

## PRELIMINARY OFFICIAL STATEMENT

### NEW ISSUE

### BOND ANTICIPATION NOTES

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

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

# \$6,000,000

## VILLAGE OF FRANKFORT

### HERKIMER COUNTY, NEW YORK

#### GENERAL OBLIGATIONS

### \$6,000,000 Bond Anticipation Notes, 2024 Series B

(referred to hereinafter as the "Notes")

**Dated: April 1, 2024**

**Due: March 19, 2025**

The Notes are general obligations of the Village of Frankfort, Herkimer County, New York (the "Village"), all the taxable real property within which is subject to the levy of ad valorem taxes to pay the Notes and interest thereon, subject to applicable statutory limitations. See "NATURE OF THE OBLIGATION" and "TAX LEVY LIMITATION LAW" herein.

**The Notes will be subject to redemption prior to maturity on or after June 19, 2024 upon 20 days' written notice.**

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

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

The Notes are offered when, as and if issued and received by the purchaser(s) and subject to the receipt of an approving legal opinion as to the validity of the Notes of Orrick, Herrington & Sutcliffe LLP, New York, New York, Bond Counsel to the Village. It is anticipated that the Notes will be available for delivery through the facilities of DTC located in Jersey City, New Jersey, or as agreed upon with the purchaser(s), on or about April 1, 2024.

**ELECTRONIC BIDS for the Notes must be submitted via Fiscal Advisors Auction website ("Fiscal Advisors Auction") accessible via [www.fiscaladvisorsauction.com](http://www.fiscaladvisorsauction.com) on March 20 2024 until 10:30 A.M., Prevailing Time, pursuant to the Notice of Sale. No other form of electronic bidding services will be accepted. No bid will be received after the time for receiving bids specified above. Bids may also be submitted by facsimile at (315) 930-2354. Once the bids are communicated electronically via Fiscal Advisors Auction or facsimile to the Village, each bid will constitute an irrevocable offer to purchase the Notes pursuant to the terms provided in the Notice of Sale.**

March 13, 2024

THE VILLAGE DEEMS THIS OFFICIAL STATEMENT TO BE FINAL FOR PURPOSES OF SECURITIES AND EXCHANGE COMMISSION RULE 15c2-12 (THE "RULE"), EXCEPT FOR CERTAIN INFORMATION THAT HAS BEEN OMITTED HEREFROM IN ACCORDANCE WITH SAID RULE AND THAT WILL BE SUPPLIED WHEN THIS OFFICIAL STATEMENT IS UPDATED FOLLOWING THE SALE OF THE OBLIGATIONS HEREIN DESCRIBED. THIS OFFICIAL STATEMENT WILL BE SO UPDATED UPON REQUEST OF THE SUCCESSFUL BIDDER(S), AS MORE FULLY DESCRIBED IN THE NOTICE OF SALE WITH RESPECT TO THE OBLIGATIONS HEREIN DESCRIBED. THE VILLAGE WILL COVENANT IN AN UNDERTAKING TO PROVIDE NOTICE OF CERTAIN MATERIAL EVENTS AS DEFINED IN THE RULE. SEE "APPENDIX – C, MATERIAL EVENT NOTICES" HEREIN.

# VILLAGE OF FRANKFORT

## HERKIMER COUNTY, NEW YORK

### VILLAGE OFFICIALS

RICHARD D. ADAMS, JR.

Mayor

PEGGY HUSNAY-MANEEN

Deputy Mayor

### TRUSTEES

JUSTIN SMITHSON

JAMES CIALOA

MARK HARRIS

\* \* \* \* \*

KARLEE TAMBURRO

Village Clerk

MARY JANE VREDENBURG

Village Treasurer

CORY ZENNAMO, ESQ.

Village Attorney



FISCAL ADVISORS & MARKETING, INC.

Municipal Advisor



ORRICK, HERRINGTON & SUTCLIFFE LLP

Bond Counsel

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

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PREPARED WITH ASSISTANCE FROM:



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**OFFICIAL STATEMENT**  
**OF**  
**VILLAGE OF FRANKFORT**  
**HERKIMER COUNTY, NEW YORK**

**RELATING TO**  
**\$6,000,000 Bond Anticipation Notes, 2024 Series B**

This Official Statement, which includes the cover page, has been prepared by the Village of Frankfort, Herkimer County, New York (the "Village," "County," and "State," respectively), in connection with the sale by the Village of \$6,000,000 Bond Anticipation Notes, 2024 Series B (hereinafter referred to as the "Notes").

The factors affecting the Village's financial condition and the Notes are described throughout this Official Statement. Inasmuch as many of these factors, including economic and demographic factors, are complex and may influence the Village's tax base, revenues, and expenditures, this Official Statement should be read in its entirety, and no one factor should be considered more or less important than any other by reason of its relative position in this Official Statement.

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

**NATURE OF THE OBLIGATION**

Each Note when duly issued and paid for will constitute a contract between the Village and the holder thereof.

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

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

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

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

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

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

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

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

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

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

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

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## THE NOTES

### Description of the Notes

The Notes are general obligations of the Village, and will contain a pledge of its faith and credit for the payment of the principal of and interest on the Notes as required by the Constitution and laws of the State (State Constitution, Art. VIII, Section 2; Local Finance Law, Section 100.00). All the taxable real property within the Village is subject to the levy of ad valorem taxes to pay the Notes and interest thereon, subject to applicable statutory limitations. See “TAX LEVY LIMITATION LAW” herein.

The Notes will be dated April 1, 2024 and will mature on March 19, 2025. The Notes will be issued as registered notes (i) in the name of the purchaser, in denominations of \$5,000 each or multiples thereof, as may be determined by the successful bidder or (ii) at the option of the purchaser(s), registered in the name of Cede & Co. as nominee of DTC, which will act as the securities depository for the Notes. See “BOOK-ENTRY-ONLY SYSTEM” herein.

### Optional Redemption

The Notes will be subject to redemption prior to maturity on or after June 19, 2024 upon 20 days’ written notice. The Village anticipates that the Notes will be redeemed with short-term financing through the New York State Environmental Facilities Corporation.

### Purpose of Issue

The Notes are being issued pursuant to the Constitution and statutes of the State including among others, the Village Law, the Local Finance Law and a bond resolution adopted by the Board of Trustees of the Village on April 23, 2020, authorizing the issuance of \$8,500,000 serial bonds of the Village for the construction of water supply and distribution system improvements in and for the Village. As of the date of this Official Statement, the Village is in the process of issuing \$510,000 bond anticipation notes, which are anticipated to be issued on March 19, 2024, and which will redeem and partially renew \$515,000 currently outstanding bond anticipation notes maturing on March 20, 2024. The proceeds of the Notes will provide \$6,000,000 in additional new money for the aforementioned purpose. The Village anticipates ultimately financing the project through New York State Environmental Facilities Corporation (EFC).

## BOOK-ENTRY-ONLY SYSTEM

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

DTC, a limited-purpose trust company organized under the New York Banking Law, is a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.6 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments from over 100 countries that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC, in turn, is owned by a number of Direct Participants of DTC and Members of the National Securities Clearing Corporation, Government Securities Clearing Corporation, MBS Clearing Corporation, and Emerging Markets Clearing Corporation, (NSCC, GSCC, MBSCC, and EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange LLC, and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has Standard & Poor’s highest rating: AAA. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at [www.dtcc.com](http://www.dtcc.com).

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

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

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Notes may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Notes, such as redemptions, tenders, defaults, and proposed amendments to the Note documents. For example, Beneficial Owners of Notes may wish to ascertain that the nominee holding the Notes for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them. Redemption proceeds, distributions, and dividend payments on the Notes will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Village on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC nor its nominee or the Village, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Village, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

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

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

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

Source: The Depository Trust Company.

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

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

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

#### **Certificated Notes**

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

The Notes will be issued in registered form in denominations of \$5,000 or integral multiples thereof. Principal of and interest on the Notes will be payable at a principal corporate trust office of a bank or trust company located and authorized to do business in the State of New York to be named as fiscal agent by the Village. The Notes will remain subject to redemption prior to their stated final maturity date. (See "Optional Redemption" herein.)

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## THE VILLAGE

### General Information

The Village of Frankfort is situated in central New York State, in the southern sector of Herkimer County. The City of Utica is located approximately 5 miles to the west and the City of Little Falls is approximately 11 miles to the east. Major highways serving the Village include Interstate 90 and New York State Route 5.

The Village encompasses approximately 1.0 square miles and has an estimated population of 2,320. The character of the Village is primarily residential with the majority of homes being single family. Commercial activity in the Village is centered in and around Main Street.

Transportation is provided to and from the Village by New York State Route 5 and Interstate 90. Major airline service is provided at the Syracuse Hancock International Airport, which is located about 55 miles to the west of the Village, as well as the Oneida County Airport, which is located approximately 15 miles to the west.

Electricity is supplied throughout the Village by the Village's municipal power facility. The Village maintains its own water supply and distribution system, primarily supported from user charges. Sanitary sewage collection and treatment facilities have been constructed within the Village. Police protection is provided by the New York State Police, the Town of Frankfort Police Department and the Village Police. The Frankfort Volunteer Fire Department and other various local fire units provide fire protection.

M&T Bank has an office within the Village. Other financial institutions may be found in the greater Utica metropolitan area.

Source: Village officials.

### Population Trends

<u>Year</u>	<u>Village of Frankfort</u>	<u>Herkimer County</u>	<u>New York State</u>
1970	3,305	67,407	18,236,882
1980	2,995	66,714	17,558,072
1990	2,693	65,797	17,990,455
2000	2,537	64,427	18,976,457
2010	2,598	64,519	19,378,102
2020	2,320	60,139	20,201,249
2021	2,296	59,822	19,677,151
2022	N/A	59,288	19,673,200

Note: 2022 data for the Village is not available as of the date of this Official Statement.

Source: U.S. Census Bureau.

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## Major Employers

The larger employers listed below are all within close proximity to the Village and many residents find employment opportunities at these various businesses:

<u>Name of Employer</u>	<u>Type of Business</u>	<u>Approximate Number of Employees</u>
Oneida Indian Nation	Tourism	4,500
Mohawk Valley Health System	Healthcare	4,300
Bassett Healthcare	Healthcare	4,267
County of Oneida	Government	1,700
Upstate Cerebral Palsy	Social Services	1,670
Utica City School District	Education	1,522
Metlife Inc.	Insurance/Finance	1,300
Resource Center for Independent Living	Social Services	1,250
Air Force Research Lab	Research & Development	1,164
Utica National Insurance Group	Insurance/Finance	1,149
BNY Mellon	Insurance/Finance	1,140
Defense Finance and Accounting Service	Insurance/Finance	1,100
Colgate University	Education	1,045
Rome City School District	Education	1,035
Indium Corporation	Manufacturing	946
Utica University	Education	806
City of Rome	Government	814
Wal-Mart Stores Distribution Center	Warehousing/Transportation	775
The Masonic Care Community of NY	Healthcare	740
Hamilton College	Education	725
Bank of America	Insurance/Finance	700
Rome Memorial Hospital, Inc.	Healthcare	688
NYS Dept of Corrections	Government	672
Mohawk Valley Community College	Education	650
Briggs & Stratton	Manufacturing	647
The Arc, Oneida-Lewis Chapter	Social Services	637
Tractor Supply Co.	Distribution	615
City of Utica	Government	550
Charles T. Sitrin Health Care Center	Healthcare	514
ConMed	Manufacturing	509
Whitesboro Central School District	Education	487
Excellus BCBS	Insurance/Finance	467
Fiber Instrument Sales	Manufacturing	425
SUNY Polytechnic Institute	Education	409
LutheranCare	Healthcare	400
Slocum-Dickson Medical Group	Healthcare	400
Central Valley Central School District	Education	395
Camden Central School District	Education	391
Family Dollar	Warehousing/Transportation	379
Herkimer ARC	Social Services	375
New Hartford Central School District	Education	361
Human Technologies	Social Services	330
Revere Copper	Manufacturing	325
AmeriCU	Financial Services	325
Wolfspeed Inc.	Manufacturing	316
Valley Health Services	Healthcare	310
Remington Arms	Manufacturing	300
Special Metals Corp	Manufacturing	266
Amazon Distribution Center	Distribution	250
Presbyterian Home for Central New York	Healthcare	229

In addition to the above, the Federal, State and County governments and school districts in the Utica-Rome MSA employ approximately 22,700 people.

Source: Mohawk Valley Economic Development Growth Enterprises Corporation (EDGE) and Village officials.

## Unemployment Rate Statistics

Unemployment statistics are not available for the Village as such. The smallest area for which such statistics are available (which includes the Village) is the County of Herkimer. The information set forth below with respect to the County and the State of New York is included for informational purposes only. It should not be inferred from the inclusion of such data in this Official Statement that the County or State, are necessarily representative of the Village, or vice versa.

	<u>Annual Averages</u>					
	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Herkimer County	5.7%	4.9%	4.7%	7.9%	5.8%	3.9%
New York State	4.6%	4.1%	3.8%	9.9%	7.0%	4.3%

	<u>2023 Monthly Figures</u>											
	<u>Jan</u>	<u>Feb</u>	<u>Mar</u>	<u>April</u>	<u>May</u>	<u>June</u>	<u>July</u>	<u>Aug</u>	<u>Sept</u>	<u>Oct</u>	<u>Nov</u>	<u>Dec</u>
Herkimer County	5.4%	4.8%	4.3%	3.2%	3.2%	3.3%	3.2%	3.6%	3.2%	3.6%	3.9%	4.9%
New York State	4.6%	4.5%	4.0%	3.7%	3.8%	4.2%	4.1%	4.4%	4.0%	4.4%	4.0%	4.4%

Note: Unemployment rates for the months of January through March of 2024 are not available as of the date of this Official Statement.

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

## Selected Wealth and Income Indicators

Per capita income statistics are available for the Village, County and State. Listed below are select figures from the 2006-2010 and 2016-2020 Census reports and the 2018-2022 available Census data.

	<u>Per Capita Income</u>			<u>Median Family Income</u>		
	<u>2006-2010</u>	<u>2016-2020</u>	<u>2018-2022</u>	<u>2006-2010</u>	<u>2016-2020</u>	<u>2018-2022</u>
Village of:						
Frankfort	\$ 19,425	\$ 28,887	\$ 31,779	\$ 48,208	\$ 50,750	\$ 51,458
County of:						
Herkimer	21,908	29,540	34,394	53,288	75,594	87,801
State of:						
New York	30,948	40,898	47,173	67,405	87,270	100,846

Source: U.S. Census Bureau, 2006-2010, 2016-2020, and 2018-2022 American Community 5-year estimates.

Note: The 2019-2023 estimates are not available as of this Official Statement.

## Form of Village Government

As prescribed by the Village Law, the chief executive officer of the Village is the Mayor who is elected for a term of four years and is eligible to succeed himself. He is also a member of the Board of Trustees. In addition to the Mayor, there are four Trustees who are elected for four-year terms. The terms are staggered so that the Mayor and two Trustees run for election in one year (even numbered year) and two Trustees run two years after (next even numbered year).

The Mayor appoints all Department Heads and non-elected officials with Board Approval.

## **Financial Organization**

The Village Treasurer is the chief fiscal officer and the accounting officer. It is the Village Treasurer's duty to receive, disburse and account for all financial transactions.

## **Budgetary Procedure**

The Treasurer serves as the Budget Officer and prepares the proposed budget each year, pursuant to the Laws of the State of New York, and a public hearing is held thereon. Subsequent to the public hearing revisions, if any, are made and the budget is then adopted by the Village Board of Trustees as its final budget for the coming fiscal year. The budget is not subject to referendum.

The Village voted to override its tax cap for the fiscal year ended May 31, 2024.

## **Investment Policy**

Pursuant to the statutes of the State of New York, the Village is permitted to invest only in the following investments: (1) special time deposits in, or certificates of deposits issued by a bank or trust company located and authorized to do business in the State of New York; (2) obligations of the United States of America; (3) obligations guaranteed by agencies of the United States of America where the payment of principal and interest is guaranteed by the United States of America; (4) obligations of the State of New York; (5) with the approval of the New York State Comptroller, tax anticipation notes and revenue anticipation notes issued by any New York municipality or district corporation, other than the Village; (6) obligations of a New York public benefit corporations which are made lawful investments in which the Village may invest pursuant to another provision of law; (7) certain certificates of participation issued on behalf of political subdivisions of the State of New York; and, (8) in the case of Village moneys held in certain reserve funds established pursuant to law, obligations issued by the Village. These statutes further require that all bank deposits, in excess of the amount insured under the Federal Deposit Insurance Act, be secured by either, a pledge of eligible securities, an eligible surety bond or an eligible letter of credit, as those terms are defined in the law.

Consistent with the above statutory limitations, it is the Village's current policy to invest only in: (1) certificates of deposit or time deposit accounts that are fully secured as required by statute, (2) obligations of the United States of America or (3) obligations guaranteed by agencies of the United States of America where the payment of principal and interest is guaranteed by the United States of America. In the case of obligations of the United States government, the Village may purchase such obligations pursuant to a written repurchase agreement that requires the purchased securities to be delivered to a third-party custodian.

## **State Aid**

The Village receives financial assistance from the State. In its budget for the 2023-2024 fiscal year, approximately 8.06% of the revenues of the Village are estimated to be received in the form of State aid. If the State should experience difficulty in borrowing funds in anticipation of the receipt of State taxes in order to pay State aid to municipalities and school districts in the State, including the Village, in any year, the Village may be affected by a delay in the receipt of State aid until sufficient State taxes have been received by the State to make State aid payments. Additionally, if the State should not adopt its budget in a timely manner, municipalities and school districts in the State, including the Village, may be affected by a delay in the payment of State aid.

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

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

## Employees

The Village provides services through approximately 45 employees. Some of the employees are represented by various unions as follows:

<u>Union</u>	<u>Approximate Number of Employees</u>	<u>Contract Expiration Date</u>
I.B.E.W. Local 43	5	May 31, 2025
I.B.E.W. Local 1249	5	December 31, 2024
Frankfort P.B.A.	4	May 31, 2026

Source: Village officials.

## Pension Payments

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

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

The PFRS is non-contributory with respect to members hired prior to January 8, 2010 (Tier 1, 2 & 3); members hired from January 9, 2010 through March 31, 2012 (Tier 5) must contribute 3% for their entire careers; members hired April 1, 2012 (Tier 6) or after will contribute between 3 and 6 percent for their entire careers based on their annual wage.

For both ERS & PFRS, Tier 5 provides for:

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

For both ERS & PFRS, Tier 6 provides for:

- Increase in contribution rates of between 3% and 6% based on annual wage
- Increase in the retirement age from 62 years to 63 years
- A readjustment of the pension multiplier
- A change in the period for final average salary calculation from 3 years to 5 years

The Village's payments to ERS and PFRS since the 2018-2019 fiscal year have been as follows:

<u>Fiscal Year</u>	<u>ERS</u>	<u>PFRS</u>
2018-2019	\$ 92,999	\$ 64,693
2019-2020	92,999	64,693
2020-2021	100,463	58,052
2021-2022	118,582	84,878
2022-2023	98,436	89,521
2023-2024 (Budgeted)	118,902	88,549

Source: Village officials.

Pursuant to various laws enacted between 1991 and 2002, the State Legislature authorized local governments to make available certain early retirement incentive programs to its employees. The Village does not have any early retirement incentives outstanding.

Historical Trends and Contribution Rates. Historically there has been a State mandate requiring full (100%) funding of the annual actuarially required local governmental contribution out of current budgetary appropriations. With the strong performance of the Retirement System in the 1990s, the locally required annual contribution declined to zero. However, with the subsequent decline in the equity markets, the pension system became underfunded. As a result, required contributions increased substantially to 15% to 20% of payroll for the employees' and the police and fire retirement systems, respectively. Wide swings in the contribution rate resulted in budgetary planning problems for many participating local governments.

A chart of average ERS and PFRS rates (2021 to 2025) is shown below:

<u>Year</u>	<u>ERS</u>	<u>PFRS</u>
2020-21	14.6%	23.5%
2021-22	16.2	24.4
2022-23	11.6	28.3
2023-24	13.1	27.0
2024-25	15.2	31.2

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

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

Stable Rate Pension Contribution Option. The 2013-14 Adopted State Budget included a provision that authorized local governments, including the Village, with the option to "lock-in" long-term, stable rate pension contributions for a period of years determined by the State Comptroller and ERS and PFRS. The pension contribution rates under this program would reduce near-term payments for employers, but require higher than normal contributions in later years.

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

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

### **Other Post-Employment Benefits**

*Healthcare Benefits.* School districts and boards of cooperative educational services, unlike other municipal units of government in the State, have been prohibited from reducing retiree health benefits or increasing health care contributions received or paid by retirees below the level of benefits or contributions afforded to or required from active employees since the implementation of Chapter 729 of the Laws of 1994. Legislative attempts to provide similar protection to retirees of other local units of government in the State have not succeeded as of this date. Nevertheless, many such retirees of all varieties of municipal units in the State do presently receive such benefits.

*OPEB.* Other Post-Employment Benefits ("OPEB") refers to "other post-employment benefits," meaning other than pension benefits, disability benefits and OPEB consist primarily of health care benefits, and may include other benefits such as disability benefits and life insurance. Until now, these benefits have generally been administered on a pay-as-you-go basis and have not been reported as a liability on governmental financial statements.

*GASB 75.* GASB has issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, effective for the year ending May 31, 2019. This Statement replaces the requirements of Statements No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, for OPEB. Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, establishes new accounting and financial reporting requirements for OPEB plans.

Under GASB 75, an actuarial valuation is required every 2 years for all plans, however, the Alternative Measurement Method continues to be available for plans with less than 100 members.

The Village has not contracted with an actuarial firm to prepare its post-retirement benefits valuation, and does not reasonably expect to do so in the foreseeable future.

The Village's unfunded actuarial accrued OPEB liability could have a material adverse impact upon the Village's finances and could force the Village to reduce services, raise taxes or both.

There is no authority in current State law to establish a trust account or reserve fund for this liability. The Village has reserved \$0 towards its OPEB liability. The Village funds this liability on a pay-as-you-go basis.

### **Other Information**

The statutory authority for the power to spend money for the objects or purposes, or to accomplish the objects or purposes is the Village Law and the Local Finance Law.

The Village has complied with the procedure for the validation of the Notes provided in Title 6 of Article 2 of the Local Finance Law.

No principal or interest upon any obligation of the Village is past due.

The fiscal year of the Village is June 1st to May 31<sup>st</sup>.

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

## **Financial Statements**

The Village does not retain an independent certified public accountant firm. The financial affairs of the Village are subject to annual audits by the State Comptroller. The Village's unaudited Annual Financial Report Update Document for the fiscal year ended May 31, 2022 is attached hereto as "APPENDIX – E". The Village's unaudited Annual Financial Report Document for the fiscal year ended May 31, 2023 is not unavailable as of the date of this Official Statement, and is anticipated to be filed to the Electronic Municipal Market Access (EMMA) system upon its availability. Certain unaudited financial information of the Village is included in the Appendices to this Official Statement.

The Village complies with the Uniform System of Accounts as prescribed for towns in New York State by the State Comptroller. This System differs from generally accepted accounting principles as prescribed by the American Institute of Certified Public Accountants' Industry Audit Guide, "Audits of State and Local Governmental Units", and codified in Government Accounting, Auditing and Financial Reporting (GAAFR), published by the Governmental Accounting Standards Board (GASB).

Beginning with the fiscal year ending December 31, 2003, the Village is required to issue its financial statements in accordance with GASB Statement No. 34. This statement includes reporting of all assets including infrastructure and depreciation in the Government Wide Statement of Activities, as well as the Management's Discussion and Analysis. The Village is currently in compliance with GASB 34.

## **New York State Comptroller Reports of Examination**

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

There are no recent State Comptroller's audits of the Village, nor are there any that are currently in progress or pending release.

Note: Reference to website implies no warranty of accuracy of information therein, and the website is not incorporated herein by reference.

## **State Comptroller Fiscal Stress Monitoring System**

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

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



The reports of the State Comptroller for the past three fiscal years of the Village are as follows:

<u>Fiscal Year Ending In</u>	<u>Stress Designation</u>	<u>Fiscal Score</u>
2022	Not Filed	---
2021	Not Filed	---
2020	No Designation	3.3

Source: Website of the Office of the New York State Comptroller.

Note: Reference to website implies no warranty of accuracy of information therein, and the website is not incorporated herein by reference. The Village's Fiscal Score for 2023 is not available as of the date of this Official Statement

## TAX INFORMATION

### Taxable Assessed Valuations

<u>Fiscal Year Ending May 31:</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Assessed Valuation	\$ 56,408,686	\$ 57,967,496	\$ 58,765,011	\$ 58,961,520	\$ 60,009,292
New York State Equalization Rate	68.00%	64.50%	61.40%	58.00%	51.00%
Total Taxable Full Valuation	\$ 82,953,950	\$ 89,872,087	\$ 95,708,487	\$ 101,657,793	\$ 117,665,278

Source: Village officials.

### Tax Rate Per \$1,000 (Assessed)

<u>Fiscal Year Ending May 31:</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
	\$ 18.34	\$ 18.61	\$ 18.85	\$ 19.60	\$ 21.18

Source: Village officials.

### Tax Collection Procedure

Tax payments are due on June 1 to and including June 30 in each year without penalty. Taxes paid from July 1 to July 31 are subject to a 5% penalty and an additional 1% for each month or fraction thereof thereafter. Taxes remaining unpaid on November 1 are sold to the County. The Village receives the amount of uncollected taxes from the County by the following April, thereby assuring 100% collection annually.

### Tax Levy and Tax Collection Record

<u>Fiscal Year Ending May 31:</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Total Tax Levy	\$ 1,034,264	\$ 1,078,786	\$ 1,107,844	\$ 1,155,645	\$ 1,270,997
Amount Uncollected <sup>(1)</sup>	-	-	-	-	-
% Uncollected	0.00%	0.00%	0.00%	0.00%	0.00%

<sup>(1)</sup> See "Tax Collection Procedure" for County payment to Village of unpaid taxes. The Village is made whole by the County for all unpaid taxes.

Source: Village officials.

## Constitutional Tax Margin

Computation of Constitutional Tax Margin for fiscal years ending May 31, 2022 through 2024:

<u>Fiscal Year Ending May 31:</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Five Year Average Full Valuation.....	\$ 97,571,519	\$ 86,289,368	\$ 82,753,998
Tax Limit - (2.0%).....	1,951,430	1,725,787	1,655,080
Total Levy	1,270,997	1,155,646	1,107,843
Less: Exclusions From Limit.....	117,277	151,313	210,172
Net Tax Margin.....	\$ 1,153,720	\$ 1,004,333	\$ 897,671
Tax Margin.....	797,710	721,454	757,409
% Tax Power Exhausted.....	59.12%	58.20%	54.24%

Source: Village officials.

## Ten Larger Taxpayers 2023-2024 Assessment Roll

<u>Name</u>	<u>Type</u>	<u>Assessed Valuation</u>
CPI Frankfort I LLC	Manufacturing	\$ 2,000,000
National Grid	Utility	833,448
Turbo Machined Products LLC	Manufacturing	797,400
Polus Holding LLC	Manufacturer/Residential	570,100
Precision Polish LLC	Manufacturing	564,100
Streamside Associates	Government Sub Low Income Housing	525,000
EDPO LLC	Utility/Energy Products	401,800
Grandview Associates	Government Sub Low Income Housing	393,750
Brown's Feed	Feed Sales	387,300
Murdock Channing	Commercial Warehouse	347,800

The ten larger taxpayers, listed above, have a total taxable assessed valuation of \$6,820,698, which represents 5.80% of the tax base of the Village for the 2023-2024 fiscal year.

As of the date of this Official Statement, the Village currently does not have any pending or outstanding tax certioraris that are known to have a material impact on the Village.

Source: Village tax rolls.

## Assessment Information

Real property in the Village is assessed by the Town.

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

The assessment roll of the Village is constituted approximately as follows: 65% Residential and 35% Commercial.

The total property tax bill of a typical residence with a market value of \$50,000 is estimated to be \$3,000 including County, Village (\$885) and School District taxes.

## TAX LEVY LIMITATION LAW

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

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

The Tax Levy Limitation Law does not contain an exception from the levy limitation for the payment of debt service on either outstanding general obligation debt of municipalities or such debt incurred after the effective date of the Tax Levy Limitation Law (June 24, 2011).

In addition, the Court of Appeals in the case has held that the payment of debt service on outstanding general obligation bonds and notes takes precedence over fiscal emergencies and the police power of municipalities.

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

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

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

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

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

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

## **STATUS OF INDEBTEDNESS**

### **Constitutional Requirements**

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

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

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

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

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

### **Statutory Procedure**

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

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

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

- (1) Such obligations are authorized for a purpose for which the Village is not authorized to expend money, or
- (2) There has not been substantial compliance with the provisions of law which should have been complied with in the authorization of such obligation and an action contesting such validity is commenced within twenty days after the date of such publication, or
- (3) Such obligations are authorized in violation of the provisions of the Constitution.

The Village complies with this estoppel procedure. It is a procedure that is recommended by Bond Counsel, but it is not an absolute legal requirement.

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

The Village Board of Trustees, as the finance board of the Village, has the power to enact bond resolutions. In addition, such finance board has the power to authorize the sale and issuance of obligations. However, such finance board may, and generally does, delegate the power to sell the obligations to the Village Treasurer, the chief fiscal officer of the Village, pursuant to the Local Finance Law.

Each bond resolution also authorizes the issuance of bond anticipation notes prior to the issuance of serial bonds. Statutory law in New York, permits notes to be renewed each year provided that principal is amortized and provided that such renewals do not (with certain exceptions) extend five years beyond the original date of borrowing. However, notes issued in anticipation of the sale of serial bonds for assessable improvements are not subject to such five-year limit and may be renewed subject to annual reductions of principal for the entire period of probable usefulness of the purpose for which such notes were originally issued.

In general, the Local Finance Law contains provisions providing the Village with power to issue certain other short-term general obligation indebtedness including revenue and tax anticipation notes, deficiency notes and budget notes. (See “Details of Outstanding Indebtedness” herein.)

#### Debt Outstanding End of Fiscal Year

<u>Fiscal Year Ending May 31<sup>st</sup>:</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Bonds	\$ 1,401,800	\$ 1,213,200	\$ 1,034,600	\$ 910,000	\$ 800,000
Bond Anticipation Notes	382,258	128,630	525,000	2,000,000	1,990,000
EFC Financing <sup>(1)</sup>	3,907,887	3,777,617	3,647,347	3,517,077	3,387,020
Other Debt <sup>(2)</sup>	<u>476,850</u>	<u>356,821</u>	<u>275,388</u>	<u>0</u>	<u>0</u>
Totals	<u>\$ 6,168,795</u>	<u>\$ 5,476,268</u>	<u>\$ 5,482,335</u>	<u>\$ 6,427,077</u>	<u>\$ 5,677,020</u>

<sup>(1)</sup> Represents financing through the Environmental Facilities Corporation (“EFC”) for the Sewer Project. See “Capital Project Plans” herein.

<sup>(2)</sup> Represents installment purchase debt.

#### Details of Outstanding Indebtedness

The following table sets forth the indebtedness of the Village as of March 13, 2024:

<u>Type of Indebtedness</u>	<u>Maturity</u>	<u>Amount Outstanding</u>
<u>Bond</u>	2024-2031	\$ 690,000
<u>EFC Financing</u>	2024-2049	3,387,020
<u>Bond Anticipation Notes</u>		
Water Supply & Distribution Improvements	March 20, 2024	515,000 <sup>(1)</sup>
Bridge Replacement/Improvements & Moyer Creek Bank Stabilization	November 20, 2024	485,000
Bridge Replacement/Improvements & Moyer Creek Bank Stabilization	November 20, 2024	<u>935,000</u>
Total Indebtedness		<u>\$ 6,012,020</u>

<sup>(1)</sup> To be redeemed and partially renewed at maturity with available funds and the proceeds of \$510,000 Bond Anticipation Notes anticipated to be issued on March 19, 2024.

## Debt Statement Summary

Statement of Indebtedness, Debt Limit and Net Debt-Contracting Margin as of March 13, 2024:

Five-Year Average Full Valuation .....	\$ 97,571,519
Debt Limit – 7% thereof.....	6,830,006

### Inclusions:

Bonds.....	\$ 690,000	
EFC Long-Term Financing .....	3,387,020	
Bond Anticipation Notes .....	<u>1,935,000</u>	
Total Inclusions.....		\$ <u>6,012,020</u>

### Exclusions:

Water Indebtedness <sup>(1)</sup> .....	\$ 515,000	
Sewer Indebtedness EFC <sup>(2)</sup> .....	3,387,020	
Appropriations <sup>(3)</sup> .....	<u>0</u>	
Total Exclusions .....		\$ <u>3,902,020</u>

Total Net Indebtedness ..... \$ 2,110,000

Net Debt-Contracting Margin..... \$ 4,720,006

The percent of debt contracting power exhausted is..... 30.89%

- (1) Water Debt is excluded pursuant to Article VIII, Section 5B of the New York State Constitution.
- (2) Sewer Debt is excluded pursuant to Section 124.10 of the Local Finance Law. The Village was granted a sewer debt exclusion by the New York State Office of the State Comptroller on May 1, 2017.
- (3) Appropriations are excluded pursuant to Section 136.00 of the Local Finance Law.

## Bonded Debt Service

A schedule of Bonded Debt Service may be found in “APPENDIX – B” to this Official Statement.

## Capital Project Plans

The Village recently completed a Sewer Project funded through the Environmental Facilities Corporation (“EFC”) financing with grant monies and a zero-interest loan. The Village will be undergoing a bridge improvement project for the West Main St. Bridge. The project began in the spring of 2021. The anticipated cost of the project is \$4,942,185. Funding will be achieved through the Bridge New York program. The Bridge New York program is a reimbursement program whereby the Village pays for the project and is then reimbursed by the Bridge New York program. In order to provide sufficient cash flow for the project, the Village may issue bond anticipation notes for expenses related to this project and redeem such bond anticipation notes upon receipt of reimbursements from the Bridge New York program.

Due to a flooding event in the Village on October 31, 2019 the Village is in the process of completing several recovery projects with the Federal Emergency Management Agency (“FEMA”). The total estimated cost of the recovery projects is \$1,622,259. The Village anticipates receiving \$1,212,944 in Federal grants to finance the recovery projects. Dependent on the cash flow needs of the Village, the Village may issue bonds or bond anticipation notes for the costs of the project above the Federal grants received.

The Village Board has approved a water project with a cost of \$8.5 million. The Village anticipates funding the project through short and/or long-term financing through EFC. As of the date of this Official Statement, \$515,000 bond anticipation notes of the Village are outstanding for this purpose, which mature on March 20, 2024. On March 19, 2024, the Village anticipates issuing \$510,000 bond anticipation notes to redeem and partially renew the bond anticipation notes maturing on March 20, 2024. The proceeds of the Notes will provide \$6,000,000 in additional new money for the aforementioned purpose.

The Village authorized the issuance of \$6,469,274 serial bonds for various capital improvements in and for the Village on October 18, 2021. The Village issued \$935,000 bond anticipation notes on November 20, 2023, of which \$740,000 was issued for the purpose of bridge improvement and replacement, and \$195,000 was issued for the purpose of Moyer Creek bank stabilization. In addition on November 20, 2023, the Village issued \$485,000 bond anticipation notes, of which \$345,000 was issued for the purpose of bridge improvement and replacement, and \$140,000 was issued for the purpose of Moyer Creek bank stabilization. Said bond anticipation notes mature on November 20, 2024.

The Village anticipates the financing of a ladder truck for the volunteer fire department of the Village at an estimated cost of \$1.4 million.

There are presently no other capital projects authorized and unissued by the Village nor are any contemplated as of the date of this Official Statement.

### Cash Flow Borrowings

The Village has not issued revenue or tax anticipation notes within the past five fiscal years, and has no plans to issue revenue or tax anticipation notes in the foreseeable future.

### Estimated Overlapping Indebtedness

In addition to the Village, the following political subdivisions have the power to issue obligations and to levy taxes or cause taxes to be levied on taxable real property in the Village. Estimated bonds and bond anticipation notes are listed as of the respective municipalities.

<u>Municipality</u>	<u>Status of Debt as of</u>	<u>Gross Indebtedness</u> <sup>(1)</sup>	<u>Estimated Exclusions</u>	<u>Net Indebtedness</u>	<u>Village Share</u>	<u>Applicable Indebtedness</u>
County of:						
Herkimer	12/31/2021	\$ 18,560,000	\$ - <sup>(2)</sup>	\$ 18,560,000	1.68%	\$ 311,808
Town of:						
Frankfort	12/31/2021	2,491,500	41,500 <sup>(2)</sup>	2,450,000	19.58%	479,710
School District:						
Frankfort-Schuyler	6/30/2022	5,370,000	4,645,050 <sup>(3)</sup>	724,950	25.31%	183,485
					Total:	<u>\$ 975,003</u>

(1) Bonds and bond anticipation notes are as of the close of the respective fiscal years, and are not adjusted to include subsequent bond or note sales, if any.

(2) Water and sewer debt and appropriations. Pursuant to the Local Finance Law, this indebtedness is excluded from the constitutional debt limit.

(3) Estimated state building aid.

Source: Comptroller's Special Report on Municipal Affairs for Local Finance Years Ended in 2021 and 2022.

### Debt Ratios

The following table sets forth certain ratios relating to the Village's net indebtedness as of March 13, 2024:

	<u>Amount</u>	<u>Per Capita</u> <sup>(a)</sup>	<u>Percentage of Full Value</u> <sup>(b)</sup>
Net Indebtedness <sup>(c)</sup> .....	\$ 2,110,000	\$ 918.99	1.79%
Net Plus Net Overlapping Indebtedness <sup>(d)</sup> .....	3,085,003	1,343.64	2.62

(a) The 2021 estimated population of the Village is 2,296. See "THE VILLAGE – Population Trends" herein.

(b) The Village's full value of taxable real estate for 2023-2024 is \$117,665,278. See "TAX INFORMATION – Taxable Assessed Valuations" herein.

(c) See "Debt Statement Summary" herein.

(d) Estimated net overlapping indebtedness is \$975,003. See "Estimated Overlapping Indebtedness" herein.

## **SPECIAL PROVISIONS AFFECTING REMEDIES UPON DEFAULT**

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

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

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

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

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

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

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

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

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



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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

## **MARKET AND RISK FACTORS**

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

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

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

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

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

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

### Cybersecurity

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

## TAX MATTERS

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

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

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

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

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

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

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

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

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

## **LEGAL MATTERS**

Legal matters incident to the authorization, issuance and sale of the Notes are subject to the approving legal opinion of Orrick, Herrington & Sutcliffe LLP, Bond Counsel. Bond Counsel expects to deliver such opinion at the time of issuance of the Notes substantially in the form set forth in "APPENDIX – D" hereto.

## **LITIGATION**

The Village is subject to a number of lawsuits in the ordinary conduct of its affairs. At the present time, there is no pending litigation that would have any impact on the Village's borrowing, or which would impact the tax base or the Village's financial position.

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

## **CONTINUING DISCLOSURE**

In order to assist the purchaser(s) in complying with Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended ("Rule 15c2-12"), the Village will enter into a Material Event Notices Certificate with respect to the Notes, the form of which is attached hereto as "APPENDIX – C."

## **Historical Compliance**

Except as mentioned below, the Village is in compliance in all material respects within the last five years with all previous undertakings made pursuant to the Rule 15c2-12:

- The Village failed to provide its unaudited Annual Financial Report Update Document (AUD) for the fiscal years ended May 31, 2022 and May 31, 2023 within the timelines stated in the Village's undertakings. Material event notices disclosing said failures to file were filed to EMMA on February 2, 2023 and February 26, 2024, respectively.

## **RATING**

The Notes are not rated. The purchaser(s) of the Notes may choose to request that a rating be assigned after the sale pending the approval of the Village and applicable rating agency, and at the expense of the purchaser(s), including any rating agency and other fees to be incurred by the Village, as such rating action may result in a material event notice to be posted to EMMA and/or the provision of a Supplement to the final Official Statement. (See “APPENDIX – C” herein).

S&P Global Ratings, a business unit of Standard & Poor’s Financial Services LLC (“S&P”) has assigned its underlying rating of “A” with a stable outlook to the Village’s outstanding bonds. A rating reflects only the view of the rating agency assigning such rating, and any desired explanation of the significance of such rating should be obtained from S&P, Public Finance Ratings, 55 Water Street, 38th Floor, New York, New York 10041, Phone: (212) 553-0038, Fax: (212) 553-1390.

Generally, rating agencies base their ratings on the information and materials furnished to it and on investigations, studies and assumptions by the respective rating agency. There is no assurance that a particular rating will apply for any given period of time or that it will not be lowered or withdrawn entirely if, in the judgment of the agency originally establishing the rating, circumstances so warrant. Any downward revision or withdrawal of the rating of the Bonds may have an adverse effect on the market price of the Bonds.

## **MUNICIPAL ADVISOR**

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

## **CUSIP IDENTIFICATION NUMBERS**

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

## **MISCELLANEOUS**

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

Statements in the Official Statement, and the documents included by specific reference, that are not historical facts are “forward-looking statements”, within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, and as defined in the Private Securities Litigation Reform Act of 1995, which involve a number of risks and uncertainties, and which are based on the Village management’s beliefs as well as assumptions made by, and information currently available to, the Village’s management and staff. Because the statements are based on expectations about future events and economic performance and are not statements of fact, actual results may differ materially from those projected. Important factors that could cause future results to differ include legislative and regulatory changes, changes in the economy, and other factors discussed in this and other documents that the Village’s files with the repositories. When used in Village documents or oral presentation, the words “anticipate”, “believe”, “intend”, “plan”, “foresee”, “likely”, “estimate”, “expect”, “objective”, “projection”, “forecast”, “goal”, “will”, or “should”, or similar words or phrases are intended to identify forward-looking statements.

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

Orrick, Herrington & Sutcliffe LLP, New York, New York, Bond Counsel to the Village, expresses no opinion as to the accuracy or completeness of information in any documents prepared by or on behalf of the Village for use in connection with the offer and sale of the Notes, including but not limited to, the financial or statistical information in this Official Statement.

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

Concurrently with the delivery of the Notes, the Village will furnish a certificate to the effect that as of the date of the Official Statement, the Official Statement did not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements herein, in the light of the circumstances under which they were made, not misleading, subject to limitation as to information in the Official Statement obtained from sources other than the Village, as to which no representation can be made.

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

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

The Village's contact information is as follows: Mary Jane Vredenburg, Village Treasurer, 110 Railroad Street, Suite 1, Frankfort, New York 13340, Phone: (315) 895-7651, Fax: (315) 894-0921, Email: [mjvredenburg@villageoffrankfortny.org](mailto:mjvredenburg@villageoffrankfortny.org).

This Official Statement has been duly executed and delivered by the Village Treasurer of the Village.

**VILLAGE OF FRANKFORT**

**Dated: March 13, 2024**

**MARY JANE VREDENBURG**  
**VILLAGE TREASURER**

**GENERAL FUND**

**Balance Sheets**

Fiscal Years Ending May 31:	<u><b>2018</b></u>	<u><b>2019</b></u>	<u><b>2020</b></u>	<u><b>2021</b></u>	<u><b>2022</b></u>
<u><b>ASSETS</b></u>					
Cash and Short-term Investments	\$ 655,145	\$ 757,370	\$ 685,554	\$ 496,964	\$ 982,732
Accounts Receivable	-	4,000	3,694	68,905	-
Taxes Receivable	-	-	-	-	7,291
Prepaid Expenses	-	-	-	-	-
State and Federal Aid Receivables	-	-	-	-	-
Due from Other Funds	-	35,410	68,212	54,190	-
Due from Other Governments	42,201	-	-	-	-
	<u>42,201</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 697,346</u></u>	<u><u>\$ 796,780</u></u>	<u><u>\$ 757,460</u></u>	<u><u>\$ 620,059</u></u>	<u><u>\$ 990,023</u></u>
<u><b>LIABILITIES AND FUND EQUITY</b></u>					
Accounts Payable	\$ 44,682	\$ -	\$ 25	\$ 63,958	\$ 18,502
Accrued Liabilities	25	25	-	-	-
Due to Other Funds	-	4,001	3,694	19,600	287,067
Deferred Revenues	145,000	150,000	150,000	-	-
Other Liabilities	-	600	601	(2,950)	125,065
	<u>-</u>	<u>600</u>	<u>601</u>	<u>(2,950)</u>	<u>125,065</u>
<b>TOTAL LIABILITIES</b>	<u>189,707</u>	<u>154,626</u>	<u>154,320</u>	<u>80,608</u>	<u>430,634</u>
<u><b>FUND EQUITY</b></u>					
Nonspendable	\$ -	\$ -	\$ 25,953	\$ -	\$ -
Assigned	146,690	122,725	89,873	47,453	172,769
Unassigned	360,949	519,429	487,314	491,998	386,620
	<u>360,949</u>	<u>519,429</u>	<u>487,314</u>	<u>491,998</u>	<u>386,620</u>
<b>TOTAL FUND EQUITY</b>	<u>507,639</u>	<u>642,154</u>	<u>603,140</u>	<u>539,451</u>	<u>559,389</u>
<b>TOTAL LIABILITIES &amp; FUND EQUITY</b>	<u><u>\$ 697,346</u></u>	<u><u>\$ 796,780</u></u>	<u><u>\$ 757,460</u></u>	<u><u>\$ 620,059</u></u>	<u><u>\$ 990,023</u></u>

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



**GENERAL FUND**

**Revenues, Expenditures and Changes in Fund Balance**

Fiscal Years Ending May 31:	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<b>REVENUES</b>					
Real Property Taxes	\$ 953,128	\$ 992,124	\$ 1,020,723	\$1,034,102	\$ 1,078,309
Real Property Tax Items	115,211	73,613	59,019	62,484	42,882
Non-Property Tax Items	193,456	200,407	213,088	221,506	224,685
Departmental Income	8,342	16,799	13,312	12,471	7,689
Intergovernmental Charges	201,790	197,477	220,909	244,039	202,330
Use of Money & Property	20,976	16,201	21,723	23,220	23,178
Licenses and Permits	141	72	48	-	762
Fines and Forfeitures	1,435	3,025	1,430	1,170	-
Sale of Property and Compensation for Loss	8,360	12,042	102,501	9,311	13,772
Interfund Revenues	8,848	23,362	28,304	73,581	72,565
Miscellaneous	24,064	40,000	40,000	40,000	13,333
Revenues from State Sources	57,263	122,190	274,561	67,414	135,674
Revenues from Federal Sources	3,381	8,771	95,565	-	-
Total Revenues	<u>\$ 1,596,395</u>	<u>\$ 1,706,083</u>	<u>\$ 2,091,183</u>	<u>\$1,789,298</u>	<u>\$ 1,815,179</u>
<b>EXPENDITURES</b>					
General Government Support	\$ 239,972	\$ 256,219	\$ 307,029	\$ 270,878	\$ 331,233
Public Safety	483,085	475,955	478,668	596,707	501,521
Health	490	520	260	810	560
Transportation	363,600	414,811	612,390	405,266	529,030
Economic Assistance	-	-	-	-	-
Culture and Recreation	21,483	20,179	33,843	26,140	25,755
Home and Community Services	5,834	5,656	7,127	43,932	10,437
Employee Benefits	326,704	326,937	314,614	315,104	310,894
Debt Service	171,989	105,093	219,441	430,276	286,549
Total Expenditures	<u>\$ 1,613,157</u>	<u>\$ 1,605,370</u>	<u>\$ 1,973,372</u>	<u>\$2,089,113</u>	<u>\$ 1,995,979</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (16,762)</u>	<u>\$ 100,713</u>	<u>\$ 117,811</u>	<u>\$ (299,815)</u>	<u>\$ (180,800)</u>
Other Financing Sources (Uses):					
Operating Transfers In	40,000	40,000	40,000	293,629	150,064
Operating Transfers Out	<u>(23,500)</u>	<u>(21,600)</u>	<u>(23,296)</u>	<u>(20,000)</u>	<u>(32,953)</u>
Total Other Financing	<u>16,500</u>	<u>18,400</u>	<u>16,704</u>	<u>273,629</u>	<u>117,111</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>(262)</u>	<u>119,113</u>	<u>134,515</u>	<u>(26,186)</u>	<u>(63,689)</u>
<b>FUND BALANCE</b>					
Fund Balance - Beginning of Year	388,788	388,526	507,639	642,154	603,140
Prior Period Adjustments (net)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(12,828)</u>	<u>-</u>
Fund Balance - End of Year	<u><u>\$ 388,526</u></u>	<u><u>\$ 507,639</u></u>	<u><u>\$ 642,154</u></u>	<u><u>\$ 603,140</u></u>	<u><u>\$ 539,451</u></u>

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

**GENERAL FUND**

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

Fiscal Years Ending May 31:	<b>2022</b>		<b>2023</b>	<b>2024</b>
	Adopted Budget	Actual	Adopted Budget	Adopted Budget
<b>REVENUES</b>				
Real Property Taxes	\$ 1,107,844	\$ 1,107,844	\$ 1,168,502	\$1,270,997
Real Property Tax Items	16,420	23,654	34,535	10,000
Non-Property Tax Items	214,000	258,432	274,181	269,100
Departmental Income	9,300	16,569	7,297	12,100
Intergovernmental Charges	221,000	223,714	243,623	230,000
Use of Money & Property	7,250	27,762	14,037	10,300
Licenses and Permits	100	21,044	1,752	550
Fines and Forfeitures	500	1,530	1,265	1,000
Sale of Property and Compensation for Loss	-	17,736	1,119	-
Miscellaneous	138,453	154,455	79,674	73,498
Interfund Revenues	-	40,505	40,000	40,000
Revenues from State Sources	204,762	158,981	124,193	168,111
Revenues from Federal Sources	-	-	73,710	-
Total Revenues	<u>\$ 1,919,629</u>	<u>\$ 2,052,226</u>	<u>\$ 2,063,888</u>	<u>\$2,085,656</u>
<b>EXPENDITURES</b>				
General Government Support	\$ 419,811	\$ 368,989	\$ 417,327	\$ 431,947
Public Safety	506,332	498,717	507,517	546,931
Health	500	850	460	500
Transportation	472,195	498,177	515,376	508,543
Economic Assistance	-	-	-	-
Culture and Recreation	30,750	30,210	48,690	28,600
Home and Community Services	14,400	11,201	7,906	10,800
Employee Benefits	352,300	332,776	347,525	446,749
Debt Service	143,340	129,608	97,360	131,084
Total Expenditures	<u>\$ 1,939,629</u>	<u>\$ 1,870,528</u>	<u>\$ 1,942,161</u>	<u>\$2,105,154</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (20,000)</u>	<u>\$ 181,698</u>	<u>\$ 121,727</u>	<u>\$ (19,498)</u>
Other Financing Sources (Uses):				
Operating Transfers In	40,000	-	4,462	-
Operating Transfers Out	(20,000)	-	(158,869)	-
Total Other Financing	<u>20,000</u>	<u>-</u>	<u>(154,407)</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>-</u>	<u>181,698</u>	<u>(32,681)</u>	<u>(19,498)</u>
<b>FUND BALANCE</b>				
Fund Balance - Beginning of Year	-	539,451	32,681	19,498
Prior Period Adjustments (net)	-	(161,760)	-	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 559,389</u>	<u>\$ -</u>	<u>\$ -</u>

Source: Annual Financial Report Update Documents (Unaudited) and budgets of the Village. This Appendix is not audited.

**Changes In Fund Equity**

Fiscal Years Ending May 31:	<u><b>2018</b></u>	<u><b>2019</b></u>	<u><b>2020</b></u>	<u><b>2021</b></u>	<u><b>2022</b></u>
<u><b>WATER FUND</b></u>					
Fund Equity - Beginning of Year	\$ 199,392	\$ 218,843	\$ 215,416	\$ 159,351	\$ 129,615
Prior Period Adjustments (net)	-	-	2,532	-	(19,125)
Revenues & Other Sources	561,966	578,944	554,711	512,163	574,932
Expenditures & Other Uses	542,515	582,371	613,308	541,899	568,137
Fund Equity - End of Year	218,843	215,416	159,351	129,615	117,285
<u><b>SEWER FUND</b></u>					
Fund Equity - Beginning of Year	\$ 147,095	\$ 149,517	\$ 236,109	\$ 291,150	\$ 322,169
Prior Period Adjustments (net)	-	-	502	-	(45,024)
Revenues & Other Sources	89,668	220,637	244,751	218,910	195,441
Expenditures & Other Uses	87,246	134,045	190,212	187,891	187,775
Fund Equity - End of Year	149,517	236,109	291,150	322,169	284,811

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

**APPENDIX - B**  
**Village of Frankfort**

**BONDED DEBT SERVICE**

Fiscal Year Ending May 31st	Principal	Interest	Total
2024	\$ 110,000	\$ 29,800.00	\$ 139,800.00
2025	100,000	25,600.00	125,600.00
2026	80,000	22,000.00	102,000.00
2027	85,000	18,700.00	103,700.00
2028	90,000	15,200.00	105,200.00
2029	90,000	11,600.00	101,600.00
2030	90,000	8,000.00	98,000.00
2031	100,000	4,200.00	104,200.00
2032	55,000	1,100.00	56,100.00
TOTALS	\$ 800,000	\$ 136,200.00	\$ 936,200.00

Note: Totals above do not include indebtedness issued through the Environmental Facilities Corporation (EFC).

**CURRENT BONDS OUTSTANDING**

Fiscal Year Ending May 31st	2020 Refunding Refunding of 2010 and 2008 Serial Bonds		
	Principal	Interest	Total
2024	\$ 110,000	\$ 29,800.00	\$ 139,800.00
2025	100,000	25,600.00	125,600.00
2026	80,000	22,000.00	102,000.00
2027	85,000	18,700.00	103,700.00
2028	90,000	15,200.00	105,200.00
2029	90,000	11,600.00	101,600.00
2030	90,000	8,000.00	98,000.00
2031	100,000	4,200.00	104,200.00
2032	55,000	1,100.00	56,100.00
<b>TOTALS</b>	<b>\$ 800,000</b>	<b>\$ 136,200.00</b>	<b>\$ 936,200.00</b>

**MATERIAL EVENT NOTICES**

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

- (a) principal and interest payment delinquencies
- (b) non-payment related defaults, if material
- (c) unscheduled draws on debt service reserves reflecting financial difficulties
- (d) in the case of credit enhancement, if any, provided in connection with the issuance of the Notes, unscheduled draws on credit enhancements reflecting financial difficulties
- (e) substitution of credit or liquidity providers, or their failure to perform
- (f) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701 TEB) or other material notices or determinations with respect to the tax status of the Notes, or other material events affecting the tax status of the Notes
- (g) modifications to rights of Note holders, if material
- (h) note calls, if material and tender offers
- (i) defeasances
- (j) release, substitution, or sale of property securing repayment of the Notes
- (k) rating changes
- (l) bankruptcy, insolvency, receivership or similar event of the Village
- (m) the consummation of a merger, consolidation, or acquisition involving the Village or the sale of all or substantially all of the assets of the Village, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material
- (n) appointment of a successor or additional trustee or the change of name of a trustee, if material
- (o) incurrence of a "financial obligation" of the Village, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the Village, any of which affect Note holders, if material; and
- (p) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the Village, any of which reflect financial difficulties.

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

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

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

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

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

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

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

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

FORM OF BOND COUNSEL'S OPINION

April 1, 2024

Village of Frankfort  
County of Herkimer  
State of New York

Re: Village of Frankfort, Herkimer County, New York  
\$6,000,000 Bond Anticipation Notes, 2024 Series B

Ladies and Gentlemen:

We have been requested to render our opinion as to the validity of \$6,000,000 Bond Anticipation Notes, 2024 Series B (the "Obligations"), of the Village of Frankfort, Herkimer County, New York (the "Obligor"), dated April 1, 2024, numbered 1, of the denomination of \$\_\_\_\_\_, bearing interest at the rate of \_\_\_% per annum, payable at maturity, and maturing March 19, 2025.

The Obligations shall be subject to redemption prior to maturity on or after June 19, 2024 upon 20 days' written notice.

We have examined:

- (1) the Constitution and statutes of the State of New York;
- (2) the Internal Revenue Code of 1986, including particularly Sections 103 and 141 through 150 thereof, and the applicable regulations of the United States Treasury Department promulgated thereunder (collectively, the "Code");
- (3) an arbitrage certificate executed on behalf of the Obligor which includes, among other things, covenants, relating to compliance with the Code, with the owners of the Obligations that the Obligor will, among other things, (i) take all actions on its part necessary to cause interest on the Obligations not to be includable in the gross income of the owners thereof for Federal income tax purposes, including, without limitation, restricting, to the extent necessary, the yield on investments made with the proceeds of the Obligations and investment earnings thereon, making required payments to the Federal government, if any, and maintaining books and records in a specified manner, where appropriate, and (ii) refrain from taking any action which would cause interest on the Obligations to be includable in the gross income of the owners thereof for Federal income tax purposes, including, without limitation, refraining from spending the proceeds of the Obligations and investment earnings thereon on certain specified purposes (the "Arbitrage Certificate"); and
- (4) a certificate executed on behalf of the Obligor which includes, among other things, a statement that compliance with such covenants is not prohibited by, or violative of, any provision of local or special law, regulation or resolution applicable to the Obligor.

We also have examined a certified copy of proceedings of the finance board of the Obligor and other proofs authorizing and relating to the issuance of the Obligations, including the form of the Obligations. In rendering the opinions expressed herein we have assumed (i) the accuracy and truthfulness of all public records, documents and proceedings, including factual information, expectations and statements contained therein, examined by us which have been executed or certified by public officials acting within the scope of their official capacities, and have not verified the accuracy or truthfulness thereof, and (ii) compliance by the Obligor with the covenants contained in the Arbitrage Certificate. We also have assumed the genuineness of the signatures appearing upon such public records, documents and proceedings and the certifications thereof.



In our opinion:

- (a) The Obligations have been authorized and issued in accordance with the Constitution and statutes of the State of New York and constitute valid and legally binding general obligations of the Obligor, all the taxable real property within which is subject to the levy of ad valorem taxes to pay the Obligations and interest thereon, subject to applicable statutory limitations; provided, however, that the enforceability (but not the validity) of the Obligations: (i) may be limited by any applicable bankruptcy, insolvency or other law now existing or hereafter enacted by said State or the Federal government affecting the enforcement of creditors' rights, and (ii) may be subject to the exercise of judicial discretion in appropriate cases.
- (b) The Obligor has the power to comply with its covenants with respect to compliance with the Code as such covenants relate to the Obligations; provided, however, that the enforceability (but not the validity) of such covenants may be limited by any applicable bankruptcy, insolvency or other law now existing or hereafter enacted by said State or the Federal government affecting the enforcement of creditors' rights.
- (c) Interest on the Obligations is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, and is exempt from personal income taxes imposed by the State of New York and any political subdivision thereof (including The City of New York). Interest on the Obligations is not a specific preference item for purposes of the federal individual alternative minimum tax. We observe that the interest on the Notes included in adjusted financial statement income of certain corporations is not excluded from the federal corporate alternative minimum tax. We express no opinion regarding other tax consequences related to the ownership or disposition of, or the amount, accrual or receipt of interest on, the Obligations.

Certain agreements, requirements and procedures contained or referred to in the Arbitrage Certificate and other relevant documents may be changed and certain actions (including, without limitation, economic defeasance of the Obligations) may be taken or omitted under the circumstances and subject to the terms and conditions set forth in such documents.

The opinions expressed herein are based on an analysis of existing laws, regulations, rulings and court decisions and cover certain matters not directly addressed by such authorities. Such opinions may be affected by actions taken or omitted or events occurring after the date hereof. Accordingly, this opinion is not intended to, and may not, be relied upon in connection with any such actions, events or matters. Our engagement with respect to the Obligations has concluded with their issuance, and we disclaim any obligation to update this opinion. We have assumed, without undertaking to verify, the accuracy of the factual matters represented, warranted or certified in the documents. Furthermore, we have assumed compliance with all covenants and agreements contained in the Arbitrage Certificate, including without limitation covenants and agreements compliance with which is necessary to assure that future actions, omissions or events will not cause interest on the Obligations to be included in gross income for federal income tax purposes. We call attention to the fact that the rights and obligations under the Obligations and the Arbitrage Certificate and their enforceability may be subject to bankruptcy, insolvency, reorganization, arrangement, fraudulent conveyance, moratorium or other laws relating to or affecting creditors' rights, to the application of equitable principles, to the exercise of judicial discretion in appropriate cases and to the limitations on legal remedies against municipal corporations such as the Obligor in the State of New York. We express no opinion with respect to any indemnification, contribution, penalty, choice of law, choice of forum, choice of venue, or waiver provisions contained in the foregoing documents.

The scope of our engagement in relation to the issuance of the Obligations has extended solely to the examination of the facts and law incident to rendering the opinions expressed herein. Such opinions are not intended and should not be construed to express or imply any conclusion that the amount of real property subject to taxation within the boundaries of the Obligor, together with other legally available sources of revenue, if any, will be sufficient to enable the Obligor to pay the principal of or interest on the Obligations as the same respectively become due and payable. Reference should be made to the Official Statement prepared by the Obligor in relation to the Obligations for factual information which, in the judgment of the Obligor, could materially affect the ability of the Obligor to pay such principal and interest. While we have participated in the preparation of such Official Statement, we have not verified the accuracy, completeness or fairness of the factual information contained therein and, accordingly, we express no opinion as to whether the Obligor, in connection with the sale of the Obligations, has made any untrue statement of a material fact or omitted to state a material fact necessary in order to make any statements made, in the light of the circumstances under which they were made, not misleading.

Very truly yours,

/s/ ORRICK, HERRINGTON & SUTCLIFFE LLP

**VILLAGE OF FRANKFORT**  
**HERKIMER COUNTY, NEW YORK**

**ANNUAL FINANCIAL REPORT UPDATE DOCUMENT**  
**(UNAUDITED)**

**FOR THE FISCAL YEAR ENDED**

**May 31, 2022**

The unaudited Annual Financial Report (Update) Document financial statements were prepared as of date thereof and have not been reviewed and/or updated in connection with the preparation and dissemination of this Official Statement.

**Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022**

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**Authorization**

Article 3, Section 30 of the General Municipal Law

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

**Certification Statement**

I, Mary Jane Vredenburg (LG210429901810A), hereby certify that I am the Chief Financial Officer of the Village of Frankfort, and that the information provided in the Annual Financial Report of the Village of Frankfort for the fiscal year ended 05/31/2022, is true and correct to the best of my knowledge and belief.

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Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**Financial Statements**

Financial information for the following funds and accounts groups are included in the Annual Financial Report filed by your government for the fiscal year ended 2022 and has been used by the OSC as the basis for preparing this Annual Financial Report for the fiscal year ended 2022:

List of funds being used

- A - General
- CD - Special Grant
- EE - Enterprise Utility
- FX - Water
- G - Sewer
- H - Capital Projects
- K - Schedule of Non-Current Government Assets
- W - Schedule of Non-Current Government Liabilities

All amounts included in this Annual Financial Report for 2022 represent data filed by your government with OSC as reviewed and adjusted where necessary.

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General  
Balance Sheet**

	05/31/2022	05/31/2021	05/31/2020
<b>Assets and Deferred Outflows of Resources</b>			
<b>Assets</b>			
<b>Cash</b>			
200 - Cash	\$982,432.00	\$496,664.00	\$685,254.00
210 - Petty Cash	\$300.00	\$300.00	\$300.00
<b>Total for Cash</b>	<b>\$982,732.00</b>	<b>\$496,964.00</b>	<b>\$685,554.00</b>
<b>Taxes Receivable (net)</b>			
260 - Taxes Receivable Overdue	\$7,291.00	\$7,162.00	\$3,694.00
<b>Total for Taxes Receivable (net)</b>	<b>\$7,291.00</b>	<b>\$7,162.00</b>	<b>\$3,694.00</b>
<b>Due From Other Funds</b>			
391 - Due From Other Funds	-	\$54,190.00	\$68,212.00
<b>Total for Due From Other Funds</b>	<b>\$0.00</b>	<b>\$54,190.00</b>	<b>\$68,212.00</b>
<b>Other Receivables (net)</b>			
380 - Accounts Receivable	-	\$61,743.00	-
<b>Total for Other Receivables (net)</b>	<b>\$0.00</b>	<b>\$61,743.00</b>	<b>\$0.00</b>
<b>Total for Assets</b>	<b>\$990,023.00</b>	<b>\$620,059.00</b>	<b>\$757,460.00</b>
<b>Total for Assets and Deferred Outflows of Resources</b>	<b>\$990,023.00</b>	<b>\$620,059.00</b>	<b>\$757,460.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General  
Balance Sheet**

	05/31/2022	05/31/2021	05/31/2020
<b>Liabilities, Deferred Inflows of Resources And Fund Balance</b>			
<b>Liabilities</b>			
<b>Accounts Payable</b>			
600 - Accounts Payable	\$18,502.00	\$63,958.00	\$25.00
<b>Total for Accounts Payable</b>	<b>\$18,502.00</b>	<b>\$63,958.00</b>	<b>\$25.00</b>
<b>Due To Other Funds</b>			
630 - Due To Other Funds	\$287,067.00	\$19,600.00	\$3,694.00
<b>Total for Due To Other Funds</b>	<b>\$287,067.00</b>	<b>\$19,600.00</b>	<b>\$3,694.00</b>
<b>Other Liabilities</b>			
688 - Other Liabilities <i>unspent ARPA money</i>	\$125,065.00	\$603.00	\$601.00
690 - Overpayments and Clearing Account	-	(\$3,553.00)	-
<b>Total for Other Liabilities</b>	<b>\$125,065.00</b>	<b>(\$2,950.00)</b>	<b>\$601.00</b>
<b>Total for Liabilities</b>	<b>\$430,634.00</b>	<b>\$80,608.00</b>	<b>\$4,320.00</b>
<b>Deferred Inflows of Resources</b>			
<b>Deferred Inflows of Resources</b>			
691 - Deferred Inflow Of Resources	-	-	\$150,000.00
<b>Total for Deferred Inflows of Resources</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$150,000.00</b>
<b>Total for Deferred Inflows of Resources</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$150,000.00</b>



Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General  
Balance Sheet**

	05/31/2022	05/31/2021	05/31/2020
<b>Fund Balance</b>			
<b>Nonspendable Fund Balance</b>			
806 - Not In Spendable Form	-	-	\$25,953.00
<b>Total for Nonspendable Fund Balance</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$25,953.00</b>
<b>Assigned Fund Balance</b>			
914 - Assigned Appropriated Fund Balance	\$172,769.00	\$47,453.00	\$89,873.00
<b>Total for Assigned Fund Balance</b>	<b>\$172,769.00</b>	<b>\$47,453.00</b>	<b>\$89,873.00</b>
<b>Unassigned Fund Balance</b>			
917 - Unassigned Fund Balance	\$386,620.00	\$491,998.00	\$487,314.00
<b>Total for Unassigned Fund Balance</b>	<b>\$386,620.00</b>	<b>\$491,998.00</b>	<b>\$487,314.00</b>
<b>Total for Fund Balance</b>	<b>\$559,389.00</b>	<b>\$539,451.00</b>	<b>\$603,140.00</b>
<b>Total for Liabilities, Deferred Inflows of Resources And Fund Balance</b>	<b>\$990,023.00</b>	<b>\$620,059.00</b>	<b>\$757,460.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General  
Results of Operations**

	05/31/2022	05/31/2021	05/31/2020
<b>Revenues and Other Sources</b>			
<b>Revenues</b>			
<b>Real Property Taxes</b>			
1001 - Real Property Taxes	\$1,107,844.00	\$1,078,309.00	\$1,034,102.00
<b>Total for Real Property Taxes</b>	<b>\$1,107,844.00</b>	<b>\$1,078,309.00</b>	<b>\$1,034,102.00</b>
<b>Real Property Tax Items</b>			
1081 - Other Payments In Lieu of Taxes	\$13,197.00	\$23,810.00	\$49,318.00
1090 - Interest and Penalties on Real Prop Taxes	\$10,457.00	\$19,072.00	\$13,166.00
<b>Total for Real Property Tax Items</b>	<b>\$23,654.00</b>	<b>\$42,882.00</b>	<b>\$62,484.00</b>
<b>Non Property Tax Items</b>			
1120 - Non Property Tax Distribution by County	\$207,825.00	\$174,804.00	-
1130 - Utilities Gross Receipts Tax	\$8,500.00	\$6,122.00	\$9,147.00
1131 - Transient Business Gross Sales Tax	\$13.00	\$1,053.00	\$169,371.00
1170 - Franchise Tax	\$42,094.00	\$42,706.00	\$42,988.00
<b>Total for Non Property Tax Items</b>	<b>\$258,432.00</b>	<b>\$224,685.00</b>	<b>\$221,506.00</b>
<b>Departmental Income</b>			
1230 - Treasurer Fees	\$1,875.00	\$2,324.00	\$2,704.00
1520 - Police Fees	\$13,024.00	\$130.00	\$70.00
1603 - Vital Statistics Fees	\$850.00	\$700.00	\$680.00
1710 - Public Works Charges	-	\$535.00	\$253.00
2012 - Recreational Concessions	-	\$0.00	\$4,109.00

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General  
Results of Operations**

	05/31/2022	05/31/2021	05/31/2020
2025 - Special Recreational Facility Charges	\$820.00	\$4,000.00	\$4,655.00
<b>Total for Departmental Income</b>	<b>\$16,569.00</b>	<b>\$7,689.00</b>	<b>\$12,471.00</b>
<b>Intergovernmental Charges</b>			
2260 - Public Safety Services Other Governments <i>School resource officer Twn of Frankfort</i>	\$44,600.00	\$23,442.00	\$54,551.00
2262 - Fire Protection Services Other Governments <i>Fire protection contracts Town of Frankfort</i>	\$150,000.00	\$150,000.00	\$150,000.00
2302 - Snow Removal Services Other Governments <i>Svcs for Herkimer County</i>	\$29,114.00	\$28,888.00	\$39,488.00
<b>Total for Intergovernmental Charges</b>	<b>\$223,714.00</b>	<b>\$202,330.00</b>	<b>\$244,039.00</b>
<b>Use of Money and Property</b>			
2401 - Interest and Earnings	\$390.00	\$719.00	\$809.00
2410 - Rental of Real Property	\$9,750.00	\$5,350.00	\$22,411.00
2414 - Rental of Equipment	\$17,622.00	\$17,109.00	-
<b>Total for Use of Money and Property</b>	<b>\$27,762.00</b>	<b>\$23,178.00</b>	<b>\$23,220.00</b>
<b>Licenses and Permits</b>			
2530 - Games of Chance	\$25.00	\$50.00	-
2590 - Permits Other	\$21,019.00	\$712.00	-
<b>Total for Licenses and Permits</b>	<b>\$21,044.00</b>	<b>\$762.00</b>	<b>\$0.00</b>
<b>Fines and Forfeitures</b>			
2610 - Fines and Forfeited Bail	\$1,530.00	\$0.00	\$1,170.00
<b>Total for Fines and Forfeitures</b>	<b>\$1,530.00</b>	<b>\$0.00</b>	<b>\$1,170.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General  
Results of Operations**

	05/31/2022	05/31/2021	05/31/2020
<b>Sale of Property and Compensation for Loss</b>			
2650 - Sales of Scrap and Excess Materials	\$2,717.00	\$8,325.00	\$35.00
2655 - Sales Other	\$3,802.00	-	-
2680 - Insurance Recoveries	\$11,217.00	\$5,447.00	\$9,276.00
<b>Total for Sale of Property and Compensation for Loss</b>	<b>\$17,736.00</b>	<b>\$13,772.00</b>	<b>\$9,311.00</b>
<b>Miscellaneous Local Sources</b>			
2701 - Refunds of Prior Year Expenditures	\$74,981.00	-	\$2,164.00
2705 - Gifts and Donations	\$14,901.00	\$14,504.00	\$14,504.00
2710 - Premium on Obligations	\$16.00	-	-
2750 - AIM Related Payments	\$50,498.00	\$50,498.00	\$50,498.00
2770 - Unclassified WC Safe workplace award (\$8,358), WC Loyalty award (2,315)	\$14,059.00	\$7,563.00	\$6,415.00
<b>Total for Miscellaneous Local Sources</b>	<b>\$154,455.00</b>	<b>\$72,565.00</b>	<b>\$73,581.00</b>
<b>Interfund Revenues</b>			
2801 - Interfund Revenues	\$40,505.00	\$13,333.00	\$40,000.00
<b>Total for Interfund Revenues</b>	<b>\$40,505.00</b>	<b>\$13,333.00</b>	<b>\$40,000.00</b>
<b>State Aid</b>			
3005 - State Aid Mortgage Tax	\$23,681.00	\$10,600.00	\$7,949.00
3501 - State Aid Consolidated Highway Aid	\$135,300.00	\$125,074.00	\$59,465.00
<b>Total for State Aid</b>	<b>\$158,981.00</b>	<b>\$135,674.00</b>	<b>\$67,414.00</b>
<b>Total for Revenues</b>	<b>\$2,052,226.00</b>	<b>\$1,815,179.00</b>	<b>\$1,789,298.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General  
Results of Operations**

	05/31/2022	05/31/2021	05/31/2020
<b>Other Sources</b>			
<b>Operating Transfers</b>			
5031 - Interfund Transfers	-	\$150,064.00	\$293,629.00
<b>Total for Operating Transfers</b>	<b>\$0.00</b>	<b>\$150,064.00</b>	<b>\$293,629.00</b>
<b>Total for Other Sources</b>	<b>\$0.00</b>	<b>\$150,064.00</b>	<b>\$293,629.00</b>
<b>Total for Revenues and Other Sources</b>	<b>\$2,052,226.00</b>	<b>\$1,965,243.00</b>	<b>\$2,082,927.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General**  
**Statement of Expenditures and Other Uses**

	05/31/2022	05/31/2021	05/31/2020
<b>Expenditures and Other Uses</b>			
<b>Expenditures</b>			
<b>General Government Support</b>			
10101 - Legislative Board - Personal Services	\$6,666.00	\$6,180.00	\$6,667.00
10104 - Legislative Board - Contractual	\$2,267.00	\$1,652.00	\$958.00
12101 - Mayor - Personal Services	\$2,333.00	\$2,333.00	\$2,334.00
12104 - Mayor - Contractual	\$8,120.00	\$10,906.00	\$6,482.00
13251 - Treasurer - Personal Services	\$17,605.00	\$14,585.00	\$12,913.00
14101 - Clerk - Personal Services	\$20,591.00	\$17,162.00	\$16,616.00
14102 - Clerk - Equipment and Capital Outlay	-	\$0.00	\$1,622.00
14104 - Clerk - Contractual	\$9,633.00	\$10,990.00	\$5,242.00
14204 - Law - Contractual	\$16,317.00	\$8,292.00	\$9,333.00
14301 - Personnel - Personal Services	\$35,272.00	\$25,632.00	\$25,167.00
14404 - Engineer - Contractual	\$4,202.00	\$225.00	\$3,939.00
14502 - Elections - Equipment and Capital Outlay	\$200.00	-	-
14504 - Elections - Contractual	-	\$375.00	-
14604 - Records Management - Contractual	\$1,950.00	\$1,500.00	\$1,800.00
16202 - Operation of Plant - Equipment and Capital Outlay	-	\$37.00	\$944.00
16204 - Operation of Plant - Contractual	\$121,909.00	\$118,136.00	\$117,208.00
19104 - Unallocated Insurance - Contractual	\$85,521.00	\$93,124.00	\$57,176.00
19204 - Municipal Association Dues - Contractual	\$554.00	\$104.00	\$477.00
19304 - Judgements and Claims - Contractual	\$187.00	-	-
19894 - General Government Support, Other - Contractual	\$35,662.00	\$20,000.00	\$2,000.00
Costs paid for Grant Writer services			

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General**  
**Statement of Expenditures and Other Uses**

	05/31/2022	05/31/2021	05/31/2020
<b>Total for General Government Support</b>	<b>\$368,989.00</b>	<b>\$331,233.00</b>	<b>\$270,878.00</b>
<b>Public Safety</b>			
31201 - Police - Personal Services	\$363,609.00	\$332,985.00	\$338,842.00
31202 - Police - Equipment and Capital Outlay	\$1,241.00	\$6,884.00	\$12,040.00
31204 - Police - Contractual	\$47,383.00	\$54,468.00	\$31,574.00
34102 - Fire Protection - Equipment and Capital Outlay	\$13,998.00	\$9,898.00	\$16,130.00
34104 - Fire Protection - Contractual	\$72,236.00	\$96,946.00	\$197,601.00
35104 - Dog Control - Contractual	\$250.00	\$340.00	\$520.00
<b>Total for Public Safety</b>	<b>\$498,717.00</b>	<b>\$501,521.00</b>	<b>\$596,707.00</b>
<b>Health</b>			
40204 - Registrar of Vital Statistics - Contractual	\$850.00	\$560.00	\$810.00
<b>Total for Health</b>	<b>\$850.00</b>	<b>\$560.00</b>	<b>\$810.00</b>
<b>Transportation</b>			
50101 - Highway and Street Administration - Personal Services	\$28,965.00	\$15,278.00	-
50104 - Highway and Street Administration - Contractual	-	\$388.00	-
51101 - Maintenance of Roads - Personal Services	\$216,015.00	\$197,696.00	\$189,556.00
51102 - Maintenance of Roads - Equipment and Capital Outlay	-	\$33,253.00	\$12,433.00
51104 - Maintenance of Roads - Contractual	\$160,681.00	\$135,459.00	\$121,033.00
51124 - Permanent Improvements Highway - Contractual	\$48,955.00	\$101,364.00	\$23,175.00
51204 - Maintenance of Bridges - Contractual	\$61.00	-	-
51824 - Street Lighting - Contractual	\$43,500.00	\$45,592.00	\$59,069.00
<b>Total for Transportation</b>	<b>\$498,177.00</b>	<b>\$529,030.00</b>	<b>\$405,266.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General**  
**Statement of Expenditures and Other Uses**

	05/31/2022	05/31/2021	05/31/2020
<b>Culture and Recreation</b>			
71104 - Parks - Contractual	-	\$270.00	\$159.00
71404 - Playground and Recreation Centers - Contractual	\$1,820.00	\$5,353.00	\$1,353.00
71804 - Special Recreation Facilities - Contractual	\$16,896.00	\$15,048.00	\$19,731.00
73104 - Youth Programs - Contractual	\$1,200.00	\$639.00	\$804.00
75504 - Celebrations - Contractual	\$10,294.00	\$4,445.00	\$4,093.00
<b>Total for Culture and Recreation</b>	<b>\$30,210.00</b>	<b>\$25,755.00</b>	<b>\$26,140.00</b>
<b>Home and Community Services</b>			
80101 - Zoning - Personal Services	-	-	\$2,068.00
80104 - Zoning - Contractual	\$5,340.00	\$10,087.00	\$327.00
81604 - Refuse and Garbage - Contractual	\$1,460.00	\$45.00	\$1,324.00
85104 - Community Beautification - Contractual	\$4,401.00	\$305.00	\$3,250.00
87604 - Emergency Disaster Work - Contractual	-	-	\$36,963.00
<b>Total for Home and Community Services</b>	<b>\$11,201.00</b>	<b>\$10,437.00</b>	<b>\$43,932.00</b>
<b>Employee Benefits</b>			
90108 - State Retirement System - Employee Benefits	\$37,946.00	\$35,162.00	\$32,195.00
90158 - Police Retirement - Employee Benefits	\$62,000.00	\$58,052.00	\$62,555.00
90308 - Social Security - Employee Benefits	\$54,461.00	\$45,701.00	\$44,298.00
90408 - Workers' Compensation - Employee Benefits	\$63,575.00	\$68,226.00	\$71,554.00
90558 - Disability Insurance - Employee Benefits	-	\$1,961.00	\$1,897.00
90608 - Hospital, Medical and Dental Insurance - Employee Benefits	\$114,794.00	\$101,792.00	\$102,605.00
<b>Total for Employee Benefits</b>	<b>\$332,776.00</b>	<b>\$310,894.00</b>	<b>\$315,104.00</b>



Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General**  
**Statement of Expenditures and Other Uses**

	05/31/2022	05/31/2021	05/31/2020
<b>Debt Service</b>			
97106 - Serial Bonds - Debt Principal	\$34,600.00	\$28,600.00	\$28,600.00
97107 - Serial Bonds - Debt Interest	\$1,901.00	\$2,383.00	\$4,819.00
97306 - Bond Anticipation Notes - Debt Principal	-	\$128,629.00	\$253,629.00
97307 - Bond Anticipation Notes - Debt Interest	-	\$2,423.00	\$7,331.00
97856 - Installment Purchase Debt - Debt Principal	\$74,317.00	\$99,976.00	\$109,805.00
97857 - Installment Purchase Debt - Debt Interest	\$5,039.00	\$10,787.00	\$12,342.00
97906 - State or Authority Loans - Debt Principal	\$10,742.00	\$10,480.00	\$10,224.00
97907 - State or Authority Loans - Debt Interest	\$3,009.00	\$3,271.00	\$3,526.00
<b>Total for Debt Service</b>	<b>\$129,608.00</b>	<b>\$286,549.00</b>	<b>\$430,276.00</b>
<b>Total for Expenditures</b>	<b>\$1,870,528.00</b>	<b>\$1,995,979.00</b>	<b>\$2,089,113.00</b>
<b>Other Uses</b>			
<b>Operating Transfers</b>			
99019 - Transfers to Other Funds - Interfund Transfer	-	\$20,000.00	\$20,000.00
99509 - Transfers to Capital Projects Fund - Interfund Transfer	-	\$12,953.00	-
<b>Total for Operating Transfers</b>	<b>\$0.00</b>	<b>\$32,953.00</b>	<b>\$20,000.00</b>
<b>Total for Other Uses</b>	<b>\$0.00</b>	<b>\$32,953.00</b>	<b>\$20,000.00</b>
<b>Total for Expenditures and Other Uses</b>	<b>\$1,870,528.00</b>	<b>\$2,028,932.00</b>	<b>\$2,109,113.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General  
Changes in Fund Balance**

	05/31/2022	05/31/2021	05/31/2020
<b>Analysis of Changes in Fund Balance</b>			
8021 - Fund Balance - Beginning of Year	\$539,451.00	\$603,140.00	\$642,154.00
8015 - Prior Period Adjustment OR Change in Accounting Principle - Decrease in Fund Balance <i>prior yrs' adjs needed for TB to balance '21 rollfwd software errors</i>	\$161,760.00	-	\$12,828.00
8022 - Restated Fund Balance - Beginning of Year	\$377,691.00	\$603,140.00	\$629,326.00
Add Revenues and Other Sources	\$2,052,226.00	\$1,965,243.00	\$2,082,927.00
Deduct Expenditures and Other Uses	\$1,870,528.00	\$2,028,932.00	\$2,109,113.00
8029 - Fund Balance - End of Year	\$559,389.00	\$539,451.00	\$603,140.00

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General  
Adopted Budget Summary**

	05/31/2023	05/31/2022	05/31/2021
<b>Estimated Revenues and Other Sources</b>			
<b>Estimated Revenue</b>			
1049 - Est Rev - Property Taxes	\$1,155,646.00	\$1,107,844.00	\$1,078,787.00
1099 - Est Rev - Property Tax Items	\$17,196.00	\$16,420.00	\$37,477.00
1199 - Est Rev - Non-Property Tax Items	\$249,000.00	\$214,000.00	\$208,000.00
1299 - Est Rev - Departmental Income	\$13,140.00	\$9,300.00	\$13,000.00
2399 - Est Rev - Intergovernmental Charges	\$230,840.00	\$221,000.00	\$222,600.00
2499 - Est Rev - Use of Money and Property	\$25,300.00	\$7,250.00	\$23,250.00
2599 - Est Rev - Licenses and Permits	\$1,000.00	\$100.00	-
2649 - Est Rev - Fines and Forfeitures	\$1,000.00	\$0.00	\$1,000.00
2699 - Est Rev - Sales of Property and Compensation for Loss	-	\$500.00	\$100.00
2799 - Est Rev - Other Revenues	\$89,598.00	\$91,000.00	\$20,000.00
2801 - Est Rev - Interfund Revenues	\$40,000.00	\$40,000.00	\$80,000.00
3099 - Est Rev - State Aid	\$37,659.00	\$204,762.00	\$123,500.00
<b>Total for Estimated Revenue</b>	<b>\$1,860,379.00</b>	<b>\$1,912,176.00</b>	<b>\$1,807,714.00</b>
<b>Estimated Other Sources</b>			
5031 - Estimated - Interfund Transfers	\$12,555.00	\$0.00	\$120,064.00
599 - Appropriated Fund Balance	\$172,769.00	\$47,453.00	\$89,873.00
<b>Total for Estimated Other Sources</b>	<b>\$185,324.00</b>	<b>\$47,453.00</b>	<b>\$209,937.00</b>
<b>Total for Estimated Revenues and Other Sources</b>	<b>\$2,045,703.00</b>	<b>\$1,959,629.00</b>	<b>\$2,017,651.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**A - General  
Adopted Budget Summary**

	05/31/2023	05/31/2022	05/31/2021
<b>Estimated Appropriations and Other Uses</b>			
<b>Estimated Appropriations</b>			
1999 - App - General Government Support	\$450,013.00	\$412,071.00	\$314,153.00
3999 - App - Public Safety	\$538,452.00	\$518,794.00	\$523,134.00
4999 - App - Health	\$800.00	\$500.00	\$600.00
5999 - App - Transportation	\$541,124.00	\$446,119.00	\$443,073.00
7999 - App - Culture and Recreation	\$33,646.00	\$30,750.00	\$33,750.00
8999 - App - Home and Community Services	\$7,964.00	\$14,400.00	\$18,050.00
9199 - App - Employee Benefits	\$356,344.00	\$342,134.00	\$365,218.00
9899 - App - Debt Service	\$97,360.00	\$143,340.00	\$299,673.00
<b>Total for Estimated Appropriations</b>	<b>\$2,025,703.00</b>	<b>\$1,908,108.00</b>	<b>\$1,997,651.00</b>
<b>Estimated Other Uses</b>			
962 - Other Budgetary Purposes	-	\$31,521.00	-
9999 - App - Interfund Transfers	\$20,000.00	\$20,000.00	\$20,000.00
<b>Total for Estimated Other Uses</b>	<b>\$20,000.00</b>	<b>\$51,521.00</b>	<b>\$20,000.00</b>
<b>Total for Estimated Appropriations and Other Uses</b>	<b>\$2,045,703.00</b>	<b>\$1,959,629.00</b>	<b>\$2,017,651.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**CD - Special Grant  
Balance Sheet**

	05/31/2022	05/31/2021	05/31/2020
<b>Assets and Deferred Outflows of Resources</b>			
<b>Assets</b>			
<b>Cash</b>			
200 - Cash	\$28,455.00	\$28,452.00	\$28,445.00
<b>Total for Cash</b>	<b>\$28,455.00</b>	<b>\$28,452.00</b>	<b>\$28,445.00</b>
<b>State And Federal Aid Receivables</b>			
410 - Due from State and Federal Government	-	\$14,768.00	\$14,768.00
<b>Total for State And Federal Aid Receivables</b>	<b>\$0.00</b>	<b>\$14,768.00</b>	<b>\$14,768.00</b>
<b>Total for Assets</b>	<b>\$28,455.00</b>	<b>\$43,220.00</b>	<b>\$43,213.00</b>
<b>Total for Assets and Deferred Outflows of Resources</b>	<b>\$28,455.00</b>	<b>\$43,220.00</b>	<b>\$43,213.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**CD - Special Grant  
Balance Sheet**

	05/31/2022	05/31/2021	05/31/2020
<b>Liabilities, Deferred Inflows of Resources And Fund Balance</b>			
<b>Fund Balance</b>			
<b>Assigned Fund Balance</b>			
915 - Assigned Unappropriated Fund Balance	\$28,455.00	\$43,220.00	\$43,213.00
<b>Total for Assigned Fund Balance</b>	<b>\$28,455.00</b>	<b>\$43,220.00</b>	<b>\$43,213.00</b>
<b>Total for Fund Balance</b>	<b>\$28,455.00</b>	<b>\$43,220.00</b>	<b>\$43,213.00</b>
<b>Total for Liabilities, Deferred Inflows of Resources And Fund Balance</b>	<b>\$28,455.00</b>	<b>\$43,220.00</b>	<b>\$43,213.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**CD - Special Grant  
Results of Operations**

	05/31/2022	05/31/2021	05/31/2020
<b>Revenues and Other Sources</b>			
<b>Revenues</b>			
<b>Departmental Income</b>			
2170 - Community Development Income	-	-	\$202.00
<b>Total for Departmental Income</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$202.00</b>
<b>Use of Money and Property</b>			
2401 - Interest and Earnings	\$3.00	\$7.34	\$11.00
<b>Total for Use of Money and Property</b>	<b>\$3.00</b>	<b>\$7.34</b>	<b>\$11.00</b>
<b>Miscellaneous Local Sources</b>			
2770 - Unclassified	-	-	\$0.00
<b>Total for Miscellaneous Local Sources</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Total for Revenues</b>	<b>\$3.00</b>	<b>\$7.34</b>	<b>\$213.00</b>
<b>Total for Revenues and Other Sources</b>	<b>\$3.00</b>	<b>\$7.34</b>	<b>\$213.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**CD - Special Grant**  
**Statement of Expenditures and Other Uses**

	05/31/2022	05/31/2021	05/31/2020
<b>Expenditures and Other Uses</b>			
<b>Total for Expenditures and Other Uses</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>



Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**CD - Special Grant  
Changes in Fund Balance**

	05/31/2022	05/31/2021	05/31/2020
<b>Analysis of Changes in Fund Balance</b>			
8021 - Fund Balance - Beginning of Year	\$43,220.34	\$43,213.00	\$43,000.00
8015 - Prior Period Adjustment OR Change in Accounting Principle - Decrease in Fund Balance	\$14,768.34	-	\$0.00
<i>Due from State &amp; Federal - old, never recv'd, never applied for on time</i>			
8022 - Restated Fund Balance - Beginning of Year	\$28,452.00	\$43,213.00	\$43,000.00
Add Revenues and Other Sources	\$3.00	\$7.34	\$213.00
Deduct Expenditures and Other Uses	\$0.00	\$0.00	\$0.00
8029 - Fund Balance - End of Year	\$28,455.00	\$43,220.34	\$43,213.00

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**EE - Enterprise Utility  
Statement of Net Position**

	05/31/2022	05/31/2021	05/31/2020
<b>Assets and Deferred Outflows of Resources</b>			
<b>Assets</b>			
<b>Cash</b>			
200 - Cash	\$296,876.00	\$485,584.00	\$120,891.00
210 - Petty Cash	\$611.00	\$611.00	\$611.00
<b>Total for Cash</b>	<b>\$297,487.00</b>	<b>\$486,195.00</b>	<b>\$121,502.00</b>
<b>Due From Other Funds</b>			
391 - Due From Other Funds	\$17.00	-	-
<b>Total for Due From Other Funds</b>	<b>\$17.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Inventories</b>			
445 - Inventory of Materials And Supplies	\$94,815.00	\$55,252.00	\$100,203.00
<b>Total for Inventories</b>	<b>\$94,815.00</b>	<b>\$55,252.00</b>	<b>\$100,203.00</b>
<b>Other Receivables (net)</b>			
380 - Accounts Receivable	\$171,793.00	\$193,182.00	\$280,601.00
389 - Allowance For Receivables	(\$25,000.00)	(\$25,000.00)	(\$36,000.00)
<b>Total for Other Receivables (net)</b>	<b>\$146,793.00</b>	<b>\$168,182.00</b>	<b>\$244,601.00</b>
<b>Restricted Assets</b>			
230 - Cash Special Reserves	\$496,837.00	\$677,225.00	\$686,540.00
<b>Total for Restricted Assets</b>	<b>\$496,837.00</b>	<b>\$677,225.00</b>	<b>\$686,540.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**EE - Enterprise Utility  
Statement of Net Position**

	05/31/2022	05/31/2021	05/31/2020
<b>Other</b>			
108 - Net Pension Asset Proportionate Share	\$99,123.00	-	-
<b>Total for Other</b>	<b>\$99,123.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Fixed Assets (net)</b>			
102 - Buildings	\$6,354,945.00	\$6,200,274.00	\$6,051,578.00
105 - Construction Work In Progress	\$1,597,964.00	\$1,597,964.00	\$1,597,964.00
112 - Accumulated Depreciation Buildings	(\$4,479,207.00)	(\$4,459,539.00)	(\$4,287,135.00)
<b>Total for Fixed Assets (net)</b>	<b>\$3,473,702.00</b>	<b>\$3,338,699.00</b>	<b>\$3,362,407.00</b>
<b>Total for Assets</b>	<b>\$4,608,774.00</b>	<b>\$4,725,553.00</b>	<b>\$4,515,253.00</b>
<b>Deferred Outflows of Resources</b>			
<b>Deferred Outflows of Resources</b>			
496 - Deferred Outflow of Resources Pensions	\$191,669.00	\$239,668.00	\$172,124.00
<b>Total for Deferred Outflows of Resources</b>	<b>\$191,669.00</b>	<b>\$239,668.00</b>	<b>\$172,124.00</b>
<b>Total for Deferred Outflows of Resources</b>	<b>\$191,669.00</b>	<b>\$239,668.00</b>	<b>\$172,124.00</b>
<b>Total for Assets and Deferred Outflows of Resources</b>	<b>\$4,800,443.00</b>	<b>\$4,965,221.00</b>	<b>\$4,687,377.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**EE - Enterprise Utility  
Statement of Net Position**

	05/31/2022	05/31/2021	05/31/2020
<b>Liabilities, Deferred Inflows of Resources And Net Position</b>			
<b>Liabilities</b>			
<b>Accounts Payable</b>			
600 - Accounts Payable	\$125,913.00	\$142,797.00	\$140,498.00
<b>Total for Accounts Payable</b>	<b>\$125,913.00</b>	<b>\$142,797.00</b>	<b>\$140,498.00</b>
<b>Accrued Liabilities</b>			
601 - Accrued Liabilities	-	-	\$11,176.00
<b>Total for Accrued Liabilities</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$11,176.00</b>
<b>Other Deposits</b>			
615 - Customers Deposits	\$55,572.00	\$48,151.00	\$53,401.00
<b>Total for Other Deposits</b>	<b>\$55,572.00</b>	<b>\$48,151.00</b>	<b>\$53,401.00</b>
<b>Other Liabilities</b>			
638 - Net Pension Liability Proportionate Share	-	\$1,134.00	\$274,255.00
<b>Total for Other Liabilities</b>	<b>\$0.00</b>	<b>\$1,134.00</b>	<b>\$274,255.00</b>
<b>Total for Liabilities</b>	<b>\$181,485.00</b>	<b>\$192,082.00</b>	<b>\$479,330.00</b>
<b>Deferred Inflows of Resources</b>			
<b>Deferred Inflows of Resources</b>			
697 - Deferred Inflow of Resources Pensions	\$338,279.00	\$332,163.00	\$8,508.00
<b>Total for Deferred Inflows of Resources</b>	<b>\$338,279.00</b>	<b>\$332,163.00</b>	<b>\$8,508.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**EE - Enterprise Utility  
Statement of Net Position**

	05/31/2022	05/31/2021	05/31/2020
<b>Total for Deferred Inflows of Resources</b>	<b>\$338,279.00</b>	<b>\$332,163.00</b>	<b>\$8,508.00</b>
<b>Net Position</b>			
<b>Net Position</b>			
920 - Net Assets Invested in Capital Assets Net of Related Debt	\$3,473,702.00	\$3,338,699.00	\$3,362,407.00
921 - Net Assets Restricted for Capital Projects	\$496,837.00	\$677,225.00	\$686,540.00
924 - Net Assets Unrestricted Deficit	\$310,140.00	\$425,052.00	\$150,592.00
<b>Total for Net Position</b>	<b>\$4,280,679.00</b>	<b>\$4,440,976.00</b>	<b>\$4,199,539.00</b>
<b>Total for Net Position</b>	<b>\$4,280,679.00</b>	<b>\$4,440,976.00</b>	<b>\$4,199,539.00</b>
<b>Total for Liabilities, Deferred Inflows of Resources And Net Position</b>	<b>\$4,800,443.00</b>	<b>\$4,965,221.00</b>	<b>\$4,687,377.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**EE - Enterprise Utility  
Results of Operations**

	05/31/2022	05/31/2021	05/31/2020
<b>Revenues, Transfers and Taxes</b>			
<b>Revenues</b>			
<b>Charges For Services Within Locality</b>			
2150 - Sale of Electrical Power	\$2,712,218.00	\$2,599,797.00	\$2,434,445.00
<b>Total for Charges For Services Within Locality</b>	<b>\$2,712,218.00</b>	<b>\$2,599,797.00</b>	<b>\$2,434,445.00</b>
<b>Use of Money and Property</b>			
2401 - Interest and Earnings	\$86.00	\$343.00	\$638.00
<b>Total for Use of Money and Property</b>	<b>\$86.00</b>	<b>\$343.00</b>	<b>\$638.00</b>
<b>Other</b>			
2705 - Gifts and Donations	-	\$100,000.00	\$367,879.00
<b>Total for Other</b>	<b>\$0.00</b>	<b>\$100,000.00</b>	<b>\$367,879.00</b>
<b>Total for Revenues</b>	<b>\$2,712,304.00</b>	<b>\$2,700,140.00</b>	<b>\$2,802,962.00</b>
<b>Total for Revenues, Transfers and Taxes</b>	<b>\$2,712,304.00</b>	<b>\$2,700,140.00</b>	<b>\$2,802,962.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**EE - Enterprise Utility  
Statement of Expenditures and Other Uses**

	05/31/2022	05/31/2021	05/31/2020
<b>Expenses and Transfers</b>			
<b>Expenditures</b>			
<b>General Government Support</b>			
19554 - Payments In Lieu Of Taxes - Contractual	\$40,000.00	\$40,000.00	\$40,000.00
19884 - Provision for Uncollectible Accounts Receivable - Contractual	-	\$0.00	\$11,000.00
19944 - Depreciation - Contractual	\$157,092.00	\$204,763.00	\$170,871.00
<b>Total for General Government Support</b>	<b>\$197,092.00</b>	<b>\$244,763.00</b>	<b>\$221,871.00</b>
<b>Home and Community Services</b>			
84101 - Electric and Power - Personal Services	\$432,047.00	\$341,955.00	\$334,367.00
84104 - Electric and Power - Contractual	\$1,971,940.00	\$1,749,046.00	\$1,564,864.00
84108 - Electric and Power - Employee Benefits	\$143,498.00	\$260,141.00	\$319,512.00
<b>Total for Home and Community Services</b>	<b>\$2,547,485.00</b>	<b>\$2,351,142.00</b>	<b>\$2,218,743.00</b>
<b>Debt Service</b>			
97107 - Serial Bonds - Debt Interest	\$1,161.00	\$1,712.00	\$2,886.00
<b>Total for Debt Service</b>	<b>\$1,161.00</b>	<b>\$1,712.00</b>	<b>\$2,886.00</b>
<b>Total for Expenditures</b>	<b>\$2,745,738.00</b>	<b>\$2,597,617.00</b>	<b>\$2,443,500.00</b>
<b>Total for Expenses and Transfers</b>	<b>\$2,745,738.00</b>	<b>\$2,597,617.00</b>	<b>\$2,443,500.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**EE - Enterprise Utility  
Changes in Net Position**

	05/31/2022	05/31/2021	05/31/2020
<b>Analysis of Changes in Net Position</b>			
8021 - Net Position - Beginning of Year	\$4,440,976.00	\$4,199,539.00	\$3,840,077.00
8012 - Prior Period Adjustment OR Change in Accounting Principle - Increase in Net Position <i>Correction of opening inventory</i>	\$62,993.00	\$138,914.00	-
8015 - Prior Period Adjustment OR Change in Accounting Principle - Decrease in Net Position <i>Correction of py's purchased power expends contractual</i>	\$189,856.00	-	-
8022 - Restated Net Position - Beginning of Year	\$4,314,113.00	\$4,338,453.00	\$3,840,077.00
Add Revenues and Other Sources	\$2,712,304.00	\$2,700,140.00	\$2,802,962.00
Deduct Expenditures and Other Uses	\$2,745,738.00	\$2,597,617.00	\$2,443,500.00
8029 - Net Position - End of Year	\$4,280,679.00	\$4,440,976.00	\$4,199,539.00



Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**EE - Enterprise Utility  
Adopted Budget Summary**

	05/31/2023	05/31/2022	05/31/2021
<b>Estimated Revenues and Other Sources</b>			
<b>Estimated Revenue</b>			
2199 - Est Rev - Departmental Income	\$2,583,470.00	-	-
<b>Total for Estimated Revenue</b>	<b>\$2,583,470.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Total for Estimated Revenues and Other Sources</b>	<b>\$2,583,470.00</b>	<b>\$0.00</b>	<b>\$0.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**EE - Enterprise Utility  
Adopted Budget Summary**

	05/31/2023	05/31/2022	05/31/2021
<b>Estimated Appropriations and Other Uses</b>			
<b>Estimated Appropriations</b>			
8999 - App - Home and Community Services	\$2,348,197.00	-	-
9199 - App - Employee Benefits	\$235,273.00	-	-
<b>Total for Estimated Appropriations</b>	<b>\$2,583,470.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Total for Estimated Appropriations and Other Uses</b>	<b>\$2,583,470.00</b>	<b>\$0.00</b>	<b>\$0.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**FX - Water  
Balance Sheet**

	05/31/2022	05/31/2021	05/31/2020
<b>Assets and Deferred Outflows of Resources</b>			
<b>Assets</b>			
<b>Cash</b>			
200 - Cash	\$117,129.00	\$111,186.00	\$106,779.00
210 - Petty Cash	\$50.00	\$50.00	\$200.00
<b>Total for Cash</b>	<b>\$117,179.00</b>	<b>\$111,236.00</b>	<b>\$106,979.00</b>
<b>Due From Other Funds</b>			
391 - Due From Other Funds	\$16,246.00	\$16,200.00	\$1,362.00
<b>Total for Due From Other Funds</b>	<b>\$16,246.00</b>	<b>\$16,200.00</b>	<b>\$1,362.00</b>
<b>Other Receivables (net)</b>			
350 - Water Rents Receivable	-	\$15,907.00	\$64,010.00
380 - Accounts Receivable	\$147.00	-	-
<b>Total for Other Receivables (net)</b>	<b>\$147.00</b>	<b>\$15,907.00</b>	<b>\$64,010.00</b>
<b>Total for Assets</b>	<b>\$133,572.00</b>	<b>\$143,343.00</b>	<b>\$172,351.00</b>
<b>Total for Assets and Deferred Outflows of Resources</b>	<b>\$133,572.00</b>	<b>\$143,343.00</b>	<b>\$172,351.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**FX - Water  
Balance Sheet**

	05/31/2022	05/31/2021	05/31/2020
<b>Liabilities, Deferred Inflows of Resources And Fund Balance</b>			
<b>Liabilities</b>			
<b>Accounts Payable</b>			
600 - Accounts Payable	\$14,846.00	\$13,728.00	-
<b>Total for Accounts Payable</b>	<b>\$14,846.00</b>	<b>\$13,728.00</b>	<b>\$0.00</b>
<b>Due To Other Funds</b>			
630 - Due To Other Funds	\$1,441.00	\$0.00	\$13,000.00
<b>Total for Due To Other Funds</b>	<b>\$1,441.00</b>	<b>\$0.00</b>	<b>\$13,000.00</b>
<b>Total for Liabilities</b>	<b>\$16,287.00</b>	<b>\$13,728.00</b>	<b>\$13,000.00</b>
<b>Fund Balance</b>			
<b>Assigned Fund Balance</b>			
914 - Assigned Appropriated Fund Balance	\$71,125.00	-	\$48,590.00
915 - Assigned Unappropriated Fund Balance	\$46,160.00	\$129,615.00	\$110,761.00
<b>Total for Assigned Fund Balance</b>	<b>\$117,285.00</b>	<b>\$129,615.00</b>	<b>\$159,351.00</b>
<b>Total for Fund Balance</b>	<b>\$117,285.00</b>	<b>\$129,615.00</b>	<b>\$159,351.00</b>
<b>Total for Liabilities, Deferred Inflows of Resources And Fund Balance</b>	<b>\$133,572.00</b>	<b>\$143,343.00</b>	<b>\$172,351.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**FX - Water  
Results of Operations**

	05/31/2022	05/31/2021	05/31/2020
<b>Revenues and Other Sources</b>			
<b>Revenues</b>			
<b>Departmental Income</b>			
2140 - Metered Water Sales	\$572,963.00	\$506,907.00	\$549,545.00
2144 - Water Service Charges	\$1,700.00	\$1,615.00	\$3,800.00
<b>Total for Departmental Income</b>	<b>\$574,663.00</b>	<b>\$508,522.00</b>	<b>\$553,345.00</b>
<b>Use of Money and Property</b>			
2401 - Interest and Earnings	\$9.00	\$22.00	\$46.00
<b>Total for Use of Money and Property</b>	<b>\$9.00</b>	<b>\$22.00</b>	<b>\$46.00</b>
<b>Sale of Property and Compensation for Loss</b>			
2655 - Sales Other	-	\$3,423.00	\$648.00
<b>Total for Sale of Property and Compensation for Loss</b>	<b>\$0.00</b>	<b>\$3,423.00</b>	<b>\$648.00</b>
<b>Miscellaneous Local Sources</b>			
2701 - Refunds of Prior Year Expenditures	\$260.00	-	-
2770 - Unclassified	-	\$196.00	\$672.00
<b>Total for Miscellaneous Local Sources</b>	<b>\$260.00</b>	<b>\$196.00</b>	<b>\$672.00</b>
<b>Total for Revenues</b>	<b>\$574,932.00</b>	<b>\$512,163.00</b>	<b>\$554,711.00</b>
<b>Other Sources</b>			
<b>Operating Transfers</b>			

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**FX - Water  
Results of Operations**

	05/31/2022	05/31/2021	05/31/2020
5031 - Interfund Transfers	-	\$0.00	-
<b>Total for Operating Transfers</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Total for Other Sources</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Total for Revenues and Other Sources</b>	<b>\$574,932.00</b>	<b>\$512,163.00</b>	<b>\$554,711.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**FX - Water**  
**Statement of Expenditures and Other Uses**

	05/31/2022	05/31/2021	05/31/2020
<b>Expenditures and Other Uses</b>			
<b>Expenditures</b>			
<b>General Government Support</b>			
14204 - Law - Contractual	\$5,000.00	\$3,392.00	\$4,667.00
19104 - Unallocated Insurance - Contractual	\$17,635.00	\$14,795.00	\$11,283.00
19504 - Taxes and Assessments on Municipal Property - Contractual	\$9,640.00	\$10,529.00	\$9,228.00
<b>Total for General Government Support</b>	<b>\$32,275.00</b>	<b>\$28,716.00</b>	<b>\$25,178.00</b>
<b>Home and Community Services</b>			
83101 - Water Administration - Personal Services	\$106,332.00	\$64,186.00	\$67,100.00
83104 - Water Administration - Contractual	\$110,574.00	\$124,393.00	\$107,305.00
83201 - Water Source of Supply, Power and Pumping - Personal Services	\$70,373.00	\$73,266.00	\$70,536.00
83204 - Water Source of Supply, Power and Pumping - Contractual	\$70,865.00	\$62,284.00	\$127,066.00
83894 - Water Expenses Expenditures. Other - Contractual	-	-	\$0.00
<b>Total for Home and Community Services</b>	<b>\$358,144.00</b>	<b>\$324,129.00</b>	<b>\$372,007.00</b>
<b>Employee Benefits</b>			
90108 - State Retirement System - Employee Benefits	\$17,787.00	\$14,065.00	\$14,634.00
90308 - Social Security - Employee Benefits	\$13,493.00	\$11,271.00	\$10,102.00
90408 - Workers' Compensation - Employee Benefits	\$10,138.00	\$11,091.00	\$11,377.00
90558 - Disability Insurance - Employee Benefits	-	\$444.00	\$462.00
90608 - Hospital, Medical and Dental Insurance - Employee Benefits	\$32,700.00	\$36,639.00	\$29,864.00

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**FX - Water**  
**Statement of Expenditures and Other Uses**

	05/31/2022	05/31/2021	05/31/2020
<b>Total for Employee Benefits</b>	<b>\$74,118.00</b>	<b>\$73,510.00</b>	<b>\$66,439.00</b>
<b>Debt Service</b>			
97106 - Serial Bonds - Debt Principal	\$70,000.00	\$70,000.00	\$65,000.00
97107 - Serial Bonds - Debt Interest	\$33,600.00	\$23,044.00	\$47,184.00
<b>Total for Debt Service</b>	<b>\$103,600.00</b>	<b>\$93,044.00</b>	<b>\$112,184.00</b>
<b>Total for Expenditures</b>	<b>\$568,137.00</b>	<b>\$519,399.00</b>	<b>\$575,808.00</b>
<b>Other Uses</b>			
<b>Operating Transfers</b>			
99019 - Transfers to Other Funds - Interfund Transfer	-	\$22,500.00	\$30,000.00
99509 - Transfers to Capital Projects Fund - Interfund Transfer	-	-	\$7,500.00
<b>Total for Operating Transfers</b>	<b>\$0.00</b>	<b>\$22,500.00</b>	<b>\$37,500.00</b>
<b>Total for Other Uses</b>	<b>\$0.00</b>	<b>\$22,500.00</b>	<b>\$37,500.00</b>
<b>Total for Expenditures and Other Uses</b>	<b>\$568,137.00</b>	<b>\$541,899.00</b>	<b>\$613,308.00</b>



Village of Frankfort  
Annual Financial Report  
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**FX - Water  
Changes in Fund Balance**

	05/31/2022	05/31/2021	05/31/2020
<b>Analysis of Changes in Fund Balance</b>			
8021 - Fund Balance - Beginning of Year	\$129,615.00	\$159,351.00	\$215,416.00
8012 - Prior Period Adjustment OR Change in Accounting Principle - Increase in Fund Balance	-	-	\$2,532.00
8015 - Prior Period Adjustment OR Change in Accounting Principle - Decrease in Fund Balance	\$19,125.00	-	-
<i>prior yrs' adjs needed for TB to balance after software conversion</i>			
8022 - Restated Fund Balance - Beginning of Year	\$110,490.00	\$159,351.00	\$217,948.00
Add Revenues and Other Sources	\$574,932.00	\$512,163.00	\$554,711.00
Deduct Expenditures and Other Uses	\$568,137.00	\$541,899.00	\$613,308.00
8029 - Fund Balance - End of Year	\$117,285.00	\$129,615.00	\$159,351.00

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**FX - Water  
Adopted Budget Summary**

	05/31/2023	05/31/2022	05/31/2021
<b>Estimated Revenues and Other Sources</b>			
<b>Estimated Revenue</b>			
1299 - Est Rev - Departmental Income	\$606,042.00	\$581,449.00	\$563,500.00
2499 - Est Rev - Use of Money and Property	\$50.00	\$50.00	\$50.00
2799 - Est Rev - Other Revenues	\$200.00	\$1,100.00	\$1,725.00
<b>Total for Estimated Revenue</b>	<b>\$606,292.00</b>	<b>\$582,599.00</b>	<b>\$565,275.00</b>
<b>Estimated Other Sources</b>			
599 - Appropriated Fund Balance	\$71,125.00	-	\$48,590.00
<b>Total for Estimated Other Sources</b>	<b>\$71,125.00</b>	<b>\$0.00</b>	<b>\$48,590.00</b>
<b>Total for Estimated Revenues and Other Sources</b>	<b>\$677,417.00</b>	<b>\$582,599.00</b>	<b>\$613,865.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**FX - Water  
Adopted Budget Summary**

	05/31/2023	05/31/2022	05/31/2021
<b>Estimated Appropriations and Other Uses</b>			
<b>Estimated Appropriations</b>			
1999 - App - General Government Support	\$31,486.00	\$36,610.00	\$29,030.00
8999 - App - Home and Community Services	\$460,735.00	\$356,589.00	\$340,393.00
9199 - App - Employee Benefits	\$84,396.00	\$85,800.00	\$76,768.00
9899 - App - Debt Service	\$100,800.00	\$103,600.00	\$112,644.00
<b>Total for Estimated Appropriations</b>	<b>\$677,417.00</b>	<b>\$582,599.00</b>	<b>\$558,835.00</b>
<b>Estimated Other Uses</b>			
962 - Other Budgetary Purposes	-	-	\$25,030.00
9999 - App - Interfund Transfers	-	-	\$30,000.00
<b>Total for Estimated Other Uses</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$55,030.00</b>
<b>Total for Estimated Appropriations and Other Uses</b>	<b>\$677,417.00</b>	<b>\$582,599.00</b>	<b>\$613,865.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**G - Sewer  
Balance Sheet**

	05/31/2022	05/31/2021	05/31/2020
<b>Assets and Deferred Outflows of Resources</b>			
<b>Assets</b>			
<b>Cash</b>			
200 - Cash	\$284,455.00	\$316,983.00	\$283,905.00
210 - Petty Cash	\$600.00	\$300.00	\$300.00
<b>Total for Cash</b>	<b>\$285,055.00</b>	<b>\$317,283.00</b>	<b>\$284,205.00</b>
<b>Due From Other Funds</b>			
391 - Due From Other Funds	\$4,841.00	\$3,400.00	\$2,332.00
<b>Total for Due From Other Funds</b>	<b>\$4,841.00</b>	<b>\$3,400.00</b>	<b>\$2,332.00</b>
<b>Other Receivables (net)</b>			
360 - Sewer Rents Receivable	\$4,231.00	\$7,046.00	\$4,613.00
<b>Total for Other Receivables (net)</b>	<b>\$4,231.00</b>	<b>\$7,046.00</b>	<b>\$4,613.00</b>
<b>Total for Assets</b>	<b>\$294,127.00</b>	<b>\$327,729.00</b>	<b>\$291,150.00</b>
<b>Total for Assets and Deferred Outflows of Resources</b>	<b>\$294,127.00</b>	<b>\$327,729.00</b>	<b>\$291,150.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**G - Sewer  
Balance Sheet**

	05/31/2022	05/31/2021	05/31/2020
<b>Liabilities, Deferred Inflows of Resources And Fund Balance</b>			
<b>Liabilities</b>			
<b>Accounts Payable</b>			
600 - Accounts Payable	\$3,828.00	\$135.00	-
<b>Total for Accounts Payable</b>	<b>\$3,828.00</b>	<b>\$135.00</b>	<b>\$0.00</b>
<b>Due To Other Funds</b>			
630 - Due To Other Funds	\$5,488.00	\$5,425.00	-
<b>Total for Due To Other Funds</b>	<b>\$5,488.00</b>	<b>\$5,425.00</b>	<b>\$0.00</b>
<b>Total for Liabilities</b>	<b>\$9,316.00</b>	<b>\$5,560.00</b>	<b>\$0.00</b>
<b>Fund Balance</b>			
<b>Assigned Fund Balance</b>			
914 - Assigned Appropriated Fund Balance	\$4,901.00	\$6,647.00	\$6,463.00
915 - Assigned Unappropriated Fund Balance	\$279,910.00	\$315,522.00	\$284,687.00
<b>Total for Assigned Fund Balance</b>	<b>\$284,811.00</b>	<b>\$322,169.00</b>	<b>\$291,150.00</b>
<b>Total for Fund Balance</b>	<b>\$284,811.00</b>	<b>\$322,169.00</b>	<b>\$291,150.00</b>
<b>Total for Liabilities, Deferred Inflows of Resources And Fund Balance</b>	<b>\$294,127.00</b>	<b>\$327,729.00</b>	<b>\$291,150.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**G - Sewer  
Results of Operations**

	05/31/2022	05/31/2021	05/31/2020
<b>Revenues and Other Sources</b>			
<b>Revenues</b>			
<b>Departmental Income</b>			
2120 - Sewer Rents	\$41,731.00	\$43,155.00	\$43,166.00
2122 - Sewer Charges	\$153,676.00	\$154,771.00	\$156,799.00
<b>Total for Departmental Income</b>	<b>\$195,407.00</b>	<b>\$197,926.00</b>	<b>\$199,965.00</b>
<b>Use of Money and Property</b>			
2401 - Interest and Earnings	\$34.00	\$138.00	\$168.00
<b>Total for Use of Money and Property</b>	<b>\$34.00</b>	<b>\$138.00</b>	<b>\$168.00</b>
<b>Miscellaneous Local Sources</b>			
2701 - Refunds of Prior Year Expenditures	-	\$790.00	-
2770 - Unclassified	-	\$56.00	\$422.00
<b>Total for Miscellaneous Local Sources</b>	<b>\$0.00</b>	<b>\$846.00</b>	<b>\$422.00</b>
<b>Total for Revenues</b>	<b>\$195,441.00</b>	<b>\$198,910.00</b>	<b>\$200,555.00</b>
<b>Other Sources</b>			
<b>Operating Transfers</b>			
5031 - Interfund Transfers	-	\$20,000.00	\$44,196.00
<b>Total for Operating Transfers</b>	<b>\$0.00</b>	<b>\$20,000.00</b>	<b>\$44,196.00</b>
<b>Total for Other Sources</b>	<b>\$0.00</b>	<b>\$20,000.00</b>	<b>\$44,196.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**G - Sewer  
Results of Operations**

	05/31/2022	05/31/2021	05/31/2020
<b>Total for Revenues and Other Sources</b>	<b>\$195,441.00</b>	<b>\$218,910.00</b>	<b>\$244,751.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**G - Sewer**  
**Statement of Expenditures and Other Uses**

	05/31/2022	05/31/2021	05/31/2020
<b>Expenditures and Other Uses</b>			
<b>Expenditures</b>			
<b>General Government Support</b>			
19104 - Unallocated Insurance - Contractual	\$1,338.00	\$1,391.00	\$752.00
<b>Total for General Government Support</b>	<b>\$1,338.00</b>	<b>\$1,391.00</b>	<b>\$752.00</b>
<b>Home and Community Services</b>			
81101 - Sewer Administration - Personal Services	\$8,434.00	\$7,823.00	\$8,829.00
81104 - Sewer Administration - Contractual	\$984.00	\$1,188.00	\$2,236.00
81201 - Sanitary Sewers - Personal Services	\$7,518.00	\$5,724.00	\$5,492.00
81204 - Sanitary Sewers - Contractual	\$9,180.00	\$5,696.00	\$810.00
<b>Total for Home and Community Services</b>	<b>\$26,116.00</b>	<b>\$20,431.00</b>	<b>\$17,367.00</b>
<b>Employee Benefits</b>			
90108 - State Retirement System - Employee Benefits	\$1,186.00	\$1,005.00	\$1,951.00
90308 - Social Security - Employee Benefits	\$1,527.00	\$1,128.00	\$1,034.00
90408 - Workers' Compensation - Employee Benefits	\$386.00	\$435.00	\$836.00
90608 - Hospital, Medical and Dental Insurance - Employee Benefits	\$3,552.00	\$3,431.00	\$3,002.00
<b>Total for Employee Benefits</b>	<b>\$6,651.00</b>	<b>\$5,999.00</b>	<b>\$6,823.00</b>
<b>Debt Service</b>			
97106 - Serial Bonds - Debt Principal	\$150,270.00	\$150,270.00	\$150,270.00
97107 - Serial Bonds - Debt Interest	\$3,400.00	\$2,300.00	\$5,000.00



Village of Frankfort  
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**G - Sewer**  
**Statement of Expenditures and Other Uses**

	05/31/2022	05/31/2021	05/31/2020
97306 - Bond Anticipation Notes - Debt Principal	-	-	\$0.00
<b>Total for Debt Service</b>	<b>\$153,670.00</b>	<b>\$152,570.00</b>	<b>\$155,270.00</b>
<b>Total for Expenditures</b>	<b>\$187,775.00</b>	<b>\$180,391.00</b>	<b>\$180,212.00</b>
<b>Other Uses</b>			
<b>Operating Transfers</b>			
99019 - Transfers to Other Funds - Interfund Transfer	-	\$7,500.00	\$10,000.00
<b>Total for Operating Transfers</b>	<b>\$0.00</b>	<b>\$7,500.00</b>	<b>\$10,000.00</b>
<b>Total for Other Uses</b>	<b>\$0.00</b>	<b>\$7,500.00</b>	<b>\$10,000.00</b>
<b>Total for Expenditures and Other Uses</b>	<b>\$187,775.00</b>	<b>\$187,891.00</b>	<b>\$190,212.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**G - Sewer  
Changes in Fund Balance**

	05/31/2022	05/31/2021	05/31/2020
<b>Analysis of Changes in Fund Balance</b>			
8021 - Fund Balance - Beginning of Year	\$322,169.00	\$291,150.00	\$236,109.00
8012 - Prior Period Adjustment OR Change in Accounting Principle - Increase in Fund Balance	-	-	\$502.00
8015 - Prior Period Adjustment OR Change in Accounting Principle - Decrease in Fund Balance	\$45,024.00	-	-
<i>prior yrs' adjs needed for TB to balance after software conversion</i>			
8022 - Restated Fund Balance - Beginning of Year	\$277,145.00	\$291,150.00	\$236,611.00
Add Revenues and Other Sources	\$195,441.00	\$218,910.00	\$244,751.00
Deduct Expenditures and Other Uses	\$187,775.00	\$187,891.00	\$190,212.00
8029 - Fund Balance - End of Year	\$284,811.00	\$322,169.00	\$291,150.00

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**G - Sewer**  
**Adopted Budget Summary**

	05/31/2023	05/31/2022	05/31/2021
<b>Estimated Revenues and Other Sources</b>			
<b>Estimated Revenue</b>			
1299 - Est Rev - Departmental Income	\$185,057.00	\$175,270.00	\$175,270.00
2499 - Est Rev - Use of Money and Property	\$25.00	\$100.00	\$100.00
<b>Total for Estimated Revenue</b>	<b>\$185,082.00</b>	<b>\$175,370.00</b>	<b>\$175,370.00</b>
<b>Estimated Other Sources</b>			
5031 - Estimated - Interfund Transfers	\$20,000.00	\$20,000.00	\$20,000.00
599 - Appropriated Fund Balance	\$4,901.00	\$6,647.00	\$6,463.00
<b>Total for Estimated Other Sources</b>	<b>\$24,901.00</b>	<b>\$26,647.00</b>	<b>\$26,463.00</b>
<b>Total for Estimated Revenues and Other Sources</b>	<b>\$209,983.00</b>	<b>\$202,017.00</b>	<b>\$201,833.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**G - Sewer  
Adopted Budget Summary**

	05/31/2023	05/31/2022	05/31/2021
<b>Estimated Appropriations and Other Uses</b>			
<b>Estimated Appropriations</b>			
1999 - App - General Government Support	\$1,166.00	\$17,000.00	\$1,670.00
8999 - App - Home and Community Services	\$40,641.00	\$22,488.00	\$37,837.00
9199 - App - Employee Benefits	\$10,619.00	\$8,859.00	\$7,956.00
9899 - App - Debt Service	\$157,557.00	\$153,670.00	\$154,470.00
<b>Total for Estimated Appropriations</b>	<b>\$209,983.00</b>	<b>\$202,017.00</b>	<b>\$201,933.00</b>
<b>Total for Estimated Appropriations and Other Uses</b>	<b>\$209,983.00</b>	<b>\$202,017.00</b>	<b>\$201,933.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**H - Capital Projects  
Balance Sheet**

	05/31/2022	05/31/2021	05/31/2020
<b>Assets and Deferred Outflows of Resources</b>			
<b>Assets</b>			
<b>Cash</b>			
200 - Cash	\$153,530.00	\$524,765.00	\$120,064.00
<b>Total for Cash</b>	<b>\$153,530.00</b>	<b>\$524,765.00</b>	<b>\$120,064.00</b>
<b>Due From Other Funds</b>			
391 - Due From Other Funds	\$272,892.00	\$0.00	-
<b>Total for Due From Other Funds</b>	<b>\$272,892.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Total for Assets</b>	<b>\$426,422.00</b>	<b>\$524,765.00</b>	<b>\$120,064.00</b>
<b>Total for Assets and Deferred Outflows of Resources</b>	<b>\$426,422.00</b>	<b>\$524,765.00</b>	<b>\$120,064.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**H - Capital Projects  
Balance Sheet**

	05/31/2022	05/31/2021	05/31/2020
<b>Liabilities, Deferred Inflows of Resources And Fund Balance</b>			
<b>Liabilities</b>			
<b>Due To Other Funds</b>			
630 - Due To Other Funds	-	\$48,765.00	\$55,212.00
<b>Total for Due To Other Funds</b>	<b>\$0.00</b>	<b>\$48,765.00</b>	<b>\$55,212.00</b>
<b>Notes Payable</b>			
626 - Bond Anticipation Notes Payable	\$2,000,000.00	\$525,000.00	\$128,629.00
<b>Total for Notes Payable</b>	<b>\$2,000,000.00</b>	<b>\$525,000.00</b>	<b>\$128,629.00</b>
<b>Total for Liabilities</b>	<b>\$2,000,000.00</b>	<b>\$573,765.00</b>	<b>\$183,841.00</b>
<b>Fund Balance</b>			
<b>Nonspendable Fund Balance</b>			
806 - Not In Spendable Form	-	-	\$0.00
<b>Total for Nonspendable Fund Balance</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Assigned Fund Balance</b>			
915 - Assigned Unappropriated Fund Balance	-	\$156,115.00	\$0.00
<b>Total for Assigned Fund Balance</b>	<b>\$0.00</b>	<b>\$156,115.00</b>	<b>\$0.00</b>
<b>Unassigned Fund Balance</b>			
917 - Unassigned Fund Balance	(\$1,573,578.00)	(\$205,115.00)	(\$63,777.00)
<b>Total for Unassigned Fund Balance</b>	<b>(\$1,573,578.00)</b>	<b>(\$205,115.00)</b>	<b>(\$63,777.00)</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**H - Capital Projects  
Balance Sheet**

	05/31/2022	05/31/2021	05/31/2020
<b>Total for Fund Balance</b>	<b>(\$1,573,578.00)</b>	<b>(\$49,000.00)</b>	<b>(\$63,777.00)</b>
<b>Total for Liabilities, Deferred Inflows of Resources And Fund Balance</b>	<b>\$426,422.00</b>	<b>\$524,765.00</b>	<b>\$120,064.00</b>

Village of Frankfort  
Annual Financial Report  
For the Fiscal Period 06/01/2021 - 05/31/2022

**H - Capital Projects  
Results of Operations**

	05/31/2022	05/31/2021	05/31/2020
<b>Revenues and Other Sources</b>			
<b>Revenues</b>			
<b>Intergovernmental Charges</b>			
2389 - Miscellaneous Revenue Other Governments	-	\$0.00	-
<b>Total for Intergovernmental Charges</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Miscellaneous Local Sources</b>			
2770 - Unclassified	-	\$31,694.00	-
<b>Total for Miscellaneous Local Sources</b>	<b>\$0.00</b>	<b>\$31,694.00</b>	<b>\$0.00</b>
<b>State Aid</b>			
3097 - State Aid Capital Projects	-	\$30,245.00	-
3297 - State Aid Education Capital Projects	-	-	\$117,889.00
3960 - State Aid Emergency Disaster Assistance	\$3,271.00	-	-
<b>Total for State Aid</b>	<b>\$3,271.00</b>	<b>\$30,245.00</b>	<b>\$117,889.00</b>
<b>Federal Aid</b>			
4960 - Federal Aid Emergency Disaster Assistance	\$19,627.00	\$181,470.00	\$2,175.00
4989 - Federal Aid Other Home and Community Services	-	-	\$22,500.00
<b>Total for Federal Aid</b>	<b>\$19,627.00</b>	<b>\$181,470.00</b>	<b>\$24,675.00</b>
<b>Total for Revenues</b>	<b>\$22,898.00</b>	<b>\$243,409.00</b>	<b>\$142,564.00</b>
<b>Other Sources</b>			



Village of Frankfort  
Annual Financial Report  
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**H - Capital Projects  
Results of Operations**

	05/31/2022	05/31/2021	05/31/2020
<b>Operating Transfers</b>			
5031 - Interfund Transfers	-	\$12,953.00	\$7,500.00
<b>Total for Operating Transfers</b>	<b>\$0.00</b>	<b>\$12,953.00</b>	<b>\$7,500.00</b>
<b>Proceeds of Obligations</b>			
5731 - BANS Redeemed from Appropriations	-	\$128,629.00	\$253,629.00
<b>Total for Proceeds of Obligations</b>	<b>\$0.00</b>	<b>\$128,629.00</b>	<b>\$253,629.00</b>
<b>Total for Other Sources</b>	<b>\$0.00</b>	<b>\$141,582.00</b>	<b>\$261,129.00</b>
<b>Total for Revenues and Other Sources</b>	<b>\$22,898.00</b>	<b>\$384,991.00</b>	<b>\$403,693.00</b>

Village of Frankfort  
Annual Financial Report  
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**H - Capital Projects**  
**Statement of Expenditures and Other Uses**

	05/31/2022	05/31/2021	05/31/2020
<b>Expenditures and Other Uses</b>			
<b>Expenditures</b>			
<b>General Government Support</b>			
14402 - Engineer - Equipment and Capital Outlay	\$95,500.00	\$55,600.00	\$39,630.00
<b>Total for General Government Support</b>	<b>\$95,500.00</b>	<b>\$55,600.00</b>	<b>\$39,630.00</b>
<b>Transportation</b>			
51202 - Maintenance of Bridges - Equipment and Capital Outlay	\$1,077,955.00	\$38,200.00	\$33,259.00
<b>Total for Transportation</b>	<b>\$1,077,955.00</b>	<b>\$38,200.00</b>	<b>\$33,259.00</b>
<b>Culture and Recreation</b>			
71102 - Parks - Equipment and Capital Outlay	\$65,900.00	-	-
71802 - Special Recreation Facilities - Equipment and Capital Outlay	\$23,657.00	-	-
<b>Total for Culture and Recreation</b>	<b>\$89,557.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Home and Community Services</b>			
80902 - Environmental Control - Equipment and Capital Outlay	\$6,500.00	-	-
81202 - Sanitary Sewers - Equipment and Capital Outlay	-	-	\$362.00
83972 - Water Capital Projects - Equipment and Capital Outlay	\$277,964.00	\$156,350.00	-
<b>Total for Home and Community Services</b>	<b>\$284,464.00</b>	<b>\$156,350.00</b>	<b>\$362.00</b>
<b>Total for Expenditures</b>	<b>\$1,547,476.00</b>	<b>\$250,150.00</b>	<b>\$73,251.00</b>
<b>Other Uses</b>			

Village of Frankfort  
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**H - Capital Projects**  
**Statement of Expenditures and Other Uses**

	05/31/2022	05/31/2021	05/31/2020
<b>Operating Transfers</b>			
99019 - Transfers to Other Funds - Interfund Transfer	-	\$120,064.00	\$277,825.00
<b>Total for Operating Transfers</b>	<b>\$0.00</b>	<b>\$120,064.00</b>	<b>\$277,825.00</b>
<b>Total for Other Uses</b>	<b>\$0.00</b>	<b>\$120,064.00</b>	<b>\$277,825.00</b>
<b>Total for Expenditures and Other Uses</b>	<b>\$1,547,476.00</b>	<b>\$370,214.00</b>	<b>\$351,076.00</b>

Village of Frankfort  
Annual Financial Report  
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**H - Capital Projects  
Changes in Fund Balance**

	05/31/2022	05/31/2021	05/31/2020
<b>Analysis of Changes in Fund Balance</b>			
8021 - Fund Balance - Beginning of Year	(\$49,000.00)	(\$63,777.00)	(\$108,329.00)
8015 - Prior Period Adjustment OR Change in Accounting Principle - Decrease in Fund Balance	-	-	\$8,065.00
8022 - Restated Fund Balance - Beginning of Year	(\$49,000.00)	(\$63,777.00)	(\$116,394.00)
Add Revenues and Other Sources	\$22,898.00	\$384,991.00	\$403,693.00
Deduct Expenditures and Other Uses	\$1,547,476.00	\$370,214.00	\$351,076.00
8029 - Fund Balance - End of Year	(\$1,573,578.00)	(\$49,000.00)	(\$63,777.00)

Village of Frankfort  
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**K - Schedule of Non-Current Government Assets**  
**Schedule of Non-Current Government Assets**

	05/31/2022	05/31/2021	05/31/2020
<b>Assets and Deferred Outflows of Resources</b>			
<b>Assets</b>			
<b>Fixed Assets (net)</b>			
104 - Machinery and Equipment	\$13,998.00	-	-
107 - Other Capital Assets	\$21,661.00	-	-
<b>Total for Fixed Assets (net)</b>	<b>\$35,659.00</b>		
<b>Other</b>			
108 - Net Pension Asset Proportionate Share	\$107,384.00	-	-
<b>Total for Other</b>	<b>\$107,384.00</b>		
<b>Total for Assets</b>	<b>\$143,043.00</b>		
<b>Total for Assets and Deferred Outflows of Resources</b>	<b>\$143,043.00</b>		

Village of Frankfort  
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**W - Schedule of Non-Current Government Liabilities**  
**Schedule of Non-Current Government Liabilities**

	05/31/2022	05/31/2021	05/31/2020
<b>Liabilities and Deferred Inflows of Resources</b>			
<b>Liabilities</b>			
<b>Bond And Long Term Liabilities</b>			
628 - Bonds Payable	\$4,487,077.00	\$4,741,947.00	\$4,990,817.00
<b>Total for Bond And Long Term Liabilities</b>	<b>\$4,487,077.00</b>	<b>\$4,741,947.00</b>	<b>\$4,990,817.00</b>
<b>Notes Payable</b>			
619 - State or Authority Loans Payable	\$109,603.00	\$120,345.00	\$130,825.00
<b>Total for Notes Payable</b>	<b>\$109,603.00</b>	<b>\$120,345.00</b>	<b>\$130,825.00</b>
<b>Other Liabilities</b>			
638 - Net Pension Liability Proportionate Share	\$71,319.00	\$203,867.00	\$888,087.00
685 - Installment Purchase Contract Debt	\$51,704.00	\$126,021.00	\$225,996.00
<b>Total for Other Liabilities</b>	<b>\$123,023.00</b>	<b>\$329,888.00</b>	<b>\$1,114,083.00</b>
<b>Total for Liabilities</b>	<b>\$4,719,703.00</b>	<b>\$5,192,180.00</b>	<b>\$6,235,725.00</b>
<b>Total for Liabilities and Deferred Inflows of Resources</b>	<b>\$4,719,703.00</b>	<b>\$5,192,180.00</b>	<b>\$6,235,725.00</b>

Village of Frankfort  
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**Supplemental Schedules**

The Supplemental Schedules includes the following schedules:

- Statement of Indebtedness

Village of Frankfort  
Annual Financial Report  
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**Statement of Indebtedness  
Debt Summary**

Debt Type	Beginning Balance	Debt Issued	Principal Paid	Redeemed from Bond Proceeds	Prior Year Adjustment	Accreted Interest	Ending Balance
Installment Purchase Contract	\$126,021.00	\$0.00	\$74,317.00	\$0.00	\$0.00	\$0.00	\$51,704.00
State or Authority Loan	\$120,345.00	\$0.00	\$10,742.00	\$0.00	\$0.00	\$0.00	\$109,603.00
Bond Anticipation Note	\$525,000.00	\$1,475,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,000,000.00
Bond	\$4,741,947.00	\$0.00	\$254,870.00	\$0.00	\$0.00	\$0.00	\$4,487,077.00
<b>Total</b>	<b>\$5,513,313.00</b>	<b>\$1,475,000.00</b>	<b>\$339,929.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$6,648,384.00</b>