

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

ANNUAL FINANCIAL REPORT
UPDATE DOCUMENT
For The
VILLAGE of Hamburg
County of Erie
For the Fiscal Year Ended 05/31/2020

AUTHORIZATION

ARTICLE 3, SECTION 30 of the GENERAL MUNICIPAL LAW:

1. ***Every Municipal Corporation *** shall annually make a report of its financial condition to the Comptroller. Such report shall be made by the Chief Fiscal Officer of such Municipal Corporation ***

5. All reports shall be certified by the officer making the same and shall be filed with the Comptroller *** It shall be the duty of the incumbent officer at the time such reports are required to be filed with the Comptroller to file such report ***

State of NEW YORK
Office of The State Comptroller
Division of Local Government and School Accountability
Albany, New York 12236

VILLAGE OF Hamburg

*** FINANCIAL SECTION ***

Financial Information for the following funds and account groups are included in the Annual Financial Report filed by your government for the fiscal year ended 2019 and has been used by the OSC as the basis for preparing this update document for the fiscal year ended 2020:

- (A) GENERAL
- (EE) ENTERPRISE UTILITY
- (FX) WATER
- (G) SEWER
- (H) CAPITAL PROJECTS
- (K) GENERAL FIXED ASSETS
- (TA) AGENCY
- (W) GENERAL LONG-TERM DEBT

All amounts included in this update document for 2019 represent data filed by your government with OSC as reviewed and adjusted where necessary.

*** SUPPLEMENTAL SECTION ***

The Supplemental Section includes the following sections:

- 1) Statement of Indebtedness
- 2) Schedule of Time Deposits and Investments
- 3) Bank Reconciliation
- 4) Local Government Questionnaire
- 5) Schedule of Employee and Retiree Benefits
- 6) Schedule of Energy Costs and Consumption

All numbers in this report will be rounded to the nearest dollar.

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(A) GENERAL

Balance Sheet

Code Description	2019	EdpCode	2020
Assets			
Cash	1,470,394	A200	1,197,963
Petty Cash	1,250	A210	1,250
TOTAL Cash	1,471,644		1,199,213
Investments In Securities	4,965,970	A450	5,866,774
TOTAL Investments	4,965,970		5,866,774
Accounts Receivable	24,527	A380	20,007
TOTAL Other Receivables (net)	24,527		20,007
Due From Other Funds	133,645	A391	58,315
TOTAL Due From Other Funds	133,645		58,315
Due From Other Governments	448,845	A440	288,903
TOTAL Due From Other Governments	448,845		288,903
Prepaid Expenses	410,434	A480	414,735
TOTAL Prepaid Expenses	410,434		414,735
Cash Special Reserves	1,998,403	A230	2,123,821
TOTAL Restricted Assets	1,998,403		2,123,821
TOTAL Assets and Deferred Outflows of Resources	9,453,468		9,971,768

VILLAGE OF Hamburg
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(A) GENERAL

Balance Sheet

Code Description	2019	EdpCode	2020
Accounts Payable	283,733	A600	272,938
TOTAL Accounts Payable	283,733		272,938
Compensated Absences	424,739	A687	379,822
Overpayments & Clearing Account		A690	9,326
TOTAL Other Liabilities	424,739		389,148
Due To Other Funds	386	A630	
TOTAL Due To Other Funds	386		0
TOTAL Liabilities	708,858		662,086
Deferred Inflows of Resources			
Deferred Inflow of Resources	907,830	A691	1,003,042
TOTAL Deferred Inflows of Resources	907,830		1,003,042
TOTAL Deferred Inflows of Resources	907,830		1,003,042
Fund Balance			
Not in Spendable Form	410,434	A806	414,735
TOTAL Nonspendable Fund Balance	410,434		414,735
Insurance Reserve	272,733	A863	285,819
Capital Reserve	1,170,838	A878	1,139,564
Reserve For Debt	554,832	A884	616,115
TOTAL Restricted Fund Balance	1,998,403		2,041,498
Assigned Appropriated Fund Balance	356,322	A914	363,544
Assigned Unappropriated Fund Balance	600,669	A915	238,092
TOTAL Assigned Fund Balance	956,991		601,636
Unassigned Fund Balance	4,470,952	A917	5,248,771
TOTAL Unassigned Fund Balance	4,470,952		5,248,771
TOTAL Fund Balance	7,836,780		8,306,640
TOTAL Liabilities, Deferred Inflows And Fund Balance	9,453,468		9,971,768

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(A) GENERAL

Results of Operation

Code Description	2019	EdpCode	2020
Revenues			
Real Property Taxes	6,837,592	A1001	7,030,657
TOTAL Real Property Taxes	6,837,592		7,030,657
Other Payments In Lieu of Taxes	134,278	A1081	127,685
Interest & Penalties On Real Prop Taxes	40,707	A1090	42,509
TOTAL Real Property Tax Items	174,985		170,194
Non Prop Tax Dist By County	1,269,812	A1120	1,257,445
Utilities Gross Receipts Tax	77,946	A1130	67,743
Franchises	146,267	A1170	177,204
Interest & Penalties On Non-Property Taxes		A1190	
TOTAL Non Property Tax Items	1,494,025		1,502,392
Treasurer Fees	2,092	A1230	1,890
Other Public Safety Departmental Income		A1589	
Public Works Charges		A1710	
Park And Recreational Charges	178,682	A2001	222,709
Special Recreational Facility Charges	109,053	A2025	104,627
Refuse & Garbage Charges	3,550	A2130	5,290
TOTAL Departmental Income	293,377		334,516
Fire Protection Services Other Govts	257,029	A2262	250,286
TOTAL Intergovernmental Charges	257,029		250,286
Interest And Earnings	156,450	A2401	143,293
Rental of Real Property	202,395	A2410	198,450
TOTAL Use of Money And Property	358,845		341,743
Business & Occupational License	8,802	A2501	4,525
Games of Chance	40	A2530	30
Bingo Licenses	798	A2540	713
Building And Alteration Permits	140	A2555	140
TOTAL Licenses And Permits	9,780		5,408
Fines And Forfeited Bail	112,945	A2610	132,526
TOTAL Fines And Forfeitures	112,945		132,526
Sales of Scrap & Excess Materials	50	A2650	70
Sales of Refuse For Recycling	4,268	A2651	4,264
Sales of Real Property	98,206	A2660	
Sales of Equipment	14,850	A2665	29,770
Insurance Recoveries	44,438	A2680	50,006
Other Compensation For Loss	161,147	A2690	15,692
TOTAL Sale of Property And Compensation For Loss	322,959		99,802
Refunds of Prior Year's Expenditures	20,322	A2701	8,736
Gifts And Donations	6,433	A2705	9,875
Premium On Obligations	16,705	A2710	
AIM Related Payments		A2750	102,635
Unclassified (specify)	62,123	A2770	42,769
TOTAL Miscellaneous Local Sources	105,583		164,015
St Aid, Revenue Sharing	102,635	A3001	
St Aid, Mortgage Tax	100,071	A3005	48,653
St Aid - Other (specify)	26,463	A3089	135,265

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(A) GENERAL

Results of Operation

Code Description	2019	EdpCode	2020
Revenues			
St Aid, Consolidated Highway Aid	182,905	A3501	225,381
St Aid, Youth Programs	2,655	A3820	5,000
TOTAL State Aid	414,729		414,299
TOTAL Revenues	10,381,849		10,445,838
Interfund Transfers	563,416	A5031	322,910
TOTAL Interfund Transfers	563,416		322,910
TOTAL Other Sources	563,416		322,910
TOTAL Detail Revenues And Other Sources	10,945,265		10,768,748

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(A) GENERAL

Results of Operation

Code Description	2019	EdpCode	2020
Expenditures			
Legislative Board, Pers Serv	22,508	A10101	22,959
Legislative Board, Contr Expend	190,421	A10104	123,609
TOTAL Legislative Board	212,929		146,568
Municipal Court, Pers Serv	71,248	A11101	76,139
Municipal Court, Equip & Cap Outlay	654	A11102	
Municipal Court, Contr Expend	2,814	A11104	2,395
TOTAL Municipal Court	74,716		78,534
Mayor, Pers Serv	10,694	A12101	10,908
Mayor, Contr Expend	1,023	A12104	1,218
TOTAL Mayor	11,717		12,126
Auditor, Contr Expend	33,400	A13204	33,500
TOTAL Auditor	33,400		33,500
Treasurer, Pers Serv	301,559	A13251	292,231
Treasurer, Equip & Cap Outlay	3,290	A13252	25,817
Treasurer, Contr Expend	47,342	A13254	37,020
TOTAL Treasurer	352,191		355,068
Purchasing, Contr Expend	3,496	A13454	3,748
TOTAL Purchasing	3,496		3,748
Fiscal Agents Fees, Contr Expend		A13804	
TOTAL Fiscal Agents Fees	0		0
Law, Pers Serv	9,195	A14201	9,379
Law, Contr Expend	63,535	A14204	84,183
TOTAL Law	72,730		93,562
Elections, Pers Serv		A14501	
Elections, Contr Expend		A14504	211
TOTAL Elections	0		211
Records Mgmt, Contr Expend	5,045	A14604	5,220
TOTAL Records Mgmt	5,045		5,220
Public Works Admin, Pers Serv	109,041	A14901	115,900
Public Works Admin, Equip & Cap Outlay	1,918	A14902	1,892
Public Works Admin, Contr Expend	20,671	A14904	18,679
TOTAL Public Works Admin	131,630		136,471
Buildings, Pers Serv	16,413	A16201	16,862
Buildings, Contr Expend	34,305	A16204	57,808
TOTAL Buildings	50,718		74,670
Central Garage, Pers Serv	214,088	A16401	218,606
Central Garage, Equip & Cap Outlay	35	A16402	27
Central Garage, Contr Expend	299,200	A16404	254,394
TOTAL Central Garage	513,323		473,027
Central Print & Mail, contr Expend	11,516	A16704	11,807
TOTAL Central Print & Mail	11,516		11,807
Unallocated Insurance, Contr Expend	156,539	A19104	165,570
TOTAL Unallocated Insurance	156,539		165,570
Municipal Assn Dues, Contr Expend	4,684	A19204	4,844
TOTAL Municipal Assn Dues	4,684		4,844

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(A) GENERAL

Results of Operation

Code Description	2019	EdpCode	2020
Expenditures			
Judgements And Claims, Contr Expend		A19304	
TOTAL Judgements And Claims	0		0
Pur of Land/right of Way, Contr Expend		A19404	
TOTAL Pur of Land/right of Way	0		0
Taxes & Assess On Munic Prop, Contr Expend	16,901	A19504	16,480
TOTAL Taxes & Assess On Munic Prop	16,901		16,480
Other Gen Govt Support, Contr Expend	2,216	A19894	3,050
TOTAL Other Gen Govt Support	2,216		3,050
TOTAL General Government Support	1,653,751		1,614,456
Police, Pers Serv	1,568,136	A31201	1,487,213
Police, Equip & Cap Outlay	86,013	A31202	67,835
Police, Contr Expend	20,017	A31204	18,091
TOTAL Police	1,674,166		1,573,139
Traffic Control, Contr Expen		A33104	
TOTAL Traffic Control	0		0
Fire, Equip & Cap Outlay	53,032	A34102	22,148
Fire, Contr Expend	277,594	A34104	246,854
TOTAL Fire	330,626		269,002
Misc Public Safety, Contr Expend	6,141	A39894	4,100
TOTAL Misc Public Safety	6,141		4,100
TOTAL Public Safety	2,010,933		1,846,241
Public Health, Contr Expend	2,672	A40104	2,511
TOTAL Public Health	2,672		2,511
Ambulance, Equip & Cap Outlay	3,985	A45402	5,963
Ambulance, Contr Expend	5,434	A45404	5,965
TOTAL Ambulance	9,419		11,928
TOTAL Health	12,091		14,439
Maint of Streets, Pers Serv	955,396	A51101	959,977
Maint of Streets, Equip & Cap Outlay	742	A51102	292
Maint of Streets, Contr Expend	87,719	A51104	170,368
TOTAL Maint of Streets	1,043,857		1,130,637
Snow Removal, Equip & Cap Outlay	4,813	A51422	4,750
Snow Removal, Contr Expend	55,264	A51424	59,298
TOTAL Snow Removal	60,077		64,048
Street Lighting, Contr Expend	122,921	A51824	114,631
TOTAL Street Lighting	122,921		114,631
Sidewalks, Contr Expend	24,144	A54104	18,794
TOTAL Sidewalks	24,144		18,794
Escalators, Contr Expend	6,652	A54204	5,038
TOTAL Escalators	6,652		5,038
TOTAL Transportation	1,257,651		1,333,148
Parks, Equip & Cap Outlay	26	A71102	
Parks, Contr Expend	2,926	A71104	6,886
TOTAL Parks	2,952		6,886
Playgr & Rec Centers, Pers Serv	93,285	A71401	88,691

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(A) GENERAL

Results of Operation

Code Description	2019	EdpCode	2020
Expenditures			
Playgr & Rec Centers, Equip & Cap Outlay	13,699	A71402	3,923
Playgr & Rec Centers, Contr Expend	43,684	A71404	31,086
TOTAL Playgr & Rec Centers	150,668		123,700
Joint Rec Proj, Pers Serv	74,965	A71451	76,942
Joint Rec Proj, Contr Expend	52,081	A71454	48,355
TOTAL Joint Rec Proj	127,046		125,297
Band Concerts, Contr Expend	5,000	A72704	10,711
TOTAL Band Concerts	5,000		10,711
Youth Prog, Pers Serv	352,675	A73101	373,351
Youth Prog, Equip & Cap Outlay	32,493	A73102	12,723
Youth Prog, Contr Expend	53,974	A73104	108,181
TOTAL Youth Prog	439,142		494,255
Historical Property, Contr Expend	2,978	A75204	33
TOTAL Historical Property	2,978		33
Adult Recreation, Pers Serv	1,880	A76201	1,918
Adult Recreation, Equip & Cap Outlay	499	A76202	
Adult Recreation, Contr Expend	10,527	A76204	9,135
TOTAL Adult Recreation	12,906		11,053
TOTAL Culture And Recreation	740,692		771,935
Zoning, Pers Serv	464	A80101	368
TOTAL Zoning	464		368
Planning, Pers Serv	619	A80201	684
Planning, Contr Expend	413	A80204	526
TOTAL Planning	1,032		1,210
Environmental Control, Contr Expend		A80904	1,854
TOTAL Environmental Control	0		1,854
Refuse & Garbage, Pers Serv	255,577	A81601	259,248
Refuse & Garbage, Contr Expend	188,829	A81604	215,713
TOTAL Refuse & Garbage	444,406		474,961
Street Cleaning, Equip & Cap Outlay	2,678	A81702	3,048
TOTAL Street Cleaning	2,678		3,048
Shade Tree, Contr Expend	9,255	A85604	5,600
TOTAL Shade Tree	9,255		5,600
TOTAL Home And Community Services	457,835		487,041
State Retirement System	595,810	A90108	657,055
Local Pension Fund, Empl Bnfts	65,000	A90258	50,000
Social Security, Employer Cont	293,719	A90308	302,631
Worker's Compensation, Empl Bnfts	316,328	A90408	313,889
Unemployment Insurance, Empl Bnfts	1,199	A90508	2,639
Hospital & Medical (dental) Ins, Empl Bnft	1,225,426	A90608	1,277,364
TOTAL Employee Benefits	2,497,482		2,603,578
Debt Principal, Serial Bonds	420,000	A97106	430,000

VILLAGE OF Hamburg
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(A) GENERAL

Results of Operation

Code Description	2019	EdpCode	2020
Expenditures			
Debt Principal, Bond Anticipation Notes	550,000	A97306	418,000
TOTAL Debt Principal	970,000		848,000
Debt Interest, Serial Bonds	111,064	A97107	97,627
Debt Interest, Bond Anticipation Notes	16,307	A97307	16,948
TOTAL Debt Interest	127,371		114,575
TOTAL Expenditures	9,727,806		9,633,413
Transfers, Other Funds	51,618	A99019	15,000
Transfers, Capital Projects Fund	781,170	A99509	630,609
TOTAL Operating Transfers	832,788		645,609
TOTAL Other Uses	832,788		645,609
TOTAL Detail Expenditures And Other Uses	10,560,594		10,279,022

VILLAGE OF Hamburg
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(A) GENERAL

Analysis of Changes in Fund Balance

Code Description	2019	EdpCode	2020
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	7,452,104	A8021	7,836,775
Prior Period Adj -Decrease In Fund Balance		A8015	19,863
Restated Fund Balance - Beg of Year	7,452,104	A8022	7,816,912
ADD - REVENUES AND OTHER SOURCES	10,945,265		10,768,748
DEDUCT - EXPENDITURES AND OTHER USES	10,560,594		10,279,022
Fund Balance - End of Year	7,836,775	A8029	8,306,638

VILLAGE OF Hamburg
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(A) GENERAL

Budget Summary

Code Description	2020	EdpCode	2021
Estimated Revenues			
Est Rev - Real Property Taxes	7,030,657	A1049N	7,200,522
Est Rev - Real Property Tax Items	158,835	A1099N	165,424
Est Rev - Non Property Tax Items	1,500,000	A1199N	1,515,000
Est Rev - Departmental Income	322,050	A1299N	352,830
Est Rev - Intergovernmental Charges	267,772	A2399N	278,086
Est Rev - Use of Money And Property	311,745	A2499N	322,644
Est Rev - Licenses And Permits	6,790	A2599N	5,540
Est Rev - Fines And Forfeitures	95,000	A2649N	120,000
Est Rev - Sale of Prop And Comp For Loss	3,080	A2699N	3,050
Est Rev - Miscellaneous Local Sources	30,000	A2799N	118,134
Est Rev - State Aid	483,369	A3099N	243,280
TOTAL Estimated Revenues	10,209,298		10,324,510
Appropriated Fund Balance	356,322	A599N	363,544
TOTAL Estimated Other Sources	356,322		363,544
TOTAL Estimated Revenues And Other Sources	10,565,620		10,688,054

VILLAGE OF Hamburg
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(A) GENERAL

Budget Summary

Code Description	2020	EdpCode	2021
Appropriations			
App - General Government Support	1,828,971	A1999N	1,896,176
App - Public Safety	1,881,345	A3999N	1,898,925
App - Health	18,000	A4999N	18,000
App - Transportation	1,302,721	A5999N	1,324,609
App - Culture And Recreation	701,726	A7999N	837,701
App - Home And Community Services	470,427	A8999N	501,827
App - Employee Benefits	2,823,692	A9199N	2,987,258
App - Debt Service	962,576	A9899N	672,807
TOTAL Appropriations	9,989,458		10,137,303
App - Interfund Transfer	576,162	A9999N	550,751
TOTAL Other Uses	576,162		550,751
TOTAL Appropriations And Other Uses	10,565,620		10,688,054

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(EE) ENTERPRISE UTILITY

Statement of Net Position

Code Description	2019	EdpCode	2020
Assets			
Cash	60,707	EE200	
Petty Cash	100	EE210	
TOTAL Cash	60,807		0
Accounts Receivable	21,104	EE380	
TOTAL Other Receivables (net)	21,104		0
Inventory Of Materials And Supplies	11,060	EE445	
TOTAL Inventories	11,060		0
TOTAL Assets and Deferred Outflows of Resources	92,971		0

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(EE) ENTERPRISE UTILITY

Statement of Net Position

Code Description	2019	EdpCode	2020
Accounts Payable	15,053	EE600	
TOTAL Accounts Payable	15,053		0
Due To Other Funds	132,535	EE630	
TOTAL Due To Other Funds	132,535		0
TOTAL Liabilities	147,588		0
Fund Balance			
Net Assets-Unrestricted (deficit)	-54,617	EE924	
TOTAL Net Position	-54,617		0
TOTAL Fund Balance	-54,617		0
TOTAL Liabilities, Deferred Inflows And Fund Balance	92,971		0

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(EE) ENTERPRISE UTILITY

Results of Operation

Code Description	2019	EdpCode	2020
Revenues			
Sale of Natural Gas	385,023	EE2154	255,834
TOTAL Charges For Services Within Locality	385,023		255,834
Interest And Earnings	10	EE2401	21
TOTAL Use of Money And Property	10		21
TOTAL Revenues	385,033		255,855
Interfund Transfers	26,000	EE5031	
TOTAL Interfund Transfers	26,000		0
	26,000		0
TOTAL Operating Revenue	411,033		255,855

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(EE) ENTERPRISE UTILITY

Results of Operation

Code Description	2019	EdpCode	2020
Expenses			
Gas Distribution, Cont Expend	311,152	EE84304	221,100
TOTAL Gas Distribution	311,152		221,100
TOTAL Contractual Expenses	311,152		221,100
TOTAL Expenses	311,152		221,100
TOTAL Operating Expenses	311,152		221,100

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(EE) ENTERPRISE UTILITY

Analysis of Changes in Net Position

Code Description	2019	EdpCode	2020
Analysis of Changes in Net Position			
Net Position - Beginning of Year	-154,499	EE8021	-54,618
Prior Period Adj -Increase In Net Position		EE8012	19,863
Restated Net Position - Beg of Year	-154,499	EE8022	-34,755
ADD - REVENUES AND OTHER SOURCES	411,033		255,855
DEDUCT - EXPENDITURES AND OTHER USES	311,152		221,100
Net Position - End of Year	-54,618	EE8029	

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(EE) ENTERPRISE UTILITY

Cash Flow

Code Description	2019	EdpCode	2020
Cash Rec'd From Providing Svcs	376,795	EE7111	
Cash Payments Contr Exp	-316,287	EE7112	
Other Operating Rev	26,010	EE7114	
TOTAL Cash Flows From Operating Activities	86,518		0
Net Inc(dec) In Cash&cash Equiv	55,518	EE7161	
Cash&cash Equiv Beg of Year	5,289	EE7171	
	60,807		0
Operating Income (loss)	99,881	EE7181	
Inc/dec In Assets-Other Than Cash	-8,190	EE7183	
Inc/dec In Liabilities Other Than Cash	-5,173	EE7184	
TOTAL Reconciliation of Operating Income To Cash	86,518		0

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Balance Sheet

Code Description	2019	EdpCode	2020
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Balance Sheet

Code Description	2019	EdpCode	2020
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(FX) WATER

Results of Operation

Code Description	2019	EdpCode	2020
Other Sources			
Interfund Transfers	25,619	FX5031	150,322
TOTAL Interfund Transfers	25,619		150,322
TOTAL Other Sources	25,619		150,322
TOTAL Detail Revenues And Other Sources	25,619		150,322

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(FX) WATER

Results of Operation

Code Description	2019	EdpCode	2020
Expenditures			
Debt Principal, Bond Anticipation Notes		FX97306	100,000
TOTAL Debt Principal	0		100,000
Debt Interest, Bond Anticipation Notes	25,619	FX97307	50,322
TOTAL Debt Interest	25,619		50,322
TOTAL Expenditures	25,619		150,322
TOTAL Detail Expenditures And Other Uses	25,619		150,322

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(FX) WATER

Analysis of Changes in Fund Balance

Code Description	2019	EdpCode	2020
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year		FX8021	
Restated Fund Balance - Beg of Year		FX8022	
ADD - REVENUES AND OTHER SOURCES	25,619		150,322
DEDUCT - EXPENDITURES AND OTHER USES	25,619		150,322
Fund Balance - End of Year		FX8029	

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(FX) WATER

Budget Summary

Code Description	2020	EdpCode	2021
Estimated Other Sources			
Estimated - Interfund Transfer	150,322	FX5031N	370,104
TOTAL Estimated Other Sources	150,322		370,104
TOTAL Estimated Revenues And Other Sources	150,322		370,104

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(FX) WATER

Budget Summary

Code Description	2020	EdpCode	2021
Appropriations			
App - Debt Service	150,322	FX9899N	370,104
TOTAL Appropriations	150,322		370,104
TOTAL Appropriations And Other Uses	150,322		370,104

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(G) SEWER

Balance Sheet

Code Description	2019	EdpCode	2020
Assets			
Cash	25,285	G200	24,835
TOTAL Cash	25,285		24,835
Cash Special Reserves		G230	
TOTAL Restricted Assets	0		0
TOTAL Assets and Deferred Outflows of Resources	25,285		24,835

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(G) SEWER

Balance Sheet

Code Description	2019	EdpCode	2020
Deferred Inflows of Resources			
Deferred Inflow of Resources	25,277	G691	24,829
TOTAL Deferred Inflows of Resources	25,277		24,829
TOTAL Deferred Inflows of Resources	25,277		24,829
Fund Balance			
Assigned Unappropriated Fund Balance	8	G915	8
TOTAL Assigned Fund Balance	8		8
TOTAL Fund Balance	8		8
TOTAL Liabilities, Deferred Inflows And Fund Balance	25,285		24,837

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(G) SEWER

Results of Operation

Code Description	2019	EdpCode	2020
Revenues			
Debt Service, Other Govts	103,817	G2392	115,007
TOTAL Intergovernmental Charges	103,817		115,007
Interest And Earnings		G2401	9
TOTAL Use of Money And Property	0		9
TOTAL Revenues	103,817		115,016
TOTAL Detail Revenues And Other Sources	103,817		115,016

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(G) SEWER

Results of Operation

Code Description	2019	EdpCode	2020
Expenditures			
Fiscal Agents Fees, Contr Expend	5,710	G13804	5,536
TOTAL Fiscal Agents Fees	5,710		5,536
TOTAL General Government Support	5,710		5,536
Debt Principal, Serial Bonds	70,000	G97106	70,000
TOTAL Debt Principal	70,000		70,000
Debt Interest, Serial Bonds	39,923	G97107	39,481
TOTAL Debt Interest	39,923		39,481
TOTAL Expenditures	115,633		115,017
TOTAL Detail Expenditures And Other Uses	115,633		115,017

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(G) SEWER

Analysis of Changes in Fund Balance

Code Description	2019	EdpCode	2020
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	11,825	G8021	9
Restated Fund Balance - Beg of Year	11,825	G8022	9
ADD - REVENUES AND OTHER SOURCES	103,817		115,016
DEDUCT - EXPENDITURES AND OTHER USES	115,633		115,017
Fund Balance - End of Year	9	G8029	8

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(G) SEWER

Budget Summary

Code Description	2020	EdpCode	2021
Estimated Revenues			
Est Rev - Intergovernmental Charges	115,018	G2399N	119,299
TOTAL Estimated Revenues	115,018		119,299
TOTAL Estimated Revenues And Other Sources	115,018		119,299

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(G) SEWER

Budget Summary

Code Description	2020	EdpCode	2021
Appropriations			
App - General Government Support	5,536	G1999N	5,360
App - Debt Service	109,482	G9899N	113,939
TOTAL Appropriations	115,018		119,299
TOTAL Appropriations And Other Uses	115,018		119,299

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2019	EdpCode	2020
Assets			
Cash	1,358,937	H200	758,973
TOTAL Cash	1,358,937		758,973
Due From Other Funds	90,390	H391	
TOTAL Due From Other Funds	90,390		0
Due From Other Governments	475,000	H440	255,000
TOTAL Due From Other Governments	475,000		255,000
TOTAL Assets and Deferred Outflows of Resources	1,924,327		1,013,973

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2019	EdpCode	2020
Accounts Payable	430,089	H600	147,352
TOTAL Accounts Payable	430,089		147,352
Bond Anticipation Notes Payable	2,453,000	H626	4,435,000
TOTAL Notes Payable	2,453,000		4,435,000
Due To Other Funds	91,499	H630	58,315
TOTAL Due To Other Funds	91,499		58,315
TOTAL Liabilities	2,974,588		4,640,667
Fund Balance			
Unassigned Fund Balance	-1,050,261	H917	-3,626,694
TOTAL Unassigned Fund Balance	-1,050,261		-3,626,694
TOTAL Fund Balance	-1,050,261		-3,626,694
TOTAL Liabilities, Deferred Inflows And Fund Balance	1,924,327		1,013,973

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(H) CAPITAL PROJECTS

Results of Operation

Code Description	2019	EdpCode	2020
Revenues			
Interest And Earnings	13,398	H2401	11,534
TOTAL Use of Money And Property	13,398		11,534
Gifts And Donations	80,000	H2705	562,837
Premium & Accrued Interest On Obligations		H2710	21,024
TOTAL Miscellaneous Local Sources	80,000		583,861
St Aid, Highway Cap Projects	305,468	H3591	
TOTAL State Aid	305,468		0
TOTAL Revenues	398,866		595,395
Interfund Transfers	781,170	H5031	508,810
TOTAL Interfund Transfers	781,170		508,810
Bans Redeemed From Appropriations	550,000	H5731	518,000
TOTAL Proceeds of Obligations	550,000		518,000
TOTAL Other Sources	1,331,170		1,026,810
TOTAL Detail Revenues And Other Sources	1,730,036		1,622,205

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(H) CAPITAL PROJECTS

Results of Operation

Code Description	2019	EdpCode	2020
Expenditures			
Public Safety Cap Proj		H30972	383,769
TOTAL Public Safety Cap Proj	0		383,769
TOTAL Public Safety	0		383,769
Highway, Capital Projects	182,905	H51972	225,381
TOTAL Highway	182,905		225,381
TOTAL Transportation	182,905		225,381
Recreation, Equip & Cap Outlay	16,068	H71972	157,603
TOTAL Recreation	16,068		157,603
TOTAL Culture And Recreation	16,068		157,603
Other Home & Comm Serv, Equip & Cap Outlay	1,301,363	H89972	3,111,108
TOTAL Other Home & Comm Serv	1,301,363		3,111,108
TOTAL Home And Community Services	1,301,363		3,111,108
TOTAL Expenditures	1,500,336		3,877,861
Transfers, Other Funds	563,416	H99019	320,776
TOTAL Operating Transfers	563,416		320,776
TOTAL Other Uses	563,416		320,776
TOTAL Detail Expenditures And Other Uses	2,063,752		4,198,637

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(H) CAPITAL PROJECTS

Analysis of Changes in Fund Balance

Code Description	2019	EdpCode	2020
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	-716,543	H8021	-1,050,259
Restated Fund Balance - Beg of Year	-716,543	H8022	-1,050,259
ADD - REVENUES AND OTHER SOURCES	1,730,036		1,622,205
DEDUCT - EXPENDITURES AND OTHER USES	2,063,752		4,198,637
Fund Balance - End of Year	-1,050,259	H8029	-3,626,691

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2019	EdpCode	2020
Assets			
Land	1,774,805	K101	1,774,805
Buildings	4,185,654	K102	4,185,654
Machinery And Equipment	6,243,836	K104	6,302,101
Construction Work In Progress	4,491,050	K105	7,455,317
Infrastructure	39,855,035	K106	41,084,405
Accum Deprec, Buildings	-1,411,838	K112	-1,453,919
Accum Depr, Machinery & Equip	-4,450,712	K114	-4,727,336
Accum Deprec, Infrastructure	-16,691,323	K116	-17,231,683
TOTAL Fixed Assets (net)	33,996,507		37,389,344
TOTAL Assets and Deferred Outflows of Resources	33,996,507		37,389,344

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2019	EdpCode	2020
Liabilities, Deferred Inflows And Fund Balance			
Total Non-Current Govt Assets	33,996,507	K159	37,389,344
TOTAL Investments in Non-Current Government Assets	33,996,507		37,389,344
TOTAL Fund Balance	33,996,507		37,389,344
TOTAL	33,996,507		37,389,344

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(TA) AGENCY

Balance Sheet

Code Description	2019	EdpCode	2020
Assets			
Cash	97,494	TA200	93,759
TOTAL Cash	97,494		93,759
Investments In Securities	13,212	TA450	13,421
Service Award Program Assets	3,360,491	TA461	3,360,491
TOTAL Investments	3,373,703		3,373,912
Due From Other Funds	386	TA391	
TOTAL Due From Other Funds	386		0
TOTAL Assets and Deferred Outflows of Resources	3,471,583		3,467,671

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(TA) AGENCY

Balance Sheet

Code Description	2019	EdpCode	2020
Consolidated Payroll	111,092	TA10	107,180
Service Awards	3,360,491	TA13	3,360,491
TOTAL Agency Liabilities	3,471,583		3,467,671
TOTAL Liabilities	3,471,583		3,467,671
TOTAL Liabilities, Deferred Inflows And Fund Balance	3,471,583		3,467,671

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2019	EdpCode	2020
Assets			
Total Non-Current Govt Liabilities	25,176,974	W129	31,730,217
TOTAL Provision To Be Made In Future Budgets	25,176,974		31,730,217
TOTAL Assets and Deferred Outflows of Resources	25,176,974		31,730,217

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2020

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2019	EdpCode	2020
Net Pension Liability -Proportionate Share	1,168,309	W638	4,011,588
Total OPEB Liability	17,826,147	W683	21,876,570
Compensated Absences	1,022,518	W687	1,182,059
TOTAL Other Liabilities	20,016,974		27,070,217
Bonds Payable	5,160,000	W628	4,660,000
TOTAL Bond And Long Term Liabilities	5,160,000		4,660,000
TOTAL Liabilities	25,176,974		31,730,217
TOTAL Liabilities	25,176,974		31,730,217

VILLAGE OF Hamburg
Statement of Indebtedness
For the Fiscal Year Ending 2020

9/1/2020

County of: Erie

Municipal Code: 140436102100

First Year	Debt Code	Description	Cops Flag	Comp Flag	Date of Issue	Date of Maturity	Int. Rate	Var?	Amt. Orig. Issued	O/S Beg. of Year	Paid Dur. Year	Redeemed Bond Proc.	Prior Yr. Adjust.	Accreted Interest	O/S End of Year
2018	BAN N	Cap. Projects - Various			07/12/2017	07/23/2020	2.00%		\$2,500,000	\$2,453,000	\$518,000	\$0	\$2,500,000		\$4,435,000
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year									\$0	\$2,453,000	\$518,000	\$0	\$2,500,000	\$0	\$4,435,000
2004	BOND N	Fire Hall			07/15/2003	07/15/2020	3.50%		\$1,905,000	\$110,000	\$110,000	\$0	\$0		\$0
2010	BOND N	Public Improvements			02/01/2010	02/01/2018	2.50%		\$3,255,000	\$1,540,000	\$165,000	\$0	\$0		\$1,375,000
2014	BOND N	Road Improvement			07/18/2013	07/15/2027	2.25%		\$2,015,000	\$1,295,000	\$155,000	\$0	\$0		\$1,140,000
2015	BOND N	Sewer- EFC			07/02/2014	05/01/2044	1.82%		\$2,576,468	\$2,215,000	\$70,000	\$0	\$0		\$2,145,000
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year									\$0	\$5,160,000	\$500,000	\$0	\$0	\$0	\$4,660,000
AFR Year Total for All Debt Types - Sums Issued Amts only made in AFR Year									\$0	\$7,613,000	\$1,018,000	\$0	\$2,500,000	\$0	\$9,095,000

VILLAGE OF Hamburg
Schedule of Time Deposits and Investments
For the Fiscal Year Ending 2020

	EDP Code	Amount
CASH:		
On Hand	9Z2001	\$1,250.00
Demand Deposits	9Z2011	\$1,822,748.00
Time Deposits	9Z2021	\$2,749,815.00
Total		\$4,573,813.00
 COLLATERAL:		
- FDIC Insurance	9Z2014	\$500,000.00
Collateralized with securities held in possession of municipality or its agent	9Z2014A	\$4,072,563.00
Total		\$4,572,563.00
 INVESTMENTS:		
- Securities (450)		
Book Value (cost)	9Z4501	_____
Market Value at Balance Sheet Date	9Z4502	\$5,880,195.00
Collateralized with securities held in possession of municipality or its agent	9Z4504A	\$5,880,195.00
 - Repurchase Agreements (451)		
Book Value (cost)	9Z4511	_____
Market Value at Balance Sheet Date	9Z4512	_____
Collateralized with securities held in possession of municipality or its agent	9Z4514A	_____

VILLAGE OF Hamburg
Bank Reconciliation
For the Fiscal Year Ending 2020

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
****-0446	\$1,679,382	\$1,931	\$372,843	\$1,308,470
****-1968	\$24,835	\$0	\$0	\$24,835
****-2606	\$384	\$0	\$0	\$384
****-2732	\$101,428	\$0	\$0	\$101,428
****-2952	\$0	\$0	\$0	\$0
****-4257	\$5	\$0	\$0	\$5
****-4265	\$1,159	\$0	\$1,158	\$1
****-4625	\$13,413	\$0	\$0	\$13,413
****-5217	\$2,142	\$0	\$1,136	\$1,006
****-6645	\$2,670,469	\$0	\$0	\$2,670,469
****-8018	\$79,347	\$0	\$7	\$79,340
Total Adjusted Bank Balance				<u>\$4,199,351</u>
Petty Cash				<u>\$1,250.00</u>
Adjustments				<u>\$0.00</u>
Total Cash			9ZCASH *	<u>\$4,200,601</u>
Total Cash Balance All Funds			9ZCASHB *	<u>\$4,200,601</u>

* Must be equal

VILLAGE OF Hamburg
Employee and Retiree Benefits
For the Fiscal Year Ending 2020

Total Full Time Employees:		49			
Total Part Time Employees:		59			
Account Code	Description	Total Expenditures (All Funds)	# of Full Time Employees	# of Part Time Employees	# of Retirees
90108	State Retirement System	\$366,483.00	35	16	
90158	Police and Fire Retirement	\$290,572.00	14		
90258	Local Pension Fund	\$50,000.00			
90308	Social Security	\$302,631.00	49	59	
90408	Worker's Compensation Insurance	\$313,889.00	49	59	
90458	Life Insurance				
90508	Unemployment Insurance	\$2,639.00			
90558	Disability Insurance				
90608	Hospital and Medical (Dental) Insurance	\$1,277,364.00	35	2	42
90708	Union Welfare Benefits				
90858	Supplemental Benefit Payment to Disabled Fire Fighters				
91890	Other Employee Benefits				
Total		\$2,603,578.00			
Computed Total From Financial Section (comparative purposes only)		\$2,603,578.00			

VILLAGE OF Hamburg
 Energy Costs and Consumption
 For the Fiscal Year Ending 2020

Energy Type	Total Expenditures	Total Volume	Units Of Measure	Alternative Units Of Measure
Gasoline	\$37,207	22,781	gallons	
Diesel Fuel	\$44,680	25,226	gallons	
Fuel Oil			gallons	
Natural Gas			cubic feet	
Electricity			kilowatt-hours	
Coal			tons	
Propane			gallons	

CERTIFICATION OF CHIEF FISCAL OFFICER

I, Jason Cozza, hereby certify that I am the Chief Fiscal Officer of the Village of Hamburg, and that the information provided in the annual financial report of the Village of Hamburg, for the fiscal year ended 05/31/2020, is TRUE and correct to the best of my knowledge and belief.

By entering the personal identification number assigned by the Office of the State Comptroller to me as the Chief Fiscal Officer of the Village of Hamburg, and adopted by me as my signature for use in conjunction with the filing of the Village of Hamburg's annual financial report, I am evidencing my express intent to authenticate my certification of the Village of Hamburg's annual financial report for the fiscal year ended 05/31/2020 and filed by means of electronic data transmission.

Tette, Ingersoll & Co. CPAs PC
Name of Report Preparer if different than Chief Fiscal Officer

Richard Ertel
Name

(716) 694-0336
Telephone Number

Director
Title

36 Niagara Street
Official Address

09/01/2020
Date of Certification

(716) 694-0336
Official Telephone Number

VILLAGE OF Hamburg
Financial Comments
For the Fiscal Year Ending 2020

(A) GENERAL

Adjustment Reason

Account Code A8015 To record equity transfer to close Enterprise fund balance sheet at 5/31/2020.

(EE) ENTERPRISE UTILITY

Adjustment Reason

Account Code EE8012 To record equity transfer to close Enterprise fund balance sheet at 5/31/2020.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2020

Note 1 - Summary of Significant Accounting Policies

The financial statements of the Village of Hamburg, New York (the “Village”) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. The more significant of the Village’s accounting policies are described below.

Financial Reporting Entity - The Village of Hamburg is governed by its Charter, the Village law and other general laws of the State of New York and various local laws. The Village Board is the legislative body responsible for overall operations, the Mayor serves as chief executive officer and the Village Clerk-Treasurer serves as chief fiscal officer.

The following basic services are provided: police and law enforcement, fire protection, highway, recreation and natural gas service.

All governmental activities and functions performed for the Village of Hamburg are its direct responsibility. No other component units have been included or excluded from the reporting entity.

Government-wide and Fund Financial Statements - The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the government. For the most part, the effects of interfund activity have been removed from these statements. Government activities are normally supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2020

Note 1 - Summary of Significant Accounting Policies (cont.)

Fund Accounting - The accounts of the Village are organized on the basis of fund accounting, each of which is considered a separate accounting entity. The operations of each fund are accounted for within a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues and expenditures which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The various funds are summarized by type in the financial statements. Certain funds of the Village are utilized to account for resources derived from, and/or expenditures applicable to an area less than the entire Village. The following fund types are used:

Fund Categories

Governmental Funds - Governmental funds are those through which most governmental functions are financed. The acquisition, use and balances of expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus of the governmental funds is upon determination of financial position and changes in financial position. The following are the Village's governmental fund types:

General Fund - The principal operating fund and includes all operations not required to be recorded in other funds.

Sewer Fund - This fund accounts for the revenues and expenditures derived from providing sanitary sewer services to Village residents.

Water Fund - This fund accounts for the revenues and expenditures derived from providing sanitary sewer services to Village residents.

Capital Projects Fund - used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Proprietary Fund - used to account for organizations or activities which are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position and changes in financial position. The Village's proprietary fund is an enterprise fund used for its municipal natural gas system.

Fiduciary Funds - used to account for assets held by the local government in a trustee or custodial capacity:

Agency Fund - used to account for money (and/or property) received and held in the capacity of trustee, custodian or agent. These include private purpose trusts, permanent trusts and agency funds. The private purpose trust is accounted for in essentially the same manner as governmental funds. The permanent trust funds are proprietary in nature and use the accrual basis of accounting. The agency funds are custodial in nature (i.e., assets equal liabilities) and do not involve measurement of results of operations.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2020

Note 1 - Summary of Significant Accounting Policies (cont.)

Measurement Focus, Basis of Accounting and Financial Statement Presentation - Measurement focus is the determination of what is expressed in reporting an entity's financial performance and position, (i.e., expenditures or expenses). A particular measurement focus is accomplished both by considering what resources will be measured and the basis of accounting.

Basis of accounting refers to when revenues and expenditures/expenses and the related assets and liabilities are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of measurements made, regardless of the measurement focus. Measurement focus is the determination of what is measured, i.e., expenditures or expenses

Accrual Basis - Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Modified Accrual Basis - All governmental funds are accounted for using the modified accrual basis of accounting. Under this basis of accounting, revenues are recorded when measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities for the current period. Material revenues that are accrued include real property taxes, state and federal aid, sales tax and certain user charges. If expenditures are the prime factor for determining eligibility, revenues from federal and state grants are accrued when the expenditure is made.

Expenditures are recorded when incurred except when:

- a) Expenditures for prepaid expenses and inventory-type items are recognized at the time of purchase.
- b) Principal and interest on long-term debt are not recognized as expenditure until due.
- c) Compensated absences, such as vacation and sick leave, which vests or accumulates, are charged as an expenditure when paid.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2020

Note 1 - Summary of Significant Accounting Policies (cont.)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont.)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Property taxes associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Amounts reported as program revenue include: (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. General revenues are those that cannot be associated directly with program activities.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, and then unrestricted resources as they are needed.

Property Taxes - Village property taxes are levied annually by June 1. The Village tax rate is based on the amount per \$1,000 assessed valuation. Taxes may be paid without penalties on or before June 1 through July 1. Interest of 7.5% is added if paid between July 2 and July 31. An additional 1.5% is added for each month thereafter.

The Village receives the full amount of their levies annually. The uncollected portion of the tax roll is sent to the Erie County Commissioner of Finance at which time all unpaid taxes and penalties are re-levied onto the town/county tax bill. The County enforces all liens.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2020

Note 1 - Summary of Significant Accounting Policies (cont.)

Budgetary Data

Budget Policies - The budget policies are as follows:

- a) No later than March 31 the budget officer submits a tentative budget to the Village Board for the fiscal year commencing the following June 1. The tentative budget includes proposed expenditures and the proposed means of financing for all funds except the Capital Projects Fund.
- b) After public hearings are conducted to obtain taxpayer comments, no later than May 1, the Village Board adopts the budget.
- c) All modifications of the budget must be approved by the Village Board.
- d) Budgetary controls are established for the Capital Projects Fund through resolutions authorizing individual projects, which remain in effect for the life of the projects.
- e) Budgetary controls are established by applicable grant agreements, which cover a period other than the Village's fiscal year.

Encumbrances - Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded for budgetary control purposes to reserve that portion of the applicable appropriations, is employed in the governmental funds. Encumbrances are reported as reservations of fund balances since they do not constitute expenditures or liabilities. Expenditures for such commitments are recorded in the period in which the liability is incurred.

Budget Basis of Accounting - Budgets are adopted annually on a basis consistent with accounting principles generally accepted in the United States of America. Appropriations authorized for the current year are increased by the amount of encumbrances carried forward from the prior year.

General Fund comparisons of budgetary and actual data at the legal level of budgetary control, i.e. the object level, are not presented in this report due to the excessive detail involved. However, a separate budgetary comparison report is available which contains this information.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2020

Note 1 - Summary of Significant Accounting Policies (cont.)

Insurance - The Village purchases insurance covering liability for most risks including, but not limited to, property damage, general liability, vehicle liability, workers' compensation and excess liability. Judgments and claims are recorded when it is probable that an asset has been impaired or a liability has been incurred, the amount of loss can be reasonably estimated and the estimated amount of loss exceeds insurance coverage.

Vacation and Sick Leave and Compensated Absences - Most Village employees are granted vacation, personal and sick leave and earn compensatory time in varying amounts. Employees may accumulate compensated absences and sick leave. Sick leave may accumulate up to a maximum of 300 days and are considered additional service time for those employees who retire. Some employees hired after June 1, 2010 may accumulate a maximum of 450 days which they can use to pay their cost of continuing their health insurance coverage upon retirement.

Post Employment Benefits - Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the Village provides health care benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured on or before the fifteenth (15th) day of the month prior to the actual month covered. There is no associated cost to the Village under this program.

Pensions - Nearly all Village employees are members of various New York State retirement systems. The Village is invoiced annually by the systems for its share of the costs.

Capitalized Interest - The Village generally capitalizes interest during construction as part of the cost of constructing capital projects when material.

Inventory - Inventory type items are stated at cost.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2020

Note 1 - Summary of Significant Accounting Policies (cont.)

Capital Assets - Capital assets, which include property, plant, equipment and infrastructure assets (e.g., streets and water lines), are reported in the governmental activities column on the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost equal to or greater than \$20,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated cost if purchased or constructed after 1980. Donated capital assets are recorded at estimated fair market value at the date of donation. Major outlays for capital assets and improvements are capitalized as projects are constructed. The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives is not capitalized. Property, plant and equipment are depreciated using the straight-line method over the estimated useful lives as follows:

Building and Building Improvements	15-40 years
Machinery and Equipment	3-25 years
Transportation Network	20-100 years
Water Treatment and Distribution Network	20-100 years

When capital assets are retired, or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts and any resulting gain or loss is reflected in income for the period in the government-wide statements. Amortization of capital leases is computed using the straight-line method over the lease term or the estimated useful lives of the assets, whichever is shorter. Maintenance and repairs are charged to expense as incurred; significant renewals and betterments are capitalized.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2020

Note 1 - Summary of Significant Accounting Policies (cont.)

Equity Categories - The government-wide fund financial statements utilize a net position presentation.

Net position is categorized as:

Net Invested in Capital Assets – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.

Restricted Net Position - This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position - This category represents net position of the Village not restricted for any project or other purpose.

The Fund financial statements utilize a fund balance presentation.

Fund Balance is categorized as:

Non-Spendable – Includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact.

Restricted - Includes amounts with constraints placed on the use of resources either externally imposed by creditors, grantors, contributors or law or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation. All encumbrances of funds other than the General Fund are classified as restricted fund balance.

Committed - Includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision making authority, i.e., the Common Council.

Assigned - Included amounts that are constrained by the Village's intent to be used for specific purposes, but are neither restricted nor committed. All encumbrances of the General Fund are classified as Assigned Fund Balance in the General fund.

Unassigned - Includes all other General Fund net position that do not meet the definition of the above four classifications and are deemed to be available for general use by the Village.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2020

Note 2 - Detail Notes on All Funds

Assets

Cash and Investments - The Village investment policies are governed by state statutes. In addition, the Village also has its own written investment policy.

Village monies must be deposited in FDIC-insured commercial banks or trust companies located within the state. The Clerk Treasurer is authorized to use demand accounts and certificates of deposit.

Permissible investments include obligations of the U.S. Treasury and U.S. Agencies, repurchase agreements, and obligations of New York State or its localities.

Collateral is required for demand deposits and certificates of deposit at 102-105% of the amount of all deposits not covered by federal deposit insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of the state and its municipalities and school districts.

Deposits and investments at year-end were entirely covered by federal depository insurance or by collateral held by the Village's custodial bank in the Village's name.

Deposits - All deposits including certificates of deposit are carried at cost plus accrued interest.

	Bank Balance
Insured (FDIC)	\$ 500,000
Collateralized:	
Collateral held by Bank's Agent in Village's name	<u>4,072,563</u>
Total deposits	<u>\$ 4,572,563</u>

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2020

Note 2 - Detail Notes on All Funds (cont.)

Accounts Receivable - Major revenues accrued by the Village at May 31, 2020 include the following:

General Fund	
National Fuel	\$ 8,199
NYSEG	7,621
Tote fees	1,703
Other receivables	1,507
Champion Energy	977
Total	<u><u>\$ 20,007</u></u>

Due From Other Governments - Major other government revenues accrued by the Village at May 31, 2020 include the following:

General Fund:	
Erie County - Sales Tax	\$ 237,065
Creekbend Shelter	43,424
Fines and Fees	8,014
PTS Grant	400
Total	<u><u>\$ 288,903</u></u>

Capital Projects Fund:	
NYS Housing Grant	\$ 225,000
Library Grant	30,000
Total	<u><u>\$ 255,000</u></u>

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2020

Note 2 - Detail Notes on All Funds (cont.)

Interfund Activity – All interfund receivables and payables are expected to be paid back within one year.

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ 58,315	\$ -	\$ 322,910	\$ 645,609
Water Fund	-	-	150,322	-
Capital Projects Fund	-	58,315	508,810	320,776
Trust and Agency Fund	-	-	-	15,657
Total	<u>\$ 58,315</u>	<u>\$ 58,315</u>	<u>\$ 982,042</u>	<u>\$ 982,042</u>

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2020

Note 2 - Detail Notes on All Funds (cont.)

Liabilities

Pension Plans

General Information - The Village of Hamburg participates in the New York State and Local Employees' Retirement System (ERS) and the New York State Police and Fire Retirement Systems (PFRS). These are cost sharing multiple employers, public employee retirement systems. The Systems offer 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.

Plan Descriptions

Employees Retirement System (ERS)

The New York State and Local Employees' Retirement System provides retirement benefits as well as death and disability benefits. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law (NYSRSSL). As set forth in the NYSRSSL, the Comptroller of the State of New York (Comptroller) serves as sole trustee and administrative head of the System. The Comptroller shall adopt and may amend rules and regulations for the administration and transaction of the business of the System and for the custody and control of its funds. The System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the New York State and Local Retirement System, Governor Alfred E. Smith State Office Building, Albany, New York 12244.

Police and Fire Retirement System (PFRS)

The New York State and Local Police and Fire Retirement System provide retirement benefits as well as death and disability benefits. Obligations of employers to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law (NYSRSSL). As set forth in the NYSRSSL, the Comptroller of the State of New York (Comptroller) serves as sole trustee and administrative head of the System. The Comptroller shall adopt and may amend rules and regulations for the administration and transaction of the business of the System and for the custody and control of its funds. The System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the New York State and Local Retirement System, Governor Alfred E. Smith Office Building, Albany, New York 12244.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2020

Note 2 - Detail Notes on All Funds (cont.)

Pension Plans (Cont.)

Policy Funding

The Systems are noncontributory except for employees who joined the New York State and Local Employees' Retirement System after July 27, 1976 who contribute 3% of their salary. Effective October 1, 2000, employees with ten years of service credit or membership in the system are no longer required to make the 3% contribution. Employees who joined service on or after January 10, 2010 (Tier 5) must contribute 3% of salary for their entire length of service. Those joining after April 1, 2012 (Tier 6) are required to contribute 3.5% of their salary until March 31, 2013, after which the contribution percentage will be based on salary. Under the authority of the NYSRSSL, the Comptroller shall certify annually the rates expressed as proportions of payroll of members, which shall be used in computing the contributions required to be made by employers to the pension accumulation fund.

Under the authority of the NYSRSSL, the Comptroller shall certify annually the rates expressed as proportions of payroll of members, which shall be used in computing the contributions required to be made by employers to the pension accumulation fund.

The Village of Hamburg is required to contribute at an actuarially determined rate. The required contributions for the current year and the preceding two years were:

	<u>ERS</u>	<u>PFRS</u>
2020	\$ 366,483	\$ 290,572
2019	313,372	282,439
2018	327,232	307,708

The Village of Hamburg contributions made to the Systems were equal to 100% of the contributions required for each year.

VILLAGE OF HAMBURG, NEW YORK

**Notes to the Annual Update Document
May 31, 2020**

Note 2 - Detail Notes on All Funds (cont.)

Bond anticipation notes payable – The Village paid off \$518,000 of the outstanding BANs and issued an additional \$2,500,000 on the outstanding BANs resulting in an ending BAN balance of \$4,435,000. Proceeds from these BANs are to be used for capital projects.

Long-term Debt – At May 31, 2020, the total outstanding indebtedness of the Village aggregated \$4,660,000. This is comprised of Serial Bonds totaling \$4,660,000.

The following is a summary of changes in long-term liabilities for the year ended May 31, 2020

	Balance May 31, 2019	Additions	Deletions	Balance May 31, 2020
Net pension liability	\$ 5,160,000	\$ -	\$ 500,000	\$ 4,660,000
Compensated absences	1,022,518	159,541	-	1,182,059
Net pension liability	1,168,309	2,843,279	-	4,011,588
OPEB liability	17,826,147	4,050,423	-	21,876,570
LOSAP liability	3,360,491	-	-	3,360,491
Long term debt	\$ 28,537,465	\$ 7,053,243	\$ 500,000	\$ 35,090,708

Serial Bonds - The Village borrows money in order to acquire land or equipment or construct buildings and improvements. This enables the cost of these capital assets to be borne by the present and future taxpayers receiving the benefit of the capital assets. These long-term liabilities are full faith and credit debt of the local government. The provision to be made in future budgets for capital indebtedness represents the amount exclusive of interest, authorized to be collected in future years from taxpayers and others for liquidation of the long-term liabilities.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2020

Note 2 - Detail Notes on All Funds (cont.)

Serial Bonds Maturity Schedule - The following is a statement of serial bonds with corresponding maturity schedules.

Description	Original Date Issued	Original Amount	Rate (%)	Date of Final Maturity	Outstanding
Public Improvements 2010	2/1/10	1,705,000	2.00-5.00	5/31/2028	\$ 1,375,000
Roads 2013	7/18/13	2,015,000	2.25-3.50	7/15/2026	1,140,000
Sewer 2014	7/2/14	2,576,468	1.82-4.30	5/1/2044	2,145,000
Total					\$ 4,660,000

The following table summarizes the Village's future debt service requirements for serial bonds as of May 31, 2020:

Year Ending	Principal	Interest
2021	\$ 395,000	\$ 127,895
2022	400,000	119,974
2023	405,000	106,555
2024	415,000	92,343
2025	415,000	77,658
2026-2030	1,255,000	215,151
2031-2035	450,000	124,753
2036-2040	490,000	78,275
2041-2045	435,000	23,716
	\$ 4,660,000	\$ 966,320

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2020

Note 2 - Detail Notes on All Funds (cont.)

Other Long-term Debt - In addition to the above long-term debt the Village had the following noncurrent liabilities:

Net pension liability – This amount represents the amounts by which the Village’s pension plan liability exceeds the pension plan’s net assets available to pay employee pension benefits. The pension liability is made up of the Employee Retirement System and the Police and Fire Retirement System. The net pension liabilities for these plans amounted to \$2,103,443 for ERS and \$1,908,145 for PFRS, for a grand total of \$4,011,588.

OPEB liability – This amount represents future obligations for health care benefits owed to employees upon their retirement. The OPEB liability at December 31, 2020 was \$21,876,570 (\$17,826,147 for 2019).

Compensated Absences – This amount represents the value of earned and unused portion of the liability for compensated absences. At May 31, 2020, the balance is \$1,182,059 (\$1,022,518 for 2019).

Fund Equity

The following table presents fund balances by fund by category as of May 31, 2020:

	<u>General Fund</u>	<u>Sewer Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
Non-spendable	\$ 414,735	\$ -	\$ -	\$ 414,735
Restricted:				
Insurance	285,819	-	-	285,819
Capital	1,139,564	-	-	1,139,564
Debt	616,115	-	-	616,115
Assigned	601,636	8	-	601,644
Unassigned	5,243,771	-	(3,621,694)	1,622,077
Total	<u>\$ 8,301,642</u>	<u>\$ 8</u>	<u>\$ (3,621,694)</u>	<u>\$ 4,679,954</u>

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2020

Note 3 - Capital Assets

Capital asset activity for the year ended May 31, 2020 is as follows:

	Balance June 1, 2019	Increases	Decreases	Balance May 31, 2020
Capital assets, not being depreciated:				
Land	\$ 1,774,805	\$ -	\$ -	\$ 1,774,805
Construction in progress	4,491,050	4,193,637	(1,229,370)	7,455,317
Total capital assets, not being depreciated	6,265,855	4,193,637	(1,229,370)	9,230,122
Capital assets being depreciated:				
Buildings and improvements	4,185,654	-	-	4,185,654
Machinery and equipment	6,243,836	58,265	-	6,302,101
Infrastructure	39,855,035	1,229,370	-	41,084,405
Total capital assets, being depreciated	50,284,525	1,287,635	-	51,572,160
Less: accumulated depreciation for:				
Buildings and improvements	1,411,838	42,080	-	1,453,919
Machinery and equipment	4,450,712	276,624	-	4,727,336
Infrastructure	16,691,323	540,361	-	17,231,683
Total accumulated depreciation	22,553,873	859,065	-	23,412,938
Total capital assets, being depreciated, net	27,730,652	428,570	-	28,159,222
Total capital assets, net	\$ 33,996,507	\$ 4,622,207	\$ (1,229,370)	\$ 37,389,345

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2020

Note 4 - Fiduciary Fund – Defined Benefit Volunteer Firefighter Service Award Program

Program description - The Village established a defined benefit Service Award Program (referred to as a “LOSAP” – Length of Service Award Program – under Section 457(e)(11) of the Internal Revenue Code” effective January 1, 1993 for the active volunteer firefighter members of the Village of Hamburg Volunteer Fire Department, Inc. The Program was established pursuant to Article 11-A of the New York State General Municipal Law. The Program provides municipally funded deferred compensation to volunteer firefighters to facilitate the recruitment and retention of active volunteer firefighters. The Village is the sponsor of the Program and the Program administrator.

An eligible Program Participant is defined to be an active volunteer firefighter who is at least 18 years of age and has earned one year of Service Award Program Service Credit. An active volunteer firefighter earns a year of Service Credit for each calendar year after the establishment of the program in which he or she accumulates 50 points. Points are granted for the performance of certain firefighter activities in accordance with a system established by the Sponsor on the basis of a statutory list of activities and point values. A Participant may also receive Service Credit for five years of active volunteer firefighting service rendered prior to the establishment of the Program.

Participants acquire a non-forfeitable right to be paid a Service Award after earning five years of Service Credit, becoming totally and permanently disabled, dying while an active volunteer or upon attaining the Program’s Entitlement Age while an active volunteer. The Program’s Entitlement Age is age 62, and is the age at which benefits begin to be paid to Participants.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2020

Note 4 - Fiduciary Fund – Defined Benefit Volunteer Firefighter Service Award Program (cont.)

Benefits - A Participant’s Service Award benefit is paid as a ten year certain and continuous monthly payment life annuity. The amount payable each month equals \$20 multiplied by the total number of years of Service Credit earned by the Participant under the point system. The maximum number of years of Service Credit a Participant may earn under the Program is 40 years. Currently, there are no other forms of payment of a volunteer’s earned Service Award under the Program.

Except in the case of Pre-Entitlement Age death or total and permanent disablement, a Participant’s Service Award will not be paid until he or she attains the Entitlement Age. Volunteers who continue to be active after attaining the Entitlement age and beginning to be paid a Service Award continue to have the opportunity to earn Program credit and to thereby increase their Service Award payments. The pre-Entitlement Age death and disability benefit is equal to the actuarial value of the Participant’s earned Service Award at the time of death or disablement. The Program does not provide extra line-of-duty death or disability benefits. All death and disability benefits are self-insured and are paid from the Program Trust Fund.

Participants covered by the benefit terms – At the December 31, 2019 measurement date, the following participants were covered by the benefit terms:

Inactive participants currently receiving benefit payments	38
Inactive participants entitled to but not yet receiving benefit payments	23
Active participants	<u>41</u>
Total	<u>102</u>

Contributions – New York State General Municipal Law 219(d) requires the Village to contribute an actuarially determined contribution on an annual basis. The actuarial determined contribution shall be appropriated annually by the Village.

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

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2020

Note 4 - Fiduciary Fund – Defined Benefit Volunteer Firefighter Service Award Program (cont.)

Measurement of Total Pension Liability

The total pension liability at the December 31, 2019 measurement date was determined using an actuarial valuation as of that date.

Actuarial assumptions – The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

Discount Rate – The discount rate used to measure the total pension liability was 3.64%. This was the yield to maturity of the S&P Municipal bond 20 Year High Grade Rate Index as of December 31, 2019. In describing this index, S&P Dow Jones Indices notes that the index consists of bonds in the S&P Municipal Bond Index with a maturity of 20 years and with a rating of at least Aa2 by Moody’s Investors Service’s, AA by Fitch, or AA by Standard & Poor’s Rating Services.

Changes in the Total Pension Liability

Balance as of 12/31/2017 measurement date	\$ 3,554,814
Service cost	52,559
Interest	111,451
Changes of assumptions or other inputs	(212,734)
Differences between expected and actual experience	15,301
Benefit payments	<u>(160,900)</u>
Net changes	<u>(194,323)</u>
Balance as of 12/31/2018 measurement date	<u>\$ 3,360,491</u>

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2020

Note 5 - Other Postemployment Benefits (GASB 75)

Plan Description

The Village's defined benefit OPEB plan provides OPEB for all permanent full-time employees of the Village. The plan is a single-employer defined benefit OPEB plan administered by the Village. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Village Trustees. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. The OPEB plan is currently unfunded.

Benefits provided – The Village provides healthcare benefits for retirees and their dependents. The benefit terms are dependent on which contract each employee falls under. The specifics of each contract are on file at the Village offices and are available upon request.

Employees covered by the benefit terms – At May 31, 2020, the following employees were covered by the benefit terms:

Active not eligible to retire	46
Active and eligible to retire	9
Retired and surviving spouses	41
Retiree spouses covered	<u>26</u>
Total employees	<u><u>122</u></u>

Total OPEB Liability

The Village's total OPEB liability of \$21,876,570 was measured as of February 28, 2020 and was determined by an actuarial valuation as of that date.

Actuarial assumptions and other inputs – The total OPEB liability in the actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount rate	1.81%
Long term bond rate	1.81%
Salary increases	3.22%
Healthcare cost trend rates	5.20% decreasing to 4.18%

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2020

Note 5 - Other Postemployment Benefits (GASB 75) (cont.)

Actuarial assumptions and other inputs (continued)

The discount rate reflects a blending of the investment rate of return and the long-term bond rate using expected benefit plan benefit payments.

The long-term bond rate is based on the Fidelity Municipal Go AA 20-Year Bond rate as of the measurement date.

The salary scale reflects the rate at which payroll amounts are expected to increase over time.

Mortality Rates were based on RPH-2014 Mortality Tables, fully generational using scale MP-2018.

Changes in the Total OPEB Liability

Balance at May 31, 2019	\$ 17,826,147
Changes for the year:	
Service cost	136,193
Interest	640,343
Changes in benefit terms	-
Differences between expected and actual experience	(2,957,815)
Changes in assumptions or other inputs	6,887,461
Benefit payments	<u>(655,759)</u>
Net changes	<u>4,050,423</u>
Balance at May 31, 2020	<u>\$ 21,876,570</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.70 percent in 2019 to 1.81 percent in 2020.

The Salary Scale changed from 3.36% to 3.22% in 2020.

VILLAGE OF HAMBURG, NEW YORK

**Notes to the Annual Update Document
May 31, 2020**

Note 6 - Commitments and Contingencies

The Village receives financial assistance from numerous federal and state governmental agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed expenditures resulting from such audits could become a liability of the governmental funds.

Note 7 – Closing of the Enterprise Fund

Effective May 31, 2020, the Village’s Proprietary Fund was closed. All assets and liabilities were transferred to the General Fund.

Note 8 - Subsequent Events

The Village has evaluated events and transactions for potential recognition or disclosure in the financial statements through August 31, 2020, the date the Annual Update Document was available to be issued.

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