

**SCHUYLER COUNTY HUMAN SERVICES  
DEVELOPMENT CORPORATION**

**Watkins Glen, New York**

**FINANCIAL REPORT**

**December 31, 2009**

SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION

DECEMBER 31, 2009

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## Ciaschi • Dietershagen • Little • Mickelson & Company, LLP

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Frederick J. Ciaschi, C.P.A.

### INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Schuyler County Human Services  
Development Corporation  
Watkins Glen, New York

We have audited the accompanying financial statements of Schuyler County Human Services Development Corporation (the Corporation), a component unit of the County of Schuyler, as of and for the year ended December 31, 2009. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Corporation, as of December 31, 2009, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 25, 2010 on our consideration of the Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, 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* and important for assessing the results of our audit.

The Management's Discussion and Analysis on pages 2-2c is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

A handwritten signature in cursive script that reads "Ciaschi, Dietershagen, Little, Mickelson &amp; Company, LLP".

February 25, 2010  
Ithaca, New York

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SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2009

Schuyler County Human Services Development Corporation (the Corporation) was created in 2006 to encourage economic growth in Schuyler County.

The following Management's Discussion and Analysis (MD&A) provides a comprehensive overview of the Corporation's financial position as of December 31, 2009, and the results of its operations for the year then ended. Management has prepared the financial statements and related footnote disclosures along with this MD&A. The MD&A should be read in conjunction with the audited financial statements and related notes to financial statements of the Corporation, which directly follow the MD&A.

#### **FINANCIAL HIGHLIGHTS**

- Total revenues were \$416,790 in 2009 compared to \$237,167 in 2008.
- Total expenses were \$413,017 in 2009 compared to \$424,901 in 2008.
- Total revenues exceeded expenses by \$3,773 in 2009 compared to expenses exceeding revenues by \$187,734 in 2008.
- Net deficit at December 31, 2009 amounted to \$(332,977) compared to \$(336,750) at December 31, 2008.

#### **OVERVIEW OF THE BASIC FINANCIAL STATEMENTS**

The financial statements of the Corporation have been prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB).

The basic financial statements consist of a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Net Assets, a Statement of Cash Flows, and accompanying notes. These statements provide information on the financial position of the Corporation and the financial activity and results of its operations during the year. A description of these statements follows:

The Statement of Net Assets presents information on all of the Corporation's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator as to whether the financial position of the Corporation is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Net Assets presents information showing the change in the Corporation's net assets during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of cash flows. Thus, revenues and expenses reported in this statement include all items that will result in cash received or disbursed in future fiscal periods.

The Statement of Cash Flows provides information on the major sources and uses of cash during the year. The cash flow statement portrays net cash provided or used from operating, non-capital financing, capital financing, and investing activities.

SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2009

**FINANCIAL ANALYSIS OF THE CORPORATION AS A WHOLE**

The Corporation's total net deficit for fiscal year ended December 31, 2009, decreased by \$3,773. Our analysis below focuses on the net assets (*Figure 1*) and changes in net assets (*Figure 2*) of the Corporation's activities.

**Figure 1**

<b>Condensed Statement of Net Assets</b>	<b>Business-type Activities and Total Corporation</b>		<b>Total Dollar Change</b>
	<b>2008</b>	<b>2009</b>	<b>2008 - 2009</b>
<i>Current assets:</i>			
Cash - Unrestricted	\$ 20,504	\$ 20,042	\$ (462)
Rent receivable	-	126	126
<b>Total current assets</b>	<b>20,504</b>	<b>20,168</b>	<b>(336)</b>
<i>Noncurrent assets:</i>			
Cash - Restricted	413,164	413,000	(164)
Capital assets, net	4,863,551	4,733,674	(129,877)
Organizational costs, net	4,241	3,110	(1,131)
<b>Total assets</b>	<b>5,301,460</b>	<b>5,169,952</b>	<b>(131,508)</b>
<i>Current liabilities:</i>			
Accrued interest payable	45,119	44,185	(934)
Bonds payable in less than one year	134,346	139,346	5,000
<b>Total current liabilities</b>	<b>179,465</b>	<b>183,531</b>	<b>4,066</b>
<i>Noncurrent liabilities:</i>			
Bonds payable in more than one year	5,458,745	5,319,398	(139,347)
<b>Total liabilities</b>	<b>5,638,210</b>	<b>5,502,929</b>	<b>(135,281)</b>
(Deficiency) in capital assets, net of related debt	(729,540)	(725,070)	4,470
Restricted for debt service	413,164	413,000	(164)
Unrestricted net assets (deficiency)	(20,374)	(20,907)	(533)
<b>Total Net (Deficit)</b>	<b>\$ (336,750)</b>	<b>\$ (332,977)</b>	<b>\$ 3,773</b>

The decrease in capital assets is due to depreciation expense. The decrease in bonds payable is due to principal paid during the year. The net of depreciation expense and principal paid resulted in a decrease in deficiency in capital assets, net of related debt.

SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION  
 MANAGEMENT'S DISCUSSION AND ANALYSIS  
 (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2009

Our analysis in *Figure 2* considers the operations of the Corporation's activities.

**Figure 2**

<b>Changes in Net Assets</b>	<b>Business-type Activities and Total Corporation</b>		<b>Total Dollar Change</b>
	<b>2008</b>	<b>2009</b>	<b>2008 - 2009</b>
<i>Operating revenues:</i>			
<i>Rents</i>	\$ 228,154	\$ 416,705	\$ 188,551
<i>Nonoperating revenues:</i>			
<i>Interest and dividends</i>	9,013	85	(8,928)
<b>Total revenues</b>	<b>237,167</b>	<b>416,790</b>	<b>179,623</b>
<i>Operating expenses:</i>			
<i>Contractual expenses</i>	17,526	9,378	(8,148)
<i>Depreciation and amortization expenses</i>	131,010	131,008	(2)
<i>Nonoperating expenses:</i>			
<i>Interest expense</i>	276,365	272,631	(3,734)
<b>Total expenses</b>	<b>424,901</b>	<b>413,017</b>	<b>(11,884)</b>
<b>(DECREASE) INCREASE IN NET ASSETS</b>	<b>\$ (187,734)</b>	<b>\$ 3,773</b>	<b>\$ 191,507</b>

Rent revenue increased significantly in 2009 due to an increase in payments received from the County in accordance with the County's lease agreement. Interest and dividends decreased due to a significant decrease in invested cash balances during the year. Interest expense decreased due to a decrease in the principal amount of bonds payable during the year. Contractual expenses decreased due to a decrease in legal and accounting fees during 2009.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

The Corporation had invested \$4,733,674 in capital assets, net of accumulated depreciation of \$292,225, at December 31, 2009.

**Figure 3**

**Capital Assets, Net of Depreciation**

	<b>Business-type Activities and Total Corporation</b>		<b>Total Dollar Change</b>
	<b>2008</b>	<b>2009</b>	<b>2008 - 2009</b>
<i>Land</i>	\$ 40,639	\$ 40,639	\$ -0-
<i>Land improvements</i>	196,735	186,243	(10,492)
<i>Buildings and improvements</i>	4,626,177	4,506,792	(119,385)
<b>Totals</b>	<b>\$ 4,863,551</b>	<b>\$ 4,733,674</b>	<b>\$ (129,877)</b>

Depreciation expense amounted to \$129,877 for the year ended December 31, 2009.

SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION  
 MANAGEMENT'S DISCUSSION AND ANALYSIS  
 (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2009

**DEBT ADMINISTRATION**

Debt, considered a liability of Governmental Activities, amounted to \$5,458,744 at December 31, 2009, as shown in Figure 4.

**Figure 4**

<i>Outstanding Debt</i>	<i>Business-type Activities and Total Corporation</i>		<i>Total Dollar Change</i>
	<i>2008</i>	<i>2009</i>	<i>2008 - 2009</i>
<i>Bonds payable</i>	\$ 5,593,091	\$ 5,458,744	\$ (134,347)

Additional information on the maturities and terms of the Corporation's outstanding debt can be found in the notes to these financial statements.

**FACTORS BEARING ON THE CORPORATION'S FUTURE**

- There are no known factors that would have an impact on the economic climate of the community in the foreseeable future.

**CONTACTING THE CORPORATION'S FINANCIAL MANAGEMENT**

This financial report is designed to provide the Corporation's clients, investors, and creditors with a general overview of the Corporation's finances and to demonstrate the Corporation's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Schuyler County Administrator at 105 Ninth Street, Watkins Glen, New York 14891.

SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION  
STATEMENT OF NET ASSETS  
DECEMBER 31, 2009

**ASSETS**

Current Assets:	
Cash - Unrestricted	\$ 20,042
Rent receivable	126
	20,168
Total Current Assets	20,168
Noncurrent Assets:	
Cash - Restricted	413,000
Capital Assets:	
Nondepreciable capital assets	40,639
Depreciable capital assets, net of accumulated depreciation	4,693,035
	4,733,674
Total capital assets, net	4,733,674
Organizational costs, net of accumulated amortization	3,110
	3,110
Total Noncurrent Assets	5,149,784
Total Assets	\$ 5,169,952

**LIABILITIES AND NET ASSET (DEFICIENCY)**

Current Liabilities:	
Accrued interest payable	\$ 44,185
Bond payable - Less than one year	139,346
	183,531
Total Current Liabilities	183,531
Noncurrent Liabilities:	
Bonds payable - More than one year	5,319,398
	5,319,398
Total Liabilities	5,502,929
Net Assets:	
(Deficit) investment in capital assets, net of related debt	(725,070)
Restricted for debt service	413,000
Unrestricted net (deficit)	(20,907)
	(332,977)
Total Net (Deficit)	(332,977)
Total Liabilities and Net Assets	\$ 5,169,952

See Independent Auditor's Report and Notes to Financial Statements

SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION  
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2009

Operating Revenues:	
Rent	\$ <u>416,705</u>
Total Operating Revenues	<u>416,705</u>
Operating Expenses:	
Contractual expenses	9,378
Depreciation and amortization	<u>131,008</u>
Total Operating Expenses	<u>140,386</u>
Operating Income	<u>276,319</u>
Nonoperating Income (Expense):	
Interest and dividends	85
Interest (expense)	<u>(272,631)</u>
Total Nonoperating (Expense)	<u>(272,546)</u>
Total Net Income - Revenues Over (Expenses)	3,773
Net (Deficit), January 1, 2009	<u>(336,750)</u>
Net (Deficit), December 31, 2009	\$ <u><u>(332,977)</u></u>

See Independent Auditor's Report and Notes to Financial Statements

SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2009

Cash Flows from Operating Activities:	
Cash received from providing services	\$ 416,579
Cash payments - Contractual expenses	<u>(9,378)</u>
Net Cash Provided by Operating Activities	<u>407,201</u>
Cash Flows from Noncapital Financing Activities:	
	<u>-0-</u>
Cash Flows from Capital and Related Financing Activities:	
Cash payments - Bond principal	(140,000)
Cash payments - Interest expense	<u>(267,912)</u>
Net Cash (Used) by Capital and Related Financing Activities	<u>(407,912)</u>
Cash Flows from Investing Activities:	
Interest and dividend income received	<u>85</u>
Net Cash Provided by Investing Activities	<u>85</u>
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	(626)
Cash and Cash Equivalents, January 1, 2009	<u>433,668</u>
Cash and Cash Equivalents, December 31, 2009	<u>\$ 433,042</u>
Reconciliation of net income to net cash provided by operating activities:	
Operating income	\$ 276,319
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation and amortization	131,008
Increase in rents receivable	<u>(126)</u>
Net Cash Provided by Operating Activities	<u>\$ 407,201</u>

See Independent Auditor's Report and Notes to Financial Statements

SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

Note 1 - Summary of Significant Accounting Policies

The financial statements of Schuyler County Human Services Development Corporation (the Corporation) have been prepared in conformity with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The Corporation has the option to apply FASB pronouncements issued after that date to its Business-type Activities and Enterprise Funds and has elected to do so. The more significant of the Corporation's accounting policies are described below.

A. Organization and Purpose

The Corporation was created in 2006 by the Schuyler County Legislature under the provisions of Section 1411 of the Not-For-Profit Corporation Law of the State of New York for the purpose of encouraging economic growth in Schuyler County. The Corporation is exempt from federal, state, and local income taxes. The Corporation, although established by the Schuyler County Board of Legislators, is a separate entity and operates independently of the County. The Corporation is considered a component unit of the County.

B. Basis of Accounting

The accounts of the Corporation are maintained on the accrual basis of accounting.

C. Cash and Cash Equivalents

The Corporation considers all highly liquid investments having an original maturity of three months or less to be cash equivalents.

D. Equity Classifications

Statement of Net Assets:

- Invested in Capital Assets, Net of Related Debt  
Consists of 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.
- Restricted Net Assets  
Consists of net assets with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or 2) law through constitutional provisions or enabling legislation.
- Unrestricted Net Assets  
Consists of all other net assets that do not meet the definition of "restricted."

E. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2009

F. Capital Assets

All capital assets are valued at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized.

Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives of the assets. Business-type capital assets purchased or acquired with an original cost of over \$5,000 and having a useful life of greater than one year are capitalized. The estimated useful lives for business-type capital assets are as follows:

Buildings and improvements	40 years
Land improvements	20 years

G. Income tax Status

The Corporation is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

Note 2 - Detail Notes

A. Assets

1. Cash and Investments

The Corporation's investment policies are governed by State statutes. In addition, the Corporation has its own written investment policy. The Corporation's monies must be deposited in FDIC-insured commercial banks or trust companies located within the state. The Treasurer is authorized to use demand accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury and U.S. Agencies, repurchase agreements, and obligations of New York State or its localities.

Collateral (security) is required for demand and time deposits and certificates of deposit not covered by Federal Deposit Insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of the state and its municipalities and school districts, obligations of Puerto Rico, obligations of municipalities of other states, obligations of domestic corporations, mortgage related securities, commercial paper and bankers acceptances, and zero coupon obligations of the United States.

Deposits are valued at cost or cost plus interest, and are categorized as both uninsured and either (1) uncollateralized, (2) collateralized by securities held by the pledging financial institution or (3) collateralized by securities held by the pledging financial institutions' trust department or agent but not in the depositor-government's name.

Total financial institution (bank) balances at December 31, 2009, per the bank, were \$433,042 and were fully collateralized.

Restricted cash and cash equivalents at December 31, 2009 consisted of debt service reserve funds, in accordance with bond indenture.

SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2009

2. Capital Assets

Capital asset activity for the year ended December 31, 2009, was as follows:

	Balance at 12/31/08	Additions	Deletions	Balance at 12/31/09
Non-depreciable Capital Assets:				
Land	\$ 40,639	\$	\$	\$ 40,639
Total Non-depreciable Capital Assets	<u>40,639</u>	<u>-0-</u>	<u>-0-</u>	<u>40,639</u>
Depreciable Capital Assets:				
Building and improvements	4,775,409			4,775,409
Land improvements	<u>209,851</u>			<u>209,851</u>
Total Depreciable Capital Assets	<u>4,985,260</u>	<u>-0-</u>	<u>-0-</u>	<u>4,985,260</u>
Total Historical Cost	<u>5,025,899</u>	<u>-0-</u>	<u>-0-</u>	<u>5,025,899</u>
Less Accumulated Depreciation:				
Building and improvements	(149,232)	(119,385)		(268,617)
Land improvements	<u>(13,116)</u>	<u>(10,492)</u>		<u>(23,608)</u>
Total Accumulated Depreciation	<u>(162,348)</u>	<u>(129,877)</u>	<u>-0-</u>	<u>(292,225)</u>
Governmental Activities Capital Assets, Net	<u>\$ 4,863,551</u>	<u>\$ (129,877)</u>	<u>\$ -0-</u>	<u>\$ 4,733,674</u>

Depreciation expense amounted to \$129,877 for the year ended December 31, 2009.

3. Organizational Costs

The Corporation incurred costs related to creating the entity totaling \$5,654. These costs are amortized over five years. At December 31, 2009, amortization expense amounted to \$1,131 and accumulated amortization was \$2,544.

B. Liabilities

1. Debt

a. Summary of Debt

The following is a statement of serial bonds with a corresponding maturity schedule:

Description	Original Date of Issue	Original Amount	Interest Rate	Date of Final Maturity	Balance December 31,
Serial Bonds:					
2007 Tax-exempt revenue bonds	4/07	\$ <u>5,725,000</u>	3.5%-5%	5/1/32	\$ 5,585,000
Less: Unamortized bond issue costs					(315,719)
Add: Unamortized bond premium					<u>189,463</u>
Total					<u>\$ 5,458,744</u>

SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2009

b. Change in Indebtedness

The following represents changes in the Corporation's indebtedness during the year ended December 31, 2009:

	Balance January 1,	Additions	Deletions	Balance December 31,	Amount Due Within One Year
Serial Bonds	\$ 5,725,000	\$	\$ 140,000	\$ 5,585,000	\$ 145,000
Less: Unamortized bond issue costs	(329,855)	14,136		(315,719)	(14,137)
Add: Unamortized bond premium	197,946		8,483	189,463	8,483
 Total	 \$ <u>5,593,091</u>	 \$ <u>14,136</u>	 \$ <u>148,483</u>	 \$ <u>5,458,744</u>	 \$ <u>139,346</u>

The Corporation paid \$267,912 in interest on bonds during the year. Interest paid on the serial bonds varies from year to year, in accordance with the interest rates specified in the bond agreement.

Cash paid	\$ 267,912
Less: prior year accrued interest	(45,119)
Add: current year accrued interest	44,185
Less: amortization of bond premium	(8,483)
Add: amortization of bond issue costs	<u>14,136</u>
 Total	 \$ <u>272,631</u>

c. Debt Service Requirements

The following table summarizes the Corporation's future debt service requirements as of December 31, 2009:

Year	Corporation Serial Bonds		Total
	Principal	Interest	
2010	\$ 145,000	\$ 262,213	\$ 407,213
2011	150,000	256,687	406,687
2012	155,000	251,350	406,350
2013	160,000	245,637	405,637
2014	170,000	239,450	409,450
2015-2019	950,000	1,082,706	2,032,706
2020-2024	1,205,000	818,625	2,023,625
2025-2029	1,535,000	478,125	2,013,125
2030-2032	1,115,000	<u>85,376</u>	<u>1,200,376</u>
 Total	 \$ <u>5,585,000</u>	 \$ <u>3,720,169</u>	 \$ <u>9,305,169</u>

SCHUYLER COUNTY HUMAN SERVICES DEVELOPMENT CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2009

Note 3 - Leases

The Corporation's primary source of income is from the leasing of its facility. In addition to the lease with Schuyler County (see Note 4), there are additional leases with governmental agencies and not-for-profit organizations. These leases are for one year and may be extended upon written notice 60 days prior to the end of the lease term. Rents are due monthly and are based on the square-footage leased by lessee.

Note 4 - Transactions with Primary Government

The Corporation leases office space to Schuyler County. The Corporation is considered a component unit of the County because the Chairman of the County's Legislature appoints all voting and non-voting Directors of the Corporation. In addition, the Corporation primarily benefits the County. The lease amount is due April 25 and October 25 of each year and based on scheduled lease payments less the sum of the savings account balance on the payment dates less \$1,000. During the year ended December 31, 2009, the County paid \$301,164 and owed \$-0- on their lease rental commitment.

In addition, the Corporation's records are maintained by County employees at no charge to the Corporation.