-	133,988	10,373	144,361
Due from fiduciary funds	37,832	110,254	-	148,086
Prepaid expenses	1,549	13,296	-	14,845
Inventory of materials and supplies	-	10,000	-	10,000
Noncurrent assets:				
Non-depreciable capital assets	8,028,947	169,100	5,135,200	13,333,247
Depreciable capital assets, net of depreciation	4,739,243	4,567,880	532,222	9,839,345
Total assets	13,411,623	6,408,359	5,955,740	25,775,722
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge from refunding bonds	55,459	59,371	-	114,830
Pension contributions	49,640	148,920	-	198,560
Total deferred outflows of resources	105,099	208,291	-	313,390
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	9,612	71,225	7,228	88,065
Accrued interest payable	21,336	37,218	-	58,554
Unearned fees for services	14,131	23,989	-	38,120
Noncurrent liabilities due within one year -				
General obligation bonds payable, net	377,964	435,384	-	813,348
Compensated absences	2,000	8,000	-	10,000
Noncurrent liabilities due in more than one year:				
General obligation bonds payable, net	2,160,771	3,428,822	-	5,589,593
Compensated absences	2,117	64,708	-	66,825
Net pension liability - proportionate share	32,977	98,932	-	131,909
Total liabilities	2,620,908	4,168,278	7,228	6,796,414
DEFERRED INFLOWS OF RESOURCES				
Pension related	745	2,236	-	2,981
NET POSITION				
Net investment in capital assets	10,284,914	932,145	5,667,422	16,884,481
Restricted for debt service	42,400	44,313	-	86,713
Unrestricted	567,755	1,469,678	281,090	2,318,523
Total net position	$ 10,895,069	$ 2,446,136	$ 5,948,512	$ 19,289,717

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SOUTHAMPTON
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	MAJOR BUSINESS-TYPE ACTIVITIES		NON-MAJOR BUSINESS-TYPE ACTIVITIES	
	Beaches and Marinas	Waste Management	Golf Course	Total Proprietary Funds
OPERATING REVENUES:				
Charges for services	$ 2,180,432	$ 1,969,182	$ 145,042	$ 4,294,656
Other	2,315	924	1,279	4,518
Total operating revenues	2,182,747	1,970,106	146,321	4,299,174
OPERATING EXPENSES:				
Beaches and marinas	1,204,485	-	-	1,204,485
Waste management	-	1,428,360	-	1,428,360
Golf course	-	-	56,207	56,207
Depreciation	302,550	366,542	22,812	691,904
Employee benefits	162,684	338,056	-	500,740
Total operating expenses	1,669,719	2,132,958	79,019	3,881,696
Operating income (loss)	513,028	(162,852)	67,302	417,478
NON-OPERATING REVENUES (EXPENSES):				
Real property taxes	120,410	22,397	-	142,807
Operating grants	5,043	21,548	-	26,591
Interfund transfers out	(125,000)	(118,861)	(100,000)	(343,861)
Interest income	2,343	6,259	1,182	9,784
Interest on debt	(92,704)	(113,549)	-	(206,253)
Total non-operating revenues (expenses)	(89,908)	(182,206)	(98,818)	(370,932)
Change in net position	423,120	(345,058)	(31,516)	46,546
Total net position, beginning of year, as restated (see Note 18)	10,471,949	2,791,194	5,980,028	19,243,171
Total net position, end of year	$ 10,895,069	$ 2,446,136	$ 5,948,512	$ 19,289,717

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SOUTHAMPTON
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	MAJOR BUSINESS-TYPE ACTIVITIES		NON-MAJOR BUSINESS-TYPE ACTIVITIES	
	Beaches and Marinas	Waste Management	Golf Course	Total Proprietary Funds
CASH FLOWS FROM OPERATING ACTIVITIES:				
Revenue collected:				
Cash receipts from customers	$ 2,185,762	$ 1,876,689	$ 144,630	$ 4,207,081
Other operating cash receipts	2,315	924	1,279	4,518
Payments for expenses:				
Cash payments to other suppliers of goods or services	(1,203,583)	(1,397,183)	(60,968)	(2,661,734)
Cash payments to employees for services and related expenses	(186,600)	(407,285)	-	(593,885)
Other operating cash receipts	16,608	99,123	-	115,731
Net cash provided by operating activities	814,502	172,268	84,941	1,071,711
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:				
Purchase of capital assets	(67,077)	(144,661)	-	(211,738)
Principal paid on capital debt	(444,584)	(346,263)	-	(790,847)
Payments made to refunded bond escrow agent	(708,900)	(758,900)	-	(1,467,800)
Serial bond proceeds	767,155	812,739	-	1,579,894
Premium on bonds payable, net of amortization	49,173	62,060	-	111,233
Increase in deferred charge from refunding bonds	(55,459)	(59,371)	-	(114,830)
Interest paid on debt	(97,103)	(117,849)	-	(214,952)
Interfund transfer	(125,000)	(118,861)	(100,000)	(343,861)
Net cash used by capital financing activities	(681,795)	(671,106)	(100,000)	(1,452,901)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Real property taxes	120,410	22,397	-	142,807
Operating grants	5,043	21,548	-	26,591
Net cash provided by non-capital financing activities	125,453	43,945	-	169,398
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest and earnings received	2,343	6,259	1,182	9,784
Net cash provided by investing activities	2,343	6,259	1,182	9,784
Net increase (decrease) in cash and cash equivalents	260,503	(448,634)	(13,877)	(202,008)
Cash and cash equivalents, beginning of year	343,549	1,852,475	291,822	2,487,846
Cash and cash equivalents, end of year	$ 604,052	$ 1,403,841	$ 277,945	$ 2,285,838
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income	$ 513,028	$ (162,852)	$ 67,302	$ 417,478
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation expense	302,550	366,542	22,812	691,904
(Increase) decrease in accounts receivable	55	(116,482)	(412)	(116,839)
Decrease in due from fiduciary funds	16,608	99,123	-	115,731
Decrease in prepaid expenses	18,736	27,342	-	46,078
Decrease in inventory	-	10,057	-	10,057
Increase in pension contributions	(14,517)	(43,551)	-	(58,068)
Decrease in accounts payable and accrued liabilities	(17,834)	(6,222)	(4,761)	(28,817)
Decrease in unearned fees for services	5,275	23,989	-	29,264
Increase in compensated absences	991	5,489	-	6,480
Increase in pension related deferred inflows	745	2,236	-	2,981
Decrease in net pension liability	(11,135)	(33,403)	-	(44,538)
Net cash provided by operating activities	$ 814,502	$ 172,268	$ 84,941	$ 1,071,711

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SOUTHAMPTON
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
DECEMBER 31, 2015

	Agency Funds
ASSETS	
Cash	$ 109,782,193
Due from governmental funds	1,566,056
Service award program assets	2,747,257
Total assets	$ 114,095,506
LIABILITIES	
Due to proprietary funds	$ 148,086
Due to governmental funds	1,513,549
Due to school districts	53,511,721
Service award program liabilities	2,747,257
Other agency liabilities	56,174,893
Total liabilities	$ 114,095,506

The accompanying notes to financial statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

1. BACKGROUND

The Town of Southampton (the "Town"), was established in 1801 and 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 four council members who are elected for terms of four years. The Town Board appoints the Town Attorney, Comptroller, and the Assessor, whose terms are fixed by Town Law. The Town Clerk, the Superintendent of Highways and Receiver of Taxes are elected and serve for four years. The Town Board appoints various department heads.

The Town provides a full range of municipal services, including police and justice court, home and community services, public works and road maintenance, recreation and parks, and general and administrative services.

The accompanying financial statements include all funds of the Town for which the elected officials exercise oversight responsibility. Oversight responsibility is determined on the basis of financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. All such entities of the Town have been included in this report.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Southampton 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 most significant of the Town accounting policies are described below.

A. Reporting entity

The financial reporting entity consists of: (a) the primary government, which is the Town of Southampton; (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 as set forth by GASB.

The decision to include a potential component unit in the Town of Southampton's financial reporting entity is based on several criteria set forth by GASB which includes legal standing, dependency and financial accountability. Based on the application of these criteria, a summary of certain entities considered in determining the Town of Southampton's reporting entity is discussed below.

The Trustees of the Freeholders and Commonalty of the Town of Southampton (the "Trustees") are independently elected and are responsible for the receipt, maintenance and safety of legally specified property. Operations are supported by user fee revenues established by the Trustees and derived from the issuance of building, mooring and boat ramp permits, as well as budgeted appropriations from the Town. The Town approves the hiring of employees and records the compensation of employees, as well as all of the capital projects of the Trustees on the books of the Town. As a result of the Town providing financial support for the Trustees employees and capital additions, it is determined that they are fiscally dependent on the Town. Accordingly, the Trustees are determined to be a component unit of the Town and is presented discretely in a separate column in the government-wide financial statements to emphasize that it is legally separate from the primary government. Complete financial statements of the Trustees can be obtained from their administrative office: The Trustees of the Freeholders and Commonalty of the Town of Southampton, 116 Hampton Road, Southampton, N.Y. 11968.

The Town of Southampton Housing Authority (the “Authority”) provides housing for low income residents of the Town of Southampton. The Authority is governed by its Board of Directors, which is comprised of five members appointed by the Town of Southampton. Long-term debt and other fiscal matters, which result in a fiscal interdependency, are backed by the full faith and credit of the Town. Accordingly, the Authority has been determined to be a component unit of the Town and is presented discretely in a separate column in the government-wide financial statements to emphasize that it is legally separate from the primary government. Complete financial statements of the Authority can be obtained from their administrative offices: Town of Southampton Housing Authority, 57 Springville Road, Hampton Bays, NY 11946.

B. Excluded from the reporting entity

Within the geographic boundaries of the Town are 7 incorporated villages, 13 school districts and 9 fire districts. These entities are excluded from the Town’s financial statements because their operations are controlled by officials elected by their respective constituencies and the Town has no fiscal oversight over them and cannot influence their operations.

C. Basis of presentation

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 funds).

1. Government-wide financial statements

The government-wide financial statements (i.e. the Statement of Net Position and the Statement of Activities) display information about the primary government and its component units. These financial statements include the financial activities of the overall government except for fiduciary activities. Eliminations of internal activity have been made in these financial statements. The primary government is reported separately from the legally separate discretely presented component units for which the primary government is financially accountable. All of the activities of the Town as primary government are governmental activities.

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 and receivables as well as long-term debt and obligations. The Town’s net position is reported in three parts - net investment in capital assets, restricted and unrestricted.

The government-wide Statement of Activities reports both the gross and net cost of each of the Town’s functional categories (public safety, transportation, home and community services, etc.), which are otherwise supported by general government revenues (property taxes, certain intergovernmental revenues, interest earnings, etc.). The Statement of Activities reduces gross expenses (including allocated depreciation) by related program revenues to produce the net cost of each program. Program revenues include (a) charges for services (including fees, fines and forfeitures) 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 revenues (property taxes, intergovernmental revenues, interest earnings, 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.

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.

2. Fund financial statements

The fund financial statements are similar to the financial statements presented in the previous model. The emphasis is on the major funds in the fund financial statements. Non-major funds are summarized into a single column.

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. 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 or non-major funds.

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 all financial resources except those required to be accounted for in other funds.

Police District Fund: is used to account for financial resources for police purposes. Primary revenue sources are from real property taxes and state aid.

Town Outside Village Fund: is used for revenues and expenditures for certain services provided to the area of the Town located outside of the Incorporated Villages. Primary revenue sources are from real property taxes and departmental income.

Highway Fund: is used to account for revenues and expenditures for highway purposes. Primary revenue sources are from real property taxes and State aid.

Public Safety Communications Fund: is used to account for financial resources for the operation of the E-911 communication facility. Primary revenue sources are from real property taxes.

Capital Projects Fund: is used to account for financial resources to be used for the acquisition or construction of major capital facilities. Primary sources of funds are from debt issuances and transfers from the General Fund.

Community Preservation Fund: is used to account for financial resources for land acquisition and preservation purposes (current legislation provides for this fund through the 2030 fiscal year). Primary revenue sources are from non-property tax items.

Additionally, the Town reports the following non-major funds:

Special Revenue Funds: are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes. Special Revenue Funds include the following:

Special Grant Fund: is used to account for the revenues and expenditures related to federal aid for the Community Development Block Grant Program and the Section 8 Housing Choice Vouchers Program.

Special Fund: is used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

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:

Fire Protection Districts:	
North End Quogue	Noyac
Baypoint	
Lighting Districts:	
Eastport	Flanders
Westhampton	Quogue
East Quogue	Hampton Bays
Riverside	Bridgehampton
Water Mill	
Public Parking Districts:	
Hampton Bays	Bridgehampton
Water Districts:	
Flanders	Hampton Bays
Riverside	
Ambulance Districts:	
Westhampton	Northampton
Hampton Bays	Southampton
Coastal Erosion Districts:	
Bridgehampton	Tiana
Sagaponack	
Parks Districts:	
Bridgehampton	Hampton Bays
Water Mill	

3. Proprietary Fund financial statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Net Position and a Statement of Cash Flows for each major proprietary fund and the non-major proprietary fund.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or non-current) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position presents increases (revenues) and decreases (expenses) in total net position.

Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the Beaches and Marinas, Waste Management and Golf Course are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting the definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the Town’s policy to use restricted resources first, then unrestricted resources as they are needed.

The Town applies all provisions of the Accounting Standards Codification (“ASC”) of the Financial Accounting Standards Board (“FASB”) and interpretations except those that conflict with or contradict GASB pronouncements to its business-type activities.

The Town reports the following major proprietary funds:

Enterprise Funds: used to account for the following operations:

Beaches and Marinas: used to account for operations related to the Town's beaches and marinas. Revenue is mainly derived from charges for services which include licenses, permits, dock fees and other recreation related items.

Waste Management: used to account for operations related to the Town's refuse. Revenue is mainly derived from items disposed by the Town's residents which are not part of the regular sanitation pickup.

Additionally, the Town reports the following non-major proprietary fund:

Golf Course: used to account for operations related to Poxabogue Golf Course. Revenue is derived from charges for services related to greens fees, driving range fees and other related items.

4. Fiduciary Funds:

The fiduciary funds are used to account for the assets held by the Town in a trustee capacity or as agency for individuals, private organizations and their governments. These activities are not included in the government-wide financial statements, because their resources do not belong to the Town, and are not available to be used.

The Town reports the following fiduciary funds:

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

Town Agency Fund: accounts for consolidated payroll, amounts due to/from other governments, service award programs and other agency liabilities.

Town Clerk Agency Fund: accounts for amounts collected on behalf of other governments for licenses and permit fees.

Town Receiver of Taxes Agency Fund: accounts for amounts due to other governments for general and school taxes collected.

D. Measurement focus and basis of accounting

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 financial 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, deferred outflows of resources, liabilities and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial 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. The Town considers all revenues available if they are collected within 60 days after the year end. Application of "susceptible to accrual" criterion requires judgment, consideration of the materiality of the item in question, and due regard for the practicality of accrual, as well as consistency in application.

Revenues susceptible to accrual include; Suffolk County local assistance at year-end on behalf of the Town, franchise fees, charges for services, intergovernmental revenues and operating transfers. 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) expenditures for prepaid expenses are recognized when incurred, (b) principal and interest on indebtedness are recognized as expenditures when due and (c) compensated absences, such as vacation and sick leave, which vest or accumulate, are charged as expenditures when paid.

Encumbrance accounting, under which purchase orders, contracts and other commitments are recorded for budgetary control purposes in order to reserve that portion of the applicable appropriation, is employed in the governmental funds. Appropriations for all governmental funds except the Capital Projects Fund lapse at year-end. However, encumbrances reserved against fund balances are re-appropriated in the ensuing year. Encumbrances are generally reported as assigned 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.

E. Property taxes

In Suffolk County ("County"), the assessment and lien of real property for taxation is done by the County Department of Assessment. The Town 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 Southampton Receiver of Taxes ("Receiver") collects all real property taxes for the Town, Suffolk County, Town special districts and school districts located within the Town of Southampton as a single bill. Town and County taxes are levied on December 1st, and are due in two equal installments, payable without penalty on January 10th and May 31st respectively; after which taxes are payable to the County Treasurer. Penalties are imposed thereafter at the rate of 1% per month from January 10th until May 31st. The Receiver collects all taxes based on this single bill and distributes the proceeds to the Town Supervisor prior to distributing the remaining taxes collected to the County. Responsibility for the collection of unpaid taxes rests with the County and, accordingly, the Town is assured 100% collection of real property taxes.

F. Interfund transactions

Interfund transactions have been eliminated from the government-wide financial statements. In the fund financial statements, interfund transactions include:

1. Interfund revenues

Interfund revenues represent amounts charged for services or facilities provided by one fund to another fund. The amounts paid by the fund receiving the benefits of the service or facilities are reflected as an expenditure of the fund receiving the service.

2. Operating transfers

Operating transfers represent payments to other funds for their appropriate share of capital projects.

G. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities (deferred inflows/outflows of resources) and disclosure of contingent assets and liabilities at the date of the financial statements and the reported revenues and expenses during the reporting period. Actual results could differ from those estimates. Estimates and assumptions are made in a variety of areas, including computation of encumbrances, compensated absences, potential contingent liabilities and useful lives of long-lived assets.

H. Cash and cash equivalents/investments

Cash consists of funds deposited in demand accounts, time deposit accounts and certificates of deposit with maturities of less than three months from the date acquired by the Town.

For purposes of the Statement of Cash Flows, the Town considers all highly liquid investments with a maturity when purchased of three months or less and all local government investment pools to be cash equivalents.

I. Receivables

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

J. Inventory - materials and supplies

Inventory in the proprietary funds is valued at the lower of cost or market using the first-in, first-out method.

K. Prepaid expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Prepaid expenses in the Balance Sheet and Statement of Net Position represent amounts paid in advance for employee retirement benefits and insurance.

L. Restricted assets

Certain assets are classified as restricted assets because their use is restricted by contractual agreements and regulations.

M. Capital assets

Capital assets purchased or acquired with an original cost of $10,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market 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 on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	10-50 years
Improvements other than buildings	20 years
Machinery and equipment	5-30 years
Infrastructure -	
Bridges	20-50 years
Landfill	30 years
Roads, curbs and sidewalks	20-30 years
Lighting system	15 years
Bulkheads, piers and boardwalks	10-30 years
Water and sewer mains	10-65 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

N. 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. Deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expenditure/expense) until that time.

O. Deferred inflows of resources/unearned revenues

In addition to liabilities, the Balance Sheet or Statement of Net Position will sometimes report a separate section for deferred inflows of resources. Deferred inflows of resources are defined as an acquisition of net position by the government that is applicable to future periods. Deferred inflows are reported when potential revenues do not meet both the measurable and available criteria for recognition in the current period. Unearned revenues also arise when the Town receives resources before it has legal claim to them, as when charges for services are received prior to performing or satisfying the service. In subsequent periods, when both recognition criteria are met, or when the Town has legal claim to the resources, the deferred inflow is removed and revenues are recorded.

P. Interfund receivables and payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions, as well as short-term interfund loans are classified as “due to and from other funds”. Long-term interfund loans (non-current portion) are reported as “advances from and to other funds”. Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Position.

Q. Long-term obligations

The liabilities for long-term obligations consisting of general obligation bonds payable, special assessment bonds payable, compensated absences, judgments and claims, other post-employment benefits, proportionate share of the net pension liability and liability for landfill closure and post-closure care costs are recognized in the government-wide financial statements. Bond premiums, discounts and any prepaid bond insurance costs are deferred and amortized over the life of the bonds using the straight line method, and bond issuance costs are recognized as an expense in the period incurred. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, long-term obligations are not reported as liabilities. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as expenditures when paid.

R. Compensated absences (accumulated unpaid vacation, sick pay and other employee benefits)

Town employees receive accumulated earned but unused vacation and sick pay benefits pursuant to labor contracts or Town policies. In the event of termination or upon retirement, an employee is entitled to payment for accumulated vacation and sick leave at various rates subject to certain maximum limitations.

The liability for vested or accumulated vacation or sick leave (compensated absences) is recorded as current and non-current obligations in the government-wide financial statements. The current portion of this debt is estimated based on historical trends. In the fund financial statements, only the compensated absence liability payable from expendable available financial resources is incurred. The amount that is expected to be liquidated with expendable available financial resources is reported as expenditures and a liability in the fund financial statements and the respective fund that will pay it and are reported in the fund financial statements, only to the extent that they have matured.

S. Other benefits

Town employees participate in the New York State Employees’ Retirement System and the New York State Police and Fire Retirement System.

In addition to providing pension benefits, the Town provides post-employment health insurance coverage and survivor benefits to retired employees and their survivors in accordance with the provisions of various employment contracts in effect at the time of retirement. Substantially all of the Town’s employees may become eligible for these benefits if they reach normal retirement age while working for the Town. Health care benefits are provided through plans whose premiums are based on the benefits paid during the year. The cost of providing post-retirement benefits is shared between the Town and the retired employee. The Town recognizes the cost of providing health insurance by recording its share of insurance premiums as an expenditure.

T. Notes payable

Tax anticipation notes and revenue anticipation notes are generally recorded as fund liabilities in the fund receiving the proceeds. Bond anticipation notes are classified as fund liabilities in the funds receiving the proceeds unless all legal steps have been taken to refinance the notes and the intent is supported by an ability to consummate refinancing the short-term note on a long-term basis, at which time they are recorded as other financing sources, bond anticipation notes redeemed from appropriations, in the fund financial statements. In the government-wide Statement of Net Position, they are recorded as a liability.

U. Equity classifications:

Government-wide financial statements

In the government-wide financial statements, there are three classes of net position:

1. Net investment in capital assets: consists of capital assets, net of accumulated depreciation, reduced by outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction or improvements of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. If there are significant unspent related debt proceeds or deferred inflows of resources at the end of the reporting period, the portion of the debt or deferred inflows of resources attributable to the unspent amount should not be included in the calculation of net investment in capital assets. Instead, that portion of the debt or deferred inflow of resources should be included in the same net position component (restricted or unrestricted) as the unspent amount.

2. Restricted: consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or if the liability will be liquidated with the restricted assets reported.

3. Unrestricted: is the amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

Fund financial statements

In the fund financial statements, there are five classifications of fund balance:

1. Nonspendable - Includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Nonspendable fund balance includes prepaid expenses recorded in the Town's various funds in the amount of $3,673,296.

2. Restricted - Includes amounts with constraints placed on the use of resources either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation. The Town reports the following restricted fund balances:

   Debt Service

   According to General Municipal Law §6-l, the Debt Service Reserve must be established for the purpose of retiring the outstanding debt service payments on the general obligation bonds used to originally purchase the property. The funding of the reserve is from the proceeds of the sale of property or capital improvement.

   A summary of the activity in the Debt Service Reserve for the year ended December 31, 2015 is as follows:

Balance - beginning	$	10,154,348
Board approved transfer of fund balance		506,846
Liquidation of reserve for debt service payments		(3,239,376)
Balance - ending	$	7,421,818

Tax Stabilization

According to General Municipal Law §6-l and Town Law, the Tax Stabilization Reserve was established for the purposes of providing a degree of stability and to weather fluctuations in revenues and expenditures without severely impacting property tax rates. The monies in the reserve may be expended only pursuant to an appropriation for purposes authorized by the Town Supervisor and the adoption of a resolution appropriating the recommended amount by at least two-thirds of the voting strength of the Town Board.

Community Preservation

The Town established a Community Preservation Fund (the "CPF") in accordance with Town Law Section 64-d and 64-e and Local Law Section 139 for the purpose of protecting and preserving open and undeveloped lands in the Town of Southampton, including wetlands, woodlands, agricultural lands, shore lands, and other natural resources of the Town, for the purpose of protecting historic places and properties within the Town and for the purpose of providing the Town's visitors and residents with outdoor recreational opportunities. Funding of this reserve is primarily from revenues collected from the two percent real estate transfer tax imposed by the Town pursuant to Article 31-D of New York State Tax Law. In accordance with Local Law Section 139, financial activities for the Community Preservation Fund are maintained in a separate bank account. The Town currently accounts for the financial activity of the Community Preservation Fund as a major governmental fund. In accordance with the purpose of this fund, not more than ten percent of the fund shall be utilized for management and stewardship activities. Upon completion of the Community Preservation Project Plan, any remaining funds will be applied to reduce any bonded indebtedness or other obligations incurred.

Capital

Capital Projects Funds are used to account for and report financial resources that are restricted for capital outlays, including the acquisition or construction of capital facilities and other capital assets, and accordingly the Town has reflected it's fund balance as such. Capital Projects Funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Special Revenue - Park Improvements

The Town's Special Revenue Fund is used to account for and report financial resources that are legally restricted by the source of the contribution. The Special Revenue Fund accounts for a number of different projects all of which are restricted and therefore the entire fund balance is considered restricted.

Grants

The Town's Special Grant Fund is used to account for and report financial resources that are restricted for the Town's various housing and urban development grant programs. The Housing Choice Voucher program and the Community Development Block Grant, both funded by the U.S. Department of Housing and Urban Development ("HUD"), are accounted for in this fund. The remaining proceeds (if any) are restricted only for those programs and therefore the entire fund balance is considered restricted.

3. Committed - Includes amounts that are subject to a purpose constraint imposed by a formal action of the government's highest level of decision-making authority before the end of the fiscal year, and that require the same level of formal action to remove the constraint. The Town Board is the decision-making authority that can, by Board resolution, commit fund balance. The Town has no committed fund balances as of December 31, 2015.

4. Assigned - Includes amounts that are intended to be used for specific purposes that are neither considered restricted or committed, except for tax stabilization agreements. The intent can be expressed by the Board or through the Board delegating this responsibility to the Town administration through the budgetary process. The classification also includes the remaining positive fund balances for all governmental funds except for the General Fund.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded for budgetary control purposes to reserve that portion of the applicable appropriation, is employed in the governmental funds. Appropriations for all governmental funds lapse at year-end. However, encumbrances reserved against fund balances are re-appropriated in the ensuring year. Encumbrances are reported as assigned 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.

5. Unassigned - Includes all other General Fund fund balance that does not meet the definition of the above four classifications and are deemed to be available for general use by the Town. The unassigned classification also includes negative residual balances of any other governmental fund that cannot be eliminated by offsetting assigned fund balance amounts.

Fund balances for all the major and nonmajor governmental funds as of December 31, 2015, were distributed as follows:

	General Fund	Police District Fund	Town Outside Village Fund	Highway Fund	Public Safety Communications Fund	Capital Projects Fund	Community Preservation Fund	Non-Major Governmental Funds	Total Governmental Funds
Nonspendable									
Prepaid items	$ 1,890,447	$ 1,129,732	$ 220,870	$ 270,787	$ 90,101	$ -	$ 4,213	$ 67,146	$ 3,673,296
Total nonspendable	1,890,447	1,129,732	220,870	270,787	90,101	-	4,213	67,146	3,673,296
Restricted									
Debt reserve	656,303	40,559	75,698	656,488	3,616	-	5,892,395	96,759	7,421,818
Tax stabilization	3,732,476	-	-	-	-	-	-	-	3,732,476
Capital projects	-	-	-	-	-	8,274,151	-	-	8,274,151
Community preservation	-	-	-	-	-	-	88,338,767	-	88,338,767
Park improvements	-	-	-	-	-	-	-	5,704,934	5,704,934
HUD grants	-	-	-	-	-	-	-	97,823	97,823
Total restricted	4,388,779	40,559	75,698	656,488	3,616	8,274,151	94,231,162	5,899,516	113,569,969
Assigned									
Appropriated for subsequent year's expenditures	452,434	250,000	750,000	175,000	150,000	-	-	174,728	1,952,162
Encumbrances	123,697	45,885	38,824	135,000	-	-	-	28,013	371,419
Unappropriated fund balance	-	1,030,033	2,358,684	1,340,572	568,518	-	-	4,432,917	9,730,724
Total assigned	576,131	1,325,918	3,147,508	1,650,572	718,518	-	-	4,635,658	12,054,305
Unassigned	9,762,190	-	-	-	-	-	-	-	9,762,190
Total	$ 16,617,547	$ 2,496,209	$ 3,444,076	$ 2,577,847	$ 812,235	$ 8,274,151	$ 94,235,375	$ 10,602,320	$ 139,059,760

Net position and fund balance flow assumptions

Sometimes the Town will fund outlays for a particular purpose from both restricted (i.e. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

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

Minimum fund balance policy

In 2015, the Town Board adopted a minimum fund balance policy for the General Fund. The policy requires the unassigned fund balance at fiscal year-end to be at least 7% of the ensuing years General Fund operating budget.

3. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND FINANCIAL STATEMENTS AND GOVERNMENT-WIDE FINANCIAL STATEMENTS

Due to the differences in the measurement focus and basis of accounting used in the governmental fund financial statements and the government-wide financial statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items. The differences result primarily from the economic focus of the Statement of Activities, compared with the current financial resources focus of the governmental funds.

A. Total fund balances of governmental funds vs. net position of governmental activities

Total fund balances of the Town's governmental funds differ from "net position" of governmental activities reported in the Statement of Net Position. This difference primarily results from the additional long-term economic focus of the Statement of Net Position versus the solely current financial resources focus of the governmental funds Balance Sheet.

B. Statement of Revenues, Expenditures and Changes in Fund Balance vs. Statement of Activities

Differences between the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balance and the Statement of Activities fall into one of four broad categories. The categories are shown below:

1. Long-term revenue/expense differences

Long-term revenue differences arise because governmental funds report revenues only when they are considered "available", whereas the Statement of Activities reports revenues when earned. Differences in long-term expenses arise because governmental funds report on a modified accrual basis, whereas the accrual basis of accounting is used on the Statement of Activities.

2. Capital related differences

Capital related differences include the difference between proceeds from the sale of capital assets reported on governmental fund financial statements and the gain or loss on the sale of assets as reported on the Statement of Activities, and the difference between recording an expenditure for the purchase of capital items in the governmental fund financial statements and depreciation expense on those items as recorded in the Statement of Activities.

3. Long-term debt transaction differences

Long-term debt transaction differences occur because both interest and principal payments are recorded as expenditures in the governmental fund financial statements, whereas interest payments are recorded in the Statement of Activities as incurred, and principal payments are recorded as a reduction of liabilities in the Statement of Net Position.

4. Pension differences

Pension differences occur as a result of changes in the Town's proportion of the collective net pension liability and differences between the Town's contributions and its proportionate share of the total contributions to the pension systems.

4. CHANGES IN ACCOUNTING PRINCIPLES

For the year ended December 31, 2015, the Town implemented GASB Statement No. 68, Accounting and Financial Reporting for Pensions (Amendment to GASB Statement 27) and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date. The implementation of the Statements requires the Town to report a liability for its portion of the collective net pension liability in the NYSERS and NYSPFRS systems. The implementation of these Statements also requires the Town to report a deferred outflow or inflow of resources for the effect of the net change in the Town's proportion of the collective net pension liability and difference during the measurement period between the Town's contributions and its proportionate share of total contributions to the pension systems not include in pension expenses. Also included as a deferred outflow of resources is the Town contributions to the pension systems subsequent to the measurement date. See Note 18 for the financial statement impact of the implementation of these Statements.

5. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary data

The Town follows the procedures enumerated below in establishing the budgetary data (pages 81 through 98, as well as pages 109 through 116) reflected in the financial statements:

1. On or before September 20th, each department, office or district submits to the Supervisor and 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.

2. On or before September 30th, the Supervisor files a tentative budget with the Town Clerk and the Comptroller.

3. On or before October 5th, the Town Clerk presents to the Town Board a tentative budget for the ensuing year (Town Law Sections 106 and 108). The Town Board reviews the tentative budget and files a preliminary budget with the Town Clerk.

4. 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 "adopted budget".

5. Formal budgetary integration is employed during the year as a management control device for the General Fund and certain major funds. The Town Board adopts the budget and establishes a 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 appropriation require Town Board approval. Appropriations for all governmental funds except the Capital Projects Fund lapse at year-end. In order to show the full legal level of budgetary compliance for the General Fund and certain other funds, detailed individual statements of revenues, expenditures and changes in fund balance – budget and actual, are presented as supplementary schedules in this report.

6. Budgets for the General Fund and certain major funds are legally adopted for each year. The budgets are adopted on a basis of accounting consistent with GAAP. In the event that actual revenues received exceed budgeted amounts, additional budgetary appropriations may be made. The Capital Projects Fund and Special Grant Funds are budgeted on a project or grant basis. The Special Revenue Fund does not have an annually adopted budget.

B. Fund balances

Assignment of fund balance

Portions of the assigned fund balances at December 31, 2015 were appropriated for the subsequent year's operating budgets as follows:

Fund	Total Assigned Fund Balance	Fund Balance Appropriated For Subsequent Year
Major Governmental Funds:		
General Fund	$ 576,131	$ 452,434
Police District Fund	1,325,918	250,000
Town Outside Village Fund	3,147,508	750,000
Highway Fund	1,650,572	175,000
Public Safety Communications Fund	718,518	150,000
Non-Major Governmental Funds	4,635,658	174,728
Total	$ 12,054,305	$ 1,952,162

Fund deficits

As of December 31, 2015, there were no deficit fund balances in any governmental funds.

6. CASH AND CASH EQUIVALENTS - CUSTODIAL CREDIT, CONCENTRATION OF CREDIT, INTEREST RATE AND FOREIGN CURRENCY RISKS

Cash consists of funds deposited in demand accounts, time deposit accounts and certificates of deposit with maturities of less than three months.

The Town's investments are governed by a formal investment policy. The Town's monies must be deposited in Federal Deposit Insurance Corporation ("FDIC") insured commercial banks or trust companies located within the state. The Town is authorized to use certificates of deposit, N.O.W., super N.O.W. accounts and money market deposit accounts.

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 federal deposit insurance. 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.

GASB directs that deposits 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, 2015, the Town's book balances were $252,280,874 The Town's bank deposit balances were $255,642,177, of which $39,993,162 was covered by the Federal Deposit Insurance Corporation, $215,649,015 was covered by collateral held by the Town's agent, a third-party financial institution, in the Town's name. Bank accounts operated and held by the Town of Southampton Housing Authority on behalf of the Town of Southampton are held with a separate collateral agreement. Those bank balances amounted to $334,997 as of December 31, 2015. Bank accounts operated and held by the Trustees of the Freeholders on behalf of the Town of Southampton are held with a separate collateral agreement. Those balances amounted to $1,073,816 as of December 31, 2015.

Credit risk: State law and Town law limit investments to those authorized by state statutes. The Town has a written investment policy.

Interest-rate risk: Interest-rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates substantially increase, thereby affording potential purchasers more favorable rates on essentially equivalent securities. Accordingly, such investments would have to be held to maturity to avoid a potential loss.

Concentration of credit risk: Credit risk can arise as a result of failure to adequately diversify investments. Concentration risk disclosure is required for positions of 5 percent or more in securities of a single issuer.

As of December 31, 2015, the Town did not have any investments subject to credit risk, interest-rate risk or concentration of credit risk.

7. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivable and payable balances for the primary government at December 31, 2015 primarily represent the payment of operating expenditures that will be reimbursed subsequent to year end and are stated as follows:

	Amount Receivable	Amount Payable
Major Governmental Funds:		
General Fund	$ 1,304,697	$ -
Police District Fund	-	37,566
Town Outside Village Fund	100,000	-
Highway Fund	108,852	-
Public Safety Communications Fund	-	1,896
Capital Projects Fund	-	1,410,685
Community Preservation Fund	-	260
Non-Major Governmental Funds	-	115,649
Major Business-Type Funds:		
Beaches and Marinas	37,832	-
Waste Management	110,254	-
Agency Funds	1,566,056	1,661,635
Total	$ 3,227,691	$ 3,227,691

Interfund transfer balances for the primary government at December 31, 2015 primarily represent the payment of operating and capital expenditures in addition to general obligation bond and bond anticipation note principal and interest and are stated as follows:

	Transfers In	Transfers Out
Major Governmental Funds:		
General Fund	$ 363,966	$ 343,803
Town Outside Village Fund	5,000	150,000
Highway Fund	872,000	412,177
Public Safety Communications Fund	148,921	-
Capital Projects Fund	3,578,264	1,164,274
Community Preservation Fund	-	1,957,176
Non-Major Governmental Funds	252,750	849,610
Major Business-Type Funds:		
Beaches and Marinas	-	125,000
Waste Management	-	118,861
Golf Course	-	100,000
Total	$ 5,220,901	$ 5,220,901

8. CAPITAL ASSETS

Governmental activities, capital asset balances and activity for the year ended December 31, 2015 were as follows:

	(As Restated) Beginning Balance	Additions	Reclassifications/ Adjustments	Ending Balance
Capital assets not being depreciated:				
Land	$ 522,319,967	$ 23,333,195	$ -	$ 545,653,162
Development and access rights	236,073,020	8,271,269	-	244,344,289
Construction-in-progress	1,075,208	3,615,788	(417,121)	4,273,875
Total	$ 759,468,195	$ 35,220,252	$ (417,121)	794,271,326
Depreciable capital assets:				
Buildings	$ 50,286,750	$ 662,682	$ 110,670	51,060,102
Improvements other than buildings	38,754,160	28,199	85,875	38,868,234
Machinery and equipment	22,661,658	1,453,306	(1,501,511)	22,613,453
Infrastructure -				
Bridges	1,293,410	-	(218,161)	1,075,249
Landfill	9,401,652	-	-	9,401,652
Roads, curbs and sidewalks	357,664,134	3,244,701	-	360,908,835
Lighting system	1,349,791	-	-	1,349,791
Bulkheads, piers and boardwalks	11,577,970	778,489	-	12,356,459
Water and sewer mains	14,194,935	188,520	19,805	14,403,260
Total depreciable capital assets	$ 507,184,460	$ 6,355,897	$ (1,503,322)	512,037,035
Less accumulated depreciation:				
Buildings	$ 17,863,305	$ 953,387	$ -	18,816,692
Improvements other than buildings	10,584,112	1,761,728	-	12,345,840
Machinery and equipment	17,244,446	1,512,663	(1,658,583)	17,098,526
Infrastructure -				
Bridges	321,885	36,060	(82,897)	275,048
Landfill	6,233,603	313,389	-	6,546,992
Roads, curbs and sidewalks	227,524,641	12,576,491	-	240,101,132
Lighting system	1,338,165	3,392	-	1,341,557
Bulkheads, piers and boardwalks	7,058,292	332,835	-	7,391,127
Water and sewer mains	4,144,613	296,466	-	4,441,079
Total accumulated depreciation	$ 292,313,062	$ 17,786,411	$ (1,741,480)	308,357,993
Total depreciable capital assets, net				203,679,042
Total capital assets, net				$ 997,950,368

Depreciation expense was charged to governmental functions as follows:

General governmental support	$	4,090,875
Public safety		8,181,749
Transportation		2,134,369
Economic assistance and opportunity		889,321
Culture and recreation		711,456
Home and community services		1,778,641
Total governmental activities depreciation expense	$	17,786,411

Business-type activities, capital asset balances and activity for the year ended December 31, 2015 were as follows:

	(As Restated) Beginning Balance	Additions	Reclassifications/ Adjustments	Ending Balance
Capital assets not being depreciated:				
Land	$ 13,329,090	$ -	$ -	$ 13,329,090
Construction-in-progress	85,065	67,077	(147,985)	4,157
Total	$ 13,414,155	$ 67,077	$ (147,985)	13,333,247
Depreciable capital assets:				
Buildings	$ 4,815,423	$ -	$ -	4,815,423
Improvements other than buildings	8,769,865	-	147,985	8,917,850
Machinery and equipment	2,457,068	144,661	(21,158)	2,580,571
Total depreciable capital assets	$ 16,042,356	$ 144,661	$ 126,827	16,313,844
Less accumulated depreciation:				
Buildings	$ 1,527,796	$ 96,160	$ -	1,623,956
Improvements other than buildings	2,698,955	445,892	-	3,144,847
Machinery and equipment	1,577,002	149,852	(21,158)	1,705,696
Total accumulated depreciation	$ 5,803,753	$ 691,904	$ (21,158)	6,474,499
Total depreciable capital assets, net				9,839,345
Total capital assets, net				$ 23,172,592

Depreciation expense was charged to business-type activities functions as follows:

Beaches and marinas	$	302,550
Waste management		366,542
Golf course		22,812
Total business-type activities depreciation expense	$	691,904

The Town of Southampton 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. At December 31, 2015, the Town has not recorded any such impairment losses.

Discretely presented component unit's capital asset balances and activity for the year ended December 31, 2015 were as follows:

	Beginning Balance	Additions	Reclassifications/ Adjustments	Ending Balance
Capital assets not being depreciated:				
Land	$ 683,700	$ -	$ -	$ 683,700
Total	$ 683,700	$ -	$ -	683,700
Depreciable capital assets:				
Buildings	$ 2,435,796	$ -	$ -	2,435,796
Equipment	169,979	4,800	-	174,779
Building improvements	1,033,097	11,197	-	1,044,294
Total depreciable capital assets	$ 3,638,872	$ 15,997	$ -	3,654,869
Less accumulated depreciation:				
Buildings	$ 578,548	$ 61,989	$ -	640,537
Equipment	165,664	53,945	-	219,609
Building improvements	132,292	19,990	-	152,282
Total accumulated depreciation	$ 876,504	$ 135,924	$ -	1,012,428
Total depreciable capital assets, net				2,642,441
Total capital assets, net				$ 3,326,141
Depreciation expense was charged as follows:				
Economic assistance and opportunity				$ 135,924

During 2015, the Town hired a third-party company to perform an inventory of their fixed asset records. As a result the Town's opening capital asset balances for the governmental and business-type activities have been restated to show the effects of the inventory taken. See Note 18 for the effect on the Town's opening net position balances.

9. SHORT-TERM DEBT

Bond anticipation notes ("BANs") are 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. 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. Liabilities for BANs are generally accounted for in the Capital Projects Fund. Bans are generally paid from the proceeds of bond issuance after renewal of these notes.

A summary of changes in short-term debt for the Town for the year ended December 31, 2015 is as follows:

	Beginning Balance	Issued	Redeemed	Ending Balance
BAN maturing on 2/24/16 @ 1.00%	$ -	$ 2,745,640	$ -	$ 2,745,640
BAN maturing on 10/1/16 @ 0.91%	-	600,000	-	600,000
Total:	$ -	$ 3,345,640	$ -	$ 3,345,640

10. LONG-TERM DEBT OBLIGATIONS

Long-term liability balances and activity for the year are summarized below:

	Beginning Balance	Increases	Reductions	Ending Balance	Amounts Due Within One Year	Noncurrent Liabilities
Governmental activities:						
General obligation bonds payable	$ 126,368,984	$ 8,598,599	$ 17,593,141	$ 117,374,442	$ 13,952,754	$ 103,421,688
Unamortized bond discounts and premiums	3,877,437	400,770	491,759	3,786,448	511,976	3,274,472
Total general obligation bonds, net	130,246,421	8,999,369	18,084,900	121,160,890	14,464,730	106,696,160
Special assessment bonds with governmental commitment	133,289	-	33,212	100,077	32,598	67,479
Installment purchase debt payable	3,072,700	-	3,072,700	-	-	-
Compensated absences	9,984,955	-	796,367	9,188,588	200,000	8,988,588
Judgments and claims payable	3,575,000	334,051	966,551	2,942,500	274,950	2,667,550
Other post-employment benefits	62,198,303	12,429,002	3,882,324	70,744,981	-	70,744,981
Retainages held	-	85,485	-	85,485	-	85,485
Estimated liability for landfill closure and post-closure care costs	3,115,600	210,986	149,750	3,176,836	118,500	3,058,336
Total governmental activities	$ 212,326,268	$ 22,058,893	$ 26,985,804	$ 207,399,357	$ 15,090,778	$ 192,308,579
Business-type activities:						
General obligation bonds payable	$ 6,857,734	$ 1,579,894	$ 2,258,647	$ 6,178,981	$ 784,271	$ 5,394,710
Unamortized bond premiums	112,729	134,036	22,805	223,960	29,077	194,883
Compensated absences	70,345	16,480	10,000	76,825	10,000	66,825
Total business-type activities	$ 7,040,808	$ 1,730,410	$ 2,291,452	$ 6,479,766	$ 823,348	$ 5,656,418
Discretely presented component unit:						
General obligation bonds payable	$ 3,452,000	$ -	$ 75,000	$ 3,377,000	$ 75,000	$ 3,302,000
Unamortized bond discounts	(32,017)	-	(969)	(31,048)	(970)	(30,078)
Notes payable	650,000	-	-	650,000	-	650,000
Total discretely presented component unit	$ 4,069,983	$ -	$ 74,031	$ 3,995,952	$ 74,030	$ 3,921,922

General obligation bonds - The Town 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, which are backed by the full faith and credit of the Town, bear interest at various rates from 1.031% to 5.350% and have maturity dates in 2016 through 2030.

In February 2015, the Town issued $4,968,500 in public improvement serial bonds with an interest rate of 1.00% increasing to 2.50%. The proceeds of the bond were used for various capital improvements and to acquire various equipment. The total purchase price of the bonds were $5,037,660 with an original issue premium of $69,160, which will be amortized over the life of the bonds on a straight line basis as a component of interest expense in the Statement of Activities.

In April 2015, the Town issued $5,210,000 in public improvement refunding serial bonds with an interest rate of 2.00% increasing to 3.00%. The proceeds of the bond were used to refund $5,150,000 of the 2007 public improvements serial bonds. The total purchase price of the bonds were $5,675,647 with an original issue premium of $465,647, which will be amortized over the life of the new bonds on a straight-line basis as a component of interest expense in the Statement of Activities. As a result, the 2007 public improvement serial bonds are considered legally defeased and the liability for those bonds has been removed from the Statement of Net Position.

The reacquisition price of the refunding bond exceeded the net carrying amount of the refunded debt by $429,228. This amount (net of current year amortization) is reported on the Statement of Net Position as a deferred outflow of resources and the premiums as identified in the paragraphs above have been added to the new bonds and will be amortized over the remaining life of the refunded debt.

Special assessment bonds - The Town has $100,077 of special assessment debt outstanding to provide funds for road improvements. These bonds will be repaid from amounts levied against the property owners benefited by these improvements. In the event that a deficiency exists because of unpaid delinquent special assessments at the time a debt service payment is due, and although the Town is not directly liable, the Town must provide resources to cover the deficiency until other resources are received. The bonds have interest rates ranging from 2.00% to 5.00% and are payable over the next 8 years.

Installment purchase obligation - During 2011, the Town entered into a $19,572,000 installment purchase obligation to finance the cost of acquisition of certain permanent interest in land through the Community Preservation Fund. As of December 31, 2015, the installment purchase obligation was fully satisfied.

The following is a summary of the maturity of long-term bond indebtedness:

Governmental activities:
General obligations bonds payable -

Description of Issue	Issue Date	Final Maturity	Interest Rate	Outstanding December 31, 2015
NYS EFC bonds	7/1/97	6/15/17	3.750%-5.350%	$ 70,000
NYS EFC bonds	3/13/03	4/15/20	1.031%-4.551%	265,000
NYS EFC bonds	3/4/04	3/4/16	1.056%-4.235%	935,000
Refunding serial bonds	2/24/05	5/1/16	3.000%-5.000%	165,000
Public improvement serial bonds	9/15/07	9/15/22	3.875%-4.125%	1,408,800
Open space preservation serial bonds	1/15/09	1/15/30	3.000%-4.375%	15,200,000
Open space preservation serial bonds	4/1/09	4/1/30	3.000%-4.500%	15,200,000
Refunding serial bonds	5/1/10	5/1/22	2.000%-4.500%	4,010,200
Public improvement serial bonds	8/12/10	8/12/29	2.000%-3.250%	13,485,000
Public improvement serial bonds	4/28/11	4/15/22	2.000%-4.000%	8,195,000
Refunding serial bonds	8/8/12	10/1/23	2.000%-5.000%	8,916,785
Retirement serial bonds	11/27/12	11/15/22	2.000%-2.400%	1,545,000
Public improvement serial bonds	4/17/13	4/15/27	2.000%-2.375%	6,550,000
Erosion control district serial bonds	9/4/13	9/1/23	2.000%-4.000%	17,785,000
Refunding EFC serial bond	5/2/14	11/16/20	4.061%-4.235%	3,950,000
Public improvement serial bonds	7/9/14	4/1/29	2.000%-3.000%	4,055,000
Refunding serial bonds	9/4/14	11/1/24	2.000%-5.000%	7,040,058
Public improvement serial bonds	2/24/15	2/15/30	1.000%-2.500%	4,873,500
Refunding serial bonds	4/28/15	3/15/22	2.000%-3.000%	3,725,099
				$ 117,374,442

Special assessment bonds -

Description of Issue	Issue Date	Final Maturity	Interest Rate	Outstanding December 31, 2015
Refunding serial bonds	5/1/10	5/1/22	2.000%-4.500%	$ 20,404
Public improvement serial bonds	8/12/10	8/12/23	2.000%-3.250%	39,000
Refunding serial bonds	9/4/14	11/1/24	2.000%-5.000%	40,673
				$ 100,077

Business-type activities:
General obligation bonds payable -

Description of Issue	Issue Date	Final Maturity	Interest Rate	Outstanding December 31, 2015
Public improvement serial bonds	9/15/07	9/15/22	3.875%-4.125%	$ 541,200
Refunding serial bonds	5/1/10	5/1/22	2.000%-4.500%	114,390
Public improvement serial bonds	8/12/10	8/12/29	2.000%-3.250%	1,881,000
Public improvement serial bonds	4/28/11	4/15/22	2.000%-4.000%	205,000
Refunding serial bonds	8/8/12	10/1/23	2.000%-5.000%	198,222
Public improvement serial bonds	4/17/13	4/15/27	2.000%-2.375%	400,000
Public improvement serial bonds	7/9/14	4/1/29	2.000%-3.000%	140,000
Refunding serial bonds	9/4/14	11/1/24	2.000%-5.000%	1,119,275
Public improvement serial bonds	2/24/15	2/15/30	1.000%-2.500%	95,000
Refunding serial bonds	4/28/15	3/15/22	2.000%-3.000%	1,484,894
				$ 6,178,981

The following is a summary of maturing debt service requirements for bonds:

Governmental activities:
General obligations bonds payable -

Year ended December 31,	Principal	Interest	Total
2016	$ 13,952,754	$ 4,007,788	$ 17,960,542
2017	13,586,252	3,559,535	17,145,787
2018	13,466,989	3,091,907	16,558,896
2019	13,167,080	2,623,695	15,790,775
2020	12,642,477	2,144,438	14,786,915
2021-2025	34,698,890	5,634,232	40,333,122
2026-2030	15,860,000	1,581,767	17,441,767
	$ 117,374,442	$ 22,643,362	$ 140,017,804

Special assessment bonds -

Year ended December 31,	Principal	Interest	Total
2016	$ 32,598	$ 5,729	$ 38,327
2017	13,120	2,293	15,413
2018	13,120	1,868	14,988
2019	13,120	1,362	14,482
2020	13,120	849	13,969
2021-2023	14,999	594	15,593
	$ 100,077	$ 12,695	$ 112,772

Business-type activities:
General obligations bonds payable -

Year ended December 31,	Principal	Interest	Total
2016	$ 784,271	$ 202,458	$ 986,729
2017	789,505	174,760	964,265
2018	779,889	142,036	921,925
2019	724,802	113,511	838,313
2020	704,403	87,285	791,688
2021-2025	1,691,111	197,845	1,888,956
2026-2030	705,000	42,325	747,325
	$ 6,178,981	$ 960,220	$ 7,139,201

Interest on governmental activities long-term debt for the year was composed of:

Interest paid	$ 4,111,638
Less interest accrued in the prior year	(1,236,266)
Plus interest accrued in the current year	1,183,880
Amortization of discounts, premiums and deferred charges	(461,667)
Total expense	$ 3,597,585

Interest on business-type activities long-term debt for the year was composed of:

Interest paid	$ 214,952
Less interest accrued in the prior year	(67,253)
Plus interest accrued in the current year	58,554
Total expense	$ 206,253

Other long-term debt - Liabilities for judgments and claims, net pension obligation, other post-employment benefits, retainages held and landfill closure and post-closure care costs are liquidated through future budgetary appropriations in the General Fund. The liabilities for compensated absences are liquidated through future budgetary appropriation in the funds that gave rise to the liability, with the majority being liquidated through the General Fund and Police District Fund.

Notes payable **-** In May 2013, the Town of Southampton Housing Authority (the "Authority") issued $650,000 in notes payable at an interest rate of 2.95%, which is below the prime rate of 3.25%. The proceeds were used to pay off a project developer's existing mortgage obligation, provide additional funding for the development of a future project (to the same project developer) and to reconstruct, furnish and equip a single family low income rental housing project. The notes is set to mature in May 2017.

In December 2012, the Authority issued $3,500,000 of revenue bonds at various interest rates ranging from 1.5% to 3.5%. The proceeds were used to pay off existing mortgage obligations and to issue new monies for future projects related to the Hampton Bays Apartments. The bond is guaranteed by the Town of Southampton, which also acts as the fiscal agent, remitting payment to the registered owners of the bonds on the applicable payment dates. The bond is due to mature in December of 2047. The outstanding balance as of December 31, 2015 is $3,300,000.

In June 2010, the Authority issued $110,000 of general obligation bonds at an interest rate of 3.55%. The proceeds were used to reconstruct, furnish and equip a single family low income rental housing project located within the Town of Southampton. The outstanding balance as of December 31, 2015 is $77,000.

The following is a summary of maturing debt service requirements:

Year ended December 31,	Principal	Interest	Total
2016	$ 75,000	$ 104,402	$ 179,402
2017	80,000	103,072	183,072
2018	80,000	101,660	181,660
2019	88,000	99,990	187,990
2020	89,000	98,189	187,189
2021-2025	380,000	462,171	842,171
2026-2030	445,000	408,606	853,606
2031-2035	510,000	338,294	848,294
2036-2040	600,000	253,734	853,734
2041-2045	710,000	144,288	854,288
2046-2047	320,000	25,113	345,113
	$ 3,377,000	$ 2,139,519	$ 5,516,519

11. PENSION PLANS

Plan description

The Town of Southampton participates in the New York State and Local Employees' Retirement System ("ERS") and the New York State and Local Police and Fire Retirement System ("PFRS") which are collectively referred to as New York State and Local Retirement System (the "System"). These are cost-sharing multiple-employer defined benefit retirement systems. The net position of the System is held in the New York State Common Retirement Fund (the "Fund"), which was established to hold all net assets and record changes in fiduciary net position allocated to the System. The Comptroller of the State of New York (the "Comptroller") 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. Thomas P. DiNapoli has served as Comptroller since February 7, 2007. In November, 2014, he was elected for a new term commencing January 1, 2015. 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. The Town also participates in the Public Employees' Group Life Insurance Plan ("GLIP"), which provides death benefits in the form of life insurance. 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/publications/index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

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 for Tier 1 members. 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 is 55, and the full benefit age for Tier 2 is 62.

Benefit Calculation: Generally, the benefit is 1.67 percent 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 percent 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. For Tier 1 members who joined on or after June 17, 1971, each year of final average salary is limited to no more than 20 percent of the previous year. For Tier 2 members, each year of final average salary is limited to no more than 20 percent of the average of the previous two years.

Tiers 3, 4, and 5

Eligibility: Tier 3 and 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 age 55 to be eligible to collect a retirement benefit. The full benefit age for Tiers 3, 4 and 5 is 62.

Benefit Calculation: Generally, the benefit is 1.67 percent 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 percent 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 percent of final average salary is applied for each year of service over 30 years. Tier 3 and 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 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. For Tier 3, 4 and 5 members, each year of final average salary is limited to no more than 10 percent of 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 is 63 for ERS members and 62 for PFRS members.

Benefit Calculation: Generally, the benefit is 1.67 percent 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 percent 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 percent 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. For Tier 6 members, each year of final average salary is limited to no more than 10 percent of the average of the previous four years.

Special Plans

The 25-Year Plans allow a retirement after 25 years of service with a benefit of one-half of final average salary, and the 20-Year Plans allow a retirement after 20 years of service with a benefit of one-half of final average salary. These plans are available to certain PFRS members, sheriffs, and correction officers.

Ordinary Disability Benefits

Generally, ordinary disability benefits, usually one-third of salary, are provided to eligible members after ten years of service; in some cases, they are provided after five years of service.

Accidental Disability Benefits

For all eligible Tier 1 and Tier 2 ERS and PFRS members, the accidental disability benefit is a pension of 75 percent of final average salary, with an offset for any Workers' Compensation benefits received. The benefit for eligible Tier 3, 4, 5 and 6 members is the ordinary disability benefit with the years-of-service eligibility requirement dropped.

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 pensioners who have attained age 62 and have been retired for five years; (ii) all pensioners who have attained age 55 and have been retired for ten years; (iii) all disability pensioners, regardless of age, who have been retired for five years; (iv) ERS 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 percent of the annual Consumer Price Index as published by the U.S. Bureau of Labor, but cannot be less than 1 percent or exceed 3 percent.

Contributions

The Systems are noncontributory except for employees who joined the New York State and Local Employees' Retirement System after July 27, 1976, who contribute 3 percent of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010 (ERS) or January 9, 2010 (PFRS) who generally contribute 3 percent of their salary for their entire length of service. For Tier 6 members, the contribution rate varies from 3 percent to 6 percent depending on salary. Generally, Tier 5 and 6 members are required to contribute for all years of service. Under the authority of the RSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the Systems' fiscal year ending March 31. Contributions for the current year and two preceding years were equal to 100 percent of the contributions required, and were as follows:

Year	NYSERS	NYSPFRS
2015	$ 4,285,670	$ 3,151,539
2014	4,683,082	3,499,468
2013	4,765,453	3,283,356

Pension liabilities, pension expense, deferred outflows of resources and deferred inflows of resources related to pensions

At December 31, 2015, the Town reported a liability of $4,440,963 for its proportionate share of the net pension liability. The net pension liability was measured as of March 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of April 1, 2014. Update procedures were used to roll forward the pension liability to March 31, 2015. 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 contributions of all participating members, actuarially determined.

At December 31, 2015, the Town's proportion was 0.097617% for ERS and 0.415329% for PFRS. The Town's proportion was consistent with December 31, 2014.

For the year ended December 31, 2015, the Town recognized pension expense of $5,573,672. At December 31, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources - NYSERS	Deferred Outflows of Resources - NYSPFRS	Deferred Inflows of Resources - NYSERS	Deferred Inflows of Resources - NYSPFRS
Differences between expected experience and actual experience	$ 105,564	$ 137,867	$ -	$ -
Net difference between projected and actual earnings on pension plan investments	572,774	383,822	-	-
Changes in proportion and differences between the Town's contributions and proportionate share of contributions	-	-	74,528	215,766
Employer contributions made subsequent to the measurement date	4,285,670	3,151,539	-	-
Total	$ 4,964,008	$ 3,673,228	$ 74,528	$ 215,766

Deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2015. 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 year ended:	NYSERS	NYSPFRS
2016	$ 150,952	$ 80,376
2017	150,952	80,376
2018	150,953	80,376
2019	150,953	80,375
2020	-	(15,580)

Actuarial assumptions

The total pension liability at March 31, 2015 was determined by using an actuarial valuation as of April 1, 2014, with update procedures used to roll forward the total pension liability to March 31, 2015. The actuarial valuation used the following actuarial assumptions:

	NYSERS	NYSPFRS
Measurement date	March 31, 2015	March 31, 2015
Actuarial valuation date	April 1, 2014	April 1, 2014
Interest rate	7.50%	7.50%
Salary scale	4.90%	6.00%
Decrement tables	April 1, 2005 - March 31, 2010 System's Experience	April 1, 2005 - March 31, 2010 System's Experience
Inflation rate	2.70%	2.70%

Annuitant mortality rates are based on April 1, 2005 – March 31, 2010 System experience with adjustments for mortality improvements based on the Society of Actuaries' Scale MP-2014.

The actuarial assumptions used in the April 1, 2014 valuation are based on the results of an actuarial experience study for the period April 1, 2005 – March 31, 2010.

The long term expected rate of return on pension plan investments was determined in accordance with Actuarial Standard of Practice (ASOP) No. 27, Selection of Economic Assumptions for Measuring Pension Obligations. ASOP No. 27 provides guidance on the selection of an appropriate assumed investment rate of return. Consideration was given to expected future real rates of return (expected returns, net of pension plan investment expense and inflation) for equities and fixed income as well as historical investment data and plan performance.

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of March 31, 2015 are summarized below:

	NYSERS and NYSPFRS	
Asset Type	Target Allocation	Long-Term Expected Real Rate of Return
Absolute return strategies	3.00%	7.00%
Bonds and mortgages	18.00%	4.00%
Cash	2.00%	2.25%
Domestic equity	38.00%	7.30%
Inflation-indexed bonds	2.00%	4.00%
International equity	13.00%	8.55%
Opportunistic portfolio	3.00%	8.60%
Private equity	10.00%	11.00%
Real assets	3.00%	8.65%
Real estate	8.00%	8.25%
	100.00%	

Discount rate

The discount rate used to calculate the total pension liability was 7.50%. 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 System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability

Sensitivity of the proportionate share of the net pension liability to the discount rate assumption

The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 7.50%, 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 (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

NYSERS	1% Decrease (6.50%)	Current assumption (7.50%)	1% Increase (8.50%)
Employer's proportionate share of the net pension liability (asset)	$ 21,980,784	$ 3,297,728	$ (12,475,404)

NYSPFRS	1% Decrease (6.50%)	Current assumption (7.50%)	1% Increase (8.50%)
Employer's proportionate share of the net pension liability (asset)	$ 15,221,573	$ 1,143,235	$ (10,655,262)

Pension plan fiduciary net position

The components of the current-year net pension liability of the employers as of March 31, 2015, were as follows:

	(Dollars in Thousands)		
	NYSERS	NYSPFRS	Total
Employers' total pension liability	$ 164,591,504	$ 28,474,417	$ 193,065,921
Plan net position	(161,213,259)	(28,199,157)	(189,412,416)
Employers' net pension liability	$ 3,378,245	$ 275,260	$ 3,653,505
Ratio of plan net position to the Employers' total pension liability	-97.95%	-99.03%	-98.11%

Deferred compensation plan

The Town has established a deferred compensation plan, administered by New York State Deferred Compensation Plan, in accordance with Internal Revenue Code § 457 for all employees. The date that employees are eligible to participate in the plan is the same as the date they begin their employment with the Town. The Town makes no contributions into this plan. The amount deferred by eligible employees for the year ended December 31, 2015 totaled $1,601,548. A report for this plan may be obtained by writing to N.Y.S. Deferred Compensation Plan, 385 Jordon Road, Troy, NY 12180.

12. LENGTH OF SERVICE AWARD PROGRAM ("LOSAP OR PROGRAM")

Program Description

The Town sponsors four Volunteer Ambulance Workers Service Award Programs (the "Plans"): Westhampton War Memorial Ambulance Corporation, Flanders Northampton Ambulance Corporation, Hampton Bays Volunteer Ambulance Corporation and Southampton Volunteer Ambulance Corporation. All Plans are single-employer defined benefit plans covering the Town's volunteer ambulance workers.

Funding Policy

The Plans are established under New York State Law Section 565-B, A7635-B, Article 11AAA. The Plans are non-contributory for the volunteer. The Town is required to contribute the total amount sufficient to cover the normal cost of the plans.

Participation, vesting and service credit

Any volunteer ambulance worker who completes five years of service and attains age 65 is eligible for normal retirement benefits. Participants acquire a non-forfeitable right to a service award after being credited with 5 years of ambulatory service or upon attaining the program's entitlement age. In general, an active volunteer ambulance worker is credited with a year of ambulatory service for each calendar year after the establishment of the program in which he or she accumulated fifty points. Points are granted for the performance of certain activities in accordance with a system established by the sponsor on the basis of a statutory list of activities and point values. A participant may also receive credit for 5 years of service rendered prior to the establishment of the program.

Benefits

A participant's benefit under the program is the actuarial equivalent of a monthly payment for life equal to $20 multiplied by the person's total number of years of ambulatory service. The number of years of ambulatory service used to compute the benefit cannot exceed forty. Except in the case of disability or death, benefits are payable when a participant reaches entitlement age. The program provides statutorily mandated death and disability benefits.

Fiduciary investment and control

Service credit is determined by the governing board of the sponsor, based on information certified to the governing board by each ambulance company having members who participate in the program. Each ambulance company must maintain all required records on forms prescribed by the governing board.

The Plans are administered by Penflex, Inc. with all provisions and amendments subject to approval of the Town Board. An annual actuarial valuation report for the Plans can be obtained from the Town of Southampton Comptroller's Office. None of the pension plans issue separate audited reports on the pension plans. The designated programs administrator's functions include Installation Assistance including: Specimen Adoption Agreement; Specimen Master Plan; Insurance Applications; Participant Enrollment Forms; Explanation of Benefits; Benefit Certificates and Administrative Assistance: Reminder Letter to Sponsor with Census for current anniversary date provided annually; Participant's Benefit Calculation at the time of termination or retirement for verification by the Plan Sponsor; Member Census and Premium Analysis Report provided annually; Valuation and Recommended Deposit provided annually; Summary of Required Contribution; Actuarial review; and Recommended Program Enhancement as appropriate. Disbursements of program assets for the payment of benefits or administrative expenses must be approved. The following is an explanation of the process for approving disbursements:

A. Payment of benefits

1. Entitlement benefits

   Penflex, Inc. prepares and submits to the Sponsor a Verification of Benefits Statement and an Annuity Enrollment Form for participants active at entitlement age and for vested participants upon being terminated from the program. Following review for accuracy, the Sponsor signs and returns the paperwork to Penflex, Inc. to disburse entitlement benefits.

2. Death benefits

   Upon notification from the Sponsor of a participant death, Penflex, Inc. prepares a Verification of Benefits Statement and a Lump Sum Death Benefit Form. Following review for accuracy, the Sponsor signs and returns the paperwork accompanied by a death certificate to Penflex, Inc. authorizing Penflex, Inc. to disburse a death benefit.

3. Disability benefits

   Upon notification from the Sponsor of a participants' total and permanent disability, Penflex, Inc. prepares a Verification of Benefits Statement, a Physician Statement Form and a Lump Sum Disability Benefit Form. Following review for accuracy, the Sponsor signs and returns the paperwork authorizing Penflex, Inc. to disburse a disability benefit.

B. Payment of administrative expenses

Per the executed Service Fee Agreement, the Sponsor agrees to payment as contracted.

Program assets are required to be held in trust by LOSAP legislation, for the exclusive purpose of providing benefits to participants and their beneficiaries or for the purpose of defraying the reasonable expenses of the operation and administration of the program. Program assets are held in compliance with GML Article 11A 217(j).

Authority to invest program assets is vested in the Glen Falls Bank and Trust Company. Subject to restrictions in the program document, program assets are invested in accordance with a statutory "prudent person" rule.

The Sponsor is required to retain an actuary to determine the amount of the Sponsor's contributions to the Plans. The actuary retained by the Sponsor for this purpose is Penflex, Inc. Portions of the following information are derived from reports prepared by the actuary dated July 23, 2015.

Plan contributions

Pension contributions are determined based on an annual actuarial calculation. The required contribution for the Plans consists of two components. The first component is the annual prior service cost which equals the level annual payment required to fund over the prior service funding period and the portion of the current participants' projected benefits at entitlement age which is based on the service credit ambulance workers earned before the effective date of the Service Award Program. The second component is the "normal cost," which is equal to the level annual payment required to fund the portion of the current participants' projected benefits based on their service credit earned after the effective date of the Service Award Program. Based upon accepted actuarial methods and the assumptions used, it has been determined that the annual costs for the Westhampton War Memorial Ambulance Corporation of $64,000, the Flanders Northampton Volunteer Ambulance Corporation of $68,000, the Hampton Bays Volunteer Ambulance Corporation of $40,253 and the Southampton Volunteer Ambulance Corporation of $41,000 for the year ended December 31, 2015 were sufficient to satisfy current and future service award obligations upon eligibility for retirement.

The percentage of annual cost contributed to the plan for the year ended December 31, 2015 and the two preceding years is as follows:

Year	Annual Cost	Annual Contribution Made	Percentage Contributed
2015	$ 213,253	$ 213,253	100.00%
2014	261,000	261,000	100.00%
2013	226,822	226,822	100.00%

Program financial condition (As of December 31, 2014)

Westhampton War Memorial Ambulance Corporation -

Actuarial present value of vested benefits	$ 724,790
Net assets available for benefit	$ 651,840

Flanders Northampton Volunteer Ambulance Corporation -

Actuarial present value of vested benefits	$ 703,773
Net assets available for benefit	$ 738,234

Program financial condition (As of December 31, 2014) - continued

Hampton Bays Volunteer Ambulance Corporation -

Actuarial present value of vested benefits	$	617,613
Net assets available for benefit	$	742,697

Southampton Volunteer Ambulance Corporation -

Actuarial present value of vested benefits	$	538,860
Net assets available for benefit	$	614,486

Receipts and disbursements (For the year ended December 31, 2014)

Westhampton War Memorial Ambulance Corporation -

Program net assets, beginning of year			$	571,391
Changes during the year:				
Plan contributions	$	69,000		
Investment income earned		40,329		
Benefits paid		(22,080)		
Trustee fees		(2,965)		
Administrative fees		(3,835)		80,449
Program net assets, end of year			$	651,840

Contributions -

Recommended actuarial contribution	$	53,011
Amount of sponsor's actual contribution	$	69,000

Flanders Northampton Volunteer Ambulance Corporation -

Program net assets, beginning of year			$	634,500
Changes during the year:				
Plan contributions	$	73,000		
Investment income earned		45,243		
Benefits paid		(7,764)		
Trustee fees		(3,315)		
Administrative fees		(3,430)		103,734
Program net assets, end of year			$	738,234

Contributions -

Recommended actuarial contribution	$	57,761
Amount of sponsor's actual contribution	$	73,000

Hampton Bays Volunteer Ambulance Corporation -

Program net assets, beginning of year			$	671,783
Changes during the year:				
Plan contributions	$	70,000		
Investment income earned		47,052		
Benefits paid		(38,262)		
Trustee fees		(3,456)		
Administrative fees		(4,420)		70,914
Program net assets, end of year			$	742,697

Contributions -

Recommended actuarial contribution	$	43,368
Amount of sponsor's actual contribution	$	70,000

Southampton Volunteer Ambulance Corporation -

Program net assets, beginning of year			$	535,696
Changes during the year:				
Plan contributions	$	49,000		
Investment income earned		38,071		
Benefits paid		(2,000)		
Trustee fees		(2,791)		
Administrative fees		(3,490)		78,790
Program net assets, end of year			$	614,486

Contributions -

Recommended actuarial contribution	$	32,052
Amount of sponsor's actual contribution	$	49,000

Funding methodology and actuarial assumptions

Westhampton War Memorial Ambulance Corporation -

Valuation Date	December 31, 2014
Actuarial Cost Method	Attained Age Normal Frozen Initial Liability
Amortization Method	Level Dollar, open
Pre-entitlement Age Mortality Table	None assumed
Post-entitlement Age Mortality Table	1994 U.S. Uninsured Pensioner 50/50 M/F Mortality Table projected to 2007
Remaining Amortization Period	-0- Years
Asset Valuation Method	Fair Market Value
Actuarial Assumptions:	
Investment Rate of Return	6.25%

Flanders Northampton Volunteer Ambulance Corporation -

Valuation Date	December 31, 2014
Actuarial Cost Method	Attained Age Normal Frozen Initial Liability
Amortization Method	Level Dollar, open
Pre-entitlement Age Mortality Table	None assumed
Post-entitlement Age Mortality Table	1994 U.S. Uninsured Pensioner 50/50 M/F Mortality Table projected to 2007
Remaining Amortization Period	-0- Years
Asset Valuation Method	Fair Market Value
Actuarial Assumptions:	
Investment Rate of Return	6.25%

Hampton Bays Volunteer Ambulance Corporation -

Valuation Date	December 31, 2014
Actuarial Cost Method	Attained Age Normal Frozen Initial Liability
Amortization Method	Level Dollar, open
Pre-entitlement Age Mortality Table	None assumed
Post-entitlement Age Mortality Table	1994 U.S. Uninsured Pensioner 50/50 M/F Mortality Table projected to 2007
Remaining Amortization Period	-0- Years
Asset Valuation Method	Fair Market Value
Actuarial Assumptions:	
Investment Rate of Return	6.25%

Southampton Volunteer Ambulance Corporation -

Valuation Date	December 31, 2014
Actuarial Cost Method	Attained Age Normal Frozen Initial Liability
Amortization Method	Level Dollar, open
Pre-entitlement Age Mortality Table	None assumed
Post-entitlement Age Mortality Table	1994 U.S. Uninsured Pensioner 50/50 M/F Mortality Table projected to 2007
Remaining Amortization Period	-0- Years
Asset Valuation Method	Fair Market Value
Actuarial Assumptions:	
Investment Rate of Return	6.25%

13. POST-EMPLOYMENT BENEFITS

Plan description and annual other post-employment benefit (“OPEB”) cost

The Town provides post-employment (health insurance, life insurance, etc.) coverage to retired employees and their survivors in accordance with the provisions of various employment contracts. The benefit levels, employee contributions and employer contributions are governed by the Town’s contractual agreements.

The Town implemented GASB Standards for, Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions, in the year ended December 31, 2008. This required the Town to calculate and record a net other post-employment benefit obligation at year-end. The net other post-employment benefit obligation is basically the cumulative difference between the actuarially required contribution and the actual contributions made.

Currently, 276 retired employees receive health benefits from the Town. Retirees contribute 0% to 20% for coverage depending on position held, date of hire, years of service, and fiscal year of retirement.

The Town recognizes the cost of providing health insurance annually as expenditures in the applicable funds of the fund financial statements as payments are made. For the year ended December 31, 2015, the Town recognized $3,882,324 for its share of insurance premiums for currently enrolled retirees.

The Town has obtained an actuarial valuation report as of January 1, 2014 which indicates that the total liability for other post-employment benefits is $147,335,207 ($62,444,747 related to retirees and $84,890,460 related to employees).

The Town's annual OPEB cost (expense) for its plan is calculated based on the *annual required contribution of the employer ("ARC")*, an amount actuarially determined in accordance with the parameters of GASB. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Town's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Town's net OPEB obligation:

	For the Year Ended December 31, 2015
Annual required contribution	$ 11,129,978
Interest on net OPEB obligation	2,487,932
Adjustment to ARC	(1,188,908)
Annual OPEB cost	12,429,002
Contributions made	3,882,324
Increase in net OPEB obligation	8,546,678
Net OPEB obligation, beginning of year	62,198,303
Net OPEB obligation, end of year	$ 70,744,981

Funded status and funding progress

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year ended December 31, 2015 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2015	$ 12,429,002	31.2%	$ 70,744,981
12/31/2014	11,643,664	32.5%	62,198,303
12/31/2013	12,615,326	29.0%	54,338,267

The funded status of the plan as of January 1, 2014 is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
01/01/14	$ -	$ 147,335,207	$ 147,335,207	0%	$ 38,943,443	378.33%
01/01/12	-	148,511,000	148,511,000	0%	37,953,261	391.30%
01/01/11	-	149,490,000	149,490,000	0%	37,513,001	398.50%

As of January 1, 2014, the most recent actuarial valuation date, the plan was 0% funded. The actuarial accrued liability for benefits was $147,335,207 and the actuarial value of assets was $0, resulting in an unfunded actuarial accrued liability (UAAL) of $147,335,207. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial methods and assumptions

The projection of future benefits for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Amounts determined regarding the funded status of a plan and the employer's annual required contributions are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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 of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2014 actuarial valuation, the projected unit actuarial cost method was used. The actuarial assumptions included a 4% investment rate of return (net of administrative expenses) and an inflation rate which coincides with the rate of increase in medical premiums, and is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 8.0% initially, reduced by decrements to an ultimate rate of 5.0% after 8 years. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a 30 year period. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2015 was 23 years.

14. COMPENSATED ABSENCES

Town employees are granted vacation and sick 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, and sick leave, subject to certain limitations.

Estimated vacation, sick leave and compensatory absences accumulated by governmental fund type employees have been recorded in the Statement of Net Position. Payment of vacation time and sick 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, 2015, the value of the accumulated vacation time and sick leave for governmental activities and business-type activities was $9,265,413.

15. COMMITMENTS AND CONTINGENCIES

A. Risk management

The Town has adopted GASB Standards for Accounting and Financial Reporting for Risk Financing and Related Insurance Issues. The Standards establishes standards for risk financing and insurance-related activities. Liabilities for unpaid claims are accrued when it is probable that a loss has been incurred and the amount of the loss can be reasonably estimated.

In common with other municipalities, the Town receives numerous notices of claims. The Town carries base general liability insurance coverage of $1,000,000 per occurrence with a $2,000,000 annual aggregate. The Town carries an umbrella policy which provides additional insurance coverage of $10,000,000 per occurrence with a $20,000,000 annual aggregate. Although the eventual outcome of these claims cannot presently be determined, 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.

The Town is insured for worker's compensation insurance and disability insurance.

There have been no significant reductions in insurance coverage as compared to the prior year, and there were no settlements in excess of insurance coverage over the last three years.

The Town estimates general liability reserves by consulting with legal counsel and past experience with similar claims. The Town has not purchased any annuity contracts with regard to its general liability claims. The following schedule presents the changes in claims liabilities for the past two years and includes an estimate of claims that have been incurred but not yet reported.

	2015	2014
Unpaid claims and claim adjustment expenditures at the beginning of the year	$ 3,575,000	$ 4,460,000
Incurred claims and claim adjustment expenditures:		
Provision (adjustment) for insured events of the current year and increases in provision for insured events of prior years	(298,449)	(725,141)
Total incurred claims and claim adjustment expenditures	3,276,551	3,734,859
Payments:		
Claims and claim adjustment expenditures attributable to insured events of the current and prior years	334,051	159,859
Total payments	334,051	159,859
Unpaid claims and claim adjustment expenditures at the end of the year	$ 2,942,500	$ 3,575,000

B. Litigation

In common with other towns, the Town from time to time receives notices of claim and is party to litigation. In the opinion of the Town Attorney, unless otherwise set forth herein and apart from matters provided for by applicable insurance coverage, there are no significant claims or actions pending in which the Town has not asserted a substantial and adequate defense, nor which, if determined against the Town, would have an adverse material effect on the financial condition of the Town, in view of the Town's ability to fund the same through use of appropriate funding mechanisms provided by the Local Finance Law.

In June 2005, the Shinnecock Indian Nation (the "Shinnecocks") commenced an action in the United States District Court, Eastern District of New York, against the Town, the County of Suffolk, the State of New York and several other parties seeking to recover both real property and monetary damages in the amount of fair market value and/or rental value related to various properties in the Town. The Shinnecock Indian Nation claims that such properties, on which the Shinnecocks allegedly had a leasehold interest, were illegally conveyed and that the Shinnecocks should be granted "possessory rights" to such properties including restoration to the Shinnecocks of possession of such land. It is estimated that the property represented by the claim is equal to approximately 3.85% of the total taxable real property in the Town.

By Memorandum and Order dated November 28, 2006, U.S. District Judge Thomas Platt granted the motion of defendants seeking to dismiss the Shinnecocks' complaint in its entirety, pursuant to Fed. R. Civ. P.12 (b) (6), for equitable considerations, including plaintiffs' delay in commencing the action.

The Shinnecocks filed a motion for reconsideration of Judge Platt's Memorandum and Order, and also moved for leave to amend their complaint. They also filed a notice of appeal to the U.S. Court of Appeals (Second Circuit).

The Shinnecocks' appeal, as well as their motions for reconsideration and leave to amend, have been held in abeyance pending a decision from the Second Circuit Court of Appeals, in the case of *Oneida Nation of New York v. State of New York*, as the Shinnecocks asserted that a decision in that case could bear heavily on their litigation with the Town.

The Shinnecocks have withdrawn their motion for reconsideration, but have requested that Judge Platt continue the indefinite adjournment of their motion for leave to amend, to accommodate the possibility that the United States might agree to intervene in the action on behalf of the Shinnecocks. Judge Platt has granted multiple extensions, and the plaintiff has pursued its appeal by filing a brief and appendix with the Second Circuit Court of Appeals. The Shinnecocks, as well as other named Defendants-Appellees, filed opposition briefs, and Plaintiff-Appellant filed a reply brief. The appeal was argued orally before the Court of Appeals on October 14, 2015, and by Summary Order dated October 27, 2015, the Court of Appeals affirmed the judgment of dismissal issued by the District Court. Plaintiff-Appellant filed a petition for a Write of Certiorari to the United States Supreme Court on March 25, 2016. The Shinnecocks, and all other Defendants-Respondents currently have until April 28, 2016 to file any opposition to the petition.

C. Landfill closure and post-closure care costs

New York State and federal laws and regulations require the Town to place a final cover on landfill sites and to perform certain maintenance and monitoring activities at landfill sites for at least thirty years after closure. The North Sea Landfill site stopped receiving waste in 1995. Accordingly, as of December 31, 2015, the Town has recorded a liability of $3,176,836 in the government-wide financial statements which represents the provision to be made in future budgets for unfunded closure and post-closure landfill costs. Actual costs may be higher or lower due to inflation, changes in technology or changes in regulations. These amounts are based on what it would cost to perform all closure and post-closure care as of December 31, 2015.

D. Government grants

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

E. Property tax cap

In June 2011, the New York State Legislature enacted Chapter 97, Laws of 2011 Real Property Tax Levy Cap and Mandate Relief Provisions. For fiscal years beginning in 2012 through at least June 15, 2016, the growth factor in the property tax levy (the total amount to be raised through property taxes charged on a municipality's taxable assessed value of property) will be capped at 2 percent or the rate of inflation factor (but never less than a 1.00 factor), whichever is less, with some exceptions. Local governments can exceed the tax levy limit by a 60% vote of the governing body, or by local law. In July 2015, the Real Property Tax Cap Laws were extended to June 15, 2020.

F. Lease commitments and leased assets

Operating leases

The Town is committed under a non-cancellable operating lease for the Hampton Bays Town Center. Total rental expenditures on the lease for the year ended December 31, 2015 totaled approximately $336,000.

The Town is also committed under various other operating leases that expire on various dates through December 31, 2023. Total rental expenditures on these leases for the year ended December 31, 2015 were approximately $38,000.

Future minimum operating lease commitments are as follows:

Year ended December 31,		
2016	$	349,313
2017		349,313
2018		378,422
2019		392,976
2020		392,976
2021-2023		916,946
	$	2,779,946

G. Service concession arrangements

Poxabogue Golf Course

In accordance with GASB, the Town is required to recognize a liability for certain obligations to sacrifice financial resources (i.e. capital improvements) under the terms of a service concession arrangement or, a deferred inflow for up-front or installment payments received from the operator in advance of the revenue being earned. The Town had one such arrangement, with Steven Lee PGA Golf for the operations of the Poxabogue Golf Center that ended in October 2015. In March 2016, the Town entered into a license agreement with Pin High Golf Management, LLC for the operation of the golf course. The agreement provides the Town with a share of the revenue based upon a sliding scale. The agreement expires on February 29, 2024, and has an option to renew for two additional three year periods. Management of the Town determined that the agreement does not require any additional recognition of a deferred outflow or inflow of resources in the financial statements.

16. TWO PERCENT (2%) TRANSFER TAX

In November 1998, the voters of the Town of Southampton approved a referendum for a 2% Transfer Tax, which became effective on April 1, 1999. The transfer tax receipts are recorded in the Community Preservation Fund, and are used for the purchase and/or preservation of agricultural land, open space, parks or historic preservation sites. The tax generally applies to sales of vacant land worth $100,000 or more or sales of improved land worth $250,000 or more. Conveyance of real property for open space, parks or historic preservation purposes are exempt from this tax.

For the year ended December 31, 2015, and for the four previous years, the Town has the following 2% transfer tax revenue and expenses associated with environmental or historic preservation purposes:

Year ended December 31,	Revenues	Expenditures
2015	$ 60,660,717	$ 42,431,091
2014	65,110,117	51,927,326
2013	58,058,512	39,776,047
2012	38,064,858	48,794,391
2011	39,218,452	35,766,085

17. CONDENSED FINANCIAL STATEMENTS FOR THE DISCRETELY PRESENTED COMPONENT UNITS

The following represents condensed financial statements for the discretely presented component units, as of and for the year ended December 31, 2015:

Condensed Statement of Net Position:

	Assets and Deferred Outflows			Liabilities, Deferred Inflows and Net Position			
	Current Assets	Non-Current Assets	Deferred Outflows	Current Liabilities	Bonds and Other Long-Term Liabilities	Deferrred Inflows	Net Position
Town of Southampton Housing Authority	$ 487,020	$4,094,443	$ -	$ 124,457	$3,937,222	$ -	$ 519,784
Trustees of the Freeholders	$1,069,810	$ -	$ -	$ 76,331	$ -	$ -	$ 993,479

Condensed Statement of Activities:

	Program					
	Expenses	Revenue	Net Revenues	Other	Change	Net Position
Town of Southampton Housing Authority	$1,003,742	$ 951,550	$ (52,192)	$ 751	$ (51,441)	$ 519,784
Trustees of the Freeholders	$ 673,031	$ 851,848	$ 178,817	$ 5,063	$ 183,880	$ 993,479

18. PRIOR PERIOD ADJUSTMENTS

During 2015, The Town contracted with a third-party company to perform a full inventory and valuation of the Town's fixed assets. Also, for the year ended December 31, 2015, as explained in Note 3, the Town implemented GASB Statement No. 68 and GASB Statement No. 71. As a result, the Town's financial statements have been restated as of January 1, 2015 to give effect to the following:

	Governmental Activities Net Position	Business-Type Activities Net Position
Balance as of January 1, 2015, as reported	$ 728,695,514	$ 19,103,400
Add: change in capital assets, net, as a result of capital asset inventory	152,182,858	175,725
GASB Statement No. 68 implementation:		
Less: Net Pension Liability - Proportionate share	(5,963,769)	(176,446)
GASB Statement No. 71 implementation:		
Beginning deferred outflow of resources for contributions made subsequent to the measurement date:	5,996,420	140,492
Balance as of January 1, 2015, as restated	$ 880,911,023	$ 19,243,171

19. NEW ACCOUNTING STANDARDS TO BE IMPLEMENTED

GASB has issued Statement No. 72, Fair Value Measurement and Application, which addresses accounting and financial reporting issues related to fair value measurements. The Statement will require disclosures regarding the level of fair value hierarchy and valuation techniques. It will also require additional disclosures regarding investments in certain entities that calculate net asset value per share (or its equivalent). The Town is currently studying the Statement and plans on adoption when required, which will be for the year ending December 31, 2016.

GASB has issued Statement No. 75, Accounting and Financial Reporting for Post-employment Benefits Other than Pensions, which establishes new accounting and financial reporting requirements for governments whose employees are provided with OPEB, as well as for certain nonemployer governments that have a legal obligation to provide financial support for OPEB provided to the employees of other entities. The Town is currently studying the Statement and plans on adoption when required, which will be for the year ending December 31, 2018.

GASB has issued Statement No. 76, The Hierarchy of Generally Accepted Accounting Principles ("GAAP") for State and Local Governments, which identifies the hierarchy of generally accepted accounting principles, by reducing the hierarchy to two categories of authoritative GAAP and the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. The Town is currently studying the Statement and plans on adoption when required, which will be for the year ending December 31, 2016.

GASB has issued Statement No. 77, Tax Abatement Disclosures, which will require the disclosure regarding tax abatement agreements, specifically: a brief description, the gross dollar amount of taxes abated, and commitments made by the government, other than to abate taxes, as part of a tax abatement agreement. The Town is currently studying the Statement and plans on adoption when required, which will be for the year ending December 31, 2016.

GASB has issued Statement No. 78, Pensions Provided Through Certain Multiple-Employer Defined Benefit Pension Plans, which amends the scope and applicability of Statement No. 68 to exclude pensions provided to employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan that (1) is not a state or local governmental pension plan, (2) is used to provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local employees, and (3) has no predominant state or local governmental employer. The Town is currently studying the Statement and plans on adoption when required, which will be for the year ending December 31, 2016.

GASB has issued Statement No. 80, Blending Requirements For Certain Component Units - An Amendment of GASB No. 14, which amends the blending requirements for the financial statement presentation of component units of all state and local governments. The new criteria will require blending of a component unit incorporated as not-for-profit Corporation in which the primary government is the sole corporate member. The Town is currently studying the Statement and plans on adoption when required, which will be for the year ending December 31, 2017.

GASB has issued Statement No. 82, Pension Issues - an amendment of GASB Statement No. 67, No. 68, and No. 73, which addresses the presentation of payroll-related measures in required supplementary information, the selection of assumptions and the treatment of deviations from actuarial standards, and the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The Town is currently studying the Statement and plans on adoption when required, which will be for the year ending December 31, 2018.

20. SUBSEQUENT EVENTS

The Town has evaluated subsequent events occurring after the Statement of Net Position through the date of April 29, 2016, which is the date the financial statements were available to be issued. Based on this evaluation, the Town has determined the following subsequent events have occurred, which require disclosure in the financial statements:

In February 2016, the Town issued Public Improvement Serial Bonds in the amount of $8,680,000 maturing on February 15, 2031. The proceeds of the bonds will be used for various capital improvements, to acquire capital equipment and to redeem outstanding bond anticipation notes in the amount of $600,000 maturing on May 12, 2016.

In February 2016, the Town issued Bond Anticipation Notes in the amount of $3,191,640 maturing on February 23, 2017. The proceeds from the sale of the notes will be used to provide additional original funds for capital improvements, to acquire capital equipment and to redeem outstanding bond anticipation notes in the amount of $2,745,640 maturing on February 24, 2016.

The Town's Community Preservation Fund purchased several pieces of property subsequent to year-end for approximately $14.4 million dollars. The property will be added to the Town's fixed asset records for the year ending December 31, 2016.

REQUIRED SUPPLEMENTARY INFORMATION
OTHER THAN
MANAGEMENT'S DISCUSSION AND ANALYSIS

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION

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. In the event that actual revenues received exceed budgeted amounts, additional budgetary appropriations are made. The capital projects are budgeted on a project or grant basis.

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
REVENUES					
Real property taxes	$ 20,882,536	$ 20,860,140	$ 20,860,140		$ -
Other real property tax items:					
Federal payments in lieu of taxes	15,000	15,000	20,099		5,099
Other payments in lieu of taxes	80,000	80,000	65,150		(14,850)
Interest and penalties - real property taxes	120,000	120,000	147,475		27,475
Total other real property tax items	215,000	215,000	232,724		17,724
Non-property tax items:					
Franchise fees	1,591,716	1,614,657	1,700,658		86,001
Total non-property tax items	1,591,716	1,614,657	1,700,658		86,001
Special assessments	37,170	37,170	37,170		-
Departmental income:					
Town Clerk fees	110,000	110,000	103,530		(6,470)
Alarm billing	65,000	65,000	81,200		16,200
Departmental income	40,240	40,240	27,117		(13,123)
Inspection contracts	2,200	2,200	5,710		3,510
Engineering fees	100,000	100,000	95,900		(4,100)
Program fees	370,000	370,000	403,623		33,623
Total departmental income	687,440	687,440	717,080		29,640
Intergovernmental charges:					
Intergovernmental revenue	247,342	247,342	248,886		1,544
Revenue from other governments	50,866	50,866	43,515		(7,351)
Total intergovernmental charges	298,208	298,208	292,401		(5,807)
Use of money and property:					
Shinnecock commercial dock rental	37,000	37,000	50,458		13,458
Interest and earnings	50,000	50,000	96,005		46,005
Total use of money and property	87,000	87,000	146,463		59,463
Licenses and permits:					
Dog licenses	9,000	9,000	8,675		(325)
Public safety permits	225,000	225,000	253,410		28,410
Taxi permits	85,000	85,000	80,815		(4,185)
Animal control permit fees	1,100	1,100	800		(300)
Special event permits	10,000	10,000	-		(10,000)
LT parking permits	13,000	13,000	14,815		1,815
Total licenses and permits	343,100	343,100	358,515		15,415
Fines and forfeitures:					
Justice court fines and fees	2,054,439	2,055,283	1,662,579		(392,704)
Total fines and forfeitures	2,054,439	2,055,283	1,662,579		(392,704)

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts Original Budget	Budget Amounts Revised Budget	Actual	Year-end Encumbrances	Variance
Sale of property and compensation for loss:					
Program fees	$ 48,000	$ 48,000	$ 47,020		$ (980)
Insurance recoveries	50,000	57,586	18,555		(39,031)
Total sale of property and compensation for loss	98,000	105,586	65,575		(40,011)
Miscellaneous local sources:					
Rentals	21,530	21,530	40,782		19,252
Miscellaneous tax receipts	140,000	140,000	82,074		(57,926)
Contract revenue	30,000	30,000	1,885		(28,115)
Donations - adult transportation	25,000	25,000	17,864		(7,136)
Donations - nutrition program	155,000	155,000	105,291		(49,709)
Donations - residential repair	2,500	2,500	2,815		315
Donations - senior day care	120,000	120,000	101,578		(18,422)
Miscellaneous	153,598	161,318	178,306		16,988
Professional fees	90,000	90,000	117,305		27,305
Total miscellaneous local sources	737,628	745,348	647,900		(97,448)
State aid:					
State aid - revenue sharing	180,000	180,000	184,491		4,491
State aid - mortgage tax	7,500,000	7,500,000	8,838,268		1,338,268
State aid nutrition program	859,000	435,957	435,957		-
EISEP grant	15,500	15,500	9,780		(5,720)
State aid - residential repair	19,380	19,380	16,496		(2,884)
County aid	81,900	81,900	153,846		71,946
State aid - court facilities	-	-	5,200		5,200
State aid - property tax	80,000	80,000	-		(80,000)
State aid - adult day care	15,000	-	2,448		2,448
State aid - youth programs	6,000	6,000	6,000		-
State aid - human services youth	12,000	12,000	17,167		5,167
State aid - emergency disaster	-	-	304,183		304,183
Total state aid	8,768,780	8,330,737	9,973,836		1,643,099
Federal aid:					
Federal aid nutrition program	-	438,042	498,765		60,723
Federal aid - public safety	8,000	8,000	-		(8,000)
Pump-out boats - clean vessel grant	30,000	30,000	25,000		(5,000)
Federal grants - FEMA	500,000	571,159	587,478		16,319
Total federal aid	538,000	1,047,201	1,111,243		64,042
Total revenues	36,339,017	36,426,870	37,806,284		1,379,414
EXPENDITURES					
General governmental support:					
Salaries	8,199,227	8,181,760	8,124,974	$ -	56,786
Overtime	25,000	31,823	16,298	-	15,525
Severance pay	-	170,535	170,472	-	63
Accumulated sick/personal days	11,680	7,078	4,951	-	2,127
Part time salaries	218,678	299,960	221,608	-	78,352
Longevity	162,741	163,279	160,269	-	3,010
Other pay	5,500	3,000	3,000	-	-
Cash in lieu of health benefits	16,000	24,371	20,658	-	3,713
Human resources - wellness reimbursement	800	800	130	-	670

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
General governmental support, cont'd:					
Vehicles	$ 150,000	$ 155,080	$ 154,111	$ -	$ 969
Equipment	59,500	106,307	96,213	6,676	3,418
Contracts	200,000	195,376	187,960	-	7,416
Contracts - other	1,361,293	1,310,107	1,196,347	2,449	111,311
Gasoline	35,950	31,686	22,787	-	8,899
Electric	279,300	280,800	252,935	-	27,865
Fuel oil	119,700	131,763	115,774	-	15,989
Repair equipment	28,650	33,619	19,983	-	13,636
Repair building	33,750	43,150	23,507	4,934	14,709
Repair vehicle	117,000	115,790	67,460	-	48,330
Copier supplies	15,000	15,000	11,988	-	3,012
Postage	94,350	109,893	101,682	-	8,211
Printing and stationery	39,300	32,714	29,807	-	2,907
Publications	80,295	81,315	61,617	-	19,698
Rentals	415,000	421,711	421,002	-	709
Telephone	52,500	51,348	47,975	-	3,373
Travel, dues and related	24,476	22,008	14,580	-	7,428
Uniforms	5,100	7,035	4,955	-	2,080
Microfilming	200	200	-	-	200
Other	132,530	65,730	47,079	-	18,651
Legal notices	13,794	14,919	13,844	-	1,075
Small equipment (non-capital)	54,750	56,074	38,897	-	17,177
Taxes - town property	30,000	30,000	19,181	-	10,819
Office supplies	19,065	26,781	23,723	-	3,058
Supplies - other	36,775	36,880	28,674	-	8,206
Drug court expense	20,000	10,000	7,131	-	2,869
Legal fees	649,000	549,000	455,398	-	93,602
Interpreters	80,000	87,000	79,950	-	7,050
Stenographer	100,000	95,000	83,906	-	11,094
Youth services - programs	40,000	40,000	37,767	-	2,233
Mileage reimbursement	1,100	2,100	881	-	1,219
Schools and training	29,140	23,379	7,774	-	15,605
Document restoration	4,500	4,500	4,483	-	17
Background investigations	750	750	44	-	706
Municipal dues	2,600	2,600	1,950	-	650
Telephone - wireless	13,575	14,864	13,195	-	1,669
Advertising	2,100	600	358	-	242
Other - landfill charges	3,500	4,004	3,353	-	651
Copier leases	31,375	31,456	24,548	-	6,908
Consultants	200,720	186,393	126,039	14,230	46,124
Tires	61,450	61,550	50,799	-	10,751
Lube oil	17,000	18,800	13,528	-	5,272
Insurance - unallocated	1,223,356	1,452,230	1,467,054	19,225	(34,049)
Total general governmental support	14,518,070	14,842,118	14,102,599	47,514	692,005
Public safety:					
Salaries	1,554,069	1,552,755	1,551,847	-	908
Overtime	145,500	140,862	129,792	-	11,070
Accumulated sick/personal days	13,920	12,320	11,611	-	709
Part time salaries	132,114	106,998	98,187	-	8,811
Longevity	67,476	70,375	70,371	-	4
Cash in lieu of health benefits	5,000	5,000	5,000	-	-
Clothing cleaning	4,800	4,800	4,750	-	50
Equipment	15,000	15,000	7,426	-	7,574

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
Public safety, cont'd.:					
Contracts	$ 260,752	$ 246,757	$ 243,356	$ -	$ 3,401
Gasoline	70,000	55,705	41,816	-	13,889
Electric	139,000	138,745	91,075	-	47,670
Fuel oil	60,000	60,000	30,188	-	29,812
Repair equipment	8,200	11,298	7,854	-	3,444
Repair building	16,500	15,539	11,686	-	3,853
Postage	100	100	-	-	100
Printing and stationery	1,750	6,250	5,481	-	769
Publications	500	3,204	3,108	-	96
Travel, dues and related	1,025	1,037	212	-	825
Photography	100	100	-	-	100
Uniforms	10,594	11,594	6,406	795	4,393
Other	11,300	11,261	3,089	-	8,172
Bay constables - small equipment	13,800	12,251	7,380	1,564	3,307
Office supplies	1,400	2,086	1,674	-	412
Supplies - other	1,176	1,464	1,295	-	169
Safety equipment	11,500	12,892	12,891	-	1
Food	5,650	5,500	3,997	-	1,503
Schools and training	3,900	467	85	-	382
Telephone - wireless	6,900	6,322	4,250	-	2,072
Copier leases	2,900	2,212	742	-	1,470
Marine charges	14,000	14,000	6,616	-	7,384
Veterinarian fees	1,500	1,500	1,400	-	100
Signs	1,000	1,000	-	-	1,000
Consultants	6,250	3,630	1,700	-	1,930
Total public safety	2,587,676	2,533,024	2,365,285	2,359	165,380
Transportation:					
Salaries	659,506	642,533	634,264	-	8,269
Accumulated sick/personal days	1,980	1,980	1,825	-	155
Part time salaries	84,600	62,258	51,558	-	10,700
Longevity	20,839	20,839	19,968	-	871
Cash in lieu of health benefits	10,000	10,000	6,250	-	3,750
Gasoline	55,000	45,000	38,641	-	6,359
Electric	800	800	-	-	800
Repair vehicle	42,616	42,616	32,683	-	9,933
Uniforms	800	800	-	-	800
Diesel fuel	17,000	1,000	615	-	385
Schools and training	1,500	1,500	-	-	1,500
Other	-	71,159	1,734	71,159	(1,734)
Copier leases	1,085	1,085	907	-	178
Total transportation	895,726	901,570	788,445	71,159	41,966
Economic assistance and opportunity:					
Salaries	1,607,306	1,535,580	1,520,731	-	14,849
Overtime	-	790	790	-	-
Accumulated sick/personal days	3,000	4,778	4,228	-	550
Part time salaries	218,200	269,229	263,094	-	6,135
Longevity	48,841	48,977	48,815	-	162
Cash in lieu of health benefits	5,000	5,000	5,000	-	-
Contracts	335,500	334,767	329,964	-	4,803

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
Economic assistance and opportunity, cont'd.:					
Electric	$ 3,500	$ 5,700	$ 5,596	$ -	$ 104
Fuel oil	1,800	1,800	928	-	872
Repair equipment	7,000	9,571	8,494	300	777
Repairs	500	500	497	-	3
Postage	5,150	5,070	3,835	-	1,235
Printing and stationery	250	55	41	-	14
Publications	400	400	196	-	204
Travel, dues and related	5,400	1,411	1,092	-	319
Uniforms	2,000	1,347	1,039	-	308
Other	178,000	181,470	257,523	-	(76,053)
Office supplies	3,080	4,682	4,585	-	97
Supplies - other	45,000	47,670	47,663	-	7
Youth services - programs	20,500	23,605	23,605	-	-
Mileage reimbursement	10,600	10,400	9,439	-	961
Food	310,000	338,279	337,126	-	1,153
Schools and training	700	700	-	-	700
Telephone - wireless	2,150	2,150	2,047	-	103
Advertising	500	800	572	-	228
Copier leases	5,230	3,926	3,693	-	233
Contingency	15,095	13,595	-	-	13,595
Program expenses	44,100	43,016	42,532	-	484
Total economic assistance and opportunity	2,878,802	2,895,268	2,923,125	300	(28,157)
Culture and recreation:					
Salaries	1,192,846	1,130,658	1,129,745	-	913
Overtime	15,000	24,294	23,930	-	364
Accumulated sick/personal days	7,080	7,940	6,180	-	1,760
Part time salaries	289,368	311,198	250,760	-	60,438
Longevity	39,743	39,890	37,614	-	2,276
Cash in lieu of health benefits	2,500	2,500	2,500	-	-
Equipment	2,500	4,000	3,891	-	109
Contracts	65,721	67,750	56,241	-	11,509
Gasoline	47,500	28,250	25,323	-	2,927
Electric	122,800	114,800	105,971	-	8,829
Fuel oil	33,400	31,650	14,414	-	17,236
Repair equipment	18,300	18,850	14,805	-	4,045
Repair building	49,200	63,400	61,704	-	1,696
Repair vehicle	19,910	37,810	36,538	-	1,272
Postage	6,550	7,125	6,288	-	837
Printing and stationery	10,392	10,392	9,609	-	783
Publications	198	198	45	-	153
Rentals	15,913	15,913	15,432	-	481
Telephone	3,000	3,000	2,624	-	376
Travel, dues and related	1,000	584	70	-	514
Uniforms	4,970	4,970	1,850	-	3,120
Other	9,000	17,420	13,839	2,365	1,216
Legal notices	100	100	-	-	100
Small equipment (non-capital)	980	6,245	5,883	-	362
Office supplies	3,010	2,874	2,270	-	604
Supplies - other	30,180	25,715	25,115	-	600
Diesel fuel	26,000	19,500	14,716	-	4,784
Salt	8,000	8,050	8,025	-	25
Mileage reimbursement	100	100	-	-	100
Telephone - wireless	1,700	1,700	1,415	-	285

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
Culture and recreation, cont'd:					
Program expenses	$ 185,000	$ 175,083	$ 146,156	$ -	$ 28,927
Other - landfill charges	30,000	30,000	22,365	-	7,635
P and R chargeback - watering	5,200	6,747	6,001	-	746
Copier leases	600	600	389	-	211
Total culture and recreation	2,247,761	2,219,306	2,051,708	2,365	165,233
Home and community services:					
Salaries	257,110	192,690	172,678	-	20,012
Overtime	12,500	32,500	24,785	-	7,715
Accumulated sick/personal days	2,540	2,540	-	-	2,540
Part time salaries	66,004	62,076	59,358	-	2,718
Longevity	8,695	8,754	8,752	-	2
Contracts - other	3,000	3,000	-	-	3,000
Contracts	159,682	152,542	117,895	-	34,647
Gasoline	13,000	10,479	10,365	-	114
Electric	2,500	2,500	2,190	-	310
Fuel oil	4,000	4,000	-	-	4,000
Repair equipment	35,000	48,021	47,992	-	29
Repair building	2,500	2,500	1,630	-	870
Rentals	2,500	2,500	-	-	2,500
Uniforms	900	-	-	-	-
Other	5,000	8,000	7,675	-	325
Small equipment (non-capital)	3,000	3,500	3,040	-	460
Office supplies	500	1,000	997	-	3
Supplies - other	2,000	640	582	-	58
Diesel fuel	65,000	65,000	65,000	-	-
Municipal dues	20,000	12,000	1,171	-	10,829
Telephone - wireless	3,240	3,239	2,379	-	860
Copier leases	1,800	1,800	800	-	1,000
Marine charges	8,000	2,900	2,737	-	163
Consultants	50,000	50,000	37,518	-	12,482
Total home and community services	728,471	672,181	567,544	-	104,637
Employee benefits:					
Employee retirement - active	2,322,051	2,470,415	2,469,895	-	520
FICA tax expenditure	1,149,482	1,165,844	1,106,310	-	59,534
MTA tax	51,543	52,419	49,455	-	2,964
Worker's compensation	408,452	402,826	368,720	-	34,106
Medical insurance - active employees	3,427,218	3,332,594	3,235,489	-	97,105
Health insurance - retirees	1,067,180	960,967	948,084	-	12,883
Medicare part B - retirees	165,100	165,100	149,565	-	15,535
Dental and optical	292,706	289,695	261,801	-	27,894
N.Y.S unemployment insurance	75,000	39,190	19,590	-	19,600
Disability	11,500	11,285	4,725	-	6,560
Total employee benefits	8,970,232	8,890,335	8,613,634	-	276,701
Debt service:					
Principal	3,542,977	3,556,589	3,542,987	-	13,602
Interest	695,280	697,807	688,004	-	9,803
Total debt service	4,238,257	4,254,396	4,230,991	-	23,405
Total expenditures	37,064,995	37,208,198	35,643,331	123,697	1,441,170
Excess (deficiency) of revenues over (under) expenditures	(725,978)	(781,328)	2,162,953	$ 123,697	2,820,584

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
OTHER FINANCING SOURCES (USES)					
Payment to refunded bond escrow agent	$ -	$ (3,996,598)	$ (3,996,598)		$ -
Refunding bond issuance	-	3,737,712	3,725,099		(12,613)
Premium on obligations	-	320,320	381,753		61,433
Interfund transfer in	353,861	363,297	363,966		669
Interfund transfer out	-	(343,803)	(343,803)		-
Appropriated fund balance	372,117	700,400	-		(700,400)
Total other financing sources (uses)	725,978	781,328	130,417		(650,911)
Change in fund balance	-	-	2,293,370		$ 2,169,673
Fund balance, beginning of year	14,324,177	14,324,177	14,324,177		
Fund balance, end of year	$ 14,324,177	$ 14,324,177	$ 16,617,547		

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - POLICE DISTRICT FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
REVENUES					
Real property taxes	$ 20,963,398	$ 20,963,398	$ 20,963,398		$ -
Other real property tax items:					
Other payments in lieu of taxes	75,000	75,000	82,992		7,992
Interest and penalties - real property taxes	55,000	55,000	61,950		6,950
Total other real property tax items	130,000	130,000	144,942		14,942
Departmental income:					
Departmental income	3,000	3,000	2,428		(572)
Towing fees	150,000	150,000	104,469		(45,531)
Alarm billing	375,000	375,000	450,925		75,925
Total departmental income	528,000	528,000	557,822		29,822
Use of money and property:					
Interest and earnings	15,000	15,000	51,206		36,206
Total use of money and property	15,000	15,000	51,206		36,206
Licenses and permits:					
Special event permits	60,000	60,000	79,323		19,323
Total licenses and permits	60,000	60,000	79,323		19,323
Sale of property and compensation for loss:					
Insurance recoveries	-	-	11,221		11,221
Total sale of property and compensation for loss	-	-	11,221		11,221
Miscellaneous local sources:					
Miscellaneous tax receipts	100,000	100,000	193,696		93,696
Miscellaneous	20,548	22,548	81,696		59,148
Total miscellaneous local sources	120,548	122,548	275,392		152,844
State aid:					
State aid - sales tax	2,211,561	2,211,561	2,238,561		27,000
State aid - public safety	75,460	75,460	6,000		(69,460)
State aid - emergency disaster	-	-	2,162		2,162
Total state aid	2,287,021	2,287,021	2,246,723		(40,298)
Federal aid:					
Stop DWI	34,500	34,500	17,481		(17,019)
NYS speed enforcement	-	-	10,920		10,920
Bullet proof vest program	12,000	12,000	5,094		(6,906)
Federal aid, other public safety	-	-	11,849		11,849
Total federal aid	46,500	46,500	45,344		(1,156)
Total revenues	24,150,467	24,152,467	24,375,371		222,904

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - POLICE DISTRICT FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
EXPENDITURES					
Public safety:					
Salaries	$ 11,066,383	$ 11,168,623	$ 11,157,818	$ -	$ 10,805
Overtime	843,570	973,570	948,875	-	24,695
Severance pay	77,504	336,646	336,627	-	19
Accumulated sick/personal days	94,655	70,852	67,617	-	3,235
Holiday	615,574	555,573	550,637	-	4,936
Part time salaries	430,021	451,753	451,692	-	61
Pay differential special units	38,656	38,656	36,909	-	1,747
Shift differential	332,014	362,014	361,994	-	20
Longevity	431,895	414,695	412,957	-	1,738
Training	93,861	93,861	63,301	-	30,560
Instructor - shift differential	9,000	9,000	7,000	-	2,000
Cash in lieu of health benefits	22,000	23,000	23,000	-	-
Payment differential - sergeants supervisor	17,000	31,155	31,155	-	-
Clothing cleaning	1,200	1,200	1,200	-	-
Clothing allowance	101,986	101,986	87,399	-	14,587
Equipment	-	3,983	3,983	-	-
Vehicles	407,880	432,144	369,820	45,885	16,439
Emergency services team gear	2,000	2,000	1,851	-	149
Contracts	149,850	101,265	89,829	-	11,436
Gasoline	240,000	160,000	132,263	-	27,737
Electric	80,000	70,000	59,016	-	10,984
Fuel oil	33,000	33,000	19,203	-	13,797
Repair equipment	8,000	7,888	3,659	-	4,229
Repair building	25,000	20,000	17,302	-	2,698
Repair vehicle	20,000	30,000	24,892	-	5,108
Postage	5,000	5,000	4,384	-	616
Printing and stationery	11,000	11,000	8,453	-	2,547
Publications	5,000	5,000	4,949	-	51
Rentals	1,000	1,000	516	-	484
Telephone	9,000	9,000	7,383	-	1,617
Travel, dues and related	3,000	10,500	9,890	-	610
Photography	1,500	1,500	1,476	-	24
Uniforms	50,000	50,000	45,418	-	4,582
Other	20,000	25,000	21,544	-	3,456
Office supplies	8,000	8,000	6,813	-	1,187
Supplies - other	7,500	7,500	7,327	-	173
Towing	100,000	110,000	82,285	-	27,715
Ammunition	20,000	39,795	39,795	-	-
Flares and medical supplies	12,000	12,000	4,235	-	7,765
Safety equipment	45,000	45,000	29,942	-	15,058
Youth services - programs	8,000	8,000	2,949	-	5,051
Diesel fuel	2,000	2,000	678	-	1,322
Food	1,000	1,000	801	-	199
Schools and training	6,000	4,500	2,894	-	1,606
Telephone - wireless	3,100	3,100	2,735	-	365
Landfill charges	-	10	10	-	-
Copier leases	6,000	5,990	3,545	-	2,445
Uniform cleaning	20,000	20,000	13,394	-	6,606
Total public safety	15,485,149	15,877,759	15,561,415	45,885	270,459

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - POLICE DISTRICT FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
Employee benefits:					
Employee retirement - active	$ 3,086,931	$ 3,328,509	$ 3,328,509	$ -	$ -
FICA tax expenditure	866,981	927,731	904,364	-	23,367
MTA tax	48,348	49,548	47,458	-	2,090
Worker's compensation	406,574	402,370	401,896	-	474
Life insurance	11,676	11,676	11,664	-	12
Medical insurance - active employees	1,850,736	1,840,736	1,835,220	-	5,516
Health insurance - retirees	1,930,000	1,716,321	1,715,933	-	388
Medicare part B - retirees	146,000	119,000	113,103	-	5,897
Dental and optical	159,102	143,102	124,115	-	18,987
Dental and optical retirees	177,000	165,287	165,287	-	-
NYS unemployment insurance	8,000	9,162	9,162	-	-
Disability	4,541	4,541	3,527	-	1,014
Total employee benefits	8,695,889	8,717,983	8,660,238	-	57,745
Debt service:					
Principal	334,013	334,013	334,013	-	-
Interest	35,416	35,416	35,416	-	-
Total debt service	369,429	369,429	369,429	-	-
Total expenditures	24,550,467	24,965,171	24,591,082	45,885	328,204
Excess (deficiency) of revenues over (under) expenditures	(400,000)	(812,704)	(215,711)	$ 45,885	551,108
OTHER FINANCING SOURCES					
Premium on obligations	-	-	1,392		1,392
Appropriated fund balance	400,000	812,704	-		(812,704)
Total other financing sources	400,000	812,704	1,392		(811,312)
Change in fund balance	-	-	(214,319)		$ (260,204)
Fund balance, beginning of year	2,710,528	2,710,528	2,710,528		
Fund balance, end of year	$ 2,710,528	$ 2,710,528	$ 2,496,209		

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - TOWN OUTSIDE VILLAGE FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
REVENUES					
Real property taxes	$ 1,853,789	$ 1,853,789	$ 1,853,789		$ -
Other real property tax items:					
Other payments in lieu of taxes	7,000	7,000	8,022		1,022
Interest and penalties - real property taxes	5,000	5,000	5,632		632
Total other real property tax items	12,000	12,000	13,654		1,654
Departmental income:					
Electrical inspections	415,000	415,000	623,021		208,021
Rental permits	151,652	210,020	200,000		(10,020)
Zoning fees	82,500	82,500	104,150		21,650
Wetland fees	325,829	352,827	268,800		(84,027)
Old filed maps	3,340	3,340	2,080		(1,260)
Planning zoning amendments	10,020	10,020	2,500		(7,520)
Other PB scheduling fees	50,100	50,100	89,025		38,925
Land Management planning division - site plan - fees	133,600	133,600	229,449		95,849
Special exceptions planning fee	10,020	10,020	9,450		(570)
Photocopy fees	9,300	9,300	14,146		4,846
Sub division planning fees	128,169	128,169	120,220		(7,949)
Total departmental income	1,319,530	1,404,896	1,662,841		257,945
Use of money and property:					
Interest and earnings	3,500	3,500	18,164		14,664
Total use of money and property	3,500	3,500	18,164		14,664
Licenses and permits:					
Licensing	156,000	156,000	132,675		(23,325)
Building permit fee	2,539,241	2,559,811	2,928,593		368,782
Total licenses and permits	2,695,241	2,715,811	3,061,268		345,457
Miscellaneous local sources:					
Miscellaneous tax receipts	-	-	3,705		3,705
Miscellaneous revenue	50,000	50,000	500		(49,500)
Total miscellaneous local sources	50,000	50,000	4,205		(45,795)
Total revenues	5,934,060	6,039,996	6,613,921		573,925
EXPENDITURES					
Public safety:					
Salaries	509,230	522,140	502,551	$ -	19,589
Overtime	20,500	50,500	43,553	-	6,947
Part time salaries	-	19,273	19,053	-	220
Longevity	7,862	7,905	7,904	-	1
Cash in lieu of health benefits	2,500	2,500	2,500	-	-
Clothing cleaning	2,400	2,400	2,100	-	300
Contracts	2,244	2,244	1,613	-	631
Gasoline	20,000	17,559	11,719	-	5,840
Repair equipment	3,000	1,424	-	-	1,424
Printing and stationery	1,500	1,500	804	-	696
Publication	-	153	153	-	-
Uniforms	2,000	9,088	4,547	-	4,541
Small equipment (non-capital)	1,000	6,000	3,560	-	2,440
Office supplies	800	3,876	3,230	-	646

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - TOWN OUTSIDE VILLAGE FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
Public safety, cont'd:					
Legal fees	$ 43,465	$ 9,068	$ 1,845	$ -	$ 7,223
Schools and training	3,500	3,500	1,990	-	1,510
Telephone - wireless	3,500	3,800	3,659	-	141
Other	5,000	400	-	-	400
Copier Lease	3,000	3,000	2,686	-	314
Total public safety	631,501	666,330	613,467	-	52,863
Home and community services:					
Salaries	2,779,135	2,797,291	2,749,562	-	47,729
Overtime	13,000	33,782	32,428	-	1,354
Severance pay	-	4,810	4,797	-	13
Accumulated sick/personal days	6,700	6,700	5,113	-	1,587
Part time salaries	61,360	48,105	17,017	-	31,088
Longevity	61,581	62,248	61,738	-	510
Cash in lieu of health benefits	16,500	18,070	17,070	-	1,000
Equipment	-	27,455	13,961	-	13,494
Vehicles	50,000	30,005	30,005	-	-
Contracts	131,100	125,290	26,985	-	98,305
Gasoline	26,500	16,258	12,870	-	3,388
Repair equipment	395	395	-	-	395
Repair vehicle	2,000	2,000	-	-	2,000
Copier supplies	450	450	171	-	279
Printing and stationery	10,800	10,800	9,366	-	1,434
Publications	4,950	4,950	1,252	-	3,698
Travel, dues and related	3,485	7,985	6,262	-	1,723
Other	6,150	6,150	4,836	-	1,314
Legal notices	9,700	11,200	10,940	-	260
Small equipment (non-capital)	500	1,100	932	-	168
Office supplies	5,500	6,600	6,589	-	11
Supplies - other	370	870	719	-	151
Safety equipment	1,400	1,400	1,396	-	4
Schools and training	870	2,820	2,060	-	760
Telephone - wireless	5,300	5,300	4,480	-	820
Landfill charges	360,400	360,400	293,296	-	67,104
Copier leases	13,380	13,380	9,936	-	3,444
Consultants	-	114,500	58,943	38,824	16,733
Total home and community services	3,571,526	3,720,314	3,382,724	38,824	298,766
Employee benefits:					
Employee retirement - active	535,520	569,624	569,616	-	8
FICA tax expenditure	263,100	272,728	256,424	-	16,304
MTA tax	11,855	12,305	11,456	-	849
Worker's compensation	60,410	60,378	54,533	-	5,845
Medical insurance - active employees	741,182	711,935	660,325	-	51,610
Health insurance - retirees	293,000	293,000	232,799	-	60,201
Medicare part B - retirees	57,000	57,000	29,666	-	27,334
Dental and optical	67,773	65,344	57,331	-	8,013
NYS unemployment insurance	10,000	4,900	-	-	4,900
Disability	2,678	2,666	1,221	-	1,445
Total employee benefits	2,042,518	2,049,880	1,873,371	-	176,509

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - TOWN OUTSIDE VILLAGE FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
Debt service:					
Principal	$ 112,815	$ 112,815	$ 112,815	$ -	$ -
Interest	8,226	8,226	8,227	-	(1)
Total debt service	121,041	121,041	121,042	-	(1)
Total expenditures	6,366,586	6,557,565	5,990,604	38,824	528,137
Excess (deficiency) of revenues over (under) expenditures	(432,526)	(517,569)	623,317	$ (38,824)	1,102,062
OTHER FINANCING SOURCES (USES)					
Premium on obligations	-	-	1,583		1,583
Interfund transfer in	-	5,000	5,000		-
Interfund transfer out	(10,000)	(150,000)	(150,000)		-
Appropriated fund balance	442,526	662,569	-		(662,569)
Total other financing sources (uses)	432,526	517,569	(143,417)		(660,986)
Change in fund balance	-	-	479,900		$ 441,076
Fund balance, beginning of year	2,964,176	2,964,176	2,964,176		
Fund balance, end of year	$ 2,964,176	$ 2,964,176	$ 3,444,076		

REQUIRED
SUPPLEMENTARY
INFORMATION

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - HIGHWAY FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
REVENUES					
Real property taxes	$ 11,569,402	$ 11,569,402	$ 11,569,402		$ -
Other real property tax items:					
Other payments in lieu of taxes	46,000	46,000	50,483		4,483
Interest and penalties - real property taxes	25,000	25,000	28,159		3,159
Total other real property tax items	71,000	71,000	78,642		7,642
Departmental income:					
Engineering fees	14,000	14,000	15,200		1,200
Total departmental income	14,000	14,000	15,200		1,200
Intergovernmental charges:					
Intergovernmental revenue	688,156	688,156	688,156		-
Revenue from other governments	-	6,500	19,526		13,026
Total intergovernmental charges	688,156	694,656	707,682		13,026
Use of money and property:					
Interest and earnings	15,000	17,553	30,708		13,155
Total use of money and property	15,000	17,553	30,708		13,155
Licenses and permits:					
Licences and permits	-	-	2,553		2,553
Total licenses and permits	-	-	2,553		2,553
Sale of property and compensation for loss:					
Insurance recoveries	-	3,800	15,450		11,650
Total sale of property and compensation for loss	-	3,800	15,450		11,650
Miscellaneous local sources:					
Miscellaneous tax receipts	-	22,177	36,108		13,931
Miscellaneous	23,000	36,700	37,272		572
Total miscellaneous local sources	23,000	58,877	73,380		14,503
State aid:					
Consolidated highway aid	842,159	963,775	1,200,447		236,672
State aid - emergency disaster	-	-	68,726		68,726
Total state aid	842,159	963,775	1,269,173		305,398
Federal aid:					
Federal grants - FEMA	-	125,000	-		(125,000)
Total federal aid	-	125,000	-		(125,000)
Total revenues	13,222,717	13,518,063	13,762,190		244,127

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - HIGHWAY FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
EXPENDITURES					
Transportation:					
Salaries	$ 3,204,678	$ 3,079,496	$ 3,079,490	$ -	$ 6
Overtime	202,000	458,000	453,344	-	4,656
Severance pay	-	17,387	17,296	-	91
Accumulated sick/personal days	17,274	7,059	6,927	-	132
Part time salaries	-	4,030	2,760	-	1,270
Longevity	195,893	196,508	184,148	-	12,360
Cash in lieu of health benefits	17,500	17,300	17,292	-	8
Equipment	100,000	235,000	99,927	135,000	73
Road reconstruction	842,159	963,775	963,775	-	-
Road improvements	-	44,064	14,860	-	29,204
Contracts - other	200,000	304,000	301,407	-	2,593
Gasoline	70,000	76,500	45,562	-	30,938
Recharge Basin	25,000	-	-	-	-
Electric	40,000	41,675	41,188	-	487
Fuel oil	65,000	65,000	40,553	-	24,447
Repair equipment	206,000	348,170	336,003	-	12,167
Repair building	51,000	56,416	52,254	-	4,162
Postage	1,300	1,503	1,481	-	22
Publications	3,300	2,800	1,772	-	1,028
Rentals	31,500	31,540	21,559	-	9,981
Telephone	4,700	4,700	4,378	-	322
Uniforms	6,750	4,200	3,751	-	449
Other	22,000	12,880	12,015	-	865
Legal notices	3,500	4,000	3,938	-	62
Small equipment (non-capital)	4,500	12,155	10,359	-	1,796
Office supplies	2,200	2,236	2,226	-	10
Supplies - other	45,000	57,256	54,361	-	2,895
Tree and stump removal	75,000	75,000	74,110	-	890
Safety equipment	20,000	20,776	20,193	-	583
Hardware	45,000	45,000	42,066	-	2,934
Diesel fuel	232,000	226,770	161,811	-	64,959
Mileage reimbursement	2,400	3,900	3,714	-	186
Sand	75,000	113,730	113,728	-	2
Salt	200,000	396,000	395,164	-	836
Chemicals	-	6,106	6,106	-	-
Road repairs	100,000	99,471	84,298	-	15,173
Schools and training	2,500	2,900	2,891	-	9
Telephone - wireless	4,700	4,700	3,756	-	944
Townwide line striping	150,000	156,741	156,738	-	3
Copier leases	4,200	4,200	2,671	-	1,529
Tires	25,000	44,600	41,368	-	3,232
Lube oil	20,000	21,980	21,980	-	-
Total transportation	6,317,054	7,269,524	6,903,220	135,000	231,304

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - HIGHWAY FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
Employee benefits:					
Employee retirement - active	$ 566,833	$ 606,047	$ 606,047	$ -	$ -
FICA tax expenditure	278,273	290,064	283,444	-	6,620
MTA tax	12,400	13,090	12,600	-	490
Worker's compensation	712,926	651,005	643,575	-	7,430
Medical insurance - active employees	841,960	845,107	843,002	-	2,105
Health insurance - retirees	551,900	512,685	492,873	-	19,812
Medicare part B - retirees	91,000	91,000	67,435	-	23,565
Dental and optical	66,960	68,708	67,614	-	1,094
NYS unemployment insurance	11,000	11,000	690	-	10,310
Disability	1,699	1,699	125	-	1,574
Total employee benefits	3,134,951	3,090,405	3,017,405	-	73,000
Debt service:					
Principal	3,120,899	3,120,899	3,120,899	-	-
Interest	820,556	820,556	804,645	-	15,911
Total debt service	3,941,455	3,941,455	3,925,544	-	15,911
Total expenditures	13,393,460	14,301,384	13,846,169	135,000	320,215
Excess (deficiency) of revenues over (under) expenditures	(170,743)	(783,321)	(83,979)	$ (135,000)	564,342
OTHER FINANCING SOURCES (USES)					
Premium on obligations	-	-	32,572		32,572
Interfund transfer in	-	371,834	872,000		500,166
Interfund transfer out	(390,000)	(412,177)	(412,177)		-
Appropriated fund balance	560,743	823,664	-		(823,664)
Total other financing sources (uses)	170,743	783,321	492,395		(290,926)
Change in fund balance	-	-	408,416		$ 273,416
Fund balance, beginning of year	2,169,431	2,169,431	2,169,431		
Fund balance, end of year	$ 2,169,431	$ 2,169,431	$ 2,577,847		

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - PUBLIC SAFETY COMMUNICATIONS FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
REVENUES					
Real property taxes	$ 2,140,751	$ 2,140,751	$ 2,140,751		$ -
Other real property tax items:					
Other payments in lieu of taxes	7,000	7,000	7,734		734
Interest and penalties - real property taxes	5,000	5,000	5,632		632
Total other real property tax items	12,000	12,000	13,366		1,366
Departmental income:					
Rentals	100,000	100,000	136,138		36,138
Total departmental income	100,000	100,000	136,138		36,138
Use of money and property:					
Interest and earnings	3,000	3,000	7,795		4,795
Total use of money and property	3,000	3,000	7,795		4,795
Miscellaneous local sources:					
Insurance recoveries	-	-	20		20
Total miscellaneous local sources	-	-	20		20
State aid:					
State aid - other public safety	100,000	100,000	143,515		43,515
Total state aid	100,000	100,000	143,515		43,515
Total revenues	2,355,751	2,355,751	2,441,585		85,834
EXPENDITURES					
Public safety:					
Salaries	1,221,929	1,167,538	1,166,124	$ -	1,414
Overtime	50,964	95,964	89,522	-	6,442
Holiday	11,025	12,025	11,749	-	276
Pay differential - shift	55,503	54,503	47,563	-	6,940
Longevity	64,139	64,139	58,049	-	6,090
Cash in lieu of health benefits	9,000	9,000	7,000	-	2,000
Uniform cleaning allowance	6,300	6,300	5,700	-	600
Contracts	173,321	174,154	126,180	-	47,974
Electric	7,203	7,203	5,505	-	1,698
Repair equipment	8,200	1,846	315	-	1,531
Rentals	111,044	111,044	103,044	-	8,000
Telephone	1,000	1,000	717	-	283
Uniforms	8,000	8,000	4,513	-	3,487
Small equipment (non-capital)	900	5,754	5,382	-	372
Office supplies	300	300	160	-	140
Schools and training	7,000	7,000	3,313	-	3,687
Contracts - copier lease	5,880	5,880	4,998	-	882
Unallocated - severance	-	4,485	4,469	-	16
Total public safety	1,741,708	1,736,135	1,644,303	-	91,832

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - PUBLIC SAFETY COMMUNICATIONS FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	**Revised Budget**	**Actual**	**Year-end Encumbrances**	**Variance**
Employee benefits:					
Employee retirement - active	$ 234,112	$ 249,018	$ 249,018	$ -	$ -
FICA tax expenditure	108,542	108,542	104,339	-	4,203
MTA tax	4,824	4,824	4,637	-	187
Worker's compensation	4,888	4,888	4,412	-	476
Medical insurance - active employees	283,068	273,068	268,267	-	4,801
Dental and optical	27,392	27,392	22,238	-	5,154
Disability	605	605	10	-	595
Health insurance - retirees	75,000	75,000	49,427	-	25,573
Medicare part B - retirees	19,000	19,000	5,350	-	13,650
Total employee benefits	757,431	762,337	707,698	-	54,639
Debt service:					
Principal	5,000	5,000	5,000	-	-
Interest	1,200	1,200	1,200	-	-
Total debt service	6,200	6,200	6,200	-	-
Total expenditures	2,505,339	2,504,672	2,358,201	-	146,471
Excess (deficiency) of revenues over (under) expenditures	(149,588)	(148,921)	83,384	$ -	232,305
OTHER FINANCING SOURCES					
Interfund transfer in	149,588	148,921	148,921		-
Total other financing sources	149,588	148,921	148,921		-
Change in fund balance	-	-	232,305		$ 232,305
Fund balance, beginning of year	579,930	579,930	579,930		
Fund balance, end of year	$ 579,930	$ 579,930	$ 812,235		

TOWN OF SOUTHAMPTON
SCHEDULE OF EMPLOYER CONTRIBUTIONS - SERVICE AWARD PROGRAM
DECEMBER 31, 2015

Westhampton War Memorial Ambulance Corporation:

Year Ended Dec. 31	Annual Required Contribution	Actual Contribution	Percentage Contributed
2015	$ 55,444	64,000	115.43%
2014	53,011	69,000	130.16%
2013	63,616	63,616	100.00%

Flanders Northampton Volunteer Ambulance Corporation:

Year Ended Dec. 31	Annual Required Contribution	Actual Contribution	Percentage Contributed
2015	$ 57,984	$ 68,000	117.27%
2014	57,761	73,000	126.38%
2013	56,932	56,932	100.00%

Hampton Bays Volunteer Ambulance Corporation:

Year Ended Dec. 31	Annual Required Contribution	Actual Contribution	Percentage Contributed
2015	$ 40,092	$ 40,253	100.40%
2014	43,368	70,000	161.41%
2013	63,246	63,246	100.00%

Southampton Volunteer Ambulance Corporation:

Year Ended Dec. 31	Annual Required Contribution	Actual Contribution	Percentage Contributed
2015	$ 32,100	$ 41,000	127.73%
2014	32,052	49,000	152.88%
2013	43,028	43,028	100.00%

TOWN OF SOUTHAMPTON
SCHEDULE OF FUNDING PROGRESS - SERVICE AWARD PROGRAM
DECEMBER 31, 2015

Westhampton War Memorial Ambulance Corporation:

Actuarial Valuation Date Dec. 31	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded (Overfunded) Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll [(b-a)/c]
2014	$ 651,840	$ 724,790	$ 72,950	89.94%	N/A*	N/A*
2013	571,391	646,636	75,245	88.36%	N/A*	N/A*
2012	474,227	600,807	126,580	78.93%	N/A*	N/A*

Flanders Northampton Volunteer Ambulance Corporation:

Actuarial Valuation Date Dec. 31	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded (Overfunded) Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll [(b-a)/c]
2014	$ 738,234	$ 703,773	$ (34,461)	104.90%	N/A*	N/A*
2013	634,500	622,327	(12,173)	101.96%	N/A*	N/A*
2012	495,444	536,142	40,698	92.41%	N/A*	N/A*

Hampton Bays Volunteer Ambulance Corporation:

Actuarial Valuation Date Dec. 31	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded (Overfunded) Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll [(b-a)/c]
2014	$ 742,697	$ 617,613	$ (125,084)	120.25%	N/A*	N/A*
2013	671,783	574,142	(97,641)	117.01%	N/A*	N/A*
2012	520,178	499,802	(20,376)	104.08%	N/A*	N/A*

Southampton Volunteer Ambulance Corporation:

Actuarial Valuation Date Dec. 31	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded (Overfunded) Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll [(b-a)/c]
2014	$ 614,486	$ 538,860	$ (75,626)	114.03%	N/A*	N/A*
2013	535,696	475,081	(60,615)	112.76%	N/A*	N/A*
2012	417,354	418,773	1,419	99.66%	N/A*	N/A*

* There is no covered payroll due to the fact that this is a volunteer ambulance corporation. Benefits are determined based off service credits earned. The amount of the monthly retirement income payable to a volunteer ambulance worker eligible for normal retirement benefits is equal to $20 multiplied by the total years of service, which is not to exceed 40 years.

Note: Prior to 2007 all plans were defined contribution plans.

TOWN OF SOUTHAMPTON
SCHEDULE OF FUNDING PROGRESS FOR RETIREE HEALTH PLAN
FOR THE YEAR ENDED DECEMBER 31, 2015

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
01/01/14	$ -	$ 147,335,207	$ 147,335,207	0%	$ 38,943,443	378.33%
01/01/12	-	148,511,000	148,511,000	0%	37,953,261	391.30%
01/01/11	-	149,490,000	149,490,000	0%	37,513,001	398.50%

TOWN OF SOUTHAMPTON
SCHEDULE OF TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY - NYSERS
LAST TEN FISCAL YEARS*
(Dollar amounts in thousands)

	2015	2014	**2013	**2012	**2011	**2010	**2009	**2008	**2007	**2006
Town's proportionate share of the net pension liability	0.09762%	0.09762%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Town's proportionate share of the net pension liability	$ 3,298	$ 4,411	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Town's covered payroll	$ 25,436	$ 24,346	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Town's proportionate share of the net pension liability as a percentage of covered payroll	12.96%	18.12%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	97.95%	97.15%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

* The amounts presented for each fiscal year were determined (bi-annually) as of March 31st.

Not Available = N/A

****Note to Required Supplementary Information**

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

TOWN OF SOUTHAMPTON
SCHEDULE OF TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY - NYSPFRS
LAST TEN FISCAL YEARS*
(Dollar amounts in thousands)

	2015	2014	**2013	**2012	**2011	**2010	**2009	**2008	**2007	**2006
Town's proportionate share of the net pension liability	0.41533%	0.41533%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Town's proportionate share of the net pension liability	$ 1,143	$ 1,729	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Town's covered payroll	$ 12,692	$ 12,371	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Town's proportionate share of the net pension liability as a percentage of covered payroll	9.01%	13.98%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	99.03%	98.48%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

* The amounts presented for each fiscal year were determined (bi-annually) as of March 31st.

Not Available = N/A

****Note to Required Supplementary Information**

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

TOWN OF SOUTHAMPTON
SCHEDULE OF TOWN PENSION CONTRIBUTIONS - NYSERS
LAST TEN FISCAL YEARS*
(Dollar amounts in thousands)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Contractually required contribution	$ 4,285,670	$ 4,683,082	$ 4,765,453	$ 4,519,439	$ 3,489,546	$ 2,650,410	$ 1,872,489	$ 2,049,204	$ 2,041,831	$ 2,113,533
Contributions in relation to the contractually required contribution	4,285,670	4,683,082	6,138,921	4,449,690	2,692,108	2,485,758	1,872,489	2,049,204	2,041,831	2,113,533
Contribution deficiency (excess)	$ -	$ -	$ (1,373,468)	$ 69,749	$ 797,438	$ 164,652	$ -	$ -	$ -	$ -
Town's covered-employee payroll	$ 25,436,049	$ 24,346,118	$ 23,442,704	$ 22,741,318	$ 23,457,759	$ 23,611,163	$ 24,716,060	$ 24,330,075	$ 22,858,341	$ 20,964,720
Contributions as a percentage of covered-employee payroll	16.85%	19.24%	26.19%	19.57%	11.48%	10.53%	7.58%	8.42%	8.93%	10.08%

* The amounts presented for each fiscal year were determined (bi-annually) as of March 31.

TOWN OF SOUTHAMPTON
SCHEDULE OF TOWN PENSION CONTRIBUTIONS - NYSPFRS
LAST TEN FISCAL YEARS*
(Dollar amounts in thousands)

	2015	2014	2013	2012	2011	2010	**2009	2008	2007	2006
Contractually required contribution	$ 3,151,539	$ 3,499,468	$ 3,283,356	$ 2,842,994	$ 2,541,060	$ 1,760,075	$ 1,783,054	$ 1,654,117	$ 1,733,315	$ 1,983,260
Contributions in relation to the contractually required contribution	3,151,539	3,499,468	3,818,036	2,679,736	2,104,844	1,760,075	1,783,054	1,654,117	1,733,315	1,983,260
Contribution deficiency (excess)	$ -	$ -	$ (534,680)	$ 163,258	$ 436,216	$ -	$ -	$ -	$ -	$ -
Town's covered-employee payroll	$ 12,692,066	$ 12,370,922	$ 11,742,650	$ 11,653,522	$ 12,254,205	$ 11,652,175	$ 11,337,244	$ 10,913,218	$ 10,600,966	$ 10,265,008
Contributions as a percentage of covered-employee payroll	24.83%	28.29%	32.51%	23.00%	17.18%	15.11%	15.73%	15.16%	16.35%	19.32%

* The amounts presented for each fiscal year were determined (bi-annually) as of March 31.

OTHER SUPPLEMENTARY INFORMATION

TOWN OF SOUTHAMPTON
SCHEDULE OF OPEN PROJECTS - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

				Expenditures				Methods of Financing					
									Current Year				
Project Number	Project Title	Original Appropriation	Revised Appropriation	Prior Years	Current Year	Total	Unexpended Balance	Prior Years	Proceeds of Obligations	State Aid	Local Sources	Total	Fund Balance December 31, 2015
9947	Unallocated	$ 6,145	$ 60,948	$ 6,130	$ 4,979	$ 11,109	$ 71,054	$ 27,360	$ -	$ -	$ 54,803	$ 82,163	$ 71,054
C110	Nathaniel Rodgers House	850,000	6,485,910	2,366,794	186,669	2,553,463	3,932,447	4,829,032	-	70,000	1,586,878	6,485,910	3,932,447
C115	Town Hall Facilities	40,000	40,000	40,000	-	40,000	-	40,000	-	-	-	40,000	-
C118	Beach Nourishment	100,000	100,000	62,946	-	62,946	37,054	100,000	-	-	-	100,000	37,054
C120	Public Safety Phase II	420,729	315,081	264,688	45,133	309,821	5,260	310,581	-	-	4,500	315,081	5,260
C123	Solid Waste Management	100,000	100,000	79,684	9,799	89,483	10,517	100,000	-	-	-	100,000	10,517
C134	NS Landfill Post Closure	350,000	350,000	100,306	26,969	127,275	222,725	350,000	-	-	-	350,000	222,725
C144	Local Waterfront Revenue	209,652	325,477	229,704	-	229,704	95,773	325,477	-	-	-	325,477	95,773
C152	Records Management Microfilming	221,433	161,280	161,280	-	161,280	-	161,280	-	-	-	161,280	-
C201	Reeves Bay	200,000	200,000	-	-	-	200,000	200,000	-	-	-	200,000	200,000
C205	Bridge Maintenance	97,050	97,050	64,325	-	64,325	32,725	97,050	-	-	-	97,050	32,725
C206	Code Enforcement Mobile Equipment	8,945	8,945	8,945	-	8,945	-	8,945	-	-	-	8,945	-
C215	Town Facilities Renovation	206,844	427,094	391,179	35,915	427,094	-	427,094	-	-	-	427,094	-
C218	Sebonac Bulkhead	136,000	136,900	117,035	-	117,035	19,865	136,900	-	-	-	136,900	19,865
C220	Roadway Improvements	174,546	3,680,639	3,680,639	-	3,680,639	-	3,680,639	-	-	-	3,680,639	-
C221	Network Infrastructure	5,980	373,390	373,390	-	373,390	-	373,390	-	-	-	373,390	-
C223	Arc GIS Image Service	8,686	68,264	68,264	-	68,264	-	68,264	-	-	-	68,264	-
C225	Park Improvements	234,200	348,127	348,127	-	348,127	-	348,127	-	-	-	348,127	-
C231	Bus Shelter	217,024	217,694	197,293	20,401	217,694	-	217,024	-	-	670	217,694	-
C232	Information Technology Security	200,000	155,704	155,704	-	155,704	-	155,704	-	-	-	155,704	-
C233	Dredging Park Facilities	46,499	121,499	93,200	-	93,200	28,299	121,499	-	-	-	121,499	28,299
C240	Water Main Extension	1,365,000	2,465,000	2,465,000	-	2,465,000	-	2,465,000	-	-	-	2,465,000	-
C242	Time and Attendance	38,000	176,847	98,965	67,925	166,890	9,957	121,000	-	-	55,847	176,847	9,957
C305	Animal Shelter HVAC	60,000	313,140	39,465	404,210	443,675	(130,535)	63,140	250,000	-	-	313,140	(130,535)
C307	Town Hall Heating	112,000	112,000	112,000	-	112,000	-	112,000	-	-	-	112,000	-
C313	NS Park Restrooms	50,123	75,781	28,193	-	28,193	47,588	75,781	-	-	-	75,781	47,588
C316	ICAD	200,000	500,000	55,619	384,500	440,119	59,881	400,000	100,000	-	-	500,000	59,881
C321	Elevation of Dune Road	100,000	1,050,000	75,000	975,000	1,050,000	-	1,050,000	-	-	-	1,050,000	-
C327	AA Museum	341,000	463,725	-	-	-	463,725	463,725	-	-	-	463,725	463,725
C328	Blue Barn	170,000	170,000	-	-	-	170,000	170,000	-	-	-	170,000	170,000
C401	Shuttle Busses	101,596	101,596	101,596	-	101,596	-	101,596	-	-	-	101,596	-
C402	Lyzon Hat Shop	62,650	616,378	12,018	59,743	71,761	544,617	487,528	-	-	128,850	616,378	544,617
C404	Improvement of Unimproved Roads	150,000	150,000	-	53,941	53,941	96,059	150,000	-	-	-	150,000	96,059
C405	Virtual Desk Top	85,000	85,000	85,000	-	85,000	-	85,000	-	-	-	85,000	-
C411	Victorian Barn at Big Duck	217,000	224,125	224,125	-	224,125	-	224,125	-	-	-	224,125	-
C412	Code Services Software	77,500	82,500	82,500	-	82,500	-	82,500	-	-	-	82,500	-
C413	Town Facilities Improvements	300,000	300,000	110,609	19,076	129,685	170,315	300,000	-	-	-	300,000	170,315
C500	Board Room Technology	33,000	37,500	6,027	31,473	37,500	-	33,000	-	-	4,500	37,500	-
C501	Email Solution	70,000	70,000	-	42,037	42,037	27,963	70,000	-	-	-	70,000	27,963
C502	Jackson Avenue Security System	118,271	120,771	82,216	38,555	120,771	-	118,271	-	-	2,500	120,771	-
C503	Licensing	10,000	10,000	3,281	-	3,281	6,719	10,000	-	-	-	10,000	6,719
C504	Technology Improvements	13,770	42,052	27,309	14,743	42,052	-	42,052	-	-	-	42,052	-
C505	Virtual Env. Update	60,000	65,116	30,176	34,940	65,116	-	60,000	-	-	5,116	65,116	-
C506	Riverside Rev. Action Plan	68,969	68,969	68,560	-	68,560	-	68,560	-	-	-	68,560	-
C507	Beach Facility Upgrade	155,564	155,564	-	-	-	5,564	5,564	-	-	-	5,564	5,564
C508	Parks Heavy Equipment	2,674	162,457	162,457	-	162,457	-	162,457	-	-	-	162,457	-
C509	Shinnecock Dock Repair	75,000	75,000	-	-	-	75,000	75,000	-	-	-	75,000	75,000
C510	Highway Equipment	1,364	1,211,364	770,817	-	770,817	440,000	770,817	440,000	-	-	1,210,817	440,000
C511	Highway Salt Barn Improvements	17,107	217,107	4,965	313,656	318,621	(101,514)	217,107	-	-	-	217,107	(101,514)
C512	Town-wide Bulkhead Improvements	34,093	84,093	34,093	-	34,093	-	34,093	-	-	-	34,093	-
C513	Town-wide Drainage Improvements	30,169	205,169	155,027	-	155,027	-	155,027	-	-	-	155,027	-
C514	Town-wide Road Improvements	356,977	1,256,977	1,232,554	-	1,232,554	-	1,232,554	-	-	-	1,232,554	-
C515	Town-side Sidewalks	1,021	101,021	100,758	-	100,758	-	100,758	-	-	-	100,758	-
C516	Fleet Management Software	40,000	40,000	-	40,000	40,000	-	40,000	-	-	-	40,000	-
C517	Waste Management Equipment	224,454	224,454	-	-	-	-	-	-	-	-	-	-
C518	PD Heavy Trucks	16,111	91,111	91,111	-	91,111	-	91,111	-	-	-	91,111	-
C519	Bay Constable Patrol Boat	175,000	306,500	174,209	129,934	304,143	2,357	175,000	130,000	-	1,500	306,500	2,357
C520	Canoe Place Chapel Rest.	296,689	296,689	2,800	67,640	70,440	226,249	296,689	-	-	-	296,689	226,249
C522	Good Ground Park	258,000	583,005	141,847	94,882	236,729	270,790	182,514	-	75,005	250,000	507,519	270,790
C523	Riverside Pedestrian Bridge	85,875	85,875	82,721	3,155	85,876	(85,876)	-	-	-	-	-	(85,876)
C524	Tiana Lifesaving Station	20,000	584,601	10,800	128,250	139,050	445,551	20,000	-	-	564,601	584,601	445,551
C525	Tiana Beach Levee	81,787	81,787	-	769,689	769,689	(687,902)	-	-	-	81,787	81,787	(687,902)
C600	Town-wide Emergency Equipment	50,000	50,000	-	-	-	50,000	-	50,000	-	-	50,000	50,000
C601	Network Infrastructure	50,000	50,000	-	24,787	24,787	25,213	-	50,000	-	-	50,000	25,213
C602	Phone System	20,000	20,000	-	-	-	20,000	-	20,000	-	-	20,000	20,000
C603	Remote Data Storage	26,000	26,000	-	7,128	7,128	18,872	-	26,000	-	-	26,000	18,872
C604	Server Room Power	40,000	40,000	-	-	-	40,000	-	40,000	-	-	40,000	40,000
C605	Storage Area Network	55,000	55,000	-	-	-	55,000	-	55,000	-	-	55,000	55,000
C606	Brownfield Area	59,225	59,225	-	201,711	201,711	(142,486)	-	-	59,225	-	59,225	(142,486)
C608	Park Improvements	310,000	310,000	-	334,131	334,131	(24,131)	-	310,000	-	-	310,000	(24,131)
C609	Heavy Trucks	277,500	277,500	-	151,113	151,113	126,387	-	277,500	-	-	277,500	126,387
C610	Highway Equipment	547	372,724	-	372,724	372,724	-	547	350,000	-	22,177	372,724	-
C611	Town-wide Bulkhead Improvements	84,093	186,256	-	8,586	8,586	177,670	84,093	50,000	-	52,163	186,256	177,670
C612	Town-wide Drainage Improvements	50,142	188,520	-	188,520	188,520	-	50,142	88,378	-	50,000	188,520	-
C613	Town-wide Road Improvements	24,433	2,093,529	-	2,093,529	2,093,529	-	24,433	1,129,096	-	940,000	2,093,529	-
C614	Town-wide Sidewalks	262	100,262	-	100,262	100,262	-	262	100,000	-	-	100,262	-
C615	Fueling Station Upgrade	300,000	300,000	-	-	-	300,000	-	300,000	-	-	300,000	300,000
C616	Jackson Avenue Campus Phase 1	260,000	260,000	-	47,446	47,446	212,554	-	260,000	-	-	260,000	212,554
C617	Ponquogue Bridge	-	-	-	41,500	41,500	(41,500)	-	-	-		-	(41,500)
C618	Heavy Trucks	150,000	150,000	-	28,688	28,688	121,312	-	150,000	-	-	150,000	121,312
C619	Town Hall Assessment	128,723	343,723	-	11,500	11,500	332,223	128,723	215,000	-	-	343,723	332,223
C620	Town Facilities Improvements	100,000	100,000	-	-	-	100,000	-	100,000	-	-	100,000	100,000
C621	Tupper Boat House	-	-	-	838	838	(838)	-	-	-		-	(838)
C622	Communication Upgrade	200,000	200,000	-	-	-	200,000	-	200,000	-	-	200,000	200,000
C623	Well Plain #2	100,000	100,000	-	82,875	82,875	17,125	-	-	-	100,000	100,000	17,125
C624	Bridgehampton Crosswalk	-	-	-	87,938	87,938	(87,938)	-	-	-	-	-	(87,938)
C625	Montauk Highway HB Paving	-	-	-	600,000	600,000	(600,000)	-	-	-	-	-	(600,000)
C707	Town-wide Drainage Improvements	111,622	111,622	-	-	-	111,622	-	111,622	-	-	111,622	111,622
C709	Town-wide Road Improvements	70,904	70,904	-	-	-	70,904	-	70,904	-	-	70,904	70,904
C804	Stormwater Management Plan	225,000	1,288,427	801,762	6,730	808,492	479,935	1,288,427	-	-	-	1,288,427	479,935
C829	Bridge Lane Bridge	582,750	662,750	162,583	500,167	662,750	-	582,750	-	-	80,000	662,750	-
C900	Capital Project Management	275,444	303,155	277,555	25,600	303,155	-	298,177	-	-	4,978	303,155	-
C909	Compensation Plan Implementation	250,000	375,000	375,000	-	375,000	-	375,000	-	-	-	375,000	-
	Totals	$ 13,311,142	$ 34,931,873	$ 17,098,351	$ 8,918,987	$ 26,017,338	$ 8,274,151	$ 25,222,889	$ 4,873,500	$ 204,230	$ 3,990,870	$ 34,291,489	$ 8,274,151

TOWN OF SOUTHAMPTON
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2015

	SPECIAL REVENUE FUNDS									
			SPECIAL DISTRICTS FUNDS							
	Special Grant Fund	Special Fund	Fire Protection Districts	Lighting Districts	Public Parking Districts	Water Districts	Ambulance Districts	Coastal Erosion Districts	Parks Districts	Total Non-Major Governmental Funds
ASSETS										
Cash and cash equivalents	$ -	$ -	$ 259,593	$ 690,946	$ 180,413	$ 1,002,009	$ 738,315	$ 1,531,848	$ 615,517	$ 5,018,641
Restricted cash	176,371	5,054,158	-	-	62,370	1,096,759	-	-	-	6,389,658
Accounts receivable, net	257,944	9,601	-	-	6,475	872,137	-	-	-	1,146,157
Prepaid items	-	-	-	7,410	-	59,736	-	-	-	67,146
Total assets	$ 434,315	$ 5,063,759	$ 259,593	$ 698,356	$ 249,258	$ 3,030,641	$ 738,315	$ 1,531,848	$ 615,517	$ 12,621,602
LIABILITIES										
Accounts payable	$ 69,168	$ 24,575	$ 22,379	$ 24,461	$ 2,702	$ 28,394	$ -	$ 46,507	$ 10,910	$ 229,096
Accrued liabilities	35,770	219,001	-	-	-	9,606	-	-	-	264,377
Due to fiduciary funds	-	115,011	-	138	-	500	-	-	-	115,649
Total liabilities	104,938	358,587	22,379	24,599	2,702	38,500	-	46,507	10,910	609,122
DEFERRED INFLOWS OF RESOURCES										
Property taxes	-	238	115,208	71,879	13,577	169,240	409,606	328,073	70,785	1,178,606
Unavailable grant revenues	231,554	-	-	-	-	-	-	-	-	231,554
Total deferred inflows of resources	231,554	238	115,208	71,879	13,577	169,240	409,606	328,073	70,785	1,410,160
FUND BALANCE										
Fund balance:										
Nonspendable	-	-	-	7,410	-	59,736	-	-	-	67,146
Restricted	97,823	4,704,934	-	-	-	1,096,759	-	-	-	5,899,516
Assigned	-	-	122,006	594,468	232,979	1,666,406	328,709	1,157,268	533,822	4,635,658
Total fund balance	97,823	4,704,934	122,006	601,878	232,979	2,822,901	328,709	1,157,268	533,822	10,602,320
Total liabilities, deferred inflows of resources and fund balance	$ 434,315	$ 5,063,759	$ 259,593	$ 698,356	$ 249,258	$ 3,030,641	$ 738,315	$ 1,531,848	$ 615,517	$ 12,621,602

TOWN OF SOUTHAMPTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	SPECIAL REVENUE FUNDS									
			SPECIAL DISTRICTS FUNDS							
	Special Grant Fund	Special Fund	Fire Protection Districts	Lighting Districts	Public Parking Districts	Water Districts	Ambulance Districts	Coastal Erosion Districts	Parks Districts	Total Non-Major Governmental Funds
REVENUES										
Real property taxes	$ -	$ 20,000	$ 849,215	$ 571,456	$ 120,699	$ 1,126,007	$ 3,142,029	$ 2,488,477	$ 537,441	$ 8,855,324
Other real property tax items	-	-	5,781	2,047	190	28,976	96,380	-	1,111	134,485
Departmental income	-	-	-	-	-	2,457,809	-	-	-	2,457,809
Use of money and property	59	22,572	1,161	3,409	1,097	319,925	4,947	11,722	3,272	368,164
Sale of property and compensation for loss	-	-	-	-	14,816	-	-	-	-	14,816
Miscellaneous local sources	3,850	746,079	-	-	-	13,527	-	-	-	763,456
State aid	-	5,000	-	-	-	-	-	-	-	5,000
Federal aid	3,943,995	-	-	-	-	2,925	-	-	-	3,946,920
Total revenues	3,947,904	793,651	856,157	576,912	136,802	3,949,169	3,243,356	2,500,199	541,824	16,545,974
EXPENDITURES										
General governmental support	-	143,806	-	-	-	-	-	-	-	143,806
Public safety	-	-	832,112	-	-	-	-	-	-	832,112
Health	-	-	-	-	-	-	2,989,335	-	-	2,989,335
Transportation	-	-	-	378,351	104,314	-	-	-	-	482,665
Economic assistance and opportunity	-	580,217	-	-	-	-	-	-	-	580,217
Culture and recreation	-	241,378	-	-	-	-	-	-	387,371	628,749
Home and community services	3,906,198	39,306	-	-	-	2,285,895	-	118,308	-	6,349,707
Employee benefits	-	845	-	64,178	-	565,376	213,253	-	-	843,652
Debt service -										
Principal	-	-	15,000	47,862	20,221	569,201	17,800	2,000,000	67,456	2,737,540
Interest	-	-	675	9,364	2,047	192,324	4,558	582,750	20,088	811,806
Total expenditures	3,906,198	1,005,552	847,787	499,755	126,582	3,612,796	3,224,946	2,701,058	474,915	16,399,589
Excess (deficiency) of revenues over (under) expenditures	41,706	(211,901)	8,370	77,157	10,220	336,373	18,410	(200,859)	66,909	146,385
OTHER FINANCING SOURCES (USES)										
Interfund transfers in	-	252,750	-	-	-	-	-	-	-	252,750
Interfund transfers out	-	(711,110)	-	-	-	(100,000)	-	-	(38,500)	(849,610)
Total other financing sources (uses)	-	(458,360)	-	-	-	(100,000)	-	-	(38,500)	(596,860)
Change in fund balance	41,706	(670,261)	8,370	77,157	10,220	236,373	18,410	(200,859)	28,409	(450,475)
Fund balance, beginning of year	56,117	5,375,195	113,636	524,721	222,759	2,586,528	310,299	1,358,127	505,413	11,052,795
Fund balance, end of year	$ 97,823	$ 4,704,934	$ 122,006	$ 601,878	$ 232,979	$ 2,822,901	$ 328,709	$ 1,157,268	$ 533,822	$ 10,602,320

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - FIRE PROTECTION DISTRICTS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
REVENUES					
Real property taxes	$ 849,868	$ 849,868	$ 849,215		$ (653)
Other real property tax items:					
Other payments in lieu of taxes	5,500	5,500	5,781		281
Total other real property tax items	5,500	5,500	5,781		281
Use of money and property:					
Interest and earnings	600	600	1,161		561
Total use of money and property	600	600	1,161		561
Total revenues	855,968	855,968	856,157		189
EXPENDITURES					
Public safety:					
Contracts - other	789,527	789,527	787,574	$ -	1,953
Electric	50,766	50,766	44,538	-	6,228
Total public safety	840,293	840,293	832,112	-	8,181
Debt service:					
Principal	15,000	15,000	15,000	-	-
Interest	675	675	675	-	-
Total debt service	15,675	15,675	15,675	-	-
Total expenditures	855,968	855,968	847,787	$ -	8,181
Change in fund balance	-	-	8,370		$ 8,370
Fund balance, beginning of year	113,636	113,636	113,636		
Fund balance, end of year	$ 113,636	$ 113,636	$ 122,006		

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - LIGHTING DISTRICTS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
REVENUES					
Real property taxes	$ 571,456	$ 571,456	$ 571,456		$ -
Other real property tax items:					
Other payments in lieu of taxes	1,997	1,997	2,047		50
Total other real property tax items	1,997	1,997	2,047		50
Use of money and property:					
Interest and earnings	1,198	1,198	3,409		2,211
Total use of money and property	1,198	1,198	3,409		2,211
Total revenues	574,651	574,651	576,912		2,261
EXPENDITURES					
Public Safety:					
Contracts	35,000	35,000	-	$ -	35,000
Total public safety	35,000	35,000	-	-	35,000
Transportation:					
Salaries	112,000	113,018	113,013	-	5
Contracts	-	-	5,974	-	(5,974)
Longevity	4,011	4,042	4,038	-	4
Electric	263,736	262,701	225,711	-	36,990
Other	29,600	26,627	14,915	-	11,712
Small equipment (non-capital)	10,000	39,700	14,700	-	25,000
Total transportation	419,347	446,088	378,351	-	67,737
Employee benefits:					
Employee retirement	19,142	22,084	22,080	-	4
FICA tax expense	8,876	8,876	8,624	-	252
MTA tax expense	392	409	406	-	3
Worker's compensation	4,480	4,480	4,044	-	436
Medical insurance	27,132	27,132	26,574	-	558
Dental and optical	2,610	2,610	2,450	-	160
Disability	58	58	-	-	58
Total employee benefits	62,690	65,649	64,178	-	1,471
Debt service:					
Principal	47,862	47,862	47,862	-	-
Interest	9,752	9,752	9,364	-	388
Total debt service	57,614	57,614	57,226	-	388
Total expenditures	574,651	604,351	499,755	-	104,596
Excess (deficiency) of revenues over (under) expenditures	-	(29,700)	77,157	$ -	106,857
OTHER FINANCING SOURCES					
Appropriated fund balance	-	29,700	-		(29,700)
Total other financing sources	-	29,700	-		(29,700)
Change in fund balance	-	-	77,157		$ 77,157
Fund balance, beginning of year	472,450	472,450	524,721		
Fund balance, end of year	$ 472,450	$ 472,450	$ 601,878		

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - PUBLIC PARKING DISTRICTS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	**Revised Budget**	**Actual**	**Year-end Encumbrances**	**Variance**
REVENUES					
Real property taxes	$ 120,699	$ 120,699	$ 120,699		$ -
Other real property tax items:					
Other payments in lieu of taxes	-	-	190		190
Total other real property tax items	-	-	190		190
Use of money and property:					
Interest and earnings	525	525	1,097		572
Total use of money and property	525	525	1,097		572
Miscellaneous local sources:					
Sales, other	5,000	5,000	14,816		9,816
Total miscellaneous local sources	5,000	5,000	14,816		9,816
Total revenues	126,224	126,224	136,802		10,578
EXPENDITURES					
Transportation:					
P & R CB Water	16,450	12,736	12,040	$ -	696
Contracts	86,305	96,493	83,875	-	12,618
Landscaping	-	-	7,714	-	(7,714)
Electric	1,200	726	685	-	41
Total transportation	103,955	109,955	104,314	-	5,641
Debt service:					
Principal	20,221	20,221	20,221	-	-
Interest	2,048	2,048	2,047	-	1
Total debt service	22,269	22,269	22,268	-	1
Total expenditures	126,224	132,224	126,582	$ -	5,642
Excess (deficiency) of revenues over (under) expenditures	-	(6,000)	10,220		16,220
OTHER FINANCING SOURCES					
Appropriated fund balance	-	6,000	-		(6,000)
Total other financing sources	-	6,000	-		(6,000)
Change in fund balance	-	-	10,220		$ 10,220
Fund balance, beginning of year	222,759	222,759	222,759		
Fund balance, end of year	$ 222,759	$ 222,759	$ 232,979		

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - WATER DISTRICTS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts Original Budget	Budget Amounts Revised Budget	Actual	Year-end Encumbrances	Variance
REVENUES					
Real property taxes	$ 1,126,007	$ 1,126,007	$ 1,126,007		$ -
Other real property tax items:					
Other payments in lieu of taxes	20,655	20,655	24,471		3,816
Interest and penalties - real property taxes	4,000	4,000	4,505		505
Total other real property tax items	24,655	24,655	28,976		4,321
Departmental income:					
Metered water sales	2,085,000	2,085,000	2,457,809		372,809
Total departmental income	2,085,000	2,085,000	2,457,809		372,809
Use of money and property:					
Interest and earnings	3,000	3,000	8,310		5,310
Rentals	325,000	325,000	311,615		(13,385)
Total use of money and property	328,000	328,000	319,925		(8,075)
Miscellaneous local sources:					
Refunds of prior years	-	-	13,527		13,527
Total miscellaneous local sources	-	-	13,527		13,527
Federal aid:					
Federal grants - FEMA	-	-	2,925		2,925
Total federal aid	-	-	2,925		2,925
Total revenues	3,563,662	3,563,662	3,949,169		385,507
EXPENDITURES					
Home and community services:					
Salaries	776,887	780,665	780,665	$ -	-
Overtime	10,000	1,762	1,762	-	-
Accumulated sick/personal time	1,300	-	-	-	-
Part time salaries	34,478	38,908	31,893	-	7,015
Longevity	31,445	31,651	31,651	-	-
Cash in lieu of health benefits	2,500	2,500	2,500	-	-
Contracts	517,563	503,719	472,353	-	31,366
Postage	15,200	15,800	14,410	-	1,390
Publicity and public notices	295	45	45	-	-
Gasoline	-	13,000	8,325	-	4,675
Office supplies	1,090	1,072	1,072	-	-
Meter settings	45,000	45,000	36,852	-	8,148
Electric	273,000	273,000	257,674	-	15,326
Fuel oil	35,000	24,000	9,533	-	14,467
Repair equipment	36,000	67,000	66,797	-	203
Vehicle repair	6,500	7,500	6,860	-	640
Telephone	6,000	6,000	4,988	-	1,012
Travel, dues and related	1,200	4,713	3,999	-	714
Uniforms	2,000	3,600	3,600	-	-
Small equipment (non capital)	24,300	9,300	6,547	-	2,753
Safety equipment	1,800	1,800	1,324	-	476
Diesel fuel	8,000	7,000	5,055	-	1,945
Chemicals	170,675	155,325	138,004	-	17,321
Water analysis	49,000	49,000	48,430	-	570
Engineering fees	35,000	40,100	35,853	-	4,247
Wireless telephone	1,800	1,800	1,347	-	453
Landfill charges	3,000	3,000	2,152	-	848
Other	-	650	650	-	-
Cost of water	300,000	312,000	311,554	-	446
Total home and community services	2,389,033	2,399,910	2,285,895	-	114,015

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - WATER DISTRICTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
Employee benefits:					
Employee retirement	$ 134,002	$ 142,535	$ 142,535	$ -	$ -
FICA tax expense	65,546	65,421	63,676	-	1,745
MTA tax expense	2,918	2,954	2,830	-	124
Worker's compensation	63,931	59,531	57,714	-	1,817
Medical insurance	203,160	209,175	204,379	-	4,796
Medical insurance - retiree	82,000	73,467	65,498	-	7,969
Medicare reimbursement - part B	15,000	15,000	12,588	-	2,412
Dental and optical	16,942	16,540	15,935	-	605
Disability	461	461	221	-	240
Total employee benefits	583,960	585,084	565,376	-	19,708
Debt service:					
Principal	569,201	569,201	569,201	-	-
Interest	196,468	196,467	192,324	-	4,143
Total debt service	765,669	765,668	761,525	-	4,143
Total expenditures	3,738,662	3,750,662	3,612,796	-	137,866
Excess (deficiency) of revenues over (under) expenditures	(175,000)	(187,000)	336,373	$ -	523,373
OTHER FINANCING SOURCES (USES)					
Interfund transfer out	(100,000)	(100,000)	(100,000)		-
Appropriated fund balance	275,000	287,000	-		(287,000)
Total other financing sources (uses)	175,000	187,000	(100,000)		(287,000)
Change in fund balance	-	-	236,373		$ 236,373
Fund balance, beginning of year	2,586,528	2,586,528	2,586,528		
Fund balance, end of year	$ 2,586,528	$ 2,586,528	$ 2,822,901		

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - AMBULANCE DISTRICTS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
REVENUES					
Real property taxes	$ 3,228,693	$ 3,228,693	$ 3,142,029		$ (86,664)
Other real property tax items:					
Other payments in lieu of taxes	6,900	6,900	96,380		89,480
Total other real property tax items	6,900	6,900	96,380		89,480
Use of money and property:					
Interest and earnings	2,100	2,100	4,947		2,847
Total use of money and property	2,100	2,100	4,947		2,847
Total revenues	3,237,693	3,237,693	3,243,356		5,663
EXPENDITURES					
Health:					
Contracts	2,989,335	2,989,335	2,989,335	$ -	-
Total health	2,989,335	2,989,335	2,989,335	-	-
Employee benefits:					
LOSAP	226,000	226,000	213,253	-	12,747
Total employee benefits	226,000	226,000	213,253	-	12,747
Debt service:					
Principal	17,800	17,800	17,800	-	-
Interest	4,558	4,558	4,558	-	-
Total debt service	22,358	22,358	22,358	-	-
Total expenditures	3,237,693	3,237,693	3,224,946	$ -	12,747
Excess (deficiency) of revenues over (under) expenditures	-	-	18,410		18,410
Change in fund balance	-	-	18,410		$ 18,410
Fund balance, beginning of year	310,299	310,299	310,299		
Fund balance, end of year	$ 310,299	$ 310,299	$ 328,709		

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - COASTAL EROSION DISTRICTS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
REVENUES					
Real property taxes	$ 2,488,477	$ 2,488,477	$ 2,488,477		$ -
Use of money and property:					
Interest and earnings	-	-	11,722		11,722
Total use of money and property	-	-	11,722		11,722
Total revenues	2,488,477	2,488,477	2,500,199		11,722
EXPENDITURES					
Home and community services:					
Other	23,000	23,000	81	$ -	22,919
Consultants	120,000	128,853	118,227	9,170	1,456
Total home and community services	143,000	151,853	118,308	9,170	24,375
Debt service:					
Principal	2,000,000	2,000,000	2,000,000	-	-
Interest	582,750	582,750	582,750	-	-
Total debt service	2,582,750	2,582,750	2,582,750	-	-
Total expenditures	2,725,750	2,734,603	2,701,058	9,170	24,375
Excess (deficiency) of revenues over (under) expenditures	(237,273)	(246,126)	(200,859)	$ 9,170	36,097
OTHER FINANCING SOURCES					
Appropriated fund balance	237,273	246,126	-		(246,126)
Total other financing sources	237,273	246,126	-		(246,126)
Change in fund balance	-	-	(200,859)		$ (210,029)
Fund balance, beginning of year	1,358,127	1,358,127	1,358,127		
Fund balance, end of year	$ 1,358,127	$ 1,358,127	$ 1,157,268		

TOWN OF SOUTHAMPTON
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - PARKS DISTRICTS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget Amounts				
	Original Budget	Revised Budget	Actual	Year-end Encumbrances	Variance
REVENUES					
Real property taxes	$ 537,441	$ 537,441	$ 537,441		$ -
Other real property tax items:					
Other payments in lieu of taxes	1,000	1,000	1,111		111
Total other real property tax items	1,000	1,000	1,111		111
Use of money and property:					
Interest and earnings	1,100	1,100	3,272		2,172
Total use of money and property	1,100	1,100	3,272		2,172
Total revenues	539,541	539,541	541,824		2,283
EXPENDITURES					
Culture and recreation:					
Contracts	442,000	448,537	387,371	$ -	61,166
Building repair	10,000	5,000	-	-	5,000
Total culture and recreation	452,000	453,537	387,371	-	66,166
Debt service:					
Principal	67,456	67,456	67,456	-	-
Interest	20,085	20,088	20,088	-	-
Total debt service	87,541	87,544	87,544	-	-
Total expenditures	539,541	541,081	474,915	-	66,166
Excess (deficiency) of revenues over (under) expenditures	-	(1,540)	66,909	$ -	68,449
OTHER FINANCING SOURCES (USES)					
Interfund transfer out	-	(38,500)	(38,500)		-
Appropriated fund balance	-	40,040	-		(40,040)
Total other financing sources (uses)	-	1,540	(38,500)		(40,040)
Change in fund balance	-	-	28,409		$ 28,409
Fund balance, beginning of the year	505,413	505,413	505,413		
Fund balance, end of year	$ 505,413	$ 505,413	$ 533,822		

TOWN OF SOUTHAMPTON
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
DECEMBER 31, 2015

	Town Agency Fund	Town Clerk Agency Fund	Town Receiver of Taxes Agency Fund	Total Agency Funds
ASSETS				
Cash	$ 2,719,585	$ 39,166	$ 107,023,442	$ 109,782,193
Due from governmental funds	1,566,056	-	-	1,566,056
Service award program assets	2,747,257	-	-	2,747,257
Total assets	$ 7,032,898	$ 39,166	$ 107,023,442	$ 114,095,506
LIABILITIES				
Due to proprietary funds	$ 148,086	$ -	$ -	$ 148,086
Due to governmental funds	1,513,549	-	-	1,513,549
Due to school districts	-	-	53,511,721	53,511,721
Service award program liabilities	2,747,257	-	-	2,747,257
Other agency liabilities	2,624,006	39,166	53,511,721	56,174,893
Total liabilities	$ 7,032,898	$ 39,166	$ 107,023,442	$ 114,095,506

TOWN OF SOUTHAMPTON
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
DECEMBER 31, 2015

	Beginning Balance	Additions	Deductions	Ending Balance
ASSETS				
Town Agency Fund				
Cash	$ 2,471,909	$ 88,071,103	$ 87,823,427	$ 2,719,585
Due from governmental funds	1,377,842	1,566,056	1,377,842	1,566,056
Service award program assets	2,413,371	333,886	-	2,747,257
Total assets - Town Agency Fund	6,263,122	89,971,045	89,201,269	7,032,898
Town Clerk Agency Fund				
Cash	33,843	39,166	33,843	39,166
Total assets - Town Clerk Agency Fund	33,843	39,166	33,843	39,166
Town Receiver of Taxes Agency Fund				
Cash	80,908,508	107,023,442	80,908,508	107,023,442
Total assets - Town Receiver of Taxes Agency Fund	80,908,508	107,023,442	80,908,508	107,023,442
Total assets	$ 87,205,473	$ 197,033,653	$ 170,143,620	$ 114,095,506
LIABILITIES				
Town Agency Fund				
Due to proprietary funds	$ 263,817	$ 148,086	$ 263,817	$ 148,086
Due to governmental funds	1,059,862	1,513,549	1,059,862	1,513,549
Service award program liabilities	2,413,371	333,886	-	2,747,257
Other agency liabilities	2,526,072	87,975,524	87,877,590	2,624,006
Total liabilities - Town Agency Fund	6,263,122	89,971,045	89,201,269	7,032,898
Town Clerk Agency Fund				
Other agency liabilities	33,843	39,166	33,843	39,166
Total liabilities - Town Clerk Agency Fund	33,843	39,166	33,843	39,166
Town Receiver of Taxes Agency Fund				
Other agency liabilities	40,454,254	53,511,721	40,454,254	53,511,721
Due to school districts	40,454,254	53,511,721	40,454,254	53,511,721
Total liabilities - Town Receiver of Taxes Agency Fund	80,908,508	107,023,442	80,908,508	107,023,442
Total liabilities	$ 87,205,473	$ 197,033,653	$ 170,143,620	$ 114,095,506

STATISTICAL SECTION

TOWN OF SOUTHAMPTON
OBJECTIVES OF STATISTICAL INFORMATION

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 supplementary 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 Southampton's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, required supplementary information and other supplementary information says about the government's overall financial health.

Financial Trends

- These schedules contain information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity

- These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Debt Capacity

- These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

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.

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.

TOWN OF SOUTHAMPTON
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	Fiscal Year									
	2015	(As Restated) 2014	(As Restated) 2013	2012	2011	2010	2009	2008	2007	2006
GOVERNMENTAL ACTIVITIES:										
Net position -										
Net investment in capital assets	$ 873,900,018	$ 844,231,835	$ 654,433,516	$ 634,405,267	$ 603,043,978	$ 581,511,256	$ 576,456,907	$ 598,483,191	$ 548,126,307	$ 490,458,661
Restricted	113,569,969	95,112,199	87,166,036	62,529,907	74,783,204	55,806,221	42,827,892	2,000,000	42,881,535	55,381,291
Unrestricted	(54,215,358)	(58,433,011)	(62,713,908)	(56,527,123)	(58,103,583)	(16,226,201)	(11,486,346)	10,120,175	4,204,695	10,633,964
Total net position	$ 933,254,629	$ 880,911,023	$ 678,885,644	$ 640,408,051	$ 619,723,599	$ 621,091,276	$ 607,798,453	$ 610,603,366	$ 595,212,537	$ 556,473,916
BUSINESS-TYPE ACTIVITIES:										
Net position -										
Net investment in capital assets	$ 16,884,484	$ 16,682,301	$ 16,569,181	$ 14,584,547	$ 14,506,695	$ 14,385,599	$ 16,345,063	$ 14,054,090	$ 14,908,073	$ 14,506,091
Restricted	86,713	104,394	121,358	-	-	-	-	1,217,763	-	-
Unrestricted	2,318,520	2,456,476	1,696,425	1,435,967	1,062,184	(3,403,998)	(6,153,916)	(680,933)	3,065,043	3,510,089
Total net position	$ 19,289,717	$ 19,243,171	$ 18,386,964	$ 16,020,514	$ 15,568,879	$ 10,981,601	$ 10,191,147	$ 14,590,920	$ 17,973,116	$ 18,016,180
PRIMARY GOVERNMENT:										
Net position -										
Net investment in capital assets	$ 890,784,502	$ 860,914,136	$ 671,002,697	$ 648,989,814	$ 617,550,673	$ 595,896,855	$ 592,801,970	$ 612,537,281	$ 563,034,380	$ 504,964,752
Restricted	113,656,682	95,216,593	87,287,394	62,529,907	74,783,204	55,806,221	42,827,892	3,217,763	42,881,535	55,381,291
Unrestricted	(51,896,838)	(55,976,535)	(61,017,483)	(55,091,156)	(57,041,399)	(19,630,199)	(17,640,262)	9,439,242	7,269,738	14,144,053
Total net position	$ 952,544,346	$ 900,154,194	$ 697,272,608	$ 656,428,565	$ 635,292,478	$ 632,072,877	$ 617,989,600	$ 625,194,286	$ 613,185,653	$ 574,490,096

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

TOWN OF SOUTHAMPTON
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	Fiscal Year									
	2015	(As Restated) 2014	(As Restated) 2013	2012	2011	2010	2009	2008	2007	2006
EXPENSES:										
Governmental activities:										
General governmental support	$ 24,266,171	$ 28,458,103	$ 23,891,061	$ 23,735,945	$ 26,940,594	$ 25,074,740	$ 23,697,473	$ 22,212,560	$ 21,613,601	$ 21,073,386
Public safety	42,493,599	41,732,622	35,628,311	32,672,478	39,135,250	31,543,786	29,768,091	27,954,384	26,068,407	24,505,847
Health	2,989,335	2,943,708	2,895,640	2,742,820	2,606,820	2,471,220	2,507,258	2,112,910	1,884,709	1,931,639
Transportation	12,740,333	12,747,929	24,374,926	23,067,768	25,946,066	23,815,305	24,024,518	22,949,170	20,775,342	20,505,468
Economic assistance and opportunity	5,877,403	5,030,414	4,667,705	4,194,245	4,493,983	3,126,172	3,660,663	2,699,959	2,138,101	1,965,077
Culture and recreation	4,536,438	4,692,914	5,638,303	6,375,416	8,779,126	7,438,142	7,471,413	7,850,068	6,704,058	7,733,883
Home and community services	14,686,485	15,385,752	14,790,555	13,857,100	16,478,801	15,196,972	17,378,146	12,843,426	13,468,932	11,283,722
Interest on debt	3,597,585	3,903,364	3,963,461	3,984,822	4,331,456	5,265,610	4,370,036	3,641,720	3,555,930	3,806,224
Total governmental activities	111,187,349	114,894,806	115,849,962	110,630,594	128,712,096	113,931,947	112,877,598	102,264,197	96,209,080	92,805,246
Business-type activities:										
Beaches and marinas	1,669,719	1,621,647	1,602,784	1,565,118	1,628,477	1,591,250	1,515,979	1,515,342	1,546,966	1,219,006
Waste management	2,132,958	1,924,917	2,302,072	2,252,794	2,334,084	2,354,890	2,197,650	2,093,351	2,342,016	2,484,078
Building and zoning	-	-	-	-	-	-	-	3,587,303	3,328,637	4,008,239
Golf course	79,019	41,867	636,375	712,872	629,314	650,647	633,436	702,164	647,353	603,471
Interest on debt	206,253	229,882	281,595	303,733	308,632	280,637	318,940	293,167	-	-
Total business-type activities	4,087,949	3,818,313	4,822,826	4,834,517	4,900,507	4,877,424	4,666,005	8,191,327	7,864,972	8,314,794
Total expenses	115,275,298	118,713,119	120,672,788	115,465,111	133,612,603	118,809,371	117,543,603	110,455,524	104,074,052	101,120,040
PROGRAM REVENUES:										
Governmental activities:										
Charges for services -										
General governmental support	821,385	826,664	910,917	2,390,682	1,410,236	1,255,590	1,163,085	1,047,045	1,295,227	1,148,280
Public safety	2,690,072	2,576,095	2,946,557	2,679,889	395,909	182,601	206,739	327,202	383,220	326,611
Transportation	1,017,836	1,043,920	1,006,871	864,140	874,274	684,058	622,237	-	12,500	28,750
Economic assistance and opportunity	934,721	847,723	880,127	-	-	-	-	-	-	-
Culture and recreation	37,170	40,061	55,938	57,502	51,209	62,559	81,834	98,160	98,859	264,194
Home and community services	7,181,918	7,163,186	5,706,851	6,206,789	5,738,767	5,721,557	5,451,000	1,799,608	2,224,198	2,207,920
Operating grants and contributions	66,401,212	70,647,232	64,285,558	44,489,319	46,193,967	42,090,351	31,720,088	42,334,202	59,483,982	57,699,159
Capital grants and contributions	2,453,459	1,819,374	3,568,519	831,877	1,045,638	235,547	495,052	61,851	150,164	292,004
Total governmental activities	81,537,773	84,964,255	79,361,338	57,520,198	55,710,000	50,232,263	39,740,035	45,668,068	63,648,150	61,966,918
Business-type activities:										
Charges for services -										
Beaches and marinas	2,180,432	1,809,694	1,693,806	1,833,090	1,702,160	1,633,128	1,569,862	1,363,697	1,359,631	1,286,899
Waste management	1,969,182	1,919,588	1,859,264	2,018,483	2,131,435	2,210,232	1,791,992	1,965,197	1,698,440	1,611,109
Building and zoning	-	-	-	-	-	-	-	3,348,958	4,487,872	4,224,260
Golf course	145,042	134,532	655,867	670,047	618,645	547,325	729,464	807,998	748,612	708,097
Operating grants and contributions	31,109	782,905	207,864	265,849	53,642	54,563	30,655	117,642	54,020	-
Total business-type activities	4,325,765	4,646,719	4,416,801	4,787,469	4,505,882	4,445,248	4,121,973	7,603,492	8,348,575	7,830,365
Total program revenues	85,863,538	89,610,974	83,778,139	62,307,667	60,215,882	54,677,511	43,862,008	53,271,560	71,996,725	69,797,283
Net (expense)/revenue	$ (29,411,760)	$ (29,102,145)	$ (36,894,649)	$ (53,157,444)	$ (73,396,721)	$ (64,131,860)	$ (73,681,595)	$ (57,183,964)	$ (32,077,327)	$ (31,322,757)

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

TOWN OF SOUTHAMPTON
CHANGE IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	Fiscal Year									
		(As Restated)	(As Restated)							
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
NET (EXPENSE)/REVENUE:										
Governmental activities	$ (29,649,576)	$ (29,930,551)	$ (36,488,624)	$ (53,110,396)	$ (73,002,096)	$ (63,699,684)	$ (73,137,563)	$ (56,596,129)	$ (32,560,930)	$ (30,838,328)
Business-type activities	237,816	828,406	(406,025)	(47,048)	(394,625)	(432,176)	(544,032)	(587,835)	483,603	(484,429)
Net (expense)/revenue	$ (29,411,760)	$ (29,102,145)	$ (36,894,649)	$ (53,157,444)	$ (73,396,721)	$ (64,131,860)	$ (73,681,595)	$ (57,183,964)	$ (32,077,327)	$ (31,322,757)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION:										
Governmental activities:										
Real property taxes	$ 66,242,804	$ 65,501,711	$ 62,863,930	$ 63,259,796	$ 61,685,290	$ 62,263,733	$ 59,192,549	$ 53,161,189	$ 50,764,207	$ 53,544,496
Other real property tax items	617,813	599,919	577,961	536,486	569,203	536,037	65,223	446,647	440,318	505,080
Non-property tax items	1,700,658	1,643,124	1,530,975	1,431,473	1,424,315	1,350,747	1,013,649	1,010,521	894,303	825,080
Interest earnings	1,034,392	685,415	580,245	617,034	687,758	720,489	568,086	2,116,151	4,036,759	3,938,725
Local government assistance - County	-	-	-	-	-	-	-	-	1,501,061	-
State aid-unrestricted	11,908,460	10,477,475	10,418,900	7,893,931	8,193,369	8,053,994	7,301,340	11,108,990	12,276,742	14,217,209
Sale of property and compensation for loss	107,062	73,160	137,893	-	-	-	-	-	-	-
Other	38,132	90,962	15,044	76,214	2,720,844	4,295,472	4,420,251	1,807,480	2,117,575	3,276,254
Transfers	343,861	500,000	(250,728)	(20,086)	(3,646,360)	(427,733)	-	1,213,366	701,446	2,646,625
Total governmental activities	81,993,182	79,571,766	75,874,220	73,794,848	71,634,419	76,792,739	72,561,098	70,864,344	72,732,411	78,953,469
Business-type activities:										
Real property taxes	142,807	523,037	475,640	476,900	1,333,287	492,017	-	-	-	-
Investment earnings	9,784	9,457	4,080	1,697	2,256	3,200	5,664	88,371	174,779	163,734
Transfer of capital	-	-	2,042,027		-	-	-	-	-	-
Transfers	(343,861)	(500,000)	250,728	20,086	3,646,360	427,733	-	(1,213,366)	(701,446)	(2,646,625)
Total business-type activities	(191,270)	32,494	2,772,475	498,683	4,981,903	922,950	5,664	(1,124,995)	(526,667)	(2,482,891)
Total general revenues and other changes in net position	$ 81,801,912	$ 79,604,260	$ 78,646,695	$ 74,293,531	$ 76,616,322	$ 77,715,689	$ 72,566,762	$ 69,739,349	$ 72,205,744	$ 76,470,578
CHANGE IN NET POSITION:										
Governmental activities	$ 52,343,606	$ 49,641,215	$ 39,385,596	$ 20,684,452	$ (1,367,677)	$ 13,093,055	$ (576,465)	$ 14,268,215	$ 40,171,481	$ 48,115,141
Business-type activities	46,546	860,900	2,366,450	451,635	4,587,278	490,774	(538,368)	(1,712,830)	(43,064)	(2,967,320)
Total change in net position	$ 52,390,152	$ 50,502,115	$ 41,752,046	$ 21,136,087	$ 3,219,601	$ 13,583,829	$ (1,114,833)	$ 12,555,385	$ 40,128,417	$ 45,147,821

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

TOWN OF SOUTHAMPTON
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	Fiscal Year									
	2015	2014	(As Restated) 2013	2012	2011	2010	2009	2008	2007	2006
GENERAL FUND										
Nonspendable	$ 1,890,447	$ 1,934,210	$ 1,420,951	$ 1,317,335	$ 1,318,259					
Restricted	4,388,779	4,505,755	7,131,432	6,405,740	6,529,348					
Assigned	576,131	381,197	766,818	1,064,819	465,926					
Unassigned	9,762,190	7,503,015	4,650,750	5,786,071	4,635,599					
Total general fund	$ 16,617,547	$ 14,324,177	$ 13,969,951	$ 14,573,965	$ 12,949,132					
ALL OTHER GOVERNMENTAL FUNDS:										
Nonspendable	$ 1,782,849	$ 1,850,522	$ 1,437,253	$ 1,383,478	$ 1,529,744					
Restricted	109,181,190	90,606,444	78,877,301	56,124,167	68,253,856					
Assigned	11,478,174	10,777,837	10,858,328	5,747,317	3,999,525					
Unassigned	-	-	(308,871)	-	(81,441)					
Total all other governmental funds	$ 122,442,213	$ 103,234,803	$ 90,864,011	$ 63,254,962	$ 73,701,684					
GENERAL FUND:										
Reserved						$ 5,725,525	$ 7,019,673	$ 471,089	$ 3,655,975	$ 3,430,741
Unreserved						8,280,158	4,486,611	6,978,750	13,001,542	16,099,406
Total general fund						$ 14,005,683	$ 11,506,284	$ 7,449,839	$ 16,657,517	$ 19,530,147
ALL OTHER GOVERNMENTAL FUNDS:										
Reserved						$ 50,448,390	$ 35,838,615	$ (3,516,835)	$ 43,506,414	$ 55,930,534
Unreserved reported in:										
Other major funds						1,652,707	(302,242)	2,079,748	-	-
Special revenue funds						10,379,095	8,027,797	2,592,867	2,510,674	3,190,354
Capital projects funds						334,683	(14,404,950)	(1,059,891)	1,404,997	(5,410,068)
Total all other governmental funds						$ 62,814,875	$ 29,159,220	$ 95,889	$ 47,422,085	$ 53,710,820

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

TOWN OF SOUTHAMPTON
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	Fiscal Year									
	2015	2014	(As Restated)* 2013	2012	2011	2010	2009	2008	2007	2006
Revenues										
Real property taxes	$ 66,242,804	$ 65,501,711	$ 62,863,930	$ 63,259,796	$ 61,685,290	$ 62,263,733	$ 59,192,549	$ 53,161,189	$ 50,764,207	$ 53,544,496
Other real property tax items	617,813	599,919	577,961	536,486	569,203	536,037	65,223	446,647	440,318	505,080
Non-property tax items	62,361,375	66,753,241	59,589,487	39,496,331	40,642,767	35,576,544	25,819,137	1,010,521	894,303	825,080
Special assessments	37,170	40,061	47,335	47,332	51,209	62,559	81,834	8,039	75,274	87,934
Departmental income	5,546,890	8,561,846	7,211,022	7,693,286	6,692,946	6,702,258	3,368,812	2,616,944	2,509,855	2,307,197
Intergovernmental charges	1,000,083	1,031,520	1,006,871	864,140	987,806	684,058	622,237	647,032	2,135,212	59,205
Use of money and property	1,034,392	685,415	580,245	617,034	687,758	720,489	568,086	2,116,151	4,290,876	4,178,880
License and permits	3,501,659	428,117	548,264	415,965	346,345	288,217	38,250	109,541	95,961	113,199
Fines and forfeitures	1,662,579	1,588,383	1,813,642	1,857,009	1,784,553	1,835,927	1,617,193	1,668,459	1,084,514	1,017,563
Sale of property and compensation for loss	107,062	73,160	164,755	19,186	34,872	262,688	15,399	29,480	38,164	20,808
Miscellaneous local sources	2,137,411	1,824,346	2,256,831	2,418,601	1,492,190	3,985,516	2,213,889	37,881,727	55,502,865	3,638,911
State aid	13,842,477	12,196,339	10,535,956	9,238,136	10,769,638	8,955,588	8,753,181	11,407,404	14,193,569	66,969,209
Federal aid	5,103,507	5,097,358	7,153,799	4,843,167	4,726,149	5,143,552	4,328,606	4,215,912	4,462,548	5,271,827
Total revenues	163,195,222	164,381,416	154,350,098	131,306,469	130,470,726	127,017,166	106,684,396	115,319,046	136,487,666	138,539,389
Expenditures										
Current:										
General governmental support	48,711,714	56,863,297	45,197,974	54,379,864	41,188,029	24,779,811	33,896,121	86,296,399	74,639,186	44,055,660
Public safety	21,016,582	20,041,887	19,315,488	19,406,028	18,527,638	19,067,239	18,287,036	18,709,082	18,324,645	17,488,758
Health	2,989,335	2,943,708	2,895,640	2,742,820	2,606,820	2,471,220	2,505,122	2,110,700	1,925,061	1,927,102
Transportation	8,174,330	8,035,861	7,100,595	6,366,143	7,087,272	7,444,043	6,860,470	6,681,248	6,375,348	7,031,824
Economic assistance and opportunity	3,503,342	2,721,431	2,967,560	3,123,002	2,692,752	2,107,374	2,607,405	1,836,619	1,728,207	1,647,758
Culture and recreation	2,680,457	2,886,959	3,155,588	4,141,028	4,241,038	4,375,822	4,110,850	5,231,407	5,290,288	5,155,503
Home and community service	10,299,975	15,175,424	28,560,085	10,393,391	10,390,084	10,236,731	8,688,200	8,845,066	8,606,388	6,954,653
Employee benefits	23,871,365	23,813,336	26,958,754	20,363,214	20,122,235	17,218,161	15,616,014	13,570,763	15,942,268	14,596,798
Capital outlay	7,754,713	5,436,843	4,905,920	6,004,465	9,695,990	6,878,197	9,753,807	16,079,789	12,068,690	13,020,704
Debt service :										
Principal	13,944,153	14,100,073	12,399,576	11,080,636	10,549,825	11,687,500	12,833,040	9,991,940	10,582,811	10,931,007
Interest	4,111,638	4,400,806	4,032,820	4,286,344	4,274,478	4,833,281	4,370,036	3,679,405	3,580,816	3,860,857
Total expenditures	147,057,604	156,419,625	157,490,000	142,286,935	131,376,161	111,099,379	119,528,101	173,032,418	159,063,708	126,670,624
Excess (deficiency) of revenues over (under) expenditures	16,137,618	7,961,791	(3,139,902)	(10,980,466)	(905,435)	15,917,787	(12,843,705)	(57,713,372)	(22,576,042)	11,868,765
Other financing sources (uses)										
Payment to refunded bond escrow agent	(3,996,598)	(13,058,151)	-	(16,539,554)	-	(10,500,569)	-	-	-	-
Refunding bond issuance	3,725,099	12,079,286	-	-	-	-	-	-	-	-
Serial bond issuance	4,873,500	4,200,000	29,350,000	2,150,000	-	-	-	-	-	-
Premium on obligations	417,300	1,042,092	1,008,668	2,149,687	376,128	1,070,569	5,159	-	38,231	119,451
Interfund transfers in	5,220,901	4,087,066	4,851,356	2,393,500	2,422,820	3,615,996	9,991,492	22,991,549	23,778,450	20,524,232
Interfund transfers out	(4,877,040)	(3,587,066)	(5,102,084)	(2,413,586)	(6,069,180)	(4,043,729)	(9,991,492)	(21,778,183)	(23,077,004)	(20,960,337)
Proceeds from issuance of refunding bond	-	-	-	14,418,530	-	9,430,000	2,720,000	-	-	-
Debt proceeds (bonds or installment)	-	-	-	-	13,862,000	20,345,000	40,000,000	-	12,675,000	8,177,540
Bond anticipation notes redeemed from appropriations	-	-	945,000	-	143,925	70,000	-	-	-	-
Total other financing sources (uses)	5,363,162	4,763,227	31,052,940	2,158,577	10,735,693	19,987,267	42,725,159	1,213,366	13,414,677	7,860,886
Net change in fund balances	$ 21,500,780	$ 12,725,018	$ 27,913,038	$ (8,821,889)	$ 9,830,258	$ 35,905,054	$ 29,881,454	$ (56,500,006)	$ (9,161,365)	$ 19,729,651
Debt service as a percentage of noncapital expenditures	17.12%	16.99%	15.32%	15.65%	15.57%	17.39%	18.59%	15.66%	15.61%	17.80%

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

* In 2014, the Town changed the presentation of one of their two component units. Amounts reported in 2013 were restated to reflect the change in presentation.

TOWN OF SOUTHAMPTON
ASSESSED VALUE, EQUALIZATION RATE AND ESTIMATED FULL VALUE OF REAL PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year	Residential Property	Condo and Co-Op Property	Utility and Special Franchise	Commercial Property	Total Taxable Assessed Valuation	State Equalization Rate	Full Valuation	Total Effective Tax Rate*
2015	$ 53,603,516,352	$ 753,232,777	$ 324,878,941	$ 2,888,884,976	$ 57,714,211,253	100.00%	$ 57,714,211,253	1.40
2014	51,629,656,232	674,400,483	318,771,198	2,886,676,483	55,698,279,015	100.00%	55,698,279,015	1.43
2013	48,136,241,163	653,305,392	359,589,779	2,910,810,381	55,022,618,428	100.00%	55,022,618,428	1.42
2012	48,483,708,541	658,630,789	336,723,277	2,362,232,070	55,861,991,485	100.00%	55,861,991,485	1.36
2011	48,548,282,347	677,866,346	335,332,412	2,386,324,938	55,860,526,117	100.00%	55,860,526,117	1.35
2010	47,208,430,906	609,171,656	336,538,380	2,424,623,298	54,445,058,850	100.00%	54,445,058,850	1.38
2009	45,695,742,348	568,920,040	332,080,500	2,393,991,338	52,803,053,580	100.00%	52,803,053,580	1.35
2008	43,890,296,013	568,228,045	307,109,345	1,542,253,885	50,324,763,975	89.70%	56,103,415,803	1.16
2007	40,500,000,000	4,499,658,289	489,126,720	3,423,887,045	48,912,672,054	100.00%	48,912,672,054	1.26
2006	29,674,556,695	477,233,252	227,609,767	1,500,768,049	34,751,503,793	100.00%	34,751,503,793	1.82

* The Town has a complex rate structure that would make the calculation of a direct tax rate extremely difficult, since its revenue base cannot be sufficiently disaggregated for each applicable rate. The Town substituted an effective tax rate instead.

Source: Office of the Comptroller.

Note: Years 2007-2015 reflect reassessment to full valuation expressed as per $1,000 of Assessed Valuation.

TOWN OF SOUTHAMPTON
PROPERTY TAX RATES, DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(Rate per $1,000 of Assessed Value)

		Overlapping Rates			
Fiscal Year	**Total Effective Tax Rate***	**School Districts and Libraries - Range**			**Suffolk County**
2015	1.40	0.03	-	23.40	0.21
2014	1.43	0.03	-	22.90	0.20
2013	1.42	0.02	-	21.34	0.20
2012	1.36	0.02	-	20.45	0.21
2011	1.35	0.02	-	18.34	0.21
2010	1.38	0.03	-	15.62	0.18
2009	1.35	0.02	-	14.24	0.18
2008	1.16	0.04	-	14.04	0.24
2007	1.26	0.04	-	14.04	0.30
2006	1.82	0.03	-	16.94	0.32

* The Town has a complex rate structure that would make the calculation of a direct tax rate extremely difficult, since its revenue base cannot be sufficiently disaggregated for each applicable rate. The Town substituted an effective tax rate instead.

Source: Office of the Comptroller and Official Statements of the Town of Southampton.

TOWN OF SOUTHAMPTON
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND TEN YEARS AGO

2015

Name	Type	Assessed Valuation	Percentage of Total Taxable Assessed Valuation
National Grid	Utility	$ 285,566,946	0.49%
Blue Turtles, Inc.	Estate	248,684,000	0.43%
Leon D. Black	Estate	64,807,700	0.11%
Olde Towne SH Associates LLC	Comercial	59,233,500	0.10%
Hampton Center Realty LLC	Comercial	55,465,000	0.10%
Sagaponack Realty LLC	Comercial	54,482,500	0.09%
Stem Partners, LLC	Comercial	54,223,600	0.09%
Stephen Perlbinder	Estate	51,097,400	0.09%
Yumi & The Kids, LLC	Comercial	50,256,700	0.09%
Cheryl G. Krongard	Estate	49,219,400	0.09%

2006

Name	Type	Assessed Valuation	Percentage of Total Taxable Assessed Valuation
Blue Turtles, Inc.	Estate	$ 198,906,800	0.57%
The Links at East Quogue	Golf Course	121,632,100	0.35%
Marketspan Gas Corporation	Utility	80,694,417	0.23%
Verizon New York Inc.	Utility	68,710,608	0.20%
Keyspan Energy Corp.	Utiliity	60,040,735	0.17%
Daniel Hedges, LLC	Commercial	57,719,600	0.17%
Hampton Hills Associates	Commercial	52,688,100	0.15%
Yumi & The Kids, LLC	Estate	48,206,800	0.14%
Leon D. Black	Estate	45,549,100	0.13%
Long Island Power Authority	Utility	42,324,729	0.12%

Source: Office of the Comptroller and the Official Statements of the Town of Southampton.

TOWN OF SOUTHAMPTON
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

	Fiscal Year									
	2015	**2014**	**2013**	**2012**	**2011**	**2010**	**2009**	**2008**	**2007**	**2006**
Tax Levy:										
General Town	$ 21,007,380	$ 21,416,522	$ 21,907,868	$ 22,048,728	$ 24,288,157	$ 23,471,265	$ 22,557,464	$ 19,239,157	$ 18,978,117	$ 20,663,244
Police	20,966,728	20,238,896	19,717,477	19,510,509	18,787,061	19,122,882	19,792,258	18,186,288	17,191,432	16,343,605
Emergency Dispatching - E911	2,142,364	2,059,311	2,056,667	2,154,216	2,163,471	2,163,032	1,628,786	2,588,154	2,436,540	2,295,454
Zoning	1,854,200	2,130,885	2,170,133	1,757,858	907,216	1,591,613	450,560	292,927	248,754	487,392
Highway	11,571,887	11,059,879	11,048,231	11,458,980	10,757,440	10,203,992	8,805,492	7,735,936	7,768,227	9,133,104
Fire and Fire Protection Districts	13,566,410	12,744,610	12,548,005	12,111,213	12,302,370	12,282,939	12,039,733	11,555,033	10,373,416	9,766,082
Lighting District	571,833	602,374	575,831	556,046	564,747	553,783	543,516	54,733	772,994	383,712
Water Districts	1,126,131	1,181,369	1,122,575	1,132,073	1,082,775	1,111,611	1,391,341	1,025,209	914,969	1,016,584
Miscellaneous Special Districts	6,996,235	6,506,283	5,616,172	4,484,099	4,337,653	4,302,159	3,736,414	3,897,952	2,403,311	2,792,482
School and Library Districts	245,197,938	242,270,737	230,856,616	230,672,394	221,311,943	212,480,335	197,196,966	183,430,049	172,669,473	162,235,333
County of Suffolk	19,994,927	18,384,417	19,211,414	15,869,036	16,688,892	14,148,089	15,602,231	14,945,935	13,455,401	11,053,902
Other Items	905,306	1,890,029	819,935	991,121	714,871	518,619	566,523	603,218	643,314	427,272
Total tax levy	$345,901,339	$340,485,312	$327,650,924	$322,746,273	$313,906,596	$301,950,319	$284,311,284	$263,554,591	$247,855,948	$236,598,166
Amount Collected	$326,724,516	$324,507,864	$315,005,317	$307,538,277	$297,658,185	$286,195,281	$271,663,915	$251,805,335	$237,570,892	$227,126,954
Percentage Collected	94.46%	95.31%	96.14%	95.29%	94.82%	94.78%	95.55%	95.54%	95.85%	96.00%
Returned to County:										
Amount Uncollected	$ 17,571,538	$ 14,384,949	$ 13,671,438	$ 12,695,891	$ 14,387,403	$ 13,738,138	$ 12,005,252	$ 11,749,256	$ 10,285,056	$ 9,471,212
Percent Uncollected	5.08%	4.22%	4.17%	3.93%	4.58%	4.55%	4.22%	4.46%	4.15%	4.00%
Collections in Subsequent Years	$ 1,925,216	$ 1,316,071	$ 7,664,719	$ 7,343,785	$ 10,296,397	$ 10,864,888	$ 8,586,176	$ 5,801,507	$ 6,783,047	$ 7,453,237
Total Collections to Date:										
Amount	$328,649,732	$325,823,935	$322,670,036	$314,882,062	$307,954,582	$297,060,169	$280,250,091	$257,606,842	$244,353,939	$234,580,191
Percent	95.01%	95.69%	98.48%	97.56%	98.10%	98.38%	98.57%	97.74%	98.59%	99.15%

Source: Office of the Comptroller and the Official Statements of the Town of Southampton.

TOWN OF SOUTHAMPTON
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

	Governmental Activities					Business-Type Activities				
Fiscal Year	General Obligation Bonds, Net	Special Assessment Bonds	Bond Anticipation Notes	Installment Purchase Debt	Capital Leases	General Obligation Bonds, Net	Bond Anticipation Notes	Total Primary Government	Percentage of Personal Income (1)	Total Debt Per Capita (1)
2015	$ 121,160,890	$ 100,077	$ 3,345,640	$ -	$ -	$ 6,402,941	$ -	$ 131,009,548	4.83%	$ 2,291
2014	130,246,420	133,289	-	3,072,700	-	6,970,455	-	140,422,864	5.18%	2,456
2013	136,937,548	171,711	-	6,572,700	-	7,525,740	-	151,207,699	5.58%	2,655
2012	119,044,624	169,211	6,065,000	10,072,700	-	7,846,164	40,000	143,237,699	5.29%	2,522
2011	129,537,011	202,031	-	13,572,700	-	8,600,958	-	151,912,700	5.61%	2,675
2010	126,399,762	246,638	6,992,200	-	-	8,573,600	80,000	142,292,200	4.92%	2,345
2009	118,249,320	314,900	21,430,589	-	-	6,720,780	2,580,000	149,295,589	4.27%	2,488
2008	88,252,100	397,400	25,865,000	-	-	7,239,540	-	121,754,040	4.27%	2,037
2007	98,220,400	466,600	8,891,000	-	-	7,548,000	-	115,126,000	4.93%	1,925
2006	96,005,971	544,700	11,543,000	-	44,140	4,172,260	-	112,310,071	4.88%	1,908

Source: Office of the Comptroller, Official Statements and the audited financial statements of the Town of Southampton.

(1) - See the schedule of Demographic and Economic Statistics for personal income and population

TOWN OF SOUTHAMPTON
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	Population	Taxable Assessed Valuation	Gross Bonded Debt	Net Bonded Debt	Percentage of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2015	57,180	$ 57,714,211,253	$ 127,663,908	$ 120,242,091	0.21%	$ 2,103
2014	57,180	55,698,279,015	137,350,164	127,195,816	0.23%	2,224
2013	56,960	55,022,618,428	144,634,999	132,728,634	0.24%	2,330
2012	56,790	55,861,991,485	127,059,999	115,171,283	0.21%	2,028
2011	56,800	55,860,526,117	138,340,000	126,719,677	0.23%	2,231
2010	60,668	54,445,058,850	135,220,000	129,584,853	0.24%	2,136
2009	60,007	52,803,053,580	125,285,000	118,974,008	0.23%	1,983
2008	59,777	50,324,763,975	95,889,040	95,889,040	0.19%	1,604
2007	59,813	48,912,672,054	106,235,000	104,398,488	0.21%	1,745
2006	58,876	34,751,503,793	100,722,931	99,343,718	0.29%	1,687

Source: Office of the Comptroller and the Official Statements of the Town of Southampton.

Note: Population numbers come from the LIPA Population Survey, except 2012 - 2015 figures, which were derived from the Town of Southampton's Assessor's Office.

TOWN OF SOUTHAMPTON
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2015

Governmental Unit	.	Gross Indebtedness	Estimated Exclusions	Net Indebtedness	Percentage Applicable	Applicable Net Indebtedness
Town of Southampton	12/31/2015	$ 124,606,607	$ 19,659,800	$ 104,946,807	100.00%	$ 104,946,807
Total direct debt						104,946,807
County of Suffolk	3/19/2015	2,161,120,066	849,350,222	1,311,769,844	21.12%	277,045,791
Villages:						
Quogue	5/31/2015	1,855,000	-	1,855,000	100.00%	1,855,000
Sagaponack	5/31/2015	720,000	-	720,000	100.00%	720,000
Sag Harbor	5/31/2015	1,930,000	-	1,930,000	30.00%	579,000
Southampton	5/31/2015	7,484,000	-	7,484,000	100.00%	7,484,000
Westhampton Beach	5/31/2015	1,803,870	-	1,803,870	100.00%	1,803,870
Westhampton Dunes	5/31/2015	415,000	-	415,000	100.00%	415,000
School Districts:						
Bridgehampton	6/30/2015	925,000		925,000	100.00%	925,000
East Quogue	6/30/2015	1,940,000	-	1,940,000	100.00%	1,940,000
Eastport-South Manor	6/30/2015	31,655,255	-	31,655,255	14.48%	4,583,681
Hampton Bays	6/30/2015	35,580,000	-	35,580,000	100.00%	35,580,000
Riverhead	6/30/2015	55,697,347	15,560,000	40,137,347	15.50%	6,221,289
Sag Harbor	6/30/2015	6,870,000	-	6,870,000	88.51%	6,080,637
Southampton	6/30/2015	46,611,997	-	46,611,997	100.00%	46,611,997
Tuckahoe	6/30/2015	892,335	-	892,335	100.00%	892,335
Wainscott	6/30/2015	750,000	-	750,000	4.79%	35,925
Westhampton Beach	6/30/2015	32,338,045	-	32,338,045	100.00%	32,338,045
Fire Districts:						
Bridgehampton	12/31/2014	4,200,000	-	4,200,000	100.00%	4,200,000
Eastport	12/31/2014	131,583	-	131,583	100.00%	131,583
Flanders	12/31/2014	299,000	-	299,000	100.00%	299,000
Hampton Bays	12/31/2014	450,000	-	450,000	100.00%	450,000
Riverhead	12/31/2014	10,250,000	-	10,250,000	4.46%	457,150
Westhampton Beach	2/23/2015	3,960,000	300,000	3,660,000	100.00%	3,660,000
Total overlapping debt						434,309,303
Total direct and overlapping debt		$ 2,532,485,105	$ 884,870,022	$ 1,647,615,083		$ 539,256,110
Per Capita						$ 2,291

Source: Office of the Comptroller and the Official Statements of the applicable authorities.

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.

TOWN OF SOUTHAMPTON
DEBT LIMIT MARGIN INFORMATION
DECEMBER 31, 2015

	Years Ended December 31,	Assessed Valuation	State Equalization Rate	Full Valuation	
	2015	$ 57,714,211,253	100.00%	$ 57,714,211,253	
	2014	55,698,279,015	100.00%	55,698,279,015	
	2013	55,022,618,428	100.00%	55,022,618,428	
	2012	55,861,991,485	100.00%	55,861,991,485	
	2011	55,860,526,117	100.00%	55,860,526,117	
Total Five Year Full Valuation				280,157,626,298	
Average Five Year Full Valuation				56,031,525,260	
Debt Limit - 7% of Average Full Valuation				$ 3,922,206,768	(a)
Inclusions:					
Outstanding Bonds				$ 126,999,140	
Total Inclusions				126,999,140	
Exclusions:					
Water Debt				5,473,275	
Total Exclusions				5,473,275	
Total Net Indebtedness Subject to the Debt Limit				$ 121,525,865	(b)
Net Debt Contracting Margin				$ 3,800,680,903	(a) - (b)
Percent of Debt Limit Exhausted				3.10%	(b)/(a)

Last Ten Years

Year	Constitutional Debt Limit	Outstanding Indebtedness December 31	Less: Exclusions	Indebtedness Subject to Debt Limit	Net Contracting Margin	Percent of Net Debt Contracting Margin Available
2015	$ 3,922,206,768	$ 126,999,140	$ 5,473,275	$ 121,525,865	$ 3,800,680,903	96.90%
2014	3,876,438,635	133,359,998	14,715,450	118,644,548	3,757,794,087	96.94%
2013	3,835,961,478	144,634,999	14,443,755	130,191,244	3,705,770,234	96.61%
2012	3,851,036,642	127,059,999	7,349,903	119,710,096	3,731,326,546	96.89%
2011	3,753,800,763	138,340,000	15,493,460	122,846,540	3,630,954,223	96.73%
2010	3,458,274,451	135,220,000	5,235,245	129,984,755	3,328,289,696	96.24%
2009	3,179,332,190	125,285,000	5,473,500	119,811,500	3,059,520,690	96.23%
2008	2,865,627,282	95,889,040	6,298,800	89,590,240	2,776,037,042	96.87%
2007	2,441,587,176	106,235,000	6,768,200	99,466,800	2,342,120,376	95.93%
2006	2,037,822,222	100,722,931	5,940,000	94,782,931	1,943,039,291	95.35%

Source: Office of the Comptroller and the Official Statements of the Town of Southampton.

TOWN OF SOUTHAMPTON
DEMOGRAPHICS AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population	Income (millions of dollars)	Per Capita Income	Unemployment Rate	Year-Round Households Estimate	Household Size Estimates	Population Density Per Square Mile (1)
2015	57,180	$ 2,710	$ 47,394	5.10%	21,735	2.46	407.85
2014	57,180	2,710	47,394	5.60%	21,735	2.46	407.85
2013	56,960	2,710	47,577	6.60%	21,735	2.46	406.28
2012	56,790	2,710	47,720	8.10%	21,735	2.60	405.06
2011	56,800	2,710	47,711	7.60%	21,419	2.59	405.14
2010	60,668	2,895	47,719	7.80%	23,219	2.51	432.72
2009	60,007	3,495	58,243	7.40%	23,035	2.54	428.01
2008	59,777	2,852	47,711	5.10%	23,278	2.52	426.37
2007	59,813	2,336	39,055	3.90%	23,200	2.50	426.63
2006	58,876	2,299	39,048	4.00%	22,921	2.50	419.94

(1) Calculation based off of 140.2 square miles obtained from the Town Clerk's office.

Sources: Office of the Comptroller and the Official Statements of the Town of Southampton, and the American Community Survey 5-Year Estimate

TOWN OF SOUTHAMPTON
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO

2015

Rank	Name	Headquarters	Type of Business	Number of Employees	Percentage of Total Town's Employment
1	Southampton Hospital	Southampton	Hospital	775	1.36%
2	Town of Southampton	Southampton	Municipality	486	0.85%
3	Southampton Union Free School District	Southampton	School District	400	0.70%
4	Corcoran Group	Bridgehampton	Real Estate	400	0.70%
5	Dominican Sisters Family Health Services	Hampton Bays	Home Health Agency	350	0.61%
6	Bridgehampton National Bank	Bridgehampton	Commercial Banks	245	0.43%
7	Dunn Engineering	Westhampton Beach	Engineering	100	0.17%
8	Maran Corporate Risk Associates	Southampton/East Hampton	Insurance	93	0.16%
9	Southampton Press	Southampton	Newspaper	50	0.09%
10	Hampton Coach	Southampton	Limousine Service	50	0.09%
				2,949	5.16%

2006

Rank	Name	Headquarters	Type of Business	Number of Employees	Percentage of Total Town's Employment
1	Southampton Hospital	Southampton	Hospital	628	2.12%
2	Town of Southampton	Southampton	Municipality	550	1.86%
3	Corcoran Group	Bridgehampton	Real Estate	250	0.85%
4	Bridgehampton National Bank	Bridgehampton	Bank	120	0.41%
5	Dominican Sisters Family Health Services	Hampton Bays	Home Health Agency	97	0.33%
6	Dunn Engineering	Westhampton Beach	Engineering	73	0.25%
7	Hamptons State Bank	Southampton	Bank	60	0.20%
8	Southampton Press	Southampton	Newspaper	55	0.19%
9	Maran Corporate Risk Associates	Southampton/East Hampton	Insurance	43	0.15%
10	Hampton Coach	Southampton	Limousine Service	40	0.14%
				1,916	6.50%

Source: Office of the Comptroller and the Official Statements of the Town of Southampton.

TOWN OF SOUTHAMPTON
FULL-TIME EQUIVALENT TOWN GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year									
	2015	**2014**	**2013**	**2012**	**2011**	**2010**	**2009**	**2008**	**2007**	**2006**
Function:										
General Government	204	212	221	219	219	224	234	267	248	121
Justice and Law Enforcement	158	158	135	132	140	145	142	153	170	186
Public Works	62	61	99	99	104	104	112	114	116	73
Economic Assistance and Opportunity	-	-	-	-	-	-	-	-	7	5
Environment, Parks and Education	24	26	18	16	18	20	19	25	33	30
Health and Human Services	38	37	39	40	42	47	45	36	49	135
Total	486	494	512	506	523	540	552	595	623	550

Source: Office of the Comptroller and the Official Statements of the Town of Southampton.

TOWN OF SOUTHAMPTON
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year									
	2015	**2014**	**2013**	**2012**	**2011**	**2010**	**2009**	**2008**	**2007**	**2006**
Function:										
Public Safety -										
Building										
Residential building permits issued	6,294	6,232	5,588	4,979	4,526	3,765	3,203	4,364	4,372	4,804
Commercial building permits issued	45	70	35	40	48	55	38	36	121	84
Police										
Physical arrests	1,813	2,125	2,141	2,172	2,512	2,588	2,341	2,213	2,117	2,062
Traffic and parking violations	14,640	13,530	16,390	17,631	19,479	20,383	20,401	18,830	17,806	15,483
Fire										
Number of fire protection districts	3	3	3	3	3	3	3	3	3	3
Number of calls answered	4,826	5,265	5,030	5,207	4,997	5,017	4,863	4,907	6,166	5,506
Inspections	1,355	1,458	1,029	1,144	1,238	1,275	1,736	1,093	1,052	1,552
Health -										
Number of ambulance districts	4	4	4	4	4	4	4	4	4	4
Transportation -										
Highway and streets										
Street resurfacing (miles)	15	20	23	24	22	23	22	13	43	33
Culture and recreation -										
Beach permits issued	45,775	43,666	41,282	43,609	42,828	42,340	39,892	40,287	43,294	39,927
Registration for summer programs	2,006	2,126	2,335	2,502	3,024	2,989	2,331	2,408	7,260	3,028
Home and Community Service -										
Sanitation										
Refuse collected (tons/day)	19.62	19.05	18.48	18.03	18.54	18.36	18.70	19.24	21.10	18.16
Recyclables collected (tons/day)	11.08	11.04	10.95	11.23	11.83	11.50	11.50	12.16	13.00	12.34
Water										
Average daily consumption (thousands of gallons)	3,300	2,800	2,700	2,500	2,300	2,600	2,100	2,600	2,755	2,603

Source: Various departments of the Town of Southampton.

TOWN OF SOUTHAMPTON
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year									
	2015	**2014**	**2013**	**2012**	**2011**	**2010**	**2009**	**2008**	**2007**	**2006**
Function:										
Public Safety -										
Municipal buildings	30	30	30	29	29	29	29	29	2	2
Preserved acreage	3,886	3,795	3,643	3,500	3,197	3,006	2,946	2,904	2,817	2,373
Public Safety -										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	93	93	90	104	104	104	104	104	95	97
Health -										
Number of ambulance districts	4	4	4	4	4	4	4	4	4	4
Transportation -										
Highways and streets										
Number of street lighting districts	9	9	9	9	9	9	9	9	9	9
Streets (miles)	456	456	456	456	455	453	452	450	429	445
Streetlights	2,727	2,727	2,724	2,714	2,714	2,714	2,714	2,714	2,400	3,535
Traffic signals (1)	32	32	31	31	31	31	29	26	22	22
Culture and recreation -										
Number of park districts	3	3	3	3	3	3	3	3	3	3
Parks and open space	4,009	4,009	4,009	4,009	4,009	4,009	4,009	4,009	4,009	3,845
Beaches	8	8	8	8	8	8	8	8	8	8
Marinas	3	3	3	3	2	2	2	2	3	3
Boat basin slips	80	80	80	80	66	66	66	66	95	101
Swimming pools	-	-	-	-	-	-	-	-	1	1
Golf courses	1	1	1	1	1	1	1	1	1	1
Tennis courts	12	12	12	12	12	12	12	12	10	11
Community centers	3	3	3	3	3	3	3	3	5	5
Home and Community Services -										
Sanitation										
Transfer stations	4	4	4	4	4	4	4	4	4	3
Vehicles	45	45	42	43	47	46	46	46	4	4
Water										
Water mains (miles)	105	105	101	100	98	96	94	94	101	100
Total yearly pumpage (in millions of gallons)	12,345	10,251	9,939	9,649	8,491	9,760	7,631	9,500	1,006	950
Fire hydrants	525	525	525	515	505	500	490	487	515	459

Source: Town of Southampton Police Department, Fire Marshall, Highway Department, Parks and Recreation Department, Information Systems Department, Community Preservation Department, General Services Department, Waste Management Department and Hampton Bays Water District.

(1) Per PSE&G (previously known as the Long Island Power Authority)