

March 16, 2022

To the Board of Directors
Economic Development Corporation

We have audited the financial statements of Economic Development Corporation for the year ended December 31, 2021, and have issued our report thereon dated March 16, 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 engagement letter dated February 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 Economic Development Corporation are described in Note 1 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 Economic Development Corporation 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. We evaluated the key factors and assumptions used by management in determining that accounting estimates are 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 difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all 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 schedule summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial both individually and in the aggregate, to the financial statements taken as a whole.

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 and received certain representations from management that are included in the management representation letter dated March 16, 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 Economic Development Corporation'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 Economic Development Corporation's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of the Board of Directors and management of Economic Development Corporation and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Marvin and Company, P.C.

**Economic Development Corporation
Summary of Audit Differences
December 31, 2021**

| | <u>Current Year Over (Under) Statement</u> |
|---|--|
| Statement of Activities | |
| Understatement of expenses - Advertising, marketing and promotion | <u>\$ (5,198)</u> |
| Cumulative effect on decrease in net assets without donor restrictions (before effect of prior year differences) | (5,198) |
| Understatement of prior expenses | <u>2,938</u> |
| Cumulative effect on decrease in net assets without donor restrictions (after effect of prior year differences) | <u><u>\$ (2,260)</u></u> |
| Statement of Financial Position | |
| Current assets | <u>\$ -</u> |
| Total Assets | <u><u>\$ -</u></u> |
| Current liabilities - understated | <u>\$ (5,198)</u> |
| Total Liabilities | <u>(5,198)</u> |
| Net assets without donor restrictions | |
| Beginning - overstated | <u>\$ 2,938</u> |
| Ending - Overstated | <u>5,198</u> |
| Total Liabilities and Net Assets | <u><u>\$ -</u></u> |