

Buffalo Urban Development Corporation
Investment Report

For the year ended December 31, 2021

Buffalo Urban Development Corporation

2021 Annual Investment Report

Purpose of Report:

Under Section 2925(6) of the Public Authorities Law, BUDC is required to annually prepare and approve an Investment Report. The Investment Report is to include: BUDC's Investment Guidelines (see below), the results of the annual independent audit (see below), a list of the total investment income received by the corporation and a list of the fees, commissions or other charges paid to each investment banker, broker, agent, dealer and advisor rendering investment associated services to the corporation since the last investment report.

The attached schedule details the corporation's investment income and related fees for the year ended December 31, 2021 and was approved by the BUDC Board of Directors at their March 29, 2022 meeting.

Investment Guidelines:

In accordance with Section 2925 of the Public Authorities Law, BUDC is required to adopt Investment Guidelines which detail its operative policy and instructions to staff regarding the investing, monitoring and reporting of funds of the Agency. In addition, BUDC has elected to follow the deposit and investment restrictions contained in Sections 10 and 11 of the General Municipal Law as a "best practice".

BUDC's Investment Guidelines were approved by the BUDC Board of Directors at their March 29, 2022 meeting and are posted on the BUDC website at <http://www.buffalourbandevelopment.com/budc-corporate-policies>. The Investment Guidelines are consistent with the Guidelines adopted on March 30, 2021.

Investment Audit:

BUDC's auditors have audited the corporation's compliance with the Investment Guidelines for Public Authorities. In their report dated March 29, 2022 Freed Maxick CPAs have indicated that BUDC complied, in all material respects, with these Investment Guidelines.

Buffalo Urban Development Corporation (BUDC) and Affiliates

Annual Investment Report

For the year ended December 31, 2021

Account Type	Financial Institution	G/L Balance 1/1/2021	G/L Balance 12/31/2021	Interest Rate ^a Dec 2021	2021		Restricted	Purpose
					Investment Income	Fees		
<u>BUDC Accounts:</u>								
1 Interest Checking	KeyBank	315,188	2,568,435	0.01%	273	-		General BUDC Checking account.
2 Interest Checking	KeyBank	6,100	6,100	-	-	-	√	Northland Corridor account
3 Interest Checking	KeyBank	2,550,261	3,345,704	-	-	-	√	Downtown Loan Fund
4 Interest Checking	KeyBank	217,484	561,316	0.02%	183	-	√	Restricted account for City of Buffalo real estate development ^b
5 Interest Checking	KeyBank	425,333	39,709	0.01%	7	-	√	Imprest account for grant AC426
6 Interest Checking	KeyBank	55,647	119,750	0.05%	45	-		Account for 714 Northland property
7 Interest Checking	KeyBank	4,383	-	-	-	-	√	Imprest account for grant Z415 ^c
8 Interest Checking	KeyBank	-	149,742	0.01%	13	-	√	Imprest account for ESD grant #133857 ^d
		<u>\$ 3,574,397</u>	<u>\$ 6,790,757</u>		<u>\$ 520</u>	<u>\$ -</u>		
<u>683 Northland LLC Accounts:</u>								
9 Interest Checking	KeyBank	48,784	123,353	0.05%	165	-		General 683 Northland Checking account
10 Interest Checking	KeyBank	55,490	23,813	0.05%	2	-	√	Interest Reserve account
11 Checking	Citibank	160,250	151,000	-	-	-	√	NTCIC Reserve Checking account
12 Checking	Citibank	284,508	216,178	-	-	1,148	√	BACDE Reserve Checking account
		<u>\$ 549,032</u>	<u>\$ 514,343</u>		<u>\$ 167</u>	<u>\$ 1,148</u>		
<u>683 WTC, LLC Accounts:</u>								
13 Interest Checking	KeyBank	0	52	0.01%	52	-		General 683 WTC Checking account
		<u>\$ 0</u>	<u>\$ 52</u>		<u>\$ 52</u>	<u>\$ -</u>		
		<u>\$ 4,123,429</u>	<u>\$ 7,305,153</u>		<u>\$ 739</u>	<u>\$ 1,148</u>		

Notes:

All accounts are FDIC guaranteed and secured by collateral posted by the depository or its agent for balances above the FDIC limit.

^a The Interest Rate is the annualized rate for the month of December 2021 and is prior to the deduction of fees (if any).

^b This account is known as the Buffalo Brownfields Redevelopment Fund (BBRF) and is held by the ECIDA on behalf of BUDC.

^c Account closed 2021.

^d New account opened in 2021