



## 2018 ANNUAL INVESTMENT REPORT

### Overview:

This investment report covers the Authority’s investment activity for 2018. This report is being prepared in accordance with Section 10.2 of the Authority’s bylaws, Section H of the Authority’s approved Investment Policy and pursuant to NYS Public Authority’s laws.

### Objectives of the Authority’s Investment Policy

1. Establish a system whereby current funds on hand in excess of immediate needs are invested to produce maximum earnings on these funds.
2. Assure that the investments are adequately safeguarded and will minimize any risk to the Authority.
3. Assure that the Authority is receiving a competitive rate of return on its investments.
4. Assure that adequate accounts and records are maintained which accurately reflect all investment transactions.
5. Comply with applicable restrictions imposed by law, including particularly but without limitation to the Authority Act and Title 7 of the Public Authorities Law, being Section 2925 thereof, or by trust indentures governing the Authority bonds, notes or other obligations.

The following bank accounts/investments were held during 2018:

FUND	BALANCE 1/1/2018	BALANCE 12/31/2018	CHANGE IN VALUE
REVENUE	\$3,244,584	\$4,197,627	\$953,043
REVENUE-CD’S	\$17,956,583	\$7,454,327	(\$10,502,256)
RBC-US Treasury Notes/CD’s	\$0	\$12,218,390	\$12,218,390
OPERATING	\$612,727	\$587,559	(\$25,168)
UTICA	\$730,097	\$775,689	45,592
UTICA-CD	\$175,000	\$176,139	\$1,139
ILION	\$110,285	\$76,579	(\$33,706)
LINER EXTENSION	\$4,710,196	\$1,147,788	(\$3,562,408)
LINER EXTENSION-CD	\$1,816,963	\$0	(\$1,816,963)
RLF LINER EXT-RBC-US TREASURY NOTES/CD’S	\$0	\$4,015,640	\$4,015,640
ASH LANDFILL CLOSURE	\$455,020	\$455,671	\$651
RLF CLOSURE	\$3,460,325	\$3,522,108	\$61,783
<b>TOTAL</b>	<b>\$33,271,780</b>	<b>\$34,627,517</b>	<b>\$1,355,737</b>

The following investments were held by our Trustee, Bank of New York/Mellon:

ACCT NAME	BALANCE 1/1/2018	BALANCE 12/31/2018	CHANGE IN VALUE
OHSWA- BOND REDEMPTION FUND	\$1,169,963	\$1,195,436	\$25,473
OHSWA-2006 DEBT SERVICE RESERVE FUND	\$2,027,296	\$2,027,325	\$29
OHSWA-2006 DEBT SERVICE FUND	\$1,424,712	\$1,350,572	(\$74,140)
OHSWA-2011 DEBT SERVICE RESERVE FUND	\$1,087,347	\$1,106,925	\$19,578
OHSWA-2011 DEBT SERVICE FUND	\$829,211	\$818,230	(\$10,981)
<b>TOTAL</b>	<b>\$6,538,529</b>	<b>\$6,498,488</b>	<b>(\$40,041)</b>

The increase in the Bond Redemption Fund was the result of a smaller drawdown of \$443,622 for the purchase of new equipment. The 2006 Debt Service Reserve Fund decreased as a result of a reduction in annual debt service.

OPENING BALANCE-TRUSTEE		\$6,538,529
<b>2018 ADDITIONS:</b>		
2018 DEBT SERVICE DEPOSITS		\$2,845,000
2018 BOND REDEMPTION DEPOSIT		\$450,000
2018 INTEREST EARNINGS		\$109,126
	<b>SUBTOTAL</b>	<b>\$9,942,655</b>
<b>2018 REDUCTIONS:</b>		
2018 BOND REDEMPTION		\$443,622
2018 DEBT SERVICE PAYMENTS		\$3,000,545
	<b>SUBTOTAL</b>	<b>\$3,444,167</b>
	<b>AVAILABLE BALANCE 12/31/2018</b>	<b>\$6,498,488</b>

The following represents the interest earnings paid for 2018:

SOURCE	EARNINGS
TRUSTEE-BANK OF NY MELLON	\$109,126
BANK OF UTICA	\$244,094
CHEMUNG TRUST	\$650
RBC	\$124,068
KEY BANK/TRUST	\$61,763
<b>TOTAL</b>	<b>\$415,633</b>

The earnings from the trustee were primarily driven from the investments for the Authority's debt service reserve funds. These funds are invested in repurchase agreements, treasury bonds and a forward delivery agreement.

During 2018 the Authority did not pay any investment advisor fees.