

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 05/31/2019

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 2018 and has been used by the OSC as the basis for preparing this update document for the fiscal year ended 2019:

- (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 2018 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 2019

(A) GENERAL

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash	3,653,128	A200	1,453,689
Petty Cash	1,050	A210	1,250
TOTAL Cash	3,654,178		1,454,939
Investments In Securities	2,022,173	A450	4,965,970
TOTAL Investments	2,022,173		4,965,970
Accounts Receivable	63,594	A380	24,527
TOTAL Other Receivables (net)	63,594		24,527
Due From Other Funds	190,926	A391	133,645
TOTAL Due From Other Funds	190,926		133,645
Due From Other Governments	806,697	A440	448,845
TOTAL Due From Other Governments	806,697		448,845
Prepaid Expenses	419,260	A480	410,434
TOTAL Prepaid Expenses	419,260		410,434
Cash Special Reserves	1,829,813	A230	2,015,108
TOTAL Restricted Assets	1,829,813		2,015,108
TOTAL Assets and Deferred Outflows of Resources	8,986,641		9,453,468

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	344,495	A600	283,733
TOTAL Accounts Payable	344,495		283,733
Compensated Absences	330,209	A687	424,739
TOTAL Other Liabilities	330,209		424,739
Due To Other Funds	26,407	A630	386
TOTAL Due To Other Funds	26,407		386
TOTAL Liabilities	701,111		708,858
Deferred Inflows of Resources			
Deferred Inflow of Resources	833,424	A691	907,830
TOTAL Deferred Inflows of Resources	833,424		907,830
TOTAL Deferred Inflows of Resources	833,424		907,830
Fund Balance			
Not in Spendable Form	419,260	A806	410,434
TOTAL Nonspendable Fund Balance	419,260		410,434
Insurance Reserve	240,931	A863	272,733
Capital Reserve	1,068,602	A878	1,170,838
Reserve For Debt	520,280	A884	554,832
TOTAL Restricted Fund Balance	1,829,813		1,998,403
Assigned Appropriated Fund Balance	209,000	A914	356,322
Assigned Unappropriated Fund Balance	488,456	A915	600,669
TOTAL Assigned Fund Balance	697,456		956,991
Unassigned Fund Balance	4,505,577	A917	4,470,952
TOTAL Unassigned Fund Balance	4,505,577		4,470,952
TOTAL Fund Balance	7,452,106		7,836,780
TOTAL Liabilities, Deferred Inflows And Fund Balance	8,986,641		9,453,468

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Real Property Taxes	6,674,468	A1001	6,837,592
TOTAL Real Property Taxes	6,674,468		6,837,592
Other Payments In Lieu of Taxes	128,695	A1081	134,278
Interest & Penalties On Real Prop Taxes	34,030	A1090	40,707
TOTAL Real Property Tax Items	162,725		174,985
Non Prop Tax Dist By County	1,211,399	A1120	1,269,812
Utilities Gross Receipts Tax	100,203	A1130	77,946
Franchises	177,601	A1170	146,267
Interest & Penalties On Non-Property Taxes	1,471	A1190	
TOTAL Non Property Tax Items	1,490,674		1,494,025
Treasurer Fees	2,138	A1230	2,092
Other Public Safety Departmental Income	3,080	A1589	
Public Works Charges	5,190	A1710	
Park And Recreational Charges	243,810	A2001	178,682
Special Recreational Facility Charges	79,944	A2025	109,053
Refuse & Garbage Charges	266,116	A2130	3,550
TOTAL Departmental Income	600,278		293,377
Fire Protection Services Other Govts	193,630	A2262	257,029
TOTAL Intergovernmental Charges	193,630		257,029
Interest And Earnings	25,446	A2401	156,450
Rental of Real Property	204,269	A2410	202,395
TOTAL Use of Money And Property	229,715		358,845
Business & Occupational License	6,415	A2501	8,802
Games of Chance	38	A2530	40
Bingo Licenses	658	A2540	798
Building And Alteration Permits	38,390	A2555	140
TOTAL Licenses And Permits	45,501		9,780
Fines And Forfeited Bail	88,367	A2610	112,945
TOTAL Fines And Forfeitures	88,367		112,945
Sales of Scrap & Excess Materials	95	A2650	50
Sales of Refuse For Recycling	3,776	A2651	4,268
Sales of Real Property		A2660	98,206
Sales of Equipment	10,200	A2665	14,850
Insurance Recoveries	71,624	A2680	44,438
Other Compensation For Loss	2,330	A2690	161,147
TOTAL Sale of Property And Compensation For Loss	88,025		322,959
Refunds of Prior Year's Expenditures	3,788	A2701	20,322
Gifts And Donations	105	A2705	1,545
Premium On Obligations	199,642	A2710	16,705
Unclassified (specify)	64,087	A2770	62,123
TOTAL Miscellaneous Local Sources	267,622		100,695
St Aid, Revenue Sharing	102,635	A3001	102,635
St Aid, Mortgage Tax	97,531	A3005	100,071
St Aid - Other (specify)	545,422	A3089	26,463
St Aid, Consolidated Highway Aid	204,557	A3501	182,905

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
St Aid, Youth Programs	2,529	A3820	2,655
TOTAL State Aid	952,674		414,729
TOTAL Revenues	10,793,679		10,376,961
Interfund Transfers	155,173	A5031	568,304
TOTAL Interfund Transfers	155,173		568,304
TOTAL Other Sources	155,173		568,304
TOTAL Detail Revenues And Other Sources	10,948,852		10,945,265

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Legislative Board, Pers Serv	22,068	A10101	22,508
Legislative Board, Contr Expend	152,685	A10104	190,421
TOTAL Legislative Board	174,753		212,929
Municipal Court, Pers Serv	70,573	A11101	71,248
Municipal Court, Equip & Cap Outlay	326	A11102	654
Municipal Court, Contr Expend	4,447	A11104	2,814
TOTAL Municipal Court	75,346		74,716
Mayor, Pers Serv	10,484	A12101	10,694
Mayor, Contr Expend	2,027	A12104	1,023
TOTAL Mayor	12,511		11,717
Auditor, Contr Expend	28,738	A13204	33,400
TOTAL Auditor	28,738		33,400
Treasurer, Pers Serv	280,965	A13251	301,559
Treasurer, Equip & Cap Outlay	3,208	A13252	3,290
Treasurer, Contr Expend	50,017	A13254	47,342
TOTAL Treasurer	334,190		352,191
Purchasing, Contr Expend	3,811	A13454	3,496
TOTAL Purchasing	3,811		3,496
Fiscal Agents Fees, Contr Expend	76,786	A13804	
TOTAL Fiscal Agents Fees	76,786		0
Law, Pers Serv	9,015	A14201	9,195
Law, Contr Expend	94,455	A14204	63,535
TOTAL Law	103,470		72,730
Elections, Pers Serv	610	A14501	
Elections, Contr Expend	62	A14504	
TOTAL Elections	672		0
Records Mgmt, Contr Expend	5,060	A14604	5,045
TOTAL Records Mgmt	5,060		5,045
Public Works Admin, Pers Serv	82,861	A14901	109,041
Public Works Admin, Equip & Cap Outlay	1,878	A14902	1,918
Public Works Admin, Contr Expend	21,554	A14904	20,671
TOTAL Public Works Admin	106,293		131,630
Buildings, Pers Serv	15,674	A16201	16,413
Buildings, Contr Expend	48,558	A16204	34,305
TOTAL Buildings	64,232		50,718
Central Garage, Pers Serv	233,183	A16401	214,088
Central Garage, Equip & Cap Outlay	4,199	A16402	35
Central Garage, Contr Expend	265,270	A16404	299,200
TOTAL Central Garage	502,652		513,323
Central Print & Mail, contr Expend	8,714	A16704	11,516
TOTAL Central Print & Mail	8,714		11,516
Unallocated Insurance, Contr Expend	147,641	A19104	156,539
TOTAL Unallocated Insurance	147,641		156,539
Municipal Assn Dues, Contr Expend	4,579	A19204	4,684
TOTAL Municipal Assn Dues	4,579		4,684

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Judgements And Claims, Contr Expend	3,500	A19304	
TOTAL Judgements And Claims	3,500		0
Pur of Land/right of Way, Contr Expend	7,239	A19404	
TOTAL Pur of Land/right of Way	7,239		0
Taxes & Assess On Munic Prop, Contr Expend	20,583	A19504	16,901
TOTAL Taxes & Assess On Munic Prop	20,583		16,901
Other Gen Govt Support, Contr Expend	3,368	A19894	2,216
TOTAL Other Gen Govt Support	3,368		2,216
TOTAL General Government Support	1,684,138		1,653,751
Police, Pers Serv	1,497,220	A31201	1,568,136
Police, Equip & Cap Outlay	49,076	A31202	86,013
Police, Contr Expend	39,718	A31204	20,017
TOTAL Police	1,586,014		1,674,166
Traffic Control, Contr Expen	3,397	A33104	
TOTAL Traffic Control	3,397		0
Fire, Equip & Cap Outlay	29,628	A34102	53,032
Fire, Contr Expend	250,499	A34104	277,594
TOTAL Fire	280,127		330,626
Misc Public Safety, Contr Expend	12,099	A39894	6,141
TOTAL Misc Public Safety	12,099		6,141
TOTAL Public Safety	1,881,637		2,010,933
Public Health, Contr Expend	5,115	A40104	2,672
TOTAL Public Health	5,115		2,672
Ambulance, Equip & Cap Outlay	4,500	A45402	3,985
Ambulance, Contr Expend	6,550	A45404	5,434
TOTAL Ambulance	11,050		9,419
TOTAL Health	16,165		12,091
Maint of Streets, Pers Serv	904,076	A51101	955,396
Maint of Streets, Equip & Cap Outlay	411	A51102	742
Maint of Streets, Contr Expend	107,670	A51104	87,719
TOTAL Maint of Streets	1,012,157		1,043,857
Snow Removal, Equip & Cap Outlay	4,739	A51422	4,813
Snow Removal, Contr Expend	45,644	A51424	55,264
TOTAL Snow Removal	50,383		60,077
Street Lighting, Contr Expend	124,062	A51824	122,921
TOTAL Street Lighting	124,062		122,921
Sidewalks, Contr Expend	22,653	A54104	24,144
TOTAL Sidewalks	22,653		24,144
Escalators, Contr Expend	3,377	A54204	6,652
TOTAL Escalators	3,377		6,652
TOTAL Transportation	1,212,632		1,257,651
Parks, Equip & Cap Outlay		A71102	26
Parks, Contr Expend	19,084	A71104	2,926
TOTAL Parks	19,084		2,952
Playgr & Rec Centers, Pers Serv	91,849	A71401	93,285

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Playgr & Rec Centers, Equip & Cap Outlay	6,215	A71402	13,699
Playgr & Rec Centers, Contr Expend	83,175	A71404	43,684
TOTAL Playgr & Rec Centers	181,239		150,668
Joint Rec Proj, Pers Serv	68,707	A71451	74,965
Joint Rec Proj, Contr Expend	47,114	A71454	52,081
TOTAL Joint Rec Proj	115,821		127,046
Band Concerts, Contr Expend	5,000	A72704	5,000
TOTAL Band Concerts	5,000		5,000
Youth Prog, Pers Serv	351,344	A73101	352,675
Youth Prog, Equip & Cap Outlay	4,699	A73102	32,493
Youth Prog, Contr Expend	45,435	A73104	53,974
TOTAL Youth Prog	401,478		439,142
Historical Property, Contr Expend	1,445	A75204	2,978
TOTAL Historical Property	1,445		2,978
Adult Recreation, Pers Serv	1,843	A76201	1,880
Adult Recreation, Equip & Cap Outlay	448	A76202	499
Adult Recreation, Contr Expend	12,859	A76204	10,527
TOTAL Adult Recreation	15,150		12,906
TOTAL Culture And Recreation	739,217		740,692
Zoning, Pers Serv	254	A80101	464
TOTAL Zoning	254		464
Planning, Pers Serv	506	A80201	619
Planning, Contr Expend	506	A80204	413
TOTAL Planning	1,012		1,032
Refuse & Garbage, Pers Serv	248,581	A81601	255,577
Refuse & Garbage, Contr Expend	173,258	A81604	188,829
TOTAL Refuse & Garbage	421,839		444,406
Street Cleaning, Equip & Cap Outlay	2,500	A81702	2,678
TOTAL Street Cleaning	2,500		2,678
Shade Tree, Contr Expend	10,782	A85604	9,255
TOTAL Shade Tree	10,782		9,255
TOTAL Home And Community Services	436,387		457,835
State Retirement System	634,940	A90108	595,810
Local Pension Fund, Empl Bnfts	71,000	A90258	65,000
Social Security, Employer Cont	283,579	A90308	293,719
Worker's Compensation, Empl Bnfts	353,521	A90408	316,328
Unemployment Insurance, Empl Bnfts	2,493	A90508	1,199
Hospital & Medical (dental) Ins, Empl Bnft	1,223,001	A90608	1,225,426
TOTAL Employee Benefits	2,568,534		2,497,482
Debt Principal, Serial Bonds	575,000	A97106	420,000
Debt Principal, Bond Anticipation Notes		A97306	550,000
TOTAL Debt Principal	575,000		970,000
Debt Interest, Serial Bonds	138,335	A97107	111,064

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Debt Interest, Bond Anticipation Notes		A97307	16,307
TOTAL Debt Interest	138,335		127,371
TOTAL Expenditures	9,252,045		9,727,806
Transfers, Other Funds	26,000	A99019	26,000
Transfers, Capital Projects Fund	977,536	A99509	806,788
TOTAL Operating Transfers	1,003,536		832,788
TOTAL Other Uses	1,003,536		832,788
TOTAL Detail Expenditures And Other Uses	10,255,581		10,560,594

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	6,758,833	A8021	7,452,104
Restated Fund Balance - Beg of Year	6,758,833	A8022	7,452,104
ADD - REVENUES AND OTHER SOURCES	10,948,852		10,945,265
DEDUCT - EXPENDITURES AND OTHER USES	10,255,581		10,560,594
Fund Balance - End of Year	7,452,104	A8029	7,836,775

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Budget Summary

Code Description	2019	EdpCode	2020
Estimated Revenues			
Est Rev - Real Property Taxes	6,837,592	A1049N	7,030,657
Est Rev - Real Property Tax Items	165,159	A1099N	158,835
Est Rev - Non Property Tax Items	1,470,000	A1199N	1,500,000
Est Rev - Departmental Income	285,405	A1299N	322,050
Est Rev - Intergovernmental Charges	256,582	A2399N	267,772
Est Rev - Use of Money And Property	189,006	A2499N	311,745
Est Rev - Licenses And Permits	5,990	A2599N	6,790
Est Rev - Fines And Forfeitures	85,000	A2649N	95,000
Est Rev - Sale of Prop And Comp For Loss	3,080	A2699N	3,080
Est Rev - Miscellaneous Local Sources	52,000	A2799N	30,000
Est Rev - State Aid	455,207	A3099N	483,369
TOTAL Estimated Revenues	9,805,021		10,209,298
Appropriated Fund Balance	209,000	A599N	356,322
TOTAL Estimated Other Sources	209,000		356,322
TOTAL Estimated Revenues And Other Sources	10,014,021		10,565,620

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(A) GENERAL

Budget Summary

Code Description	2019	EdpCode	2020
Appropriations			
App - General Government Support	1,802,107	A1999N	1,828,971
App - Public Safety	1,891,437	A3999N	1,881,345
App - Health	17,850	A4999N	18,000
App - Transportation	1,287,233	A5999N	1,302,721
App - Culture And Recreation	719,970	A7999N	701,726
App - Home And Community Services	451,445	A8999N	470,427
App - Employee Benefits	2,780,037	A9199N	2,823,692
App - Debt Service	549,156	A9899N	962,576
Unappropriated Revenues		A990N	
TOTAL Appropriations	9,499,235		9,989,458
App - Interfund Transfer	514,786	A9999N	576,162
TOTAL Other Uses	514,786		576,162
TOTAL Appropriations And Other Uses	10,014,021		10,565,620

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(EE) ENTERPRISE UTILITY

Statement of Net Position

Code Description	2018	EdpCode	2019
Assets			
Cash	5,189	EE200	60,707
Petty Cash	100	EE210	100
TOTAL Cash	5,289		60,807
Accounts Receivable	12,876	EE380	21,104
TOTAL Other Receivables (net)	12,876		21,104
Inventory Of Materials And Supplies	11,098	EE445	11,060
TOTAL Inventories	11,098		11,060
TOTAL Assets and Deferred Outflows of Resources	29,263		92,971

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(EE) ENTERPRISE UTILITY

Statement of Net Position

Code Description	2018	EdpCode	2019
Accounts Payable	20,226	EE600	15,053
TOTAL Accounts Payable	20,226		15,053
Due To Other Funds	163,535	EE630	132,535
TOTAL Due To Other Funds	163,535		132,535
TOTAL Liabilities	183,761		147,588
Fund Balance			
Net Assets-Unrestricted (deficit)	-154,498	EE924	-54,617
TOTAL Net Position	-154,498		-54,617
TOTAL Fund Balance	-154,498		-54,617
TOTAL Liabilities, Deferred Inflows And Fund Balance	29,263		92,971

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(EE) ENTERPRISE UTILITY

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Sale of Natural Gas	292,954	EE2154	385,023
TOTAL Charges For Services Within Locality	292,954		385,023
Interest And Earnings	9	EE2401	10
TOTAL Use of Money And Property	9		10
TOTAL Revenues	292,963		385,033
Interfund Transfers	26,000	EE5031	26,000
TOTAL Interfund Transfers	26,000		26,000
	26,000		26,000
TOTAL Operating Revenue	318,963		411,033

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(EE) ENTERPRISE UTILITY

Results of Operation

Code Description	2018	EdpCode	2019
Expenses			
Gas Distribution, Cont Expend	331,562	EE84304	311,152
TOTAL Gas Distribution	331,562		311,152
TOTAL Contractual Expenses	331,562		311,152
TOTAL Expenses	331,562		311,152
TOTAL Operating Expenses	331,562		311,152

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(EE) ENTERPRISE UTILITY

Analysis of Changes in Net Position

Code Description	2018	EdpCode	2019
Analysis of Changes in Net Position			
Net Position - Beginning of Year	-141,900	EE8021	-154,499
Restated Net Position - Beg of Year	-141,900	EE8022	-154,499
ADD - REVENUES AND OTHER SOURCES	318,963		411,033
DEDUCT - EXPENDITURES AND OTHER USES	331,562		311,152
Net Position - End of Year	-154,499	EE8029	-54,618

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

Cash Flow

Code Description	2018	EdpCode	2019
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VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

Balance Sheet

Code Description	2018	EdpCode	2019
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VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

Balance Sheet

Code Description	2018	EdpCode	2019
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VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(FX) WATER

Results of Operation

Code Description	2018	EdpCode	2019
Other Sources			
Interfund Transfers		FX5031	25,619
TOTAL Interfund Transfers	0		25,619
TOTAL Other Sources	0		25,619
TOTAL Detail Revenues And Other Sources	0		25,619

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(FX) WATER

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Debt Interest, Bond Anticipation Notes		FX97307	25,619
TOTAL Debt Interest	0		25,619
TOTAL Expenditures	0		25,619
TOTAL Detail Expenditures And Other Uses	0		25,619

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(FX) WATER

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
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
DEDUCT - EXPENDITURES AND OTHER USES			25,619
Fund Balance - End of Year		FX8029	

VILLAGE OF Hamburg
 Annual Update Document
 For the Fiscal Year Ending 2019

(FX) WATER

Budget Summary

Code Description	2019	EdpCode	2020
Estimated Other Sources			
Estimated - Interfund Transfer		FX5031N	150,322
TOTAL Estimated Other Sources	0		150,322
TOTAL Estimated Revenues And Other Sources	0		150,322

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(FX) WATER

Budget Summary

Code Description	2019	EdpCode	2020
Appropriations			
App - Debt Service		FX9899N	150,322
TOTAL Appropriations	0		150,322
TOTAL Appropriations And Other Uses	0		150,322

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(G) SEWER

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash	25,679	G200	25,285
TOTAL Cash	25,679		25,285
Cash Special Reserves	32	G230	
TOTAL Restricted Assets	32		0
TOTAL Assets and Deferred Outflows of Resources	25,711		25,285

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(G) SEWER

Balance Sheet

Code Description	2018	EdpCode	2019
Deferred Inflows of Resources			
Deferred Inflow of Resources	13,887	G691	25,277
TOTAL Deferred Inflows of Resources	13,887		25,277
TOTAL Deferred Inflows of Resources	13,887		25,277
Fund Balance			
Reserve For Debt	32	G884	
TOTAL Restricted Fund Balance	32		0
Assigned Unappropriated Fund Balance	11,792	G915	8
TOTAL Assigned Fund Balance	11,792		8
TOTAL Fund Balance	11,824		8
TOTAL Liabilities, Deferred Inflows And Fund Balance	25,711		25,285

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(G) SEWER

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Debt Service, Other Govts	14,374	G2392	103,817
TOTAL Intergovernmental Charges	14,374		103,817
Interest And Earnings	186	G2401	
TOTAL Use of Money And Property	186		0
TOTAL Revenues	14,560		103,817
TOTAL Detail Revenues And Other Sources	14,560		103,817

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(G) SEWER

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Fiscal Agents Fees, Contr Expend	5,886	G13804	5,710
TOTAL Fiscal Agents Fees	5,886		5,710
TOTAL General Government Support	5,886		5,710
Debt Principal, Serial Bonds	70,000	G97106	70,000
TOTAL Debt Principal	70,000		70,000
Debt Interest, Serial Bonds	40,256	G97107	39,923
TOTAL Debt Interest	40,256		39,923
TOTAL Expenditures	116,142		115,633
TOTAL Detail Expenditures And Other Uses	116,142		115,633

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(G) SEWER

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	113,407	G8021	11,825
Restated Fund Balance - Beg of Year	113,407	G8022	11,825
ADD - REVENUES AND OTHER SOURCES	14,560		103,817
DEDUCT - EXPENDITURES AND OTHER USES	116,142		115,633
Fund Balance - End of Year	11,825	G8029	9

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(G) SEWER

Budget Summary

Code Description	2019	EdpCode	2020
Estimated Revenues			
Est Rev - Intergovernmental Charges	13,898	G2399N	115,018
TOTAL Estimated Revenues	13,898		115,018
Appropriated Reserve	101,737	G511N	
TOTAL Estimated Other Sources	101,737		0
TOTAL Estimated Revenues And Other Sources	115,635		115,018

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(G) SEWER

Budget Summary

Code Description	2019	EdpCode	2020
Appropriations			
App - General Government Support	5,712	G1999N	5,536
App - Debt Service	109,923	G9899N	109,482
TOTAL Appropriations	115,635		115,018
TOTAL Appropriations And Other Uses	115,635		115,018

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash	2,344,122	H200	1,358,937
TOTAL Cash	2,344,122		1,358,937
Due From Other Funds	26,407	H391	90,390
TOTAL Due From Other Funds	26,407		90,390
Due From Other Governments		H440	475,000
TOTAL Due From Other Governments	0		475,000
TOTAL Assets and Deferred Outflows of Resources	2,370,529		1,924,327

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2018	EdpCode	2019
Accounts Payable	56,708	H600	430,089
TOTAL Accounts Payable	56,708		430,089
Bond Anticipation Notes Payable	3,003,000	H626	2,453,000
TOTAL Notes Payable	3,003,000		2,453,000
Due To Other Funds	27,366	H630	91,499
TOTAL Due To Other Funds	27,366		91,499
TOTAL Liabilities	3,087,074		2,974,588
Fund Balance			
Unassigned Fund Balance	-716,545	H917	-1,050,261
TOTAL Unassigned Fund Balance	-716,545		-1,050,261
TOTAL Fund Balance	-716,545		-1,050,261
TOTAL Liabilities, Deferred Inflows And Fund Balance	2,370,529		1,924,327

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(H) CAPITAL PROJECTS

Results of Operation

Code Description	2018	EdpCode	2019
Revenues			
Interest And Earnings	6,954	H2401	13,398
TOTAL Use of Money And Property	6,954		13,398
Gifts And Donations	14,076	H2705	75,000
TOTAL Miscellaneous Local Sources	14,076		75,000
St Aid, Highway Cap Projects	531,825	H3591	305,468
TOTAL State Aid	531,825		305,468
TOTAL Revenues	552,855		393,866
Interfund Transfers	977,536	H5031	786,170
TOTAL Interfund Transfers	977,536		786,170
Bans Redeemed From Appropriations		H5731	550,000
TOTAL Proceeds of Obligations	0		550,000
TOTAL Other Sources	977,536		1,336,170
TOTAL Detail Revenues And Other Sources	1,530,391		1,730,036

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(H) CAPITAL PROJECTS

Results of Operation

Code Description	2018	EdpCode	2019
Expenditures			
Highway, Capital Projects	204,557	H51972	182,905
TOTAL Highway	204,557		182,905
TOTAL Transportation	204,557		182,905
Recreation, Equip & Cap Outlay	688,663	H71972	16,068
TOTAL Recreation	688,663		16,068
TOTAL Culture And Recreation	688,663		16,068
Other Home & Comm Serv, Equip & Cap Outlay	946,603	H89972	1,301,363
TOTAL Other Home & Comm Serv	946,603		1,301,363
TOTAL Home And Community Services	946,603		1,301,363
TOTAL Expenditures	1,839,823		1,500,336
Transfers, Other Funds	93,211	H99019	563,416
TOTAL Operating Transfers	93,211		563,416
TOTAL Other Uses	93,211		563,416
TOTAL Detail Expenditures And Other Uses	1,933,034		2,063,752

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(H) CAPITAL PROJECTS

Analysis of Changes in Fund Balance

Code Description	2018	EdpCode	2019
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	-313,900	H8021	-716,543
Restated Fund Balance - Beg of Year	-313,900	H8022	-716,543
ADD - REVENUES AND OTHER SOURCES	1,530,391		1,730,036
DEDUCT - EXPENDITURES AND OTHER USES	1,933,034		2,063,752
Fund Balance - End of Year	-716,543	H8029	-1,050,259

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Land	1,774,805	K101	1,774,805
Buildings	4,185,654	K102	4,185,654
Machinery And Equipment	6,136,019	K104	6,243,836
Construction Work In Progress	2,670,583	K105	4,491,050
Infrastructure	39,855,035	K106	39,855,035
Accum Deprec, Buildings	-1,369,758	K112	-1,411,838
Accum Depr, Machinery & Equip	-4,177,069	K114	-4,450,712
Accum Deprec, Infrastructure	-16,157,212	K116	-16,691,323
TOTAL Fixed Assets (net)	32,918,057		33,996,507
TOTAL Assets and Deferred Outflows of Resources	32,918,057		33,996,507

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2018	EdpCode	2019
Liabilities, Deferred Inflows And Fund Balance			
Total Non-Current Govt Assets	32,918,057	K159	33,996,507
TOTAL Investments in Non-Current Government Assets	32,918,057		33,996,507
TOTAL Fund Balance	32,918,057		33,996,507
TOTAL	32,918,057		33,996,507

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(TA) AGENCY

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Cash	94,095	TA200	97,494
TOTAL Cash	94,095		97,494
Investments In Securities	17,192	TA450	13,212
Service Award Program Assets	3,554,814	TA461	3,360,491
TOTAL Investments	3,572,006		3,373,703
Due From Other Funds		TA391	386
TOTAL Due From Other Funds	0		386
TOTAL Assets and Deferred Outflows of Resources	3,666,101		3,471,583

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(TA) AGENCY

Balance Sheet

Code Description	2018	EdpCode	2019
Due To Other Funds	26	TA630	
TOTAL Due To Other Funds	26		0
Consolidated Payroll	111,261	TA10	111,092
Service Awards	3,554,814	TA13	3,360,491
TOTAL Agency Liabilities	3,666,075		3,471,583
TOTAL Liabilities	3,666,101		3,471,583
TOTAL Liabilities, Deferred Inflows And Fund Balance	3,666,101		3,471,583

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2018	EdpCode	2019
Assets			
Total Non-Current Govt Liabilities	12,110,520	W129	25,176,974
TOTAL Provision To Be Made In Future Budgets	12,110,520		25,176,974
TOTAL Assets and Deferred Outflows of Resources	12,110,520		25,176,974

VILLAGE OF Hamburg
Annual Update Document
For the Fiscal Year Ending 2019

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2018	EdpCode	2019
Net Pension Liability -Proportionate Share	646,328	W638	1,168,309
Total OPEB Liability	4,755,197	W683	17,826,147
Compensated Absences	1,058,995	W687	1,022,518
TOTAL Other Liabilities	6,460,520		20,016,974
Bonds Payable	5,650,000	W628	5,160,000
TOTAL Bond And Long Term Liabilities	5,650,000		5,160,000
TOTAL Liabilities	12,110,520		25,176,974
TOTAL Liabilities	12,110,520		25,176,974

VILLAGE OF Hamburg
Statement of Indebtedness
For the Fiscal Year Ending 2019

8/29/2019

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 - sidewalks			07/12/2017	07/25/2019	1.40%		\$3,003,000	\$3,003,000	\$550,000	\$0	\$0		\$2,453,000
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year									\$0	\$3,003,000	\$550,000	\$0	\$0	\$0	\$2,453,000
2004	BOND N	Fire Hall			07/15/2003	07/15/2020	3.50%		\$1,905,000	\$220,000	\$110,000	\$0	\$0		\$110,000
2010	BOND N	Public Improvements			02/01/2010	02/01/2028	2.50%		\$3,255,000	\$1,700,000	\$160,000	\$0	\$0		\$1,540,000
2014	BOND N	Road Improvement			07/18/2013	07/15/2027	2.25%		\$2,015,000	\$1,445,000	\$150,000	\$0	\$0		\$1,295,000
2015	BOND N	W & S			07/02/2014	05/01/2044	1.82%		\$2,576,468	\$2,285,000	\$70,000	\$0	\$0		\$2,215,000
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year									\$0	\$5,650,000	\$490,000	\$0	\$0	\$0	\$5,160,000
AFR Year Total for All Debt Types - Sums Issued Amts only made in AFR Year									\$0	\$8,653,000	\$1,040,000	\$0	\$0	\$0	\$7,613,000

VILLAGE OF Hamburg
Schedule of Time Deposits and Investments
For the Fiscal Year Ending 2019

	EDP Code	Amount
CASH:		
On Hand	9Z2001	
Demand Deposits	9Z2011	\$1,505,986.00
Time Deposits	9Z2021	\$3,634,326.00
Total		\$5,140,312.00
 COLLATERAL:		
- FDIC Insurance	9Z2014	\$500,000.00
Collateralized with securities held in possession of municipality or its agent	9Z2014A	\$4,640,312.00
Total		\$5,140,312.00
 INVESTMENTS:		
- Securities (450)		
Book Value (cost)	9Z4501	
Market Value at Balance Sheet Date	9Z4502	
Collateralized with securities held in possession of municipality or its agent	9Z4504A	
- 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 2019

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
****-0446	\$1,262,945	\$3,856	\$64,717	\$1,202,084
****-1968	\$25,285	\$0	\$0	\$25,285
****-2606	\$68,527	\$0	\$0	\$68,527
****-2732	\$60,807	\$0	\$100	\$60,707
****-4257	\$61,705	\$0	\$61,702	\$3
****-4265	\$48	\$0	\$48	\$0
****-4625	\$18,027	\$0	\$0	\$18,027
****-5217	\$8,642	\$0	\$6,382	\$2,260
****-6645	\$3,557,120	\$0	\$0	\$3,557,120
****-8018	\$77,206	\$0	\$0	\$77,206
				<u>\$5,011,219</u>
				<u>\$1,350.00</u>
				<u>\$0.00</u>
			9ZCASH *	<u>\$5,012,569</u>
			9ZCASHB *	<u>\$5,012,570</u>
	* Must be equal			

VILLAGE OF Hamburg
Employee and Retiree Benefits
For the Fiscal Year Ending 2019

Total Full Time Employees:		48			
Total Part Time Employees:		62			
Account Code	Description	Total Expenditures (All Funds)	# of Full Time Employees	# of Part Time Employees	# of Retirees
90108	State Retirement System	\$313,372.00	35	25	
90158	Police and Fire Retirement	\$282,438.00	14		
90258	Local Pension Fund	\$65,000.00			
90308	Social Security	\$293,719.00	48	62	
90408	Worker's Compensation Insurance	\$316,328.00	48	62	
90458	Life Insurance				
90508	Unemployment Insurance	\$1,199.00	48	62	
90558	Disability Insurance				
90608	Hospital and Medical (Dental) Insurance	\$1,225,426.00	48	2	34
90708	Union Welfare Benefits				
90858	Supplemental Benefit Payment to Disabled Fire Fighters				
91890	Other Employee Benefits				
Total		\$2,497,482.00			
Computed Total From Financial Section (comparative purposes only)		\$2,497,482.00			

VILLAGE OF Hamburg
 Energy Costs and Consumption
 For the Fiscal Year Ending 2019

Energy Type	Total Expenditures	Total Volume	Units Of Measure	Alternative Units Of Measure
Gasoline	\$42,545	21,645	gallons	
Diesel Fuel	\$62,905	27,737	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 05/31/2019, 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 05/31/2019 and filed by means of electronic data transmission.

Amato, Fox & Company
Name of Report Preparer if different
than Chief Fiscal Officer

(716) 694-0336
Telephone Number

08/29/2019
Date of Certification

Richard Ertel
Name

Partner
Title

36 Niagara Street
Official Address

(716) 694-0336
Official Telephone Number

VILLAGE OF Hamburg
Financial Comments
For the Fiscal Year Ending 2019

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2019

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, 2019

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.

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, 2019

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, 2019

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.

The Village reports the following major governmental funds:

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.

Additionally, the Village reports the following fiduciary fund type that is used to account for assets held by the Village in a custodial capacity:

Agency Fund - used to account for money and property received and held in the capacity of custodian or agent. The Agency Fund is custodial in nature and does not involve measurement of results and operations. Agency funds, such as payroll withholdings, are reported as liabilities.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

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.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2019

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

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

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.

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.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2019

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

Budgetary Data

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.

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.

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2019

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

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.

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, 2019

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, 2019

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>4,640,312</u>
Total deposits	<u>\$ 5,140,312</u>

VILLAGE OF HAMBURG, NEW YORK

**Notes to the Annual Update Document
May 31, 2019**

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

Accounts Receivable - Major revenues accrued by the Village at May 31, 2019 include the following:

General Fund	
National Fuel	\$ 8,503
NYSEG	7,959
Sprint	3,498
Other receivables	<u>4,567</u>
Total	<u><u>\$ 24,527</u></u>

Due From Other Governments - Major other government revenues accrued by the Village at May 31, 2019 include the following:

General Fund	
Erie County - Sales Tax	\$ 281,703
Mortgage Tax	42,534
Creekbend Shelter	42,000
DOT Feasibility Study	37,500
Misc. Reimbursement	30,000
Fines and Fees	9,745
Seat Belt Grant	<u>5,363</u>
Total	<u><u>\$ 448,845</u></u>

Capital Projects Fund	
Community Playground	\$ 250,000
NYS Housing Grant	<u>225,000</u>
Total	<u><u>\$ 475,000</u></u>

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2019

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	\$ 133,645	\$ 386	\$ 568,304	\$ 832,788
Enterprise Fund	-	132,535	26,000	-
Water Fund	-	-	25,619	-
Capital Projects Fund	93,389	91,499	786,170	563,416
Trust and Agency Fund	386	-	-	9,889
Total	<u>\$ 227,420</u>	<u>\$ 224,420</u>	<u>\$ 1,406,093</u>	<u>\$ 1,406,093</u>

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2019

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, 2019

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>
2019	\$ 313,372	\$ 282,439
2018	327,232	307,708
2017	317,027	299,679

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, 2019**

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

Bond anticipation notes payable – The Village paid off \$550,000 of the outstanding BANs resulting in an ending BAN balance of \$2,453,000. Proceeds from these BANs are to be used for capital projects.

Long-term Debt – At May 31, 2019, the total outstanding indebtedness of the Village aggregated \$5,160,000. This is comprised of Serial Bonds totaling \$5,650,000.

The following is a summary of changes in long-term liabilities for the year ended May 31, 2019

	Balance May 31, 2018	Additions	Deletions	Balance May 31, 2019
Net pension liability	\$ 5,650,000	\$ -	\$ 490,000	\$ 5,160,000
Compensated absences	1,058,995	-	36,477	1,022,518
Net pension liability	646,328	521,981	-	1,168,309
OPEB liability	18,887,545	-	1,061,398	17,826,147
LOSAP liability	3,554,814	-	194,323	3,360,491
Long term debt	\$ 29,797,682	\$ 521,981	\$ 1,782,198	\$ 28,537,465

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, 2019**

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 2003	7/15/03	\$ 1,905,000	3.50-3.60	7/15/20	\$ 110,000
Public Improvements 2010	2/1/10	1,705,000	2.00-5.00	5/31/28	1,540,000
Roads 2013	7/18/13	2,015,000	2.25-3.50	7/15/27	1,295,000
Sewer 2014	7/2/14	2,576,468	1.82-4.30	5/1/44	2,215,000
Total					<u>\$ 5,160,000</u>

The following table summarizes the Village's future debt service requirements for serial bonds as of May 31, 2019:

Year Ending	Principal	Interest
2020	\$ 500,000	\$ 139,573
2021	395,000	127,895
2022	400,000	119,974
2023	405,000	106,555
2024	415,000	92,343
2025-2029	1,590,000	263,156
2030-2034	435,000	132,868
2035-2039	480,000	88,225
2040-2044	540,000	35,306
	<u>\$ 5,160,000</u>	<u>\$ 1,105,895</u>

VILLAGE OF HAMBURG, NEW YORK

**Notes to the Annual Update Document
May 31, 2019**

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 \$526,781 for ERS and \$641,528 for PFRS, for a grand total of \$1,168,309.

OPEB liability – This amount represents future obligations for health care benefits owed to employees upon their retirement. The OPEB liability at December 31, 2019 was \$17,826,147 (\$18,887,545 for 2018).

Compensated Absences – This amount represents the value of earned and unused portion of the liability for compensated absences. At May 31, 2019, the balance is \$1,022,518 (\$1,058,995 for 2018).

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2019

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

Fund Equity

The following table presents fund balances by fund by category as of May 31, 2019:

	<u>General Fund</u>	<u>Enterprise Fund</u>	<u>Sewer Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
Non-spendable	\$ 410,434	\$ -	\$ -	\$ -	\$ 410,434
Restricted:					
Insurance	272,733	-	-	-	272,733
Capital	1,170,838	-	-	-	1,170,838
Debt	554,832	-	-	-	554,832
Assigned	956,991	-	8	-	956,999
Unassigned	4,470,952	(54,617)	-	(1,050,261)	3,366,074
Total	<u>\$ 7,836,780</u>	<u>\$ (54,617)</u>	<u>\$ 8</u>	<u>\$ (1,050,261)</u>	<u>\$ 6,731,910</u>

VILLAGE OF HAMBURG, NEW YORK

**Notes to the Annual Update Document
May 31, 2019**

Note 3 - Capital Assets

Capital asset activity for the year ended May 31, 2019 is as follows:

	Balance June 1, 2018	Increases	Decreases	Balance May 31, 2019
Capital assets, not being depreciated:				
Land	\$ 1,774,805	\$ -	\$ -	\$ 1,774,805
Construction in progress	2,427,298	2,063,752	-	4,491,050
Total capital assets, not being depreciated	4,202,103	2,063,752	-	6,265,855
Capital assets being depreciated:				
Buildings and improvements	4,185,654	-	-	4,185,654
Machinery and equipment	6,136,019	107,817	-	6,243,836
Infrastructure	39,855,035	-	-	39,855,035
Total capital assets, being depreciated	50,176,708	107,817	-	50,284,525
Less: accumulated depreciation for:				
Buildings and improvements	1,369,758	42,080	-	1,411,838
Machinery and equipment	4,177,069	273,643	-	4,450,712
Infrastructure	16,157,212	534,111	-	16,691,323
Total accumulated depreciation	21,704,039	849,834	-	22,553,873
Total capital assets, being depreciated, net	28,472,669	(742,017)	-	27,730,652
Total capital assets, net	\$ 32,674,772	\$ 1,321,735	\$ -	\$ 33,996,507

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document May 31, 2019

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, 2019

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, 2018 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><u>102</u></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, 2019

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, 2018 measurement date was determined using an actuarial valuation as of that date.

Actuarial assumptions – The total pension liability in the December 31, 2018 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, 2018. 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, 2019

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, 2019, the following employees were covered by the benefit terms:

Active not eligible to retire	38
Active and eligible to retire	15
Retired and surviving spouses	39
Retiree spouses covered	<u>24</u>
Total employees	<u><u>116</u></u>

Total OPEB Liability

The Village's total OPEB liability of \$17,826,147 was measured as of February 28, 2019 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	3.72%
Long term bond rate	3.72%
Salary increases	3.37%
Healthcare cost trend rates	6.20% decreasing to 4.23%

VILLAGE OF HAMBURG, NEW YORK

Notes to the Annual Update Document
May 31, 2019

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, 2018	<u>\$ 18,887,545</u>
Changes for the year:	
Service cost	152,243
Interest	684,484
Changes in benefit terms	-
Differences between expected and actual experience	(1,305,303)
Changes in assumptions or other inputs	46,868
Benefit payments	<u>(639,690)</u>
Net changes	<u>(1,061,398)</u>
Balance at May 31, 2019	<u>\$ 17,826,147</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.72 percent in 2018 to 3.70 percent in 2019.

The Salary Scale changed from 3.37% to 3.36% in 2019.

VILLAGE OF HAMBURG, NEW YORK

**Notes to the Annual Update Document
May 31, 2019**

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 - Subsequent Events

The Village has evaluated events and transactions for potential recognition or disclosure in the financial statements through August 31, 2019, the date the Annual Update Document was available to be issued.

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