OCTOBER 20, 2026

SUPPLEMENT NOTICE

TO THE PRELIMINARY OFFICIAL STATEMENT DATED OCTOBER 19, 2026

RELATING TO THE ISSUANCE OF

$1,250,000
TOWN OF MORRISTOWN
ST. LAWRENCE COUNTY, NEW YORK
GENERAL OBLIGATIONS

$1,250,000 Bond Anticipation Notes, 2026 (Renewals)
(the "Notes")

Dated: November 5, 2026 **Due: November 5, 2027**

PLEASE BE ADVISED the first paragraph of the "Financial Statements" section is revised to read as follows:

The Town does not retain an independent certified public accountant firm for independent audits. The financial affairs of the Town are subject to annual audits by the State Comptroller. The unaudited Annual Financial Report the fiscal year ended December 31, 2025 is attached hereto as "APPENDIX – D."

PLEASE BE ADVISED the "Appendix A" has been revised to reflect the finalized 2025 Annual Financial Report (Unaudited) figures and that the "Appendix D" has been updated with the finalized 2025 Annual Financial Report (Unaudited).

PRELIMINARY OFFICIAL STATEMENT

RENEWAL ISSUE **BOND ANTICIPATION NOTES**

In the opinion of Timothy R. McGill Law Offices, Bond Counsel, based upon an analysis of existing laws, regulations, rulings and court decisions, and assuming among other matters, the accuracy of certain representations and compliance with certain covenants, interest on the Notes is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986 (the "Code"). In the further opinion of Bond Counsel, interest on the Notes is not a specific preference item for purposes of the federal individual alternative minimum tax; however, interest on the Notes is included in the "adjusted financial statement income" of certain corporations that are subject to the alternative minimum tax under Section 55 of the Code. Bond Counsel is also of the opinion that interest on the Notes is exempt from personal income taxes imposed by the State of New York or any political subdivision thereof (including The City of New York). Bond Counsel expresses no opinion regarding any other tax consequences related to the ownership or disposition of, or the amount, accrual, or receipt of interest on, the Notes. See "TAX MATTERS" herein.

The Notes will be "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Code.

$1,250,000
TOWN OF MORRISTOWN
ST. LAWRENCE COUNTY, NEW YORK
GENERAL OBLIGATIONS

$1,250,000 Bond Anticipation Notes, 2026 (Renewals)
(the "Notes")

Dated: November 5, 2026 **Due: November 5, 2027**

The Notes are general obligations of the Town of Morristown, St. Lawrence County, New York, all the taxable real property within which is subject to the levy of ad valorem taxes to pay the Notes and interest thereon, subject to applicable statutory limits imposed by Chapter 97 of the Laws of 2011 of the State of New York. See "TAX LEVY LIMITATION LAW" and "NATURE OF OBLIGATION" herein.

The Notes will be subject to redemption prior to maturity on any date on or after January 5, 2027 upon 20 days' written notice.

At the option of the purchaser(s), the Notes will be issued as registered book-entry notes or registered certificate form in the name of the purchaser. If such Notes are issued as registered in the name of the purchaser, principal of and interest on the Notes will be payable in Federal Funds. In such case, the Notes will be issued as registered in the name of the purchaser in denominations of $5,000 or multiples thereof as may be determined by successful bidder(s).

Alternatively, if the Notes are issued as registered book-entry notes, the Notes will be registered in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"), Jersey City, New Jersey, which will act as the securities depository for the Notes. Noteholders will not receive certificates representing their ownership interest in the notes purchased if the purchaser elects to register the Notes. Such Notes will be issued in denominations of $5,000 or integral multiples thereof with respect to the Notes. If the Notes are issued as registered book-entry notes, payment of the principal of and interest on the Notes to the Beneficial Owner(s) of the Notes will be made by DTC Direct Participants and Indirect Participants in accordance with standing instructions and customary practices, as is now the case with municipal securities held for the accounts of customers registered in the name of the purchaser or registered in "street name". Payment will be the responsibility of such DTC Direct or Indirect Participants and the Town, subject to any statutory and regulatory requirements as may be in effect from time to time. See "BOOK-ENTRY-ONLY SYSTEM" herein.

The Notes are offered when, as and if issued and received by the purchaser and subject to the receipt of the respective approving legal opinion as to the validity of the Notes of Timothy R. McGill Law Offices, Bond Counsel, Fairport, New York. It is anticipated that the Notes will be available for delivery through the facilities of DTC in Jersey City, New Jersey, or as may be agreed upon with the purchaser, on or about November 5, 2026.

ELECTRONIC BIDS for the Notes must be submitted via Fiscal Advisors Auction website ("Fiscal Advisors Auction") accessible via www.fiscaladvisorsauction.com on October 22, 2026 by no later than 11:00 A.M., Prevailing Time, pursuant to the respective Notice of Sale. Bids may also be submitted by facsimile at (315) 930-2354. No other form of electronic bidding services will be accepted. Once the bids are communicated electronically via Fiscal Advisors Auction or via facsimile to the Town, each bid will constitute an irrevocable offer to purchase the Notes pursuant to the terms provided in the respective Notice of Sale.

October 19, 2026

THE TOWN DEEMS THIS OFFICIAL STATEMENT TO BE FINAL FOR PURPOSES OF SECURITIES AND EXCHANGE COMMISSION RULE 15C2-12 ("THE RULE"), EXCEPT FOR CERTAIN INFORMATION THAT HAS BEEN OMITTED HEREFROM IN ACCORDANCE WITH SAID RULE AND THAT WILL BE SUPPLIED WHEN THIS OFFICIAL STATEMENT IS UPDATED FOLLOWING THE SALE OF THE OBLIGATIONS HEREIN DESCRIBED. THIS OFFICIAL STATEMENT WILL BE SO UPDATED UPON REQUEST OF THE SUCCESSFUL BIDDER(S), AS MORE FULLY DESCRIBED IN THE RESPECTIVE NOTICE OF SALE WITH RESPECT TO THE OBLIGATIONS HEREIN DESCRIBED. THE TOWN WILL COVENANT IN AN UNDERTAKING TO PROVIDE NOTICE OF CERTAIN MATERIAL EVENTS AS DEFINED IN THE RULE WITH RESPECT TO THE NOTES. SEE "MATERIAL EVENT NOTICES" HEREIN.

TOWN OF MORRISTOWN
ST. LAWRENCE COUNTY, NEW YORK

TOWN OFFICIALS

TOWN BOARD

FRANK PUTNAM
Town Supervisor

CHRISTOPHER COFFIN
Deputy Supervisor

TOWN BOARD

SHAWN MACAULAY
KATHY HUNTER
DAVID VANARNAM

* * * * * * * *

JILL SULLIVAN
Town Clerk

SILVER & COLLINS
Town Attorney

FISCAL ADVISORS & MARKETING, INC.
Municipal Advisor

TIMOTHY R. MCGILL, ESQ.
Bond Counsel

No person has been authorized by the Town to give any information or to make any representations not contained in this Official Statement, and, if given or made, such information or representations must not be relied upon as having been authorized. This Official Statement does not constitute an offer to sell or solicitation of an offer to buy any of the Notes in any jurisdiction to any person to whom it is unlawful to make such offer or solicitation in such jurisdiction. The information, estimates and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Town.

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PREPARED WITH THE ASSISTANCE OF

Fiscal Advisors & Marketing, Inc.
250 South Clinton Street, Suite 502
Syracuse, New York 13202
(315) 752-0051
http://www.fiscaladvisors.com

OFFICIAL STATEMENT

OF THE

TOWN OF MORRISTOWN
ST. LAWRENCE COUNTY, NEW YORK

Relating To

$1,250,000 Bond Anticipation Notes, 2026 (Renewals)

This Official Statement, which includes the cover page and appendices, has been prepared by the Town of Morristown, St. Lawrence County, New York (the "Town", "County," and "State," respectively) in connection with the sale by the Town of $1,250,000 Bond Anticipation Notes, 2026 (Renewals) (the "Notes").

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

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

NATURE OF OBLIGATION

Each of the Notes when duly issued and paid for will constitute a contract between the Town and the holder thereof.

Holders of any series of notes of the Town may bring an action or commence a proceeding in accordance with the civil practice law and rules to enforce the rights of the holders of such series of notes.

The Notes will be general obligations of the Town and will contain a pledge of the faith and credit of the Town for the payment of the principal thereof and the interest thereon as required by the Constitution and laws of the State. For the payment of such principal and interest, the Town has power and statutory authorization to levy ad valorem taxes on all real property within the Town subject to such taxation by the Town, subject to applicable statutory limitations.

Although the State Legislature is restricted by Article VIII, Section 12 of the State Constitution from imposing limitations on the power to raise taxes to pay "interest on or principal of indebtedness theretofore contracted" prior to the effective date of any such legislation, the New York State Legislature may from time to time impose additional limitations or requirements on the ability to increase a real property tax levy or on the methodology, exclusions or other restrictions of various aspects of real property taxation (as well as on the ability to issue new indebtedness). On June 24, 2011, Chapter 97 of the Laws of 2011 was signed into law by the Governor (the "Tax Levy Limitation Law"). The Tax Levy Limitation Law applies to local governments and school districts in the State (with certain exceptions) and imposes additional procedural requirements on the ability of municipalities and school districts to levy certain year-to-year increases in real property taxes.

Under the Constitution of the State, the Town is required to pledge its faith and credit for the payment of the principal of and interest on the Notes and is required to raise real estate taxes, and without specification, other revenues, if such levy is necessary to repay such indebtedness. While the Tax Levy Limitation Law imposes a statutory limitation on the Town's power to increase its annual tax levy with the amount of such increase limited by the formulas set forth in the Tax Levy Limitation Law, it also provides the procedural method to surmount that limitation. See "TAX LEVY LIMITATION LAW," herein.

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

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

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

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

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

In *Quirk v. Municipal Assistance Corp.*, the Court of Appeals described this as a "first lien" on revenues, but one that does not give holders a right to any particular revenues. It should thus be noted that the pledge of the faith and credit of a political subdivision in New York State is a pledge of an issuer of a general obligation bond or note to use its general revenue powers, including, but not limited to, its property tax levy to pay debt service on such obligations, but that such pledge may not be interpreted by a court of competent jurisdiction to include a constitutional or statutory lien upon any particular revenues.

While the courts in New York State have historically been protective of the rights of holders of general obligation debt of political subdivisions, it is not possible to predict what a future court might hold.

THE NOTES

Description of the Notes

The Notes are general obligations of the Town, and will contain a pledge of its faith and credit for the payment of the principal thereof and interest thereon as required by the laws of the State of New York. All the taxable real property within the Town is subject to the levy of ad valorem taxes to pay the Notes and interest thereon, subject to applicable statutory limitations. See "TAX LEVY LIMITATION LAW" herein.

Under Article VIII of the Constitution of the State, the Town is required to pledge its faith and credit for the payment of the principal of and interest on the Notes and the State is specifically precluded from restricting the power of the Town to levy taxes on real property for the payment of such indebtedness.

The Notes are dated November 5, 2026, and will mature on November 5, 2027. Interest will be calculated on a 30-day month and 360-day year basis, payable on any date on or after January 5, 2027 upon 20 days' written notice.

The Notes will be issued in either (i) at the option of the purchaser, as registered notes, and, if so issued, registered in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"), New York, New York, which will act as the securities depository for the Notes. Under this option, payment of the principal of and interest on the Notes to the Beneficial Owner of the Notes will be made by DTC Participants and Indirect Participants in accordance with standing instructions and customary practices. Payment will be the responsibility of the DTC, subject to any statutory and regulatory requirements as may be in effect from time to time. See "BOOK-ENTRY-ONLY SYSTEM" herein; or (ii) registered in the name of the purchaser in a single note form with principal and interest payable in Federal Funds at the office of the Town Clerk.

Optional Redemption

The Notes will be subject to redemption prior to maturity on any date on or after January 5, 2027, upon 20 days' written notice.

Purpose of Issue

The Notes are being issued pursuant to the Constitution and statutes of the State, including among others, the Town Law, the Local Finance Law, and bond resolution adopted by the Town Board on July 9, 2024 authorizing the issuance of up to $9,850,000 of bond anticipation notes and serial bonds of the town to pay the cost of the acquisition and construction of water improvements for the Town of Morristown Water District No. 1.

The proceeds of the Notes will redeem and renew, in full, the $1,250,000 bond anticipation notes that are outstanding and maturing November 6, 2026 for the aforementioned project.

BOOK-ENTRY-ONLY SYSTEM

The Depository Trust Company ("DTC"), New York, NY, will act as securities depository for the Notes, if requested. The Notes will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered note certificate will be issued for Notes bearing the same rate of interest and CUSIP number, and will be deposited with DTC.

DTC, the world's largest depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.6 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments from over 100 countries that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at **www.dtcc.com and www.dtc.org**.

Purchases of Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Notes on DTC's records. The ownership interest of each actual purchaser of each Note ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Notes are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Notes, except in the event that use of the book-entry system for the Notes is discontinued.

To facilitate subsequent transfers, all Notes deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Notes with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Notes; DTC's records reflect only the identity of the Direct Participants to whose accounts such Notes are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to DTC. If less than all of the Notes within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Principal and interest payments on the Notes will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC or the Town, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest to DTC is the responsibility of the Town, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Notes at any time by giving reasonable notice to the Town. Under such circumstances, in the event that a successor depository is not obtained, note certificates are required to be printed and delivered.

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

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

Source: The Depository Trust Company.

THE TOWN CANNOT AND DOES NOT GIVE ANY ASSURANCES THAT DTC, DIRECT PARTICIPANTS OR INDIRECT PARTICIPANTS OF DTC WILL DISTRIBUTE TO THE BENEFICIAL OWNERS OF THE NOTES (1) PAYMENTS OF PRINCIPAL OF OR INTEREST OR REDEMPTION PREMIUM ON THE NOTES, (2) CONFIRMATIONS OF THEIR OWNERSHIP INTERESTS IN THE NOTES, OR (3) OTHER NOTICES SENT TO DTC OR CEDE & CO., ITS PARTNERSHIP NOMINEE, AS THE REGISTERED OWNER OF THE NOTES, OR THAT THEY WILL DO SO ON A TIMELY BASIS, OR THAT DTC, DIRECT PARTICIPANTS OR INDIRECT PARTICIPANTS WILL SERVE AND ACT IN THE MANNER DESCRIBED IN THIS OFFICIAL STATEMENT.

THE TOWN WILL NOT HAVE ANY RESPONSIBILITY OR OBLIGATIONS TO DTC, THE DIRECT PARTICIPANTS, THE INDIRECT PARTICIPANTS OF DTC OR THE BENEFICIAL OWNERS WITH RESPECT TO (1) THE ACCURACY OF ANY RECORDS MAINTAINED BY DTC OR ANY DIRECT PARTICIPANTS OR INDIRECT PARTICIPANTS OF DTC; (2) THE PAYMENT BY DTC OR ANY DIRECT PARTICIPANTS OR INDIRECT PARTICIPANTS OF DTC OF ANY AMOUNT DUE TO ANY BENEFICIAL OWNER IN RESPECT OF THE PRINCIPAL AMOUNT OF OR INTEREST OR REDEMPTION PREMIUM ON THE NOTES; (3) THE DELIVERY BY DTC OR ANY DIRECT PARTICIPANTS OR INDIRECT PARTICIPANTS OF DTC OF ANY NOTICE TO ANY BENEFICIAL OWNER THAT IS REQUIRED OR PERMITTED TO BE GIVEN TO OWNERS; OR (4) ANY CONSENT GIVEN OR OTHER ACTION TAKEN BY DTC AS THE REGISTERED HOLDER OF THE NOTES.

THE INFORMATION CONTAINED HEREIN CONCERNING DTC AND ITS BOOK-ENTRY SYSTEM HAS BEEN OBTAINED FROM DTC AND THE TOWN MAKES NO REPRESENTATION AS TO THE COMPLETENESS OR THE ACCURACY OF SUCH INFORMATION OR AS TO THE ABSENCE OF MATERIAL ADVERSE CHANGES IN SUCH INFORMATION SUBSEQUENT TO THE DATE HEREOF.

Certificated Notes

DTC may discontinue providing its services with respect to the Notes at any time by giving notice to the Town and discharging its responsibilities with respect thereto under applicable law, or the Town may terminate its participation in the system of book-entry-only system transfers through DTC at any time. In the event that such book-entry-only system is discontinued, the following provisions will apply:

The Notes will be issued in registered form registered in the name of the Purchaser in denominations of $5,000 or integral multiples thereof as may be determined by successful bidder. Principal of and interest on the Notes will be payable at the Town. The Notes will be subject to redemption prior to maturity on any date on or after Janu 5, 2026 upon 20 days' written notice.

THE TOWN

General Information

The Town of Morristown is in St. Lawrence County, on the St. Lawrence River, at the beginning of the Thousand Islands. The northern town line of Morristown is the international border with Ontario, Canada, defined by the St. Lawrence River. The town is dominated by two major bodies of water: the St. Lawrence River and Black Lake, which defines the southern town line. The population of the Town was 2,072 at the 2023 census. The Town is on the northwestern part of the County and contains a village also named Morristown. The village and town are northwest of Gouverneur.

Source: Town officials.

Population Trends

	Town of Morristown	St. Lawrence County	New York State
2010	1,977	111,821	19,378,102
2020	2,079	108,329	20,201,249
2023	2,072	106,940	19,571,216
2025 (Estimated)	2,058	105,488	20,002,427

Source: U. S. Census.

Larger Employers within St. Lawrence County

Many residents of the Town find employment with one of the following major employers located within St. Lawrence County.

The larger employers in the County and the estimated number of persons employed by each are as follows:

Company	Type	Employees #
Rochester Regional/St. Lawrence Health System	Health Care	2,025
St. Lawrence County	Government	853
St. Lawrence University	Education	750
United Helpers Organization	Health Care	700
Clarkson University	Education	700
SUNY Potsdam	Education	680
Kiney Drugs, Inc.	Retail	600
St. Lawrence-Lewis BOCES	Education	600
SUNY Canton College	Education	567
St. Lawrence Psychiatric Center	Health Care	544

Source: St. Lawrence County 2025 Annual Financial Information and Operating Data.

Selected Wealth and Income Indicators

Per capita income statistics are available for the Town, County and State. Listed below are select figures from 2006-2010, 2016-2020, and 2020-2024 Census reports

	Per Capita Income			Median Family Income		
	2006-2010	2016-2020	2020-2024	2006-2010	2016-2020	2020-2024
Towns of:						
Morristown	$ 21,866	$ 24,299	$ 19,729	$ 52,721	$ 53,625	$ 72,431
County of:						
St. Lawrence	20,143	26,676	33,177	50,384	66,843	80,443
State of:						
New York	30,948	40,898	50,712	67,405	87,270	106,873

Note: 2021-2025 American Community Survey estimates are not available as of the date of this Official Statement.

Source: U.S. Census Bureau, 2006-2010 census, 2016-2020 and 2020-2024 American Community Survey data.

Unemployment Rate Statistics

Unemployment statistics are not available for the Town. The information set forth below with respect to the County is included for informational purposes only. It should not be implied from the inclusion of such data in this Official Statement that the County is necessarily representative of the Town, or vice versa.

	Year Averages							
	2018	2019	2020	2021	2022	2023	2024	2025
St. Lawrence County	5.4%	5.2%	7.7%	5.1%	4.1%	4.3%	4.6%	4.6%
New York State	4.1	3.8	9.9	7.0	4.3	4.2	4.3	4.3

	2026 Monthly Figures								
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
St. Lawrence County	5.5%	5.6%	5.0%	4.8%	4.7%	4.8%	5.2%	5.2%	N/A
New York State	4.7	5.2	4.4	4.2	4.2	4.4	4.2	4.6	N/A

Note: Unemployment rates for September 2026 are unavailable as of the date of this Official Statement.

Source: Department of Labor, State of New York. Figures not seasonally adjusted.

Form of Town Government

The chief executive officer of the Town is the Supervisor who is elected to a term of four years and is eligible for re-election. The Supervisor is also a member of the Town Board. In addition to the Supervisor, there are four members of the Town Board who are elected to four-year terms. There is no limitation as to the number of terms which may be served by members of the Town Board.

Financial Organization

Pursuant to the Local Finance Law and the Town Law, the Supervisor is the chief fiscal officer and budget officer of the Town. The Town Comptroller serves as the director of finance, the chief auditing and accounting officer and audits all claims against the Town and maintains the central accounting records.

Budgetary Procedures

The Town Supervisor is the Budget Officer for the Town and prepares a preliminary budget each year, pursuant to various laws of the State of New York, submits it to the Town Board. Revisions, if any, are made and the budget it adopted by the Town Board as its preliminary budget. A public hearing is held 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 is not subject to referendum. The Town has not exceeded the Tax Cap in the past 5 years and does not reasonably expect to do so in the foreseeable future.

Investment Policy

The Town's investment policies are governed by State statutes. In addition, the Town has its own written investment policy. Monies must be deposited in FDIC-insured commercial banks or trust companies located within the State. Demand accounts and certificates of deposit are authorized to be used. Permissible investments include obligations of the U.S. Treasury and U.S. agencies, and obligations of New York State or its localities.

Collateral is required for demand deposits and certificates of deposit not covered by federal deposit insurance. Obligations that may be pledged as collateral include obligations of the United States and its agencies and obligations of the State of New York, its municipalities and school districts.

State Aid

The Town receives financial assistance from the State. In its General Fund budget for the 2026 fiscal year, approximately 15.13% of the operating revenues of the Town are expected to be received from the State as State aid. If the State should experience difficulty in borrowing funds in anticipation of the receipt of State taxes in order to pay State aid to municipalities and school districts in the State, including the Town, in any year, the Town may be affected by a delay in the receipt of State aid until sufficient State taxes have been received by the State to make State aid payments. Additionally, if the State should not adopt its budget in a timely manner, municipalities and school districts in the State, including the Town, may be affected by a delay in the payment of State aid.

The State is not constitutionally obligated to maintain or continue State aid to the Town. No assurance can be given that present State aid levels will be maintained in the future. State budgetary restrictions which eliminate or substantially reduce State aid could have a material adverse effect upon the Town, requiring either a counterbalancing increase in revenues from other sources to the extent available, or a curtailment of expenditures.

Should the Town fail to receive State aid expected from the State in the amounts and at the times expected, occasioned by a delay in the payment of such monies or by a mid-year reduction in State aid, the Town is authorized by the Local Finance Law to provide operating funds by borrowing in anticipation of the receipt of uncollected State aid.

Employees

The Town currently employs approximately 11 full-time and 7 part-time employees (excluding seasonal). The number of employees represented by collective bargaining agents, and the dates of expiration of their agreements are as follows:

Unit	Number Represented	Date of Contract Expiration
Highway Department	4	December 31, 2027

Source: Town officials.

Status and Financing of Employee Pension Benefits

Substantially all employees of the Town are members of the New York State and Local Employees' Retirement System ("ERS") or the New York State ("ERS" or the "Retirement System"). The ERS is generally also known as the "Common Retirement Fund". The Retirement System is a cost-sharing multiple public employer retirement system. The obligation of employers and employees to contribute and the benefit to employees are governed by the New York State Retirement System and Social Security Law (the "Retirement System Law"). The Retirement System offers a wide range of plans and benefits which are related to years of service and final average salary, vesting of retirement benefits, death and disability benefits and optional methods of benefit payments. All benefits generally vest after five years of credited service. The Retirement System Law generally provides that all participating employers in each retirement system are jointly and severally liable for any unfunded amounts. Such amounts are collected through annual billings to all participating employers. Generally, all employees, except certain part-time employees, participate in the Retirement System.

The ERS is non-contributory with respect to members hired prior to July 27, 1976 (Tier 1 & 2); members hired from July 27, 1976 through December 31, 2009 (Tier 3 & 4) contribute 3% for the first 10 years of service and then become non-contributory; members hired from January 1, 2010 through March 31, 2012 (Tier 5) must contribute 3% for their entire careers; members hired April 1, 2012 (Tier 6) or after will contribute between 3 and 6 percent for their entire careers based on their annual wage.

For ERS, Tier 5 provides for:

- Raising the minimum age at which most civilians can retire without penalty from 55 to 62 and imposing a penalty of up to 38% for any civilian who retires prior to age 62.
- Requiring employees to continue contributing 3% of their salaries toward pension costs so long as they accumulate additional pension credits.
- Increasing the minimum years of service required to draw a pension from 5 years to 10 years, which has since been changed to 5 years as of April 9, 2022 (for both Tier V and Tier VI).
- Capping the amount of overtime that can be considered in the calculation of pension benefits for civilians at $15,000 per year, and for police & firefighters at 15% of non-overtime wages.

For ERS, Tier 6 provides for:

- Increase in the contribution rates of between 3% and 6% based on annual wage.
- Increase in the retirement age from 62 years to 63 years.
- A readjustment of the pension multiplier.
- The State's 2024-25 Enacted Budget included a provision that improved the pension benefits of Tier VI members by modifying the final average salary calculation from 5 years back to 3 years. This measure was effective as of April 20, 2024 for ERS Tier VI members.

The Town's payments to ERS since the 2021 fiscal year have been as follows:

Fiscal Year	ERS
2021	$ 50,692
2022	63,067
2023	54,187
2024	55,856
2025	63,901
2026 (Budgeted)	104,141

Source: Town officials.

Pursuant to various laws enacted between 1991 and 2002, the State Legislature authorized local governments to make available certain early retirement incentive programs to its employees. The Town does not currently have any early retirement incentives outstanding. The Town offered a retirement incentive in 2020 for 2 employees to retire in exchange for no health insurance contributions from July 1, 2020 until said employees become Medicare eligible. The Town realized savings of approximately $59,000 for 2020 and $85,000 for 2021 as a result. The Town has no plans to offer retirement incentives in the current fiscal year.

Historical Trends and Contribution Rates. Historically there has been a State mandate requiring full (100%) funding of the annual actuarially required local governmental contribution out of current budgetary appropriations. With the strong performance of the ERS in the 1990s, the locally required annual contribution declined to near zero. However, with the subsequent decline in the equity markets in the early 2000s, the pension system became underfunded. As a result, required contributions for ERS increased substantially from 1.5% in 2003 to 12.9% in 2005. Wide swings in the contribution rates can result in budgetary planning problems for many participating local governments.

A chart of average ERS rates (2022 to 2027) is shown below:

Year	ERS
2022	16.2%
2023	11.6
2024	13.1
2025	15.2
2026	16.5
2027	17.6

Chapter 49 of the Laws of 2003 amended the Retirement and Social Security Law and Local Finance Law. The amendments empowered the State Comptroller to implement a comprehensive structural reform program that establishes a minimum contribution for any employer equal to 4.5% of pensionable salaries for required contributions due December 15, 2003 and for all years thereafter where the actual rate would otherwise be 4.5% or less. In addition, it instituted a billing system that will advise employers over one year in advance concerning actual pension contribution rates.

Chapter 57 of the Laws of 2010 (Part TT) amended the Retirement and Social Security Law to authorize participating local government employers, if they so elect, to amortize an eligible portion of their annual required contributions to both ERS and PFRS, when employer contribution rates rise above certain levels. The option to amortize the eligible portion began with the annual contribution due February 1, 2011. The amortizable portion of an annual required contribution is based on a "graded" rate by the State Comptroller in accordance with formulas provided in Chapter 57. Amortized contributions are to be paid in equal annual installments over a ten-year period, but may be prepaid at any time. Interest is to be charged on the unpaid amortized portion at a rate to be determined by State Comptroller, which approximates a market rate of return on taxable fixed rate securities of a comparable duration issued by comparable issuers. The interest rate is established annually for that year's amortized amount and then applies to the entire ten years of the amortization cycle of that amount. When in any fiscal year, the participating employer's graded payment eliminates all balances owed on prior amortized amounts, any remaining graded payments are to be paid into an employer contribution reserve fund established by the State Comptroller for the employer, to the extent that amortizing employer has no currently unpaid prior amortized amounts, for future such use.

Stable Rate Pension Contribution Option. The 2013-14 Adopted State Budget included a provision that authorized local governments, including the Town, with the option to "lock-in" long-term, stable rate pension contributions for a period of years determined by the State Comptroller and ERS. For 2014 and 2015 the rate is 12.0% for ERS; the rates applicable to 2016 and thereafter are subject to adjustment. The pension contribution rates under this program would reduce near-term payments for employers, but require higher than normal contributions in later years.

The Town is not amortizing or smoothing any pension payments, nor does it intend to do so in the foreseeable future.

The investment of monies and assumptions underlying same, of the ERS covering the Town's employees is not subject to the direction of the Town. Thus, it is not possible to predict, control or prepare for future unfunded accrued actuarial liabilities of the ERS ("UAALs"). The UAAL is the difference between total actuarially accrued liabilities and actuarially calculated assets available for the payment of such benefits. The UAAL is based on assumptions as to retirement age, mortality, projected salary increases attributed to inflation, across-the-board raises and merit raises, increases in retirement benefits, cost-of-living adjustments, valuation of current assets, investment return and other matters. Such UAALs could be substantial in the future, requiring significantly increased contributions from the Town which could affect other budgetary matters. Concerned investors should contact the ERS administrative staff for further information on the latest actuarial valuations of the ERS.

Other Post-Employment Benefits

The Town does not provide post-retirement healthcare benefits to former employees, and therefore does not contract with an actuarial firm to calculate its OPEB in accordance with GASB 45 or GASB 75, and does not intend to do so in the foreseeable future.

Other Information

The statutory authority for the power to spend money for the object or purpose, or to accomplish the object or purpose for which the Bonds and Notes are to be issued, is the Town Law and the Local Finance Law.

No principal or interest upon any obligation of this Town is past due.

The Town complied with the procedure for the publication of the estoppel notice with respect to the Notes as provided in Title 6 of Article 2 of the Local Finance Law.

The fiscal year of the Town is January 1 through December 31.

Except for as shown under "STATUS OF INDEBTEDNESS – Estimated Overlapping Indebtedness", this Official Statement does not include the financial data of any political subdivision having power to levy taxes within the Town.

Financial Statements

The Town does not retain an independent certified public accountant firm for independent audits. The financial affairs of the Town are subject to annual audits by the State Comptroller. The unaudited Annual Financial Report the fiscal year ended December 31, 2025 is attached hereto as "APPENDIX – D."

The Town complies with the Uniform System of Accounts as prescribed for towns in New York State. The financial statements of the Town have been prepared on a regulatory basis in conformity with the New York State Accounting and Reporting Manual. The basis of presentation is a comprehensive basis of accounting other than generally accepted accounting principles in the United States of America as applied to governmental units. Reference should be made to the Town's unaudited annual financial report update document for a summary of significant accounting policies.

Beginning with the fiscal year ending December 31, 2003, the Town was required to implement the accounting requirements promulgated by GASB Statement No. 34. This statement includes reporting of all assets including infrastructure and depreciation in the Government Wide Statement of Activities, as well as the Management's Discussion and Analysis. The Town is currently in compliance with Statement No. 34.

New York State Comptroller Report of Examination

State Comptroller's office, i.e., the Department of Audit and Control, periodically performs a compliance review to ascertain whether the Town has complied with the requirements of various State and Federal statutes. These audits can be found by visiting the Audits of Local Governments section of the Office of the State Comptroller website.

The Town has not been audited by the State Comptroller's office in the past five years and there are no State Comptroller audits of the Town that are currently in progress or pending release.

Note: Reference to websites implies no warranty of accuracy of information therein, nor inclusion herein by reference.

The State Comptroller's Fiscal Stress Monitoring System

The New York State Comptroller has reported that New York State's school districts and municipalities are facing significant fiscal challenges. As a result, the Office of the State Comptroller has developed a Fiscal Stress Monitoring System ("FSMS") to provide independent, objectively measured and quantifiable information to school district and municipal officials, taxpayers and policy makers regarding the various levels of fiscal stress under which the State's school districts and municipalities are operating.

The fiscal stress scores are based on financial information submitted as part of each school district's ST-3 report filed with the State Education Department annually, and each municipality's annual update document filed with the State Comptroller. Using financial indicators that include year-end fund balance, cash position and patterns of operating deficits, the system creates an overall fiscal stress score which classifies whether a school district or municipality is in "significant fiscal stress", in "moderate fiscal stress," as "susceptible to fiscal stress" or "no designation". Entities that do not accumulate the number of points that would place them in a stress category will receive a financial score but will be classified in a category of "no designation." This classification should not be interpreted to imply that the entity is completely free of fiscal stress conditions. Rather, the entity's financial information, when objectively scored according to the FSMS criteria, did not generate sufficient points to place them in one of the three established stress categories.

The reports of the State Comptroller for the past five years for the Town are as follows:

Fiscal Year Ending In	Stress Designation	Fiscal Score
2025	Not Filed	-
2024	No Designation	3.3
2023	No Designation	3.3
2022	No Designation	0.0
2021	No Designation	0.0

Additional information regarding the Fiscal Stress Monitoring System can be found by visiting the Fiscal Stress Monitoring System section of the Office of the State Comptroller website.

Source: Website of the Office of the New York State Comptroller. References to website addresses presented herein are for informational purposes only. Unless specified otherwise, such websites and the information or links contained therein are not incorporated into, and are not part of, this Official Statement.

TAX INFORMATION

Taxable Valuations

Fiscal Year Ending December 31:	2022	2023	2024	2025	2026
Assessed Valuation	$ 200,220,248	$ 207,530,563	$ 213,599,726	$ 219,028,341	$ 226,268,440
New York State Equalization Rate	100.00%	93.00%	86.00%	82.00%	79.50%
Total Taxable Full Valuation	$ 200,220,248	$ 223,151,143	$ 248,371,774	$ 267,107,733	$ 284,614,390

Tax Rate per $1,000 (Assessed)

Fiscal Year Ending December 31:	2022	2023	2024	2025	2026
	$ 3.64	$ 3.64	$ 3.64	$ 3.64	$ 3.64

Tax Collection Procedure

Taxes and assessments are payable during January without penalty. After February 1, taxes are collected by the Town receiver of taxes until March 31, with a 1% per month penalty. Thereafter, unpaid taxes become the responsibility of the County.

The Town Receiver of Taxes and Assessments collects all real estate taxes for Town and County purposes. The Town Receiver distributes the collected tax money to the Town prior to distributing the balance collected to the County in April. The Town thereby is assured of 100% tax collections. Responsibility for collecting of unpaid taxes rests with the County.

Tax Levy and Tax Collection Record

Fiscal Year Ending December 31:	2022	2023	2024	2025	2026
Total Tax Levy	$ 1,013,272	$ 1,068,503	$ 1,136,905	$ 1,178,928	$ 1,279,382
Uncollected Taxes [1]	-	-	-	-	-
% Uncollected	0.00%	0.00%	0.00%	0.00%	0.00%

[1] The County guarantees collection of taxes. See "Tax Collection Procedure" herein.

Largest Taxpayers – 2025 Assessment Roll for 2026

Name	Type	Assessed Valuation
Niagara Mohawk	Power Company	$ 4,309,281
Vernon Lowery	Landlord	1,967,600
Donnie Aldrich	Solar Farm	1,436,764
David Stout III	Construction	1,295,200
Log Cabins, Corp.	Rental Property	1,081,900
Dogeneyo, LLC	Retail Store	1,000,000
Joseph Bauer	Private Property	997,100
KMJD Enterprises LLC	Campground	919,100
Christopher Brandi	Private Property	852,700
Verizon New York, Inc.	Telephone Company	850,709

The larger taxpayers listed above have a total assessed valuation of $14,710,354 which represents approximately 5.51% of the tax base of the Town.

Note: As of the date of this Official Statement, the Town does not have any pending or outstanding tax certioraris that are known or anticipated to have a material impact on the finances of the Town.

Source: Town Tax Rolls.

Additional Tax Information

Real property in the Town is assessed by the Town.

Veterans' and senior citizens' exemptions are offered to those who qualify

TAX LEVY LIMITATION LAW

On June 24, 2011, Chapter 97 of the Laws of 2011 was signed into law by the Governor (the "Tax Levy Limitation Law"). The Tax Levy Limitation Law applies to virtually all local governments, including school districts (with the exception of New York City, Yonkers, Syracuse, Rochester and Buffalo, the latter four of which are indirectly affected by applicability to their respective city). It also applies to independent special districts and to town and county improvement districts as part of their parent municipalities tax levies.

The Tax Levy Limitation Law restricts, among other things, the amount of real property taxes (including assessments of certain special improvement districts) that may be levied by or on behalf of a municipality in a particular year, beginning with fiscal years commencing on or after January 1, 2012. It was set to expire June 15, 2020 unless extended; it has since been made permanent. Pursuant to the Tax Levy Limitation Law, the tax levy of a municipality cannot increase by more than the lesser of (i) two percent (2%) or (ii) the annual increase in the consumer price index ("CPI"), over the amount of the prior year's tax levy. Certain adjustments are required for taxable real property full valuation increases due to changes in physical or quantity growth in the real property base as defined in Section 1220 of the Real Property Tax Law. A town may exceed the tax levy limitation for the coming fiscal year only if the governing body of such town first enacts, by at least a sixty percent vote of the total voting strength of the board, a local law, to override such limitation for such coming fiscal year only. There are exceptions to the tax levy limitation provided in the Tax Levy Limitation Law, including expenditures made on account of certain tort settlements and certain increases in the average actuarial contribution rates of the New York State and Local Employees' Retirement System, the Police and Fire Retirement System, and the Teachers' Retirement System. Municipalities are also permitted to carry forward a certain portion of their unused levy limitation from a prior year. Each municipality, prior to adoption of each fiscal year budget must submit for review to the State Comptroller any information that is necessary in the calculation of its tax levy for each fiscal year.

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

While the Tax Levy Limitation Law may constrict an issuer's power to levy real property taxes for the payment of debt service on debt contracted after the effective date of said Tax Levy Limitation Law, it is clear that no statute is able (1) to limit an issuer's pledge of its faith and credit to the payment of any of its general obligation indebtedness or (2) to limit an issuer's levy of real property taxes to pay debt service on general obligation debt contracted prior to the effective date of the Tax Levy Limitation Law. Whether the Constitution grants a municipality authority to treat debt service payments as a constitutional exception to such statutory tax levy limitation outside of any statutorily determined tax levy amount is not clear.

Real Property Tax Rebate. Chapter 59 of the Laws of 2014 ("Chapter 59"), a newly adopted State budget bill includes provisions which provide a refundable personal income tax credit to real property taxpayers in school districts and certain municipal units of government. Real property owners in school districts are eligible for this credit in the 2014 and 2015 taxable years of those property owners. Real property taxpayers in certain other municipal units of government are eligible for this credit in the 2015 and 2016 taxable years of those real property taxpayers. The eligibility of real property taxpayers for the tax credit in each year depends on such jurisdiction's compliance with the provisions of the Tax Levy Limitation Law. School districts budgets must comply in their 2014-2015 and 2015-2016 fiscal years. Other municipal units of government must have their budgets in compliance for their 2015 and 2016 fiscal years. Such budgets must be within the tax cap limits set by the Tax Levy Limitation Law for the real property taxpayers to be eligible for this personal income tax credit. The affected jurisdictions include counties, cities (other than any city with a population of one million or more and its counties), towns, villages, school districts (other than the dependent school districts of New York City, Buffalo, Rochester, Syracuse and Yonkers, the latter four of which are indirectly affected by applicability to their respective city) and independent special districts.

Certain additional restrictions on the amount of the personal income tax credit are set forth in Chapter 59 in order for the tax cap to qualify as one which will provide the tax credit benefit to such real property taxpayers. The refundable personal income tax credit amount is increased in the second year if compliance occurs in both taxable years.

For the second taxable year of the program, the refundable personal income tax credit for real property taxpayers is additionally contingent upon adoption by the school district or municipal unit of a state approved "government efficiency plan" which demonstrates "three-year savings and efficiencies of at least one per cent per year from shared services, cooperation agreements and/or mergers or efficiencies".

Municipalities, school districts and independent special districts must provide certification of compliance with the requirements of the new provisions to certain state officials in order to render their real property taxpayers eligible for the personal income tax credit.

While the provisions of Chapter 59 do not directly further restrict the taxing power of the affected municipalities, school districts and special districts, they do provide an incentive for such tax levies to remain within the tax cap limits established by the Tax Levy Limitation Law. The implications of this and any future similar laws for future tax levies and for operations and services of the Town are uncertain at this time.

STATUS OF INDEBTEDNESS

Constitutional Requirements

The New York State Constitution limits the power of the Town (and other municipalities and certain school districts of the State) to issue obligations and to otherwise contract indebtedness. Such constitutional limitations in summary form, and as generally applicable to the Town and the Bonds and Notes include the following:

Purpose and Pledge. Subject to certain enumerated exceptions, the Town shall not give or loan any money or property to or in aid of any individual or private corporation or private undertaking or give or loan its credit to or in aid of any of the foregoing or any public corporation.

The Town may contract indebtedness only for a Town purpose and shall pledge its faith and credit for the payment of principal of and interest thereon.

Payment and Maturity. Except for certain short-term indebtedness contracted in anticipation of taxes or to be paid within three fiscal year periods, indebtedness shall be paid in annual installments commencing no later than two years after the date such indebtedness shall have been contracted and ending no later than the expiration of the period of probable usefulness of the object or purpose as determined by statute; unless substantially level or declining debt service is utilized, no installment may be more than fifty per centum in excess of the smallest prior installment. The Town is required to provide an annual appropriation for the payment of interest due during the year on its indebtedness and for the amounts required in such year for amortization and redemption of its serial bonds and such required annual installments on its notes.

Debt Limit. The Town has the power to contract indebtedness for any Town purpose so long as the principal amount thereof, subject to certain limited exceptions, shall not exceed seven per centum of the average full valuation of taxable real estate of the Town and subject to certain enumerated exclusions and deductions such as water and certain sewer facilities and cash or appropriations for current debt service. The constitutional method for determining full valuation is by taking the assessed valuation of taxable real estate as shown upon the latest completed assessment roll and dividing the same by the equalization rate as determined by the State Office of Real Property Services. The State Legislature is required to prescribe the manner by which such ratio shall be determined. Average full valuation is determined by taking the sum of the full valuation of the last completed assessment roll and the four preceding assessment rolls and dividing such sum by five.

Pursuant to Article VIII of the State Constitution and Title 9 of Article 2 of the Local Finance Law, the debt limit of the Town is calculated by taking 7% of the latest five-year average of the full valuation of all taxable real property.

Statutory Procedure

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

Pursuant to the Local Finance Law, the Town authorizes the issuance of bonds by the adoption of a bond resolution, approved by at least two-thirds of the members of the Town Board, the finance board of the Town. Customarily, the Town Board has delegated to the Supervisor, as chief fiscal officer of the Town, the power to authorize and sell bond anticipation notes in anticipation of authorized bonds.

The Local Finance Law also provides that where a bond resolution is published with a statutory form of notice, the validity of the bonds authorized thereby, including bond anticipation notes issued in anticipation of the sale thereof, may be contested only if:

(1) Such obligations are authorized for a purpose for which the Town is not authorized to expend money, or

(2) There has not been substantial compliance with the provisions of law which should have been complied with in the authorization of such obligations and an action contesting such validity, is commenced within twenty days after the date of such publication or,

(3) Such obligations are authorized in violation of the provisions of the Constitution.

Except on rare occasions the Town complies with this estoppel procedure. It is a procedure that is recommended by Bond Counsel, but it is not an absolute legal requirement.

Each bond resolution usually authorizes the construction, acquisition or installation of the object or purpose to be financed, sets forth the plan of financing and specifies the maximum maturity of the bonds subject to the legal (Constitution, Local Finance Law) restrictions relating to the period of probable usefulness with respect thereto.

Statutory law in New York permits bond anticipation notes to be renewed each year provided annual principal installments are made in reduction of the total amount of such notes outstanding, commencing no later than two years from the date of the first of such notes and provided, generally, that such renewals do not exceed five years beyond the original date of borrowing. (See "Payment and Maturity" under "Constitutional Requirements" herein, and "Details of Outstanding Indebtedness" herein).

In general, the Local Finance Law contains provisions providing the Town with the power to issue certain other short-term general obligations indebtedness including revenue and tax anticipation notes and budget and capital notes (see "Details of Outstanding Indebtedness" herein).

Debt Outstanding End of Fiscal Year

Fiscal Year Ending December 31:	2021	2022	2023	2024	2025
Bonds	$ 0	$ 0	$ 0	$ 0	$ 0
EFC Bonds	1,165,518	1,099,588	1,032,222	964,421	896,185
Bond Anticipation Notes	0	0	0	0	1,250,000
Installment Purchase Contracts	0	0	0	0	0
Total Debt Outstanding	$ 1,165,518	$ 1,099,588	$ 1,032,222	$ 964,421	$ 2,146,185

Details of Outstanding Indebtedness

The following table sets forth the indebtedness of the Town and the overlapping fire district unit of government evidenced by bonds and notes as of October 19, 2026.

Type of Indebtedness	Maturity	Amount
Bonds	-	$ 0
EFC Bonds		
Water District	2026-2032	220,968
Sewer District	2026-2043	606,545
Bond Anticipation Notes		
	November 6, 2026	1,250,000 [1]
	Total Debt Outstanding	$ 2,077,513

[1] To be redeemed and renewed in full with the proceeds of the Notes.

Debt Statement Summary

Statement of Indebtedness, Debt Limit and Net Debt-Contracting Margin as of October 19, 2026:

Five-Year Average Full Valuation of Taxable Real Property			$ 244,693,057
Debt Limit – 7% thereof			17,128,514
Inclusions:			
Bonds (Non-EFC)	$ 0		
EFC Bonds	827,513		
Bond Anticipation Notes	1,250,000		
Total Inclusions prior to issuance of the Notes	2,077,513		
Less: BANs being redeemed from appropriations	0		
Add: New money proceeds of the Notes	0		
Total Net Inclusions after issuance of the Notes		$ 2,077,513	
Exclusions:			
Appropriations [1]	$ 0		
Water Debt [2]	1,470,968 [3]		
Total Exclusions		$ 1,470,968	
Total Net Indebtedness Subject to Debt Limit			$ 606,545
Net Debt-Contracting Margin			$ 16,521,969
Percent of Debt Contracting Power Exhausted			3.54%

(1) Appropriations are excluded pursuant to Section 136.00 of the Local Finance Law.
(2) Excluded pursuant to Section 136 of the Local Finance Law.
(3) Includes $1,250,000 renewal money of the Notes for water improvements for the Towns Water District No. 1

Bonded Debt Service

A schedule of bonded debt service may be found in "APPENDIX – B" to this Official Statement.

Authorized But Unissued Debt

On July 9, 2025, the Town authorized the issuance of up to $9,850,000 serial bonds to pay the cost of the acquisition and construction of water improvements for the Town of Morristown Water District No. 1. On November 6, 2025, the Town issued $1,250,000 bond anticipation notes as the initial borrowing. The proceeds of the Notes will redeem and renew in full the currently outstanding and maturing bond anticipation notes on November 6, 2026.

There are presently no other capital projects authorized and unissued by the Town, nor are any contemplated.

Cash Flow Borrowing

The Town has not found it necessary to borrow revenue or tax anticipation notes or budget or deficiency notes in the known past, and does not reasonably expect to issue such notes in the foreseeable future.

Estimated Overlapping Indebtedness

In addition to the Town, the following political subdivisions have the power to issue bonds and to levy taxes or cause taxes to be levied on taxable real property in the Town. Bonded indebtedness, including bond anticipation notes, is estimated of the respective governmental units not adjusted to include subsequent bond issues, if any.

Municipality	Status of Debt as of	Gross Indebtedness [1]	Town Share	Applicable Indebtedness
County of:				
St. Lawrence	12/31/2024	$ 21,295,000	3.29%	$ 700,606
Village of:				
Morristown	5/31/2025	-	100.00%	-
School District:				
Morristown CSD	6/30/2025	2,000,000	74.87%	1,497,400
			Total:	$ 2,198,006

[1] Outstanding bonds and bond anticipation notes of the respective municipality. Not adjusted to include subsequent issuances, if any, from the date of the status of indebtedness stated in the table above for each respective municipality.

Note: Gross indebtedness sourced from local government data provided by the State Comptroller's office. Information regarding excludable debt for municipalities, such as water debt, sewer debt and budgeted appropriations, to the extent such indebtedness may be applicable to the respective municipality, is not provided in the local government data the above table is sourced from.

Debt Ratios

The following table sets forth certain ratios relating to the Town's net indebtedness as of October 19, 2026.

	Amount	Per Capita [a]	Percentage of Full Value [b]
Net Indebtedness [c]	$ 606,545	$ 294.72	0.21%
Net Indebtedness Plus Gross Overlapping Indebtedness [d]	2,804,551	1,362.75	0.98

[a] The 2025 estimated population of the Town is 2,058. (See "THE TOWN – Population" herein.)
[b] The Town's full value of taxable real estate for 2026 is $284,614,390. (See "TAX INFORMATION" herein.)
[c] See "Debt Statement Summary" herein.
[d] Estimated gross overlapping indebtedness is $2,198,006. (See "Estimated Overlapping Indebtedness" herein.)

SPECIAL PROVISIONS AFFECTING REMEDIES UPON DEFAULT

General Municipal Law Contract Creditors' Provision. Each Note when duly issued and paid for will constitute a contract between the Town and the holder thereof. Under current law, provision is made for contract creditors of the Town to enforce payments upon such contracts, if necessary, through court action. Section 3-a of the General Municipal Law provides, subject to exceptions not pertinent, that the rate of interest to be paid by the Town upon any judgment or accrued claim against it on an amount adjudged due to a creditor shall not exceed nine per centum per annum from the date due to the date of payment. This provision might be construed to have application to the holders of the Notes in the event of a default in the payment of the principal of and interest on the Notes.

Execution/Attachment of Municipal Property. As a general rule, property and funds of a municipal corporation serving the public welfare and interest have not been judicially subjected to execution or attachment to satisfy a judgment, although judicial mandates have been issued to officials to appropriate and pay judgments out of certain funds or the proceeds of a tax levy. In accordance with the general rule with respect to municipalities, judgments against the Town may not be enforced by levy and execution against property owned by the Town.

Authority to File for Municipal Bankruptcy. The Federal Bankruptcy Code allows public bodies, such as the Town, recourse to the protection of a Federal Court for the purpose of adjusting outstanding indebtedness. Section 85.80 of the Local Finance Law contains specific authorization for any municipality in the State or its emergency control board to file a petition under any provision of Federal bankruptcy law for the composition or adjustment of municipal indebtedness.

The State has consented that any municipality in the State may file a petition with the United States District Court or court of bankruptcy under any provision of the laws of the United States, now or hereafter in effect, for the composition or adjustment of municipal indebtedness. Subject to such State consent, under the United States Constitution, Congress has jurisdiction over such matters and has enacted amendments to the existing federal bankruptcy statute, being Chapter 9 thereof, generally to the effect and with the purpose of affording municipal corporations, under certain circumstances, with easier access to judicially approved adjustment of debt including judicial control over identifiable and unidentifiable creditors.

No current state law purports to create any priority for holders of the Notes should the Town be under the jurisdiction of any court, pursuant to the laws of the United States, now or hereafter in effect, for the composition or adjustment of municipal indebtedness.

The rights of the owners of Notes to receive interest and principal from the Town could be adversely affected by the restructuring of the Town's debt under Chapter 9 of the Federal Bankruptcy Code. No assurance can be given that any priority of holders of debt obligations issued by the Town (including the Notes) to payment from monies retained in any debt service fund or from other cash resources would be recognized if a petition were filed by or on behalf of the Town under the Federal Bankruptcy Code or pursuant to other subsequently enacted laws relating to creditors' rights; such monies might, under such circumstances, be paid to satisfy the claims of all creditors generally.

Under the Federal Bankruptcy Code, a petition may be filed in the Federal Bankruptcy court by a municipality which is insolvent or unable to meet its debts as they mature. Generally, the filing of such a petition operates as a stay of any proceeding to enforce a claim against the municipality. The Federal Bankruptcy Code also requires that a plan be filed for the adjustment of the municipality's debt, which may modify or alter the rights of creditors and which could be secured. Any plan of adjustment confirmed by the court must be approved by the requisite number of creditors. If confirmed by the bankruptcy court, the plan would be binding upon all creditors affected by it.

State Debt Moratorium Law. There are separate State law provisions regarding debt service moratoriums enacted into law in 1975.

At the Extraordinary Session of the State Legislature held in November 1975, legislation was enacted which purported to suspend the right to commence or continue an action in any court to collect or enforce certain short-term obligations of The City of New York. The effect of such act was to create a three-year moratorium on actions to enforce the payment of such obligations. On November 19, 1976, the Court of Appeals, the State's highest court, declared such act to be invalid on the ground that it violates the provisions of the State Constitution requiring a pledge by such City of its faith and credit for the payment of obligations.

As a result of the Court of Appeals decision in *Flushing National Bank v. Municipal Assistance Corporation for the City of New York*, 40 N.Y.2d 731 (1976), the constitutionality of that portion of Title 6-A of Article 2 of the Local Finance Law described below enacted at the 1975 Extraordinary Session of the State legislature authorizing any county, city, town or village with respect to which the State has declared a financial emergency to petition the State Supreme Court to stay the enforcement against such municipality of any claim for payment relating to any contract, debt or obligation of the municipality during the emergency period, is subject to doubt. In any event, no such emergency has been declared with respect to the Town.

Right of Municipality or State to Declare a Municipal Financial Emergency and Stay Claims Under State Debt Moratorium Law. The State Legislature is authorized to declare by special act that a state of financial emergency exists in any county, city, town or village. (The provision does not by its terms apply to school districts or fire districts.) In addition, the State Legislature may authorize by special act establishment of an "emergency financial control board" for any county, city, town or village upon determination that such a state of financial emergency exists. Thereafter, unless such special act provides otherwise, a voluntary petition to stay claims may be filed by any such municipality (or by its emergency financial control board in the event said board requests the municipality to petition and the municipality fails to do so within five days thereafter). A petition filed in supreme court in county in which the municipality is located in accordance with the requirements of Title 6-A of the Local Finance Law ("Title 6-A") effectively prohibits the doing of any act for ninety days in the payment of claims, against the municipality including payment of debt service on outstanding indebtedness.

This includes staying the commencement or continuation of any court proceedings seeking payment of debt service due, the assessment, levy or collection of taxes by or for the municipality or the application of any funds, property, receivables or revenues of the municipality to the payment of debt service. The stay can be vacated under certain circumstances with provisions for the payment of amounts due or overdue upon a demand for payment in accordance with the statutory provisions set forth therein. The filing of a petition may be accompanied with a proposed repayment plan which upon court order approving the plan, may extend any stay in the payment of claims against the municipality for such "additional period of time as is required to carry out fully all the terms and provisions of the plan with respect to those creditors who accept the plan or any benefits thereunder." Court approval is conditioned, after a hearing, upon certain findings as provided in Title 6-A.

A proposed plan can be modified prior to court approval or disapproval. After approval, modification is not permissible without court order after a hearing. If not approved, the proposed plan must be amended within ten days or else the stay is vacated and claims including debt service due or overdue must be paid. It is at the discretion of the court to permit additional filings of amended plans and continuation of any stay during such time. A stay may be vacated or modified by the court upon motion of any creditor if the court finds after a hearing, that the municipality has failed to comply with a material provision of an accepted repayment plan or that due to a "material change in circumstances" the repayment plan is no longer in compliance with statutory requirements.

Once an approved repayment plan has been completed, the court, after a hearing upon motion of any creditor, or a motion of the municipality or its emergency financial control board, will enter an order vacating any stay then in effect and enjoining of creditors who accepted the plan or any benefits thereunder from commencing or continuing any court action, proceeding or other act described in Title 6-A relating to any debt included in the plan.

Title 6-A requires notice to all creditors of each material step in the proceedings. Court determinations adverse to the municipality or its financial emergency control board are appealable as of right to the appellate division in the judicial department in which the court is located and thereafter, if necessary, to the Court of Appeals. Such appeals stay the judgment or appealed from and all other actions, special proceedings or acts within the scope of Section 85.30 of Title 6-A pending the hearing and determination of the appeals.

Whether Title 6-A is valid under the Constitutional provisions regarding the payment of debt service is not known. However, based upon the decision in the *Flushing National Bank* case described above, its validity is subject to doubt.

While the State Legislature has from time to time adopted legislation in response to a municipal fiscal emergency and established public benefit corporations with a broad range of financial control and oversight powers to oversee such municipalities, generally such legislation has provided that the provisions of Title 6-A are not applicable during any period of time that such a public benefit corporation has outstanding indebtedness issued on behalf of such municipality.

Fiscal Stress and State Emergency Financial Control Boards. Pursuant to Article IX Section 2(b)(2) of the State Constitution, any local government in the State may request the intervention of the State in its "property, affairs and government" by a two-thirds vote of the total membership of its legislative body or on request of its chief executive officer concurred in by a majority of such membership. This has resulted in the adoption of special acts for the establishment of public benefit corporations with varying degrees of authority to control the finances (including debt issuance) of the cities of Buffalo, Troy and Yonkers and the County of Nassau. The specific authority, powers and composition of the financial control boards established by these acts varies based upon circumstances and needs. Generally, the State legislature has granted such boards the power to approve or disapprove budget and financial plans and to issue debt on behalf of the municipality, as well as to impose wage and/or hiring freezes and approve collective bargaining agreements in certain cases. Implementation is left to the discretion of the board of the public benefit corporation. Such a State financial control board was first established for New York City in 1975. In addition, on a certificate of necessity of the governor reciting facts which in the judgment of governor constitute an emergency requiring enactment of such laws, with the concurrences of two-thirds of the members elected in each house of the State legislature the State is authorized to intervene in the "property, affairs and governments" of local government units. This occurred in the case of the County of Erie in 2005. The authority of the State to intervene in the financial affairs of local government is further supported by Article VIII, Section 12 of the Constitution which declares it to be the duty of the State legislature to restrict , subject to other provisions of the Constitution, the power of taxation, assessment, borrowing money and contracting indebtedness and loaning the credit of counties, cities, towns and villages so as to prevent abuses in taxation and assessment and in contracting indebtedness by them.

In 2013, the State established a new state advisory board to assist counties, cities, towns and villages in financial distress. The Financial Restructuring Board for Local Governments (the "FRB"), is authorized to conduct a comprehensive review of the finances and operations of any such municipality deemed by the FRB to be fiscally eligible for its services upon request by resolution of the municipal legislative body and concurrence of its chief executive. The FRB is authorized to make recommendations for, but cannot compel improvement of fiscal stability, management and delivery of municipal services, including shared services opportunities and is authorized to offer grants and/or loans of up to $5,000,000 through a Local Government Performance and Efficiency Program to undertake certain recommendations. If a municipality agrees to undertake the FRB recommendations, it will be automatically bound to fulfill the terms in order to receive the aid.

The FRB is also authorized to serve as an alternative arbitration panel for binding arbitration.

Although from time to time, there have been proposals for the creation of a statewide financial control board with broad authority over local governments in the State, the FRB does not have emergency financial control board powers to intervene such as the public benefit corporations established by special acts as described above.

Several municipalities in the State are presently working with the FRB. The Town has not requested FRB assistance nor does it reasonably expect to do so in the foreseeable future. School districts and fire districts are not eligible for FRB assistance.

Constitutional Non-Appropriation Provision. There is in the Constitution of the State, Article VIII, Section 2, the following provision relating to the annual appropriation of monies for the payment of due principal of and interest on indebtedness of every county, city, town, village and school district in the State: "If at any time the respective appropriating authorities shall fail to make such appropriations, a sufficient sum shall be set apart from the first revenues thereafter received and shall be applied to such purposes. The fiscal officer of any county, city, town, village or school district may be required to set aside and apply such revenues as aforesaid at the suit of any holder of obligations issued for any such indebtedness." This constitutes a specific non-exclusive constitutional remedy against a defaulting municipality or school district; however, it does not apply in a context in which monies have been appropriated for debt service but the appropriating authorities decline to use such monies to pay debt service. However, Article VIII, Section 2 of the Constitution of the State also provides that the fiscal officer of any county, city, town, village or school district may be required to set apart and apply such revenues at the suit of any holder of any obligations of indebtedness issued with the pledge of the faith of the credit of such political subdivision. See "General Municipal Law Contract Creditors' Provision" herein.

The Constitutional provision providing for first revenue set asides does not apply to tax anticipation notes, revenue anticipation notes or bond anticipation notes.

Default Litigation. In prior years, certain events and legislation affecting a holder's remedies upon default have resulted in litigation. While courts of final jurisdiction have upheld and sustained the rights of bondholders, such courts might hold that future events including financial crises as they may occur in the State and in political subdivisions of the State require the exercise by the State or its political subdivisions of emergency and police powers to assure the continuation of essential public services prior to the payment of debt service. See "NATURE OF OBLIGATION" and "State Debt Moratorium Law" herein.

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

MARKET AND RISK FACTORS

There are various forms of risk associated with investing in the Notes. The following is a discussion of certain events that could affect the risk of investing in the Notes. In addition to the events cited herein, there are other potential risk factors that an investor must consider. In order to make an informed investment decision, an investor should be thoroughly familiar with the entire Official Statement, including its appendices, as well as all areas of potential investment risk.

The financial and economic condition of the Town as well as the market for the Notes could be affected by a variety of factors, some of which are beyond the Town's control. There can be no assurance that adverse events in the State and in other jurisdictions, including, for example, the seeking by a municipality or large taxable property owner of remedies pursuant to the Federal Bankruptcy Code or otherwise, will not occur which might affect the market price of and the market for the Notes. If a significant default or other financial crisis should occur in the affairs of the State or another jurisdiction or any of its agencies or political subdivisions thereby further impairing the acceptability of obligations issued by borrowers within the State, both the ability of the Town to arrange for additional borrowings, and the market for and market value of outstanding debt obligations, including the Notes could be adversely affected.

The Town is dependent in part on financial assistance from the State. However, if the State should experience difficulty in borrowing funds in anticipation of the receipt of State taxes and revenues in order to pay State aid to municipalities and school districts in the State, including the Town, in any year, the Town may be affected by a delay, until sufficient taxes have been received by the State to make State aid payments to the Town. In some years, the Town has received delayed payments of State aid which resulted from the State's delay in adopting its budget and appropriating State aid to municipalities and school districts, and consequent delay in State borrowing to finance such appropriations. (See also "State Aid".)

There are a number of general factors which could have a detrimental effect on the ability of the Town to continue to generate revenues, particularly property taxes. For instance, the termination of a major commercial enterprise or an unexpected increase in tax certiorari proceedings could result in a significant reduction in the assessed valuation of taxable real property in the Town. Unforeseen developments could also result in substantial increases in Town expenditures, thus placing strain on the Town's financial condition. These factors may have an effect on the market price of the Notes.

If a holder elects to sell his investment prior to its scheduled maturity date, market access or price risk may be incurred. If and when a holder of any of the Notes should elect to sell a Note prior to its maturity, there can be no assurance that a market shall have been established, maintained and be in existence for the purchase and sale of any of the Notes. Recent global financial crises have included limited periods of significant disruption. In addition, the price and principal value of the Notes is dependent on the prevailing level of interest rates; if interest rates rise, the price of a note will decline, causing the noteholder to incur a potential capital loss if such note is sold prior to its maturity.

Amendments to U.S. Internal Revenue Code could reduce or eliminate the favorable tax treatment granted to municipal debt, including the Notes and other debt issued by the Town. Any such future legislation would have an adverse effect on the market value of the Notes (See "TAX MATTERS" herein).

Cybersecurity. The Town, like many other public and private entities, relies on a large and complex technology environment to conduct its operations. As such, it may face multiple cybersecurity threats including, but not limited to, hacking, viruses, malware and other attacks on computer or other sensitive digital systems and networks. There can be no assurances that any security and operational control measures implemented by the Town will be completely successful to guard against and prevent cyber threats and attacks. The result of any such attacks could impact business operations and/or digital networks and systems and the costs of remedying any such damage could be significant.

TAX MATTERS

In the opinion of Timothy R. McGill Law Offices ("Bond Counsel"), based upon an analysis of existing laws, regulations, rulings, and court decisions, and assuming, among other matters, the accuracy of certain representations and compliance with certain covenants, interest on the Notes is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986 (the "Code") and is exempt from personal income taxes imposed by the State of New York or any political subdivision thereof (including The City of New York). Bond Counsel is of the further opinion that interest on the Notes is not a specific preference item for purposes of the federal individual alternative minimum tax; however interest on the Notes included in "adjusted financial statement income" of certain corporations is not excluded from the federal corporate alternative minimum tax. A complete copy of the proposed form of opinion of Bond Counsel is set forth in "APPENDIX – E".

Bond Counsel is of the further opinion that the amount treated as interest on the Notes and excluded from gross income will depend upon the taxpayer's election under Internal Revenue Notice 94-84. Notice 94-84, 1994-2 C.B. 559, states that the Internal Revenue Service (the "IRS") is studying whether the amount of the stated interest payable at maturity on short-term debt obligations (i.e., debt obligations with a stated fixed rate of interest which mature not more than one year from the date of issue) that is excluded from gross income for federal income tax purposes should be treated (i) as qualified stated interest or (ii) as part of the stated redemption price at maturity of the short-term debt obligation, resulting in treatment as accrued original issue discount (the "original issue discount"). The Notes will be issued as short-term debt obligations. Until the IRS provides further guidance with respect to tax-exempt short-term debt obligations, taxpayers may treat the stated interest payable at maturity either as qualified stated interest or as includable in the stated redemption price at maturity, resulting in original issue discount as interest that is excluded from gross income for federal income tax purposes. However, taxpayers must treat the amount to be paid at maturity on all tax-exempt short-term debt obligations in a consistent manner. Taxpayers should consult their own tax advisors with respect to the tax consequences of ownership of Notes if the taxpayer elects original issue discount treatment.

The Code imposes various restrictions, conditions and requirements relating to the exclusion from gross income for federal income tax purposes of interest on obligations such as the Notes. The Town has covenanted to comply with certain restrictions designed to ensure that interest on the Notes will not be included in federal gross income. Inaccuracy of these representations or failure to comply with these covenants may result in interest on the Notes being included in gross income for federal income tax purposes possibly from the date of original issuance of the Notes. The opinion of Bond Counsel assumes compliance with these covenants. Bond Counsel has not undertaken to determine (or to inform any person) whether any actions taken (or not taken) or events occurring (or not occurring) after the date of issuance of the Notes may adversely affect the value of, or the tax status of interest on, the Notes. Further, no assurance can be given that pending or future legislation or amendments to the Code, if enacted into law, or any proposed legislation or amendments to the Code, will not adversely affect the value of, or the tax status of interest on, the Notes.

Certain requirements and procedures contained or referred to in the Arbitrage Certificate, and other relevant documents may be changed and certain actions (including, without limitation, economic defeasance of the Notes) may be taken or omitted under the circumstances and subject to the terms and conditions set forth in such documents. Bond Counsel expresses no opinion as to any Notes or the interest thereon if any such change occurs or action is taken or omitted.

Although Bond Counsel is of the opinion that interest on the Notes is excluded from gross income for federal income tax purposes and is exempt from personal income taxes imposed by the State of New York or any political subdivision thereof (including The City of New York), the ownership or disposition of, or the amount, accrual or receipt of interest on, the Notes may otherwise affect an owner's federal or state tax liability. The nature and extent of these other tax consequences will depend upon the particular tax status of the owner or the owner's other items of income or deduction. Bond Counsel expresses no opinion regarding any such other tax consequences.

Current and future legislative proposals, if enacted into law, clarification of the Code or court decisions may cause interest on the Notes to be subject, directly or indirectly, to federal income taxation or to be subject to or exempted from state income taxation, or otherwise prevent owners from realizing the full current benefit of the tax status of such interest. The introduction or enactment of any such legislative proposals, clarification of the Code or court decisions may also affect the market price for, or marketability of, the Notes. Prospective purchasers of the Notes should consult their own tax advisors regarding any pending or proposed federal or state tax legislation, regulations or litigation, as to which Bond Counsel expresses no opinion.

The opinion of Bond Counsel is based on current legal authority, covers certain matters not directly addressed by such authorities, and represents Bond Counsel's judgment as to the proper treatment of the Notes for federal income tax purposes. It is not binding on the Internal Revenue Service ("IRS") or the courts. Furthermore, Bond Counsel cannot give and has not given any opinion or assurance about the future activities of the Town, or about the effect of future changes in the Code, the applicable regulations, the interpretation thereof or the enforcement thereof by the IRS. The Town has covenanted, however, to comply with the requirements of the Code.

Bond Counsel's engagement with respect to the Notes ends with the issuance of the Notes, and, unless separately engaged, Bond Counsel is not obligated to defend the Town or the owners regarding the tax-exempt status of the Notes in the event of an audit examination by the IRS. Under current procedures, owners would have little, if any, right to participate in the audit examination process. Moreover, because achieving judicial review in connection with an audit examination of tax-exempt bonds is difficult, obtaining an independent review of IRS positions with which the Town legitimately disagrees, may not be practicable. Any action of the IRS, including but not limited to selection of the Notes for audit, or the course or result of such audit, or an audit of bonds presenting similar tax issues may affect the market price for, or the marketability of, the Notes, and may cause the Town or the owners to incur significant expense.

Payments on the Notes generally will be subject to U.S. information reporting and possibly to "backup withholding." Under Section 3406 of the Code and applicable U.S. Treasury Regulations issued thereunder, a non-corporate owner of Bonds may be subject to backup withholding with respect to "reportable payments," which include interest paid on the Notes and the gross proceeds of a sale, exchange, redemption, retirement or other disposition of the Notes. The payor will be required to deduct and withhold the prescribed amounts if (i) the payee fails to furnish a U.S. taxpayer identification number ("TIN") to the payor in the manner required, (ii) the IRS notifies the payor that the TIN furnished by the payee is incorrect, (iii) there has been a "notified payee underreporting" described in Section 3406(c) of the Code or (iv) the payee fails to certify under penalty of perjury that the payee is not subject to withholding under Section 3406(a)(1)(C) of the Code. Amounts withheld under the backup withholding rules may be refunded or credited against an owner's federal income tax liability, if any, provided that the required information is timely furnished to the IRS. Certain owners (including among others, corporations and certain tax-exempt organizations) are not subject to backup withholding. The failure to comply with the backup withholding rules may result in the imposition of penalties by the IRS.

LEGAL MATTERS

Legal matters incident to the authorization, issuance and sale of the Notes are subject to the approving legal opinion of Timothy R. McGill Law Offices, Bond Counsel. Bond Counsel expects to deliver such opinion at the time of issuance of the Notes substantially in the form set forth in "APPENDIX - E" hereto.

LITIGATION

The Town is subject to a number of lawsuits in the ordinary conduct of its affairs, mainly tax certiorari and property damage filings. The Town does not believe, however, that such suits, individually or in the aggregate, are likely to have a material adverse effect on the financial condition of the Town as the Town's insurance reserve has sufficient funds to cover any verdict or settlement. The Town has purchased liability insurance for general liability, law enforcement liability, public officials' liability and an excess risk policy.

There is no action, suit, proceedings or investigation, at law or in equity, before or by any court, public board or body pending or, to the best knowledge of the Town, threatened against or affecting the Town to restrain or enjoin the issuance, sale or delivery of the Notes or the levy and collection of taxes or assessments to pay same, or in any way contesting or affecting the validity of the Notes or any proceedings or authority of the Town taken with respect to the authorization, issuance or sale of the Notes or contesting the corporate existence or boundaries of the Town.

CONTINUING DISCLOSURE

In order to assist the purchasers in complying with Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended ("Rule 15c2-12"), the Town will enter into a Notice of Material Events Certificate, a description of which, is attached hereto as "APPENDIX – C".

Historical Compliance

The Town has not entered any undertakings pursuant to the Rule 15c2-12.

MUNICIPAL ADVISOR

Fiscal Advisors & Marketing, Inc. (the "Municipal Advisor"), serves as independent financial advisor to the Town on matters relating to debt management. The Municipal Advisor is a financial advisory and consulting organization and is not engaged in the business of underwriting, marketing, or trading municipal securities or any other negotiated instruments. The Municipal Advisor has provided advice as to the plan of financing and the structuring of the Notes. The advice on the plan of financing and the structuring of the Notes was based on materials provided by the Town and other sources of information believed to be reliable. The Municipal Advisor has not audited, authenticated, or otherwise verified the information provided by the Town or the information set forth in this Official Statement or any other information available to the Town with respect to the appropriateness, accuracy, or completeness of disclosure of such information and no guarantee, warranty, or other representation is made by the Municipal Advisor respecting the accuracy and completeness of or any other matter related to such information and this Official Statement. The fees to be paid by the Town to the Municipal Advisor are contingent on the successful closing of the Notes.

CUSIP IDENTIFICATION NUMBERS

It is anticipated that CUSIP (an acronym that refers to Committee on Uniform Security Identification Procedures) identification numbers will be printed on the Notes. All expenses in relation to the printing of CUSIP numbers on the Notes will be paid for by the Town, however, the Town assumes no responsibility for any CUSIP Service Bureau charge or other charge that may be imposed for the assignment of such numbers.

RATING

The Notes are <u>not</u> rated. The purchaser of the Notes may choose to have a rating completed after the sale pending the approval of the Town, and at the expense of the purchaser, including any fees to be incurred by the Town, as such rating action may result in a material event notification to be posted to EMMA, and/or the provision of a supplement to the final Official Statement. (See "APPENDIX – C – MATERIAL EVENT NOTICES" herein.)

The Town does not have a rating on its underlying general obligation debt.

MISCELLANEOUS

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

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

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

Timothy R. McGill Law Offices, Fairport, New York, Bond Counsel to the Town, expresses no opinions as to the accuracy or completeness of information in any documents prepared by or on behalf of the Town for use in connection with the offer and sale of the Notes, including but not limited to, the financial or statistical information in this Official Statement.

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

Concurrently with the delivery of the Notes, the Town will furnish a certificate to the effect that as of the date of the Official Statement, the Official Statement did not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements herein, in the light of the circumstances under which they were made, not misleading, subject to a limitation as to information in the Official Statement obtained from sources other than the Town.

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

The Town hereby disclaims any obligation to update developments of the various risk factors or to announce publicly any revision to any of the forward-looking statements contained herein or to make corrections to reflect future events or developments except to the extent required by Rule 15c2-12 promulgated by the Securities and Exchange Commission.

Fiscal Advisors & Marketing, Inc. may place a copy of this Official Statement on its website at www.fiscaladvisors.com. Unless this Official Statement specifically indicates otherwise, no statement on such website is included by specific reference or constitutes a part of this Official Statement. Fiscal Advisors & Marketing, Inc. has prepared such website information for convenience, but no decisions should be made in reliance upon that information. Typographical or other errors may have occurred in converting original source documents to digital format, and neither the Town nor Fiscal Advisors & Marketing, Inc. assumes any liability or responsibility for errors or omissions on such website. Further, Fiscal Advisors & Marketing, Inc. and the Town disclaim any duty or obligation either to update or to maintain that information or any responsibility or liability for any damages caused by viruses in the electronic files on the website. Fiscal Advisors & Marketing, Inc. and the Town also assume no liability or responsibility for any errors or omissions or for any updates to dated website information.

The Town contact information is as follows: Mr. Frank Putnam, Town Supervisor, Town of Morristown, 604 Main Street, Morristown, New York 13664, phone: (315) 783-4790, email: frankputman416@gmail.com.

Additional copies of the Notices of Sale and the Official Statement may be obtained upon request from the offices of Fiscal Advisors & Marketing, Inc., telephone number (315) 752-0051, or at www.fiscaladvisors.com

This Official Statement has been duly executed and delivered by the Town Supervisor of the Town of Morristown.

TOWN OF MORRISTOWN

Dated: October 19, 2026

FRANK PUTNAM
Town Supervisor

GENERAL FUND

Balance Sheets

Fiscal Years Ending December 31st:	2021	2022	2023	2024	2025
ASSETS					
Cash	$ 732,933	$ 1,139,027	$ 1,385,800	$ 750,927	$ 1,131,185
Receivables, Net	-	-	-	-	-
Investments	-	-	-	-	-
Prepaid Expenditures	-	-	-	-	-
Due from State and Federal Government	-	-	-	-	-
Due from Other Funds	-	-	48,248	-	-
Due From Other Governments	-	-	-	-	-
TOTAL ASSETS	$ 732,933	$ 1,139,027	$ 1,434,048	$ 750,927	$ 1,131,185
LIABILITIES AND FUND EQUITY					
Accounts Payable	$ -	$ -	$ -	$ -	$ -
Accrued Liabilities	-	-	-	-	-
Notes Payable	-	-	-	-	-
Other Liabilities	7,313	-	146,164	-	-
Other Deposits	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Due to Other Governments	273	-	-	-	-
Payroll Liabilities	-	-	-	-	-
TOTAL LIABILITIES	$ 7,586	$ -	$ 146,164	$ -	$ -
FUND EQUITY					
Nonspendable	$ -	$ -	$ -	$ -	$ -
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	725,297	1,139,027	1,287,884	750,927	1,131,185
TOTAL FUND EQUITY	725,297	1,139,027	1,287,884	750,927	1,131,185
TOTAL LIABILITIES and FUND EQUITY	$ 732,883	$ 1,139,027	$ 1,434,048	$ 750,927	$ 1,131,185

Source: Annual Financial Report Update Documents (unaudited) of the Town.
This Appendix is not audited.

GENERAL FUND

Revenues, Expenditures and Changes in Fund Balance

Fiscal Years Ending December 31st:	2021	2022	2023	2024	2025
REVENUES					
Real Property Taxes	$ 357,000	$ 365,000	$ 378,394	$ 389,449	$ 399,775
Real Property Tax Items	8,666	7,028	7,167	2,272	3,103
Non-Property Tax Items	206,816	452,224	511,947	519,156	510,437
Departmental Income	1,948	1,584	328	2,441	1,353
Intergovernmental Charges	-	-	25,000	-	-
Sale of Property and Compensation for Loss	-	40,604	1,176,500	2,876	1
Use of Money and Property	932	1,309	880	47,164	47,484
Licenses and Permits	22,528	15,015	6,875	25,898	6,850
Fines and Forfeitures	15,960	12,525	27,575	43,447	47,320
Interfund Revenue	-	-	-	-	-
Miscellaneous	28,023	11,902	18,895	27,282	59,327
Revenues from State Aid	207,685	208,957	189,444	218,950	225,272
Revenues from Federal Aid	97,641	75,684	-	44,520	101,643
Total Revenues	$ 947,199	$ 1,191,832	$ 2,343,005	$ 1,323,455	$ 1,402,565
Other Sources:					
Interfund Transfers	-	-	-	-	38,200
Total Revenues and Other Sources	$ 947,199	$ 1,191,832	$ 2,343,005	$ 1,323,455	$ 1,440,765
EXPENDITURES					
General Government Support	$ 331,614	$ 336,574	$ 461,419	$ 480,372	$ 536,019
Public Safety	48,353	77,656	49,191	78,967	67,116
Health	69,239	69,000	65,000	80,650	80,575
Transportation	235,344	134,216	1,262,346	1,106,012	258,309
Culture and Recreation	37,354	46,240	40,164	45,177	57,299
Home and Community Services	19,062	20,275	22,855	59,331	23,271
Economic Assistance and Opportunity	-	84	48	-	10,566
Employee Benefits	72,793	100,684	98,713	111,546	124,066
Debt Service	-	-	-	-	-
Total Expenditures	$ 813,759	$ 784,729	$ 1,999,736	$ 1,962,055	$ 1,157,221
Other Uses:					
Interfund Transfers	-	-	-	-	-
Total Expenditures and Other Uses	$ 813,759	$ 784,729	$ 1,999,736	$ 1,962,055	$ 1,157,221
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	133,440	407,103	343,269	(638,600)	283,544
FUND BALANCE					
Fund Balance - Beginning of Year	591,857	725,297	1,139,027	1,287,884	649,284
Prior Period Adjustments (net)	-	6,627	(194,412)	-	198,358
Fund Balance - End of Year	$ 725,297	$ 1,139,027	$ 1,287,884	$ 649,284	$ 1,131,186

Source: Annual Financial Report Update Documents (unaudited) of the Town.
This Appendix is not audited.

GENERAL FUND

Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Fiscal Years Ending December 31st:	2025 Adopted Budget	2025 Unaudited Actual	2026 Adopted Budget
REVENUES			
Real Property Taxes	$ 399,775	$ 399,775	$ 412,990
Real Property Tax Items	7,000	3,103	7,000
Non-Property Tax Items	497,510	510,437	522,896
Departmental Income	3,100	1,353	2,400
Intergovernmental Charges	-	-	-
Sale of Property and Compensation for Loss	-	1	-
Use of Money and Property	28,288	47,484	25,883
Licenses and Permits	13,250	6,850	9,450
Fines and Forfeitures	40,000	47,320	35,000
Interfund Revenue	-	-	-
Miscellaneous	3,500	59,327	14,500
Revenues from State Aid	188,785	225,272	183,785
Revenues from Federal Aid	-	101,643	-
Total Revenues	$ 1,181,208	$ 1,402,565	$ 1,213,904
Other Sources:			
Apprpriated Fund Balance	$ -	$ -	$ -
Interfund Transfers	-	38,200	-
Total Revenues and Other Sources	$ 1,181,208	$ 1,440,765	$ 1,213,904
EXPENDITURES			
General Government Support	$ 493,859	$ 536,019	$ 501,063
Public Safety	75,175	67,116	76,825
Health	80,925	80,575	87,002
Transportation	193,354	258,309	167,174
Culture and Recreation	46,800	57,299	63,100
Home and Community Services	23,000	23,271	19,300
Economic Assistance and Opportunity	15,000	10,566	15,000
Employee Benefits	124,645	124,066	159,440
Debt Service	-	-	-
Total Expenditures	$ 1,052,758	$ 1,157,221	$ 1,088,904
Other Uses:			
Interfund Transfers	128,450	-	125,000
Total Expenditures and Other Uses	$ 1,181,208	$ 1,157,221	$ 1,213,904
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	-	283,544	-
FUND BALANCE			
Fund Balance - Beginning of Year	-	649,283	-
Prior Period Adjustments (net)	-	198,358	-
Fund Balance - End of Year	$ -	$ 1,131,185	$ -

Source: Annual Financial Report Update Documents (unaudited) and budgets (unaudited) of the Town. This Appendix is not itself audited.

BONDED DEBT SERVICE

Fiscal Year Ending December 31st	Principal	Interest	Total
2026	$ 68,672	$ -	$ 68,672
2027	69,107	-	69,107
2028	69,542	-	69,542
2029	69,977	-	69,977
2030	70,412	-	70,412
2031	70,848	-	70,848
2032	71,283	-	71,283
2033	34,890	-	34,890
2034	35,325	-	35,325
2035	35,760	-	35,760
2036	36,196	-	36,196
2037	36,631	-	36,631
2038	37,066	-	37,066
2039	37,501	-	37,501
2040	37,936	-	37,936
2041	38,371	-	38,371
2042	38,807	-	38,807
2043	37,861	-	37,861
TOTAL	$896,185	$0.00	$896,185.00

Note: Chart above includes indebtedness through Environmental Facilities Corportation (EFC).

APPENDIX – C

MATERIAL EVENT NOTICES

In accordance with the provisions of Rule 15c2-12, as the same may be amended or officially interpreted from time to time (the "Rule"), promulgated by the Securities and Exchange Commission (the "Commission") pursuant to the Securities Exchange Act of 1934, the Town has agreed to provide or cause to be provided, in a timely manner not in excess of ten (10) business days after the occurrence of the event, during the period in which the Notes are outstanding, to the Electronic Municipal Market Access ("EMMA") system of the Municipal Securities Rulemaking Board ("MSRB") or any other entity designated or authorized by the Commission to receive reports pursuant to the Rule, notice of the occurrence of any of the following events with respect to the Bond and Notes:

(a) principal and interest payment delinquencies

(b) non-payment related defaults, if material

(c) unscheduled draws on debt service reserves reflecting financial difficulties

(d) in the case of credit enhancement, if any, provided in connection with the issuance of the Notes, unscheduled draws on credit enhancements reflecting financial difficulties

(e) substitution of credit or liquidity providers, or their failure to perform

(f) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701 TEB) or other material notices or determinations with respect to the tax status of the Notes, or other material events affecting the tax status of the Notes

(g) modifications to rights of Note holders, if material

(h) note calls, if material and tender offers

(i) defeasances

(j) release, substitution, or sale of property securing repayment of the Notes

(k) rating changes

(l) bankruptcy, insolvency, receivership or similar event of the Town

(m) the consummation of a merger, consolidation, or acquisition involving the Town or the sale of all or substantially all of the assets of the Town, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material

(n) appointment of a successor or additional trustee or the change of name of a trustee, if material

(o) incurrence of a "financial obligation" (as defined in the Rule) of the Town, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the Town, any of which affect Note holders, if material; and

(p) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the Town, any of which reflect financial difficulties.

Event (c) is included pursuant to a letter from the SEC staff to the National Association of Bond Lawyers dated September 19, 1995. However, event (c) is not applicable, since no "debt servic reserves" will be established for the Notes.

With respect to event (d) the Town does not undertake to provide any notice with respect to credit enhancement added after the primary offering of the Notes.

With respect to event (l) above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Town in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or government authority has assumed jurisdiction over substantially all of the assets or business of the Town, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Town.

With respect to events (o) and (p), the term "financial obligation" means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term "financial obligation" shall not include municipal securities as to which a final official statement has been provided to the Municipal Securities Rulemaking Board consistent with the Rule.

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

The Town reserves the right to terminate its obligation to provide the aforedescribed notices of material events, as set forth above, if and when the Town no longer remains an obligated person with respect to the Note within the meaning of the Rule. The Issuer acknowledges that its undertaking pursuant to the Rule described under this heading is intended to be for the benefit of the holders of the Notes (including holders of beneficial interests in the Notes). The right of holders of the Notes to enforce the provisions of the undertaking will be limited to a right to obtain specific enforcement of the Town's obligations under its material event notices undertaking and any failure by the Town to comply with the provisions of the undertaking will neither be a default with respect to the Notes nor entitle any holder of the Note to recover monetary damages.

The Town reserves the right to modify from time to time the specific types of information provided or the format of the presentation of such information, to the extent necessary or appropriate in the judgment of the Town; provided that the Town agrees that any such modification will be done in a manner consistent with the Rule.

An "Undertaking to Provide Notice of Material Events" to this effect shall be provided to the purchaser at closing.

TOWN OF MORRISTOWN
ST. LAWRENCE COUNTY, NEW YORK

ANNUAL FINANCIAL STATEMENTS (UNAUDITED)

For the Year Ended December 31, 2025

Such Audited Financial Statement and opinion were prepared as of date thereof and have not been reviewed and/or updated in connection with the preparation and dissemination of this Official Statement.

Town of Morristown
Annual Financial Report
For the Fiscal Period 01/01/2025 - 12/31/2025

Town of Morristown

Annual Financial Report

For the Fiscal Period 01/01/2025 - 12/31/2025

Authorization

Article 3, Section 30 of the General Municipal Law

1. ***Every Municipal Corporation*** shall annually make a report of its financial condition to the Comptroller. Such report shall be made by the Chief Fiscal Officer of such Municipal Corporation***
5. All reports shall be certified by the officer making the same and shall be filed with the Comptroller*** it shall be the duty of the incumbent officer at the time such reports are required to be filed with the Comptroller to file such report***

Certification Statement

I, Frank Putman (LG400355300000), hereby certify that I am the Chief Financial Officer of the Town of Morristown, and that the information provided in the Annual Financial Report of the Town of Morristown for the fiscal year ended 12/31/2025, is true and correct to the best of my knowledge and belief.

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Town of Morristown

Annual Financial Report

For the Fiscal Period 01/01/2025 - 12/31/2025

Financial Statements

Financial information for the following funds and accounts groups are included in the Annual Financial Report filed by your government for the fiscal year ended 2025 and has been used by the OSC as the basis for preparing this Annual Financial Report for the fiscal year ended 2025:

List of funds being used

- A - General
- DA - Highway Town-wide
- FX - Water
- H - Capital Projects
- SF - Special District(s) Fire Protection
- SS - Special District(s) Sewer
- K - Schedule of Non-Current Government Assets
- W - Schedule of Non-Current Government Liabilities

All amounts included in this Annual Financial Report for 2025 represent data filed by your government with OSC as reviewed and adjusted where necessary.

Town of Morristown

Annual Financial Report

For the Fiscal Period 01/01/2025 - 12/31/2025

A - General
Balance Sheet

	12/31/2025	12/31/2024	12/31/2023
Assets and Deferred Outflows			
Assets			
Cash and Cash Equivalents			
200 - Cash	$377,009.00	$43,727.00	$480,800.00
201 - Cash In Time Deposits	$754,176.00	$707,200.00	$905,000.00
Total for Cash and Cash Equivalents	**$1,131,185.00**	**$750,927.00**	**$1,385,800.00**
Due From			
391 - Due From Other Funds	-	-	$48,248.00
Total for Due From	**$0.00**	**$0.00**	**$48,248.00**
Total for Assets	**$1,131,185.00**	**$750,927.00**	**$1,434,048.00**
Total for Assets and Deferred Outflows	**$1,131,185.00**	**$750,927.00**	**$1,434,048.00**

Town of Morristown
Annual Financial Report
For the Fiscal Period 01/01/2025 - 12/31/2025

A - General
Balance Sheet

	12/31/2025	12/31/2024	12/31/2023
Liabilities, Deferred Inflows and Fund Balances			
Liabilities			
Other Liabilities			
688 - Other Liabilities	-	$101,643.00	$146,164.31
Total for Other Liabilities	**$0.00**	**$101,643.00**	**$146,164.31**
Total for Liabilities	**$0.00**	**$101,643.00**	**$146,164.31**
Fund Balance			
Unassigned Fund Balance			
917 - Unassigned Fund Balance	$1,131,185.00	$649,284.00	$1,287,883.69
Total for Unassigned Fund Balance	**$1,131,185.00**	**$649,284.00**	**$1,287,883.69**
Total for Fund Balance	**$1,131,185.00**	**$649,284.00**	**$1,287,883.69**
Total for Liabilities, Deferred Inflows and Fund Balances	**$1,131,185.00**	**$750,927.00**	**$1,434,048.00**

A - General
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Revenues and Other Sources			
Revenues			
Property Taxes			
1001 - Real Property Taxes	$399,775.00	$389,449.00	$378,394.00
Total for Property Taxes	**$399,775.00**	**$389,449.00**	**$378,394.00**
Property Tax Items			
1090 - Interest and Penalties on Real Prop Taxes	$3,103.00	$2,272.00	$7,167.00
Total for Property Tax Items	**$3,103.00**	**$2,272.00**	**$7,167.00**
Non-Property Tax Items			
1116 - Tax on Adult-Use Cannabis	$20,806.00	$4,025.00	-
1120 - Non Property Tax Distribution by County	$489,631.00	$515,131.00	$511,947.00
Total for Non-Property Tax Items	**$510,437.00**	**$519,156.00**	**$511,947.00**
Departmental Income			
1255 - Clerk Fees	$153.00	$401.00	$328.00
1589 - Other Public Safety Departmental Income	-	$840.00	-
2190 - Sale of Cemetery Lots	$1,200.00	$1,200.00	-
Total for Departmental Income	**$1,353.00**	**$2,441.00**	**$328.00**
Intergovernmental Charges			
2397 - Capital Projects Other Governments	-	-	$25,000.00

A - General
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Total for Intergovernmental Charges	**$0.00**	**$0.00**	**$25,000.00**
Use of Money and Property			
2401 - Interest and Earnings	$47,484.00	$47,164.00	$780.00
2410 - Rental of Real Property	-	-	$100.00
Total for Use of Money and Property	**$47,484.00**	**$47,164.00**	**$880.00**
Licenses and Permits			
2530 - Games of Chance	-	$20.00	$10.00
2540 - Bingo Licenses	-	$495.00	$255.00
2544 - Dog Licenses	$565.00	$1,110.00	$372.00
2555 - Building and Alteration Permits	$6,285.00	$24,273.00	$6,238.00
Total for Licenses and Permits	**$6,850.00**	**$25,898.00**	**$6,875.00**
Fines and Forfeitures			
2610 - Fines and Forfeited Bail	$47,320.00	$43,447.00	$27,575.00
Total for Fines and Forfeitures	**$47,320.00**	**$43,447.00**	**$27,575.00**
Sales of Property and Compensation for Loss			
2660 - Sales of Real Property	$1.00	-	$19,579.00
2665 - Sales of Equipment	-	$150.00	-
2680 - Insurance Recoveries	-	-	$1,156,921.00
2683 - Self Insurance Recoveries	-	$1,326.00	-
2690 - Other Compensation For Loss	-	$1,400.00	-
Total for Sales of Property and Compensation for Loss	**$1.00**	**$2,876.00**	**$1,176,500.00**

A - General
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Other Revenues			
2701 - Refunds of Prior Year Expenditures	$38,887.00	-	-
2706 - Grants From Local Governments	-	$10,000.00	-
2770 - Unclassified *Donation, software refund, solar project, etc.*	$20,440.00	$17,282.00	$18,895.00
Total for Other Revenues	**$59,327.00**	**$27,282.00**	**$18,895.00**
State Aid			
3001 - State Aid Revenue Sharing	$8,785.00	$8,785.00	$8,785.00
3005 - State Aid Mortgage Tax	$41,623.00	$39,241.00	$35,410.00
3089 - State Aid Other *Consolidation of Village of Morristown*	$145,249.00	$170,924.00	$145,249.00
3989 - State Aid Other Home and Community Service	$29,615.00	-	-
Total for State Aid	**$225,272.00**	**$218,950.00**	**$189,444.00**
Federal Aid			
4089 - Federal Aid Other	$101,643.00	$44,520.00	-
Total for Federal Aid	**$101,643.00**	**$44,520.00**	**$0.00**
Total for Revenues	**$1,402,565.00**	**$1,323,455.00**	**$2,343,005.00**
Other Sources			
Operating Transfers			
5031 - Interfund Transfers	$38,200.00	-	-
Total for Operating Transfers	**$38,200.00**	**$0.00**	**$0.00**

A - General
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Total for Other Sources	**$38,200.00**	**$0.00**	**$0.00**
Total for Revenues and Other Sources	**$1,440,765.00**	**$1,323,455.00**	**$2,343,005.00**

A - General
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Expenditures and Other Uses			
Expenditures			
General Government Support			
Legislative Board			
10101 - Legislative Board - Personal Services	$21,300.00	$21,300.00	$21,430.00
10104 - Legislative Board - Contractual	$179.00	$599.00	-
Total for Legislative Board	**$21,479.00**	**$21,899.00**	**$21,430.00**
Judicial			
11101 - Municipal Court - Personal Services	$22,000.00	$17,510.00	$17,000.00
11102 - Municipal Court - Equipment and Capital Outlay	$7,937.00	-	-
11104 - Municipal Court - Contractual	$4,730.00	$4,585.00	$4,481.00
Total for Judicial	**$34,667.00**	**$22,095.00**	**$21,481.00**
Executive			
12201 - Supervisor - Personal Services	$15,000.00	$15,000.00	$15,000.00
12202 - Supervisor - Equipment and Capital Outlay	-	$1,000.00	$249.00
12204 - Supervisor - Contractual	$14,912.00	$42,751.00	$107,301.00
Total for Executive	**$29,912.00**	**$58,751.00**	**$122,550.00**
Finance			
13301 - Tax Collection - Personal Services	$3,605.00	$3,500.00	$3,000.00
13302 - Tax Collection - Equipment and Capital Outlay	-	$500.00	$454.00

A - General
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
13304 - Tax Collection - Contractual	$328.00	$363.00	$1,400.00
13551 - Assessment - Personal Services	$30,544.00	$29,780.00	$29,780.00
13552 - Assessment - Equipment and Capital Outlay	-	$1,000.00	$1,000.00
13554 - Assessment - Contractual	$5,995.00	$3,367.00	$2,299.00
Total for Finance	**$40,472.00**	**$38,510.00**	**$37,933.00**
Municipal Staff			
14101 - Clerk - Personal Services	$41,200.00	$40,000.00	$36,000.00
14102 - Clerk - Equipment and Capital Outlay	$1,359.00	$1,000.00	$500.00
14104 - Clerk - Contractual	$5,010.00	$8,171.00	$5,000.00
14204 - Law - Contractual	$2,438.00	$6,135.00	$6,000.00
14301 - Personnel - Personal Services	$104,427.00	$127,533.00	$90,372.00
14302 - Personnel - Equipment and Capital Outlay	$1,166.00	$500.00	-
14304 - Personnel - Contractual	$2,119.00	$5,442.00	$3,670.00
Total for Municipal Staff	**$157,719.00**	**$188,781.00**	**$141,542.00**
Shared Services			
16202 - Operation of Plant - Equipment and Capital Outlay	$544.00	$1,300.00	$1,300.00
16204 - Operation of Plant - Contractual	$61,606.00	$77,036.00	$55,466.00
16404 - Central Garage - Contractual	$22,364.00	$18,764.00	$13,820.00
Total for Shared Services	**$84,514.00**	**$97,100.00**	**$70,586.00**
Special Items			
19104 - Unallocated Insurance - Contractual	$64,613.00	$52,238.00	$44,998.00
19204 - Municipal Association Dues - Contractual	$1,000.00	$998.00	$899.00

A - General
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
19894 - General Government Support, Other - Contractual *Remaining ARPA funds spent*	$101,643.00	-	-
Total for Special Items	**$167,256.00**	**$53,236.00**	**$45,897.00**
Total for General Government Support	**$536,019.00**	**$480,372.00**	**$461,419.00**
Public Safety			
Fire Protection			
34104 - Fire Protection - Contractual	$1,500.00	$1,500.00	$1,500.00
Total for Fire Protection	**$1,500.00**	**$1,500.00**	**$1,500.00**
Animal Control			
35101 - Dog Control - Personal Services	$5,175.00	$5,175.00	$5,175.00
35104 - Dog Control - Contractual	$850.00	$2,000.00	$1,000.00
Total for Animal Control	**$6,025.00**	**$7,175.00**	**$6,175.00**
Other Public Safety			
36104 - Examining Boards - Contractual	$750.00	$879.00	$750.00
36201 - Safety Inspection - Personal Services	$55,000.00	$57,428.00	$35,000.00
36202 - Safety Inspection - Equipment and Capital Outlay	-	$992.00	-
36204 - Safety Inspection - Contractual	$3,841.00	$10,993.00	$5,766.00
Total for Other Public Safety	**$59,591.00**	**$70,292.00**	**$41,516.00**
Total for Public Safety	**$67,116.00**	**$78,967.00**	**$49,191.00**
Health			

A - General
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Public Health Program			
40201 - Registrar of Vital Statistics - Personal Services	$2,575.00	$2,500.00	$2,000.00
Total for Public Health Program	**$2,575.00**	**$2,500.00**	**$2,000.00**
Other Health			
45102 - General Hospital - Equipment and Capital Outlay	$4,000.00	$4,000.00	-
45402 - Ambulance - Equipment and Capital Outlay	$32,000.00	$32,000.00	$22,000.00
45404 - Ambulance - Contractual	$42,000.00	$42,000.00	$41,000.00
49894 - Health, Other - Contractual	-	$150.00	-
Total for Other Health	**$78,000.00**	**$78,150.00**	**$63,000.00**
Total for Health	**$80,575.00**	**$80,650.00**	**$65,000.00**
Transportation			
Highway			
50101 - Highway and Street Administration - Personal Services	$77,354.00	$67,855.00	$65,878.00
50104 - Highway and Street Administration - Contractual	$1,011.00	$628.00	$223.00
50204 - Engineering - Contractual	$31,699.00	-	-
51322 - Garage - Equipment and Capital Outlay	$5,952.00	$18,955.00	$12,541.00
51324 - Garage - Contractual	$71,144.00	$981,403.00	$1,142,086.00
51824 - Street Lighting - Contractual	$21,227.00	$19,371.00	$21,618.00
54104 - Sidewalks - Contractual	$20,517.00	$17,800.00	$15,000.00
Total for Highway	**$228,904.00**	**$1,106,012.00**	**$1,257,346.00**
Other Transportation			

A - General
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
57204 - Docks, Piers and Wharfs - Contractual	$29,405.00	-	$5,000.00
Total for Other Transportation	**$29,405.00**	**$0.00**	**$5,000.00**
Total for Transportation	**$258,309.00**	**$1,106,012.00**	**$1,262,346.00**
Economic Assistance and Opportunity			
Economic Opportunity and Development			
64101 - Publicity - Personal Services	$10,232.00	-	-
64104 - Publicity - Contractual	$334.00	-	$48.00
Total for Economic Opportunity and Development	**$10,566.00**	**$0.00**	**$48.00**
Total for Economic Assistance and Opportunity	**$10,566.00**	**$0.00**	**$48.00**
Culture and Recreation			
Recreation			
71404 - Playground and Recreation Centers - Contractual	$17,151.00	$8,110.00	$6,499.00
73101 - Youth Programs - Personal Services	$4,683.00	$5,500.00	$8,500.00
73104 - Youth Programs - Contractual	$7,099.00	$9,695.00	$5,417.00
Total for Recreation	**$28,933.00**	**$23,305.00**	**$20,416.00**
Culture			
74104 - Library - Contractual	$16,221.00	$14,739.00	$12,549.00
75102 - Historian - Equipment and Capital Outlay	-	-	$250.00
75104 - Historian - Contractual	$2,092.00	$2,203.00	$1,950.00
75504 - Celebrations - Contractual	$10,053.00	$4,930.00	$4,999.00

A - General
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Total for Culture	**$28,366.00**	**$21,872.00**	**$19,748.00**
Total for Culture and Recreation	**$57,299.00**	**$45,177.00**	**$40,164.00**
Home and Community Services			
General Environment			
80204 - Planning and Surveys - Contractual	$4,743.00	$534.00	$3,800.00
Total for General Environment	**$4,743.00**	**$534.00**	**$3,800.00**
Sewage			
81104 - Sewer Administration - Contractual	-	$43,659.00	$5,855.00
Total for Sewage	**$0.00**	**$43,659.00**	**$5,855.00**
Special Services			
88104 - Cemetery - Contractual	$18,528.00	$15,138.00	$13,200.00
Total for Special Services	**$18,528.00**	**$15,138.00**	**$13,200.00**
Total for Home and Community Services	**$23,271.00**	**$59,331.00**	**$22,855.00**
Employee Benefits			
Employee Benefits			
90108 - State Retirement System - Employee Benefits	$29,746.00	$27,251.00	$26,695.00
90308 - Social Security - Employee Benefits	$29,000.00	$29,979.00	$25,018.00
90558 - Disability Insurance - Employee Benefits	$3,134.00	$2,969.00	$3,000.00
90608 - Hospital, Medical and Dental Insurance - Employee Benefits	$62,186.00	$51,347.00	$44,000.00

A - General
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Total for Employee Benefits	**$124,066.00**	**$111,546.00**	**$98,713.00**
Total for Employee Benefits	**$124,066.00**	**$111,546.00**	**$98,713.00**
Total for Expenditures	**$1,157,221.00**	**$1,962,055.00**	**$1,999,736.00**
Total for Expenditures and Other Uses	**$1,157,221.00**	**$1,962,055.00**	**$1,999,736.00**

Town of Morristown

Annual Financial Report

For the Fiscal Period 01/01/2025 - 12/31/2025

A - General
Changes in Fund Balance

	12/31/2025	12/31/2024	12/31/2023
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	$649,283.69	$1,287,883.69	$1,139,027.40
8012 - Prior Period Adjustment OR Change in Accounting Principle - Increase in Fund Balance	$198,358.00	-	-
The year end report appears to be correct with revenues and expenditures but Town's bank balance is higher that what this page indicates. A journal entry error has not been detected to find out why this is.			
8015 - Prior Period Adjustment OR Change in Accounting Principle - Decrease in Fund Balance	-	-	$194,412.71
8022 - Restated Fund Balance - Beginning of Year	$847,641.69	$1,287,883.69	$944,614.69
Add Revenues and Other Sources	$1,440,765.00	$1,323,455.00	$2,343,005.00
Deduct Expenditures and Other Uses	$1,157,221.00	$1,962,055.00	$1,999,736.00
8029 - Fund Balance - End of Year	$1,131,185.69	$649,283.69	$1,287,883.69

A - General
Adopted Budget Summary

	12/31/2026	12/31/2025	12/31/2024
Estimated Revenues and Other Sources			
Estimated Revenue			
1049 - Est Rev - Property Taxes	$412,990.00	$399,775.00	$389,449.00
1099 - Est Rev - Property Tax Items	$7,000.00	$7,000.00	$9,000.00
1199 - Est Rev - Non-Property Tax Items	$522,896.00	$497,510.00	$463,056.00
2199 - Est Rev - Departmental Income	$2,400.00	$3,100.00	$3,100.00
2499 - Est Rev - Use of Money and Property	$25,883.00	$28,288.00	$27,150.00
2599 - Est Rev - Licenses and Permits	$9,450.00	$13,250.00	$11,550.00
2649 - Est Rev - Fines and Forfeitures	$35,000.00	$40,000.00	$20,000.00
2699 - Est Rev - Sales of Property and Compensation for Loss	-	-	$20,000.00
2799 - Est Rev - Other Revenues	$14,500.00	$3,500.00	$9,000.00
3099 - Est Rev - State Aid	$183,785.00	$188,785.00	$173,000.00
Total for Estimated Revenue	**$1,213,904.00**	**$1,181,208.00**	**$1,125,305.00**
Total for Estimated Revenues and Other Sources	**$1,213,904.00**	**$1,181,208.00**	**$1,125,305.00**

A - General
Adopted Budget Summary

	12/31/2026	12/31/2025	12/31/2024
Estimated Appropriations and Other Uses			
Estimated Appropriations			
1999 - App - General Government Support	$501,063.00	$493,859.00	$491,068.00
3999 - App - Public Safety	$76,825.00	$75,175.00	$73,675.00
4999 - App - Health	$87,002.00	$80,925.00	$80,850.00
5999 - App - Transportation	$167,174.00	$193,354.00	$152,855.00
6999 - App - Economic Assistance and Opportunity	$15,000.00	$15,000.00	-
7999 - App - Culture and Recreation	$63,100.00	$46,800.00	$44,142.00
8999 - App - Home and Community Services	$19,300.00	$23,000.00	$23,000.00
9199 - App - Employee Benefits	$159,440.00	$124,645.00	$111,751.00
Total for Estimated Appropriations	**$1,088,904.00**	**$1,052,758.00**	**$977,341.00**
Estimated Other Uses			
962 - Other Budgetary Purposes	$125,000.00	$128,450.00	$147,964.00
Total for Estimated Other Uses	**$125,000.00**	**$128,450.00**	**$147,964.00**
Total for Estimated Appropriations and Other Uses	**$1,213,904.00**	**$1,181,208.00**	**$1,125,305.00**

DA - Highway Town-wide
Balance Sheet

	12/31/2025	12/31/2024	12/31/2023
Assets and Deferred Outflows			
Assets			
Cash and Cash Equivalents			
200 - Cash	$349,332.00	$335,460.00	$226,914.00
201 - Cash In Time Deposits	$500,617.00	$707,200.00	$680,000.00
Total for Cash and Cash Equivalents	**$849,949.00**	**$1,042,660.00**	**$906,914.00**
Total for Assets	**$849,949.00**	**$1,042,660.00**	**$906,914.00**
Total for Assets and Deferred Outflows	**$849,949.00**	**$1,042,660.00**	**$906,914.00**

DA - Highway Town-wide
Balance Sheet

	12/31/2025	12/31/2024	12/31/2023
Liabilities, Deferred Inflows and Fund Balances			
Fund Balance			
Assigned Fund Balance			
915 - Assigned Unappropriated Fund Balance	$849,949.71	$1,042,660.00	$906,914.00
Total for Assigned Fund Balance	**$849,949.71**	**$1,042,660.00**	**$906,914.00**
Total for Fund Balance	**$849,949.71**	**$1,042,660.00**	**$906,914.00**
Total for Liabilities, Deferred Inflows and Fund Balances	**$849,949.71**	**$1,042,660.00**	**$906,914.00**

DA - Highway Town-wide
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Revenues and Other Sources			
Revenues			
Property Taxes			
1001 - Real Property Taxes	$399,775.00	$389,449.00	$378,383.00
Total for Property Taxes	**$399,775.00**	**$389,449.00**	**$378,383.00**
Non-Property Tax Items			
1120 - Non Property Tax Distribution by County	$324,099.00	$296,944.00	$278,391.00
Total for Non-Property Tax Items	**$324,099.00**	**$296,944.00**	**$278,391.00**
Intergovernmental Charges			
2300 - Transportation Services Other Governments *SLC Treasurer*	$74,110.00	$71,613.00	$69,268.00
Total for Intergovernmental Charges	**$74,110.00**	**$71,613.00**	**$69,268.00**
Use of Money and Property			
2401 - Interest and Earnings	$54,957.00	$27,200.00	-
Total for Use of Money and Property	**$54,957.00**	**$27,200.00**	**$0.00**
Sales of Property and Compensation for Loss			
2650 - Sales of Scrap and Excess Materials	$11,917.00	$3,986.00	$1,338.00
2665 - Sales of Equipment	$15,540.00	-	-
2680 - Insurance Recoveries	-	-	$134,104.00
Total for Sales of Property and Compensation for Loss	**$27,457.00**	**$3,986.00**	**$135,442.00**

DA - Highway Town-wide
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Other Revenues			
2770 - Unclassified *Bishop Construction- culvert pipes*	$780.00	$182.00	$2,090.00
Total for Other Revenues	**$780.00**	**$182.00**	**$2,090.00**
State Aid			
3501 - State Aid Consolidated Highway Aid	$331,916.00	$429,906.00	$222,777.00
Total for State Aid	**$331,916.00**	**$429,906.00**	**$222,777.00**
Total for Revenues	**$1,213,094.00**	**$1,219,280.00**	**$1,086,351.00**
Total for Revenues and Other Sources	**$1,213,094.00**	**$1,219,280.00**	**$1,086,351.00**

DA - Highway Town-wide
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Expenditures and Other Uses			
Expenditures			
Transportation			
Highway			
51101 - Maintenance of Roads - Personal Services	$57,992.00	$60,837.00	$45,644.00
51104 - Maintenance of Roads - Contractual	$59,925.00	$26,108.00	$55,999.53
51121 - Permanent Improvements Highway - Personal Services	$85,160.00	$76,410.00	$68,295.00
51124 - Permanent Improvements Highway - Contractual	$390,959.00	$438,904.00	$222,776.71
51302 - Machinery - Equipment and Capital Outlay	$392,412.00	$709.00	$258,741.00
51304 - Machinery - Contractual	-	$27,978.00	$405.00
51421 - Snow Removal - Personal Services	$102,733.00	$89,441.00	$85,057.00
51424 - Snow Removal - Contractual	$74,024.00	$102,005.00	$82,525.00
51481 - Highway Services for Other Governments - Personal Services *Payroll #23-#26*	$51,418.00	$44,824.00	$38,359.00
51484 - Highway Services for Other Governments - Contractual *Plow cable, fuel, brake/part cleaner, oil filer, coolant, etc.*	$50,365.00	$85,796.00	$64,923.00
Total for Highway	**$1,264,988.00**	**$953,012.00**	**$922,725.24**
Total for Transportation	**$1,264,988.00**	**$953,012.00**	**$922,725.24**
Employee Benefits			
Employee Benefits			
90108 - State Retirement System - Employee Benefits	$27,173.00	$27,330.00	$25,006.00

DA - Highway Town-wide
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
90308 - Social Security - Employee Benefits	$23,400.00	$20,770.00	$18,158.00
90608 - Hospital, Medical and Dental Insurance - Employee Benefits	$90,244.00	$82,422.00	$65,114.00
Total for Employee Benefits	**$140,817.00**	**$130,522.00**	**$108,278.00**
Total for Employee Benefits	**$140,817.00**	**$130,522.00**	**$108,278.00**
Total for Expenditures	**$1,405,805.00**	**$1,083,534.00**	**$1,031,003.24**
Total for Expenditures and Other Uses	**$1,405,805.00**	**$1,083,534.00**	**$1,031,003.24**

DA - Highway Town-wide
Changes in Fund Balance

	12/31/2025	12/31/2024	12/31/2023
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	$1,042,660.55	$906,914.55	$851,566.79
8022 - Restated Fund Balance - Beginning of Year	$1,042,660.55	$906,914.55	$851,566.79
Add Revenues and Other Sources	$1,213,094.00	$1,219,280.00	$1,086,351.00
Deduct Expenditures and Other Uses	$1,405,805.00	$1,083,534.00	$1,031,003.24
8029 - Fund Balance - End of Year	$849,949.55	$1,042,660.55	$906,914.55

DA - Highway Town-wide
Adopted Budget Summary

	12/31/2026	12/31/2025	12/31/2024
Estimated Revenues and Other Sources			
Estimated Revenue			
1049 - Est Rev - Property Taxes	$412,990.00	$399,775.00	$389,449.00
1199 - Est Rev - Non-Property Tax Items	$291,848.00	$324,099.00	$296,942.00
2399 - Est Rev - Intergovernmental Charges	$80,000.00	$65,000.00	$65,000.00
2499 - Est Rev - Use of Money and Property	$17,483.00	$10,000.00	$20,400.00
2699 - Est Rev - Sales of Property and Compensation for Loss	$900.00	$900.00	$900.00
2799 - Est Rev - Other Revenues	$1,000.00	$1,000.00	-
3099 - Est Rev - State Aid	$173,000.00	$173,000.00	$173,062.00
Total for Estimated Revenue	**$977,221.00**	**$973,774.00**	**$945,753.00**
Total for Estimated Revenues and Other Sources	**$977,221.00**	**$973,774.00**	**$945,753.00**

DA - Highway Town-wide
Adopted Budget Summary

	12/31/2026	12/31/2025	12/31/2024
Estimated Appropriations and Other Uses			
Estimated Appropriations			
1999 - App - General Government Support	$9,452.00	$50,000.00	$50,000.00
5999 - App - Transportation	$812,385.00	$787,145.00	$768,187.00
9199 - App - Employee Benefits	$155,384.00	$136,629.00	$127,566.00
Total for Estimated Appropriations	**$977,221.00**	**$973,774.00**	**$945,753.00**
Total for Estimated Appropriations and Other Uses	**$977,221.00**	**$973,774.00**	**$945,753.00**

FX - Water
Balance Sheet

	12/31/2025	12/31/2024	12/31/2023
Assets and Deferred Outflows			
Assets			
Cash and Cash Equivalents			
200 - Cash	$57,490.00	$30,139.00	$32,796.00
Total for Cash and Cash Equivalents	**$57,490.00**	**$30,139.00**	**$32,796.00**
Net Other Receivables			
380 - Accounts Receivable	$22,930.00	$19,196.00	$17,214.00
Total for Net Other Receivables	**$22,930.00**	**$19,196.00**	**$17,214.00**
Total for Assets	**$80,420.00**	**$49,335.00**	**$50,010.00**
Total for Assets and Deferred Outflows	**$80,420.00**	**$49,335.00**	**$50,010.00**

FX - Water
Balance Sheet

	12/31/2025	12/31/2024	12/31/2023
Liabilities, Deferred Inflows and Fund Balances			
Liabilities			
Due to			
630 - Due To Other Funds	-	-	$48,248.00
Total for Due to	**$0.00**	**$0.00**	**$48,248.00**
Total for Liabilities	**$0.00**	**$0.00**	**$48,248.00**
Fund Balance			
Assigned Fund Balance			
915 - Assigned Unappropriated Fund Balance	$80,420.00	$49,336.00	$1,762.00
Total for Assigned Fund Balance	**$80,420.00**	**$49,336.00**	**$1,762.00**
Total for Fund Balance	**$80,420.00**	**$49,336.00**	**$1,762.00**
Total for Liabilities, Deferred Inflows and Fund Balances	**$80,420.00**	**$49,336.00**	**$50,010.00**

FX - Water
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Revenues and Other Sources			
Revenues			
Departmental Income			
2140 - Metered Water Sales	$132,124.00	$128,699.00	$103,045.00
2144 - Water Service Charges	$3,844.00	$2,633.00	$1,680.00
Total for Departmental Income	**$135,968.00**	**$131,332.00**	**$104,725.00**
Use of Money and Property			
2410 - Rental of Real Property	$18,822.00	$34,920.00	$1,100.00
Total for Use of Money and Property	**$18,822.00**	**$34,920.00**	**$1,100.00**
Other Revenues			
2770 - Unclassified	-	$660.00	-
Total for Other Revenues	**$0.00**	**$660.00**	**$0.00**
Total for Revenues	**$154,790.00**	**$166,912.00**	**$105,825.00**
Total for Revenues and Other Sources	**$154,790.00**	**$166,912.00**	**$105,825.00**

FX - Water
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Expenditures and Other Uses			
Expenditures			
Home and Community Services			
Water			
83101 - Water Administration - Personal Services	$14,350.00	$11,949.00	$7,755.00
83104 - Water Administration - Contractual	$23.00	$264.00	$2,955.00
83202 - Water Source of Supply, Power and Pumping - Equipment and Capital Outlay	-	-	$49,386.00
83304 - Water Purification - Contractual	$66,583.00	$68,151.00	$63,321.00
Total for Water	**$80,956.00**	**$80,364.00**	**$123,417.00**
Total for Home and Community Services	**$80,956.00**	**$80,364.00**	**$123,417.00**
Employee Benefits			
Employee Benefits			
90108 - State Retirement System - Employee Benefits	$1,273.00	-	$1,514.00
90308 - Social Security - Employee Benefits	$1,098.00	$914.00	$931.00
90608 - Hospital, Medical and Dental Insurance - Employee Benefits	$1,378.00	$1,233.00	-
Total for Employee Benefits	**$3,749.00**	**$2,147.00**	**$2,445.00**
Total for Employee Benefits	**$3,749.00**	**$2,147.00**	**$2,445.00**
Debt Service			

FX - Water
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Debt Service			
97106 - Serial Bonds - Debt Principal	$36,828.00	$36,828.00	$36,828.00
97957 - Interfund Loans - Debt Interest	$2,172.00	-	-
Total for Debt Service	**$39,000.00**	**$36,828.00**	**$36,828.00**
Total for Debt Service	**$39,000.00**	**$36,828.00**	**$36,828.00**
Total for Expenditures	**$123,705.00**	**$119,339.00**	**$162,690.00**
Total for Expenditures and Other Uses	**$123,705.00**	**$119,339.00**	**$162,690.00**

FX - Water
Changes in Fund Balance

	12/31/2025	12/31/2024	12/31/2023
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	$49,335.00	$1,762.00	$58,627.00
8022 - Restated Fund Balance - Beginning of Year	$49,335.00	$1,762.00	$58,627.00
Add Revenues and Other Sources	$154,790.00	$166,912.00	$105,825.00
Deduct Expenditures and Other Uses	$123,705.00	$119,339.00	$162,690.00
8029 - Fund Balance - End of Year	$80,420.00	$49,335.00	$1,762.00

FX - Water
Adopted Budget Summary

	12/31/2026	12/31/2025	12/31/2024
Estimated Revenues and Other Sources			
Estimated Revenue			
2199 - Est Rev - Departmental Income	$142,750.00	$130,400.00	$109,336.00
2499 - Est Rev - Use of Money and Property	$16,200.00	$17,300.00	$16,200.00
2799 - Est Rev - Other Revenues	$400.00	-	-
Total for Estimated Revenue	**$159,350.00**	**$147,700.00**	**$125,536.00**
Total for Estimated Revenues and Other Sources	**$159,350.00**	**$147,700.00**	**$125,536.00**

FX - Water
Adopted Budget Summary

	12/31/2026	12/31/2025	12/31/2024
Estimated Appropriations and Other Uses			
Estimated Appropriations			
8999 - App - Home and Community Services	$95,866.00	$82,550.00	$83,222.00
9199 - App - Employee Benefits	$8,935.00	$6,174.00	$5,486.00
9899 - App - Debt Service	$36,828.00	$36,828.00	$36,828.00
Total for Estimated Appropriations	**$141,629.00**	**$125,552.00**	**$125,536.00**
Estimated Other Uses			
962 - Other Budgetary Purposes	$17,721.00	$22,148.00	-
Total for Estimated Other Uses	**$17,721.00**	**$22,148.00**	**$0.00**
Total for Estimated Appropriations and Other Uses	**$159,350.00**	**$147,700.00**	**$125,536.00**

H - Capital Projects
Balance Sheet

	12/31/2025	12/31/2024	12/31/2023
Assets and Deferred Outflows			
Assets			
Cash and Cash Equivalents			
200 - Cash	$255,360.00	-	-
201 - Cash In Time Deposits	$700,000.00	-	-
Total for Cash and Cash Equivalents	**$955,360.00**	**$0.00**	**$0.00**
Total for Assets	**$955,360.00**	**$0.00**	**$0.00**
Total for Assets and Deferred Outflows	**$955,360.00**	**$0.00**	**$0.00**

H - Capital Projects
Balance Sheet

	12/31/2025	12/31/2024	12/31/2023
Liabilities, Deferred Inflows and Fund Balances			
Liabilities			
Notes Payable			
626 - Bond Anticipation Notes Payable	$1,250,000.00	-	-
Total for Notes Payable	**$1,250,000.00**	**$0.00**	**$0.00**
Total for Liabilities	**$1,250,000.00**	**$0.00**	**$0.00**
Fund Balance			
Unassigned Fund Balance			
917 - Unassigned Fund Balance	($294,640.00)	-	-
Total for Unassigned Fund Balance	**($294,640.00)**	**$0.00**	**$0.00**
Total for Fund Balance	**($294,640.00)**	**$0.00**	**$0.00**
Total for Liabilities, Deferred Inflows and Fund Balances	**$955,360.00**	**$0.00**	**$0.00**

H - Capital Projects
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Revenues and Other Sources			
Total for Revenues and Other Sources	**$0.00**	**$0.00**	**$0.00**

H - Capital Projects
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Expenditures and Other Uses			
Expenditures			
Home and Community Services			
Water			
83972 - Water Capital Projects - Equipment and Capital Outlay	$256,440.00	-	-
Total for Water	**$256,440.00**	**$0.00**	**$0.00**
Total for Home and Community Services	**$256,440.00**	**$0.00**	**$0.00**
Total for Expenditures	**$256,440.00**	**$0.00**	**$0.00**
Other Uses			
Interfund Transfers			
Interfund Transfers			
99019 - Transfers to Other Funds - Interfund Transfer *Water Improvement Payments to General Fund made by General fund prior to $1,250,000.00 BAN received*	$38,200.00	-	-
Total for Interfund Transfers	**$38,200.00**	**$0.00**	**$0.00**
Total for Interfund Transfers	**$38,200.00**	**$0.00**	**$0.00**
Total for Other Uses	**$38,200.00**	**$0.00**	**$0.00**
Total for Expenditures and Other Uses	**$294,640.00**	**$0.00**	**$0.00**

H - Capital Projects
Changes in Fund Balance

	12/31/2025	12/31/2024	12/31/2023
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	$0.00	$0.00	$0.00
8022 - Restated Fund Balance - Beginning of Year	$0.00	$0.00	$0.00
Add Revenues and Other Sources	$0.00	$0.00	$0.00
Deduct Expenditures and Other Uses	$294,640.00	$0.00	$0.00
8029 - Fund Balance - End of Year	($294,640.00)	$0.00	$0.00

SF - Special District(s) Fire Protection
Balance Sheet

	12/31/2025	12/31/2024	12/31/2023
Assets and Deferred Outflows			
Total for Assets and Deferred Outflows	**$0.00**	**$0.00**	**$0.00**

SF - Special District(s) Fire Protection
Balance Sheet

	12/31/2025	12/31/2024	12/31/2023
Liabilities, Deferred Inflows and Fund Balances			
Total for Liabilities, Deferred Inflows and Fund Balances	**$0.00**	**$0.00**	**$0.00**

SF - Special District(s) Fire Protection
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Revenues and Other Sources			
Total for Revenues and Other Sources	**$0.00**	**$0.00**	**$0.00**

SF - Special District(s) Fire Protection
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Expenditures and Other Uses			
Total for Expenditures and Other Uses	**$0.00**	**$0.00**	**$0.00**

SF - Special District(s) Fire Protection
Changes in Fund Balance

	12/31/2025	12/31/2024	12/31/2023
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	$0.00	$0.00	$0.00
8022 - Restated Fund Balance - Beginning of Year	$0.00	$0.00	$0.00
Add Revenues and Other Sources	$0.00	$0.00	$0.00
Deduct Expenditures and Other Uses	$0.00	$0.00	$0.00
8029 - Fund Balance - End of Year	$0.00	$0.00	$0.00

SS - Special District(s) Sewer
Balance Sheet

	12/31/2025	12/31/2024	12/31/2023
Assets and Deferred Outflows			
Assets			
Cash and Cash Equivalents			
200 - Cash	$55,572.00	$121,070.00	$368,401.00
201 - Cash In Time Deposits	$288,960.00	$245,000.00	-
Total for Cash and Cash Equivalents	**$344,532.00**	**$366,070.00**	**$368,401.00**
Net Other Receivables			
380 - Accounts Receivable	$41,503.00	$34,392.00	$30,989.00
Total for Net Other Receivables	**$41,503.00**	**$34,392.00**	**$30,989.00**
Total for Assets	**$386,035.00**	**$400,462.00**	**$399,390.00**
Total for Assets and Deferred Outflows	**$386,035.00**	**$400,462.00**	**$399,390.00**

SS - Special District(s) Sewer
Balance Sheet

	12/31/2025	12/31/2024	12/31/2023
Liabilities, Deferred Inflows and Fund Balances			
Fund Balance			
Assigned Fund Balance			
914 - Assigned Appropriated Fund Balance	-	$5,584.00	-
915 - Assigned Unappropriated Fund Balance	$386,035.00	$394,878.00	$399,390.00
Total for Assigned Fund Balance	**$386,035.00**	**$400,462.00**	**$399,390.00**
Total for Fund Balance	**$386,035.00**	**$400,462.00**	**$399,390.00**
Total for Liabilities, Deferred Inflows and Fund Balances	**$386,035.00**	**$400,462.00**	**$399,390.00**

SS - Special District(s) Sewer
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Revenues and Other Sources			
Revenues			
Departmental Income			
2120 - Sewer Rents	$267,404.00	$268,111.00	$264,715.00
2128 - Interest and Penalties on Sewer Accounts	$6,848.00	$4,213.00	$3,883.00
2801 - Interfund Revenues	$23,926.00	-	-
Total for Departmental Income	**$298,178.00**	**$272,324.00**	**$268,598.00**
Use of Money and Property			
2401 - Interest and Earnings	$18,960.00	-	-
Total for Use of Money and Property	**$18,960.00**	**$0.00**	**$0.00**
Total for Revenues	**$317,138.00**	**$272,324.00**	**$268,598.00**
Total for Revenues and Other Sources	**$317,138.00**	**$272,324.00**	**$268,598.00**

SS - Special District(s) Sewer
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Expenditures and Other Uses			
Expenditures			
Home and Community Services			
Sewage			
81101 - Sewer Administration - Personal Services	$73,876.00	$58,503.00	$58,944.00
81104 - Sewer Administration - Contractual	$2,210.00	$2,172.00	$318.00
81202 - Sanitary Sewers - Equipment and Capital Outlay	-	$1,784.00	$10,417.00
81204 - Sanitary Sewers - Contractual	$172,296.00	$151,298.00	$100,494.00
81304 - Sewage Treatment and Disposal - Contractual	$18,952.00	$3,761.00	$3,010.00
Total for Sewage	**$267,334.00**	**$217,518.00**	**$173,183.00**
Total for Home and Community Services	**$267,334.00**	**$217,518.00**	**$173,183.00**
Employee Benefits			
Employee Benefits			
90108 - State Retirement System - Employee Benefits	$5,709.00	$4,862.00	$4,139.00
90308 - Social Security - Employee Benefits	$5,652.00	$4,475.00	$2,503.00
90608 - Hospital, Medical and Dental Insurance - Employee Benefits	$21,462.00	$13,424.00	$11,160.00
Total for Employee Benefits	**$32,823.00**	**$22,761.00**	**$17,802.00**
Total for Employee Benefits	**$32,823.00**	**$22,761.00**	**$17,802.00**
Debt Service			

SS - Special District(s) Sewer
Results of Operations

	12/31/2025	12/31/2024	12/31/2023
Debt Service			
97106 - Serial Bonds - Debt Principal	$31,408.00	$30,973.00	$30,538.00
Total for Debt Service	**$31,408.00**	**$30,973.00**	**$30,538.00**
Total for Debt Service	**$31,408.00**	**$30,973.00**	**$30,538.00**
Total for Expenditures	**$331,565.00**	**$271,252.00**	**$221,523.00**
Total for Expenditures and Other Uses	**$331,565.00**	**$271,252.00**	**$221,523.00**

SS - Special District(s) Sewer
Changes in Fund Balance

	12/31/2025	12/31/2024	12/31/2023
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	$400,462.92	$399,390.92	$352,315.92
8022 - Restated Fund Balance - Beginning of Year	$400,462.92	$399,390.92	$352,315.92
Add Revenues and Other Sources	$317,138.00	$272,324.00	$268,598.00
Deduct Expenditures and Other Uses	$331,565.00	$271,252.00	$221,523.00
8029 - Fund Balance - End of Year	$386,035.92	$400,462.92	$399,390.92

Town of Morristown

Annual Financial Report

For the Fiscal Period 01/01/2025 - 12/31/2025

SS - Special District(s) Sewer
Adopted Budget Summary

	12/31/2026	12/31/2025	12/31/2024
Estimated Revenues and Other Sources			
Estimated Revenue			
2199 - Est Rev - Departmental Income	$293,560.00	$272,572.00	-
2499 - Est Rev - Use of Money and Property	$8,320.00	$3,800.00	$259,406.00
Total for Estimated Revenue	**$301,880.00**	**$276,372.00**	**$259,406.00**
Estimated Other Sources			
599 - Appropriated Fund Balance	-	$5,584.00	-
Total for Estimated Other Sources	**$0.00**	**$5,584.00**	**$0.00**
Total for Estimated Revenues and Other Sources	**$301,880.00**	**$281,956.00**	**$259,406.00**

SS - Special District(s) Sewer
Adopted Budget Summary

	12/31/2026	12/31/2025	12/31/2024
Estimated Appropriations and Other Uses			
Estimated Appropriations			
8999 - App - Home and Community Services	$225,530.00	$227,540.00	$208,377.00
9199 - App - Employee Benefits	$17,115.00	$22,071.00	$20,056.00
9899 - App - Debt Service	$31,400.00	$31,408.00	$30,973.00
Total for Estimated Appropriations	**$274,045.00**	**$281,019.00**	**$259,406.00**
Estimated Other Uses			
962 - Other Budgetary Purposes	$27,835.00	$937.00	-
Total for Estimated Other Uses	**$27,835.00**	**$937.00**	**$0.00**
Total for Estimated Appropriations and Other Uses	**$301,880.00**	**$281,956.00**	**$259,406.00**

K - Schedule of Non-Current Government Assets
Schedule of Non-Current Government Assets

	12/31/2025	12/31/2024	12/31/2023
Non-Current Assets			
Non-Depreciable Capital Assets			
101 - Land	$1,114,720.00	$1,114,720.00	$1,114,720.00
Total for Non-Depreciable Capital Assets	**$1,114,720.00**	**$1,114,720.00**	**$1,114,720.00**
Depreciable Capital Assets			
102 - Buildings	$6,642,285.00	$6,642,285.00	$3,670,000.00
104 - Machinery and Equipment	$3,808,098.00	$3,439,098.00	$3,439,098.00
Total for Depreciable Capital Assets	**$10,450,383.00**	**$10,081,383.00**	**$7,109,098.00**
Total for Non-Current Assets	**$11,565,103.00**	**$11,196,103.00**	**$8,223,818.00**

W - Schedule of Non-Current Government Liabilities
Schedule of Non-Current Government Liabilities

	12/31/2025	12/31/2024	12/31/2023
Long-Term Obligations			
Debt Obligations			
628 - Bonds Payable	$896,185.00	$964,421.00	$1,032,222.00
Total for Debt Obligations	**$896,185.00**	**$964,421.00**	**$1,032,222.00**
Other Long-Term Obligations			
638 - Net Pension Liability Proportionate Share	$291,682.00	$252,598.00	$366,011.00
Total for Other Long-Term Obligations	**$291,682.00**	**$252,598.00**	**$366,011.00**
Total for Long-Term Obligations	**$1,187,867.00**	**$1,217,019.00**	**$1,398,233.00**

Supplemental Schedules

The Supplemental Schedules includes the following schedules:

- Statement of Indebtedness
- Bond Repayment
- Bank Reconciliation
- Employee and Retiree Benefits

Statement of Indebtedness
Debt Summary

Debt Type	Beginning Balance	Debt Issued	Principal Paid	Paid From debt Proceeds	Accreted Interest	Prior Year Adjustment	Ending Balance
Bond	$964,421.00	$0.00	$68,236.00	$0.00	$0.00	$0.00	$896,185.00
Bond Anticipation Note	$0.00	$1,250,000.00	$0.00	$0.00	$0.00	$0.00	$1,250,000.00
Total	$964,421.00	$1,250,000.00	$68,236.00	$0.00	$0.00	$0.00	$2,146,185.00

Statement of Indebtedness
Debt Records

Debt Type/ Purpose	Lender Name	Issue Date	Maturity Date	Beginning Balance	Debt Issued	Principal Paid	Paid From Debt Proceeds	Prior Year Adjustment	Accreted Interest	Ending Balance
Bond Water District	EFC	1/1/02	1/1/32	$294,624.00	$0.00	$36,828.00	$0.00	$0.00	$0.00	$257,796.00
Bond Sewer District 3	EFC	6/27/13	7/17/42	$24,840.00	$0.00	$1,380.00	$0.00	$0.00	$0.00	$23,460.00
Bond Sewer District #2	EFC	9/26/13	7/16/43	$644,957.00	$0.00	$30,028.00	$0.00	$0.00	$0.00	$614,929.00
Bond Anticipation Note Water District Improvements Capital Plan	Arrow Bank National Association	11/6/25	11/6/26	$0.00	$1,250,000.00	$0.00	$0.00	$0.00	$0.00	$1,250,000.00

Bond Repayment

Fiscal Year Ending	Bond Principal Due	Bond Interest Due	Total Due	Remaining Principal Balance
2026	$68,672.00	$0.00	$68,672.00	$827,513.00
2027	$69,107.00	$0.00	$69,107.00	$758,406.00
2028	$69,542.00	$0.00	$69,542.00	$688,864.00
2029	$69,977.00	$0.00	$69,977.00	$618,887.00
2030	$70,412.00	$0.00	$70,412.00	$548,475.00
2031	$70,848.00	$0.00	$70,848.00	$477,627.00
2032	$71,283.00	$0.00	$71,283.00	$406,344.00
2033	$34,890.00	$0.00	$34,890.00	$371,454.00
2034	$35,325.00	$0.00	$35,325.00	$336,129.00
2035	$35,760.00	$0.00	$35,760.00	$300,369.00
2036	$36,196.00	$0.00	$36,196.00	$264,173.00
2037	$36,631.00	$0.00	$36,631.00	$227,542.00
2038	$37,066.00	$0.00	$37,066.00	$190,476.00

Fiscal Year Ending	Bond Principal Due	Bond Interest Due	Total Due	Remaining Principal Balance
2039	$37,501.00	$0.00	$37,501.00	$152,975.00
2040	$37,936.00	$0.00	$37,936.00	$115,039.00
2041	$38,371.00	$0.00	$38,371.00	$76,668.00
2042	$38,807.00	$0.00	$38,807.00	$37,861.00
2043	$37,861.00	$0.00	$37,861.00	$0.00
Total	$896,185.00	$0.00	$896,185.00	
$896,185.00 Total Bond Ending Balance for Statement of Indebtedness.				

Town of Morristown

Annual Financial Report

For the Fiscal Period 01/01/2025 - 12/31/2025

Bank Reconciliation

Accounts

Account No.	Account Type	Associated Fund(s)	Bank Balance	Deposits In Transit	Outstanding Checks	Adjustments	Total
202	Certificate of Deposit (CD)	A, DA, H, SS	$2,243,753.55	$0.00	$0.00	$0.00	$2,243,753.55
200	Checking	A, DA, FX, H, SS	$1,370,103.65	$0.00	($775,133.59)	$0.00	$594,970.06
		Total	$3,613,857.20	$0.00	($775,133.59)	$0.00	$2,838,723.61
						Total Cash From Financials	$3,338,516.00

Bank Reconciliation

Collateralization of Cash

Total Bank Balance	$3,613,857.20
FDIC Insurance	$500,000.00
Collateralized with Securities held in possession of the municipality or its agent or otherwise secured	$2,800,000.00
Total of FDIC Insurance and Collateralized with securities held in possession of the municipality or its agent or otherwise secured	$3,300,000.00

Investments and Collateralization of Investments

Investments From Financials	$0.00
Market Value as of Fiscal Year End Date	$0.00
Collateralized with Securities held in possession of the municipality or its agent or otherwise secured	$0.00

Employee and Retiree Benefits

Total Number

Full Time Employees	Part Time Employees	Volunteers with Paid Benefits	Retirees with Paid Benefits
11	6	0	6

Number Receving Benefits

Benefit	Amount	Full Time	Part Time	Volunteer	Retiree
State Retirement System	$63,901.00	11	4		4
Police Retirement					
Fire Retirement					
Local Pension Fund					
Social Security	$59,150.00	11	6		0
Worker's Compensation					
Life Insurance					
Unemployment Insurance					
Disability Insurance	$3,134.00	11	6		0
Hospital, Medical and Dental Insurance	$175,270.02	10	0		6
Union Welfare Benefits					
Supplemental Benefit Payments to Disabled Firefighters					
Employee Benefits,Other					
Total Employee Benefits Paid	$301,455.02				

APPENDIX – E

LAW OFFICES
OF
Timothy R. McGill
248 WILLOWBROOK OFFICE PARK
FAIRPORT, NEW YORK 14450

Kristine M. Bryant
Paralegal

Tel: (585) 381-7470
Fax: (585) 381-7498

November 5, 2026

Town of Morristown
County of St. Lawrence
State of New York

Re: Town of Morristown, St. Lawrence County, New York
$1,250,000 Bond Anticipation Notes, 2026 (Renewals)

Dear Board Members:

I have examined a record of proceedings relating to the issuance of a $1,250,000 principal amount Bond Anticipation Note, 2026 (Renewals) of the Town of Morristown, a municipal corporation of the State of New York, situate in the County of St. Lawrence. The Note is [registered to _____ / in book-entry-only form registered to "Cede & Co.,"] is dated November 5, 2026, is numbered 2026A-1, bears interest at the rate of _____ per centum (____%) per annum payable at maturity, is subject to optional redemption as provided therein, matures November 5, 2027, and is issued pursuant to the Local Finance Law of the State of New York and a bond resolution adopted July 9, 2024. The Note is a temporary obligation issued in anticipation of the issuance of bonds.

In my opinion, except insofar as the enforcement thereof may be limited by any applicable bankruptcy, moratorium or similar laws relating to the enforcement of creditors' rights, the Note is a valid and legally binding obligation of the Town of Morristown, payable in the first instance from the proceeds of the sale of the bonds in anticipation of which the Note is issued, but, if not so paid, payable ultimately from ad valorem taxes levied upon all the taxable real property within the Town without limitation as to rate or amount, subject to applicable statutory limitations.

The Town has covenanted to comply with any requirements of the Internal Revenue Code of 1986, as amended (the "Code"), that must be met subsequent to the issuance of the Note in order that interest thereon be and remain excludable from gross income under the Code. In my opinion, under the existing statute, regulations and court decisions, interest on the Note is excludable from gross income for federal income tax purposes under Section 103 of the Code and will continue to be so excluded if the Town continuously complies with such covenant; and under the Code, interest on the Note is not a specific preference item for purposes of the federal alternative minimum tax; however, interest on the Note is included in the "adjusted financial statement income" of certain corporations that are subject to the alternative minimum tax under Section 55 of the Code. I express no opinion regarding other Federal income tax consequences caused by the receipt or accrual of interest on the Note. Further, in my opinion, interest on the Note is exempt from New York State and New York City personal income taxes under existing statutes.

In rendering the opinions expressed herein, I have assumed the accuracy and truthfulness of all public records, documents and proceedings examined by me which have been executed or certified by public officials acting within the scope of their official capacities, and have not verified the accuracy or truthfulness thereof, and I also have assumed the genuineness of the signatures appearing upon such public records, documents and proceedings, and such certifications. The scope of my engagement in relation to the issuance of the Note has extended solely to the examination of the facts and law incident to rendering the opinions expressed herein. Such opinions are not intended and should not be construed to express or imply any conclusion that the amount of real property subject to taxation within the boundaries of the Town, together with other legally available sources of revenue, if any, will be sufficient to enable the Town to pay the principal of and interest on the Note as the same respectively become due and payable. Reference should be made to the Official Statement prepared by the Town in relation to the Note for factual information which, in the judgment of the Town, could materially affect the ability of the Town to pay such principal and interest. While I have participated in the preparation of such Official Statement, I have not verified the accuracy, sufficiency, completeness or fairness of the Official Statement or any factual information contained therein or any additional proceedings, reports, correspondence, financial statements or other documents containing financial or other information relative to the Town or the financed project and, accordingly, I express no opinion as to whether the Town, in connection with the sale of the Note, has made any untrue statement of a material fact or omitted to state a material fact necessary in order to make any statements made, in the light of the circumstances under which they were made, not misleading.

Very truly yours,

Timothy R. McGill, Esq.