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PRELIMINARY OFFICIAL STATEMENT DATED JUNE 18, 2025

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 Notes is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986. In the further opinion of Bond Counsel, interest on Notes is not a specific preference item for purposes of the individual federal alternative minimum tax. Interest on the Bonds and 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 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 Bonds and Notes. See "TAX MATTERS" herein.

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



\$8,274,420*
CITY OF LITTLE FALLS
HERKIMER COUNTY, NEW YORK
GENERAL OBLIGATIONS
CUSIP BASE: 537156
\$6,950,000* Bond Anticipation Notes, 2025
(referred to herein as the "Notes")

Dated: July 7, 2025

Due: July 7, 2026

AND

\$1,324,420* Public Improvement (Serial) Bonds, 2025
(Referred to herein as the "Bonds")

Dated: July 7, 2025

Due: May 15, 2026-2039

(The Bonds collectively with the Notes, referred to herein as the "Bonds and Notes")

MATURITIES

<u>Year</u>	<u>Amount</u>	<u>Rate</u>	<u>Yield</u>	<u>CUSIP</u>	<u>Year</u>	<u>Amount</u>	<u>Rate</u>	<u>Yield</u>	<u>CUSIP</u>
2026	\$ 39,420				2033	\$100,000			
2027	70,000				2034	100,000 **			
2028	75,000				2035	105,000 **			
2029	80,000				2036	110,000 **			
2030	85,000				2037	120,000 **			
2031	90,000				2038	125,000 **			
2032	95,000				2039	130,000 **			

** The Bonds maturing in the years 2034-2039, inclusive, are subject to redemption prior to maturity as described herein under the heading "Optional Redemption" herein.

† CUSIP numbers have been assigned by an independent company not affiliated with the City and are included solely for the convenience of the holders of the Bonds. The City is not responsible for the selection or use of these CUSIP numbers, and no representation is made as to their correctness on the Bonds or as indicated above.

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

The Bonds maturing in the years 2034 through 2039 are subject to redemption prior to maturity as further described under the heading "THE BONDS - Optional Redemption" herein. The Notes will not be subject to redemption prior to maturity. Interest on the Bonds and Notes will be calculated on a 30-day month and a 360-day year basis and will be payable at maturity.

The Notes will be issued in registered book-entry form registered to Cede & Co., as the partnership nominee for The Depository Trust Company, New York, New York (“DTC”). DTC will act as the securities depository for the Notes and Noteholders will not receive certificates representing their ownership interest in the Notes. Individual purchases of such registered Notes may be made in minimum denominations of \$5,000 or integral multiples thereof. Principal of and interest on said Notes will be paid in Federal Funds by the City to Cede & Co., as nominee for DTC, which will in turn remit such principal and interest to its participants for subsequent distribution to the beneficial owners of the Notes as described herein. Transfer of principal and interest payments to beneficial owners of the Notes by participants of DTC will be the responsibility of such participants and other nominees of beneficial owners. The City will not be responsible or liable for payments by DTC to its participants or by DTC participants to beneficial owners or for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants. (See “*BOOK-ENTRY-ONLY SYSTEM*” herein).

The Bonds will be issued as registered bonds and, when issued, 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 securities depository for the Bonds. Individual purchases will be made in book-entry form only, in the principal amount of \$5,000 or integral multiples thereof except for one necessary odd denomination of or including \$9,420 in relation to the 2026 maturity. Purchasers will not receive certificates representing their ownership interest in the Bonds. Interest on the Bonds will be payable semi-annually on May 15 and November 15 in each year until maturity commencing May 15, 2026. Principal and interest will be paid by the County to DTC, which will in turn remit such principal and interest to its Participants, for subsequent distribution to the Beneficial Owners of the Bonds, as described herein. (See “*BOOK-ENTRY-ONLY SYSTEM*” herein).

The Bonds and Notes are offered when, as and if issued and received by the Underwriter and subject to the receipt of the approving legal opinions as to the validity of the Notes, of Orrick, Herrington & Sutcliffe LLP, Bond Counsel, of New York City. Certain legal matters with respect to the Notes will be passed upon for the Underwriter by its counsel, W.J. Marquardt, PLLC, Skaneateles, New York. It is expected that delivery of the Notes will be made on or about July 7, 2025 in book-entry form in Jersey City, New Jersey through DTC. It is expected that delivery of the Bonds will be made on or about July 7, 2025 in book-entry form in Jersey City, New Jersey through DTC.

June __, 2025

ROOSEVELT & CROSS INCORPORATED

THE CITY DEEMS THIS OFFICIAL STATEMENT TO BE FINAL FOR PURPOSES OF SECURITIES AND EXCHANGE COMMISSION RULE 15c2-12 (“THE RULE”). THE CITY WILL COVENANT IN AN UNDERTAKING TO PROVIDE NOTICE OF CERTAIN MATERIAL EVENTS RELATED TO THE NOTES AS DEFINED IN THE RULE AND AN UNDERTAKING TO PROVIDE CONTINUING DISCLOSURE RELATED TO THE BONDS AS DEFINED IN THE RULE . SEE “APPENDIX-C” AND “APPENDIX-D” HEREIN.

* Preliminary, subject to change.

CITY OF LITTLE FALLS

HERKIMER COUNTY, NEW YORK



OFFICIALS AND ADVISORS

DEBORAH A. KAUFMAN

Mayor

THE COUNCIL

TIMOTHY LYON
JONATHAN SHAFFER
LAURA EYSAMAN
DANIEL CARTER

MARK RUFFING
MICHAEL MASI
TODD DILLON
CRAIG LOCKWOOD

CITY OFFICIALS

SARAH GEORGE

City Treasurer

DANIEL MAXWELL

City Assessor

KIRA MILLER

City Clerk

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MUNICIPAL ADVISOR



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Bond Counsel

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No person has been authorized by the City 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 Bonds and 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 City.

The Underwriter has provided the following sentence for inclusion in this Official Statement. The Underwriter has reviewed the information in this Official Statement pursuant to its responsibilities to investors under federal securities laws, but the Underwriter does not guarantee the accuracy or completeness of such information.

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PREPARED WITH THE ASSISTANCE OF



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OFFICIAL STATEMENT
OF THE
CITY OF LITTLE FALLS
HERKIMER COUNTY, NEW YORK
RELATING TO

\$6,950,000* Bond Anticipation Notes, 2025
&
\$1,324,420 Public Improvement (Serial) Bonds, 2025

This Official Statement, which includes the cover page and appendices, has been prepared by the City of Little Falls, Herkimer County, New York (the “City,” “County,” and “State,” respectively), in connection with the sale by the City of its aggregate principal amount of \$6,950,000* Bond Anticipation Notes, 2025 (referred to herein as the “Notes”) and \$1,324,420 Public Improvement (Serial) Bonds, 2025 (the “Bonds”), (The Bonds are referred to herein as the “Bonds”, and collectively with the Notes, the “Bonds and Notes”).

The factors affecting the City’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 City’s tax base, revenues, and expenditures, this Official Statement should be read in its entirety.

In order to make informed investment decisions, potential investors should be thoroughly familiar with the discussion herein relating to recent negative reports from the Office of the State Comptroller. See “THE CITY” and “MARKET AND RISK FACTORS” herein for additional details.

All quotations from and summaries and explanations of provisions of the Constitution and laws of the State and acts and proceedings of the City 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 City relating thereto are qualified in their entirety by reference to the definitive forms of the Notes and such proceedings.

THE BONDS

Description of the Bonds

The Bonds are general obligations of the City, and will contain a pledge of its faith and credit for the payment of the principal of and interest on the Bonds 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 City is subject to the levy of ad valorem taxes to pay the Bonds and interest thereon, subject to certain applicable statutory limitations imposed by Chapter 97 of the New York Laws of 2011, as amended. See “*NATURE OF OBLIGATION*” and “*TAX LEVY LIMIT LAW*” herein.

The Bonds will be dated July 7, 2025 and will mature in the principal amounts and on the dates as set forth on the inside cover page. The Bonds are subject to redemption prior to maturity as described herein under “THE BONDS – Optional Redemption. The record date for the Bonds will be the last day of the calendar month preceding such interest payment. Interest on the Bonds will be calculated on a 30-day month and 360-day year basis.

The Bonds will be issued as registered bonds in book-entry only form, registered in the name of Cede & Co., as nominee of DTC, which will act as securities depository for the Bonds. Individual purchases will be made in book-entry form only, in the principal amount of \$5,000 or integral multiples thereof, except one necessary odd denomination of or including \$9,420. Purchasers will not receive certificates representing their ownership interest in the Bonds. Interest on the Bonds will be payable on May 15, 2026 and semi-annually thereafter on May 15 and November 15 in each year until maturity. Principal and interest will be paid by the City to DTC, which will in turn remit such principal and interest to its Participants, for subsequent distribution to the Beneficial Owners of the Bonds, as described herein.

Optional Redemption

The Bonds maturing on or before May 15, 2033 shall not be subject to redemption prior to maturity. The Bonds maturing on or after May 15, 2034 shall be subject to redemption prior to maturity as a whole or in part (and by lot if less than all of a maturity is to be redeemed), at the option of the City on May 15, 2033 or on any date thereafter at par (100%), plus accrued interest to the date of redemption.

If less than all of the bonds of any maturity are to be redeemed, the particular Bonds of such maturity to be redeemed shall be selected by the City by lot in any customary manner of selection as determined by the City Chamberlain. Notice of such call for redemption shall be given by providing notice to the registered holder not more than sixty (60) days nor less than thirty (30) days prior to such date. Notice of redemption having been given as aforesaid, the Bonds so called for redemption shall, on the date for redemption set forth in such call for redemption, become due and payable, together with interest to such redemption date, and interest shall cease to be paid thereon after such redemption date.

Purpose of Issue –Bonds

The Bonds are issued pursuant to the Constitution and statutes of the State including among others, the Local Finance Law and various bond resolutions adopted by the City Council authorizing the issuance of serial bonds to finance the cost of various City projects and vehicles as follows:

Project	Authorization Date	Amount Outstanding	Principal Paydown	Proceeds of the Bonds
Fire Truck	12/7/2021	\$ 510,000	\$ 15,000	\$ 495,000
Ambulance	11/2/2021	69,420	10,000	59,420
Danube & Diamond St.	5/14/2024	375,000	-	375,000
Police Vehicle	9/3/2024	85,000	-	85,000
Garbage Truck	9/3/2024	310,000	-	310,000
TOTALS		\$ 1,349,420	\$ 25,000	\$ 1,324,420

The proceeds of the Bonds, together with \$25,000 available funds of the City, will fully redeem and permanently finance outstanding obligations of the City that mature on July 8, 2025.

THE NOTES

Description of the Notes

The Notes are general obligations of the City, 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 City 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 LIMIT LAW*” herein.

The Notes are dated July 7, 2025 and mature, without the option of prior redemption, on July 7, 2026. Interest on the Notes will be calculated on a 30-day month and 360-day year basis, payable at maturity.

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. Payment of the principal of and interest on the Notes to the Beneficial Owner(s) of the Notes will be made by DTC Participants and Indirect Participants in accordance with standing instructions and customary practices. Payment will be the responsibility of the DTC, subject to any statutory and regulatory requirements as may be in effect from time to time. See “*BOOK-ENTRY-ONLY SYSTEM*” herein.

No Optional Redemption

The Notes will NOT be subject to redemption, in whole or in part, prior to maturity.

Purposes of Issue

The Notes are issued pursuant to the Constitution and statutes of the State including among others, the Local Finance Law and a bond resolution dated April 1, 2025 authorizing the issuance of \$5,650,000 bonds of the City to finance the construction of improvements and reconstruction of the Water Treatment Plant and related water system facilities, and a bond resolution dated May 6, 2025 authorizing the issuance of \$1,300,000 bonds of the City to pay the cost of the City energy efficient LED street lighting project.

The proceeds of the Notes, will provide \$5,650,000 in new money for the Water Treatment Plant project and \$1,300,000 in new money for the LED street lighting project to fully utilize all borrowing authorization for both aforementioned projects.

No Optional Redemption

The Notes shall not be subject to redemption prior to maturity.

NATURE OF THE OBLIGATION

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

Holders of any of notes or bonds of the City 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 of notes or bonds.

The Bonds and Notes will be general obligations of the City and will contain a pledge of the faith and credit of the City 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 City has power and statutory authorization to levy ad valorem taxes on all real property within the City subject to such taxation by the City, subject to certain applicable statutory limitations as set forth below, See also “*TAX LEVY LIMIT LAW*”

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 New York 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 City is required to pledge its faith and credit for the payment of the principal of and interest on the Bonds and 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 City’s power to increase its annual tax levy with the amount of such increase limited by the formulas set forth in the Tax Levy Limitation Law, it also provides the procedural method to surmount that limitation. See “*TAX LEVY LIMITATION LAW*” herein.

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

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

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

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

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

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

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

DESCRIPTION OF BOOK-ENTRY SYSTEM

The Depository Trust Company (“DTC”), New York, NY, will act as securities depository for the Bonds and Notes, if so selected by the Purchaser. As such, the Bonds and 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 bond certificate will be issued for each maturity of the Bonds and one fully registered note certificate will be issued for the Notes bearing the same rate of interest and CUSIP.

DTC, the world’s largest depository, is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 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”). 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.

Purchases of Bonds and Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds and Notes on DTC's records. The ownership interest of each actual purchaser of each Bond ("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 Bonds and 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 Bonds and Notes, except in the event that use of the book-entry system for the Bonds and Notes is discontinued.

To facilitate subsequent transfers, all Bonds and 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 Bonds and 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 Bonds and Notes; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds and Notes are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

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

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

Principal and interest payments on the Bonds and Notes will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC or the City, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest to DTC is the responsibility of the City, 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 Bonds and Notes at any time by giving reasonable notice to the City. Under such circumstances, in the event that a successor depository is not obtained, bond and note certificates are required to be printed and delivered.

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

Source: The Depository Trust Company.

THE CITY CANNOT AND DOES NOT GIVE ANY ASSURANCES THAT DTC, DIRECT PARTICIPANTS OR INDIRECT PARTICIPANTS OF DTC WILL DISTRIBUTE TO THE BENEFICIAL OWNERS OF THE BONDS AND NOTES (1) PAYMENTS OF PRINCIPAL OF OR INTEREST OR REDEMPTION PREMIUM ON THE BONDS AND NOTES (2) CONFIRMATIONS OF THEIR OWNERSHIP INTERESTS IN THE BONDS AND NOTES OR (3) OTHER NOTICES SENT TO DTC OR CEDE & CO., ITS PARTNERSHIP NOMINEE, AS THE REGISTERED OWNER OF THE BONDS AND 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 CITY WILL NOT HAVE ANY RESPONSIBILITY OR OBLIGATIONS TO DTC, THE DIRECT PARTICIPANTS, THE INDIRECT PARTICIPANTS OF DTC OR THE BENEFICIAL OWNERS WITH RESPECT TO (1) THE ACCURACY OF ANY RECORDS MAINTAINED BY DTC OR ANY DIRECT PARTICIPANTS OR INDIRECT PARTICIPANTS OF DTC; (2) THE PAYMENT BY DTC OR ANY DIRECT PARTICIPANTS OR INDIRECT PARTICIPANTS OF DTC OF ANY AMOUNT DUE TO ANY BENEFICIAL OWNER IN RESPECT OF THE PRINCIPAL AMOUNT OF OR INTEREST OR REDEMPTION PREMIUM ON THE BONDS AND NOTES; (3) THE DELIVERY BY DTC OR ANY DIRECT PARTICIPANTS OR INDIRECT PARTICIPANTS OF DTC OF ANY NOTICE TO ANY BENEFICIAL OWNER THAT IS REQUIRED OR PERMITTED TO BE GIVEN TO OWNERS; OR (4) ANY CONSENT GIVEN OR OTHER ACTION TAKEN BY DTC AS THE REGISTERED HOLDER OF THE BONDS AND NOTES.

THE INFORMATION CONTAINED HEREIN CONCERNING DTC AND ITS BOOK-ENTRY SYSTEM HAS BEEN OBTAINED FROM DTC AND THE CITY 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 Bonds

DTC may discontinue providing its services with respect to the Bonds at any time by giving reasonable notice to the City and discharging its responsibilities with respect thereto under applicable law, or the City may terminate its participation in the system of book-entry-only transfers through DTC at any time. In the event that such book-entry-only system is discontinued, the following provisions will apply: the Bonds will be issued in fully registered form in denominations of \$5,000 each or any integral multiple thereof, except one necessary odd denomination of or including \$9,420. Principal of the Bonds when due will be payable upon presentation at the office of a bank or trust company located and authorized to do business in the State as a fiscal agent bank to be named by the City upon termination of the book-entry-only system. Interest on the Bonds will remain payable May 15, 2026 and semi-annually thereafter on May 15 and November 15 in each year to maturity. Such interest will be payable by check drawn by the fiscal agent and mailed to the registered owner on each interest payment date at the address as shown on the registration books of the fiscal agent as of the fifteenth day of the calendar month preceding each such interest payment date. Bonds may be transferred or exchanged at no cost to the registered owner at any time prior to maturity at the office of the fiscal agent for Bonds of the same or any other authorized denomination or denominations in the same aggregate principal amount in accordance with the Local Finance Law. The fiscal agent shall not be obligated to make any such transfer or exchange of Bonds between the fifteenth day of the calendar month preceding an interest payment date and such interest payment date.

Certificated Notes

DTC may discontinue providing its services with respect to the Notes at any time by giving notice to the City and discharging its responsibilities with respect thereto under applicable law, or the City 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 initially utilized and then discontinued, the following provisions will apply:

The Notes will be issued in registered certificated 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 authorized to do business in the State as a fiscal agent to be named by the City.

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THE CITY

General Information

The City, which was incorporated in 1895, is the only city located in the County of Herkimer and nestled in a dramatic natural setting amongst steep hills that descend to the Mohawk River and Erie Canal. The City encompasses a total of 4.0 square miles, of which, 3.8 square miles of it is land area and 0.2 square miles of it is water area.

Major highways in close proximity to the City are New York State Route 5, New York State Route 167, New York State Route 169, and New York State Route 170 which all converge.

The City has numerous businesses and amenities including an espresso bar, gem shop, arts center, French restaurant, antique centers, local hospital, and extensive civic services. The City has many parks where residents can participate in various activities. The Moreland Park allows the residents use of walking trails, picnic pavilions, grills and play areas. The Veteran's Memorial Park on Burwell Street consists of a baseball field, a lighted softball field, a modified field for youth, a little league field, two basketball courts, and four tennis courts. Additional activities and sites include boats and kayak/canoe rentals at the Canal Harbor and Rotary Park, ice skating at Eastern Park and golfing at the Municipal Golf Course.

The City is surrounded by multiple higher education facilities including; Herkimer Community College, Mohawk Valley Community College, Utica University, SUNY Polytechnic Institute, SUNY College of Agriculture and Technology at Cobleskill, Sienna College, Morrisville State College and SUNY College at Oneonta.

Industries providing employment to the residents are educational, health and social services (35.3%), Manufacturing (24.1%), and Retail trade (12.6%).

Banking facilities are provided by Adirondack Bank and M&T Bank.

Recent developments in the City include three new businesses that opened in April and May 2025 including:

- Griff T. Photography 590 E. Main Street
- Venture Forth 590 E. Main Street
- Trusted Technologies, 572 E. Main

In addition, Mayor Kaufman has announced a plan to pursue a regionalization opportunity. Specifically, consultants to the City estimate that the City's watershed can yield 9 to 15 millions of gallons of water per day across its combined sources. Mayor Kaufman proposes to pursue negotiation of bulk water supply agreements with five neighboring municipalities including the Village of Dolgeville, the Village of Ilion, the Town of Herkimer, the Village of Herkimer and the Town of Little Falls. As an initial step, the City intends to apply for a joint Local Government Efficiency (LGE) grant to fund a regional water authority study. While final yields and costs will be shaped by ongoing treatment pilot results, metering upgrades and contract negotiations, this proposed project is intended to position the City as a regional water supplier, and in turn, secure a new long-term revenue stream for the benefit of the City.

Population Trends

<u>Year</u>	<u>City of Little Falls</u>	<u>County of Herkimer</u>	<u>State of New York</u>
1990	5,856	65,797	17,990,455
2000	5,182	64,427	18,976,457
2010	4,946	64,519	19,378,102
2020	4,605	60,143	19,677,151
2022 ⁽¹⁾	4,596	60,293	19,994,379
2023 ⁽¹⁾	4,567	59,484	19,571,216

⁽¹⁾ Represents U.S. Census Bureau American Community Survey 5-Year Estimates Data ended 2022 and 2023 respectively

Source: U.S. Bureau of the Census.

Selected Wealth and Income Indicators

Per capita income statistics are available for the City, County and State. Listed below are select figures from the U.S. Census Bureau, 2006-2010, 2016-2020, and 2019-2023 American Community Survey data.

	<u>Per Capita Income</u>			<u>Median Family Income</u>		
	<u>2006-2010</u>	<u>2016-2020</u>	<u>2019-2023</u>	<u>2006-2010</u>	<u>2016-2020</u>	<u>2019-2023</u>
City of:						
Little Falls	\$ 23,860	\$ 25,956	\$ 28,302	\$ 50,521	\$ 60,913	\$ 76,214
County of:						
Herkimer	21,908	29,540	35,959	53,288	75,594	88,417
State of:						
New York	30,948	40,898	49,520	67,405	87,270	105,060

Note: 2020-2024 American Community Survey estimates are not available as of the date of this Official Statement.

Major Employers

Some of the major employers located within and/or surrounding the City are as follows:

<u>Name of Employer</u>	<u>Type of Business</u>	<u>Approximate Number Employed</u>
Little Falls Hospital	Hospital	300-400
Feldmeier Equipment, Inc.	Stainless Steel Tanks	100-249
Alpine Nursing Home	Nursing Home	100-249
Price Chopper	Grocers-Retail	100-249
City of Little Falls	Municipality	70-80
Twin Rivers Paper Co.	Paper Mill/Manufacturer	50-99
Ideal Wood Products	Manufacturing	50-99
North Star Recycling	Recycling	20-49
McDonalds	Restaurant	20-49
Little Falls Lumber Company, Inc	Lumber Industry	20-49

Source: City Officials.

Unemployment Rate Statistics

Unemployment statistics are not available for the City as such. The smallest area for which such statistics are available (which includes the City) 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 implied from the inclusion of such data in this Continuing Disclosure Statement that the County or the State is necessarily representative of the City, or vice versa.

	<u>Annual Average</u>						
	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Herkimer County	4.7%	4.5%	7.7%	5.7%	4.3%	4.1%	4.3%
New York State	4.1%	3.9%	9.8%	7.1%	4.3%	4.1%	4.3%

2025 Monthly Figures

	<u>Jan</u>	<u>Feb</u>	<u>Mar</u>	<u>Apr</u>	<u>May</u>	<u>June</u>
Herkimer County	5.4%	5.7%	4.8%	3.6%	N/A	N/A
New York State	4.3%	4.5%	4.2%	3.6%	N/A	N/A

Note: Unemployment rates for May and June 2025 are not available as of the date of this Continuing Disclosure Statement.

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

Financial Organization

The City Treasurer is the chief fiscal officer of the City whose responsibility is to receive, disburse and account for all financial transactions of the City.

Form of City Government

The City's local government is a Mayor/Council form of government. The Mayor is the Chief Executive Officer of the city. The legislative governing body is the Common Council composed of the Mayor and eight (8) Aldermen all elected at large at general elections. The Mayor's term is four years with two-year terms for the Aldermen. The Mayor is the presiding officer of the Common Council, but has no vote therein, except in the case of a tie vote. The Mayor has approval and veto authority over every resolution, ordinance or local law of the Common Council, except rules for its own government and resolutions for the appointment of officers. The City Treasurer and the City Clerk are elected at large at general elections with a term of four years. The City Attorney is appointed by the Mayor with the consent of the Common Council for a contracted term of one year.

Budgetary Procedures

The department and agency heads present their budget requirements for the upcoming fiscal year to the City Treasurer between the 20th and 30th days of January for the current fiscal year. On or before the 20th day of March, the City Treasurer presents a proposed budget for the current year along with a budget message. The Council, at a regular or special meeting held after a public hearing, shall by resolution adopt or amend and adopt the budget, which shall there upon become the annual budget of the City for the current fiscal year. The budget cannot be adopted prior to January 1st of the fiscal year covered, and if the Council fails to adopt the proposed budget by the 1st Council meeting of March of the fiscal year to be covered, the budget as submitted by the City Mayor becomes the budget of the City for that fiscal year.

The City's 2024 adopted budget included 3.46% increase in the property tax levy, which was equal to the City tax levy limit of 3.46%. The City did vote to exceed its Tax Levy Limit for the 2024 fiscal year.

The City's 2025 adopted budget included 6.0% increase in the property tax levy, which was above the City tax levy limit of 3.32%. The City did vote to exceed its Tax Levy Limit for the 2025 fiscal year.

Investment Policy

Pursuant to the statutes of the State of New York, the City 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 City; (6) obligations of a New York public benefit corporations which are made lawful investments in which the City 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 City moneys held in certain reserve funds established pursuant to law, obligations issued by the City. 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 City'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 City may purchase such obligations pursuant to a written repurchase agreement that requires the purchased securities to be delivered to a third party custodian. The City does not invest in reverse repurchase obligations or similar derivative type investments.

State Aid

The City receives financial assistance from the State, which accounts for approximately 10.75% of the City's revenues for the 2025 fiscal year. If the State should ever experience revenue shortfalls or difficulty in borrowing funds in anticipation of the receipt of State taxes and other revenues to pay State aid to the City and other political subdivisions in the State, the City may be affected by a delay in the receipt of State aid until sufficient State taxes and other revenues have been received by the State to make State aid payments. Additionally, if the State should not adopt its budget in a timely manner (as is frequently the case) again said political subdivisions might be affected by a delay in the payment of State aid.

There can be no assurance that the State appropriation for State aid to cities will be continued in future years, either pursuant to existing formulas or any form whatsoever. State aid appropriated and apportioned to the City can be paid only if the State has such monies available therefore. The availability of such monies and the timeliness of such payment could be affected by a delay in the adoption of the State budget or their elimination therefrom.

While the City has received State aid in recent years, both the determination of the amount of State aid and the apportionment of State aid are legislative acts and the State Legislature may amend or repeal the chapter relating to State aid and the formulas which determine the amount of State aid payable to the City. Future financial conditions in the State may affect the amount of State aid appropriated by the State Legislature.

The following table illustrates the percentage of total revenues of the City for each of each of the years 2018 through 2024 and budgeted figures for the fiscal year 2025 comprised of State aid.

<u>Fiscal Year Ending</u>	<u>Total State Aid</u>	<u>Total Revenues</u> ⁽¹⁾	<u>Percentage of Total Revenues Consisting of State Aid</u>
2018 (Unaudited)	\$ 1,096,666	\$ 5,976,521	18.35%
2019 (Unaudited)	1,205,472	6,272,258	19.22
2020 (Unaudited)	901,850	6,040,018	14.93
2021 (Unaudited)	1,293,084	6,699,147	20.28
2022 (Unaudited)	1,562,843	6,715,000	13.51
2023 (Unaudited)	1,342,922	7,444,143	11.95
2024 (Unaudited)	1,262,525	7,278,166	13.28
2025 (Budgeted)	866,034	8,059,159	10.75

⁽¹⁾ Includes Operating Transfers in.

Source: Annual Financial Update Report Document (unaudited) for fiscal years 2018 through 2024 and adopted budget of the City for 2025. This table is not audited.

Employees

The following table provides a breakdown of the number of City employees represented by collective bargaining agents, the bargaining units that represent them and the dates their agreements expire.

<u>Number of Employees</u>	<u>Bargaining Unit</u>	<u>Contract Expiration Date</u>
16	DPW CSEA	December 31, 2025
16	Police CSEA	December 31, 2026
15	Fire	December 31, 2025

Source: City Officials.

Status and Financing of Employee Pension Benefits

Substantially all employees of the City 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 and PFRS together are 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 offer a wide range of plans and benefits which are related to years of service and final average salary, vesting of retirement benefits, death and disability 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 Retirement Systems are non-contributory with respect to members hired prior to July 27, 1976. The Retirement Systems are non-contributory with respect to members working ten or more years. All members hired on or before April 1, 2012 working less than ten years must contribute 3% of gross annual salary towards the cost of retirement programs.

On December 12, 2009, a new Tier V was signed into law. The law was effective for new ERS hires beginning on January 1, 2010. New Tier V ERS employees now contribute 3 percent of their salaries. There is no provision for these contributions to cease after a certain period of service. Overtime in excess of \$15,000 will not be subject to ERS either in contribution from the City or the employee.

On March 16, 2012, the Governor signed into law the new Tier VI pension program, effective for new ERS and PFRS employees hired after April 1, 2012. The Tier VI legislation provides for increased employee contribution rates of between 3% and 6%, an increase in the retirement age from 62 years to 63 years, a readjustment of the pension multiplier, and a change in the time period for final average salary calculation from 3 years to 5 years. Tier VI employees will vest in the system after ten years of employment and will continue to make employee contributions throughout employment.

The City's payments to the Retirement Systems for the past five fiscal years and the budgeted amount for the current fiscal year are as follows:

<u>Fiscal Year</u>	<u>ERS</u>	<u>PFRS</u>
2018	\$259,000	\$326,000
2019	291,245	380,411
2020	274,222	354,686
2021	267,646	355,768
2022	270,407	392,918
2023 ⁽¹⁾	0	0
2024 ⁽¹⁾	115,000	125,000
2025 (Budgeted) ⁽²⁾	587,264	537,804

⁽¹⁾ The City missed its required contribution payments in fiscal year ended December 31, 2023, and a portion of its required contributions in fiscal year ended December 31, 2024. The City is currently amortizing \$30,000 per month to pay the past due requirements.

⁽²⁾ The budgeted contributions for 2025 include past due amounts for 2023 and 2024 along with the 2025 current contributions.

Source: City 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 City 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 (2022 to 2026) is shown below:

<u>Year</u>	<u>ERS</u>	<u>PFRS</u>
2022	16.2	28.3
2023	11.6	27.0
2024	13.1	27.8
2025	15.2	31.2
2026	16.5	33.7

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.

Aside from currently amortizing \$30,000 per month for 2023 and 2024 past due pension contributions, the City pays its pension payments in full each February and does not amortize its contributions. The City has no intention to continue to amortize its pension contributions in the foreseeable future once the 2023 and 2024 required payments are paid in full, which is expected December 2026.

Stable Rate Pension Contribution Option: The 2013-14 State Enacted Budget included a provision that would provide local governments and school districts, including the City, with the option to “lock-in” long-term, stable rate pension contributions for a period of years determined by the State Comptroller ERS and PFRS. The stable rates are 12% for ERS and 18.5% for PFRS. The pension contribution rates under this program reduce near-term payments for employers but require higher than normal contributions in later years. The City began utilizing the Stable Rate Pension Contribution Option for the 2013 fiscal year.

The investment of monies and assumptions underlying same, of the Retirement Systems covering the City’s employees is not subject to the direction of the City. 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 City which could affect other budgetary matters. Concerned investors should contact the State Common Retirement administrative staff for further information on the latest actuarial valuations of the State Common Retirement Fund.

Other Post-Employment Benefits

Healthcare Benefits. The City does not provide post-retirement healthcare benefits to various categories of former employees. These costs may be expected to rise substantially in the future. There is now an accounting rule that will require governmental entities, such as the City, to account for post-retirement healthcare benefits as it accounts for vested pension 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. In 2015, the GASB released new accounting standards for public other postemployment benefits (OPEB) plans and participating employers. These standards, GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* (“GASB 75”), have substantially revised the valuation and accounting requirements previously mandated under GASB Statements No. 43 and 45. As of December 31, 2018 the City has not implemented GASB 75 which requires municipalities to report OPEB liabilities, OPEB expenses, deferred outflow of resources and deferred inflow of resources related to OPEB. GASB Statement No. 75 replaced GASB Statement 45, which also required municipalities to calculate and report a net other postemployment benefit obligation. However, under GASB 45 municipalities could amortize the OPEB liability over a period of years, whereas GASB 75 requires municipalities to report the entire OPEB liability on the statement of net position.

GASB 45. Prior to GASB 75, “Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions” (“GASB 45”), required municipalities and school districts to account for OPEB liabilities much like they already account for pension liabilities, generally adopting the actuarial methodologies used for pensions, with adjustments for the different characteristics of OPEB and the fact that most municipalities and school districts have not set aside any funds against this liability. Unlike GASB 27, which covers accounting for pensions, GASB 45 does not require municipalities or school districts to report a net OPEB obligation at the start. The City adopted GASB 45 in 2008, and prior to that the City reported the cost of its retiree health care postretirement benefits on a “pay-as-you-go” basis.

Under GASB 45, based on actuarial valuation, an annual required contribution (“ARC”) will be determined for each municipality or school district. The ARC is the sum of (a) the normal cost for the year (the present value of future benefits being earned by current employees) plus (b) amortization of the unfunded accrued liability (benefits already earned by current and former employees but not yet provided for), using an amortization period of not more than 30 years. If a municipality or school district contributes an amount less than the ARC, a net OPEB obligation will result, which is required to be recorded as a liability on its financial statements.

GASB 45 did not require that the unfunded liability actually be amortized nor that it be advance funded, only that the municipality or school district account for its unfunded accrued liability and compliance in meeting its ARC.

As of December 31, 2024, the City is responsible for the post-retirement health benefits to 10 former employees. Other than the post-retirement health benefits, the City does not have any significant OPEB liability. The City did not complete an actuarial valuation under GASB 75 for 2024 fiscal year, has not contracted with an actuary to calculate its OPEB liability, and does not anticipate doing so in the foreseeable future.

Other Information

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

The fiscal year of the City is presently the calendar year. However, the City intends to change its fiscal year to May 1st – April 30th, commencing on May 1, 2026.

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

Financial Statements

The City has not prepared audited financial statements for the fiscal years ending December 31, 2018 through December 31, 2024. The City’s Annual Financial Report (“AFR”) (unaudited) for the period ending December 31, 2024 may be found as “APPENDIX – G” of this Official Statement. Copies of the report are available for public inspection at the City Clerk’s office.

The City complies with the Uniform System of Accounts as prescribed for cities in New York State. 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 December 31, 2003 the City 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. However, the City has not issued audited financial statements since 2017.

2024 Operating Expectations

The following expectations of fiscal year end results are based on unaudited numbers and are subject to revision.

Summary unaudited information for the General Fund for the period ending December 31, 2024 is as follows:

Total Fund Balance at December 31, 2023:	\$ (1,818,119)
Revenues:	7,293,138
Expenditures:	<u>(7,517,318)</u>
Excess (Deficit) Revenues Over Expenditures:	<u>\$ (224,180)</u>
Total Projected Fund Balance at December 31, 2024:	<u>\$ (2,042,299)</u>

Note: These projections are based upon certain current assumptions and estimates, and the audited results may vary therefrom.

New York State Comptroller Reports of Examinations

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

The State Comptroller's office released an audit report of the City on June 25, 2021. The purpose of the audit was to determine whether City of Little Falls (City) Common Council (Council) and officials adopted realistic budgets that were structurally balanced, routinely monitored financial operations and took appropriate actions to maintain the City's fiscal stability for the period January 1, 2019 – July 31, 2020.

Key Findings

The Council and City officials did not adopt structurally balanced budgets, properly monitor the City's financial operations or take appropriate actions to maintain the City's fiscal stability. As a result, the City has significant fiscal stress. The State Comptroller's office found:

- The former Treasurer over-reported fund balance from 2017 through 2019 by more than \$200,000, and the Council did not receive sufficient financial reports to monitor City finances.
- General fund balance declined to about \$244,000 (by 52 percent) at the end of 2019, and officials had to rely on loans for cash flow.
- Errors in the 2020 accounting records make it difficult for officials to accurately assess the City's current financial condition.
- Officials have not adopted a fund balance policy, multiyear financial plan or capital plan.

Key Recommendations

- Adopt structurally balanced budgets and closely monitor City finances.
- Correct accounting errors and ensure financial reports are accurate.
- Adopt a fund balance policy, multiyear financial plan and capital plan.

The City provided a complete response to the State Comptroller's office on June 14, 2021. A copy of the complete report and response can be found via the website of the Office of the New York State Comptroller.

In November of 2023 the registered voters of the City elected a new Mayor, Deborah A. Kaufman. Mayor Kaufman was sworn in to the new office on January 1, 2024 and shortly thereafter requested the State Comptroller's office to undertake a follow up audit to assess the City's progress, as of March 2024, in implementing the recommendations set forth in the 2021 Audit discussed above. The State Comptroller's office released its "Financial Condition Audit Follow-up" report of the City on July 3, 2024.

Key Findings

The State Comptroller's office observed that the City did not make progress implementing corrective action, as none of the recommendations made in the 2021 Audit were implemented. City officials at that time could not provide reasonable explanations for their lack of corrective action.

As of the date of this Official Statement, there are no reports of the State Comptroller that are currently in progress or pending release.

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

Note: Reference to website implies no warranty of accuracy of information therein.

Actions Undertaken by City Since July of 2024 Relating to Comptroller Recommendations

Upon receipt of the 2024 Audit, Mayor Kaufman, with the assistance of the current City Treasurer, began an effort to comply with the 12 recommendations set forth in the 2021 Audit. Although all recommendations have not been satisfied to date, the City's administration intends to diligently pursue compliance in the coming months.

The State Comptroller's Fiscal Stress Monitoring System

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

The fiscal stress scores are based on financial information submitted as part of each school district's ST-3 report filed with the State Education Department annually, and each municipality's annual 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." The City of Little Falls was one of only two municipalities named in "significant fiscal stress" — the highest level of fiscal stress — for 2023, according to the Comptroller's report released on October 3, 2024.

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

<u>Fiscal Year Ending In</u>	<u>Stress Designation</u>	<u>Fiscal Score</u>
2023	Significant	75.0
2022	Moderate	55.8
2021	Not Filed	N/A
2020	Not Filed	N/A
2019	Moderate Fiscal Stress	58.3

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

Note: Reference to website implies no warranty of accuracy of information therein.

TAX INFORMATION

Taxable Valuations

<u>Year of Assessment Roll</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
<u>Year of City Tax Roll</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Assessed Valuation	\$ 30,759,621	\$ 30,580,967	\$ 30,441,985	\$ 31,071,463	\$ 31,352,108
New York State					
Equalization Rate	18.00%	16.50%	15.00%	13.50%	11.50%
Total Taxable Full Valuation	\$ 170,886,783	\$ 185,339,194	\$ 202,946,567	\$ 230,158,985	\$ 272,627,026

Tax Rates Per \$1,000 Assessed

<u>Fiscal Year Ending December 31:</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
	\$ 111.26	\$ 113.45	\$ 115.19	\$ 119.18	\$ 126.33

Tax Levy and Tax Collection Record

<u>Fiscal Year Ending December 31:</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Total Tax Levy	\$ 3,420,736	\$ 3,469,509	\$ 3,504,295	\$ 3,702,988	\$ 3,960,737
Amount Uncollected ⁽¹⁾	526,736	487,482	589,826	386,297	N/A
% Uncollected	15.40%	14.05%	16.83%	10.43%	N/A

⁽¹⁾ The City holds tax sales annually. See "Tax Collection Procedure" herein.

Note: Uncollected amount for 2025 is not available as of this Official Statement

Tax Collection Procedure

City taxes are collected in one installment beginning May 1st. Thereafter a 1% per month penalty is added for payments made through the end of October. On the first day of October the Treasurer remits to the County the amount of City taxes that remain uncollected. The County then remits back to the City no later than April 1st of the following year the amount uncollected including interest accumulated to the time of the return of the uncollected taxes. This thereby insures the City receives 100% of its annual tax base. Delinquent tax liens are foreclosed about two years after lien date pursuant to Article 11 of New York State Real Property Tax Law.

Larger Taxpayers 2024 Assessment for 2025 Tax Roll

The following is a list of larger taxpayers for 2025 which are located within the City:

<u>Business Name</u>	<u>Business Type</u>	<u>Assessed Valuation</u>
Eagle Creek Renewable Energy	Energy	1,568,700
Niagara Mohawk Power Corp	Utility	1,546,669
CSX Transportation, Inc.	Transportation	800,893
TRB & Associates	Commercial Real Estate Broker	680,000
YHEY Group LLC	Nursing Home	569,470
575 East Mill Street LLC	Manufacturer	839,900
Herkimer County Trust Co.	Bank	151,969
Little Falls Garden Apts.	Apartments	228,000
DHRUV Hospitality Inc.	Hotel	697,000
Riverside Holdings 75 LLC	Manufacturer	400,000
	Total	<u>\$ 7,482,601</u>

The ten larger taxpayers listed above have a total assessed valuation of \$7,482,601, which represents approximately 23.87% of the City's assessed valuation for the 2025 fiscal year.

Source: City Tax Rolls.

City Sales Tax

The County collects 4.25% sales tax. Of the 4.25%, 1% is dedicated to cover the cost of Medicaid and 1/4 % is earmarked for the new County correctional facility. The remaining 3% is distributed between the County, City of Little Falls and the towns and villages. Both the County and City imposed tax is administered and collected by the State Tax Commission in the same manner as that relating to the State imposed 4% sales and compensating use tax. Net collections, meaning monies collected after deducting therefrom expenses of administration and collections and amounts refunded or to be refunded, but inclusive to any applicable penalties and interest, are paid by the State to the County and the City, respectively. Of the total payments received by the County, an amount equal to 50% of total collections, including the amount paid directly to the City, is retained by the County.

The City of Little Falls received 7.66% of one half of the total 3% amount after subtraction of \$1 million contribution for highway services. The percentage used is based on the city's population as compared to the total County population. The towns and villages received one third of the total 3% amount remaining. The towns receive their portion based on 50% population and 50% assessment values. The villages receive a portion of their towns share based on population.

The County added a 1/4% sales tax to be collected and put in a reserve to pay a portion of the cost to build a new County Jail. This became effective December 1, 2007 and will expire on November 30, 2025. The current sales tax percentage is 8.25%. This is expected to be renewed on an ongoing basis until the debt is paid in full. Debt service on bonds issued to finance construction of the new County Jail is a general obligation of the County. .

Total City sales tax receipts for the past ten completed fiscal years, the budgeted receipts for 2025, are as follows:

<u>Fiscal Year</u>	<u>Sales Tax Revenues</u>
2015	\$907,168
2016	837,355
2017	778,031
2018	811,244
2019	899,401
2020	873,734
2021	1,047,692
2022	1,103,653
2023	1,189,032
2024	1,181,155
2025 (Budgeted)	1,307,937

Source: City Officials.

Constitutional Tax Margin

Computation of Constitutional Tax Margin for fiscal years ending December 31:

<u>Fiscal Year Ending December 31:</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>
Five Year Average Full Valuation.....	\$ 212,391,711	\$ 190,452,173	\$ 175,519,998
Tax Limit - (2%).....	4,247,834	3,809,043	3,510,400
Add: Exclusions from Tax Limit.....	499,468	578,185	724,779
Total Taking Power.....	\$ 4,747,302	\$ 4,387,228	\$ 4,235,179
Less: Total Levy.....	3,960,737	3,702,988	3,504,295
Constitutional Tax Margin.....	\$ 786,565	\$ 684,240	\$ 730,884
Tax Limit Exhausted by Levy	81.48%	82.04%	79.18%

Source: City's constitutional tax margin forms.

Additional Tax Information

Real property located in the City is assessed by Herkimer County.

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

The City assessment roll is estimated to be constituted as follows: 52% residential; 18% commercial, and 30% industrial.

The estimated total annual property tax bill of a \$100,000 market value residential property located in the City is approximately \$4,700 including County, City and School District taxes.

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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).

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.

STATUS OF INDEBTEDNESS

Constitutional Requirements

The State Constitution limits the power of the City (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 City and the Bonds and Notes include the following:

Purpose and Pledge. Subject to certain enumerated exceptions, the City 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 City may contract indebtedness only for a City 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 one of the two fiscal years immediately succeeding the fiscal year in which such indebtedness was contracted, 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 Board of Legislators authorizes the issuance of bonds with substantially level or declining annual debt service. The City 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 City has the power to contract indebtedness for any City 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 City 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 City 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 City Law and the General Municipal Law.

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

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

- (1) Such obligations are authorized for a purpose for which the City is not authorized to expend money, or
- (2) There has not been substantial compliance with the provisions of law which should have been complied with in the authorization of such obligations

and an action contesting such validity is commenced within twenty days after the date of such publication, or,

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

Except on rare occasions the City 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 Common Council, as the finance board of the City, 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 City Controller, the chief fiscal officer of the City, pursuant to the Local Finance Law.

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

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

Debt Outstanding End of Fiscal Year

<u>Fiscal Years Ending December 31st:</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Bonds	\$ 5,235,494	\$ 4,827,217	\$ 4,413,922	\$ 4,018,933	\$ 3,688,251
Bond Anticipation Notes	<u>1,342,302</u>	<u>1,258,002</u>	<u>1,025,560</u>	<u>969,420</u>	<u>1,349,420</u>
Total Debt Outstanding	<u>\$ 6,577,796</u>	<u>\$ 6,085,219</u>	<u>\$ 5,439,482</u>	<u>\$ 4,988,353</u>	<u>\$ 5,037.67</u>

Details of Outstanding Indebtedness

The following table sets forth the indebtedness of the City evidenced by bond and notes as of June 18, 2025:

<u>Type of Indebtedness</u>	<u>Maturity</u>	<u>Amount</u>
<u>Bonds</u>	2025-2040	\$ 3,662,251
<u>Bond Anticipation Notes</u>		
Street Repairs	July 8, 2025	375,000
Ambulance	July 8, 2025	464,420
Fire Truck	July 8, 2025	<u>510,000</u>
	Total Indebtedness	<u>\$ 5,011,671</u>

Debt Statement Summary

Statement of Indebtedness, Debt Limit and Net Debt-Contracting Margin prepared and shown as of June 18, 2025:

Average Full Valuation of Taxable Real Property	\$ 214,843,805
Debt Limit - 7% thereof	15,039,066

Inclusions:

Bonds	\$ 3,662,251
Bond Anticipation Notes.....	<u>1,349,420</u>
Total Inclusions	<u>\$ 5,011,671</u>

Exclusions:

Appropriations	\$ 312,375
Sewer Indebtedness ⁽¹⁾	0
Water Indebtedness ⁽²⁾	<u>2,409,876</u>
Total Exclusions	<u>\$ 2,722,251</u>

Total Net Indebtedness Subject to Debt Limit	<u>\$ 2,289,420</u>
Net Debt-Contracting Margin	<u>\$ 12,749,646</u>
The percent of debt contracting power exhausted is	15.22%

⁽¹⁾ Sewer Debt is excluded pursuant to Section 124.10 of the Local Finance Law.

⁽²⁾ Water Debt is excluded pursuant to Article VIII, Section 5B of the New York State Constitution.

Bonded Debt Service

A schedule of Bonded Debt Service may be found attached hereto as "APPENDIX – B" of this Official Statement.

Cash Flow Borrowings

The City has found it necessary to borrow tax anticipation notes for the past fiscal years in anticipation of City taxes. The City issues these notes in March of each fiscal year and pays them during May of that same fiscal year. \$500,000 was borrowed in 2011, and \$600,000 was borrowed in both 2012 and 2013. \$650,000 was borrowed in 2014. \$1,200,000 was borrowed in 2015. There was no tax anticipation notes borrowed for 2016. \$600,000 was borrowed in 2017. \$1,200,000 was borrowed in 2018, \$1,300,000 was borrowed in 2019, \$1,300,000 was borrowed in 2020, \$1,600,000 was borrowed in 2021, \$1,800,000 was borrowed in 2022, and \$1,900,000 was borrowed in 2023. Also in 2023, the City issued \$875,000 revenue anticipation notes in anticipation of the collection or receipt of sewer rents, water rents, state grants-in-air, and the City's share of county sales tax to be collected during the year. In 2024 the City borrowed \$2,000,000 in tax anticipation notes, as well as \$866,000 revenue anticipation notes in anticipation of the collection or receipt of sewer rents, water rents, state grants-in-air, and the City's share of county sales tax to be collected during the year.

The City does anticipate utilizing cash flow borrowings in the current fiscal year. The current amount expected to be borrowed is \$1,800,000.

Capital Project Plans

Aside from the purpose of this issuance, the City does not have any additional capital project plans anticipated, nor contemplated.

Estimated Overlapping Indebtedness

In addition to the City, 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 City. Estimated bonds and bond anticipation notes are listed as of the close of the fiscal year of the respective municipalities.

<u>Municipality</u>	<u>Status of Debt as of</u>	<u>Gross Indebtedness</u> ⁽¹⁾	<u>Estimated Exclusions</u> ⁽²⁾	<u>Net Indebtedness</u>	<u>City Share</u>	<u>Net Overlapping Indebtedness</u>
County of:						
Herkimer	6/28/2024	\$ 14,455,000 ⁽³⁾	\$ 1,925,000	\$ 12,530,000	3.42%	\$ 428,526
School District:						
Little Falls	11/20/2024	25,104,313 ⁽³⁾	24,351,184 ⁽⁴⁾	753,129	52.67%	396,673
					Total:	\$ 825,199

⁽¹⁾ Not adjusted to include subsequent issuances, if any, from the date of the status of indebtedness stated in the table above for each respective municipality.

⁽²⁾ Water debt, sewer debt and budgeted appropriations as applicable to the respective municipality. Water Indebtedness excluded pursuant to Article VIII, Section 5B of the New York State Constitution. Sewer Indebtedness excluded pursuant to Article VIII, Section 5E of the New York State Constitution, as further prescribed under section 124.10 of the Local Finance Law. Appropriations are excluded pursuant to Section 136.00 of the Local Finance Law.

⁽³⁾ Gross Indebtedness, Exclusions, and Net Indebtedness sourced from annual financial information & operating data filings and/or official statements of the respective municipality.

⁽⁴⁾ Estimated State Building aid of 97.0%.

Debt Ratios

The following table sets forth certain ratios related to the City's Net Indebtedness as of June 18, 2025:

	<u>Amount</u>	<u>Per Capita</u> ^(a)	<u>Percentage of Full Value</u> ^(b)
Net Indebtedness ^(c)	\$ 2,289,420	\$ 501.30	0.80%
Net Indebtedness Plus Net Overlapping Indebtedness ^(d)	3,114,618	681.98	1.09

^(a) The City's 2023 population is estimated to be 4,567. (See "THE CITY - Population Trends" herein.)

^(b) The City's full valuation of taxable real estate for the 2025 fiscal year is \$285,019,164. (See "TAX INFORMATION - Taxable Valuations" herein.)

^(c) See "Debt Statement Summary" for the calculation of Net Indebtedness, herein.

^(d) The City's applicable share of Net Overlapping Indebtedness is estimated to be \$825,199. (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 City and the holder thereof. Under current law, provision is made for contract creditors of the City 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 City 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 Bonds and Notes in the event of a default in the payment of the principal of and interest on the Bonds and 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 City may not be enforced by levy and execution against property owned by the City.

Authority to File For Municipal Bankruptcy. The Federal Bankruptcy Code allows public bodies, such as the City, 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 Bonds and Notes should the City 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 City could be adversely affected by the restructuring of the City'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 City (including the Bonds and 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 City under the Federal Bankruptcy Code or pursuant to other subsequently enacted laws relating to creditors' rights; such monies might, under such circumstances, be paid to satisfy the claims of all creditors generally.

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

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

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

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

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.

THE REMAINDER OF THIS PAGE IS LEFT INTENTIONALLY BLANK

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 City 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 City 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 City has not requested FRB assistance nor does it reasonably expect to do so in the foreseeable future. School districts and fire districts are not eligible for FRB assistance.

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

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

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

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

MARKET AND RISK FACTORS

There are certain potential risks associated with an investment in the Bonds and Notes, and investors should be thoroughly familiar with this Official Statement, including its appendices, in order to make an informed investment decision. Investors should consider, in particular, the following factors:

Recent Negative Reports from the State Comptroller

The Office of the State Comptroller's Fiscal Stress Monitoring System (FSMS) is intended to provide independent, objectively measured and quantifiable information to the general public, including investors, regarding the various levels of fiscal stress under which the State's school districts and municipalities are operating. In October of 2024 the FSMS identified the City as one of only two municipalities having "significant fiscal stress" for 2023. This is the highest level of fiscal stress identified by the FSMS.

In addition, the State Comptroller's office released an audit report of the City on June 25, 2021 that concluded that the City's Council and City officials did not adopt structurally balanced budgets, properly monitor the City's financial operations or take appropriate actions to maintain the City's fiscal stability for the period January 1, 2019 – July 31, 2020.

Furthermore, on July 3, 2024 the State Comptroller's office released a Financial Condition Audit Follow-up Report that concluded that the City failed to make progress implementing corrective action, as none of the 12 audit recommendations from 2021 were implemented. City officials could not provide the State Comptroller's Office with reasonable explanations for the lack of corrective action.

The City's credit rating could be affected by circumstances beyond the City's control. Economic conditions such as the rate of unemployment and inflation, termination of commercial operations by corporate taxpayers and employers, as well as natural catastrophes, could adversely affect the assessed valuation of City property and its ability to maintain fund balances and other statistical indices commensurate with its current credit rating. As a consequence, a decline in the City's credit rating could adversely affect the market value of the Bonds and Notes.

If and when an owner of any of the Bonds and Notes should elect to sell all or a part of the Bonds and Notes prior to maturity, there can be no assurance that a market will have been established, maintained and continue in existence for the purchase and sale of any of those Notes. The market value of the Bonds and Notes is dependent upon the ability of holder to potentially incur a capital loss if such Notes are sold prior to its maturity.

There can be no assurance that adverse events including, for example, the seeking by another municipality in the State or elsewhere of remedies pursuant to the Federal Bankruptcy Act or otherwise, will not occur which might affect the market price of and the market for the Bonds and Notes. In particular, if a significant default or other financial crisis should occur in the affairs of the State or any of its municipalities, public authorities or other political subdivisions thereby possibly further impairing the acceptability of obligations issued by those entities, both the ability of the City to arrange for additional borrowings as well as the market for and market value of outstanding debt obligations, including the Bonds and Notes, could be adversely affected.

The City is dependent in part upon financial assistance from the State in the form of State aid as well as grants and loans to be received ("State Aid"). The availability of such monies and the timeliness of such payment may be affected by a delay in the adoption of the State budget, the State's economy and financial condition and other circumstances, including State fiscal stress. State aid appropriated and apportioned to the City can be paid only if the State has such monies available therefore. The City's receipt of State aid may be delayed as a result of the State's failure to adopt its budget timely and/or to appropriate State Aid to municipalities and school districts. Should the City fail to receive all or a portion of the amounts of State Aid expected to be received from the State in the amounts and at the times anticipated, occasioned by a delay in the payment of such moneys or by a reduction in State Aid or its elimination, the City is authorized pursuant to the Local Finance Law to provide operating funds by borrowing in anticipation of the receipt of such uncollected State Aid, however, there can be no assurance that, in such event, the City will have market access for any such borrowing on a cost effective basis. The elimination of or any substantial reduction in State Aid would likely have a materially adverse effect upon the City requiring either a counterbalancing increase in revenues from other sources to the extent available or a curtailment of expenditures. (See also "*State Aid*" herein.)

Future amendments to applicable statutes whether enacted by the State or the United States of America affecting the treatment of interest paid on municipal obligations, including the Bonds and Notes, for income taxation purposes could have an adverse effect on the market value of the Bonds and Notes (see "*TAX MATTERS*" herein).

The enactment of the Tax Levy Limit Law, which imposes a tax levy limitation upon municipalities, school districts and fire districts in the State, including the City, without providing exclusion for debt service on obligations issued by municipalities and fire districts, may affect the market price and/or marketability for the Bonds and Notes. (See "*The Tax Levy Limit Law*" herein.)

An outbreak of disease or similar public health threat, such as the COVID-19 outbreak, or fear of such an event, could have an adverse impact on the City's financial condition and operating results by potentially delaying the receipt of real property taxes or resulting in a delay or reduction by the State in the payment of State aid.

Federal or State legislation imposing new or increased mandatory expenditures by municipalities, school districts and fire districts in the State, including the City could impair the financial condition of such entities, including the City and the ability of such entities, including the City to pay debt service on the Bonds and Notes.

Cybersecurity

The City, like many other public and private entities, relies on technology to conduct its operations. As a recipient and provider of personal, private, or sensitive information, the City faces multiple cyber threats including, but not limited to, hacking, viruses, malware and other attacks on computer and other sensitive digital networks and systems. No assurances can be given that such security and operational control measures implemented would be completely successful to guard against cyber threats and attacks. The results of any such attack could impact business operations and/or damage City digital networks and systems and the costs of remedying any such damage could be substantial.

Federal Policy Risk.

Federal policies on trade, immigration, and other topics can shift dramatically from one administration to another. From time to time, such shifts can result in reductions to the State's level of federal funding for a variety of social services, health care, public safety, transportation, public health, and other federally funded programs. There can be no prediction of future changes in federal policy or the potential impact on any related federal funding that the State may or may not receive in the future.

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 Bonds and 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 and any political subdivision thereof (including The City of New York). Bond Counsel is of the further opinion that interest on the Bonds and Notes is not a specific preference item for purposes of the individual federal alternative minimum tax. Interest on the Bonds and Notes included in adjusted financial statement income of certain corporations is not excluded from the federal corporate alternative minimum tax. A complete copy of the proposed form of opinion of Bond Counsel is set forth in "APPENDIX – E".

Bond Counsel is of the further opinion that the amount treated as interest on the Bonds and 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 Bonds and 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 individual 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 Bonds and Notes. The District has covenanted to comply with certain restrictions designed to ensure that interest on the Bonds and 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 Bonds and Notes being included in gross income for federal income tax purposes possibly from the date of original issuance of the Bonds and 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 Bonds and Notes may adversely affect the value of, or the tax status of interest on, the Bonds and 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 Bonds and 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 Bonds and 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 Bonds 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 Bonds and 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 Bonds and 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 Bonds and 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 Bonds and Notes. Prospective purchasers of the Bonds and 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 Bonds and 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 District, or about the effect of future changes in the Code, the applicable regulations, the interpretation thereof or the enforcement thereof by the IRS. The District has covenanted, however, to comply with the requirements of the Code.

Bond Counsel's engagement with respect to the Bonds and Notes ends with the issuance of the Bonds and Notes, and, unless separately engaged, Bond Counsel is not obligated to defend the District or the owners regarding the tax-exempt status of the Bonds and 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 District legitimately disagrees, may not be practicable. Any action of the IRS, including but not limited to selection of the Bonds and 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 Bonds and Notes, and may cause the District or the owners to incur significant expense.

Payments on the Bonds and Notes generally will be subject to U.S. information reporting and possibly to "backup withholding." Under Section 3406 of the Code and applicable U.S. Treasury Regulations issued thereunder, a non-corporate owner of Bonds may be subject to backup withholding with respect to "reportable payments," which include interest paid on the Bonds and Notes and the gross proceeds of a sale, exchange, redemption, retirement or other disposition of the Bonds and 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 Bonds and Notes are subject to the approving legal opinion of Orrick, Herrington & Sutcliffe LLP, Bond Counsel. Bond Counsel's opinion will be in substantially the form attached hereto as "APPENDIX – F".

Certain legal matters will be passed on for the City by its City Attorney.

Certain legal matters will be passed on for the Underwriter by its counsel, W.J. Marquardt, Skaneateles, New York.

LITIGATION

The City is subject to a number of lawsuits in the ordinary conduct of its affairs. The City does not believe, however, that such suits, individually or in the aggregate, are likely to have a material adverse effect on the financial condition of the City.

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 City, threatened against or affecting the City to restrain or enjoin the issuance, sale or delivery of the Bonds and Notes or the levy and collection of taxes or assessments to pay same, or in any way contesting or affecting the validity of the Bonds and Notes or any proceedings or authority of the City taken with respect to the authorization, issuance or sale of the Bonds and Notes or contesting the corporate existence or boundaries of the City.

CONTINUING DISCLOSURE

In order to assist the purchasers in complying with Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended (“Rule 15c2-12”), the City will enter into an Undertaking to provide Material Event Notices, a description of which can be found in “APPENDIX – C”.

Historical Compliance

A Failure to File Notice was submitted to EMMA on September 15, 2022 due to the City’s Failure to Provide Annual Financial Information, consisting of its Annual Financial Report Update Document (AUD) for the Fiscal Year Ending December 31, 2020 by the last business day of the succeeding fiscal year as required by the City’s outstanding undertaking agreements. The AUD for the fiscal year ended December 31, 2020 was filed to EMMA on September 15, 2022.

A Failure to File Notice was submitted to EMMA on August 22, 2023 due to the City’s Failure to Provide Annual Financial Information as required, consisting of its Annual Financial Information and Operating Data (AFIOD) and Annual Financial Report Update Document (AUD) for the Fiscal Years Ending December 31, 2019 through December 31, 2021, along with the City’s failure to provide event filing information as required for a rating withdrawal.

- The City did not file its Annual Financial Information and Operating Data (AFIOD) for the fiscal year ended December 31, 2019, the City filed a Failure to File notice on August 22, 2023..
- The City did not file its AFIOD for the fiscal year ended December 31, 2020, the City filed its AUD on September 15, 2022, the City filed a Failure to File notice on August 22, 2023.
- The City did not file its AFIOD for the fiscal year ended December 31, 2021. The City filed the AUD to the EMMA system on May 12, 2023, the City filed a Failure to File notice on August 22, 2023.
- The City failed to file a timely material event notice on EMMA relating to the withdrawal of its credit rating of “A-” by S&P Global Ratings which occurred on June 4, 2021 due to insufficient information, the City filed a Failure to File notice on August 22, 2023.

A Failure to File Notice was submitted to EMMA on June 6, 2025, due to the City’s Failure to Provide Annual Financial Information as required, consisting of its AFIOD for the Fiscal Year Ending December 31, 2022. The City was required to file the necessary information no later than June 30, 2023, the City filed the required information on July 2, 2023. On July 27, 2023 the City filed the Annual Financial Report Update Document for the fiscal year ending December 31, 2022.

UNDERWRITING

The Notes are being purchased by Roosevelt & Cross Incorporated (the “Underwriter”) for reoffering to the public. The purchase contract for the Notes provides that the Underwriter will purchase all of the Notes, if any are purchased, at a purchase price equal to \$_____ (being the par amount of the Notes plus a net original issue premium of \$_____, less an underwriter’s discount for the transaction of \$_____). The Underwriter is initially offering the Notes to the public at the public offering yields indicated on the cover page but the Underwriter may offer and sell the Notes to certain dealers, institutional investors and others (including sales for deposit into investment trusts, certain of which may be sponsored or managed by the Underwriter) at yields higher than the public offering yields stated on the cover page and the public offering yields may be changed from time to time by the Underwriter.

The Bonds are being purchased, subject to certain conditions, by Roosevelt & Cross Incorporated (the “Underwriter”) for reoffering to the public. The purchase contract for the Bonds provides that, subject to certain conditions precedent, the Underwriter will purchase all of the Bonds, if any are purchased, at a purchase price equal to \$_____ (being the par amount of the Bonds plus a net original issue premium of \$_____, less an underwriter’s fee for the transaction of \$_____). The Underwriter is initially offering the Bonds to the public at the public offering yields indicated on the cover page; but the Underwriter may offer and sell the Bonds to certain dealers, institutional investors and others (including sales for deposit into investment trusts, certain of which may be sponsored or managed by the Underwriter) at yields higher than the public offering yields stated on the cover page and the public offering yields may be changed from time to time by the Underwriter.

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 municipal advisor to the City on matters relating to debt management. The Municipal Advisor is a municipal 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 Bonds and Notes. The advice on the plan of financing and the structuring of the Bonds and Notes was based on materials provided by the City and other sources of information believed to be reliable. The Municipal Advisor has not audited, authenticated, or otherwise verified the information provided by the City or the information set forth in this Official Statement or any other information available to the City 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 City to Fiscal Advisors are partially contingent on the successful closing of the Bonds and Notes.

RATING

The Bonds and Notes are not rated.

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 outstanding bonds may have an adverse effect on the market price of the outstanding bonds or the Bonds and Notes.

MISCELLANEOUS

So far as any statements made in this Official Statement involve matters of opinion or estimates in good faith, no assurance can be given that the facts will materialize as so opined or estimated. Neither this Official Statement nor any statement that may have been made verbally or in writing is to be construed as a contract with the holders of the Bonds and Notes.

Statements in this official statement, and the documents included by specific reference, that are not historical facts are forward-looking statements, which are based on the City management's beliefs as well as assumptions made by, and information currently available to, the City'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 City's files with the repositories. When used in City documents or oral presentation, the words "anticipate", "estimate", "expect", "objective", "projection", "forecast", "goal", or similar words are intended to identify forward-looking statements.

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

Orrick, Herrington & Sutcliffe LLP, New York, New York Bond Counsel to the City, and W. J. Marquardt PLLC, Skaneateles, New York counsel to the Underwriter express no opinion as to the accuracy or completeness of information in any documents prepared by or on behalf of the City for use in connection with the offer and sale of, 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 Bonds and Notes, the City will furnish a certificate to the effect that as of the date of the Official Statement, the Official Statement did not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements herein, in the light of the circumstances under which they were made, not misleading, subject to a limitation as to information in the Official Statement obtained from sources other than the City.

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

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

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

The City's contact information is as follows: Ms. Sarah George, Treasurer, 659 E. Main Street, Little Falls, New York, 13365. telephone 315 574-5241, fax (315) 823-4526, email treasurer@cityoflittlefalls.net

This Official Statement has been duly executed and delivered by the City Treasurer of the City of Little Falls, Herkimer County, New York.

CITY OF LITTLE FALLS

Dated: June __, 2025

SARAH GEORGE
City Treasurer & Chief Fiscal Officer

GENERAL FUND

Balance Sheets

Fiscal Years Ending	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>
<u>ASSETS</u>					
Cash and Cash Equivalents	\$ 89,920	\$ 397,305	\$ 243,245	\$ 1,286,971	\$ 2,185,002
Restricted Cash and Cash Equivalents	-	-	-	-	-
Receivables:					
Other	78,423	78,424	78,424	-	-
Due From Other Governments	687,164	784,287	778,167	928,937	676,472
Due from Other Funds	38,000	29,524	38,000	448,000	454,407
Due from State and Federal Governments	-	-	-	-	-
Prepaid Expenditures	29,528	29,528	29,528	-	-
Restricted Assets	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 923,035</u>	<u>\$ 1,319,068</u>	<u>\$ 1,167,364</u>	<u>\$ 2,663,908</u>	<u>\$ 3,315,881</u>
<u>LIABILITIES AND FUND EQUITY</u>					
Accounts Payable	\$ 18,252	\$ 34,127	\$ 35,682	\$ 36,190	\$ 233,663
Accrued Liabilities	-	237,794	-	-	134,555
Due to Other Funds	-	-	12,186	12,186	12,186
Due to Other Governments	387,267	387,267	441,856	1,027,538	1,725,204
Deferred Revenue	-	526,736	487,482	631,114	386,297
Other Liabilities	-	-	-	2,775,000	2,866,275
	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,775,000</u>	<u>2,866,275</u>
TOTAL LIABILITIES	<u>405,519</u>	<u>1,185,924</u>	<u>977,206</u>	<u>4,482,028</u>	<u>5,358,180</u>
<u>FUND EQUITY</u>					
Restricted	\$ -	\$ -	\$ -	\$ -	\$ -
Nonspendable	29,528	29,528	29,528	-	-
Unassigned	487,988	103,616	160,630	(1,818,120)	(2,042,299)
	<u>487,988</u>	<u>103,616</u>	<u>160,630</u>	<u>(1,818,120)</u>	<u>(2,042,299)</u>
TOTAL FUND EQUITY	<u>517,516</u>	<u>133,144</u>	<u>190,158</u>	<u>(1,818,120)</u>	<u>(2,042,299)</u>
TOTAL LIABILITIES and FUND EQUITY	<u>\$ 923,035</u>	<u>\$ 1,319,068</u>	<u>\$ 1,167,364</u>	<u>\$ 2,663,908</u>	<u>\$ 3,315,881</u>

Source: Annual Financial Report Update documents (unaudited) of the City.
Summary itself is not Audited.

GENERAL FUND

Revenues, Expenditures and Changes in Fund Balance

Fiscal Years Ending	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
REVENUES					
Real Property Taxes	\$ 3,340,192	\$ 3,410,092	\$ 3,420,736	\$ 3,469,509	\$ 3,740,979
Real Property Tax Items	132,330	168,013	133,491	166,579	170,404
Non-Property Tax Items	1,038,575	1,025,098	1,185,736	1,247,117	1,336,577
Departmental Income	280,177	274,086	247,683	415,374	380,521
Intergovernmental Charges	140,167	143,103	160,665	150,809	228,578
Use of Money & Property	769	698	2,493	3,403	12,343
Licenses and Permits	17,513	5,490	9,252	3,656	1,132
Fines and Forfeitures	36,244	9,795	10,980	7,236	19,150
Sale of Property and					
Compensation for Loss	8,506	99,335	44,975	63,441	198,393
Miscellaneous	-	2,458	124,786	32,051	14,140
Revenues from State Sources	1,205,472	901,850	1,293,084	1,562,843	1,342,922
Revenues from Federal Sources	72,313	-	-	237,794	-
Total Revenues	<u>\$ 6,272,258</u>	<u>\$ 6,040,018</u>	<u>\$ 6,633,881</u>	<u>\$ 7,359,812</u>	<u>\$ 7,445,139</u>
EXPENDITURES					
General Government Support	\$ 504,219	\$ 544,475	\$ 661,400	\$ 666,668	\$ 726,585
Public Safety	1,930,696	1,753,717	1,961,003	2,186,141	2,469,088
Health	138,586	150,506	121,609	138,119	180,443
Transportation	1,445,341	1,203,338	1,308,598	1,374,399	1,446,285
Economic Assistance and					
Opportunity	-	-	-	-	-
Culture and Recreation	265,894	90,824	189,120	219,118	257,989
Home and Community Services	310,281	225,138	174,255	242,990	355,784
Employee Benefits	1,378,823	1,587,411	2,191,821	1,767,210	1,908,584
Debt Service	424,013	460,096	475,613	998,938	364,478
Total Expenditures	<u>\$ 6,397,853</u>	<u>\$ 6,015,505</u>	<u>\$ 7,083,419</u>	<u>\$ 7,593,583</u>	<u>\$ 7,709,236</u>
Excess of Revenues Over (Under)					
Expenditures	<u>\$ (125,595)</u>	<u>\$ 24,513</u>	<u>\$ (449,538)</u>	<u>\$ (233,771)</u>	<u>\$ (264,097)</u>
Other Financing Sources (Uses):					
Operating Transfers In	4,071	27,595	-	-	-
Operating Transfers Out	-	-	-	-	-
Total Other Financing	<u>4,071</u>	<u>27,595</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other					
Sources Over (Under) Expenditures					
and Other Uses	<u>(121,524)</u>	<u>52,108</u>	<u>(449,538)</u>	<u>(233,771)</u>	<u>(264,097)</u>
FUND BALANCE					
Fund Balance - Beginning of Year	585,754	464,230	517,516	133,244	190,158
Prior Period Adjustments (net)	-	1,178	65,266	290,685	(1,744,181)
Fund Balance - End of Year	<u>\$ 464,230</u>	<u>\$ 517,516</u>	<u>\$ 133,244</u>	<u>\$ 190,158</u>	<u>\$ (1,818,120)</u>

Source: 2018-2022 Annual Financial Report Update documents (unaudited) of the City.
Summary itself is not Audited.

GENERAL FUND

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

Fiscal Years Ending	2024		2025
	Adopted Budget	Actual Unaudited	Adopted Budget
REVENUES			
Real Property Taxes	\$ 3,702,988	\$ 3,903,103	\$ 3,960,737
Real Property Tax Items	89,388	146,802	75,912
Non-Property Tax Items	1,327,936	1,312,230	1,367,937
Departmental Income	645,660	367,615	644,500
Intergovernmental Charges	-	166,629	-
Use of Money & Property	185,400	36,978	59,060
Licenses and Permits	3,000	3,823	4,500
Fines and Forfeitures	22,000	16,760	25,000
Sale of Property and Compensation for Loss	69,281	43,865	386,500
Miscellaneous	370,000	21,809	258,979
Revenues from State Sources	916,034	1,262,525	1,276,034
Revenues from Federal Sources	-	11,000	-
Total Revenues	<u>\$ 7,331,687</u>	<u>\$ 7,293,139</u>	<u>\$ 8,059,159</u>
EXPENDITURES			
General Government Support	\$ 666,200	\$ 680,723	\$ 2,658,296
Public Safety	2,520,510	2,542,353	2,744,915
Health	221,300	170,527	223,300
Transportation	1,304,000	1,174,904	-
Economic Assistance and Opportunity	-	-	-
Culture and Recreation	268,045	222,533	59,800
Home and Community Services	387,100	381,290	34,845
Employee Benefits	1,478,017	2,037,625	2,052,229
Debt Service	486,515	307,363	285,773
Total Expenditures	<u>\$ 7,331,687</u>	<u>\$ 7,517,318</u>	<u>\$ 8,059,159</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (224,179)</u>	<u>\$ -</u>
Other Financing Sources (Uses):			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
Total Other Financing	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>-</u>	<u>(224,179)</u>	<u>-</u>
FUND BALANCE			
Fund Balance - Beginning of Year	-	(1,818,120)	-
Prior Period Adjustments (net)	-	-	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ (2,042,299)</u>	<u>\$ -</u>

Source: Annual Financial Report Update Documents (unaudited) and budgets (unaudited) of the City. This chart is not Audited.

CHANGES IN FUND EQUITY

Fiscal Years Ending	<u>2020</u> <u>Unaudited</u>	<u>2021</u> <u>Unaudited</u>	<u>2022</u> <u>Unaudited</u>	<u>2023</u> <u>Unaudited</u>	<u>2024</u> <u>Unaudited</u>
<u>WATER FUND</u>					
Fund Equity - Beginning of Year	\$ 282,189	\$ 320,556	\$ (23,669)	\$ (15,507)	\$ (504,744)
Prior Period Adjustments (net)	10,853	-	-	-	-
Revenues & Other Sources	1,173,190	1,089,711	1,531,870	886,362	1,090,449
Expenditures & Other Uses	1,145,676	1,433,936	1,523,708	1,375,599	1,251,402
Fund Equity - End of Year	\$ 320,556	\$ (23,669)	\$ (15,507)	\$ (504,744)	\$ (665,697)
<u>SEWER FUND</u>					
Fund Equity - Beginning of Year	\$ 582,456	\$ 761,914	\$ 950,959	\$ 1,207,981	\$ 1,167,394
Prior Period Adjustments (net)	16,451	-	-	(87,613)	-
Revenues & Other Sources	1,617,832	1,599,783	1,762,836	1,388,806	1,403,183
Expenditures & Other Uses	1,454,825	1,410,738	1,505,814	1,341,780	1,392,752
Fund Equity - End of Year	\$ 761,914	\$ 950,959	\$ 1,207,981	\$ 1,167,394	\$ 1,177,825

Source: Annual Financial Report Update Documents (unaudited) and budgets (unaudited) of the City. This chart is not Audited.

APPENDIX - B
City of Little Falls

BONDED DEBT SERVICE

Fiscal Year Ending December 31st	Principal		Interest		Total
2025	\$	338,375	\$	50,647.50	\$ 389,022.50
2026		342,068		45,315.00	387,383.00
2027		349,761		39,931.25	389,692.25
2028		357,455		34,347.50	391,802.50
2029		365,148		28,432.50	393,580.50
2030		372,841		22,148.75	394,989.75
2031		380,534		15,652.50	396,186.50
2032		356,227		8,768.75	364,995.75
2033		238,921		3,106.25	242,027.25
2034		246,614		2,831.25	249,445.25
2035		249,307		2,400.00	251,707.00
2036		10,000		1,950.00	11,950.00
2037		15,000		1,650.00	16,650.00
2038		15,000		1,200.00	16,200.00
2039		10,000		750.00	10,750.00
2040		15,000		450.00	15,450.00
TOTALS	\$	3,662,251	\$	259,581.25	\$ 3,921,832.25

CONTINUING DISCLOSURE UNDERTAKING WITH RESPECT TO THE BONDS

In accordance with the requirements 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”), the City has agreed to provide, or cause to be provided,

- (i) 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, during each fiscal year in which the Bonds are outstanding, (i) certain annual financial information and operating data for the preceding fiscal year in a form generally consistent with the information contained or cross-referenced in the Final Official Statement dated March 26, 2025 of the City relating to the Bonds under the headings “THE CITY”, “TAX INFORMATION”, “STATUS OF INDEBTEDNESS”, “LITIGATION” and “APPENDIX A, A1, A2, A3, & B” by the end of the sixth month following the end of each succeeding fiscal year, commencing with the fiscal year ending December 31, 2025, and (ii) a copy of the audited financial statement, if any, (prepared in accordance with accounting principles generally accepted in the United States of America in effect at the time of the audit) for the preceding fiscal year, commencing with the fiscal year ending December 31, 2025; such audit, if any, will be so provided on or prior to the later of either the end of the sixth month of each such succeeding fiscal year or, if an audited financial statement is not available at that time, within sixty days following receipt by the City of its audited financial statement for the preceding fiscal year, but, in any event, not later than the last business day of each such succeeding fiscal year; and provided further, in the event that the audited financial statement for any fiscal year is not available by the end of the sixth month following the end of any such succeeding fiscal year, unaudited financial statements in the form provided to the State, if available, will be provided no later than said date; provided however, that provision of unaudited financial statements in any year shall be further conditioned upon a determination by the City of whether such provision is compliant with the requirements of federal securities laws including Rule 10b-5 of the Securities Exchange Act of 1934 and Rule 17(a)(2) of the Securities Act of 1933;
- (ii) within 10 business days after the occurrence of such event, notice of the occurrence of any of the following events with respect to the Bonds, to EMMA or any other entity designated or authorized by the Commission to receive reports pursuant to the Rule:
 - (a) principal and interest payment delinquencies
 - (b) non-payment related defaults; if material
 - (c) unscheduled draws on debt service reserves reflecting financial difficulties
 - (d) 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 of determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
 - (g) modifications to rights of Bondholders; if material
 - (h) bond calls, if material, and tender offers
 - (i) defeasances
 - (j) release, substitution, or sale of property securing repayment of the Bonds; if material
 - (k) rating changes
 - (l) bankruptcy, insolvency, receivership or similar event of the City;
 - (m) the consummation of a merger, consolidation, or acquisition involving the City or the sale of all or substantially all of the assets of the City, 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; and
 - (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 City, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the City, any of which affect security 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 City, 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 Bonds.

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

For the purposes of the event identified in (l) of this section, the event is considered to occur when any of the following occur: The appointment of a receiver, fiscal agent or similar officer for an obligated person in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the obligated person, 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 obligated person.

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

- (iii) in a timely manner, to EMMA or any other entity designated or authorized by the Commission to receive reports pursuant to the Rule, notice of its failure to provide the aforescribed annual financial information and operating data and such audited financial statement, if any, on or before the date specified.

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

The City 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 City, provided that, the City agrees that any such modification will be done in a manner consistent with the Rule.

A Continuing Disclosure Undertaking Certificate to this effect shall be provided to the purchaser at closing.

MATERIAL EVENT NOTICES WITH RESPECT TO THE NOTES

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 “SEC”) pursuant to the Securities Exchange Act of 1934, the City 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 SEC to receive reports pursuant to the Rule, notice of the occurrence of any of the following events with respect to the Note:

- (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 City
- (m) the consummation of a merger, consolidation, or acquisition involving the City or the sale of all or substantially all of the assets of the City, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material
- (n) appointment of a successor or additional trustee or the change of name of a trustee, if material
- (o) incurrence of a “financial obligation” (as defined by the Rule) of the City, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the City, any of which affect noteholders, 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 City, 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 City 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 City 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 City, 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 City.

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 City reserves the right to terminate its obligation to provide the aforescribed notices of material events, as set forth above, if and when the City no longer remains an obligated person with respect to the Note within the meaning of the Rule. The Issuer acknowledges that its undertaking pursuant to the Rule described under this heading is intended to be for the benefit of the holders of the Notes (including holders of beneficial interests in the Note). 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 City’s obligations under its material event notices undertaking and any failure by the City 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 City 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 City; provided that the City 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.

Please see the heading titled “CONTINUING DISCLOSURE – Historical Continuing Disclosure Compliance” within the Official Statement for an overview of the City’s past disclosure compliance.

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FORM OF BOND COUNSEL'S OPINION – THE BONDS

July 7, 2025

City of Little Falls,
County of Herkimer
State of New York

Re: City of Little Falls, County of Herkimer, New York
\$1,324,420 Public Improvement (Serial) Bonds, 2025

Ladies and Gentlemen:

We have been requested to render our opinion as to the validity of an issue of \$1,324,420 Public Improvement (Serial) Bonds, 2025 (the "Obligations"), of the City of Little Falls, Herkimer County, New York (the "Obligor"), dated July 7, 2025, initially issued in registered form in denominations such that one bond shall be issued for each maturity of bonds in such amounts as hereinafter set forth, bearing interest at the rate of ____ hundredths per centum (____%) per annum as to bonds maturing in ____, payable on May 15, 2026 and semi-annually thereafter on May 15 and November 15, and maturing in the amount of \$____ on May 15, 2026, \$____ on May 15, 2027, \$____ on May 15, 2028, \$____ on May 15, 2029, \$____ on May 15, 2030, \$____ on May 15, 2031, \$____ on May 15, 2032, \$____ on May 15, 2033, \$____ on May 15, 2034, \$____ on May 15, 2035, \$____ on May 15, 2036, \$____ on May 15, 2037, \$____ on May 15, 2038 and \$____ on May 15, 2039.

The Obligations maturing on or before May 15, 2033 shall not be subject to redemption prior to maturity. The Obligations maturing on or after May 15, 2034 shall be subject to redemption prior to maturity as a whole or in part (and by lot if less than all of a maturity is to be redeemed) at the option of the City on May 15, 2033 or on any date thereafter at par, plus accrued interest to the date of redemption.

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. Interest on the Obligations 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

FORM OF BOND COUNSEL OPINION – THE NOTES

July 7, 2025

City of Little Falls,
County of Herkimer
State of New York

Re: City of Little Falls, County of Herkimer, New York
\$6,950,000 Bond Anticipation Notes, 2025

Ladies and Gentlemen:

We have been requested to render our opinion as to the validity of an issue of \$6,950,000 Bond Anticipation Notes, 2025 (the "Obligation"), of the City of Little Falls, County of Herkimer, State of New York (the "Obligor"), dated July 7 2025, in the denomination of \$_____, bearing interest at the rate of ____% per annum, payable at maturity, and maturing July 7, 2026.

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 Obligation that the Obligor will, among other things, (i) take all actions on its part necessary to cause interest on the Obligation 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 Obligation 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 Obligation 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 Obligation 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 Obligation, including the form of the Obligation. 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 Obligation has been authorized and issued in accordance with the Constitution and statutes of the State of New York and constitutes a valid and legally binding general obligation of the Obligor, all the taxable real property within which is subject to the levy of ad valorem taxes to pay the Obligation and interest thereon, subject to applicable statutory limitations; provided, however, that the enforceability (but not the validity) of the Obligation: (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 Obligation; 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 Obligation 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 Obligation is not a specific preference item for purposes of the federal individual alternative minimum tax. Interest on the Obligation 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 Obligation.

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 Obligation) 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 Obligation 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 Obligation to be included in gross income for federal income tax purposes. We call attention to the fact that the rights and obligations under the Obligation 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 Obligation 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 Obligation as the same respectively become due and payable. Reference should be made to the Official Statement prepared by the Obligor in relation to the Obligation 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 Obligation, 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

CITY OF LITTLE FALLS, NEW YORK
ANNUAL FINANCIAL REPORT
(UNAUDITED)
For the Fiscal Year Ending December 31, 2024

Such Financial Report and opinions 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.

**City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024**

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

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, Sarah George (LG210226000000D), hereby certify that I am the Chief Financial Officer of the City of Little Falls, and that the information provided in the Annual Financial Report of the City of Little Falls for the fiscal year ended 12/31/2024, is true and correct to the best of my knowledge and belief.

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City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

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 2024 and has been used by the OSC as the basis for preparing this Annual Financial Report for the fiscal year ended 2024:

List of funds being used

- A - General
- CM - Miscellaneous Special Revenue
- CR - Recreation
- FX - Water
- G - Sewer
- H - Capital Projects
- PN - Permanent
- K - Schedule of Non-Current Government Assets
- W - Schedule of Non-Current Government Liabilities

All amounts included in this Annual Financial Report for 2024 represent data filed by your government with OSC as reviewed and adjusted where necessary.

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Assets and Deferred Outflows			
Assets			
Cash and Cash Equivalents			
200 - Cash	\$974,948.55	\$1,286,329.88	\$242,604.00
201 - Cash In Time Deposits	\$1,209,600.02	\$187.00	\$187.00
210 - Petty Cash	\$453.61	\$454.00	\$454.00
Total for Cash and Cash Equivalents	\$2,185,002.18	\$1,286,970.88	\$243,245.00
Net Other Receivables			
380 - Accounts Receivable	-	-	\$78,424.00
Total for Net Other Receivables	\$0.00	\$0.00	\$78,424.00
Due From			
391 - Due From Other Funds	\$454,407.32	\$448,000.00	\$38,000.00
440 - Due from Other Governments <i>accrual of 4Q sales tax and unpaid taxes</i>	\$676,471.65	\$928,937.21	\$778,167.00
Total for Due From	\$1,130,878.97	\$1,376,937.21	\$816,167.00
Other Assets			
480 - Prepaid Expenses	-	-	\$29,528.00
Total for Other Assets	\$0.00	\$0.00	\$29,528.00
Total for Assets	\$3,315,881.15	\$2,663,908.09	\$1,167,364.00
Total for Assets and Deferred Outflows	\$3,315,881.15	\$2,663,908.09	\$1,167,364.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Liabilities, Deferred Inflows and Fund Balances			
Liabilities			
Payables			
600 - Accounts Payable	\$233,663.36	\$36,189.77	\$35,682.00
Total for Payables	\$233,663.36	\$36,189.77	\$35,682.00
Payroll Liabilities			
710 - Consolidated Payroll	\$134,554.68	-	-
Total for Payroll Liabilities	\$134,554.68	\$0.00	\$0.00
Due to			
630 - Due To Other Funds	\$12,185.95	\$12,186.00	\$12,186.00
637 - Due to Employees Retirement System	\$1,725,204.11	\$1,027,538.00	\$441,856.00
Total for Due to	\$1,737,390.06	\$1,039,724.00	\$454,042.00
Notes Payable			
620 - Tax Anticipation Notes Payable	\$2,000,000.00	\$1,900,000.00	-
621 - Revenue Anticipation Notes Payable	\$866,275.00	\$875,000.00	-
Total for Notes Payable	\$2,866,275.00	\$2,775,000.00	\$0.00
Other Liabilities			
688 - Other Liabilities	-	-	\$0.00
690 - Overpayments and Clearing Account	\$0.22	-	-
Total for Other Liabilities	\$0.22	\$0.00	\$0.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Total for Liabilities	\$4,971,883.32	\$3,850,913.77	\$489,724.00
Deferred Inflows			
Deferred Inflows of Resources			
694 - Deferred Taxes <i>Deferred Tax Revenues</i>	\$386,297.00	\$631,114.00	\$487,482.00
Total for Deferred Inflows of Resources	\$386,297.00	\$631,114.00	\$487,482.00
Total for Deferred Inflows	\$386,297.00	\$631,114.00	\$487,482.00
Fund Balance			
Nonspendable Fund Balance			
806 - Not In Spendable Form	-	-	\$29,528.00
Total for Nonspendable Fund Balance	\$0.00	\$0.00	\$29,528.00
Unassigned Fund Balance			
917 - Unassigned Fund Balance	(\$2,042,299.13)	(\$1,818,119.68)	\$160,630.00
Total for Unassigned Fund Balance	(\$2,042,299.13)	(\$1,818,119.68)	\$160,630.00
Total for Fund Balance	(\$2,042,299.13)	(\$1,818,119.68)	\$190,158.00
Total for Liabilities, Deferred Inflows and Fund Balances	\$3,315,881.19	\$2,663,908.09	\$1,167,364.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Revenues and Other Sources			
Revenues			
Property Taxes			
1001 - Real Property Taxes	\$3,903,102.80	\$3,740,978.99	\$3,469,509.00
Total for Property Taxes	\$3,903,102.80	\$3,740,978.99	\$3,469,509.00
Property Tax Items			
1081 - Other Payments In Lieu of Taxes	\$92,375.08	\$162,126.27	\$143,987.00
1090 - Interest and Penalties on Real Prop Taxes	\$54,426.52	\$8,277.48	\$22,592.00
Total for Property Tax Items	\$146,801.60	\$170,403.75	\$166,579.00
Non-Property Tax Items			
1120 - Non Property Tax Distribution by County	\$1,181,154.73	\$1,196,171.16	\$1,103,653.00
1130 - Utilities Gross Receipts Tax	\$69,461.08	\$74,288.73	\$77,693.00
1170 - Franchise Tax	\$61,614.16	\$66,117.60	\$65,771.00
Total for Non-Property Tax Items	\$1,312,229.97	\$1,336,577.49	\$1,247,117.00
Departmental Income			
1230 - Treasurer Fees	\$9,440.64	\$6,763.38	\$1,415.00
1255 - Clerk Fees	\$7,429.50	\$3,466.43	\$24,548.00
1289 - Other General Departmental Income	-	-	\$93,308.00
1520 - Police Fees	\$945.00	\$4,050.24	\$440.00
1589 - Other Public Safety Departmental Income	-	\$1,500.00	\$4,010.00
1640 - Ambulance Charges	\$226,853.75	\$215,942.94	\$156,853.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
1689 - Other Health Departmental Income	-	\$19,500.00	\$20,992.00
1710 - Public Works Charges	\$33,853.19	\$69,380.26	\$48,598.00
1741 - Parking Meter Fees (Non Taxable)	-	-	\$4,185.00
2001 - Park and Recreational Charges	\$31,142.28	\$5,310.00	\$35,903.00
2025 - Special Recreational Facility Charges	\$33,858.32	\$14,980.66	-
2130 - Refuse and Garbage Charges	\$20,552.20	\$30,913.75	\$20,109.00
2189 - Other Home and Community Services Income	-	\$660.00	\$660.00
2190 - Sale of Cemetery Lots	\$1,500.00	\$2,920.00	\$1,683.00
2192 - Charges For Cemetery Services	\$2,040.00	\$5,133.32	\$2,670.00
Total for Departmental Income	\$367,614.88	\$380,520.98	\$415,374.00
Intergovernmental Charges			
2260 - Public Safety Services Other Governments <i>Police Services</i>	\$68,000.00	\$130,000.00	\$56,000.00
2262 - Fire Protection Services Other Governments <i>Fire Protection Services</i>	\$98,628.95	\$98,577.73	\$94,809.00
Total for Intergovernmental Charges	\$166,628.95	\$228,577.73	\$150,809.00
Use of Money and Property			
2401 - Interest and Earnings	\$34,577.66	\$9,943.21	\$411.00
2412 - Rental of Real Property Other Governments <i>Use of Money and Property</i>	\$2,400.00	\$2,400.00	\$2,992.00
Total for Use of Money and Property	\$36,977.66	\$12,343.21	\$3,403.00
Licenses and Permits			
2555 - Building and Alteration Permits	\$3,222.90	\$1,132.50	\$3,256.00
2560 - Street Opening Permits	\$600.00	-	\$400.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Total for Licenses and Permits	\$3,822.90	\$1,132.50	\$3,656.00
Fines and Forfeitures			
2610 - Fines and Forfeited Bail	\$16,760.00	\$19,150.00	\$7,236.00
Total for Fines and Forfeitures	\$16,760.00	\$19,150.00	\$7,236.00
Sales of Property and Compensation for Loss			
2652 - Sales of Forest Products	-	\$147,558.00	-
2655 - Sales Other	\$80.00	\$440.00	\$1,840.00
2665 - Sales of Equipment	\$4,417.82	\$4,635.86	\$17,510.00
2680 - Insurance Recoveries	\$39,366.95	\$45,758.76	\$44,091.00
Total for Sales of Property and Compensation for Loss	\$43,864.77	\$198,392.62	\$63,441.00
Other Revenues			
2701 - Refunds of Prior Year Expenditures	\$1,257.42	\$389.70	\$0.00
2705 - Gifts and Donations	\$11,333.94	-	\$21,805.00
2770 - Unclassified <i>Unclassified</i>	\$9,218.00	\$13,750.52	\$10,246.00
Total for Other Revenues	\$21,809.36	\$14,140.22	\$32,051.00
State Aid			
3001 - State Aid Revenue Sharing	\$966,599.00	\$866,034.00	\$866,034.00
3005 - State Aid Mortgage Tax	\$35,945.17	\$48,397.14	\$83,856.00
3501 - State Aid Consolidated Highway Aid	\$162,714.40	\$405,104.93	\$267,807.00
3897 - State Aid Culture and Recreation Capital Projects	\$97,266.83	\$23,385.71	\$345,146.00
Total for State Aid	\$1,262,525.40	\$1,342,921.78	\$1,562,843.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Federal Aid			
4089 - Federal Aid Other	\$11,000.00	-	\$475,588.00
Total for Federal Aid	\$11,000.00	\$0.00	\$475,588.00
Total for Revenues	\$7,293,138.29	\$7,445,139.27	\$7,597,606.00
Total for Revenues and Other Sources	\$7,293,138.29	\$7,445,139.27	\$7,597,606.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Expenditures and Other Uses			
Expenditures			
General Government Support			
Legislative Board			
10101 - Legislative Board - Personal Services	\$16,000.32	\$16,000.32	\$14,667.00
10104 - Legislative Board - Contractual	\$263.16	\$5,592.21	\$3,091.00
Total for Legislative Board	\$16,263.48	\$21,592.53	\$17,758.00
Executive			
12101 - Mayor - Personal Services	\$6,000.00	\$6,000.00	\$5,500.00
12104 - Mayor - Contractual	\$8,736.13	\$9,756.36	\$13,134.00
Total for Executive	\$14,736.13	\$15,756.36	\$18,634.00
Finance			
13204 - Auditor - Contractual	\$36,182.00	\$18,289.75	-
13251 - Treasurer - Personal Services	\$119,603.04	\$113,933.91	\$87,404.00
13254 - Treasurer - Contractual	\$31,775.86	\$33,334.99	\$40,754.00
13551 - Assessment - Personal Services	\$20,000.00	\$24,000.00	\$20,000.00
13554 - Assessment - Contractual	\$5,538.85	\$3,131.78	\$10,165.00
Total for Finance	\$213,099.75	\$192,690.43	\$158,323.00
Municipal Staff			
14101 - Clerk - Personal Services	\$49,424.62	\$85,987.73	\$74,112.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
14104 - Clerk - Contractual	\$18,580.86	\$12,915.28	\$14,520.00
14201 - Law - Personal Services	\$40,384.50	\$41,999.88	\$38,769.00
14204 - Law - Contractual	\$7,220.00	\$17,178.69	\$9,108.00
14401 - Engineer - Personal Services	\$58,301.31	\$38,210.44	\$34,795.00
14404 - Engineer - Contractual	\$9,162.22	\$13,798.70	\$74,058.00
Total for Municipal Staff	\$183,073.51	\$210,090.72	\$245,362.00
Shared Services			
16201 - Operation of Plant - Personal Services	\$52,136.62	\$51,561.11	\$46,584.00
16204 - Operation of Plant - Contractual	\$68,925.81	\$130,369.45	\$76,679.00
16404 - Central Garage - Contractual	-	\$237.46	-
Total for Shared Services	\$121,062.43	\$182,168.02	\$123,263.00
Special Items			
19104 - Unallocated Insurance - Contractual	\$132,487.91	\$103,336.85	\$103,328.00
19204 - Municipal Association Dues - Contractual	-	\$950.00	\$0.00
Total for Special Items	\$132,487.91	\$104,286.85	\$103,328.00
Total for General Government Support	\$680,723.21	\$726,584.91	\$666,668.00
Public Safety			
Law Enforcement			
31201 - Police - Personal Services	\$1,148,383.85	\$1,105,390.96	\$978,595.00
31202 - Police - Equipment and Capital Outlay	\$28,183.79	\$8,081.33	\$3,187.00
31204 - Police - Contractual	\$128,880.51	\$133,695.44	\$112,616.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Total for Law Enforcement	\$1,305,448.15	\$1,247,167.73	\$1,094,398.00
Traffic Control			
33104 - Traffic Control - Contractual	\$6,081.29	\$6,130.35	\$5,692.00
Total for Traffic Control	\$6,081.29	\$6,130.35	\$5,692.00
Fire Protection			
34101 - Fire Protection - Personal Services	\$1,057,898.02	\$1,017,096.56	\$893,122.00
34102 - Fire Protection - Equipment and Capital Outlay	\$8,864.51	\$32,826.25	\$22,154.00
34104 - Fire Protection - Contractual	\$66,467.45	\$64,359.93	\$59,150.00
Total for Fire Protection	\$1,133,229.98	\$1,114,282.74	\$974,426.00
Animal Control			
35104 - Dog Control - Contractual	\$675.00	\$1,055.00	\$1,551.00
Total for Animal Control	\$675.00	\$1,055.00	\$1,551.00
Other Public Safety			
36201 - Safety Inspection - Personal Services	\$83,872.95	\$83,577.00	\$75,788.00
36204 - Safety Inspection - Contractual	\$13,045.79	\$16,875.15	\$34,286.00
Total for Other Public Safety	\$96,918.74	\$100,452.15	\$110,074.00
Total for Public Safety	\$2,542,353.16	\$2,469,087.97	\$2,186,141.00
Health			
Public Health Program			

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
40101 - Public Health - Personal Services	\$1,444.30	\$1,444.30	\$1,333.00
40201 - Registrar of Vital Statistics - Personal Services	\$4,700.00	\$4,700.00	\$4,700.00
Total for Public Health Program	\$6,144.30	\$6,144.30	\$6,033.00
Other Health			
45401 - Ambulance - Personal Services	\$84,770.19	\$82,266.59	\$60,806.00
45402 - Ambulance - Equipment and Capital Outlay	\$4,243.07	\$11,939.03	\$15,692.00
45404 - Ambulance - Contractual	\$75,369.93	\$80,092.80	\$55,588.00
Total for Other Health	\$164,383.19	\$174,298.42	\$132,086.00
Total for Health	\$170,527.49	\$180,442.72	\$138,119.00
Transportation			
Highway			
51101 - Maintenance of Roads - Personal Services	\$401,753.79	\$425,795.14	\$555,519.00
51104 - Maintenance of Roads - Contractual	\$187,852.06	\$207,169.42	\$236,913.00
51122 - Permanent Improvements Highway - Equipment and Capital Outlay	\$202,804.74	\$316,658.08	\$197,979.00
51421 - Snow Removal - Personal Services	\$112,299.14	\$108,502.19	\$33,745.00
51424 - Snow Removal - Contractual	\$82,447.78	\$132,677.90	\$122,509.00
51824 - Street Lighting - Contractual	\$187,746.45	\$255,482.09	\$227,734.00
Total for Highway	\$1,174,903.96	\$1,446,284.82	\$1,374,399.00
Total for Transportation	\$1,174,903.96	\$1,446,284.82	\$1,374,399.00
Culture and Recreation			

City of Little Falls
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For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Recreation			
71101 - Parks - Personal Services	\$60,606.72	\$70,812.37	\$40,404.00
71104 - Parks - Contractual	\$74,814.98	\$110,376.56	\$100,467.00
71401 - Playground and Recreation Centers - Personal Services	\$65,532.50	\$38,553.60	\$35,349.00
71404 - Playground and Recreation Centers - Contractual	\$8,828.29	\$12,771.98	\$41,187.00
71804 - Special Recreation Facilities - Contractual	\$12,749.86	\$23,839.49	\$0.00
Total for Recreation	\$222,532.35	\$256,354.00	\$217,407.00
Culture			
75504 - Celebrations - Contractual	-	\$134.92	\$211.00
75604 - Performing Arts, Other - Contractual	-	\$1,500.00	\$1,500.00
Total for Culture	\$0.00	\$1,634.92	\$1,711.00
Total for Culture and Recreation	\$222,532.35	\$257,988.92	\$219,118.00
Home and Community Services			
General Environment			
80104 - Zoning - Contractual	\$750.00	\$791.72	\$275.00
80204 - Planning and Surveys - Contractual	\$750.00	\$750.00	-
Total for General Environment	\$1,500.00	\$1,541.72	\$275.00
Sewage			
81404 - Storm Sewers - Contractual	-	\$2,627.96	\$3,200.00
Total for Sewage	\$0.00	\$2,627.96	\$3,200.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Sanitation			
81601 - Refuse and Garbage - Personal Services	\$221,172.89	\$191,954.85	\$95,935.00
81604 - Refuse and Garbage - Contractual	\$100,759.42	\$118,037.33	\$122,484.00
81701 - Street Cleaning - Personal Services	-	\$1,161.75	-
Total for Sanitation	\$321,932.31	\$311,153.93	\$218,419.00
Special Services			
88101 - Cemetery - Personal Services	\$57,158.88	\$39,242.61	-
88104 - Cemetery - Contractual	\$699.10	\$1,218.12	\$21,096.00
Total for Special Services	\$57,857.98	\$40,460.73	\$21,096.00
Total for Home and Community Services	\$381,290.29	\$355,784.34	\$242,990.00
Employee Benefits			
Employee Benefits			
90108 - State Retirement System - Employee Benefits	\$150,198.62	\$138,320.00	\$168,499.00
90158 - Police Retirement - Employee Benefits	\$537,804.00	\$447,362.00	\$412,147.00
90308 - Social Security - Employee Benefits	\$277,520.34	\$271,201.02	\$238,199.00
90408 - Workers' Compensation - Employee Benefits	\$110,931.20	\$114,817.50	\$113,766.00
90458 - Life Insurance - Employee Benefits	\$6,425.95	\$4,870.72	-
90508 - Unemployment Insurance - Employee Benefits	\$110.36	\$526.12	-
90608 - Hospital, Medical and Dental Insurance - Employee Benefits	\$954,634.09	\$911,986.30	\$815,099.00
90708 - Union Welfare Benefits - Employee Benefits	-	\$19,500.00	\$19,500.00
Total for Employee Benefits	\$2,037,624.56	\$1,908,583.66	\$1,767,210.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Total for Employee Benefits	\$2,037,624.56	\$1,908,583.66	\$1,767,210.00
Debt Service			
Debt Service			
97106 - Serial Bonds - Debt Principal	\$90,000.00	\$85,000.00	\$80,000.00
97107 - Serial Bonds - Debt Interest	\$39,743.76	\$43,143.76	\$46,344.00
97206 - Installment Bonds - Debt Principal	-	\$98,000.00	\$98,000.00
97207 - Installment Bonds - Debt Interest	-	\$4,366.01	\$8,781.00
97306 - Bond Anticipation Notes - Debt Principal	\$45,000.00	\$48,140.00	\$733,231.00
97307 - Bond Anticipation Notes - Debt Interest	\$31,469.54	\$29,189.69	\$15,675.00
97607 - Tax Anticipation Notes - Debt Interest	\$63,961.92	\$56,639.00	\$16,907.00
97707 - Revenue Anticipation Notes - Debt Interest	\$37,187.50	-	-
Total for Debt Service	\$307,362.72	\$364,478.46	\$998,938.00
Total for Debt Service	\$307,362.72	\$364,478.46	\$998,938.00
Total for Expenditures	\$7,517,317.74	\$7,709,235.80	\$7,593,583.00
Other Uses			
Interfund Transfers			
Interfund Transfers			
99019 - Transfers to Other Funds - Interfund Transfer	-	-	\$237,794.00
Total for Interfund Transfers	\$0.00	\$0.00	\$237,794.00
Total for Interfund Transfers	\$0.00	\$0.00	\$237,794.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Total for Other Uses	\$0.00	\$0.00	\$237,794.00
Total for Expenditures and Other Uses	\$7,517,317.74	\$7,709,235.80	\$7,831,377.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

A - General
Changes in Fund Balance

	12/31/2024	12/31/2023	12/31/2022
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	(\$1,818,119.68)	\$190,158.00	\$133,244.00
8012 - Prior Period Adjustment OR Change in Accounting Principle - Increase in Fund Balance	-	-	\$290,685.00
8015 - Prior Period Adjustment OR Change in Accounting Principle - Decrease in Fund Balance	-	\$1,744,181.15	-
8022 - Restated Fund Balance - Beginning of Year	(\$1,818,119.68)	(\$1,554,023.15)	\$423,929.00
Add Revenues and Other Sources	\$7,293,138.29	\$7,445,139.27	\$7,597,606.00
Deduct Expenditures and Other Uses	\$7,517,317.74	\$7,709,235.80	\$7,831,377.00
8029 - Fund Balance - End of Year	(\$2,042,299.13)	(\$1,818,119.68)	\$190,158.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Adopted Budget Summary**

	12/31/2025	12/31/2024	12/31/2023
Estimated Revenues and Other Sources			
Estimated Revenue			
1049 - Est Rev - Property Taxes	\$3,960,737.00	\$3,702,988.00	\$3,500,000.00
1099 - Est Rev - Property Tax Items	\$135,912.00	\$109,388.00	\$160,000.00
1199 - Est Rev - Non-Property Tax Items	\$1,307,937.00	\$1,454,936.00	\$1,300,000.00
1299 - Est Rev - Departmental Income	-	-	\$675,000.00
2199 - Est Rev - Departmental Income	\$796,160.00	\$673,660.00	-
2499 - Est Rev - Use of Money and Property	\$67,400.00	\$10,400.00	\$4,000.00
2599 - Est Rev - Licenses and Permits	\$4,500.00	\$3,000.00	\$21,000.00
2649 - Est Rev - Fines and Forfeitures	\$25,000.00	\$20,500.00	\$40,000.00
2699 - Est Rev - Sales of Property and Compensation for Loss	\$386,500.00	\$50,781.00	\$28,000.00
2799 - Est Rev - Other Revenues	\$48,980.00	\$20,000.00	\$80,000.00
3099 - Est Rev - State Aid	\$1,326,034.00	\$1,286,034.00	\$907,000.00
Total for Estimated Revenue	\$8,059,160.00	\$7,331,687.00	\$6,715,000.00
Total for Estimated Revenues and Other Sources	\$8,059,160.00	\$7,331,687.00	\$6,715,000.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**A - General
Adopted Budget Summary**

	12/31/2025	12/31/2024	12/31/2023
Estimated Appropriations and Other Uses			
Estimated Appropriations			
1999 - App - General Government Support	\$711,304.00	\$666,200.00	\$625,000.00
3999 - App - Public Safety	\$2,744,916.00	\$2,520,510.00	\$2,200,000.00
4999 - App - Health	\$228,000.00	\$221,300.00	\$115,000.00
5999 - App - Transportation	\$1,445,497.00	\$1,304,000.00	\$1,634,500.00
7999 - App - Culture and Recreation	\$129,995.00	\$268,045.00	\$110,000.00
8999 - App - Home and Community Services	\$461,445.00	\$387,100.00	\$30,500.00
9199 - App - Employee Benefits	\$2,052,229.00	\$1,478,017.00	\$1,500,000.00
9899 - App - Debt Service	\$285,773.00	\$309,568.00	\$500,000.00
Total for Estimated Appropriations	\$8,059,159.00	\$7,154,740.00	\$6,715,000.00
Estimated Other Uses			
9999 - App - Interfund Transfers	-	\$176,947.00	-
Total for Estimated Other Uses	\$0.00	\$176,947.00	\$0.00
Total for Estimated Appropriations and Other Uses	\$8,059,159.00	\$7,331,687.00	\$6,715,000.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**CM - Miscellaneous Special Revenue
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Assets and Deferred Outflows			
Assets			
Cash and Cash Equivalents			
200 - Cash	\$57,940.68	\$55,255.00	\$6,644.00
Total for Cash and Cash Equivalents	\$57,940.68	\$55,255.00	\$6,644.00
Restricted Cash and Cash Equivalents			
230 - Cash Special Reserves	-	-	\$48,610.00
Total for Restricted Cash and Cash Equivalents	\$0.00	\$0.00	\$48,610.00
Total for Assets	\$57,940.68	\$55,255.00	\$55,254.00
Total for Assets and Deferred Outflows	\$57,940.68	\$55,255.00	\$55,254.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**CM - Miscellaneous Special Revenue
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Liabilities, Deferred Inflows and Fund Balances			
Liabilities			
Other Liabilities			
688 - Other Liabilities	-	\$0.46	-
Total for Other Liabilities	\$0.00	\$0.46	\$0.00
Total for Liabilities	\$0.00	\$0.46	\$0.00
Fund Balance			
Restricted Fund Balance			
899 - Other Restricted Fund Balance Cash in Time Reserves	\$51,161.60	\$48,610.46	\$48,610.00
Total for Restricted Fund Balance	\$51,161.60	\$48,610.46	\$48,610.00
Assigned Fund Balance			
915 - Assigned Unappropriated Fund Balance	\$6,779.08	\$6,644.08	\$6,644.00
Total for Assigned Fund Balance	\$6,779.08	\$6,644.08	\$6,644.00
Total for Fund Balance	\$57,940.68	\$55,254.54	\$55,254.00
Total for Liabilities, Deferred Inflows and Fund Balances	\$57,940.68	\$55,255.00	\$55,254.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**CM - Miscellaneous Special Revenue
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Revenues and Other Sources			
Revenues			
Use of Money and Property			
2401 - Interest and Earnings	\$2,686.14	-	\$44.00
Total for Use of Money and Property	\$2,686.14	\$0.00	\$44.00
Total for Revenues	\$2,686.14	\$0.00	\$44.00
Total for Revenues and Other Sources	\$2,686.14	\$0.00	\$44.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**CM - Miscellaneous Special Revenue
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Expenditures and Other Uses			
Expenditures			
Home and Community Services			
Special Services			
89894 - Home and Community Services, Other - Contractual	-	-	\$14,684.00
Total for Special Services	\$0.00	\$0.00	\$14,684.00
Total for Home and Community Services	\$0.00	\$0.00	\$14,684.00
Total for Expenditures	\$0.00	\$0.00	\$14,684.00
Total for Expenditures and Other Uses	\$0.00	\$0.00	\$14,684.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**CM - Miscellaneous Special Revenue
Changes in Fund Balance**

	12/31/2024	12/31/2023	12/31/2022
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	\$55,254.00	\$55,254.00	\$69,894.00
8022 - Restated Fund Balance - Beginning of Year	\$55,254.00	\$55,254.00	\$69,894.00
Add Revenues and Other Sources	\$2,686.14	\$0.00	\$44.00
Deduct Expenditures and Other Uses	\$0.00	\$0.00	\$14,684.00
8029 - Fund Balance - End of Year	\$57,940.14	\$55,254.00	\$55,254.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**CR - Recreation
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Assets and Deferred Outflows			
Assets			
Cash and Cash Equivalents			
200 - Cash	\$39,195.70	\$12,467.55	-
Total for Cash and Cash Equivalents	\$39,195.70	\$12,467.55	\$0.00
Due From			
391 - Due From Other Funds	\$12,186.00	\$12,186.00	\$12,186.00
Total for Due From	\$12,186.00	\$12,186.00	\$12,186.00
Other Assets			
480 - Prepaid Expenses	-	-	\$6,285.00
Total for Other Assets	\$0.00	\$0.00	\$6,285.00
Total for Assets	\$51,381.70	\$24,653.55	\$18,471.00
Total for Assets and Deferred Outflows	\$51,381.70	\$24,653.55	\$18,471.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**CR - Recreation
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Liabilities, Deferred Inflows and Fund Balances			
Liabilities			
Payables			
600 - Accounts Payable	\$6,019.00	\$6,018.74	\$5,250.00
Total for Payables	\$6,019.00	\$6,018.74	\$5,250.00
Due to			
630 - Due To Other Funds	\$48,435.00	\$48,435.00	\$48,435.00
Total for Due to	\$48,435.00	\$48,435.00	\$48,435.00
Other Liabilities			
690 - Overpayments and Clearing Account	\$4,780.00	-	-
Total for Other Liabilities	\$4,780.00	\$0.00	\$0.00
Total for Liabilities	\$59,234.00	\$54,453.74	\$53,685.00
Fund Balance			
Nonspendable Fund Balance			
806 - Not In Spendable Form	-	-	\$6,285.00
Total for Nonspendable Fund Balance	\$0.00	\$0.00	\$6,285.00
Unassigned Fund Balance			
917 - Unassigned Fund Balance	(\$7,852.30)	(\$29,800.19)	(\$41,499.00)
Total for Unassigned Fund Balance	(\$7,852.30)	(\$29,800.19)	(\$41,499.00)

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**CR - Recreation
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Total for Fund Balance	(\$7,852.30)	(\$29,800.19)	(\$35,214.00)
Total for Liabilities, Deferred Inflows and Fund Balances	\$51,381.70	\$24,653.55	\$18,471.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**CR - Recreation
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Revenues and Other Sources			
Revenues			
Departmental Income			
2025 - Special Recreational Facility Charges	\$138,922.60	\$124,985.11	\$112,335.00
Total for Departmental Income	\$138,922.60	\$124,985.11	\$112,335.00
Total for Revenues	\$138,922.60	\$124,985.11	\$112,335.00
Total for Revenues and Other Sources	\$138,922.60	\$124,985.11	\$112,335.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**CR - Recreation
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Expenditures and Other Uses			
Expenditures			
Culture and Recreation			
Recreation			
71801 - Special Recreation Facilities - Personal Services	\$65,556.72	\$60,982.06	\$59,086.00
71802 - Special Recreation Facilities - Equipment and Capital Outlay	-	\$13,602.87	-
71804 - Special Recreation Facilities - Contractual	\$59,787.05	\$34,062.60	\$55,517.00
Total for Recreation	\$125,343.77	\$108,647.53	\$114,603.00
Total for Culture and Recreation	\$125,343.77	\$108,647.53	\$114,603.00
Employee Benefits			
Employee Benefits			
90308 - Social Security - Employee Benefits	\$5,005.25	\$4,638.77	\$4,470.00
Total for Employee Benefits	\$5,005.25	\$4,638.77	\$4,470.00
Total for Employee Benefits	\$5,005.25	\$4,638.77	\$4,470.00
Total for Expenditures	\$130,349.02	\$113,286.30	\$119,073.00
Total for Expenditures and Other Uses	\$130,349.02	\$113,286.30	\$119,073.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

CR - Recreation
Changes in Fund Balance

	12/31/2024	12/31/2023	12/31/2022
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	(\$29,800.19)	(\$35,214.00)	(\$29,524.00)
8012 - Prior Period Adjustment OR Change in Accounting Principle - Increase in Fund Balance	\$13,374.57	-	\$1,048.00
<i>Entry made after PY AFR submission</i>			
8015 - Prior Period Adjustment OR Change in Accounting Principle - Decrease in Fund Balance	-	\$6,285.00	-
8022 - Restated Fund Balance - Beginning of Year	(\$16,425.62)	(\$41,499.00)	(\$28,476.00)
Add Revenues and Other Sources	\$138,922.60	\$124,985.11	\$112,335.00
Deduct Expenditures and Other Uses	\$130,349.02	\$113,286.30	\$119,073.00
8029 - Fund Balance - End of Year	(\$7,852.04)	(\$29,800.19)	(\$35,214.00)

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**FX - Water
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Assets and Deferred Outflows			
Assets			
Cash and Cash Equivalents			
200 - Cash	-	\$7,723.53	\$13,045.00
Total for Cash and Cash Equivalents	\$0.00	\$7,723.53	\$13,045.00
Net Other Receivables			
350 - Water Rents Receivable	\$170,475.01	\$158,806.46	\$103,259.00
383 - Unbilled Receivables	\$0.27	-	-
Total for Net Other Receivables	\$170,475.28	\$158,806.46	\$103,259.00
Due From			
391 - Due From Other Funds	\$9,219.85	\$2,953.74	-
Total for Due From	\$9,219.85	\$2,953.74	\$0.00
Total for Assets	\$179,695.13	\$169,483.73	\$116,304.00
Total for Assets and Deferred Outflows	\$179,695.13	\$169,483.73	\$116,304.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**FX - Water
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Liabilities, Deferred Inflows and Fund Balances			
Liabilities			
Payables			
600 - Accounts Payable	\$118,792.45	\$97,325.98	\$97,634.00
Total for Payables	\$118,792.45	\$97,325.98	\$97,634.00
Due to			
630 - Due To Other Funds	\$605,551.46	\$499,455.92	-
637 - Due to Employees Retirement System	\$121,048.06	\$77,446.00	\$34,177.00
Total for Due to	\$726,599.52	\$576,901.92	\$34,177.00
Other Liabilities			
690 - Overpayments and Clearing Account	\$0.33	\$0.33	-
Total for Other Liabilities	\$0.33	\$0.33	\$0.00
Total for Liabilities	\$845,392.30	\$674,228.23	\$131,811.00
Fund Balance			
Unassigned Fund Balance			
917 - Unassigned Fund Balance	(\$665,697.45)	(\$504,744.50)	(\$15,507.00)
Total for Unassigned Fund Balance	(\$665,697.45)	(\$504,744.50)	(\$15,507.00)
Total for Fund Balance	(\$665,697.45)	(\$504,744.50)	(\$15,507.00)

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**FX - Water
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Total for Liabilities, Deferred Inflows and Fund Balances	\$179,694.85	\$169,483.73	\$116,304.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**FX - Water
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Revenues and Other Sources			
Revenues			
Departmental Income			
2140 - Metered Water Sales	\$1,031,882.27	\$830,239.76	\$997,689.00
2142 - Unmetered Water Sales	\$2,985.00	\$8,670.00	-
2144 - Water Service Charges	\$16,030.65	\$21,374.20	-
2148 - Interest and Penalties on Water Rents	\$12,001.29	\$12,843.12	-
Total for Departmental Income	\$1,062,899.21	\$873,127.08	\$997,689.00
Sales of Property and Compensation for Loss			
2650 - Sales of Scrap and Excess Materials	\$27,550.00	-	-
2665 - Sales of Equipment	-	\$5,257.50	-
Total for Sales of Property and Compensation for Loss	\$27,550.00	\$5,257.50	\$0.00
Other Revenues			
2770 - Unclassified	-	\$7,977.00	\$12,719.00
Total for Other Revenues	\$0.00	\$7,977.00	\$12,719.00
State Aid			
3991 - State Aid Water Capital Projects	-	-	\$0.00
Total for State Aid	\$0.00	\$0.00	\$0.00
Total for Revenues	\$1,090,449.21	\$886,361.58	\$1,010,408.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**FX - Water
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Total for Revenues and Other Sources	\$1,090,449.21	\$886,361.58	\$1,010,408.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**FX - Water
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Expenditures and Other Uses			
Expenditures			
General Government Support			
Special Items			
19104 - Unallocated Insurance - Contractual	\$25,000.00	\$37,732.30	\$44,212.00
19504 - Taxes and Assessments on Municipal Property - Contractual	\$185,291.05	\$183,643.14	\$112,260.00
Total for Special Items	\$210,291.05	\$221,375.44	\$156,472.00
Total for General Government Support	\$210,291.05	\$221,375.44	\$156,472.00
Home and Community Services			
Water			
83101 - Water Administration - Personal Services	\$82,245.21	\$66,251.64	\$60,536.00
83104 - Water Administration - Contractual	\$21,581.46	\$18,677.74	\$15,113.00
83204 - Water Source of Supply, Power and Pumping - Contractual	\$8,623.39	\$44,824.19	\$37,493.00
83301 - Water Purification - Personal Services	\$271,117.89	\$242,717.11	\$209,071.00
83302 - Water Purification - Equipment and Capital Outlay	-	-	\$0.00
83304 - Water Purification - Contractual	\$151,126.66	\$205,224.81	\$178,818.00
83401 - Water Transportation and Distribution - Personal Services	\$86,882.30	\$118,071.48	\$98,609.00
83404 - Water Transportation and Distribution - Contractual	\$53,816.17	\$66,200.11	\$80,301.00
Total for Water	\$675,393.08	\$761,967.08	\$679,941.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**FX - Water
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Total for Home and Community Services	\$675,393.08	\$761,967.08	\$679,941.00
Employee Benefits			
Employee Benefits			
90108 - State Retirement System - Employee Benefits	\$46,985.00	\$43,269.00	\$52,710.00
90308 - Social Security - Employee Benefits	\$32,727.95	\$31,952.24	\$27,558.00
90408 - Workers' Compensation - Employee Benefits	-	\$10,130.50	\$26,607.00
90608 - Hospital, Medical and Dental Insurance - Employee Benefits	\$66,254.32	\$89,646.74	\$76,541.00
Total for Employee Benefits	\$145,967.27	\$174,998.48	\$183,416.00
Total for Employee Benefits	\$145,967.27	\$174,998.48	\$183,416.00
Debt Service			
Debt Service			
97106 - Serial Bonds - Debt Principal	\$214,682.00	\$211,989.00	\$209,295.00
97107 - Serial Bonds - Debt Interest	\$5,068.76	\$5,268.76	\$5,469.00
97306 - Bond Anticipation Notes - Debt Principal	-	-	\$39,227.00
97307 - Bond Anticipation Notes - Debt Interest	-	-	\$686.00
Total for Debt Service	\$219,750.76	\$217,257.76	\$254,677.00
Total for Debt Service	\$219,750.76	\$217,257.76	\$254,677.00
Total for Expenditures	\$1,251,402.16	\$1,375,598.76	\$1,274,506.00
Total for Expenditures and Other Uses	\$1,251,402.16	\$1,375,598.76	\$1,274,506.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**FX - Water
Changes in Fund Balance**

	12/31/2024	12/31/2023	12/31/2022
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	(\$504,744.18)	(\$15,507.00)	(\$23,669.00)
8012 - Prior Period Adjustment OR Change in Accounting Principle - Increase in Fund Balance	-	-	\$272,260.00
8022 - Restated Fund Balance - Beginning of Year	(\$504,744.18)	(\$15,507.00)	\$248,591.00
Add Revenues and Other Sources	\$1,090,449.21	\$886,361.58	\$1,010,408.00
Deduct Expenditures and Other Uses	\$1,251,402.16	\$1,375,598.76	\$1,274,506.00
8029 - Fund Balance - End of Year	(\$665,697.13)	(\$504,744.18)	(\$15,507.00)

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**FX - Water
Adopted Budget Summary**

	12/31/2025	12/31/2024	12/31/2023
Estimated Revenues and Other Sources			
Estimated Revenue			
1299 - Est Rev - Departmental Income	-	-	\$1,200,000.00
2199 - Est Rev - Departmental Income	\$1,300,360.62	\$1,067,104.00	-
2699 - Est Rev - Sales of Property and Compensation for Loss	\$60,000.00	\$60,000.00	\$50,000.00
2799 - Est Rev - Other Revenues	\$5,000.00	\$10,000.00	-
2899 - Est Rev - Interfund Revenues	\$109,583.14	\$176,947.00	-
Total for Estimated Revenue	\$1,474,943.76	\$1,314,051.00	\$1,250,000.00
Total for Estimated Revenues and Other Sources	\$1,474,943.76	\$1,314,051.00	\$1,250,000.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**FX - Water
Adopted Budget Summary**

	12/31/2025	12/31/2024	12/31/2023
Estimated Appropriations and Other Uses			
Estimated Appropriations			
1999 - App - General Government Support	\$242,000.00	\$210,000.00	\$225,000.00
8999 - App - Home and Community Services	\$900,000.00	\$768,000.00	\$830,000.00
9199 - App - Employee Benefits	\$110,700.00	\$116,300.00	-
9899 - App - Debt Service	\$222,243.76	\$219,751.00	\$195,000.00
Total for Estimated Appropriations	\$1,474,943.76	\$1,314,051.00	\$1,250,000.00
Total for Estimated Appropriations and Other Uses	\$1,474,943.76	\$1,314,051.00	\$1,250,000.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**G - Sewer
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Assets and Deferred Outflows			
Assets			
Cash and Cash Equivalents			
200 - Cash	\$825,117.62	\$850,680.00	\$678,421.00
Total for Cash and Cash Equivalents	\$825,117.62	\$850,680.00	\$678,421.00
Net Other Receivables			
360 - Sewer Rents Receivable	\$353,817.35	\$343,783.05	\$574,597.00
Total for Net Other Receivables	\$353,817.35	\$343,783.05	\$574,597.00
Due From			
391 - Due From Other Funds	\$202,603.52	\$99,890.92	\$10,435.00
Total for Due From	\$202,603.52	\$99,890.92	\$10,435.00
Other Assets			
480 - Prepaid Expenses	-	-	\$5,000.00
Total for Other Assets	\$0.00	\$0.00	\$5,000.00
Total for Assets	\$1,381,538.49	\$1,294,353.97	\$1,268,453.00
Total for Assets and Deferred Outflows	\$1,381,538.49	\$1,294,353.97	\$1,268,453.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**G - Sewer
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Liabilities, Deferred Inflows and Fund Balances			
Liabilities			
Payables			
600 - Accounts Payable	\$52,908.81	\$17,502.00	\$9,297.00
Total for Payables	\$52,908.81	\$17,502.00	\$9,297.00
Due to			
630 - Due To Other Funds	\$12,244.23	\$2,953.74	-
637 - Due to Employees Retirement System	\$138,559.55	\$106,504.00	\$51,175.00
Total for Due to	\$150,803.78	\$109,457.74	\$51,175.00
Total for Liabilities	\$203,712.59	\$126,959.74	\$60,472.00
Fund Balance			
Nonspendable Fund Balance			
806 - Not In Spendable Form	-	-	\$5,000.00
Total for Nonspendable Fund Balance	\$0.00	\$0.00	\$5,000.00
Assigned Fund Balance			
914 - Assigned Appropriated Fund Balance	\$246,581.00	\$178,108.00	-
915 - Assigned Unappropriated Fund Balance	\$931,244.89	\$989,286.22	\$1,202,981.00
Total for Assigned Fund Balance	\$1,177,825.89	\$1,167,394.22	\$1,202,981.00
Total for Fund Balance	\$1,177,825.89	\$1,167,394.22	\$1,207,981.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**G - Sewer
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Total for Liabilities, Deferred Inflows and Fund Balances	\$1,381,538.48	\$1,294,353.96	\$1,268,453.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**G - Sewer
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Revenues and Other Sources			
Revenues			
Departmental Income			
2120 - Sewer Rents	\$1,393,030.16	\$1,355,688.65	\$1,519,698.00
2128 - Interest and Penalties on Sewer Accounts	\$10,153.10	\$25,328.68	\$5,344.00
Total for Departmental Income	\$1,403,183.26	\$1,381,017.33	\$1,525,042.00
Other Revenues			
2770 - Unclassified	-	\$7,788.32	-
Total for Other Revenues	\$0.00	\$7,788.32	\$0.00
Federal Aid			
4089 - Federal Aid Other	-	-	\$0.00
Total for Federal Aid	\$0.00	\$0.00	\$0.00
Total for Revenues	\$1,403,183.26	\$1,388,805.65	\$1,525,042.00
Other Sources			
Operating Transfers			
5031 - Interfund Transfers	-	-	\$237,794.00
Total for Operating Transfers	\$0.00	\$0.00	\$237,794.00
Total for Other Sources	\$0.00	\$0.00	\$237,794.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**G - Sewer
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Total for Revenues and Other Sources	\$1,403,183.26	\$1,388,805.65	\$1,762,836.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**G - Sewer
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Expenditures and Other Uses			
Expenditures			
General Government Support			
Special Items			
19104 - Unallocated Insurance - Contractual	\$31,962.50	\$37,732.30	\$44,212.00
Total for Special Items	\$31,962.50	\$37,732.30	\$44,212.00
Total for General Government Support	\$31,962.50	\$37,732.30	\$44,212.00
Home and Community Services			
Sewage			
81101 - Sewer Administration - Personal Services	\$82,244.66	\$69,666.75	\$77,705.00
81104 - Sewer Administration - Contractual	\$15,631.90	\$31,217.82	\$20,499.00
81201 - Sanitary Sewers - Personal Services	\$47,813.83	\$26,649.21	-
81202 - Sanitary Sewers - Equipment and Capital Outlay	-	-	\$159,680.00
81204 - Sanitary Sewers - Contractual	\$49,765.98	\$35,542.15	\$5,392.00
81301 - Sewage Treatment and Disposal - Personal Services	\$282,043.30	\$277,629.70	\$302,129.00
81304 - Sewage Treatment and Disposal - Contractual	\$504,628.82	\$627,610.56	\$644,491.00
81401 - Storm Sewers - Personal Services	\$61,307.25	\$26,855.99	\$6,073.00
81404 - Storm Sewers - Contractual	\$38,848.37	\$7,585.27	\$15,846.00
Total for Sewage	\$1,082,284.11	\$1,102,757.45	\$1,231,815.00
Total for Home and Community Services	\$1,082,284.11	\$1,102,757.45	\$1,231,815.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**G - Sewer
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Employee Benefits			
Employee Benefits			
90108 - State Retirement System - Employee Benefits	\$60,079.93	\$55,329.00	\$67,400.00
90308 - Social Security - Employee Benefits	\$35,470.25	\$30,268.24	\$28,414.00
90408 - Workers' Compensation - Employee Benefits	\$30,401.83	\$20,271.33	\$45,139.00
90608 - Hospital, Medical and Dental Insurance - Employee Benefits	\$100,769.85	\$69,582.48	\$44,269.00
Total for Employee Benefits	\$226,721.86	\$175,451.05	\$185,222.00
Total for Employee Benefits	\$226,721.86	\$175,451.05	\$185,222.00
Debt Service			
Debt Service			
97106 - Serial Bonds - Debt Principal	\$26,000.00	-	\$26,000.00
97107 - Serial Bonds - Debt Interest	\$10,301.25	\$5,483.75	\$12,300.00
97306 - Bond Anticipation Notes - Debt Principal	-	\$8,000.00	-
97307 - Bond Anticipation Notes - Debt Interest	\$15,481.87	\$12,355.00	\$6,265.00
Total for Debt Service	\$51,783.12	\$25,838.75	\$44,565.00
Total for Debt Service	\$51,783.12	\$25,838.75	\$44,565.00
Total for Expenditures	\$1,392,751.59	\$1,341,779.55	\$1,505,814.00
Total for Expenditures and Other Uses	\$1,392,751.59	\$1,341,779.55	\$1,505,814.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**G - Sewer
Changes in Fund Balance**

	12/31/2024	12/31/2023	12/31/2022
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	\$1,167,394.22	\$1,207,981.00	\$950,959.00
8015 - Prior Period Adjustment OR Change in Accounting Principle - Decrease in Fund Balance	-	\$87,612.88	-
8022 - Restated Fund Balance - Beginning of Year	\$1,167,394.22	\$1,120,368.12	\$950,959.00
Add Revenues and Other Sources	\$1,403,183.26	\$1,388,805.65	\$1,762,836.00
Deduct Expenditures and Other Uses	\$1,392,751.59	\$1,341,779.55	\$1,505,814.00
8029 - Fund Balance - End of Year	\$1,177,825.89	\$1,167,394.22	\$1,207,981.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**G - Sewer
Adopted Budget Summary**

	12/31/2025	12/31/2024	12/31/2023
Estimated Revenues and Other Sources			
Estimated Revenue			
2399 - Est Rev - Intergovernmental Charges	\$1,653,309.00	\$1,570,113.00	\$1,600,000.00
2799 - Est Rev - Other Revenues	\$5,000.00	\$500.00	\$5,000.00
Total for Estimated Revenue	\$1,658,309.00	\$1,570,613.00	\$1,605,000.00
Estimated Other Sources			
599 - Appropriated Fund Balance	\$246,581.00	\$178,108.00	-
Total for Estimated Other Sources	\$246,581.00	\$178,108.00	\$0.00
Total for Estimated Revenues and Other Sources	\$1,904,890.00	\$1,748,721.00	\$1,605,000.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**G - Sewer
Adopted Budget Summary**

	12/31/2025	12/31/2024	12/31/2023
Estimated Appropriations and Other Uses			
Estimated Appropriations			
1999 - App - General Government Support	\$49,500.00	\$42,000.00	\$50,000.00
8999 - App - Home and Community Services	\$1,234,000.00	\$1,444,000.00	\$1,205,000.00
9199 - App - Employee Benefits	\$511,681.00	\$206,561.00	\$200,000.00
9899 - App - Debt Service	\$109,709.00	\$56,160.00	\$150,000.00
Total for Estimated Appropriations	\$1,904,890.00	\$1,748,721.00	\$1,605,000.00
Total for Estimated Appropriations and Other Uses	\$1,904,890.00	\$1,748,721.00	\$1,605,000.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**H - Capital Projects
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Assets and Deferred Outflows			
Assets			
Cash and Cash Equivalents			
200 - Cash	\$932,667.16	\$321,130.21	\$753,132.00
Total for Cash and Cash Equivalents	\$932,667.16	\$321,130.21	\$753,132.00
Total for Assets	\$932,667.16	\$321,130.21	\$753,132.00
Total for Assets and Deferred Outflows	\$932,667.16	\$321,130.21	\$753,132.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**H - Capital Projects
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Liabilities, Deferred Inflows and Fund Balances			
Liabilities			
Notes Payable			
626 - Bond Anticipation Notes Payable	\$1,349,404.08	\$969,404.00	\$485,544.00
Total for Notes Payable	\$1,349,404.08	\$969,404.00	\$485,544.00
Total for Liabilities	\$1,349,404.08	\$969,404.00	\$485,544.00
Fund Balance			
Assigned Fund Balance			
915 - Assigned Unappropriated Fund Balance	-	-	\$267,588.00
Total for Assigned Fund Balance	\$0.00	\$0.00	\$267,588.00
Unassigned Fund Balance			
917 - Unassigned Fund Balance	(\$416,736.92)	(\$648,273.79)	-
Total for Unassigned Fund Balance	(\$416,736.92)	(\$648,273.79)	\$0.00
Total for Fund Balance	(\$416,736.92)	(\$648,273.79)	\$267,588.00
Total for Liabilities, Deferred Inflows and Fund Balances	\$932,667.16	\$321,130.21	\$753,132.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**H - Capital Projects
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Revenues and Other Sources			
Revenues			
Use of Money and Property			
2401 - Interest and Earnings	\$227.41	-	-
Total for Use of Money and Property	\$227.41	\$0.00	\$0.00
Other Revenues			
2710 - Premium on Obligations	-	\$231.15	-
Total for Other Revenues	\$0.00	\$231.15	\$0.00
State Aid			
3501 - State Aid Consolidated Highway Aid	\$351,881.25	-	-
3597 - State Aid Transportation Capital Grants	\$320,979.75	-	-
<i>State Aid - DASNY</i>			
3991 - State Aid Water Capital Projects	\$1,516,245.25	-	\$521,462.00
Total for State Aid	\$2,189,106.25	\$0.00	\$521,462.00
Total for Revenues	\$2,189,333.66	\$231.15	\$521,462.00
Other Sources			
Proceeds of Obligations			
5731 - BANS Redeemed from Appropriations	\$45,000.00	\$56,140.00	\$772,458.00
Total for Proceeds of Obligations	\$45,000.00	\$56,140.00	\$772,458.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**H - Capital Projects
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Total for Other Sources	\$45,000.00	\$56,140.00	\$772,458.00
Total for Revenues and Other Sources	\$2,234,333.66	\$56,371.15	\$1,293,920.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**H - Capital Projects
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Expenditures and Other Uses			
Expenditures			
Transportation			
Highway			
51102 - Maintenance of Roads - Equipment and Capital Outlay	\$402,559.01	-	-
51302 - Machinery - Equipment and Capital Outlay	\$386,040.00	-	-
Total for Highway	\$788,599.01	\$0.00	\$0.00
Total for Transportation	\$788,599.01	\$0.00	\$0.00
Home and Community Services			
Water			
83302 - Water Purification - Equipment and Capital Outlay	\$922,327.60	\$185,794.64	\$249,202.00
Total for Water	\$922,327.60	\$185,794.64	\$249,202.00
Community Environment			
85402 - Drainage - Equipment and Capital Outlay	\$291,870.10	-	-
Total for Community Environment	\$291,870.10	\$0.00	\$0.00
Total for Home and Community Services	\$1,214,197.70	\$185,794.64	\$249,202.00
Total for Expenditures	\$2,002,796.71	\$185,794.64	\$249,202.00
Total for Expenditures and Other Uses	\$2,002,796.71	\$185,794.64	\$249,202.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**H - Capital Projects
Changes in Fund Balance**

	12/31/2024	12/31/2023	12/31/2022
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	(\$648,273.79)	\$267,588.00	(\$504,870.00)
8015 - Prior Period Adjustment OR Change in Accounting Principle - Decrease in Fund Balance	-	\$786,438.30	\$272,260.00
8022 - Restated Fund Balance - Beginning of Year	(\$648,273.79)	(\$518,850.30)	(\$777,130.00)
Add Revenues and Other Sources	\$2,234,333.66	\$56,371.15	\$1,293,920.00
Deduct Expenditures and Other Uses	\$2,002,796.71	\$185,794.64	\$249,202.00
8029 - Fund Balance - End of Year	(\$416,736.84)	(\$648,273.79)	\$267,588.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**PN - Permanent
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Assets and Deferred Outflows			
Total for Assets and Deferred Outflows	\$0.00	\$0.00	\$0.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**PN - Permanent
Balance Sheet**

	12/31/2024	12/31/2023	12/31/2022
Liabilities, Deferred Inflows and Fund Balances			
Total for Liabilities, Deferred Inflows and Fund Balances	\$0.00	\$0.00	\$0.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**PN - Permanent
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Revenues and Other Sources			
Total for Revenues and Other Sources	\$0.00	\$0.00	\$0.00

City of Little Falls
Annual Financial Report
For the Fiscal Period 01/01/2024 - 12/31/2024

**PN - Permanent
Results of Operations**

	12/31/2024	12/31/2023	12/31/2022
Expenditures and Other Uses			
Total for Expenditures and Other Uses	\$0.00	\$0.00	\$0.00

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**PN - Permanent
Changes in Fund Balance**

	12/31/2024	12/31/2023	12/31/2022
Analysis of Changes in Fund Balance			
8021 - Fund Balance - Beginning of Year	\$0.00	\$0.00	\$0.00
8022 - Restated Fund Balance - Beginning of Year	\$0.00	\$0.00	\$0.00
Add Revenues and Other Sources	\$0.00	\$0.00	\$0.00
Deduct Expenditures and Other Uses	\$0.00	\$0.00	\$0.00
8029 - Fund Balance - End of Year	\$0.00	\$0.00	\$0.00

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

	12/31/2024	12/31/2023	12/31/2022
Non-Current Assets			
Depreciable Capital Assets			
102 - Buildings	\$16,064,004.00	\$16,064,004.00	\$16,064,004.00
104 - Machinery and Equipment	\$6,103,560.00	\$6,103,560.00	\$6,268,560.00
Total for Depreciable Capital Assets	\$22,167,564.00	\$22,167,564.00	\$22,332,564.00
Other Non-Current Assets			
108 - Net Pension Asset Proportionate Share	-	-	\$446,972.00
Total for Other Non-Current Assets	\$0.00	\$0.00	\$446,972.00
Total for Non-Current Assets	\$22,167,564.00	\$22,167,564.00	\$22,779,536.00

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

	12/31/2024	12/31/2023	12/31/2022
Long-Term Obligations			
Debt Obligations			
628 - Bonds Payable	\$3,662,251.00	\$4,018,933.00	\$4,413,922.00
Total for Debt Obligations	\$3,662,251.00	\$4,018,933.00	\$4,413,922.00
Other Long-Term Obligations			
638 - Net Pension Liability Proportionate Share	\$3,150,061.00	\$3,920,346.00	\$253,319.00
687 - Compensated Absences	\$3,650,000.00	\$3,500,000.00	\$3,500,000.00
Total for Other Long-Term Obligations	\$6,800,061.00	\$7,420,346.00	\$3,753,319.00
Total for Long-Term Obligations	\$10,462,312.00	\$11,439,279.00	\$8,167,241.00

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Supplemental Schedules

The Supplemental Schedules includes the following schedules:

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

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**Statement of Indebtedness
Debt Summary**

Debt Type	Beginning Balance	Debt Issued	Principal Paid	Paid From debt Proceeds	Accreted Interest	Prior Year Adjustment	Ending Balance
Bond	\$4,018,933.00	\$0.00	\$330,682.00	\$0.00	\$0.00	(\$26,000.00)	\$3,662,251.00
Bond Anticipation Note	\$969,420.00	\$770,000.00	\$390,000.00	\$0.00	\$0.00	\$0.00	\$1,349,420.00
Revenue Anticipation Note	\$875,000.00	\$866,275.00	\$875,000.00	\$0.00	\$0.00	\$0.00	\$866,275.00
Tax Anticipation Note	\$1,900,000.00	\$2,000,000.00	\$1,900,000.00	\$0.00	\$0.00	\$0.00	\$2,000,000.00
Total	\$7,763,353.00	\$3,636,275.00	\$3,495,682.00	\$0.00	\$0.00	(\$26,000.00)	\$7,877,946.00

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**Statement of Indebtedness
Debt Records**

Debt Type/ Purpose	Lender Name	Issue Date	Maturity Date	Beginning Balance	Debt Issued	Principal Paid	Paid From Debt Proceeds	Prior Year Adjustment	Accreted Interest	Ending Balance
Bond \$5,857,686 Water Filtration Plant 2005	EFC	12/1/05	8/1/35	\$2,633,933.00	\$0.00	\$204,682.00	\$0.00	\$0.00	\$0.00	\$2,429,251.00
Bond \$903,000 WWTP Improvements 2017		11/15/93	11/15/31	\$240,000.00	\$0.00	\$26,000.00	\$0.00	(\$26,000.00)	\$0.00	\$188,000.00
Bond \$223,675 Public Improvement 2020		12/10/20	12/15/40	\$195,000.00	\$0.00	\$10,000.00	\$0.00	\$0.00	\$0.00	\$185,000.00
Bond \$1,300,000 Bridge Replacement 2016		8/1/13	8/1/33	\$950,000.00	\$0.00	\$90,000.00	\$0.00	\$0.00	\$0.00	\$860,000.00
Bond Anticipation Note Danube and Diamond Steet Upgrades		7/8/24	7/8/25	\$0.00	\$375,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$375,000.00
Bond Anticipation Note Fire Truck		12/8/22	12/6/24	\$525,000.00	\$0.00	\$15,000.00	\$0.00	\$0.00	\$0.00	\$510,000.00
Bond Anticipation Note Ambulance		11/5/21	7/8/25	\$99,420.00	\$395,000.00	\$30,000.00	\$0.00	\$0.00	\$0.00	\$464,420.00
Bond Anticipation Note EFC Water Project	EFC	9/9/20	9/6/24	\$345,000.00	\$0.00	\$345,000.00	\$0.00	\$0.00	\$0.00	\$0.00
Revenue Anticipation Note Collection of Sewer Rents		9/12/24	8/29/25	\$0.00	\$866,275.00	\$0.00	\$0.00	\$0.00	\$0.00	\$866,275.00
Revenue Anticipation Note 2023 RAN - CHIPS Projects		11/8/23	11/8/24	\$875,000.00	\$0.00	\$875,000.00	\$0.00	\$0.00	\$0.00	\$0.00
Tax Anticipation Note 2025 TAN		11/4/24	7/1/25	\$0.00	\$2,000,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,000,000.00
Tax Anticipation Note 2024 TAN		11/30/23	5/31/24	\$1,900,000.00	\$0.00	\$1,900,000.00	\$0.00	\$0.00	\$0.00	\$0.00

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Bond Repayment

Fiscal Year Ending	Bond Principal Due	Bond Interest Due	Total Due	Remaining Principal Balance
2025	\$338,375.00	\$50,648.00	\$389,023.00	\$3,323,876.00
2026	\$342,068.00	\$45,315.00	\$387,383.00	\$2,981,808.00
2027	\$349,761.00	\$39,931.00	\$389,692.00	\$2,632,047.00
2028	\$357,455.00	\$34,348.00	\$391,803.00	\$2,274,592.00
2029	\$365,148.00	\$28,433.00	\$393,581.00	\$1,909,444.00
2030	\$372,841.00	\$22,149.00	\$394,990.00	\$1,536,603.00
2031	\$380,534.00	\$15,653.00	\$396,187.00	\$1,156,069.00
2032	\$356,227.00	\$8,769.00	\$364,996.00	\$799,842.00
2033	\$238,921.00	\$3,106.00	\$242,027.00	\$560,921.00
2034	\$246,614.00	\$2,831.00	\$249,445.00	\$314,307.00
2035	\$249,307.00	\$2,400.00	\$251,707.00	\$65,000.00
2036	\$10,000.00	\$1,950.00	\$11,950.00	\$55,000.00
2037	\$15,000.00	\$1,650.00	\$16,650.00	\$40,000.00

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Fiscal Year Ending	Bond Principal Due	Bond Interest Due	Total Due	Remaining Principal Balance
2038	\$15,000.00	\$1,200.00	\$16,200.00	\$25,000.00
2039	\$10,000.00	\$750.00	\$10,750.00	\$15,000.00
2040	\$15,000.00	\$450.00	\$15,450.00	\$0.00
Total	\$3,662,251.00	\$259,583.00	\$3,921,834.00	
\$3,662,251.00 Total Bond Ending Balance for Statement of Indebtedness.				

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Bank Reconciliation

Accounts

Account No.	Account Type	Associated Fund(s)	Bank Balance	Deposits In Transit	Outstanding Checks	Adjustments	Total
408	Checking	A	\$6,751.92	\$0.00	\$0.00	\$0.00	\$6,751.92
2672	Checking	H	\$9,168.17	\$0.00	\$0.00	\$0.00	\$9,168.17
4503	Checking	A	\$1,209,599.03	\$0.00	\$0.00	\$0.00	\$1,209,599.03
7396	Savings	A	\$0.99	\$0.00	\$0.00	\$0.00	\$0.99
5711	Checking	A, G	\$1,396,753.18	\$0.00	(\$57,685.51)	\$0.00	\$1,339,067.67
2959	Checking	CR	\$39,968.73	\$0.00	(\$773.03)	\$0.00	\$39,195.70
7905	Money Market	CM	\$51,161.60	\$0.00	\$0.00	\$0.00	\$51,161.60
5763	Checking	H	\$302.76	\$0.00	\$0.00	\$0.00	\$302.76
2918	Checking	H	\$277,875.00	\$0.00	\$0.00	\$0.00	\$277,875.00
3834	Checking	G	\$326,470.98	\$0.00	\$0.00	\$0.00	\$326,470.98
9735	Checking	A	\$8,041.73	\$0.00	\$0.00	\$0.00	\$8,041.73
34	Retirement	A	\$10,144.90	\$0.00	\$0.00	\$0.00	\$10,144.90

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Accounts							
Account No.	Account Type	Associated Fund(s)	Bank Balance	Deposits In Transit	Outstanding Checks	Adjustments	Total
1034	Checking	A	\$121,270.33	\$0.00	(\$4,902.28)	\$0.00	\$116,368.05
2115	Checking	H	\$645,321.23	\$0.00	\$0.00	\$0.00	\$645,321.23
4107	Checking	A	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Total			\$4,102,830.55	\$0.00	(\$63,360.82)	\$0.00	\$4,039,469.73
Total Cash From Financials							\$4,039,469.73

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Bank Reconciliation

Collateralization of Cash

Total Bank Balance	\$4,102,830.55
FDIC Insurance	\$750,000.00
Collateralized with Securities held in possession of the municipality or its agent or otherwise secured	\$3,446,930.50
Total of FDIC Insurance and Collateralized with securities held in possession of the municipality or its agent or otherwise secured	\$4,196,930.50

Investments and Collateralization of Investments

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

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Employee and Retiree Benefits

Total Number

Full Time Employees	Part Time Employees	Volunteers with Paid Benefits	Retirees with Paid Benefits
66	17		17

Number Receiving Benefits

Benefit	Amount	Full Time	Part Time	Volunteer	Retiree
Worker's Compensation	\$141,333.03	66	17		
Life Insurance	\$6,425.95	66	17		
Unemployment Insurance	\$110.36	66	17		
Disability Insurance					
Hospital, Medical and Dental Insurance	\$1,121,658.26	66	17		17
Union Welfare Benefits					
Supplemental Benefit Payments to Disabled Firefighters					
Employee Benefits, Other					
State Retirement System	\$257,263.55	66	17		
Police Retirement	\$537,804.00	66	17		
Fire Retirement					
Local Pension Fund					
Social Security	\$350,723.79	66	17		
Total Employee Benefits Paid	\$2,415,318.94				