



ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY

335 MONTGOMERY STREET 2ND FLOOR, SYRACUSE, NY 13202

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Audit Committee Agenda March 23, 2023

8:30 A.M. Call to Order Meeting of the Audit Committee

1. Approval of the Minutes of the October 6, 2022 Meeting of the Audit Committee

Action Items:

Review and Discussion of the 2022 Audit of the Agency

Committee Action Requested:

- a. A resolution of the Committee recommending to the Board approval of the 2022 Audit of the Agency.

Representative: Mike Lisson, Auditor, Grossman St. Amour CPAs

Adjourn

Onondaga County Industrial Development Agency
Audit Committee Meeting Minutes
October 6, 2022

An Audit Committee meeting of the Onondaga County Industrial Development Agency was held on Thursday, October 6, 2022, at the 333 West Washington Street, Syracuse, New York in the large conference room on the first floor.

Chairperson Janice Herzog called the meeting to order at 7:59 am with the following:

PRESENT:

Janice Herzog
Susan Stanczyk
Patrick Hogan

ALSO PRESENT:

Robert M. Petrovich, Executive Director
Nate Stevens, Treasurer
Nancy Lowery, Secretary
Karen Doster, Recording Secretary
Alexis Rodriguez, Assistant Treasurer
Jeff Davis, Barclay Damon Law Firm
Brian Gerling, Barclay Damon Law Firm
Matthew Pelligra, Office of Economic Development
Parminder Banga, Cryomech, Inc.
Rich Dausman, Cryomech, Inc.
Suhail Partawi, Hinsdale Road
Bruce Armistead, Hinsdale Road
Anthony D'Elia, Hinsdale Road
Chad Hill, Hinsdale Road

APPROVAL OF AUDIT MEETING MINUTES – MARCH 8, 2022

Upon a motion by Patrick Hogan, seconded by Susan Stanczyk, the OCIDA Audit Committee approved the minutes of the March 8, 2022 meeting. Motion was carried.

SELF-EVALUATION OF THE COMMITTEE

Upon a motion by Patrick Hogan, seconded by Susan Stanczyk, the OCIDA Audit Committee approved a resolution to transmit the summary self-evaluation without comment to the Governance Committee for review and recommendation to the Board. Motion was carried.

REVIEW OF COMMITTEE CHARTER

Nancy Lowery stated there are no changes to the Committee Charter.

Upon a motion by Patrick Hogan, seconded by Susan Stanczyk, the OCIDA Audit Committee approved a resolution to transmit the Committee Charter without comment to the Governance Committee for review and recommendation to the Board. Motion was carried.

DRAFT ANNUAL REPORT (2022 FISCAL YEAR)

Nancy Lowery gave a short review of the Annual Report.

Upon a motion by Patrick Hogan, seconded by Susan Stanczyk, the OCIDA Audit Committee approved a resolution to transmit the 2022 Committee Annual Report to the Governance Committee for review and recommendation to the Board. Motion was carried.

PRELIMINARY AUDIT REVIEW

Mike Lisson stated the presentation was sent in advance. He stated from the audit standpoint there are not a lot of major changes coming down the pipeline. He stated there are a few new accounting standards but really are not going to apply to the Agency until the year 2023 or 2024. He stated it is going to be a quiet year and a routine audit. He stated they will review the normal risk assessment and controls and processes. He stated they will work closely with Alexis Rodriguez and the Economic Development team who have always been great to work with. He stated he expects it to be a smooth sailing audit.

Patrick Hogan asked if Grossman St. Amour has the ability to expand the audit scope. Mike Lisson stated yes and anything that comes up keep him posted. He stated they are willing to help with anything the Agency needs.

ADJOURN

Upon a motion by Patrick Hogan, seconded by Susan Stanczyk, the OCIDA Audit Committee adjourned the meeting at 8:04 am. Motion was carried.

Nancy Lowery, Secretary

Onondaga County Industrial Development Agency

Annual Meeting

March 23, 2023

Michael Lisson, CPA, CITP Partner

Agenda

- REQUIRED COMMUNICATIONS
- ANNUAL FINANCIAL INFORMATION
 - FINANCIAL STATEMENTS
 - INVESTMENT POLICY COMPLIANCE
 - REPORT ON INTERNAL CONTROL & OTHER COMPLIANCE
- OTHER INFORMATION

Required Communications

- **Required by Generally Accepted Governmental Auditing Standards (GAGAS)**
- **AU-C Section 260, The Auditor's Communication with Those Charged with Governance**
- **Those Charged with Governance**
 - Responsible for overseeing strategic direction of entity
 - Responsible for obligations related to accountability
 - Oversees the financial reporting process, including internal controls

Required Communications (continued)

- **Auditor's Responsibilities with Regard to the Financial Statement Audit**

- We form and express **an opinion** on your financial statements. Does not relieve management or the board of their responsibilities
- Further described in the annual engagement letter

- **Planned Scope and Timing of the Audit**

- Communicated on October 6, 2022
 - We carried out our audit consistent with the planned scope and timing previously communicated
- Significant Risks Identified:
 - **Revenue Recognition**
 - **Investment in real property**

A significant risk for our audit purposes are risks relating to amounts or disclosures in the financial statements that require special audit consideration because of the likelihood and magnitude of the potential misstatement. We consider certain factors to determine whether a risk is a significant risk.

Required Communications (continued)

- **Qualitative aspects of significant accounting practices**
 - The notes to financials describes significant accounting practices
 - Pollution remediation obligations (note 2)
 - Investment in real property - \$29.5m (note 2)
 - Financial assistance program (note 3)
 - Tax abatement programs (note 4)
 - Property leases and bonds payable (conduit debt-\$68.8m) (note 9)
 - Note payable to Onondaga County - \$25.9m (note 12)
 - Significant estimates
 - Depreciable lives (5 to 39 years)
 - Pollution remediation obligations
 - Financials and notes are fairly consistent with prior year and are fairly presented.
- **Difficulties encountered in performing the audit**
 - None. Management is well prepared and was extremely helpful in assisting and preparing information for the audit

Required Communications

(continued)

- **Uncorrected and corrected misstatements**

- There were no uncorrected misstatements that were not recorded by management
- Entries during the course of the audit related to depreciation expense (\$17k), OED expense not required to be funded per Onondaga County (\$699k) and interest on note payable to Onondaga county (\$487k)

Required Communications (continued)

- **Disagreements with management**
 - None to report
- **Management Representations**
 - Letter dated March 23, 2023
- **Management Consultations with Other Independent Accountants**
 - No consultations have been noted
- **Compliance with All Ethics Requirements regarding independence**
 - Appropriate safeguards applied to eliminate/reduce identified threats to independence, primarily related to non-audit services provided. Non-audit services include:
 - Preparation of the financial statements (deemed a “significant threat”)
- **Other Audit Findings or Issues**
 - None to report

Annual Financial Information

Financial Statements

- **Unmodified (“clean”) audit opinion (pgs 1-3)**
 - Change in format and wording of opinion this year
 - Report on required supplementary information (RSI)
 - Other information
- Management’s Discussion and Analysis (pgs 4-7)
- Statements of Net Position (pg 8)
- Statements of Revenues, Expenses & Changes in Net Position (pg 9)
- Statements of Cash Flows (pgs 10-11)
- Notes to financial statements (pgs 12-21)
- **Supplemental Schedule (NYS requirement) (pgs 22-23)**

Annual Financial Information

Net Position Summary

	Year Ended December 31,		
	2022	2021	2020
Cash and cash equivalents	\$ 4,051,978	\$ 2,975,229	\$ 5,069,972
Receivables - agency fees	417,245	282,570	269,149
Receivables - White Pines pass through	209,113	-	-
Receivables - PILOT pass through	32,471	32,765	-
Capital assets	4,766,163	4,488,414	4,502,156
Investment in real property	29,508,083	6,180,006	-
Total assets	38,985,053	13,958,984	9,841,277
Current liabilities	624,164	749,875	386,715
Note payable to Onondaga County	25,888,840	1,747,910	-
Total liabilities	26,513,004	2,497,785	386,715
Net position:			
Net investment in capital assets	4,766,163	4,488,414	4,502,156
Unrestricted	7,705,886	6,972,785	4,952,406
Total net position	\$ 12,472,049	\$ 11,461,199	\$ 9,454,562

Annual Financial Information

Change in Net Position Summary

	Year Ended December 31,		
	2022	2021	2020
Operating revenues	\$ 2,887,193	\$ 2,334,950	\$ 2,803,839
Operating expenses	1,392,265	326,923	1,951,084
Operating income (loss)	1,494,928	2,008,027	852,755
Other revenues (expenses)	(484,078)	(1,390)	1,577
Change in net position	1,010,850	2,006,637	854,332
Net position - beginning of year	11,461,199	9,454,562	8,600,230
Net position - end of year	<u>\$ 12,472,049</u>	<u>\$ 11,461,199</u>	<u>\$ 9,454,562</u>

Annual Financial Information

Financial Highlights

- Operating Revenues **increased \$552,243** in 2022 compared to a **decrease of \$1,079,180** in 2021. This was primarily due to the following:
 - Increase in overall Agency fees received of **\$799,429** compared to 2021. Significant Agency fees included \$570,458 from Baldwinsville Senior Housing Preservation LLC, \$567,500 from LOSO, LLC, \$140,201 from Fayette Manlius LLC and \$126,025 Old Seneca Turnpike LLC;
 - Decrease of **\$828,554** in 2022 for reimbursement of costs related to the White Pine Commerce Park from Onondaga County; and
 - Increase of **\$373,811** for reimbursement of development costs from a utility company for work related to the White Pine Commerce Park.
 - Increase of **\$206,203** of pass-through income related to White Pine Commerce Park.

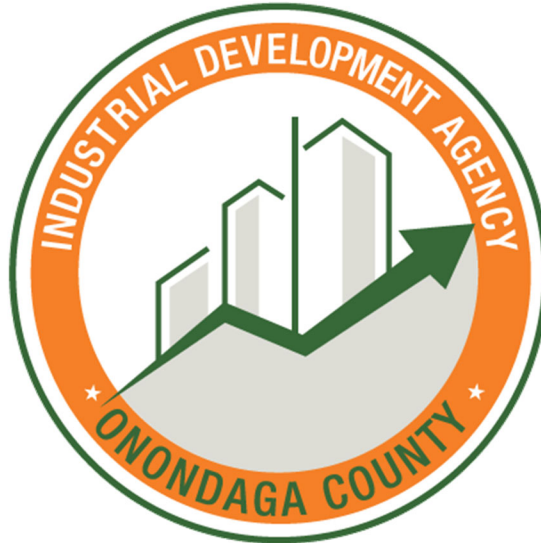
Annual Financial Information

Financial Highlights (continued)

- Operating Expenses increased **\$1,065,342** in 2022. Development costs **increased \$660,933** related to White Pine Commerce Park and pass through expense of \$206,203 increased also related to the White Pine Commerce Park. General and administrative increased \$187,379 primarily due to a cancelled project fee of \$155,000.

Annual Other Reporting

- Investment Policy Compliance
 - Required by NYS Public Authorities Law section 2925
 - No non-compliance matters noted or identified
- Report on Internal Control over Financial Reporting and on Compliance and Other Matters
 - No material weaknesses or non-compliance matters noted



**ONONDAGA COUNTY INDUSTRIAL
DEVELOPMENT AGENCY**

**(A DISCRETELY PRESENTED COMPONENT UNIT
OF THE COUNTY OF ONONDAGA, NEW YORK)**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

December 31, 2022 and 2021

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Onondaga County Industrial Development Agency
Syracuse, New York

Report on the Audit of the Financial Statements

We have audited the financial statements of the Onondaga County Industrial Development Agency (the Agency), a component unit of the County of Onondaga, New York (the County), as of and for the years ended December 31, 2022 and 2021, and the related notes to the financial statements, which collectively comprise the Agency's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the Agency, as of December 31, 2022 and 2021, and the changes in its financial position and its cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Agency and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

The Agency's 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, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Agency's ability to continue as a going concern for one year beyond the financial statement date.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Agency's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Agency's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4-7 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Agency's basic financial statements. The supplemental schedule of revenue bonds and other bonds (conduit debt obligations), as required by New York State General Municipal Law §859 (1) (b), are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplemental schedule of revenue bonds and other bonds (conduit debt obligations) is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental schedule of revenue bonds and other bonds (conduit debt obligations) is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 23, 2023, on our consideration of the Agency's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulation, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Agency's internal control over financial reporting and compliance.

Syracuse, New York
March 23, 2023

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

This section of the Onondaga County Industrial Development Agency's (the Agency), a discretely presented component unit of Onondaga County, New York (the County), annual financial report presents our discussion and analysis of the Agency's financial performance during the year ended December 31, 2022. It should be read in conjunction with the Agency's financial statements and accompanying notes.

FINANCIAL STATEMENTS

The annual financial report of the Agency consists of two parts: Management's Discussion and Analysis (this section) and the basic financial statements and footnotes. The Agency is a self-supporting entity. The accounts are recorded in accordance with a proprietary fund type and consist of an enterprise fund. Proprietary fund type operating statements present increases and decreases in net position. The financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. The Agency does not maintain separate fund accounts.

Condensed Comparative Financial Information

	Year Ended December 31,		
	2022	2021	2020
Cash and cash equivalents	\$ 4,051,978	\$ 2,975,229	\$ 5,069,972
Receivables - agency fees	417,245	282,570	269,149
Receivables - White Pines pass through	209,113	-	-
Receivables - PILOT pass through	32,471	32,765	-
Capital assets	4,766,163	4,488,414	4,502,156
Investment in real property	29,508,083	6,180,006	-
Total assets	<u>38,985,053</u>	<u>13,958,984</u>	<u>9,841,277</u>
Current liabilities	624,164	749,875	386,715
Note payable to Onondaga County	25,888,840	1,747,910	-
Total liabilities	<u>26,513,004</u>	<u>2,497,785</u>	<u>386,715</u>
Net position:			
Net investment in capital assets	4,766,163	4,488,414	4,502,156
Unrestricted	7,705,886	6,972,785	4,952,406
Total net position	<u>\$ 12,472,049</u>	<u>\$ 11,461,199</u>	<u>\$ 9,454,562</u>

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

FINANCIAL STATEMENTS (continued)

The change in assets, liabilities and net position categories for the year ended December 31, 2022 compared to December 31, 2021 included the following:

- Total operating cash increased \$1,042,621 due to current operations, which included an increase of cash from Agency fees of \$710,940 and \$507,927 from National Grid for various grants. The Agency spent \$1,857,846 in cash expenses, with \$750,744 being related to the White Pine Commerce Park site in 2022.
- Investment in real property represents the spending related to the White Pine Commerce Park for purchases of land, including incidental costs to purchase such land. The agency spent \$23,328,077 for these purchases of in real property during 2022.
- Current liabilities decreased \$125,711, primarily due to the timing of professional fees related to the White Pine Commerce Park site, offset by a net increase of \$357,062 of an escrow for an Agency project.
- The note payable to Onondaga County of \$25,888,840 represents the advances and accrued interest against a note agreement entered into with Onondaga County in 2021 (amended in 2022) which provides up to \$45,000,000 of available credit to assist the Agency in funding its program incentives, projects, asset development and work related improvements. The primary use of the advances are related to the White Pine Commerce Park.
- The Agency's total net position increased \$1,010,850. Operating revenues exceeded operating expenses by \$1,494,928 in the current year, a net decrease of \$513,099 from prior year. Operating expenditures totaling \$1,392,265 primarily consists of White Pine Commerce Park development costs totaling \$725,928 which increased \$660,933 compared to 2021. General and administrative expenses totaling \$338,064 primarily consist of ordinary business expenses of the Agency, such as rent, professional fees and other Agency related expenses. In addition, included within the \$338,064 was an expense of \$155,000 for a cancelled project whereby such agency fees were recorded as receivables in 2021.

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

Condensed Comparative Financial Information (continued)

	December 31,		
	2022	2021	2020
Operating revenues	\$ 2,887,193	\$ 2,334,950	\$ 2,803,839
Operating expenses	1,392,265	326,923	1,951,084
Operating income (loss)	1,494,928	2,008,027	852,755
Other revenues (expenses)	(484,078)	(1,390)	1,577
Change in net position	1,010,850	2,006,637	854,332
Net position - beginning of year	11,461,199	9,454,562	8,600,230
Net position - end of year	<u>\$ 12,472,049</u>	<u>\$ 11,461,199</u>	<u>\$ 9,454,562</u>

Change in financial categories between the year ended December 31, 2022 and the year ended December 31, 2021 include the following:

- Operating Revenues increased \$552,243, net in 2022 compared to a decrease of \$1,079,180 in 2021. This was primarily due to the following: 1) Increase in overall Agency fees received of \$799,429 compared to 2021. Significant Agency fees included \$570,458 from Baldwinsville Senior Housing Preservation LLC, \$567,500 from Trey Jay LOSO, LLC, \$140,201 from Fayette Manlius LLC and \$126,025 from 1046 Old Seneca Turnpike, LLC. 2) Decrease of \$828,554 in 2022 for reimbursement of costs related to the White Pine Commerce Park from Onondaga County and a utility company which were not recurring transactions in 2022; 3) Increase of \$373,811 of grants from a utility company for work related to the White Pine Commerce Park and 4) Increase of pass-through income of \$206,203 compared to 2021 for services primarily related to White Pine Commerce Park that will be reimbursed by a Company that will utilize the Park.
- Operating Expenses increased \$1,065,342 in 2022. The most significant increase pertains to development costs at the White Pine Commerce Park which increased \$660,933. In addition, pass-through expense increased \$206,203 compared to 2021 for services primarily related to White Pine Commerce Park that will be reimbursed by a Company that will utilize the Park. General and administrative increased \$187,379 primarily due to a cancelled project fee of \$155,000.

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

Analysis of Overall Financial Position and Results of Operations

The Agency is engaged in activities to support economic growth in Onondaga County, including job creation and retention, and increasing the net wealth of the County. The Agency does not receive any general appropriations from local, county or state government to support its operations. The Agency collects revenue for its operating purposes from the issuance of bonds and straight lease transactions and from interest on investments. In the year ended December 31, 2022, the Agency received \$2,010,510 from agency and other fees, an increase of \$710,940 from the prior year.

The Agency's staff services are provided by the Onondaga County Office of Economic Development. The Agency compensates the County for these services based on budgeted expenses; in 2022, the County did not charge the Agency for the expenses incurred.

Capital Assets and Investment in Real Property

As of December 31, 2022, the Agency's investment in capital assets was \$4,766,163, net of depreciation. The Agency's capital assets include the White Pine Commerce Park of (\$3,621,793) (WPCP, formerly known as the Clay Business Park), land, buildings and equipment. WPCP is currently an undeveloped industrial park in the Town of Clay. The Agency acquired the land in the park for the purpose of attracting a large commercial/industrial project in the Town of Clay. WPCP parcels purchased currently are generally classified as investment in real property, totaling \$29,508,083, as the Agency is working with a Company who will utilize the WPCP. The Agency previously acquired property on North Salina Street, in the City of Syracuse, and is leasing the premises to Onondaga Community College to house a workforce development training program. Finally, the Agency invested in the rehabilitation of the real property at 800 Hiawatha Blvd, also in the City of Syracuse, whereby its capital asset of land is \$604,840

Contacting the Agency's Financial Management

This financial report is designed to provide Onondaga County citizens and taxpayers, and the clients of the Agency, with a general overview of the Agency's finances. If you have questions about this report or need additional financial information, contact the Executive Director, Onondaga County Industrial Development Agency, 335 Montgomery Street, 2nd Floor, Syracuse, New York 13202.

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Statements of Net Position

ASSETS		
	<u>2022</u>	<u>2021</u>
Current assets		
Cash and cash equivalents - unrestricted	\$ 4,051,978	2,975,229
Receivables - agency fees	417,245	282,570
Receivables - White Pines pass through	209,113	-
Receivables - PILOT pass through	32,471	32,765
Total current assets	<u>4,710,807</u>	<u>3,290,564</u>
Non-current assets		
Capital assets, net	4,766,163	4,488,414
Investment in real property	29,508,083	6,180,006
Total non-current assets	<u>34,274,246</u>	<u>10,668,420</u>
Total assets	<u><u>\$ 38,985,053</u></u>	<u><u>\$ 13,958,984</u></u>
LIABILITIES AND NET POSITION		
Current liabilities		
Accounts payable	\$ 10,200	\$ 692,110
Payables - White Pines pass through	199,431	-
Payables - PILOT pass through	32,471	32,765
Escrows and deposits	382,062	25,000
Total current liabilities	<u>624,164</u>	<u>749,875</u>
Non-current liabilities		
Note payable to Onondaga County, including accrued interest	25,888,840	1,747,910
Total non-current liabilities	<u>25,888,840</u>	<u>1,747,910</u>
Total liabilities	26,513,004	2,497,785
Net investment in capital assets	4,766,163	4,488,414
Unrestricted Net Position	7,705,886	6,972,785
Total net position	<u>12,472,049</u>	<u>11,461,199</u>
	<u><u>\$ 38,985,053</u></u>	<u><u>\$ 13,958,984</u></u>

The accompanying notes are an integral part of these financial statements

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Statements of Revenues, Expenses and Changes in Net Position

	Year Ended December 31,	
	2022	2021
Operating revenue:		
Agency and other fees	\$ 2,145,185	\$ 1,345,756
Reimbursement - Onondaga County	-	663,002
Reimbursement of developmental costs	-	165,552
Pass-through income - White Pines	209,113	2,910
Rent income	11,500	11,500
Subsidies, grants, and donations	507,927	134,116
Other income	13,468	12,114
Total operating revenues	<u>2,887,193</u>	<u>2,334,950</u>
Operating expenses:		
General and administrative	338,064	150,685
Development costs - White Pines	725,928	64,995
Financial assistance grants	-	41,907
Pass-through expense - White Pines	209,113	2,910
Depreciation expense	16,898	16,898
Professional fees	69,300	33,546
Other expenses	4,106	5,436
Seminars and meetings	28,856	10,546
Total operating expenses	<u>1,392,265</u>	<u>326,923</u>
Operating income	<u>1,494,928</u>	<u>2,008,027</u>
Non-operating income (expenses):		
Interest income	2,449	739
Interest expense	(486,527)	(2,129)
Total non-operating income (expenses)	<u>(484,078)</u>	<u>(1,390)</u>
Change in net position	1,010,850	2,006,637
Net position - beginning of the year	<u>11,461,199</u>	<u>9,454,562</u>
Net position - end of year	<u>\$ 12,472,049</u>	<u>\$ 11,461,199</u>

The accompanying notes are an integral part of these financial statements

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Statements of Cash Flows

	Years Ended December 31,	
	2022	2021
Cash flows from operating activities		
Cash received for agency and other fees	\$ 2,010,510	\$ 1,299,570
Cash received for reimbursement	-	828,554
Cash received for grants	507,927	134,116
Cash received for rent and other fees	24,968	23,614
Cash received and due to other governments	-	(76,075)
Cash received for escrows, net	357,062	-
Cash paid for economic development	(725,928)	(47,686)
Cash paid for contractual support services	-	-
Cash payments for professional services	(78,982)	(175,164)
Cash payments for general and administrative expenses	(1,019,974)	(212,015)
Cash payment for financial assistance grants	-	(70,759)
Cash payments for other operating expenses	(4,106)	(5,436)
Cash paid for seminars and meetings	(28,856)	(10,546)
Net cash flows from operating activities	<u>1,042,621</u>	<u>1,688,173</u>
Cash flows from capital and related financing activities		
Proceeds from note payable to Onondaga County	23,654,403	1,745,781
Purchases of capital assets	(294,647)	(3,156)
Investments in real property	(23,328,077)	(5,526,280)
Net cash flows from capital and related financing activities	<u>31,679</u>	<u>(3,783,655)</u>
Cash flows from noncapital financing activities		
Net cash received for interest on notes outstanding	<u>2,449</u>	<u>739</u>
Net cash flows from financing activities	<u>2,449</u>	<u>739</u>
Change in cash and cash equivalents	1,076,749	(2,094,743)
Cash and cash equivalents - beginning of year	2,975,229	5,069,972
Cash and cash equivalents - end of year	<u>\$ 4,051,978</u>	<u>\$ 2,975,229</u>

The accompanying notes are an integral part of these financial statements

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Statements of Cash Flows (continued)

	Years Ended December 31,	
	2022	2021
Reconciliation of operating income to net cash flows from		
Operating activities:		
Operating income	\$ 1,494,928	\$ 2,008,027
Adjustment to reconcile operating income to net cash flow from operating activities:		
Depreciation	16,898	16,898
Changes in:		
Receivables - agency fees	(134,675)	(46,186)
Receivables - White Pines pass through	(209,113)	-
Receivables - PILOT pass through	294	-
Accounts payable	(681,910)	(214,491)
Payables - White Pines pass through	199,431	-
Payables - PILOT pass through	(294)	(76,075)
Escrows and Deposits	357,062	-
Net cash flows from operating activities	<u>\$ 1,042,621</u>	<u>\$ 1,688,173</u>

The accompanying notes are an integral part of these financial statements

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Notes to Financial Statements

1. Organization

The New York State Industrial Development Agency Act of 1969 provided for the use of industrial revenue bond financing for the expansion and growth of industry in New York State. The Onondaga County Industrial Development Agency (the Agency) was created in accordance with the provisions of this Act in 1970 by a resolution passed by the County of Onondaga, New York (the County) Legislature.

The Agency is a special-purpose government, a financing authority, which is a separate legal entity, governed by a board consisting of seven board members. The Agency was formed to promote and develop the economic growth of the County and to assist in attracting industry to the County through bond and sale/leaseback financing programs and other activities. The Agency created under this Act is a corporate governmental agency constituting a public benefit corporation.

The County Legislature appoints the entire governing board and there is a potential for the County to impose its will on the Agency, and as such, the Agency is considered a discretely presented component unit of the County based on the criteria set forth by the Governmental Accounting Standards Board (GASB).

2. Summary of Significant Accounting Policies

Measurement Focus and Basis of Accounting

The Agency operates as an enterprise fund. Enterprise funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position, financial position, and cash flows. All assets and liabilities (whether current or noncurrent) and deferred inflows and outflows associated with their activities are reported. Fund equity is classified as net position.

The Agency utilizes the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or an economic asset is used.

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 and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Income Tax Status

The Agency is a governmental corporation, exempt from federal and state income taxes. New York State Public Authorities Law, Title 10, Section 2975-A established a cost recovery of central governmental services to various public authorities. On November 1 of each year, the Director of the Division of Budget determines the assessment amount owed under this section by each industrial development agency in New York State.

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Notes to Financial Statements

2. Summary of Significant Accounting Policies (continued)

Cash and Cash Equivalents

Cash and cash equivalents consist of cash held in checking and money market accounts.

Accounts Receivable

Accounts receivable are stated at their outstanding balances. The Agency considers all accounts receivable to be fully collectible. If collection becomes doubtful, the Agency will either set up an allowance for doubtful accounts or if deemed completely uncollectible, the accounts will be charged against income in the current period. Unpaid balances remaining after the stated payment terms are considered past due. Recoveries of previously charged off accounts are recorded when received.

Management did not believe an allowance for doubtful accounts was necessary at December 31, 2022 and 2021.

Capital Assets

Capital asset purchases are recorded at historical cost or fair market value at the date of acquisition. Depreciation expense is recorded on a straight-line basis over the assets' estimated useful life of 5 to 39 years. The Agency's policy is to capitalize all additions greater than \$1,000 with a useful life of more than 5 years.

Pollution Remediation Obligations

Pollution remediation obligation are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities. Obligations to clean up spills of hazardous wastes or hazardous substances and obligations to remove contamination such as asbestos are pollution remediation obligations. Pollution remediation activities may include the following: (1) pre-cleanup activities, such as site assessments and site investigations, (2) cleanup activities, (3) government oversight and enforcement-related activities and (4) operation and maintenance of the remedy, including post remediation monitoring. Pollution remediation outlays including outlays for property, plant and equipment are expensed when a liability is incurred. The Agency will capitalize certain pollution remediation outlays for properties for which it anticipates a future sale. The Agency will only capitalize amounts that would result in the carrying amount of the property to not exceed its estimated fair value upon completion of the remediation. The Agency currently has a parcel of land with known pollution and is currently performing various remediation activities. The carrying amount of this parcel of land is \$604,840 as of December 31, 2022 and 2021.

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Notes to Financial Statements

2. Summary of Significant Accounting Policies (continued)

Investment in Real Property

The Agency considers investment in real property to be real property that is acquired and held primarily for the purpose of income or profit and has a present service capacity based solely on its ability to generate cash or be sold to generate cash. Investment in real property purchases are recorded at cost, including (1) the contract/purchase price; (2) the costs of closing the transaction and obtaining title, including commissions, options, legal fees, title search, insurance, and past due taxes; (3) the costs of surveys; and (4) the cost of preparing the property for its intended use.

At December 31, 2022, investment in real property consists of land related to the White Pine Commerce Park purchased with the intention to expand the Park to approximately 1,250 acres to meet the larger geographic footprint necessary to support future development. The investment in real property balance at December 31, 2022 is comprised of the purchase price and following incidental costs:

Purchase price	\$ 27,913,077
Administrative costs:	
Insurance	6,872
Taxes and tax credits	21,380
Closing costs	69,191
Option agreement fee	100,000
Legal fees	1,104,703
Site analysis and developmental costs	292,860
Balance - December 31, 2022	<u><u>\$ 29,508,083</u></u>

Operating Revenues and Non-Operating Revenues

The Statements of Revenues, Expenses, and Changes in Net Position distinguishes between operating and non-operating revenues. Operating revenues, such as fee and rental income, result from exchange transactions associated with the principal activities of the Agency. Exchange transactions are those in which each party to the transaction receives or gives up essentially equal values. Non-operating revenues arise from exchange transactions not associated with the Agency's principal activities and from all non-exchange transactions.

Revenue Recognition

Agency and other fee revenue are recognized by the Agency at the date of closing when the related bonds are issued. Interest income is recorded when earned.

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Notes to Financial Statements

2. Summary of Significant Accounting Policies (continued)

Net Position

GASB requires the classification of net position into three components. These classifications are displayed in three components below:

- a. Net investment in capital assets - capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position - net position with constraints placed on their use either by (1) external groups such as creditors or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - all other assets that do not meet the definition of net investment in capital assets or restricted net position.

It is the Agency's policy to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

3. Financial Assistance Program

The Agency provided grants to small businesses and not-for-profit corporations for the purpose of acquiring personal protective equipment (PPE) and/or installing fixtures necessary to prevent the spread of COVID-19 in accordance with New York State General Municipal Law (GML) enacted in June 2020. The grants could not exceed \$10,000 and must meet eligibility criteria as described in GML. The total amount of grants disbursed were \$0 and \$70,759 for the year ended December 31, 2022 and 2021, respectively.

4. Tax Abatement Programs

The Industrial Development Agency Act (the "Act") of New York State sets forth the powers that the Agency can carry out. In accordance with the Act, the Agency was created to stimulate economic development, growth, and general prosperity for the people of Onondaga County by using incentives, rights, and powers in an efficient and cooperative manner. Qualified Agency projects are eligible for sales, mortgage, and real property tax exemptions. The Agency may also assist a projects' financing by issuing taxable and tax exempt bonds and by providing information on complementary financing such as fixed asset and working capital lending programs.

The Agency has instituted a Uniform Tax Exemption Policy ("UTEP") (last revised 9/15/20) which provides guidelines for the granting of real property, mortgage recording, and sales and use tax exemptions. To be eligible for financial assistance, the recipient of the financial assistance must abide by the requirements of this policy and complete an application process as instituted by the Agency.

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Notes to Financial Statements

4. Tax Abatement Programs (continued)

In accordance with New York State General Municipal Law, the Agency has instituted a Recapture Policy (last revised 9/15/20) which allows for the recapture of financial incentive assistance provided to recipients for failure to comply with such Recapture Policy. New York State requires a mandatory recapture of the New York State portion of sales and use taxes for recipients for which the recipient was a) not entitled to; b) in excess of the amounts authorized by the Agency; c) for property or services not authorized by the Agency; and/or d) for a recipient that has failed to comply with material term or condition to use of the property or services in the manner required by any of the project documents between the recipient and the Agency. With respect to all other financial assistance provided to the recipient, the Agency shall have the right to suspend, discontinue, recapture or terminate financial assistance to any recipient to the extent that: a) for projects that utilized local sales and use tax exemptions, the project was not entitled to such exemptions, such exemptions were in excess of the amounts authorized by the Agency, and/or such exemptions were for property or services not authorized by the Agency; b) the recipient, upon completion of their project, fails to reach and maintain at least 75% of its employment requirements for job creation and/or retention; c) the total investment actually made with respect to the project at the project's completion date is less than 75% of its investment requirement; d) the recipient fails to provide annually to the Agency certain information to confirm that the project is achieving the investment, job retention, job creation, and other objectives of the project; or e) there otherwise occurs any event of default under any project document or material violation of the terms and conditions of any project document.

The Agency has not made any commitments as part of the agreements other than to reduce taxes. The Agency has chosen to disclose information about its tax abatement agreements individually. The Agency has listed all of its projects that were approved for the periods ended December 31, 2022 and 2021:

Project	December 31, 2022			
	Abatement			Total
	Mortgage	Sales	PILOT	
Fayette Manlius, LLC	\$ 66,825	\$ 228,800	\$ 1,841,278	\$ 2,136,903
Immediate Mailing Services, Inc.	3,600	88,000	31,661	123,261
J.W. Didado Electric, LLC	51,479	323,000	303,658	678,137
1046 Old Seneca Turnpike, LLC	143,287	1,084,800	-	1,228,087
Cryomech, Inc.	105,200	637,934	324,042	1,067,176
Peregrine	92,326	350,000	1,080,029	1,522,355
Baldwinsville Senior Housing Preservation	-	-	8,722,137	8,722,137
	<u>\$ 462,717</u>	<u>\$ 2,712,534</u>	<u>\$ 12,302,805</u>	<u>\$ 15,478,056</u>

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Notes to Financial Statements

4. Tax Abatement Programs (continued)

Project	December 31, 2021			
	Abatement			Total
	Mortgage	Sales	PILOT	
Camillus Mills Redevelopment Co., Inc. & Camillus Mills Phase II, LLC	\$ 84,750	\$ 349,800	\$ -	\$ 434,550
UR-Ban Villages PFA, LLC	116,587	1,163,592	1,088,875	2,369,054
Taft Solar, LLC & SLH II LLC	-	37,128	183,116	220,244
NYCANNA LLC	-	800,000	-	800,000
RPNY Solar 5 LLC	12,200	55,340	156,652	224,192
SSC Cicero LLC	-	-	33,049	33,049
Stewart Hancock Partners LLC & Dunn Tire LLC	37,425	250,000	284,900	572,325
Ultra Dairy LLC	-	180,000	253,677	433,677
Ranalli Super DC LLC	225,000	1,920,000	3,859,115	6,004,115
C2 NY Sentinel Heights Solar LLC	-	306,250	1,243,328	1,549,578
Brolex Plank Road LLC	38,250	204,400	-	242,650
DL Manufacturing, Inc. & Metz Properties LLC	13,125	76,000	363,531	452,656
Treyjay LOSO LLC	353,700	2,500,000	-	2,853,700
OYA Camillus A LLC	-	295,810	611,799	907,609
OYA Camillus B LLC	-	300,673	625,963	926,636
Milton Real Properties of Massachusetts LLC & Southworth-Milton, Inc. d/b/a Milton CAT	-	1,040,000	-	1,040,000
	<u>\$ 881,037</u>	<u>\$ 9,478,993</u>	<u>\$ 8,704,005</u>	<u>\$ 19,064,035</u>

5. Deposits with Financial Institutions and Investments

The Agency follows an investment and deposit policy, the overall objective of which is to adequately safeguard the principal amount of funds invested or deposited; conform with federal, state and other legal requirements; and provide sufficient liquidity of invested funds in order to meet obligations as they become due. Oversight of investment activity is the responsibility of the Executive Director.

Monies must be deposited in Federal Deposit Insurance Corporation (FDIC) insured commercial banks or trust companies located within and authorized to do business in New York State (the State). Collateral is required for deposits and certificates of deposit not covered by FDIC insurance. Obligations that may be pledged as collateral are those identified in New York State General Municipal Law, Section 10 and outlined in the New York State Comptroller's Financial Management Guide.

Interest Rate

Risk Interest rate risk is the risk that the fair value of investments will be affected by changing interest rates. The Agency has an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.)

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Notes to Financial Statements

5. Deposits with Financial Institutions and Investments

Credit Risk

The Agency's policy is to minimize the risk of loss due to failure of an issuer or other counterparty to an investment to fulfill its obligations. The Agency's investments and deposit policy authorizes the Agency to purchase the following types of investments:

- Obligations of the United States of America;
- Obligations where payment of principal and interest are guaranteed by the United States of America;
- Obligations of New York State;
- Special time deposit account; and
- Certificates of deposit.

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a failure of a depository financial institution, the reporting entity may not recover its deposits. In accordance with the Agency's investment and deposit policy, all deposits of the Agency including certificates of deposit and special time deposits, in excess of the amount insured under the provisions of the Federal Deposit Insurance Act (FDIA) shall be secured by a pledge of securities with an aggregate value equal to the aggregate amount of deposits.

The Agency restricts the securities to the following eligible items:

Obligations issued, or fully insured or guaranteed as to the payment of principal and interest, by the United States of America, an agency thereof or a United States government sponsored corporation;

- Obligations partially insured or guaranteed by an agency of the United States of America;
- Obligations issued or fully insured or guaranteed by the State of New York;
- Obligations issued by a municipal corporation, school district or district corporation of New York State;
- Obligations issued by states (other than New York State) of the United States of America rated in one of the two highest rating categories by at least one Nationally Recognized Statistical Rating Organization (NRSRO).

The Agency maintained cash balances of \$3,172,022 and \$2,975,229 in cash and cash equivalents at December 31, 2022 and 2021, respectively, with financial institutions insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per bank for interest bearing and non-interest bearing accounts. The remaining balance was collateralized by a third party in accordance with New York State General Municipal Law, Section 10 and the Agency's policies.

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Notes to Financial Statements

6. Capital Assets

Capital asset activity for the year ended December 31, 2022 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Non depreciable land:				
White Pine Commerce Park	\$ 3,327,146	\$ 294,647	\$ -	\$ 3,621,793
435 North Salina	17,084	-	-	17,084
800 Hiawatha	604,840	-	-	604,840
Subtotal	<u>3,949,070</u>	<u>294,647</u>	<u>-</u>	<u>4,243,717</u>
Depreciable:				
Buildings	634,422	-	-	634,422
Furniture and Fixtures	6,018	-	-	6,018
Subtotal	<u>640,440</u>	<u>-</u>	<u>-</u>	<u>640,440</u>
Total capital assets	<u>4,589,510</u>	<u>294,647</u>	<u>-</u>	<u>4,884,157</u>
Accumulated depreciation:				
Buildings	97,603	16,267	-	113,870
Furniture and Fixtures	3,493	631	-	4,124
Total	<u>101,096</u>	<u>16,898</u>	<u>-</u>	<u>117,994</u>
Net capital assets	<u>\$ 4,488,414</u>	<u>\$ 277,749</u>	<u>\$ -</u>	<u>\$ 4,766,163</u>

Capital asset activity for the year ended December 31, 2021 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Non depreciable land:				
White Pine Commerce Park	\$ 3,327,146	\$ -	\$ -	\$ 3,327,146
435 North Salina	17,084	-	-	17,084
800 Hiawatha	604,840	-	-	604,840
Subtotal	<u>3,949,070</u>	<u>-</u>	<u>-</u>	<u>3,949,070</u>
Depreciable:				
Buildings	634,422	-	-	634,422
Furniture and Fixtures	2,862	3,156	-	6,018
Subtotal	<u>637,284</u>	<u>3,156</u>	<u>-</u>	<u>640,440</u>
Total capital assets	<u>4,586,354</u>	<u>3,156</u>	<u>-</u>	<u>4,589,510</u>
Accumulated depreciation:				
Buildings	81,336	16,267	-	97,603
Furniture and Fixtures	2,862	631	-	3,493
Total	<u>84,198</u>	<u>16,898</u>	<u>-</u>	<u>101,096</u>
Net capital assets	<u>\$ 4,502,156</u>	<u>\$ (13,742)</u>	<u>\$ -</u>	<u>\$ 4,488,414</u>

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Notes to Financial Statements

6. Capital Assets (continued)

The Agency owns the White Pine Commerce Park, which is a business park located in the Town of Clay, northern Onondaga County. The Agency is developing the business park to be a build-ready site suitable for an array of local and global market sectors. Land acquisition related to the White Pine Commerce Park is included in investment in real property, including incidental costs incurred. In addition, on February 9, 2023, the Agency's board approved the sale of its property at 435 North Salina Street for \$190,000. As of December 31, 2022, the net book value of this property was \$537,636.

7. Agency-Induced Financings

The total amount of industrial development, civic facility and pollution control financing issued through the Agency outstanding as of December 31, 2022 amounted to approximately \$68,800,024. These financing obligations are not obligations of the Agency as the Agency acts a conduit for the obligations. The Agency does not have the obligation to repay the principal and interest of such obligations, as such, the obligations are not reflected as long-term obligations of the Agency.

8. Due to Onondaga County

The Agency will reimburse the County for a portion of the cost of operation of the Onondaga County Office of Economic Development. In exchange for this funding, the staff of the office provides operational and project implementation support services for the Agency. There were no funds committed by the Agency for the year ended December 31, 2022. There were no outstanding support service expenses due at December 31, 2022 and 2021.

9. Property Leases and Bonds Payable

In accordance with its corporate purpose, the Agency has issued bonds to promote and develop various businesses within the County. The Agency holds legal title to the properties, under which such bonds were issued in order for business to acquire or renovate various facilities. The Agency's primary function is to arrange financing between borrowing companies and bondholders (conduit debt). For providing this service, the Agency receives administration fees from the borrowing companies. Total bonds outstanding were \$68,800,024 and \$88,427,932 at December 31, 2022 and 2021, respectively, which represent non-recourse debt of the Agency. The Agency does not have the obligation to repay the principal and interest of such obligations, as such, the obligations are not reflected as long-term obligations of the Agency.

10. Payments in Lieu of Taxes Agreements (PILOT)

The Agency has entered into PILOT agreements with various companies whereas the company will make annual payments in lieu of taxes to the Agency and the Agency will remit the annual payments to the appropriate tax jurisdictions. The Agency records a liability for any amounts paid by companies to the Agency but not distributed to the tax jurisdictions as of yearend. A total of \$9,220,708 and \$9,483,434 of PILOT payments passed through the Agency for the years ended 2022 and 2021, respectively. Total due to other governments was \$32,471 and \$32,765, respectively, at December 31, 2022 and 2021.

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Notes to Financial Statements

11. Operating Lease

On February 1, 2016, the Agency entered into a lease agreement with Onondaga Community College (OCC) which allowed OCC to lease building space for educational purposes. In lieu of a monthly rental fee, OCC agreed to perform improvements to the space that became the property of the Agency upon installation and will not revert back to OCC upon lease termination on January 31, 2021. The initial terms of the lease agreement were amended and the new terms commenced on July 1, 2016. The lease agreement now provides for guaranteed rent of \$9,000 per year through the new lease termination on January 31, 2026.

12. Note Payable to Onondaga County

On October 7, 2021 the Agency entered into an Optional Advance Limited Recourse Demand Promissory Grid Note (the Note) with Onondaga County (the County). The County made available \$20,000,000 to assist the Agency in funding its program incentives, projects, asset development, and work related improvements. The Note bears interest at an annual rate of the greater of 0.91% per annum or the applicable federal rate, capitalized on an annual basis. The unpaid principal balance and accrued interest is payable in full on demand, which is to be a minimum of five years from the commencement of the Note, absent the occurrence and continuance of an event of default. Prepayments must be made in the amount of excess application fees generated and received by the Agency, and are to be applied first to any unpaid interest.

On October 27, 2022, the Note was amended whereby the total available was increased to \$45,000,000. The Note requires the Agency to comply with certain federal regulations as the monies from Onondaga County were from the American Rescue Plan Act ("ARPA"). The Agency is deemed a contractor as evidenced by the Note, therefore the Note is not classified as a subaward under 2 CFR §200.1.

The Agency received advances of \$23,654,404 and incurred \$486,527 of interest during 2022. The annual mid-term applicable federal rate for December 2022 was 4.34%. No excess application fees were received, therefore no payments were required. The entire principal received and interest incurred as of December 31, 2022 are recorded as non-current liabilities on the statement of net position as the earliest demand date available to the County is October 2026. As of December 31, 2022, the Agency's note payable totaled \$25,886,711 (included accrued interest of \$488,656).

13. Concentration of Credit Risk

Financial instruments that potentially subject the Agency to credit risk consist principally of receivables.

14. Subsequent Events

In preparing the financial statements, management of the Agency has evaluated events and transactions for potential recognition or disclosure through March 23, 2023, the date the financial statements were available to be issued. There were no additional events or transactions that were discovered during the evaluation that required further disclosure, except for as described in Note 6.

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Supplemental Schedule of Revenue Bonds and Other Bonds (Conduit Debt Obligations)
For the Year Ended December 31, 2022

Project Number	Description of Financing	Closing Date	Interest at issuance	Current Interest Rate	Bonds Outstanding at January 1, 2022	Incurred During 2022	Paid During 2022	Bonds Outstanding at December 31, 2022	Term Ending Date
3101-06-10-C	OCIDA Pollution Control Revenue Bonds (Anheuser-Busch Project) 2006 Series B	July 21, 2006	4.95%		\$ 2,200,000	\$ -	\$ -	\$ 2,200,000	7/1/2036
3101-94-01A	OCIDA Sewage Facilities Revenue Bonds (Bristol-Myers Squibb Company Project) Series 1994	March 29, 1994	5.75%		35,000,000	-	35,000,000	-	3/1/2024
3101-95-01A	OCIDA Civic Facility Revenue Bonds (Discovery Center of Science and Technology Project) Series 1995	July 1, 1995	4.00%		2,498,500	-	164,885	2,333,615	7/1/2025
3101-07-16A	OCIDA Variable Rate Demand Industrial Development Revenue Bonds (G.A. Braun, Inc. Project) Series 2007	December 20, 2007	2.27%	2.01%	4,990,000	-	295,000	4,695,000	6/1/2034
3101-15-08B	OCIDA Multi-Modal Revenue Bonds (G.A. Braun, Inc. Project) Series 2015A	December 15, 2015	2.03%	2.58%	2,847,000	-	-	2,847,000	12/1/2041
3101-15-08B	OCIDA Multi-Modal Revenue Bonds (G.A. Braun, Inc. Project) Series 2015B (Taxable)	December 15, 2015	2.97%	3.74%	1,583,813	-	343,613	1,240,200	12/1/2026
3101-15-04A	OCIDA Tax-exempt Multi-Modal Revenue Bonds (Syracuse Label Co., Inc. Project) Series 2015 (reissued)	November 16, 2016	1.92%		4,788,049	-	-	4,788,049	12/1/2041
3101-02-08A	OCIDA Multi-Modal Variable rate Civic Facility Revenue Bonds (YMCA of Greater Syracuse, Inc. Project) Series 2003A	November 9, 2003			2,415,000	-	550,000	1,865,000	11/1/2025
3101-17-04B	OCIDA Tax-exempt Revenue Bonds (Old Thompson Road, LLC Project) Series 2017A/B	December 1, 2017		2.87%	9,375,570	-	231,410	9,144,160	12/1/2042
				Subtotal	\$ 65,697,932	\$ -	\$ 36,584,908	29,113,024	

The accompanying notes are an integral part of these financial statements

ONONDAGA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
(A Discretely Presented Component Unit of the County of Onondaga, New York)

Supplemental Schedule of Revenue Bonds and Other Bonds (Conduit Debt Obligations)
For the Year Ended December 31, 2022

Project Number	Description of Financing	Closing Date	Interest at issuance	Current Interest Rate	Bonds Outstanding at January 1, 2022	Incurred During 2022	Paid During 2022	Bonds Outstanding at December 31, 2022	Term Ending Date
3101-07-05C	OCIDA Variable Rate Demand Industrial Development Revenue Bonds (ICM Controls Corp. Project) Series 2007	December 20, 2007	6.30%	2.10%	\$ 1,610,000	\$ -	\$ 1,610,000	\$ -	12/1/2027
3101-04-11A	OCIDA Civic Facility Revenue Bonds (Manlius Library Project) Series 2005	April 28, 2005	4.00%	4.63%	740,000	-	100,000	640,000	12/15/2029
3101-07-13A	OCIDA Civic Facility Revenue Bonds (Marcellus Free Library Project) Series 2007	June 29, 2007	4.00%	4.13%	975,000	-	145,000	830,000	6/1/2027
3101-03-07A	OCIDA Civic Facility Revenue Bonds (Minoa Free Library Project) Series 2004A	February 1, 2004	5.00%	5.38%	565,000	-	30,000	535,000	2/1/2034
3101-07-21A	OCIDA Civic Facility Revenue Bonds (Onondaga Free Library Project) Series 2008	March 1, 2008	4.00%	5.13%	2,070,000	-	105,000	1,965,000	3/1/2037
3101-02-01A	OCIDA Civic Facility Revenue Bonds (Salina Free Library Project) Series 2002A	December 1, 2002	5.20%	5.68%	295,000	-	55,000	240,000	12/1/2026
3101-05-15B	OCIDA Variable Rate Demand Civic Facility Revenue Bonds (Syracuse Research Corporation Project) Series 2005	December 14, 2005	7.70%	1.76%	8,700,000	-	760,000	7,940,000	12/1/2031
3101-06-11B	OCIDA Variable Rate Demand Civic Facility Revenue Bonds (Syracuse Home Association Project) Series 2007	June 21, 2007	4.00%	4.00%	7,775,000	-	325,000	7,450,000	6/30/2027
3101-19-07A	OCIDA Multifamily Housing Revenue Bonds (Baldwinsville Senior Housing Preservation, LLC Project) Series 2022	May 18, 2022	4.00%	4.00%	-	20,087,000	-	20,087,000	12/1/2024
					Subtotal	\$ 22,730,000	\$ 20,087,000	\$ 3,130,000	\$ 39,687,000
					Carryforward subtotal - previous page	65,697,932	-	36,584,908	29,113,024
					Grand Total	\$ 88,427,932	\$ 20,087,000	\$ 39,714,908	\$ 68,800,024

The accompanying notes are an integral part of these financial statements