

**OLEAN LOCAL
DEVELOPMENT CORPORATION**

REPORT ON FINANCIAL STATEMENTS

**YEARS ENDED
MAY 31, 2012, 2011 AND 2010**

**OLEAN LOCAL
DEVELOPMENT CORPORATION**

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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, 2012, 2011 and 2010, 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, 2012, 2011 and 2010, 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
July 12, 2013

OLEAN LOCAL DEVELOPMENT CORPORATION
STATEMENTS OF FINANCIAL POSITION

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<i>As of May 31,</i>	2012	2011	2010
Assets			
Current assets:			
Cash	\$ <u>17,542</u>	\$ <u>2,100</u>	\$ <u>2,100</u>
Liabilities and Net Assets			
Net assets:			
Unrestricted	\$ <u>17,542</u>	\$ <u>2,100</u>	\$ <u>2,100</u>

See accompanying independent auditors' report and notes to financial statements.

OLEAN LOCAL DEVELOPMENT CORPORATION
STATEMENTS OF ACTIVITIES

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<i>For the fiscal years ended May 31,</i>	2012	2011	2010
Support and revenue			
Contributions	\$ 22,500	\$ --	\$ --
Player dues	9,400	--	--
Advertisements	1,250	--	--
Total support and revenue	33,150	--	--
Expenses			
League fees	12,140	--	--
Small equipment, uniforms and supplies	5,500	--	--
Miscellaneous expenses	68	--	--
Total expenses	17,708	--	--
Increase in unrestricted net assets	15,442	--	--
Net assets, beginning of year	2,100	2,100	2,100
Net assets, end of year	\$ 17,542	\$ 2,100	\$ 2,100

See accompanying independent auditors' report and notes to the financial statements.

OLEAN LOCAL DEVELOPMENT CORPORATION
STATEMENTS OF CASH FLOWS

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<i>For the fiscal years ended May 31,</i>	2012	2011	2010
Cash flows from operating activities:			
Change in net assets	<u>\$ 15,442</u>	<u>\$ --</u>	<u>\$ --</u>
Net cash provided by operating activities	<u>15,442</u>	<u>--</u>	<u>--</u>
Net increase in cash	15,442	--	--
Cash, at beginning of year	<u>2,100</u>	<u>2,100</u>	<u>2,100</u>
Cash, at end of year	<u><u>\$ 17,542</u></u>	<u><u>\$ 2,100</u></u>	<u><u>\$ 2,100</u></u>

OLEAN LOCAL DEVELOPMENT CORPORATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED MAY 31, 2012, 2011 AND 2010

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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 owns a semi-developmental baseball team, the Olean Oilers, that is affiliated with the New York Collegiate Baseball League. During the fiscal years ending May 31, 2010 through May 31, 2012, the only activity of OLDC related to the baseball team.

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 – LEAGUE FEES

During the fiscal year ended May 31, 2012, the Organization paid \$12,140 for league/franchise fees. Because the future cash flows related to the Baseball team were not budgeted to generate positive cash flows in the future, the costs associated with the fees were expensed.

NOTE 3 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through July 12, 2013, which is the date the financial statements were available to be issued.