

INVESTMENT POLICY

All investments concerning the reporting of funds will be controlled by the Public Authority Law of the State of New York, except as the terms and requirements of this policy statement may impose stricter or more stringent controls. If the terms of this policy statement are stricter, then they will control but otherwise, the Public Authority Law will control in all cases.

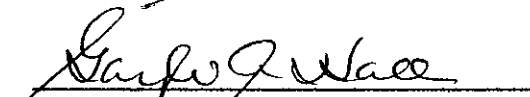
The Board of Directors will review the investment and the monitoring of funds policy to be followed by the Local Development Corporation on an annual basis and during that review, also confirm or designate the bank or banks into which the funds are to be deposited. The signatories on each account will be approved by the Board of Directors on an annual basis and no modification to those accounts will be made without the approval of the Board of Directors. The Executive Director or President is hereby directed to consult with the accounting firm who provides counsel concerning accounting to the Local Development Corporation and follow any directions or advice given by that accounting firm concerning the monitoring and reporting of accounts. If at any time the Executive Director or President finds, in his or her opinion, that it is not appropriate to comply with the advice or requirements of said accounting firm, then he or she must receive the approval of the Board of Directors in order to deviate from said advice.

All statements received from any bank concerning any account of the Local Development Corporation will be maintained for at least seven years or longer if directed by the accounting firm providing the audit or accounting advice to the Local Development Corporation. For a period of three years the original statements and items submitted therewith will be maintained in its original condition, but after that date, the maintenance and anything submitted therewith may be copied or microfilmed or otherwise transferred to an acceptable recording system and the originals may be destroyed.

Whenever possible, the Executive Director or President will cause all funds to be deposited in interest bearing accounts with the acknowledgment that funds must be available on an immediate basis in some cases and, therefore, may be in accounts which do not bear any interest. All interest earned on such funds will be reported to the Board of Directors at least on an annual basis.

It is the intent and desire of the Board of Directors that the greatest return be realized from the funds in the possession of the Local Development Corporation but at the same time, the Board of Directors recognizes that some funds must be available for immediate use at all times.

Effective: April 20, 2007



Gayle A. Hall, Secretary