

Buffalo Urban Development Corporation

Investment Report

For the year ended December 31, 2025

Buffalo Urban Development Corporation

2025 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, 2025 and was approved by the BUDC Board of Directors at their March 31, 2026 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 31, 2026 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 25, 2025.

Investment Audit:

BUDC's auditors have audited the corporation's compliance with the Investment Guidelines for Public Authorities. In their report dated March 31, 2026 Withum-Smith Brown P.C. 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, 2025

Account Type	Financial Institution	G/L Balance 1/1/2025	G/L Balance 12/31/2025	Interest Rate ^a Dec 2025	2025		Restricted	Purpose
					Investment Income	Fees		
BUDC Accounts:								
1 Interest Checking	KeyBank	\$ 5,154,327	\$10,421,659	0.52%	\$ 44,208	\$ -		General BUDC checking account
2 Checking	KeyBank	1,100	18,000	-	-	-	√	Northland Corridor security deposit account
3 Interest Checking	M&T Bank	39,318	40,989	2.00%	852	-	√	Restricted account for City of Buffalo real estate development ^b
4 Interest Checking	KeyBank	51,116	72,968	0.52%	414	-		Account for 714 Northland property
5 Interest Checking	KeyBank	680,203	680,514	0.52%	4,246	-	√	Imprest account for ESD grant #133857 ^c
6 Interest Checking	KeyBank	17,586,250	13,495,869	1.55%	290,334	-	√	Imprest account for ESD RECAP grant ^c
		<u>\$23,512,314</u>	<u>\$24,729,999</u>		<u>\$ 340,053</u>	<u>\$ -</u>		
683 Northland Master Tenant LLC Accounts:								
7 Interest Checking	KeyBank	\$ 444,821	\$ 208,490	0.52%	\$ 2,119	\$ -		General 683 Northland Master Tenant checking account
8 Interest Checking	KeyBank	341,852	343,992	0.52%	2,140	-	√	683 Northland Master Tenant operating reserve account
9 Interest Checking	KeyBank	109,324	106,863	0.52%	679	-	√	683 Northland Master Tenant tenant security deposits account
		<u>\$ 895,997</u>	<u>\$ 659,345</u>		<u>\$ 4,938</u>	<u>\$ -</u>		
683 Northland LLC Accounts:								
10 Interest Checking	KeyBank	\$ 17,547	\$ 4,087	0.52%	\$ 161	\$ -		General 683 Northland checking account
11 Interest Checking	KeyBank	5	-	0.00%	-	-	√	Interest Reserve account, closed in 2025
12 Checking	Citibank	30,237	-	-	-	-	√	NTCIC Reserve checking account, closed in 2025
13 Checking	Citibank	8,507	-	-	-	-	√	BACDE Reserve checking account, closed in 2025
		<u>\$ 56,297</u>	<u>\$ 4,087</u>		<u>\$ 161</u>	<u>\$ -</u>		
683 WTC, LLC Account:								
14 Interest Checking	KeyBank	2,688	4,371	0.52%	138	-		General 683 WTC Checking account
		<u>\$ 2,688</u>	<u>\$ 4,371</u>		<u>\$ 138</u>	<u>\$ -</u>		
		<u><u>\$24,467,295</u></u>	<u><u>\$25,397,802</u></u>		<u><u>\$ 345,290</u></u>	<u><u>\$ -</u></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 2025 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 Investment income earned is remitted to grantor in accordance with agreements.