

**HOST COMMUNITY GREENWAY
FUND STANDING COMMITTEE**

**SCHEDULE OF FUNDS AVAILABLE AND
SCHEDULE OF SOURCES AND USES OF FUNDS**

JUNE 30, 2017

INDEPENDENT AUDITORS' REPORT

The Board of Directors
Host Community Greenway Fund Standing Committee

We have audited the accompanying schedule of funds available of the Host Community Greenway Fund Standing Committee (the Committee) as of June 30, 2017, and the related schedule of sources and uses of funds for the three year period July 1, 2014 to June 30, 2017 and the related notes to the schedules (the schedules).

Management's Responsibility for the Schedules

Management is responsible for the preparation and fair presentation of these schedules in accordance with the financial reporting provisions of the Host Community Relicensing Settlement Agreement, dated June 27, 2005, and the Standing Committee Protocol, approved May 28, 2008. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the schedules that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these schedules based on our audit. We conducted our audit 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 schedules are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the schedules. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the schedules, 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 schedules 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 schedules.

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 schedules referred to above present fairly, in all material respects, the financial position of the Committee as of June 30, 2017, and the changes in its sources and uses of funds for the three year period July 1, 2014 to June 30, 2017 in accordance with the financial reporting provisions of the Host Community Relicensing Settlement Agreement, dated June 27, 2005, and the Standing Committee Protocol, approved May 28, 2008.

Additional Information

Our audit was conducted for the purpose of forming an opinion on the schedules as a whole. The accompanying bank activity summary and bank activity schedules are presented for purposes of additional analysis and are not a required part of the schedules. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the schedules. The information has been subjected to the auditing procedures applied in the audit of the schedules and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the schedules or to the schedules themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the schedules as a whole.

Lumsden & McCormick, LLP

March 27, 2018

HOST COMMUNITY GREENWAY FUND STANDING COMMITTEE

Schedule of Funds Available

June 30, 2017

Assets

Cash **\$ 4,419,232**

Funds available

For host communities **\$ 4,374,456**

For administrative expenses **44,776**

4,419,232

HOST COMMUNITY GREENWAY FUND STANDING COMMITTEE

Schedule of Sources and Uses of Funds

For the period July 1, 2014 through June 30, 2017

Sources of funds:

New York Power Authority contributions for Greenway Recreation/Tourism Fund	\$ 9,000,000
Reimbursement by host communities for unused project expenses	598,906
Interest income	11,752
	<u>9,610,658</u>

Uses of funds:

Host communities project expenses	7,607,233
Bank fees	30
	<u>7,607,263</u>

Change in funds available 2,003,395

Funds available - beginning 2,415,837

Funds available - ending \$ 4,419,232

HOST COMMUNITY GREENWAY FUND STANDING COMMITTEE

Notes to the Schedules

1. Summary of Significant Accounting Policies:

Nature of Organization:

The Host Community Greenway Fund Standing Committee (the Committee) was organized pursuant to the Host Community Relicensing Settlement Agreement (HCRSA), dated June 27, 2005. The Committee consists of eight members and administers and oversees projects financed by the Greenway Recreation/Tourism Fund (the Fund). The Committee has responsibility for selecting projects to be financed by the Fund and for ensuring that funds are used for construction and/or rehabilitation of parks, recreation, and related facilities, for the purpose of redefining the Niagara riverfront, promoting tourism, enhancing the environment, and advancing the economic revitalization of the Niagara River Greenway within Niagara County. Annual payments from the New York Power Authority (NYPA) of \$3,000,000 are handled by the Committee. The members include NYPA and the seven host communities: the County of Niagara, the City of Niagara Falls, the Town of Lewiston, the Town of Niagara, the Niagara Wheatfield Central School District, the Niagara Falls City School District, and the Lewiston Porter Central School District. All funds remaining at year end are allocated to the host communities with the exception of amounts held for payment of administrative costs.

Basis of Accounting:

The Committee's revenue consists of pass-through funds received from NYPA for the host communities, along with interest earnings on those funds. Amounts from NYPA are recognized when due in accordance with the HCRSA; interest is recognized in the year it is earned. Such amounts are allocated to members in accordance with the 2009 Amended/Restated Bylaws of the Niagara Power Coalition, Inc.

These special-purpose schedules are presented in conformity with the requirements of the HCRSA and the Standing Committee Protocol, approved May 28, 2008, and are not intended to be a presentation in conformity with generally accepted accounting principles.

This agreement requires that expenses are accounted for on a cash basis and include payments for administrative expenses and projects approved by the Committee in accordance with the requirements reflected in the HCRSA.

2. Amounts Due to Member Entities

Cash balances and allocation percentages as of June 30, 2017 are as follows:

		Annual Allocation	Accumulated Funds
Niagara Falls City School District	14%	\$ 420,000	\$ 229,678
Lewiston Porter Central School District	14%	420,000	435,208
Niagara Wheatfield Central School District	12%	360,000	1,443,696
City of Niagara Falls	17%	510,000	412,589
Town of Lewiston	17%	510,000	378,579
County of Niagara	13%	390,000	150,924
Town of Niagara	13%	390,000	1,323,782
Administrative funds		-	44,776
		<u>\$ 3,000,000</u>	<u>\$ 4,419,232</u>

HOST COMMUNITY GREENWAY FUND STANDING COMMITTEE

Bank Activity Summary for the period July 1, 2014 - June 30, 2017

DATE	Balance 7/1/2014	Deposits	Interest	Returned Grant Funds	Fees	Withdrawal	Balance 6/30/2017
HC Committee Clearing Account	\$ 44,776	\$ 9,000,000	\$ -	\$ -	\$ -	\$ (9,000,000)	\$ 44,776
Member accounts:							
Town of Lewiston	\$ 135,804	\$ 1,530,000	\$ 693	\$ -	\$ -	\$ (1,287,918)	\$ 378,579
Niagara Falls City School District	33,982	1,260,000	1,559	-	-	(1,065,863)	229,678
Lewiston-Porter Central School District	434,443	1,260,000	765	-	-	(1,260,000)	435,208
Niagara-Wheatfield Central School District	360,829	1,080,000	2,867	-	-	-	1,443,696
Town of Niagara	390,362	1,170,000	3,534	496,726	-	(736,840)	1,323,782
City of Niagara Falls	639,648	1,530,000	1,791	102,180	(30)	(1,861,000)	412,589
Niagara County	375,993	1,170,000	543	-	-	(1,395,612)	150,924
Member Accounts Total	\$ 2,371,061	\$ 9,000,000	\$ 11,752	\$ 598,906	\$ (30)	\$ (7,607,233)	\$ 4,374,456

HOST COMMUNITY GREENWAY FUND STANDING COMMITTEE

Bank Activity for the period July 1, 2014 - June 30, 2015

DATE		HCSC Main Account 822-82617-8	Town of Lewiston 822-67019-4	N.F. School Dist 822-67106-9	Lew-Port School Dist 822-67135-2	N-W School Dist 822-67174-3	Town of Niagara 822-67257-0	City of N.F. 822-67342-8	Niagara County 822-67435-1	Activity Total	TOTAL
7/1/2014	Beginning Balance	\$ 44,776	\$ 135,804	\$ 33,982	\$ 434,443	\$ 360,829	\$ 390,362	\$ 639,648	\$ 375,993	\$ 2,415,837	\$ 2,415,837
7/1/2014	Deposit	3,000,000	-	-	-	-	-	-	-	3,000,000	5,415,837
7/1/2014	Funds Transfer	(3,000,000)	510,000	420,000	420,000	360,000	390,000	510,000	390,000	-	5,415,837
7/2/2014	Withdraw Low-Port Recreational	-	-	-	(420,000)	-	-	-	-	(420,000)	4,995,837
7/23/2014	Withdraw -Town of Lewiston - American Legion	-	(175,000)	-	-	-	-	-	-	(175,000)	4,820,837
7/31/2014	Interest	-	25	19	19	31	33	98	33	258	4,821,095
8/29/2014	Interest	-	19	18	17	29	31	91	30	235	4,821,330
9/30/2014	Interest	-	21	20	19	32	34	101	34	261	4,821,591
10/16/2014	Withdraw - Academy Park Ice Rink	-	(205,220)	-	-	-	-	-	-	(205,220)	4,616,371
10/28/2014	Withdraw - Gratwick Marina	-	-	-	-	-	-	(300,000)	-	(300,000)	4,316,371
10/31/2014	Interest	-	16	19	18	31	33	98	31	246	4,316,617
11/28/2014	Interest	-	10	17	17	28	30	88	18	208	4,316,825
12/17/2014	Veterans Memorial Park Refund	-	-	-	-	-	496,726	-	-	496,726	4,813,551
12/18/2014	Withdraw - Gill Creek Nature Trail	-	-	(6,210)	-	-	-	-	-	(6,210)	4,807,341
12/31/2014	Interest	-	12	20	20	33	72	104	21	282	4,807,623
1/21/2015	Withdraw - Lytle Nature Preserve	-	-	-	-	-	-	-	(6,400)	(6,400)	4,801,223
1/21/2015	Withdraw - Wilson Harbor Revital.	-	-	-	-	-	-	-	(220,000)	(220,000)	4,581,223
1/30/2015	Interest	-	11	18	18	30	105	95	16	293	4,581,516
2/13/2015	Withdraw - Lockport Locks District	-	-	-	-	-	-	-	(160,200)	(160,200)	4,421,316
2/27/2015	Interest	-	10	17	17	28	98	88	6	264	4,421,580
3/31/2015	Interest	-	12	20	19	32	112	101	3	299	4,421,879
4/30/2015	Interest	-	11	18	18	30	105	95	3	280	4,422,159
5/29/2015	Interest	-	11	18	17	29	102	91	3	271	4,422,430
6/25/2015	Withdraw - Various Projects	-	-	-	-	-	-	(1,150,000)	-	(1,150,000)	3,272,430
6/30/2015	Interest	-	10	21	19	27	112	81	4	274	3,272,704
	Ending Balance	\$ 44,776	\$ 265,752	\$ 447,997	\$ 434,661	\$ 721,189	\$ 1,277,955	\$ 779	\$ 79,595	\$ 3,272,704	

HOST COMMUNITY GREENWAY FUND STANDING COMMITTEE

Bank Activity for the period July 1, 2015 - June 30, 2016

DATE		HCSC Main Account 822-82617-8	Town of Lewiston 822-67019-4	N.F. School Dist 822-67106-9	Lew-Port School Dist 822-67135-2	N-W School Dist 822-67174-3	Town of Niagara 822-67257-0	City of N.F. 822-67342-8	Niagara County 822-67435-1	Activity Total	TOTAL
7/1/2015	Beginning Balance	\$ 44,776	\$ 265,752	\$ 447,997	\$ 434,661	\$ 721,189	\$ 1,277,955	\$ 779	\$ 79,595	\$ 3,272,704	\$ 3,272,704
7/1/2015	Deposit	3,000,000	-	-	-	-	-	-	-	3,000,000	6,272,704
7/1/2015	Funds Transfer	(3,000,000)	510,000	420,000	420,000	360,000	390,000	510,000	390,000	-	6,272,704
7/2/2015	Withdraw- LPSD Recreational Comp	-	-	-	(420,000)	-	-	-	-	(420,000)	5,852,704
7/31/2015	Interest	-	33	37	19	92	142	22	20	365	5,853,069
8/14/2015	Withdraw - Ye Olde Log Cabin	-	-	-	-	-	-	-	(169,512)	(169,512)	5,683,557
8/26/2015	Withdraw - Joseph Davis Remediation	-	(100,000)	-	-	-	-	-	-	(100,000)	5,583,557
8/26/2015	Withdraw - Stella Niagara Preserve	-	(50,000)	-	-	-	-	-	-	(50,000)	5,533,557
8/31/2015	Interest	-	32	37	18	92	142	22	16	359	5,533,916
9/30/2015	Interest	-	34	48	18	89	137	28	12	366	5,534,282
10/30/2015	Withdraw - Wheatfield River Road	-	-	-	-	-	-	-	(70,000)	(70,000)	5,464,282
10/30/2015	Withdraw - Adaptive Paddle Sport	-	-	-	-	-	-	-	(31,500)	(31,500)	5,432,782
10/30/2015	Withdraw - Kiwanis Park	-	(45,000)	-	-	-	-	-	-	(45,000)	5,387,782
10/30/2015	Withdraw - Academy Ice Rink	-	(126,640)	-	-	-	-	-	-	(126,640)	5,261,142
10/30/2015	Withdraw - Colonia Village Park	-	(55,000)	-	-	-	-	-	-	(55,000)	5,206,142
10/30/2015	Interest	-	40	57	18	89	137	34	12	387	5,206,529
11/4/2015	Withdraw - Town of Niagara Recreation	-	-	-	-	-	(353,840)	-	-	(353,840)	4,852,689
11/13/2015	Withdraw - Town of Niagara Recreation	-	-	-	-	-	(353,840)	-	-	(353,840)	4,498,849
11/30/2015	Interest	-	17	59	18	92	89	35	8	318	4,499,167
12/8/2015	Deposit - Refunds	-	-	-	-	-	-	102,180	-	102,180	4,601,347
12/9/2015	Withdraw - Customhouse	-	-	-	-	-	-	(131,000)	-	(131,000)	4,470,347
12/9/2015	Withdraw - LaSalle Greenway	-	-	-	-	-	-	(410,000)	-	(410,000)	4,060,347
12/9/2015	Withdraw - Riverview 53rd Street	-	-	-	-	-	-	(20,000)	-	(20,000)	4,040,347
12/14/2015	Withdraw - Riviera Theatre	-	-	-	-	-	-	-	(50,000)	(50,000)	3,990,347
12/14/2015	Withdraw - Cambria Comfort Street	-	-	-	-	-	-	-	(80,000)	(80,000)	3,910,347
12/14/2015	Withdraw - Historical Society	-	-	-	-	-	-	-	(28,000)	(28,000)	3,882,347
12/31/2015	Withdraw - Sanborn Park Restoration	-	(35,000)	-	-	-	-	-	-	(35,000)	3,847,347
12/31/2015	Withdraw - Colonial Village	-	(33,500)	-	-	-	-	-	-	(33,500)	3,813,847
12/31/2015	Withdraw - Pletcher Road Park	-	(33,500)	-	-	-	-	-	-	(33,500)	3,780,347
12/31/2015	Interest	-	17	59	18	92	65	8	3	262	3,780,609
1/13/2016	Error Correction	-	-	-	-	-	353,840	-	-	353,840	4,134,449
1/30/2016	Interest	-	12	55	17	86	87	1	1	259	4,134,708
2/29/2016	Interest	-	13	59	18	92	112	1	1	296	4,135,004
3/31/2016	Interest	-	13	59	18	92	112	1	1	296	4,135,300
4/19/2016	Withdraw - Weber Property Acquisition	-	-	-	-	-	(43,000)	-	-	(43,000)	4,092,300
4/30/2016	Interest	-	12	55	17	86	103	1	1	275	4,092,575
5/31/2016	Interest	-	13	61	19	95	112	1	1	302	4,092,877
6/8/2016	Withdraw - Sanborn Main Streetscape	-	(6,000)	-	-	-	-	-	-	(6,000)	4,086,877
6/8/2016	Withdraw - Lower Niagara River Road	-	(35,600)	-	-	-	-	-	-	(35,600)	4,051,277
6/8/2016	Withdraw - Sanborn Area Historical Society	-	(200,000)	-	-	-	-	-	-	(200,000)	3,851,277
6/30/2016	Deposit	3,000,000	-	-	-	-	-	-	-	3,000,000	6,851,277
6/30/2016	Interest	-	3	57	21	88	103	1	1	274	6,851,551
	Ending Balance	\$ 3,044,776	\$ 55,751	\$ 868,640	\$ 434,880	\$ 1,082,274	\$ 1,272,456	\$ 52,114	\$ 40,660	\$ 6,851,551	

HOST COMMUNITY GREENWAY FUND STANDING COMMITTEE

Bank Activity for the period July 1, 2016 - June 30, 2017

		HCSC Main Account	Town of Lewiston	N.F. School Dist	Lew-Port School Dist	N-W School Dist	Town of Niagara	City of N.F.	Niagara County	Activity	TOTAL
DATE		822-82617-8	822-67019-4	822-67106-9	822-67135-2	822-67174-3	822-67257-0	822-67342-8	822-67435-1	Total	TOTAL
7/1/2016	Beginning Balance	\$ 3,044,776	\$ 55,751	\$ 868,640	\$ 434,880	\$ 1,082,274	\$ 1,272,456	\$ 52,114	\$ 40,660	\$ 6,851,551	\$ 6,851,551
7/1/2016	Funds Transfer	(3,000,000)	510,000	420,000	420,000	360,000	390,000	510,000	390,000	-	6,851,551
7/7/2016	Withdraw - Artpark Interactive	-	(100,000)	-	-	-	-	-	-	(100,000)	6,751,551
7/7/2016	Withdraw - Stella Niagara Preserve	-	(50,000)	-	-	-	-	-	-	(50,000)	6,701,551
7/12/2016	Withdraw - Wire to NPC (Legal Fees)	-	(23,500)	-	-	-	-	-	-	(23,500)	6,678,051
7/12/2016	Withdraw - Lew-Porter Recreational	-	-	-	(420,000)	-	-	-	-	(420,000)	6,258,051
7/25/2016	Withdraw - Veteran's Memorial	-	-	-	-	-	(340,000)	-	-	(340,000)	5,918,051
7/29/2016	Interest	-	20	102	31	115	127	36	17	448	5,918,499
8/31/2016	Interest	-	18	117	20	130	120	41	19	465	5,918,964
9/30/2016	Interest	-	16	106	18	119	109	37	18	423	5,919,387
10/7/2016	Interest	-	4	25	4	28	25	9	4	99	5,919,486
10/31/2016	Interest	-	5	73	6	82	75	32	6	279	5,919,765
11/30/2016	Interest	-	7	11	8	13	12	5	8	64	5,919,829
11/30/2016	Interest	-	55	106	61	118	108	46	60	554	5,920,383
12/8/2016	Withdraw - NFSD Recreational Debt	-	-	(1,059,653)	-	-	-	-	-	(1,059,653)	4,860,730
12/31/2016	Interest	-	36	40	40	122	112	48	39	437	4,861,167
1/31/2017	Interest	-	17	19	18	123	112	48	18	355	4,861,522
2/28/2017	Interest	-	15	18	17	111	102	43	17	323	4,861,845
3/31/2017	Interest	-	17	20	18	123	112	48	18	356	4,862,201
4/20/2017	Withdraw - Lewiston Mohawk Trail	-	(13,958)	-	-	-	-	-	-	(13,958)	4,848,243
4/21/2017	Correction of Error	-	-	-	-	-	-	-	280,000	280,000	5,128,243
4/21/2017	Withdraw - Cambria Comfort Stn	-	-	-	-	-	-	-	(90,000)	(90,000)	5,038,243
4/21/2017	Withdraw - Youngstown Sidewalk	-	-	-	-	-	-	-	(100,000)	(100,000)	4,938,243
4/21/2017	Withdraw - Klimek Bandshell	-	-	-	-	-	-	-	(90,000)	(90,000)	4,848,243
4/25/2017	Error Correction	-	-	-	-	-	-	-	(280,000)	(280,000)	4,568,243
4/28/2017	Interest	-	14	16	16	103	94	40	15	298	4,568,541
5/16/2017	Withdraw - Centennial Circle Addl	-	-	-	-	-	-	(150,000)	-	(150,000)	4,418,541
5/16/2017	Withdraw - Fedwire Service Charge	-	-	-	-	-	-	(30)	-	(30)	4,418,511
5/31/2017	Interest	-	31	19	36	119	109	40	12	366	4,418,877
6/30/2017	Interest	-	31	19	35	116	109	32	13	355	4,419,232
	Ending Balance	\$ 44,776	\$ 378,579	\$ 229,678	\$ 435,208	\$ 1,443,696	\$ 1,323,782	\$ 412,589	\$ 150,924	\$ 4,419,232	