

**Steuben Area Economic
Development Corporation**

**FINANCIAL STATEMENTS
& AUDITOR'S REPORT**

December 31, 2009 and 2008

STEUBEN AREA ECONOMIC DEVELOPMENT CORPORATION

CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	3
FINANCIAL STATEMENTS	
STATEMENTS OF FINANCIAL POSITION	4
STATEMENTS OF ACTIVITIES	5
STATEMENTS OF CASH FLOWS	6
NOTES TO FINANCIAL STATEMENTS	7

WHEAT & FITZPATRICK

CERTIFIED PUBLIC ACCOUNTANTS

6 GANSEVOORT STREET • BATH NY 14810-1611 • (607) 776-4308 • FAX: (607) 776-1465

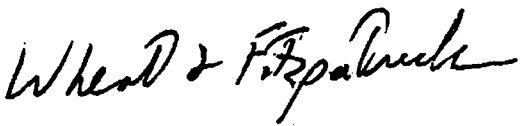
INDEPENDENT AUDITOR'S REPORT

Board of Directors
Steuben Area Economic Development Corporation

We have audited the accompanying statements of financial position of Steuben Area Economic Development Corporation (a nonprofit corporation), as of December 31, 2009 and 2008 and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of Steuben Area Economic Development Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 audits provide 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 Steuben Area Economic Development Corporation, as of December 31, 2009 and 2008 and the changes in its net assets and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.



February 18, 2010

STEUBEN AREA ECONOMIC DEVELOPMENT CORPORATION
STATEMENTS OF FINANCIAL POSITION
December 31,

ASSETS	<u>2009</u>	<u>2008</u>
CURRENT ASSETS		
Cash and Cash Equivalents	<u>\$ 157,248</u>	<u>\$ 161,088</u>
Total Assets	<u><u>\$ 157,248</u></u>	<u><u>\$ 161,088</u></u>
NET ASSETS		
Unrestricted	<u>\$ 157,248</u>	<u>\$ 161,088</u>
Total Liabilities and Net Assets	<u><u>\$ 157,248</u></u>	<u><u>\$ 161,088</u></u>

The accompanying notes are an integral part of this statement.

STEBEN AREA ECONOMIC DEVELOPMENT CORPORATION
STATEMENTS OF ACTIVITIES
Years Ended December 31,

	2009	2008
REVENUES		
Administrative Income	\$ 23,377	\$ 23,000
Interest Income	951	4,405
Other Income	-	2,244
	\$ 24,328	\$ 29,649
EXPENSES		
Accounting	1,800	1,800
Legal	3,014	-
Advertising	-	130
Conferences	-	325
Contributions	3,190	4,245
Dues & Memberships	4,904	2,523
Auto Expense	9,421	9,304
Office	-	235
Entertainment	3,941	5,105
Travel	1,898	6,332
	28,168	29,999
(Decrease) in Unrestricted Net Assets	(3,840)	(350)
Unrestricted Net Assets - Beginning of Year	161,088	161,438
Unrestricted Net Assets - End of Year	\$ 157,248	\$ 161,088

The accompanying notes are an integral part of this statement.

STEBEN AREA ECONOMIC DEVELOPMENT CORPORATION
STATEMENTS OF CASH FLOWS
Years Ended December 31,

	<u>2009</u>	<u>2008</u>
CASH PROVIDED		
(Decrease) in Unrestricted Net Assets	<u>\$ (3,840)</u>	<u>\$ (350)</u>
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	(3,840)	(350)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>161,088</u>	<u>161,438</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 157,248</u></u>	<u><u>\$ 161,088</u></u>

The accompanying notes are an integral part of this statement.

Steuben Area Economic Development Corporation
NOTES TO FINANCIAL STATEMENTS
December 31, 2009 and 2008

NOTE A - ORGANIZATION AND OPERATIONS

The Steuben Area Economic Development Corporation (The Corporation) has been established to aid Steuben County in promoting the economic welfare of its inhabitants and to actively promote, attract, encourage, and develop economically sound commerce and industry by enhancing job opportunities through assistance in constructing, maintaining and equipping industrial, commercial, manufacturing, and research facilities. The Corporation is designed to function as a prime community resource.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies consistently applied in the preparation of the Steuben Area Economic Development Corporation financial statements follows.

1. Cash and Cash Equivalents - The Corporation considers all short-term investments (including CD's) with maturities of three months or less to be cash equivalents.
2. Income Taxes - The Corporation is a not-for-profit organization and is exempt from income taxes under section 501(C)(4) of the Internal Revenue Code.
3. Basis of Accounting - The financial statements have been prepared on the accrual basis of accounting and in conformity with the standards promulgated by the American Institute of Certified Public Accountants in its audit guide, *Audits of Voluntary Health and Welfare Organizations*.
4. Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates.

Steuben Area Economic Development Corporation
NOTES TO FINANCIAL STATEMENTS - CONTINUED
December 31, 2009 and 2008

5. Financial Statement Presentation - The Organization adopted Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations". Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to the three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Organization is required to present a statement of cash flows. As permitted by this new statement, the Organization has discontinued its use of fund accounting and has, accordingly, reclassified its financial statements to present the three classes of net assets required. The Organization currently does not have any temporarily or permanently restricted net assets. This reclassification had no effect on the change in net assets for the years ended December 31, 2009 and 2008.