

**Buffalo Urban Development Corporation**

**Investment Report**

For the year ended December 31, 2022

# **Buffalo Urban Development Corporation**

## **2022 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, 2022 and was approved by the BUDC Board of Directors at their March 28, 2023 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 28, 2023 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 29, 2022.

### **Investment Audit:**

BUDC's auditors have audited the corporation's compliance with the Investment Guidelines for Public Authorities. In their report dated March 30, 2023 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, 2022

Account Type	Financial Institution	G/L Balance 1/1/2022	G/L Balance 12/31/2022	Interest Rate <sup>a</sup> Dec 2022	2022		Restricted	Purpose
					Investment Income	Fees		
<b>BUDC Accounts:</b>								
1 Interest Checking	KeyBank	2,568,435	20,097,419	0.61%	16,712	-		General BUDC checking account
2 Checking	KeyBank	6,100	6,100	-	-	-	√	Northland Corridor account
3 Checking	KeyBank	3,345,704	3,229,454	-	-	-	√	Downtown Loan Fund
4 Interest Checking	M&T Bank	561,316	452,106	2.00%	1,515	-	√	Restricted account for City of Buffalo real estate development <sup>b</sup>
5 Interest Checking	KeyBank	39,709	-	0.01%	1	-	√	Imprest account for grant AC426 <sup>c</sup>
6 Interest Checking	KeyBank	119,750	184,298	0.61%	292	-		Account for 714 Northland property
7 Interest Checking	KeyBank	149,742	84,990	0.61%	115	-	√	Imprest account for ESD grant #133857
		<u>\$ 6,790,757</u>	<u>\$24,054,367</u>		<u>\$ 18,635</u>	<u>\$ -</u>		
<b>683 Northland LLC Accounts:</b>								
8 Interest Checking	KeyBank	123,353	66,665	0.59%	310	-		General 683 Northland checking account
9 Interest Checking	KeyBank	23,813	9,170	0.65%	2	-	√	Interest Reserve account
10 Checking	Citibank	151,000	91,000	-	-	-	√	NTCIC Reserve checking account
11 Checking	Citibank	216,178	147,316	-	-	1,014	√	BACDE Reserve checking account
		<u>\$ 514,343</u>	<u>\$ 314,150</u>		<u>\$ 312</u>	<u>\$ 1,014</u>		
<b>683 WTC, LLC Accounts:</b>								
12 Interest Checking	KeyBank	52	188	0.55%	135	-		General 683 WTC Checking account
		<u>\$ 52</u>	<u>\$ 188</u>		<u>\$ 135</u>	<u>\$ -</u>		
		<u>\$ 7,305,153</u>	<u>\$24,368,705</u>		<u>\$ 19,082</u>	<u>\$ 1,014</u>		

**Notes:**

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

<sup>a</sup> The Interest Rate is the annualized rate for the month of December 2022 and is prior to the deduction of fees (if any).

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

<sup>c</sup> Account closed 2022.



## **INDEPENDENT ACCOUNTANT'S REPORT**

To the Members of the Board of Directors  
Buffalo Urban Development Corp BUDC oration  
95 Perry Street, Suite 403  
Buffalo, New York 14203

We have examined the Buffalo Urban Development Corporation's (the BUDC) compliance with the New York State Comptroller's Investment Guidelines for Public Authorities and Section 2925 of the New York State Public Authorities Law (collectively, the "Investment Guidelines") during the period January 1, 2022 to December 31, 2022. Management of the BUDC is responsible for the BUDC's compliance with the specified requirements. Our responsibility is to express an opinion on the BUDC's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the BUDC complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the BUDC complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the BUDC's compliance with specified requirements.

In our opinion, the BUDC complied, in all material respects, with the Investment Guidelines during the period January 1, 2022 to December 31, 2022.

This report is intended solely for the information and use of the Board of Directors, management and others within the BUDC and the New York State Authorities Budget Office, and is not intended to be and should not be used by anyone other than these specified parties.

*Freed Maxick CPAs, P.C.*

Buffalo, New York  
March 30, 2023