

Governance Information (Authority-Related)

| Question | Response | URL (if applicable) |
|--|----------|---|
| 1. Has the authority prepared its annual report on operations and accomplishments for the reporting period as required by section 2800 of PAL? | Yes | http://www.nfta.com/pdfs/Annual09.pdf |
| 2. As required by section 2800(9) of PAL, did the authority prepare an assessment of the effectiveness of its internal controls? | Yes | http://www.nfta.com/pdfs/Assess_Internal%20ControlFYE09.PDF |
| 3. Has the Authority named an internal control officer in accordance with section 2931 of PAL? | Yes | N/A |
| 4. Please enter the number of staff assigned the internal control function | 4 | N/A |
| 5. Has the lead audit partner for the independent audit firm changed in the last five years in accordance with section 2802(4) of PAL? | Yes | N/A |
| 6. Does the independent auditor provide non-audit services to the authority? | No | N/A |
| 7. Does the authority have an organization chart? | Yes | http://www.nfta.com/pdfs/OrganizationChart.XLS |
| 8. Are any authority staff also employed by another government agency? | No | |

Governance Information (Board-Related)

| Question | Response | URL |
|---|----------|---|
| 1. Has the Board established a Governance Committee in accordance with Section 2824(7) of PAL? | Yes | N/A |
| 2. Has the Board established an Audit Committee in accordance with Section 2824(4) of PAL? | Yes | N/A |
| 3. Provide a URL link where a list of Board committees can be found (including the name of the committee and the date established): | | http://www.nfta.com/pdfs/BoardCommitteeList.PDF |
| 4. Does the majority of the Board meet the independence requirements of Section 2825(2) of PAL? | Yes | N/A |
| 5. Provide a URL link to the minutes of the Board and committee meetings held during the covered fiscal year | | http://www.nfta.com/minutes.asp |
| 6. Has the Board adopted a statement of Board duties and responsibilities? | Yes | http://www.nfta.com/pdfs/BoardDutiesandResponsibilities.pdf |
| 7. Has the Board adopted bylaws and made them available to Board members and staff? | Yes | http://www.nfta.com/pdfs/Bylaws.PDF |
| 8. Has the Board adopted a code of ethics for Board members and staff? | Yes | http://www.nfta.com/pdfs/CodeofEthics.pdf |
| 9. Does the Board review and monitor the authority's implementation of financial and management controls? | Yes | N/A |
| 10. Does the Board execute direct oversight of the CEO and management in accordance with Section 2824(1) of PAL? | Yes | N/A |
| 11. Is there a separation of the Board and CEO/Senior Management positions in accordance with Section 2824(3) of PAL? | Yes | N/A |
| 12. Has the Board adopted policies for the following in accordance with Section 2824(1) of PAL? | | |
| Salary and Compensation | Yes | N/A |
| Time and Attendance | Yes | N/A |
| Whistleblower Protection | Yes | N/A |
| Defense and Indemnification of Board Members | Yes | N/A |
| 13. Has the Board adopted a policy prohibiting the extension of credit to Board members and staff in accordance with Section 2824(5) of PAL? | No | N/A |
| 14. Are the authority's Board members, officers, and staff required to submit financial disclosure forms in accordance with Section 2825(3) of PAL? | Yes | N/A |

Board of Directors Listing

| Name | Chair? | If Yes, Chair Designated By | Appointed By | Nominated By | Confirmed by Senate | Complied w/Training Requirement Of Section 2824 | Also holds elected or appointed State government position? | Also holds elected or appointed municipal government position? | Term Start Date | Term Expiration Date |
|-------------------|--------|--------------------------------------|-----------------|-----------------|------------------------|--|--|--|-----------------------|----------------------------|
| Crehan, Vincent G | No | | Governor | Other | Yes | Yes | No | No | 08/09/2008 | 06/30/2016 |
| Sloma, Henry M | No | | Governor | Governor | Yes | Yes | No | No | 06/30/2005 | 06/30/2010 |
| Zemsky, Howard A | No | | Governor | Governor | Yes | Yes | No | No | 05/20/2008 | 06/30/2012 |
| Granto, Carmen | No | | Governor | Governor | Yes | Yes | No | No | 06/30/2004 | 06/30/2009 |
| Stamm, Gregory | Yes | Governor | Governor | Governor | Yes | Yes | No | No | 03/03/2006 | 06/30/2009 |
| Demakos, Peter G | No | | Governor | Governor | Yes | Yes | No | No | 06/30/2003 | 06/13/2013 |
| Eagan, James J | No | | Governor | Governor | Yes | Yes | No | No | 08/09/2008 | 06/30/2011 |
| Vacant | No | | Governor | Governor | No | No | No | No | | |
| Perry, Adam W | No | | Governor | Governor | Yes | Yes | No | No | 06/30/2007 | 06/30/2010 |
| Lewin, Eunice A | No | | Governor | Governor | Yes | Yes | No | No | 06/30/2006 | 06/30/2011 |
| Hughes, Michael P | No | | Governor | Governor | Yes | Yes | No | Yes | 12/18/2008 | 06/30/2013 |
| Helper, Kevin J | No | | Governor | Governor | Yes | Yes | No | No | 06/30/2006 | 06/30/2011 |

Staff Listing

| Name | Title | Group | Department / Subsidiary | Union Name | Bargaining Unit | Full Time/ Part Time | Exempt Indicator | Annualized Salary paid by Authority | Bonus Amount paid by Authority | Over time Amount paid by Authority | Total Compensation paid by Authority | Individual also paid by another entity to perform the work of the authority | If yes, is the payment made by state or local government? |
|------|-------|-------|-------------------------|------------|-----------------|----------------------|------------------|-------------------------------------|--------------------------------|------------------------------------|--------------------------------------|---|---|
| | | | | | | | | | | | | | |

Benefit Information

During the fiscal year, did the authority continue to pay for any of the above mentioned benefits for

No

Board Members

| Name | Title | Severance Package | Payment for Unused Leave | Club Membership | Use of Corporate Credit Cards | Personal Loans | Auto | Transportation | Housing Allowance | Spousal / Dependent Life Insurance | Tuition Assistance | Multi-Year Employment | None of These Benefits | Other |
|-------------------|--------------------|-------------------|--------------------------|-----------------|-------------------------------|----------------|------|----------------|-------------------|------------------------------------|--------------------|-----------------------|------------------------|-------|
| Helfer, Kevin J | Board of Directors | | | | | | | | | | | | X | |
| Hughes, Michael P | Board of Directors | | | | | | | | | | | | X | |
| Lewin, Eunice A | Board of Directors | | | | | | | | | | | | X | |
| Perry, Adam W | Board of Directors | | | | | | | | | | | | X | |
| Vacant | Board of Directors | | | | | | | | | | | | X | |
| Sloma, Henry M | Board of Directors | | | | | | | | | | | | X | |
| Demakos, Peter G | Board of Directors | | | | | | | | | | | | X | |
| Stamm, Gregory | Board of Directors | | | | | | | | | | | | X | |
| Grant, Carmen | Board of Directors | | | | | | | | | | | | X | |
| Zemsky, Howard A | Board of Directors | | | | | | | | | | | | X | |
| Crehan, Vincent G | Board of Directors | | | | | | | | | | | | X | |
| Eagan, James J | Board of Directors | | | | | | | | | | | | X | |

Staff

| Name | Title | Severance Package | Payment for Unused Leave | Club Membership | Use of Corporate Credit Cards | Personal Loans | Auto | Transportation | Housing Allowance | Spousal / Dependent Life Insurance | Tuition Assistance | Multi-Year Employment | None of These Benefits | Other |
|------|-------|-------------------|--------------------------|-----------------|-------------------------------|----------------|------|----------------|-------------------|------------------------------------|--------------------|-----------------------|------------------------|-------|
|------|-------|-------------------|--------------------------|-----------------|-------------------------------|----------------|------|----------------|-------------------|------------------------------------|--------------------|-----------------------|------------------------|-------|

Subsidiary/Affiliate Verification

Is the list of subsidiaries, as assembled by the Office of the State Comptroller, correct? Yes

Are there other affiliates or subsidiaries of the authority that are active, not included in the PARIS reports submitted by this authority and not independently filing reports in PARIS? No

| Name of Subsidiary/Affiliate | Status | Requested Changes |
|--|--------|-------------------|
| Niagara Frontier Transit Metro Systems, Incorporated | ACTIVE | |

Subsidiary/Affiliate Creation

| Name of Subsidiary/Affiliate | Establishment Date | Entity Purpose |
|------------------------------|--------------------|----------------|
| | | |

Subsidiary/Affiliate Termination

| Name of Subsidiary/Affiliate | Termination Date | Termination Reason | Proof Termination |
|------------------------------|------------------|--------------------|-------------------|
| | | | |

Summary Financial Information

SUMMARY STATEMENT OF NET ASSETS

| <u>Assets</u> | |
|--|----------------------|
| Current Assets | |
| Cash and cash equivalents | \$11,216,000 |
| Investments | \$0 |
| Receivables, net | \$18,462,000 |
| Other assets | \$5,925,000 |
| Total Current Assets | \$35,603,000 |
| Noncurrent Assets | |
| Restricted cash and investments | \$59,712,000 |
| Long-term receivables, net | \$0 |
| Other assets | \$4,521,000 |
| Capital Assets | |
| Land and other nondepreciable property | \$145,637,000 |
| Buildings and equipment | \$468,913,000 |
| Infrastructure | \$950,316,000 |
| Accumulated depreciation | \$827,306,000 |
| Net Capital Assets | \$737,560,000 |
| Total Noncurrent Assets | \$801,793,000 |
| Total Assets | \$837,396,000 |

Summary Financial Information

SUMMARY STATEMENT OF NET ASSETS

Liabilities

Current Liabilities

| | |
|---|---------------------|
| Accounts payable | \$13,078,000 |
| Pension contribution payable | \$0 |
| Other post-employment benefits | \$0 |
| Accrued liabilities | \$15,804,000 |
| Deferred revenues | \$2,932,000 |
| Bonds and notes payable | \$9,972,000 |
| Other long-term obligations due within one year | \$3,765,000 |
| Total Current Liabilities | \$45,551,000 |

Noncurrent Liabilities

| | |
|-------------------------------------|----------------------|
| Pension contribution payable | \$269,000 |
| Other post-employment benefits | \$30,240,000 |
| Bonds and notes payable | \$187,168,000 |
| Other long-term obligations | \$31,479,000 |
| Total Noncurrent Liabilities | \$249,156,000 |

Total Liabilities

\$294,707,000

Net Asset (Deficit)

Net Asset

| | |
|---|----------------------|
| Invested in capital assets, net of related debt | \$540,420,000 |
| Restricted | \$51,530,000 |
| Unrestricted | (\$49,261,000) |
| Total Net Assets | \$542,689,000 |

Summary Financial InformationSUMMARY STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET ASSETSOperating Revenues

| | |
|--------------------------------|---------------------|
| Charges for services | \$54,858,000 |
| Rental & financing income | \$33,202,000 |
| Other operating revenues | \$1,941,000 |
| Total Operating Revenue | \$90,001,000 |

Operating Expenses

| | |
|---------------------------------|----------------------|
| Salaries and wages | \$75,604,000 |
| Other employee benefits | \$76,526,000 |
| Professional services contracts | \$1,276,000 |
| Supplies and materials | \$22,626,000 |
| Depreciation & amortization | \$51,672,000 |
| Other operating expenses | \$10,003,000 |
| Total Operating Expenses | \$237,707,000 |

Operating Income (Loss) **(\$147,706,000)**

Nonoperating Revenues

| | |
|-----------------------------------|----------------------|
| Investment earnings | \$1,517,000 |
| State subsidies/grants | \$46,703,000 |
| Federal subsidies/grants | \$23,195,000 |
| Municipal subsidies/grants | \$36,090,000 |
| Public authority subsidies | \$200,000 |
| Other nonoperating revenues | (\$212,000) |
| Total Nonoperating Revenue | \$107,493,000 |

Summary Financial InformationSUMMARY STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET ASSETSNonoperating Expenses

| | |
|---|-----------------------|
| Interest and other financing charges | \$10,417,000 |
| Subsidies to other public authorities | \$0 |
| Grants and donations | \$0 |
| Other nonoperating expenses | \$6,786,000 |
| Total Nonoperating Expenses | \$17,203,000 |
| Income (Loss) Before Contributions | (\$57,416,000) |
| Capital Contributions | \$23,143,000 |
| Change in net assets | (\$34,273,000) |
| Net assets (deficit) beginning of year | \$576,962,000 |
| Other net assets changes | \$0 |
| Net assets (deficit) at end of year | \$542,689,000 |

Current Debt

| Question | Response |
|---|----------|
| 1. Did the Authority have any outstanding debt, including conduit debt, at any point during the reporting period? | Yes |
| 2. If yes, has the Authority issued any debt during the reporting period? | Yes |

New Debt Issuances List by Type of Debt and Program

Type Of Debt: Authority Debt - General Obligation

Program:

| Project | Amounts | CUSIP Number | Bond Closing Date | Taxable Status | Issue Process | True Interest Cost | Interest Type | Term | Cost of Issuance (\$) | PACB Project | URL |
|--------------|-----------|---------------|-------------------|----------------|---------------|--------------------|---------------|------|-----------------------|--------------|-----|
| PFC Projects | Refunding | 0.00 | 12/22/2008 | Taxable | Competitive | 2.62 | Variable | 6 | 70,000.00 | | |
| | New | 13,874,000.00 | | | | | | | | | |
| | Total | 13,874,000.00 | | | | | | | | | |

Schedule of Authority Debt

| Type of Debt | Statutory Authorization (\$) | Outstanding Start of Fiscal year (\$) | New Debt Issuances (\$) | Debt Retired (\$) | Outstanding End of Fiscal Year (\$) |
|--|------------------------------|---------------------------------------|-------------------------|-------------------|-------------------------------------|
| State Obligation | | | | | |
| State Guaranteed | | | | | |
| State Supported | | | | | |
| EFC WATER POLLUTION CONTROL FUND | 3,824,000.00 | 2,530,000.00 | 0.00 | 175,000.00 | 2,355,000.00 |
| State Contingent Obligation | | | | | |
| State Moral Obligation | | | | | |
| Other State Funded | | | | | |
| Authority Obligation | | | | | |
| General Obligation | 0.00 | 15,062,000.00 | 13,874,000.00 | 679,000.00 | 28,257,000.00 |
| Revenue | 0.00 | 174,015,000.00 | 0.00 | 3,543,000.00 | 170,472,000.00 |
| Other Non-State Funded | | | | | |
| Conduit | | | | | |
| Conduit Debt | | | | | |
| Conduit Debt - Pilot Increment Financing | | | | | |

Real Property Acquisition/Disposal List

1. Address Line1: 485 Cayuga Road
Address Line2:
City: CHEEKTOWAGA
State: NY
Postal Code: 14225
Plus4:
Province/Region:
Country: USA
Property Description: Mixed Use
Estimated Fair Market Value: \$510,270
How was the Fair Market Value Determined? Other
Value Determined?:
Transaction Type: DISPOSITION LEASE
If Other, Explain:

2. Address Line1: 1500 Abbott Road
Address Line2:
City: LACKAWANNA
State: NY
Postal Code: 14218
Plus4:
Province/Region:
Country: USA
Property Description: Vacant Lot/Undeveloped Land
Estimated Fair Market Value: \$40,200
How was the Fair Market Value Determined? Appraisal
Value Determined?:
Transaction Type: DISPOSITION SALE
If Other, Explain:

Transaction Date: 04/01/2008
Purchase Sale Price:
Lease Data (If applicable)
Market Rate(\$/square foot): 5.2
Lease Rate(\$/square foot): 5.2
Lease Period (months): 24
Seller/Purchaser/Tenant Data:
Organization: DRS EW & Network Systems, Inc.
Last Name:
First Name:

Transaction Date: 05/06/2008
Purchase Sale Price: \$50,000.00
Lease Data (If applicable)
Market Rate(\$/square foot):
Lease Rate(\$/square foot):
Lease Period (months):
Seller/Purchaser/Tenant Data:
Organization:
Last Name: Babcock
First Name: James R. and Patricia J.

Address Line1: 485 Cayuga Road
Address Line2:
City: CHEEKTOWAGA
State: NY
Postal Code: 14225
Plus4:
Province/Region:
Country: USA
Relation With Board
member/senior authority
management? No

Address Line1: 171 Greenwood Avenue
Address Line2:
City: LACKAWANNA
State: NY
Postal Code: 14218
Plus4:
Province/Region:
Country: USA
Relation With Board
member/senior authority
management? No

Real Property Acquisition/Disposal List

3. Address Line1: 247 Cayuga Road

Address Line2:

City: CHEEKTOWAGA
State: NY
Postal Code: 14225
Plus4:
Province/Region:
Country: USA
Property Description: Mixed Use
Estimated Fair Market Value: \$15,032
How was the Fair Market Other
Value Determined?:
Transaction Type: DISPOSITION LEASE
If Other, Explain:

4. Address Line1: 455 Cayuga Road

Address Line2:

City: CHEEKTOWAGA
State: NY
Postal Code: 14225
Plus4:
Province/Region:
Country: USA
Property Description: Mixed Use
Estimated Fair Market Value: \$18,000
How was the Fair Market Other
Value Determined?:
Transaction Type: DISPOSITION OTHER
If Other, Explain: License Agreement

Transaction Date: 06/09/2008
Purchase Sale Price:
Lease Data (If applicable)
Market Rate(\$/square foot): 10
Lease Rate(\$/square foot): 10
Lease Period (months): 12
Seller/Purchaser/Tenant Data:
Organization: Kandey Company
Last Name:
First Name:

Transaction Date: 07/01/2008
Purchase Sale Price:
Lease Data (If applicable)
Market Rate(\$/square foot):
Lease Rate(\$/square foot):
Lease Period (months): 60
Seller/Purchaser/Tenant Data:
Organization: Airport Commerce Park II LLC
Last Name:
First Name:

Address Line1: 19 Ransier Drive
Address Line2:
City: WEST SENECA
State: NY
Postal Code: 14224
Plus4:
Province/Region:
Country: USA
Relation With Board
member/senior authority
management? No

Address Line1: 350 Essjay Road, Suite 101
Address Line2:
City: WILLIAMSVILLE
State: NY
Postal Code: 14221
Plus4:
Province/Region:
Country: USA
Relation With Board
member/senior authority
management? No

Real Property Acquisition/Disposal List

5. Address Line1: 901 Fuhrmann Blvd
Address Line2:
City: BUFFALO
State: NY
Postal Code: 14203
Plus4:
Province/Region:
Country: USA
Property Description: Mixed Use
Estimated Fair Market Value: \$58,425
How was the Fair Market Value Determined? Other
Value Determined?:
Transaction Type: DISPOSITION LEASE
If Other, Explain:

6. Address Line1: 215 Ensminger Road
Address Line2:
City: TONAWANDA
State: NY
Postal Code: 14150
Plus4:
Province/Region:
Country: USA
Property Description: Vacant Lot/Undeveloped Land
Estimated Fair Market Value: \$46,000
How was the Fair Market Value Determined? Appraisal
Value Determined?:
Transaction Type: DISPOSITION SALE
If Other, Explain:

Transaction Date: 09/01/2008
Purchase Sale Price:
Lease Data (If applicable)
Market Rate(\$/square foot): 2.46
Lease Rate(\$/square foot): 2.46
Lease Period (months): 3
Seller/Purchaser/Tenant Data:
Organization: Sonwil Distribution
Last Name:
First Name:

Transaction Date: 12/16/2008
Purchase Sale Price: \$46,000.00
Lease Data (If applicable)
Market Rate(\$/square foot):
Lease Rate(\$/square foot):
Lease Period (months):
Seller/Purchaser/Tenant Data:
Organization: SPCA of Erie County
Last Name:
First Name:

Address Line1: 100 Sonwil Drive
Address Line2:
City: CHEEKTOWAGA
State: NY
Postal Code: 14225
Plus4:
Province/Region:
Country: USA
Relation With Board
member/senior authority
management? No

Address Line1: 205 Ensminger Road
Address Line2:
City: TONAWANDA
State: NY
Postal Code: 14150
Plus4:
Province/Region:
Country: USA
Relation With Board
member/senior authority
management? No

Real Property Acquisition/Disposal List

7. Address Line1: 485 Cayuga Road

Address Line2:

City: CHEEKTOWAGA
State: NY
Postal Code: 14225
Plus4:
Province/Region:
Country: USA
Property Description: Mixed Use
Estimated Fair Market Value: \$15,000
How was the Fair Market Value Determined? Other
Value Determined?:
Transaction Type: DISPOSITION LEASE
If Other, Explain:

Transaction Date: 02/19/2009
Purchase Sale Price:
Lease Data (If applicable)
Market Rate(\$/square foot): 9.23
Lease Rate(\$/square foot): 9.23
Lease Period (months): 1

Seller/Purchaser/Tenant Data:

Organization: Global-BMS, L.C.
Last Name:
First Name:

Address Line1: 303 Arthur Street
Address Line2:
City: FORT WORTH
State: TX
Postal Code: 76107
Plus4:
Province/Region:
Country: USA
Relation With Board
member/senior authority
management? No

8. Address Line1: 1111 Fuhrmann Blvd

Address Line2:

City: BUFFALO
State: NY
Postal Code: 14203
Plus4:
Province/Region:
Country: USA
Property Description: Commercial Building
Estimated Fair Market Value: \$24,000
How was the Fair Market Value Determined? Competitive Bid
Value Determined?:
Transaction Type: DISPOSITION LEASE
If Other, Explain:

Transaction Date: 03/01/2009
Purchase Sale Price:
Lease Data (If applicable)
Market Rate(\$/square foot): 3.69
Lease Rate(\$/square foot): 3.69
Lease Period (months): 12

Seller/Purchaser/Tenant Data:

Organization: Bill's Boatworks, Inc.
Last Name:
First Name:

Address Line1: 187 Wilmuth Avenue
Address Line2:
City: LACKAWANNA
State: NY
Postal Code: 14218
Plus4: 2516
Province/Region:
Country: USA
Relation With Board
member/senior authority
management? No

Real Property Acquisition/Disposal List

9. Address Line1: Aero Drive
Address Line2: Map No. SK397-1, Parcels 11/12
City: CHEEKTOWAGA
State: NY
Postal Code: 14225
Plus4:
Province/Region:
Country: USA
Property Description: Vacant Lot/Undeveloped Land
Estimated Fair Market Value: \$19,300
How was the Fair Market Appraisal
Value Determined?:
Transaction Type: DISPOSITION OTHER
If Other, Explain: Appropriation

Transaction Date: 03/05/2009
Purchase Sale Price: \$19,300.00

Lease Data (If applicable)

Market Rate(\$/square foot):
Lease Rate(\$/square foot):
Lease Period (months):

Seller/Purchaser/Tenant Data:

Organization: Erie County
Last Name:
First Name:

Address Line1: 95 Franklin Street
Address Line2:
City: BUFFALO
State: NY
Postal Code: 14202
Plus4:
Province/Region:
Country: USA
Relation With Board
member/senior authority
management? No

Personal Property

1. Property Description: 1983 Auto Car Dump Truck

Estimated Fair Market Value: \$12,876.00

How was Fair Market Value

Determined?: Competitive Bid

Transaction Date: 08/11/2008

Sale Price: \$12,876.00

Organization: SA Mclean Inc.

Last Name:

First Name:

Purchaser Address

Address Line1: 622 Elm Street

Address Line2:

City: LIMERICK

State: ME

Postal Code: 04048

Plus4:

Province/Region:

Country: USA

Property Documents

| Question | Response | URL (if applicable) |
|--|----------|---|
| 1. In accordance with Section 2896(3) of PAL, the authority is required to prepare a report at least annually of all real property of the authority. Has this report been prepared? | Yes | http://www.nfta.com/Public%20Information/RealPropertyReportFYE09.PDF |
| 2. Has the authority prepared policies, procedures, or guidelines regarding the use, awarding, monitoring, and reporting of contracts for the acquisition and disposal of property? | Yes | http://www.nfta.com/Public%20Information/RealPropertyAcquisitionandDisposition.PDF |
| 3. In accordance with Section 2896(1) of PAL, has the authority named a contracting officer who shall be responsible for the authority's compliance with and enforcement of such guidelines? | Yes | |

Additional Comments: