

City of Albany
Industrial Development Agency

21 Lodge Street
 Albany, New York 12207
 (p): 518.434.2532
 (f): 518.434.9846

Tracy Metzger, Chair
 Susan Pedo, Vice Chair
 Darius Shahinfar, Treasurer
 C. Anthony Owens, Secretary
 Lee Eck
 Dominick Calsolaro
 Robert Schofield

Sarah Reginelli, Chief Executive Officer
 Mark Opalka, Chief Financial Officer
 John Reilly, Agency Counsel

**City of Albany Industrial Development Agency
 Annual Investment Report
 For the Year-Ending 12/31/15**

As required by the City of Albany IDA's (the Agency) investment policy, the annual investment report is hereby submitted for your review. The following chart identifies the depositories of Agency funds as well as balances invested at year-end.

The National Union Bank of Kinderhook 1 Hudson Street Kinderhook, NY 12106	\$2,331,839
Key Bank of New York, NA Key Plaza 66 South Pearl Street Albany, NY 12207	\$54,676

All Agency funds are held in either a money market or checking account at each of the financial institutions listed above and are either covered by FDIC insurance or collateralized. While not included in the New York State Authorities Budget Office definition of "investments," these holdings are considered "investments" by the Agency's policy manual. In late 2015, the Agency started to transition its funds over to Kinderhook Bank. By the end of 2016, all funds of the Agency will be held at Kinderhook Bank. A summary of the activity in the Agency's checking and money market accounts for the year-ending December 31, 2015 is as follows:

Checking Accounts

	<u>Key Bank</u>	<u>Kinderhook Bank</u>
Beginning Balance 1/1/15	\$1,890,073	\$ 0
Additions during year	1,251,886	141,834
Withdrawals during year	(3,087,514)	0
Interest Earned	<u>231</u>	<u>0</u>
Ending Balance 12/31/15	<u>\$ 54,676</u>	<u>\$141,834</u>

Money Market Accounts

	<u>Key Bank</u>	<u>Kinderhook Bank</u>
Beginning Balance 1/1/15	\$66,620	\$ 0
Additions during year	0	2,190,002
Withdrawals during year	66,627	0
Interest Earned	<u>7</u>	<u>3</u>
Ending Balance 12/31/15	<u>\$ 0</u>	<u>\$2,190,005</u>

Please note that a detailed summary of the cash activity of the Agency is provided at each Board meeting.

Interest Income:

Interest income for 2015 was equal to \$241, about \$109 less than 2014 earnings of \$350. This decrease in income was a result of lower interest rates being earned on the Agency's balances in 2015.

Annual Audit:

The firm of Teal, Becker & Chiarmonte has been engaged to perform an audit of the 2015 financial activity of the Agency. As part of this engagement, Teal, Becker & Chiarmonte will audit the balances of the Agency's depository accounts. This audit is expected to be completed in March 2016.