



STATE OF NEW YORK  
**Authorities Budget Office**

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October 1, 2013

Mr. Wayne Horning  
President  
Village of Chittenango Local Development Corporation  
222 Genesee Street  
Chittenango, NY 13037

Dear President Horning and Directors of Village of Chittenango Local Development Corporation:

The **Village of Chittenango Local Development Corporation** failed to file Audit and Annual Reports for the fiscal years ending December 31, 2011 and December 31, 2012. As a result, the Village of Chittenango Local Development Corporation was included on published lists of state and local authorities that are out of compliance with state law. These lists were released by the Authorities Budget Office (ABO) in January 2013 and July 2013.

On August 8, 2013, the ABO sent a letter compelling the board of directors and chief executive officer to justify the authority's persistent failure to meet the reporting requirements of sections 2800, 2801, and 2802 of Public Authorities Law. In an August 20, 2013 email Village of Chittenango Local Development Corporation replied "In response to your request for audited statements, we believe that our corporation is exempt from this requirement." The ABO responded in an August 27, 2013 letter that the corporation is subject to the reporting requirements of Public Authorities Law.

As of October 1, 2013 the Village of Chittenango Local Development Corporation remains out of compliance with the public disclosure, reporting and corporate governance provisions of Public Authorities Law. In addition, our records indicate that the board has failed to meet its statutory obligation to participate in mandatory training that focuses on the governance, accountability and ethical responsibilities of directors. Accordingly, pursuant to its powers under Section 6(2)(f) of Public Authorities Law, the ABO is sending this official letter of censure to the board of directors of the Village of Chittenango Local Development Corporation

As a public authority, the Village of Chittenango Local Development Corporation is expected to be timely and transparent with its financial reporting and to be accountable to the public. This letter of censure is the result of the board's collective failure to take appropriate corrective action when the authority was previously warned that it was out of compliance. Those warnings constitute reasonable evidence that the board and the authority's management were made aware of this situation. The fact you continue to ignore your legal obligations is unacceptable. This behavior demonstrates a fundamental misunderstanding of your fiduciary responsibilities and is a serious violation of your duty as a director or officer of this authority.

This letter is being made part of the public record. Disclosure of this censure letter may be required by federal securities law, should the authority finance debt in the future. Furthermore, should the board of directors and the chief executive officer fail to bring the Village of Chittenango Local Development Corporation into compliance, the ABO may take additional steps, including initiating legal action, to access the records, books, and financial documents of the authority.

Sincerely,

A handwritten signature in cursive script, appearing to read "David Kiderra".

David Kiderra  
Director

cc: Mark Davies, Vice President  
Theresa Richardson, Secretary  
Maurice Bordell, Treasurer  
David Hatch, Financial Officer

Mayor Ronny Goeler, Village of Chittenango  
Assemblyman William Magee  
Senator David J. Valesky