

OFFICIAL STATEMENT

NEW ISSUES

BOND RATING: Standard & Poor's "A"

SERIAL BONDS

See "RATING" herein

In the opinion of Hodgson Russ LLP, Buffalo, New York, Bond Counsel, based upon an analysis of existing laws, regulations, rulings and court decisions, and assuming among other matters, compliance with certain covenants, interest on the 2010 Series A Bonds is excluded from gross interest for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986. In the further opinion of Bond Counsel, interest on the 2010 Series A Bonds is not a specific preference item for purposes of the federal individual or corporate alternative minimum taxes. Bond Counsel is also of the opinion that interest on the Bonds is excluded from adjusted gross income for purposes of personal income taxes imposed by the State of New York and The City of New York. Bond Counsel expresses no opinion regarding any other tax consequences related to the ownership or disposition of, or the accrual of interest on, the Bonds. See "TAX MATTERS" herein.

The 2010 Series A Bonds will be designated as "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Code.

\$2,192,903

VILLAGE OF ANGELICA
ALLEGANY COUNTY, NEW YORK

GENERAL OBLIGATIONS

\$1,268,768 Public Improvement (Serial) Bonds, 2010 Series A
(the "2010 Series A Bonds")
CUSIP #: 034664
ROOSEVELT & CROSS, INC. AND ASSOCIATES

Dated: April 15, 2010

Due: April 15, 2011-2018

MATURITIES

Table with 15 columns: Year, Amount, Rate, Yield, CSP, Year, Amount, Rate, Yield, CSP, Year, Amount, Rate, Yield, CSP. Rows for years 2011-2013.

\$924,135 Public Improvement (Serial) Bonds, 2010 Series B (Federally Taxable)
(the "2010 Series B Bonds")
CUSIP #: 034664
SAGE RUTTY & CO.

Dated: April 15, 2010

Due: April 15, 2011-2018

MATURITIES

Table with 15 columns: Year, Amount, Rate, Yield, CSP, Year, Amount, Rate, Yield, CSP, Year, Amount, Rate, Yield, CSP. Rows for years 2011-2013.

(The 2010 Series A Bonds and the 2010 Series B Bonds are collectively referred to herein as the "Bonds")

The Bonds are not subject to redemption prior to maturity.

The Bonds are general obligations of the Village of Angelica, Allegany County, New York, all the taxable real property within which is subject to the levy of ad valorem taxes to pay the Bonds and interest thereon, without limitation as to rate or amount.

The Bonds will be issued as registered bonds and 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 a necessary odd denomination (with respect to both series of Bonds) maturing in 2011. Purchasers will not receive certificates representing their ownership interest in the Bonds. Interest on the Bonds will be payable October 15, 2010 and semi-annually thereafter on April 15 and October 15 in each year until maturity. Principal of and interest on the Bonds will be paid by the Village 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 are offered and received by the purchasers and subject to the receipt of the unqualified legal opinion as to the validity of the Bonds of Hodgson Russ LLP, Bond Counsel, of Buffalo, New York. It is anticipated that the Bonds will be available for delivery in New York, New York or at such place as may be agreed upon with the purchasers on or about April 29, 2010.

April 22, 2010

THIS REVISED COVER SUPPLEMENTS THE OFFICIAL STATEMENT OF THE VILLAGE DATED APRIL 14, 2010 RELATING TO THE OBLIGATIONS THEREOF DESCRIBED THEREIN AND HEREIN BY INCLUDING CERTAIN INFORMATION OMITTED FROM SUCH OFFICIAL STATEMENT IN ACCORDANCE WITH SECURITIES AND EXCHANGE COMMISSION RULE 15c2-12. OTHER THAN AS SET FORTH ON THE REVISED COVER, THE REVISION OF "PURPOSES OF ISSUES" SECTION, THE REVISION OF "STATUS OF INDEBTEDNESS" SECTION, THE REVISION OF "DEBT STATEMENT SUMMARY" SECTION, THE REVISION OF THE DATED DATE ON PAGE 23, AND THE REVISION OF APPENDIX - B, THERE HAVE BEEN NO REVISIONS TO SAID OFFICIAL STATEMENT.

**VILLAGE OF ANGELICA**  
**ALLEGANY COUNTY, NEW YORK**

**VILLAGE OFFICIALS**

ROBIN K. ROBBINS

Mayor

TRUSTEES

ROGER BAKER  
DEAN SCHOLDS  
JAMES YOUNG III  
WILLIAM WEAVER

\* \* \* \* \*

KAREN HERDMAN

Village Clerk-Treasurer

DAVID T. PULLEN, ESQ.

Village Attorney

FISCAL ADVISORS & MARKETING, INC.

Village Financial Advisor

HODGSON RUSS LLP

Village Bond Counsel

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

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*PREPARED WITH THE ASSISTANCE OF*

***FA FISCAL ADVISORS & MARKETING, INC.***

*CORPORATE HEADQUARTERS*

*120 Walton Street • Suite 600*

*Syracuse NY 13202*

*Ph • 315.752.0051 • Fax • 315.752.0057*

*Internet • <http://www.fiscaladvisors.com>*

**OFFICIAL STATEMENT**

of the

**VILLAGE OF ANGELICA**  
**ALLEGANY COUNTY, NEW YORK**

**Relating To**

**\$1,268,768 Public Improvement (Serial) Bonds, 2010 Series A**  
**and**  
**\$924,135 Public Improvement (Serial) Bonds, 2010 Series B (Federally Taxable)**

This Official Statement, which includes the cover page, has been prepared by the Village of Angelica, Allegany County, New York (the "Village," "County," and "State," respectively), in connection with the sale by the Village of the principal amount of \$1,268,768 Public Improvement (Serial) Bonds, 2010A (the "2010A Bonds") and \$924,135 Public Improvement (Serial) Bonds, 2010B (Federally Taxable) (the "2010B Bonds") (collectively referred to herein as the "Bonds").

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

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

**THE BONDS**

**Description of the Bonds**

The Bonds will be dated April 15, 2010 and will mature in the principal amounts on April 15 in each of the years as shown on the cover page hereof. The Bonds will not be subject to redemption prior to maturity.

The Bonds will be issued in fully registered form and when issued will be registered in the name of Cede & Co. as nominee of DTC. DTC 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 a necessary odd denomination (with respect to both series of Bonds) maturing in 2011. Purchasers will not receive certificates representing their interest in the Bonds.

Interest on the Bonds will be payable October 15, 2010, and semi-annually thereafter on April 15 and October 15 in each year until maturity. Principal and interest will be paid by the Village 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. The Record Date of the Bonds will be the last business day of the calendar month preceding each interest payment date. The Bonds may be transferred in the manner described on the Bonds and as referenced in certain proceedings of the Village referred to therein.

**Optional Redemption**

The Bonds are not subject to redemption prior to maturity.

## **Book-Entry-Only System**

The Depository Trust Company (“DTC”), New York, NY, will act as securities depository for the Bonds. The Bonds 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.

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 2 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments from over 85 countries that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC, in turn, is owned by a number of Direct Participants of DTC and Members of the National Securities Clearing Corporation, Government Securities Clearing Corporation, MBS Clearing Corporation, and Emerging Markets Clearing Corporation, (NSCC, GSCC, MBSCC, and EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange LLC, and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has Standard & Poor’s highest rating: AAA. The DTC Rules applicable to its participants are on file with the Securities and Exchange Commission. More information about DTC can be found at [www.dtcc.com](http://www.dtcc.com) and [www.dtcc.org](http://www.dtcc.org).

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds 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 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, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds 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 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; DTC’s records reflect only the identity of the Direct Participants to whose accounts such Bonds 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 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 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 Village, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment, principal and interest to DTC is the responsibility of the Village, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to the Village. Under such circumstances, in the event that a successor depository is not obtained, Bond certificates are required to be printed and delivered. See “DESCRIPTION OF THE BONDS - Certificated Bonds”, herein.

The Village may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered. See “DESCRIPTION OF THE BONDS - Certificated Bonds”, herein.

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

Source: The Depository Trust Company.

THE VILLAGE WILL NOT HAVE ANY RESPONSIBILITY OR OBLIGATION TO PARTICIPANTS, TO INDIRECT PARTICIPANTS OR TO ANY BENEFICIAL OWNER WITH RESPECT TO (I) THE ACCURACY OF ANY RECORDS MAINTAINED BY DTC, ANY PARTICIPANT, OR ANY INDIRECT PARTICIPANT; (II) THE PAYMENTS BY DTC OR ANY PARTICIPANT OR INDIRECT PARTICIPANT OF ANY AMOUNT WITH RESPECT TO THE PRINCIPAL OF, OR PREMIUM, IF ANY, OR INTEREST ON THE BONDS; (III) ANY NOTICE WHICH IS PERMITTED OR REQUIRED TO BE GIVEN TO BONDHOLDERS; (IV) THE SELECTION BY DTC OR ANY PARTICIPANT OR INDIRECT PARTICIPANT OF ANY PERSON TO RECEIVE PAYMENT IN THE EVENT OF A PARTIAL REDEMPTION OF THE BONDS; OR (V) ANY CONSENT GIVEN OR OTHER ACTION TAKEN BY DTC AS BONDOWNER.

### **Certificated Bonds**

DTC may discontinue providing its services with respect to the Bonds at any time by giving notice to the Village and discharging its responsibilities with respect thereto under applicable law, or the Village may terminate its participation in the system of book-entry-only 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 for a necessary odd denomination (with respect to both series of Bonds) maturing in 2011. Principal of the Bonds when due will be payable upon presentation and surrender at the office of the fiscal agent bank to be named by the Village upon termination of the book-entry-only system. Interest on the Bonds will be payable on October 15, 2010 and semi-annually thereafter on April 15 and October 15 in each year to maturity. Such interest will be payable by check drawn on 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 last business 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 upon the terms set forth in the Certificate of Determination of the Village Clerk-Treasurer authorizing the sale of the Bonds and fixing the details thereof and 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 last business day of the calendar month preceding an interest payment date and such interest payment date.

### **Purposes of Issues**

The Bonds are issued pursuant to the Constitution and statutes of the State, including among others, the Village Law and the Local Finance Law, and a bond resolution dated November 5, 2007 authorizing the issuance of \$6,500,000 to pay the cost of various improvements to the Village electric system. Proceeds of the Bonds in the amount of \$686,000, along with \$14,000 of available funds of the Village, will be used to retire (on May 4, 2010) \$700,000 of bond anticipation notes maturing on May 4, 2010 for the above-mentioned purposes and the remaining proceeds of the Bonds will provide additional “new money” funding that will allow the Village to complete the formal acquisition of full legal title to the electrical system improvements. The Village does not anticipate issuing any further obligations to fund this project, which is complete.

The Village has received, on April 22, 2010, a formal exclusion from the Village's debt limit, under Section 123 of the Local Finance Law, for a portion (71%) of the amount of the intended issue of Bonds. The amount of the granted exclusion is \$1,556,961, and the exclusion was granted on the basis of the proposed debt being self-liquidating, in that the Village's debt service obligations with respect to the Bonds will be covered by a series of Development Fee payments to be made to the Village by The Hyland Facility Associates (“Hyland”) under the terms of an Electric Facilities Agreement, dated as of March 18, 2008 (and since amended three times), between Hyland and the Village. Hyland's payment obligations under such Agreement have been guaranteed by Hyland's parent company – Casella Waste Systems, Inc.

## THE VILLAGE

### General Information

The Village of Angelica (incorporated in 1805) is located in the Town of Angelica, Allegany County, approximately 20 miles west of the City of Hornell. The Village encompasses an area of 2.2 square miles and has a population of approximately 856 (2008 U.S. Census estimate). The Southern Tier Expressway (Interstate 86 and New York 17) passes south of the Village. County Routes 20 and 16 pass through the Village. The Village is primarily a suburban residential area.

The Village is the site of the Allegany County Fair Grounds. Nearby State Forests offer many hiking, equestrian, snowmobile and skiing opportunities. Many artisans make their homes in the nearby hills and valleys between the Village and Alfred. Attractions near the Village include Allegany State Park, Corning Glass Center and Seneca Casino in Salamanca.

The Village provides services to its residents including water, environmental services, electricity, maintenance of Village roads, fire protection, ambulance services and public safety.

### Population Trends

	<u>Village of Angelica</u>	<u>Allegany County</u>	<u>New York State</u>
1990	963	50,470	17,990,445
2000	903	49,927	18,976,457
2008	856	49,649	19,490,297

Source: United States Census Bureau.

### Wealth and Income Indicators

Per capita income statistics are available for the Village, County and State. Listed below are select figures from the 1990, 2000 and 2008 Census reports.

	<u>Per Capita Income</u>			<u>Median Family Income</u>		
	<u>1990</u>	<u>2000</u>	<u>2008</u>	<u>1990</u>	<u>2000</u>	<u>2008</u>
Village of: Angelica	\$ 9,611	\$ 15,486	\$ N/A	\$ 22,105	\$ 37,500	\$ N/A
County of: Allegany	9,907	14,975	19,393	28,056	38,580	48,040
State of: New York	16,501	23,389	30,804	39,741	51,691	67,229

Source: U.S. Census Bureau, 2006-2008 American Community Survey. The estimates represent the average characteristics of population and housing between January 2006 and December 2008 and do not represent a single point in time. Estimates for the Village and County are not available as of the date of this Official Statement.

### Form of Village Government

As prescribed by Village Law, the chief executive officer of the Village is the Mayor who is elected for a term of two years and is eligible to succeed himself or herself. He or she is also a member of the Board of Trustees. In addition to the Mayor, there are four Trustees who are elected for two-year terms.

The Mayor, subject to approval by the Board of Trustees, appoints the Village Treasurer, the Village Clerk, all department heads and non-elected officials. The Village Treasurer is the chief fiscal officer of the Village. The Treasurer maintains custody of all Village funds and issues all checks.

## **Financial Organization**

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

## **Budgetary Procedure**

The budget officer prepares a preliminary budget each year and a public hearing is held thereon. Subsequent to the public hearing revisions, if any, are made and the budget is then adopted by the Village Board of Trustees at the end of April as its final budget for the coming fiscal year. The budget is not subject to referendum

## **Investment Policy**

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

The Village is in compliance with the above permitted investments.

## **State Aid**

The Village receives financial assistance from the State. In its budget for the 2010-2011 fiscal year, approximately 2.3% of the revenues of the Village are estimated to be received in the form of State aid. If the State should experience difficulty in borrowing funds in anticipation of the receipt of State taxes in order to pay State aid to municipalities and school districts in the State, including the Village, in any year, the Village may be affected by a delay in the receipt of State aid until sufficient State taxes have been received by the State to make State aid payments. Additionally, if the State should not adopt its budget in a timely manner, municipalities and school districts in the State, including the Village, may be affected by a delay in the payment of State aid. As of the date of this Official Statement, the State had not yet adopted a budget (due April 1) for its 2010-2011 fiscal year, and negotiations among the governor and legislative leaders were ongoing with respect to the final decisions necessary to produce a balanced budget.

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

## **Employees**

The Village currently employs approximately 30 employees (including elected, part-time and seasonal). The Village employees are not represented by collective bargaining agents.

## Pension Payments

Substantially all employees of the Village are members of the New York State and Local Employees' Retirement System ("ERS") or the New York State and Local Police and Fire Retirement System ("PFRS"; with ERS, the "Retirement Systems"). The ERS 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 ten 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. All members hired on or after July 27, 1976, with less than 10 years of service, must contribute 3% of gross annual salary toward the cost of retirement programs.

On December 12, 2009, the Governor signed a new Tier V into law. The law is effective for new ERS and TRS hires beginning on January 1, 2010. New ERS employees will now contribute 3 percent of their salaries and new TRS employees will contribute 3.5%. There is no provision for these contributions to cease after a certain period of service.

The Village has made retirement contributions to ERS and PFRS as follows:

<u>Year</u>	<u>ERS</u>	<u>PFRS</u>
2007-2008	\$21,680	\$ 1,503
2008-2009	20,967	699
2009-2010	18,309	1,279
2010-2011 (Budgeted)	33,100	1,470

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.

Chapter 49 of the Laws of 2003 amended the Retirement and Social Security Law and the Local Finance Law. The amendments empowered the State Comptroller to implement a comprehensive structural reform program for ERS. The reform program established a minimum contribution for any local governmental employer equal to 4.5% of pensionable salaries for bills which were due December 15, 2003 and for all fiscal years thereafter, as a minimum annual contribution where the actual rate would otherwise be 4.5% or less due to the investment performance of the fund. In addition, the reform program instituted a billing system to match the budget cycle of municipalities and school districts that will advise such employers over one year in advance concerning the actual pension contribution rates for the next annual billing cycle. Under the previous method, the requisite ERS contributions for a fiscal year could not be determined until after the local budget adoption process was complete. Under the new system, a contribution for a given fiscal year will be based on the valuation of the pension fund on the prior April 1 of the calendar year preceding the contribution due date instead of the following April 1 in the year of contribution so that the exact amount may now be included in a budget.

On July 20, 2004, Governor Pataki signed into law Chapter 260 of the Laws of 2004 ("Chapter 260"). Chapter 260 contains three components which alter the way municipalities and school districts contribute to the State pension system: (1) revision of the payment due date, (2) extension of the period of time for pension debt amortization, and (3) authorization to establish a pension reserve fund. Prior to the effective date of the provisions of Chapter 260, the annual retirement bill sent to municipalities and school districts from the State had reflected pension payments due between April 1 and March 31, consistent with the State fiscal year.

Chapter 260 provided for the following changes:

- **Contribution Payment Date Change:** The law changed the date on which local pension contributions are due to the State. The annual required contribution is now due each February 1, rather than December 1. As a result, no payment was due in calendar year 2004.
- **Pension Cost Amortization-Extension of Payout Period:** The law also extended the ability of municipalities and school districts to amortize a portion of the current year pension cost over a period of 10 years, extending the term from five years as authorized under the 2003 Chapter 49 legislation. Municipalities can amortize, either directly through the State retirement system at a fixed interest rate annually determined by the State Comptroller or through the capital markets, pension payments in excess of 9.5% of eligible payroll in 2006, and 10.5% in 2007.
- **Pension Contributions Reserve Fund:** The law creates special authorization to create a new category of reserve fund under the General Municipal Law. Municipalities and school districts may now establish a retirement contribution reserve fund that can be funded from other available current government resources.

On September 3, 2009, the New York State Comptroller's office announced the employer contribution rates for the ERS will increase in 2011. The impact of the global recession on the \$116.5 billion New York State Common Retirement Fund (Fund) will drive the average ERS rate up to 11.9 percent (up from 7.4 percent in 2010).

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

While the Village is aware of the potential negative impact on its budget and will take the appropriate steps to budget accordingly for the increase, there can be no assurance that its financial position will not be negatively impacted.

It should also be noted that the Village does not provide post-employment healthcare benefits to various categories of former employees. There is now an accounting rule that will require governmental entities, such as the Village, to account for employment healthcare benefits as it accounts for vested pension benefits. GASB Statement No. 45 ("GASB 45") of the Governmental Accounting Standards Board ("GASB"), described below, requires such accounting. Although GASB 45 encourages earlier adoption, implementation is required by the following dates, based on the size of government measured by annual revenue:

<b>Annual Revenue</b>	<b>Effective for Fiscal Year Beginning After:</b>
Greater than \$100 million	December 15, 2006
Between \$10 million and \$100 million	December 15, 2007
Less than \$10 million	December 15, 2008

GASB 45 and OPEB. 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 45 will require 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.

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 does 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. The Village had no post employment benefits at year end. The Village will not be conducting an actuarial valuation of its OPEB liability.

Actuarial valuation will be required every two years for OPEB plans with more than 200 members, every three years if there are less than 200 members.

**Unemployment Rate Statistics**

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

	<u>Annual Average</u>							
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	
Allegany County	6.6%	6.4%	5.9%	5.3%	5.5%	6.5%	8.7%	
New York State	6.4%	5.8%	5.0%	4.6%	4.5%	5.4%	8.4%	

  

	<u>2009-10 Monthly Figures</u>												
	<u>2009</u>					<u>2010</u>							
	<u>Feb</u>	<u>Mar</u>	<u>Apr</u>	<u>May</u>	<u>Jun</u>	<u>Jul</u>	<u>Aug</u>	<u>Sept</u>	<u>Oct</u>	<u>Nov</u>	<u>Dec</u>	<u>Jan</u>	<u>Feb</u>
Allegany County	10.1%	9.7%	8.5%	8.6%	9.7%	9.1%	8.8%	7.9%	8.1%	8.1%	8.7%	10.1%	9.8%
New York State	8.4%	8.1%	7.5%	7.9%	8.6%	8.6%	8.7%	8.8%	8.7%	8.4%	8.8%	9.4%	9.3%

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

**Other Information**

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

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

The fiscal year of the Village is June 1st to May 31st.

The procedure for the validation of the Bonds provided in Title 6 of Article 2 of the Local Finance Law has been complied with prior to the issuance of the Bonds.

This Official Statement does not include the financial data of any other political subdivision having power to levy taxes within the Village.

**Financial Statements and Accounting Procedures**

The Village maintains its financial records in accordance with the Uniform System of Accounts for Villages, as prescribed by the State Comptroller. The Village's financial records are subject to audit by the New York State Department of Audit and Control.

## TAX INFORMATION

### Valuations

<u>Years Ending May 31:</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Taxable Assessed Valuation	\$ 15,322,596	\$ 15,140,778	\$ 18,295,926	\$ 18,708,752	\$ 18,976,468	\$ 19,739,714
New York State Equalization Rate	90.00%	88.00%	100.00%	100.00%	100.00%	100.00%
Full Valuation	\$ 17,025,107	\$ 17,205,430	\$ 18,295,926	\$ 18,708,752	\$ 18,976,468	\$ 19,739,714

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

<u>Years Ending May 31:</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
	\$ 17.29	\$ 17.15	\$ 14.64	\$ 15.16	\$ 15.16	\$ 14.41 <sup>(1)</sup>

<sup>(1)</sup> The amount expected per \$1,000 for 2011 was \$14.55. The Village's 2010 taxes were overstated in the amount of \$2,791 resulting in a decrease in the current fiscal year.

### Tax Collection Record

<u>Years Ending May 31:</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Total Tax						
Levy	\$ 252,308	\$ 264,981	\$ 268,087	\$ 267,804	\$ 283,648	\$ 287,718
Uncollected	30,830	30,063	25,637	24,088	28,346	27,664
% Uncollected	12.2%	11.3%	9.6%	9.0%	10.0%	9.6%

<sup>(1)</sup> Uncollected taxes include all funds. The total tax levy above is for the General Fund only.

Note: The 2011 Total Tax Levy is \$284,432.

### Tax Collection Procedure

Village real property taxes are levied on June 1 each year and are due and payable during the month of June without penalty. A penalty of 5% is added for the first month delinquent, with an additional 1% added for each month thereafter until unpaid taxes are returned to the County on November 1. The County reimburses the Village for all uncollected taxes in March of the year following the year of levy, thereby assuring the Village of 100% collection. Delinquent taxes are added to County/Town tax bills and eventually enforced by the County.

### Larger Taxpayers-2010-2011 Assessment Roll

<u>Name</u>	<u>Type</u>	<u>Assessed Valuation</u>
National Fuel Gas Distribution	Utility	\$ 454,101
Zobrist, Allen	Residential	260,000
Phillips, Jeffrey T.	Residential	250,600
Green Properties of West NY	School	250,000
Verizon New York Inc.	Utility	236,942
Southern Tier Group Inc.	Supermarket	158,300
Gallmann, Paul W.	Residential	154,300
Fiddymment, Gregg & Kate	Residential	145,900
Holder, Carli R.	Residential	138,900
Wade, Scott A	Residential	134,800

The larger taxpayers, listed above, have a total assessed valuation of \$2,183,843 which represents 11.06% of the tax base of the Village.

## Constitutional Tax Margin

Computation of Constitutional Tax Margin for fiscal years ending May 31, 2009, 2010 and 2011:

	<u>2009</u>	<u>2010</u>	<u>2011</u>
Five-Year Average Full Valuation .....	\$ 17,546,641	\$ 18,042,336	\$ 18,585,258
2% of Five-Year Average Full Valuation.....	350,933	360,847	371,705
Total Additions .....	<u>0</u>	<u>0</u>	<u>0</u>
Total Taxing Power .....	\$ 350,933	360,847	371,705
Tax Levy Subject to Tax Limit.....	<u>142,648</u>	<u>156,285</u>	<u>0</u>
Constitutional Tax Margin.....	<u>\$ 208,285</u>	<u>\$ 204,562</u>	<u>\$ 371,705</u>

## Additional Information

The Village has retained its assessing unit status. The Village is an assessing unit in the Town of Angelica. Real property in the Village is assessed by the Town.

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

Total assessed valuation of the Village is estimated to be categorized as follows: Residential-87%, Commercial-12%, and Other-1%.

## STATUS OF INDEBTEDNESS

### Constitutional Requirements

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

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

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

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

*Debt Limit.* The Village has the power to contract indebtedness for any Village purpose so long as the principal amount thereof, subject to certain limited exceptions, shall not exceed seven per centum of the average full valuation of taxable real estate of the Village and subject to certain enumerated exclusions and deductions such as water and certain sewer facilities, cash or appropriations for current debt service and certain "self-liquidating" indebtedness for which an exclusion has been obtained from the New York State Comptroller (the Bonds are included in the latter category). 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. The Village has received from the State Comptroller's office, on April 22, 2010, a partial (71%) exclusion from debt limit with respect to the Bonds. Such exclusion was granted under Section 123 of the Local Finance Law, on the basis of the proposed indebtedness being "self-liquidating". The Village anticipates receiving, ultimately, a full exclusion, in light of the fact that the Village's debt service obligations under the Bonds are to be covered by funds received in the form of Development Fees paid by a landfill operator under the term of an Electric Facilities Agreement between such operator and the Village. See "Purposes of Issues" herein.

**Statutory Procedure**

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

Pursuant to the Local Finance Law, the Village authorizes the issuance of bonds by the adoption of a bond resolution approved by at least two-thirds of the members of the Board of Trustees, the finance board of the Village. Customarily, the Board of Trustees has delegated to the Village Treasurer, as chief fiscal officer of the Village, the power to authorize and sell 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 Village is not authorized to expend money, or
- (2) There has not been substantial compliance with the provisions of law which should have been complied with in the authorization of such 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 of New York.

Except on rare occasions the Village complies with this estoppel procedure, and it has done so with respect to the bond resolution under which the Bonds are being issued. 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 Board of Trustees, as the finance board of the Village, has the power to enact bond resolutions. In addition, such finance board has the power to authorize the sale and issuance of obligations. However, such finance board may, and generally does, delegate the power to sell the obligations to the Village Treasurer, the chief fiscal officer of the Village, pursuant to the Local Finance Law.

Statutory law in New York permits bond anticipation notes to be renewed each year provided annual principal installments are made in reduction of the total amount of such notes outstanding, commencing no later than two years from the date of the first of such notes and provided 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 Village with power to issue certain other short-term general obligation indebtedness including revenue and tax anticipation notes and budget notes (see "Details of Outstanding Indebtedness" herein).

**Debt Outstanding End of Fiscal Year**

<u>Fiscal Years Ending May 31:</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Bonds	\$ 1,504,334	\$ 1,411,322	\$ 1,373,910	\$ 1,268,778	\$ 3,355,549 <sup>(1)</sup>
Bond Anticipation Notes	0	0	58,500	689,000	19,500
Revenue Anticipation Notes	<u>0</u>	<u>556,000</u>	<u>389,445</u>	<u>0</u>	<u>0</u>
Total Debt Outstanding	<u>\$ 1,504,334</u>	<u>\$ 1,967,322</u>	<u>\$ 1,821,855</u>	<u>\$ 1,957,778</u>	<u>\$ 3,375,049</u>

<sup>(1)</sup> Includes the Bonds to be issued.

**Details of Outstanding Indebtedness**

The following table sets forth the indebtedness of the Village evidenced by bonds and notes as of April 7, 2010:

	<u>Maturity</u>	<u>Amount Outstanding</u>
<u>Bonds</u>	2010-2028	\$ 1,188,646
 <u>Bond Anticipation Notes</u>		
Electrical Improvements	May 4, 2010	\$ 300,000 <sup>(1)</sup>
Electrical Improvements	May 4, 2010	400,000 <sup>(1)</sup>
Breathing Apparatus	October 15, 2010	<u>19,500</u>
	Total Indebtedness	<u>\$ 1,908,146</u>

<sup>(1)</sup> To be retired with the proceeds of the Bonds and available funds.

**Debt Statement Summary**

Statement of Indebtedness, Debt Limit and Net Debt-Contracting Margin as shown on a Debt Statement prepared as of April 7, 2010:

Five-Year Average Full Valuation .....	<u>\$ 18,585,258</u>
Debt Limit - 7% thereof.....	1,300,968
 <u>Inclusions:</u>	
Bonds .....	\$ 1,188,646
Bond Anticipation Notes <sup>(1)</sup> .....	<u>719,500</u>
Total Inclusions.....	\$ 1,908,146
 <u>Exclusions:</u>	
Water Indebtedness <sup>(2)</sup> .....	1,046,286
Appropriations .....	<u>18,000</u>
Total Exclusions.....	<u>\$ 1,064,286</u>
Total Net Indebtedness.....	<u>\$ 843,860</u>
Net Debt-Contracting Margin.....	<u>\$ 457,108</u>
The percent of debt contracting power exhausted is .....	64.86%

<sup>(1)</sup> Includes \$700,000 bond anticipation notes to be fully retired using proceeds of the Bonds and \$14,000 of available funds of the Village.

<sup>(2)</sup> Water debt is excluded pursuant to the Local Finance Law.

The issuance of the Bonds will not increase the total net indebtedness of the Village for purposes of debt statement calculations. The Village has received (from the State Comptroller’s office on April 22, 2010) an exclusion of 71% of the amount of the Bonds, or \$1,556,961. Accordingly, the Village’s total net indebtedness (as calculated for debt statement purposes) will be reduced by \$64,058, (since \$700,000 of debt now on the Village’s balance sheet in the form of bond anticipation notes will be retired using \$686,000 of proceeds of the Bonds and \$14,000 of available funds of the Village). The exclusion was granted under Section 123 of the Local Finance Law in recognition of the fact that the indebtedness represented by the Bonds is self-liquidating, in that the Village debt service obligations with respect to the Bonds will be covered by a series of Development Fee payments to be made to the Village by The Hyland Facility Associates (“Hyland”) under the terms of an Electric Facilities Agreement, dated as of March 18, 2008 (and since amended three times), between Hyland and the Village. Hyland’s payment obligations under such Agreement have been guaranteed by Hyland’s parent company – Casella Waste Systems, Inc.

Revenue anticipation note debt is excluded pursuant to applicable constitutional and statutory provisions.

**Bonded Debt Service**

A schedule of Bonded Debt Service, including principal of the Bonds, may be found in the Appendices to this Official Statement.

**Cash Flow Borrowings**

The Village has found it necessary to issue revenue anticipation notes in the past but has not issued tax anticipation notes.

**Capital Project Plans**

The Village is anticipating issuing USDA Rural Development bonds for the Village Springs Filtration Capital Project. The total amount of the project is estimated to be \$847,000 with \$347,000 expected to be received as a grant from USDA. Construction is anticipated to begin late in June 2010. The funds issued for this project will be wholly excluded from the Village’s debt limit. Funding is also being sought currently from the New York State Environmental Facilities Corporation, Drinking Water State Revolving Fund.

There are no additional projects authorized nor are any contemplated at this time.

**Overlapping Indebtedness**

In addition to the Village, the following political subdivisions have the power to issue bonds and to levy taxes or cause taxes to be levied on taxable real property in the Village. The estimated outstanding indebtedness of such political subdivisions is as follows:

<u>Unit</u>	<u>Outstanding Indebtedness</u> <sup>(4)</sup>	<u>Exclusions</u> <sup>(1)</sup>	<u>Net Indebtedness</u>	<u>Approximate % Within Village</u>	<u>Applicable Net Indebtedness</u>
County of:					
Allegany	\$ 33,007,634	\$ 33,007,634 <sup>(2)</sup>	\$ 0	1.08%	\$ 0
Town of:					
Angelica	442,222	0 <sup>(2)</sup>	442,222	36.22%	160,173
School District:					
Genesee Valley	27,311,757	25,891,546 <sup>(3)</sup>	1,420,211	12.77%	<u>181,361</u>
				<b>Total</b>	<b>\$ 341,534</b>

(1) Pursuant to applicable constitutional and statutory provisions, this indebtedness is deductible from gross indebtedness for debt limit purposes.  
 (2) Sewer and water indebtedness and appropriations.  
 (3) State Building aid.  
 (4) 2007 State Comptroller’s Report.

**Debt Ratios**

The following table sets forth certain ratios relating to the Village's net indebtedness as of April 7, 2010:

**Debt Ratios**

	<u>Amount</u>	Per Capita (a)	Percentage of Full Value (b)
Gross Indebtedness (see Computation of Debt Limit).....	\$ 1,908,146	\$ 2,229.14	9.67%
Net Indebtedness (see Computation of Debt Limit) .....	843,860	985.82	4.27%
Gross Plus Net Overlapping Indebtedness (c) .....	2,249,680	2,628.13	11.40%
Net Plus Net Overlapping Indebtedness (c).....	1,185,394	1,384.81	6.01%

- (a) According to the 2008 Federal Census estimate, the population of the Village is 856.
- (b) The Village's full value of taxable real estate for 2010-2011 is \$19,739,714.
- (c) The Village's estimated applicable share of net underlying indebtedness is \$341,534. (See "Estimated Overlapping Indebtedness" herein).

**SPECIAL PROVISIONS AFFECTING REMEDIES UPON DEFAULT**

Section 3-a of the General Municipal Law provides, subject to exceptions not pertinent, that the rate of interest to be paid by the Village upon any judgment or accrued claim against it shall not exceed nine per centum per annum. This provision might be construed to have application to the holders of the Bonds in the event of a default in the payment of the principal of or interest on the Bonds.

In accordance with the general rule with respect to municipalities, judgments against the Village may not be enforced by levy and execution against property owned by the Village.

The Federal Bankruptcy Code allows public bodies 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 to file a petition under any provision of Federal bankruptcy law for the composition or adjustment of municipal indebtedness.

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 such obligations.

As a result of the Court of Appeals decision, the constitutionality of that portion of Title 6-A of Article 2 of the Local Finance Law enacted at the 1975 Extraordinary Session of the State legislature authorizing any county, city, town or village with respect to which the State has declared a financial emergency to petition the State Supreme Court to stay the enforcement against such municipality of any claim for payment relating to any contract, debt or obligation of the municipality during the emergency period, is subject to doubt. In any event, no such emergency has been declared with respect to the Village.

## CONTINUING DISCLOSURE

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 Village has agreed to provide, or cause to be provided, during the period in which the Bonds are outstanding, in a timely manner, to the Electronic Municipal Market Access ("EMMA") system of the Municipal Securities Rulemaking Board ("MSRB"), or any other entity designated or authorized by the commission to receive reports pursuant to the Rule, notice of the occurrence of any of the following events with respect to the Bonds, if such event is material:

- (a) principal and interest payment delinquencies
- (b) non-payment related defaults
- (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 or events affecting the tax-exempt status of the Bonds
- (g) modifications to rights of Bond holders
- (h) bond calls
- (i) defeasances
- (j) release, substitution, or sale of property securing repayment of the Bonds
- (k) rating changes

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

In addition, the Village has agreed to provide or cause to be provided, as an issuer with less than \$10,000,000 in outstanding municipal securities (including the Bonds and excluding exempt municipal securities), certain limited financial information and operating data on request during any succeeding fiscal year in which the Bonds are outstanding, certain annual financial information and operating data for the preceding fiscal year in a form generally consistent with the information contained or cross-referenced under the headings "The Village", "Tax Information", "Status of Indebtedness", "Litigation" and all Appendices and a copy of the audited financial statement (prepared in accordance with generally accepted accounting principles in effect at the time of the audit) for the preceding fiscal year, if any, or in the alternative to provide annually such financial information and operating data to, upon notification to said party regarding same, a state information depository, if New York State creates one (and to each nationally recognized municipal securities information repository designated by the Securities and Exchange Commission in accordance with the Rule or to the Municipal Securities Rulemaking Board, if so permitted by future amendment of the Rule). Such financial information, operating data and 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 prepared, sixty days following receipt by the Village of the audited financial statement for the preceding fiscal year, but, in no event, not later than the last business day of each such succeeding fiscal year. All such requests for financial information and operating data should be directed to the Ms. Karen Herdman, Village Clerk-Treasurer, PO Box 158, 21 Peacock Hill Road, Angelica, New York 14709; telephone: (585) 466-7431, telefax: (585) 466-3103, email: vangelica@stny.rr.com.

The Village reserves the right to terminate its obligation to provide the aforescribed (a) notices of material events and (b) financial information and operating data, as set forth above, if and when the Village no longer remains an obligated person with respect to the Bonds within the meaning of the Rule. The Village further reserves the right to terminate its obligation to provide the financial information and operating data upon request as set forth above and request upon the notification by the Village of the SID, if any, that said Village will thereafter provide such information and data to the SID, if any. On and after that date of mailing said notification, the Village will no longer provide such financial information and operating data on request and the responsibility to so provide financial information and operating data on request will terminate. The Village acknowledges that its undertakings pursuant to the Rule described under this heading are 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 undertakings will be limited to a right to obtain specific enforcement of the Village's obligations under its material event notices undertaking and its limited undertaking regarding financial information and operating data and any failure by the Village to comply with the provisions of such undertakings will neither be a default with respect to the Bonds nor entitle any holder of the Bonds to recover monetary damages.

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

The Village is in compliance with all prior undertakings pursuant to the Rule, to the extent any such undertakings have been made.

## **MARKET AND RISK FACTORS**

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

The Village is dependent in part on financial assistance from the State. However, if the State should experience difficulty in borrowing funds in anticipation of the receipt of State taxes and revenues in order to pay State aid to municipalities and school districts in the State, including the Village, in any year, the Village may be affected by a delay, until sufficient taxes have been received by the State to make State aid payments to the Village. While no delay in State aid is anticipated this fiscal year, in several recent years, the Village has received delayed payments of State aid which resulted from the State's delay in adopting its budget and appropriating State aid to municipalities and school districts, and consequent delay in State borrowing to finance such appropriations. (See also "State Aid").

## **TAX EXEMPTION**

In the opinion of Hodgson Russ LLP, Buffalo, New York, Bond Counsel, under existing law, the interest on the 2010 Series A Bonds is excluded from gross income of the owners thereof for federal income tax purposes, and is not an "item of tax preference" for purposes of the individual and corporate alternative minimum taxes imposed by the Internal Revenue Code of 1986, as amended (the "Code"). However, it should be noted that (1) the Village, by failing to comply with certain restrictions contained in the Code may cause interest on the 2010 Series A Bonds to become subject to federal income taxation from the date of issuance of the 2010 Series A Bonds and (2) interest on the 2010 Series A Bonds earned by foreign corporations doing business in the United States could be subject to the branch profits tax imposed by Section 884 of the Code. Interest on the Bonds is exempt from personal income taxes imposed by the State of New York or any political subdivision thereof (including The City of New York).

In rendering the foregoing opinions, Hodgson Russ LLP noted that the exclusion of the interest on the 2010 Series A Bonds from gross income for federal income tax purposes is subject to, among other things, continuing compliance by the Village with the applicable requirements of Sections 141, 148 and 149 of the Code and the regulations promulgated thereunder (collectively, the "Tax Requirements"). In the opinion of Hodgson Russ LLP, the tax certificate to be delivered in connection with issuance of the 2010 Series A Bonds (the "Tax Certificate") establishes requirements and procedures, compliance with which will satisfy the Tax Requirements.

The Tax Requirements referred to above, which must be complied with in order that interest on the 2010 Series A Bonds remains excluded from gross income for federal income tax purposes, include, but are not limited to:

- (1) The requirement that the proceeds of the 2010 Series A Bonds be used in a manner so that the 2010 Series A Bonds are not obligations which meet the definition of a "private activity bond" within the meaning of Section 141 of the Code.
- (2) The requirements contained in Section 148 of the Code relating to arbitrage bonds, including, but not limited to the requirement that the excess of all amounts earned on the investment of the gross proceeds of the 2010 Series A Bonds over that which would have been earned on such gross proceeds had such gross proceeds been invested at a yield equal to the yield on the 2010 Series A Bonds, and any investment income earned on such excess, be rebated to the United States.

- (3) The requirements that payment of principal or interest on the 2010 Series A Bonds not be directly or indirectly guaranteed (in whole or in part) by the United States (or any agency or instrumentality thereof) as provided in Section 149(b) of the Code.

In the Tax Certificate, the Village has covenanted to comply with the Tax Requirements, and refrain from taking any action which would cause the interest on the 2010 Series A Bonds to be includable in gross income for federal income tax purposes. Any violation of the Tax Requirements may cause the interest on the 2010 Series A Bonds to be included in gross income for federal income tax purposes from the date of issuance of the 2010 Series A Bonds. Hodgson Russ LLP expresses no opinion regarding other federal tax consequences arising with respect to the Bonds.

The interest on the 2010 Series A Bonds is subject to, among others, the following provisions contained in the Code:

- (1) Interest on the 2010 Series A Bonds is not an "item of tax preference" for purposes of the individual and corporate alternative minimum taxes imposed by the Code.
- (2) If the 2010 Series A Bonds are held by certain foreign corporations doing business in the United States, the interest on the 2010 Series A Bonds will be included in "effectively connected earnings and profits" for purposes of computing a branch profits tax of up to 30%.
- (3) A property casualty insurance company's deduction for the losses incurred will be reduced by 15% of the income received from tax-exempt obligations, such as the 2010 Series A Bonds.
- (4) The United States Treasury Department has promulgated regulations which might have the effect of imposing a tax at ordinary income rates with respect to interest on the 2010 Series A Bonds owned by "S Corporations" in certain cases.
- (5) In addition, the 2010 Series A Bonds constitute "qualified tax-exempt obligations" within the meaning of the Code, and if the 2010 Series A Bonds are held by a financial institution, a portion of the interest expense allocable to the 2010 Series A Bonds will be deductible by such holders for federal income tax purposes.

Bond Counsel has not undertaken to advise in the future whether any events occurring after the date of issuance of the Bonds may affect the tax status of interest on the Bonds. The Code has been continuously subject to legislative modifications, amendments and revisions and proposals for further changes are regularly submitted by leaders of the legislative and executive branches of the federal government. No representation is made as to the likelihood of such proposals being enacted in their current or similar form, or if enacted, the effective date of any such legislation and no assurances can be given that such proposals or amendments will not materially and adversely affect the economic value of the Bonds or the tax consequences of ownership of the Bonds.

Tax legislation, administrative actions taken by tax authorities and court decisions, whether at the federal or state level, may adversely affect the tax-exempt status of interest on the Bonds under federal or state law and could affect the market price for, or the marketability of, the Bonds. Prospective purchasers of the Bonds should consult their own tax advisers regarding the foregoing matters.

All quotations from and summaries and explanations of provisions of laws do not purport to be complete and reference is made to such laws for full and complete statements of their provisions.

**ALL PROSPECTIVE PURCHASERS OF THE BONDS SHOULD CONSULT WITH THEIR TAX ADVISORS IN ORDER TO UNDERSTAND THE IMPLICATIONS OF THE CODE AS TO THE TAX CONSEQUENCES OF PURCHASING OR HOLDING THE BONDS.**

Under the Code, the benefits of the exclusion of the interest on the 2010 Series A Bonds from gross income for federal income tax purposes may be diminished by operation of certain provisions of the Code which affect recipients of Social Security and railroad retirement benefits.

Each purchaser of the Bonds should consult his or her tax advisor regarding the impact of the foregoing and other provisions of the Code on his or her individual tax position.

## DOCUMENTS ACCOMPANYING DELIVERY OF THE BONDS

### Absence of Litigation

Upon delivery of each Series of the Bonds, the Village will furnish a certificate, dated the date of delivery of the particular Bonds, to the effect that there is no controversy or litigation of any nature pending or threatened to restrain or enjoin the issuance, sale, execution, or delivery of such Bonds, or in any way contesting or affecting the validity of such Bonds or any of the proceedings taken with respect to the issuance and sale thereof or the application of monies to the payment of such Bonds. An additional certificate will state that there is no controversy or litigation of any nature now pending or threatened by or against the Village wherein an adverse judgment or ruling could have a material adverse impact on the financial condition of the Village or adversely affect the power of the Village to levy, collect, and enforce the collection of taxes or other revenues for the payment of such Bonds, which has not been disclosed in this Official Statement.

### Legal Matters

Legal matters incident to the authorization, issuance, and sale of each Series of the Bonds are subject to the approving opinions of Hodgson Russ LLP, Buffalo, New York, Bond Counsel. Copies of such opinions will be available at the time of delivery of the particular Bonds and will be to the effect that such Bonds are valid and legally binding general obligations of the Village for which the Village has validly pledged its faith and credit, and, unless paid from other sources, all the taxable real property within the Village is subject to the levy of *ad valorem* real estate taxes to pay such Bonds and interest thereon, without limitation as to rate or amount. Said opinion shall also contain further statements to the effect that (1) the enforceability of rights or remedies with respect to such Bonds may be limited by bankruptcy, insolvency, or other laws affecting creditors' rights or remedies heretofore or hereafter enacted, and (2) although Bond Counsel has participated in the preparation of this Official Statement, it has not verified the accuracy, completeness, or fairness of the factual information contained therein, and, accordingly, Bond Counsel expresses no opinion as to whether the Village, in connection with the sale of the Bonds, 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.

Upon delivery of a particular series of the Bonds, the purchasers will be furnished with the following items: (1) a Certificate of the Village Treasurer to the effect that as of the date of this Official Statement and at all times subsequent thereto, up to and including the time of delivery of such Bonds, this Official Statement did not and does 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 circumstances under which they were made, not misleading, and further stating that there has been no adverse material change in the financial condition of the Village since the date of this Official Statement up to and including the time of delivery of such Bonds, and having attached thereto a copy of this Official Statement, (2) a Certificate signed by the Village Treasurer evidencing payment for such Bonds, and (3) a Signature Certificate evidencing the due execution of such Bonds, including statements that (a) no litigation of any nature is pending or, to the knowledge of the signers, threatened, restraining, or enjoining, the issuance and delivery of such Bonds or the levy and collection of taxes to pay the principal of and interest thereon, nor in any manner questioning the proceedings and authority under which such Bonds were authorized or affecting the validity of such Bonds thereunder, (b) neither the corporate existence or boundaries of the Village nor the title of the signers to their respective offices is being contested, and (c) no authority or proceedings for the issuance of such Bonds has or have been repealed, revoked, or rescinded.

## LITIGATION

The Village is subject to a number of lawsuits in the ordinary conduct of its affairs. The Village 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 Village.

## RATING

Standard & Poor's Credit Market Services ("S & P") has assigned a bond rating "A" with a stable outlook to the Bonds. No application was made to any other rating agency for the purpose of obtaining an additional rating on the Bonds. A rating reflects only the view of the rating agency assigning such rating and an explanation of the significance of such rating may be obtained from such rating agency. 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 rating will continue for any given period of time or that it will not be revised downward or withdrawn entirely by such rating agency if, in its judgment, circumstances so warrant. Any downward revision or withdrawal of the rating of the Bonds may have an adverse effect on the market price of the Bonds.

## MISCELLANEOUS

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

Fiscal Advisors & Marketing, Inc. may place a copy of this Official Statement on its website at [www.fiscaladvisors.com](http://www.fiscaladvisors.com). Unless this Official Statement specifically indicates otherwise, no statement on such website is included by specific reference or constitutes a part of this Official Statement. Fiscal Advisors & Marketing, Inc. has prepared its website information for your convenience, but you should not make any decision in reliance upon that information. Typographical or other errors may have occurred in converting original source documents to digital format, and Fiscal Advisors & Marketing, Inc. assumes no liability or responsibility for errors or omissions on its website. Further, Fiscal Advisors & Marketing, Inc. disclaims 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 its website. Fiscal Advisors & Marketing, Inc. also assumes no liability or responsibility for any errors or omissions or for any updates to dated website information.

The Village will act as paying agent for the Bonds. The Village contact information is as follows: Ms. Karen Herdman, Village Clerk-Treasurer, PO Box 158, 21 Peacock Hill Road, Angelica, New York 14709; telephone: (585) 466-7431, telefax: (585) 466-3103, email: [vangelica@stny.rr.com](mailto:vangelica@stny.rr.com).

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

**VILLAGE OF ANGELICA**

**Dated: April 14, 2010**

**KAREN HERDMAN**  
**Village Clerk-Treasurer**

**GENERAL FUND**

**Balance Sheets**

Fiscal Years Ending May 31:

	<u>2007</u>	<u>2008</u>	<u>2009</u>
<b><u>ASSETS</u></b>			
Cash	\$ 212,941	\$ 6,481	\$ 2,937
Restricted Assets	0	0	0
Investments	0	248,032	228,033
Prepaid Expenses	0	0	0
Other Receivables	7,219	848	5,259
Due from Other Governments	0	0	0
Due from Other Funds	26,693	22852	70
	<u>26,693</u>	<u>22852</u>	<u>70</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 246,853</u></u>	<u><u>\$ 278,213</u></u>	<u><u>\$ 236,299</u></u>
<b><u>LIABILITIES AND FUND EQUITY</u></b>			
Accounts Payable	\$ 6,507	\$ 17,682	\$ 4,400
Accrued Liabilities	0	0	0
Notes Payable	0	58,500	0
Other Liabilities	2,495	24,825	2,024
Due to Other Governments	0	0	0
Due to Other Funds	19,530	12,964	1,845
Deferred Revenues	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
<b>TOTAL LIABILITIES</b>	<u>28,532</u>	<u>113,971</u>	<u>8,269</u>
<b><u>FUND EQUITY</u></b>			
Reserved	\$ 0	0	\$ 0
Unreserved:			
Appropriated	78,000	91,500	8,185
Unappropriated	140,321	72,742	219,845
	<u>140,321</u>	<u>72,742</u>	<u>219,845</u>
<b>TOTAL FUND EQUITY</b>	<u>218,321</u>	<u>164,242</u>	<u>228,030</u>
<b>TOTAL LIABILITIES and FUND EQUITY</b>	<u><u>\$ 246,853</u></u>	<u><u>\$ 278,213</u></u>	<u><u>\$ 236,299</u></u>

Source: Annual Financial Report of the Village. This Appendix is not itself audited.

GENERAL FUND

Revenues, Expenditures and Changes in Fund Balance

Fiscal Years Ending December 31:	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
<b>REVENUES</b>				
Real Property Taxes	\$ 252,308	\$ 264,981	\$ 268,087	\$ 267,804
Real Property Tax Items	4,417	4,388	4,352	4,706
Non-Property Tax Items	4,396	4,741	4,885	3,663
Departmental Income	21,706	8,222	5,069	6,506
Intergovernmental Charges	22,940	25,075	27,670	51,385
Use of Money & Property	1,174	1,303	10,621	9,896
Licenses and Permits	25	25	25	25
Fines and Forfeitures	12,731	15,283	14,155	9,281
Sale of Property and Compensation for Loss	675	5,401	0	97,825
Revenues from State Sources	42,888	45,292	49,539	12,561
Revenues from Federal Sources	77,426	0	1,000	0
Miscellaneous	16,971	16,851	23,096	82,274
Total Revenues	<u>457,657</u>	<u>391,562</u>	<u>408,499</u>	<u>545,926</u>
<b>EXPENDITURES</b>				
General Government Support	\$ 48,621	\$ 53,022	\$ 53,475	\$ 59,484
Public Safety	68,780	51,991	57,783	66,031
Health	8,998	5,825	6,646	144,960
Transportation	259,147	196,924	174,658	239,987
Economic Assistance and Opportunity	3,242	3,242	1,824	1,824
Culture and Recreation	4,750	5,020	5,586	5,785
Home and Community Services	0	0	0	0
Employee Benefits	31,776	32,765	29,841	32,394
Debt Service	82,796	56,336	44,428	42,455
Total Expenditures	<u>\$ 508,110</u>	<u>\$ 405,125</u>	<u>\$ 374,241</u>	<u>\$ 592,920</u>
Excess of Revenues Over (Under) Expenditures	<u>(\$ 50,453)</u>	<u>(\$ 13,563)</u>	<u>\$ 34,258</u>	<u>(\$ 46,994)</u>
Other Financing Sources (Uses):				
Proceeds of Obligations	22,000	0	0	55,600
Operating Transfers	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>	<u>(4,186)</u>
Total Other Financing	<u>24,000</u>	<u>2,000</u>	<u>2,000</u>	<u>51,414</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>(26,453)</u>	<u>(11,563)</u>	<u>36,258</u>	<u>4,420</u>
<b>FUND BALANCE</b>				
Fund Balance - Beginning of Year	190,438	193,625	182,062	218,321
Prior Period Adjustments (net)	<u>29,640</u>	<u>0</u>	<u>1</u>	<u>0</u>
Fund Balance - End of Year	<u>\$ 193,625</u>	<u>\$ 182,062</u>	<u>\$ 218,321</u>	<u>\$ 222,741</u>

Source: Audited 2004 financial report and 2005-2007 annual financial reports of the Village. This Appendix is not itself audited.

GENERAL FUND

Revenues, Expenditures and Changes in Fund Balance - Actual

Fiscal Years Ending May 31:	2009		2010		2011	
	Adopted Budget	Actual	Adopted Budget	Adopted Budget	Adopted Budget	Adopted Budget
<b>REVENUES</b>						
Real Property Taxes	\$ 283,648	\$ 283,648	\$ 287,718	\$ 287,223		
Real Property Tax Items	3,000	4,600	3,000	4,000		
Non-Property Tax Items	4,000	6,512	4,000	5,000		
Departmental Income	3,960	4,387	3,880	1,370		
Intergovernmental Charges	51,385	53,155	53,155	53,740		
Use of Money & Property	8,000	1,185	1,750	800		
Licenses and Permits	25	25	25	25		
Fines and Forfeitures	14,500	15,009	14,450	12,000		
Sale of Property and Compensation for Loss	0	1,452	0	0		
Interfund Revenues	0	0	0	9,500		
Revenues from State Sources	11,800	145,270	57,825	11,303		
Revenues from Federal Sources	68,000	0	45,000	109,753		
Miscellaneous	6,500	21,808	21,155	29,155		
<b>Total Revenues</b>	<b>454,818</b>	<b>537,051</b>	<b>491,958</b>	<b>523,869</b>		
<b>EXPENDITURES</b>						
General Government Support	\$ 68,860	\$ 51,349	\$ 70,505	\$ 66,942		
Public Safety	56,625	54,750	56,790	137,147		
Health	8,435	6,286	8,385	8,435		
Transportation	219,775	209,672	246,605	214,145		
Economic Assistance and Opportunity	2,000	1,368	1,400	925		
Culture and Recreation	6,500	6,541	6,700	7,400		
Home and Community Services	0	0	0	0		
Employee Benefits	29,550	27,956	29,087	36,820		
Debt Service	72,058	85,230	74,836	63,649		
<b>Total Expenditures</b>	<b>\$ 463,803</b>	<b>\$ 443,152</b>	<b>\$ 494,308</b>	<b>\$ 535,463</b>		
Excess of Revenues Over (Under) Expenditures	(\$ 8,985)	\$ 93,899	(\$ 2,350)	(\$ 11,594)		
Other Financing Sources (Uses):						
Proceeds of Obligations	8,185	0	5,300			
Operating Transfers	800	(87,578)	(2,950)	(7,050)		
<b>Total Other Financing</b>	<b>8,985</b>	<b>(87,578)</b>	<b>2,350</b>	<b>(7,050)</b>		
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	0	6,321	0	(18,644)		
<b>FUND BALANCE</b>						
Fund Balance - Beginning of Year	0	222,741	0	18,644 <sup>(1)</sup>		
Prior Period Adjustments (net)	0	(1,030)	0	0		
<b>Fund Balance - End of Year</b>	<b>\$ 0</b>	<b>\$ 228,032</b>	<b>\$ 0</b>	<b>\$ 0</b>		

<sup>(1)</sup> Represents \$15,500 appropriated fund balance and \$3,144 omitted tax from the prior fiscal year

**APPENDIX - B**  
**Village of Angelica**

**BONDED DEBT SERVICE**

Fiscal Year Ending May 31st	Excluding This Issue			Principal of This Issue	Principal of This Issue	Total Principal All Issues
	Principal	Interest	Total	Series A Bonds	Series B Bonds	
2010	\$ 106,132	\$13,171.81	\$ 119,303.81	\$ -	\$ -	\$ 106,132
2011	87,132	10,021.92	97,153.92	143,768	99,135	330,035
2012	82,132	7,949.78	90,081.78	145,000	100,000	327,132
2013	60,132	5,958.64	66,090.64	150,000	105,000	315,132
2014	49,012	5,012.50	54,024.50	155,000	110,000	314,012
2015	54,012	4,450.00	58,462.00	160,000	120,000	334,012
2016	54,012	3,625.00	57,637.00	165,000	125,000	344,012
2017	54,012	2,800.00	56,812.00	170,000	130,000	354,012
2018	54,012	1,975.00	55,987.00	180,000	135,000	369,012
2019	54,012	1,150.00	55,162.00			54,012
2020	44,012	300.00	44,312.00			44,012
2021	38,012	0.00	38,012.00			38,012
2022	38,011	0.00	38,011.00			38,011
2023	38,011	0.00	38,011.00			38,011
2024	38,011	0.00	38,011.00			38,011
2025	38,011	0.00	38,011.00			38,011
2026	38,011	0.00	38,011.00			38,011
2027	38,011	0.00	38,011.00			38,011
2028	38,011	0.00	38,011.00			38,011
2029	38,011	0.00	38,011.00			38,011
2030	38,011	0.00	38,011.00			38,011
2031	38,011	0.00	38,011.00			38,011
2032	38,011	0.00	38,011.00			38,011
2033	38,011	0.00	38,011.00			38,011
2034	38,011	0.00	38,011.00			38,011
2035	38,011	0.00	38,011.00			38,011
<b>TOTALS</b>	<b>\$ 1,268,778</b>	<b>\$56,414.65</b>	<b>\$ 1,325,192.65</b>	<b>\$ 1,268,768</b>	<b>\$ 924,135</b>	<b>\$ 3,461,681</b>