

*OLEAN LOCAL
DEVELOPMENT CORPORATION*

REPORT ON FINANCIAL STATEMENTS

*YEARS ENDED
MAY 31, 2015 AND 2014*

**OLEAN LOCAL
DEVELOPMENT CORPORATION**

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BUFFAMANTE WHIPPLE BUTTAFARO, P.C.
Certified Public Accountants • Business Advisors

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees 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, 2015 and 2014, 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.

Auditors' 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, 2015 and 2014, 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
September 21, 2015

OLEAN LOCAL DEVELOPMENT CORPORATION
STATEMENTS OF FINANCIAL POSITION

<i>As of May 31,</i>	2015	2014
Assets		
Current assets:		
Cash	\$ 9,044	\$ 13,209
Accounts receivable	290	65
Total assets	<u>\$ 9,334</u>	<u>\$ 13,274</u>
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	\$ 5,760	\$ 9,420
Total liabilities	<u>5,760</u>	<u>9,420</u>
Net assets:		
Unrestricted	<u>3,574</u>	<u>3,854</u>
Total liabilities and net assets	<u>\$ 9,334</u>	<u>\$ 13,274</u>

OLEAN LOCAL DEVELOPMENT CORPORATION
STATEMENTS OF ACTIVITIES

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<i>For the fiscal years ended May 31,</i>	2015	2014
Support and revenue		
Contributions	\$ 1,400	\$ 550
Player dues	--	30,050
Advertisements	--	550
Fundraising	8,399	13,326
Sale of merchandise	165	45
	<hr/>	<hr/>
Total support and revenue	9,964	44,521
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Expenses		
League fees and umpires	--	6,460
Small equipment, uniforms and supplies	--	4,128
Lodging and facility rental	--	17,600
Fundraising events	9,204	9,955
Professional fees	1,000	2,800
Miscellaneous expenses	40	782
	<hr/>	<hr/>
Total expenses	10,244	41,725
	<hr/>	<hr/>
Increase (decrease) in unrestricted net assets	(280)	2,796
Net assets, beginning of year	3,854	1,058
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Net assets, end of year	\$ 3,574	\$ 3,854
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See accompanying independent auditor's report and notes to financial statements.

OLEAN LOCAL DEVELOPMENT CORPORATION
STATEMENTS OF CASH FLOWS

For the fiscal years ended May 31,

	2015	2014
Cash flows from operating activities:		
Change in net assets	\$ (280)	\$ 2,796
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Increase in accounts receivable	(225)	(65)
Decrease in prepaid expenses	--	2,660
Increase (decrease) in accounts payable	(3,660)	5,847
Decrease in deferred revenue/advances	--	(27,575)
Total adjustments	(3,885)	(19,133)
Net cash used in operating activities	(4,165)	(16,337)
Net decrease in cash	(4,165)	(16,337)
Cash, at beginning of year	13,209	29,546
Cash, at end of year	\$ 9,044	\$ 13,209

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, 2015 AND 2014**

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NOTE 1 - SUMMARY OF ACCOUNTING POLICIES

Organization

The *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. In addition OLDC previously owned a semi-developmental baseball team, the Olean Oilers, which is affiliated with the New York Collegiate Baseball League. On October 21, 2013 OLDC's Board of Directors voted to no longer commit resources required to fielding the baseball team to participate in the New York Collegiate League.

Basis of Accounting

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

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.

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 – OLEAN OILERS

The baseball season took place from early June 2013 through the end of July 2013 and activity such as player dues, league fees, facility rental, and equipment, uniforms and supplies are included in the Statements of Activities for the year ending May 31, 2014. As described in Note 1, OLDC did not commit resources to the baseball team for the 2014 season and therefore no revenue and expenses are reflected in the Statement of Activities for the year ended May 31, 2015.

NOTE 3 – BRADNER BASH AND FRIGID FEST

On May 29, 2015 and May 30, 2014, OLDC held a fundraising event title the Brander Bash with proceeds to be split among three organizations. The OLDC would receive 50% of proceeds while the Olean Diesel semi-professional football team and the Olean Oilers semi-professional baseball team would each receive 25%. The amount of \$771 and \$3,220 was owed as of May 31, 2015 and 2014 to the football and baseball teams related to the event and was included in accounts payable and fundraising event expenses as of and for the years ended May 31, 2015 and 2014. Remaining accounts payable as of May 31, 2015 and 2014, represent amounts owed to vendors who provided food, drinks and entertainment at the Bradner Bash.

On February 21, 2015, OLDC held another fundraising event named "Frigid Fest". Total revenue and expenses associated with the event are also included in fundraising revenue and fundraising event expenses. The Frigid Fest's expenditures exceeded its revenue by approximately \$1,100.

NOTE 4 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through September 21, 2015, which is the date the financial statements were available to be issued.