

*OLEAN LOCAL
DEVELOPMENT CORPORATION*

REPORT ON FINANCIAL STATEMENTS

*YEARS ENDED
MAY 31, 2017 AND 2016*

**OLEAN LOCAL
DEVELOPMENT CORPORATION**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Olean Local Development Corporation
Olean, New York

We have audited the accompanying financial statements of **Olean Local Development Corporation** (a nonprofit organization) which comprise the statements of financial position as of as of May 31, 2017 and 2016, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion the financial statements referred to above present fairly, in all material respects, the financial position of **Olean Local Development Corporation** as of May 31, 2017 and 2016, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Buffamante Whipple Buttafaro, P.C.

BUFFAMANTE WHIPPLE BUTTAFARO, P.C.

Olean, New York
January 18, 2018

OLEAN LOCAL DEVELOPMENT CORPORATION
STATEMENTS OF FINANCIAL POSITION

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As of May 31,

2017

2016

Assets

Current assets:

Cash	\$ 3,507	\$ 12,291
Accounts Receivable	--	115

Total assets

\$ 3,507	\$ 12,406
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Liabilities and Net Assets

Current liabilities:

Accounts payable	\$ --	\$ 8,322
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Total liabilities

--	8,322
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Net assets:

Temporarily restricted	1,000	--
Unrestricted	2,507	4,084

Total liabilities and net assets

\$ 3,507	\$ 12,406
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OLEAN LOCAL DEVELOPMENT CORPORATION
STATEMENT OF ACTIVITIES

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For the years ended May 31,

	2017			2016		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
Support and revenue						
Contributions	\$ --	\$ 1,408	\$ 1,408	\$ --	\$ 300	\$ 300
Fundraising	--	--	--	9,380	--	9,380
Sale of merchandise	20	--	20	135	--	135
Other income	--	--	--	708	--	708
Net assets released from restrictions- satisfaction of purpose restrictions	408	(408)	--	300	(300)	--
Total support and revenue	428	1,000	1,428	10,523	--	10,523
Expenses						
Fundraising event	--	--	--	6,760	--	6,760
Professional fees	1,000	--	1,000	1,000	--	1,000
Payments to Associated Organizations	597	--	597	1,752	--	1,752
Miscellaneous expenses	408	--	408	501	--	501
Total expenses	2,005	--	2,005	10,013	--	10,013
Increase (decrease) in net assets	(1,577)	1,000	(577)	510	--	510
Net assets, beginning of year	4,084	--	4,084	3,574	--	3,574
Net assets, end of year	\$ 2,507	\$ 1,000	\$ 3,507	\$ 4,084	\$ --	\$ 4,084

See accompanying independent auditor's report and notes to financial statements.

OLEAN LOCAL DEVELOPMENT CORPORATION
STATEMENTS OF CASH FLOWS

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For the years ended May 31,

	2017	2016
Cash flows from operating activities:		
Change in net assets	\$ (577)	\$ 510
Adjustments to reconcile change in net assets to net cash provided by (used by) operating activities:		
Increase (decrease) in accounts receivable	115	6,164
Increase (decrease) in accounts payable	(8,322)	2,562
Total adjustments	(8,207)	8,726
Net cash provided by (used in) operating activities	(8,784)	9,236
Net increase (decrease) in cash	(8,784)	9,236
Cash, at beginning of year	12,291	3,055
Cash, at end of year	\$ 3,507	\$ 12,291

See accompanying independent auditor's report and notes to financial statements.

OLEAN LOCAL DEVELOPMENT CORPORATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED MAY 31, 2017 AND 2016

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NOTE 1 - SUMMARY OF ACCOUNTING POLICIES

Organization

Olean Local Development Corporation (OLDC) is dedicated to the promotion of the economic prosperity and social development of the City of Olean. Its mission includes the desire to renovate Bradner Stadium located in the City of Olean in order to facilitate growth and business around the existing location. During the fiscal years ended May 31, 2017 and 2016, the activities of OLDC related to fundraising activities.

Basis of Accounting

OLDC maintains its financial records on the accrual basis of accounting.

Basis of Presentation

Financial statement presentation follows recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards Codification Topic 958, Financial Statements of Not-for-profit Organizations. Under Topic 958, *Olean Local Development Corporation*, is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. There are no permanently restricted assets.

Federal Tax Status

OLDC is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and from New York State income taxes under Article 7-A of the Executive Law. Therefore, no provision has been made for federal or New York State income taxes in the accompanying financial statements. In addition, OLDC qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an Agency other than a private foundation under Section 509 (a)(3). Tax returns for the previous three years are subject to examination by the Internal Revenue Service.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses and disclosure of contingencies. Actual results may differ from those estimates.

Cash

The Organization considers all highly liquid financial instruments purchased with a maturity of three months or less to be cash equivalents.

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES
(continued)

Contributions and Grants

Contributions are recorded as revenue upon receipt of cash or unconditional promises to give. Contributions are considered available for unrestricted use unless specifically restricted by the donor.

NOTE 2 – BRADNER BASH

On May 27, 2016, OLDC held a fundraising event titled the Bradner Bash with proceeds split among three organizations. OLDC received 50% of the net proceeds while the Olean Diesel semi-professional football team and the Olean Oilers semi-professional baseball team each received 25%. The amount of \$864 was owed as of May 31, 2016 to the football and baseball teams related to the event and was included in accounts payable as of and for the years ended May 31, 2016. Remaining accounts payable as of May 31, 2016, represent amounts owed to vendors who provided food, drinks and entertainment at the Bradner Bash. OLDC did not hold the event during the year ended May 31, 2017.

NOTE 3 – TEMPORARILY RESTRICTED NET ASSETS

During the year ending May 31, 2017 OLDC received funds totaling \$1,408 to be used for specific purposes. A donation was received for \$408 with the purpose of purchasing a plaque. The plaque was purchased during the year and the temporarily restricted funds were released from restriction. Also during the year a donation of \$1,000 was received for the purpose of purchasing a scoreboard, the cost of which were estimated at approximately \$9,000. Subsequent to year-end, two additional donations were received in the amounts of \$4,000 each to cover the remaining costs of the scoreboard. As of May 31, 2017 the scoreboard had not been purchased and the \$1,000 donated prior to year-end was classified as a temporarily restricted net asset.

NOTE 4 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through January 18, 2018, which is the date the financial statements were available to be issued.