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March 31, 2022

To the Board of Directors
Counties of Warren and Washington
Industrial Development Agency and
Civic Development Corporation

We have audited the financial statements of the business-type activities and the discretely presented component unit of the Counties of Warren and Washington Industrial Development Agency for the year ended December 31, 2021, and have issued our report thereon dated March 31, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated December 1, 2021. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Counties of Warren and Washington Industrial Development Agency are described in the notes to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2021. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements was:

Management's estimate of accumulated depreciation is based on straight-line depreciation. We evaluated the key factors and assumptions used to develop accumulated depreciation in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of

management. Management has corrected all such misstatements. The attached adjustments were a result of audit procedures and were corrected by management.

Disagreements With Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated March 31, 2022.

Management Consultations With Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to management's discussion and analysis (MD&A), which is required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

Restriction on Use

This information is intended solely for the use of the Board of Directors and management of the Counties of Warren and Washington Industrial Development Agency and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Whittemore, Dowen & Ricciardelli, LLP

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Client: **23405 - COUNTIES OF WARREN AND WASHINGTON**
 Engagement: **AUD 12-21 - Counties of Warren Washington IDA**
 Trial Balance: **TB-IDA**
 Workpaper: **3700.01 - Adjusting Journal Entries Report**

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 1		6101		
To adjust fund balance for enties not made in the py				
2401.1	2401 · Interest Income:CD's		779.00	
251	CD-GFNB-#842819		1,022.00	
253	CD-GFNB-#842821		2,158.00	
480	480 · Prepaid Insurance		168.00	
9000	9000 · Employee Benefits:Medicare - Company		166.00	
924	(r) 924 · Net Assets - Unrestricted		244.00	
924	(r) 924 · Net Assets - Unrestricted		405.00	
924	(r) 924 · Net Assets - Unrestricted		1,609.00	
104.2	Machinery and Equip-other			1,609.00
6460.414	6460.4 · Contractual Services:Telephone			170.00
6460.421	Contractual Services: Office Expenses: Office Supplies			74.00
9000.1	9000 · Employee Benefits:Social Security - Company			378.00
9000.2	9000 · Employee Benefits:Unemployment Insurance			193.00
924	(r) 924 · Net Assets - Unrestricted			168.00
924	(r) 924 · Net Assets - Unrestricted			3,959.00
Total			6,551.00	6,551.00
Adjusting Journal Entries JE # 2				
To record cy intrest on CDs				
251	CD-GFNB-#842819		101.00	
253	CD-GFNB-#842821		178.00	
2401.1	2401 · Interest Income:CD's			279.00
Total			279.00	279.00
Adjusting Journal Entries JE # 3				
To adjust prepaid insurance expense				
480	480 · Prepaid Insurance		1,762.00	
1910.42	1910.4 · Insurance:Liability Insurance			1,762.00
Total			1,762.00	1,762.00
Adjusting Journal Entries JE # 4				
Additional donated land				
101	101 · Land		120,000.00	
2400	Donations			120,000.00
Total			120,000.00	120,000.00
Adjusting Journal Entries JE # 5				
To adjust accounts for the sale of 1 lot				
2675.1	2675 · Lot Sales:Sale of Land		16,701.00	
101	101 · Land			16,701.00
Total			16,701.00	16,701.00
Adjusting Journal Entries JE # 6				
To correct duplicate invoice per client				
2116.2	2116.2 · Project Fees - New		4,575.00	
631	631 · Due to other governments			4,575.00
Total			4,575.00	4,575.00
Adjusting Journal Entries JE # 7				
To reclass legal expenses from revenue				
6460.45	6460.4 · Contractual Services:Legal:Lot Sales 3.4		19,962.00	
2770	2770 · Development Proj Legal Reimb			19,962.00
Total			19,962.00	19,962.00

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Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 8		7200.14		
To reclass Engineering exp. to grant reimbursement expense				
6470	Prof Service Contract-reimbursable		49,620.00	
107.2	Airport Park-Engineering Phase IIB			49,620.00
Total			49,620.00	49,620.00
Adjusting Journal Entries JE # 9		5150		
To correct SS employee liabilities				
9000.1	9000 · Employee Benefits:Social Security - Company		571.00	
602.2	602 · Payroll Liabilities:Social Security - Employ			571.00
Total			571.00	571.00
Adjusting Journal Entries JE # 10		5160		
To correct employee medicare liability				
602.1	602 · Payroll Liabilities:Medicare - Employee		39.00	
9000	9000 · Employee Benefits:Medicare - Company			39.00
Total			39.00	39.00
Adjusting Journal Entries JE # 11				
To correct payroll liability acct and record SS & Medicare				
9000	9000 · Employee Benefits:Medicare - Company		111.00	
9000.1	9000 · Employee Benefits:Social Security - Company		465.00	
9000.2	9000 · Employee Benefits:Unemployment Insurance		316.00	
602.5	Payroll liability other			316.00
602.5	Payroll liability other			576.00
Total			892.00	892.00
Adjusting Journal Entries JE # 12				
To correct client entry to Due to other Governments				
631	631 · Due to other governments		4,125.00	
2116	2116 · Application Fee			4,125.00
Total			4,125.00	4,125.00
Adjusting Journal Entries JE # 13				
To reclass CD interest				
2401	2401 · Interest Income		888.00	
2401.1	2401 · Interest Income:CD's			888.00
Total			888.00	888.00