

**ROCKLAND COUNTY
ECONOMIC ASSISTANCE CORPORATION
FINANCIAL STATEMENTS
DECEMBER 31, 2021 AND 2020**

**ROCKLAND COUNTY
ECONOMIC ASSISTANCE CORPORATION**

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors of
Rockland County Economic Assistance Corporation
New City, New York

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Rockland County Economic Assistance Corporation (a public benefit corporation), which comprise the statements of net position as of December 31, 2021 and 2020 and the related statements of activities, and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated March 30, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Rockland County Economic Assistance Corporation's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Rockland County Economic Assistance Corporation's internal control. Accordingly, we do not express an opinion on the effectiveness of Rockland County Economic Assistance Corporation's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Rockland County Economic Assistance Corporation's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Rockland County Economic Assistance Corporation's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Rockland County Economic Assistance Corporation's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RRC CPAs P.C.

RRC CPAs, P.C.

Orangeburg, NY 10962

March 30, 2022

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Rockland County Economic Assistance Corporation
New City, New York

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and the aggregate remaining fund information of the Rockland County Economic Assistance Corporation (a public benefit corporation), as of, and for the years ended December 31, 2021 and 2020, and the related notes to the financial statements, which collectively comprise the Rockland County Economic Assistance Corporation's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and the aggregate remaining fund information of the Rockland County Economic Assistance Corporation as of December 31, 2021 and 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Rockland County Economic Assistance Corporation, and to meet our ethical responsibilities, in accordance with ethical requirements related to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implantation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Rockland County Economic Assistance Corporation's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Rockland County Economic Assistance Corporation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements
- Conclude whether in our judgment, there are no conditions or events, considered in the aggregate, that raise substantial doubt about the Rockland County Economic Assistance Corporation's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and to other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it on our report.

RRC CPAs P.C.

RRC CPAs P.C.
Orangeburg, NY 10962
March 30, 2022

**ROCKLAND COUNTY
ECONOMIC ASSISTANCE CORPORATION
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
DECEMBER 31, 2021 AND 2020**

Rockland County Economic Assistance Corporation's (the Agency) management team offers the readers of the financial statements this narrative overview and analysis of the financial activities of the Agency for the year ended December 31, 2021 and 2020.

The Agency's financial statements are composed of this Management's Discussion and Analysis (MD&A) and the basic financial statements. This discussion and analysis of the financial statements provides an overview of the Agency's financial activities for the years ended December 31, 2021 and 2020. The MD&A should be read in conjunction with the Agency's financial statements and related notes, which follow the MD&A.

FINANCIAL HIGHLIGHTS

- The Agency's fund balances decreased by \$4,028 in 2021 and increased by \$1,341 in 2020 as the results of the operations.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statements of the Agency have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). Accordingly, revenue and expenses are recorded when earned and incurred, respectively, regardless of when cash is received or paid.

The financial statements report the Agency's fund balances as of years ended and changes in them for the years ended. The Agency's fund balances, the difference between assets and liabilities, are one way to measure the Agency's financial health or financial position. Over time, increases or decreases in the Agency's fund balances are one indicator of whether its financial health is improving or deteriorating. Consideration should also be given to other factors, such as changes in the Agency's income and the fluctuation of the Agency's expenses, to assess the overall health of the Agency.

NOTES TO FINANCIAL STATEMENTS

Included in the financial statements are notes to the financial statements, which explain certain information in the financial statements. They are essential to a full understanding of the information provided in the financial statements.

**ROCKLAND COUNTY
ECONOMIC ASSISTANCE CORPORATION
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
DECEMBER 31, 2021 AND 2020**

REQUEST FOR INFORMATION

This financial report is designed to provide financial statement users with a general overview of the Agency's finances and to show the accountability for the money received. If you have questions about this report or need additional financial information, contact Rockland County Economic Assistance Corporation's Executive Director at 254 South Main Street, Suite 410, New City, New York, 10956.

**ROCKLAND COUNTY
ECONOMIC ASSISTANCE CORPORATION
STATEMENTS OF NET POSITION
DECEMBER 31, 2021 AND 2020**

| | <u>2021</u> | <u>2020</u> |
|---|-------------------------|-------------------------|
| <u>ASSETS</u> | | |
| Current Assets: | | |
| Cash and Cash Equivalents | <u>\$ 56,836</u> | <u>\$ 60,864</u> |
| Total Assets | <u><u>\$ 56,836</u></u> | <u><u>\$ 60,864</u></u> |
| <u>LIABILITIES AND FUND BALANCES</u> | | |
| Fund Balances: | | |
| General Fund | <u>\$ 56,836</u> | <u>\$ 60,864</u> |
| Total Liabilities and Fund Balances | <u><u>\$ 56,836</u></u> | <u><u>\$ 60,864</u></u> |

The accompanying notes are an integral part of the financial statements.

**ROCKLAND COUNTY
ECONOMIC ASSISTANCE CORPORATION**

STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020

| | <u>2021</u> | <u>2020</u> |
|--|-------------------------|-------------------------|
| Revenues, Gains, and Other Support: | | |
| Miscellaneous Income | \$ 500 | \$ 5,700 |
| Interest Income | <u>694</u> | <u>685</u> |
| Total Revenues, Gains, and Other Support | <u>1,194</u> | <u>6,385</u> |
| Expenses: | | |
| Office Expenses | 1,859 | 1,537 |
| Professional Services | <u>3,363</u> | <u>3,507</u> |
| Total Expenses | <u>5,222</u> | <u>5,044</u> |
| Changes in Fund Balances | (4,028) | 1,341 |
| Fund Balances, Beginning of Year | <u>60,864</u> | <u>59,523</u> |
| Fund Balances, End of Year | <u><u>\$ 56,836</u></u> | <u><u>\$ 60,864</u></u> |

The accompanying notes are an integral part of the financial statements.

**ROCKLAND COUNTY
ECONOMIC ASSISTANCE CORPORATION**

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020

| | <u>2021</u> | <u>2020</u> |
|---|-------------------------|-------------------------|
| Cash Flows From Operating Activities | | |
| Changes in Fund Balances | \$ (4,028) | \$ 1,341 |
| Adjustments to Reconcile Changes in Fund Balances to Net Cash Used in Operating Activities: | | |
| Increase/(Decrease) in Operating Liabilities: | | |
| Accrued Expenses | <u>-</u> | <u>(6,450)</u> |
| Net Cash Used in Operating Activities | (4,028) | (5,109) |
| Cash and Cash Equivalents, Beginning of Year | <u>60,864</u> | <u>65,973</u> |
| Cash and Cash Equivalents, End of Year | <u><u>\$ 56,836</u></u> | <u><u>\$ 60,864</u></u> |

The accompanying notes are an integral part of the financial statements.

**ROCKLAND COUNTY
ECONOMIC ASSISTANCE CORPORATION**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2021 AND 2020

NOTE 1 – NATURE OF ACTIVITIES

Rockland County Economic Assistance Corporation (the Agency) was created in 2011 by the Legislature of Rockland County under the provision of Chapter 25, Article 18A and Section 925-1 of the 1969 Laws of New York State.

The mission of the Agency is to enable not-for-profit corporations within Rockland County to have access to low-cost tax-exempt financing. The Agency, considered a component unit of the County of Rockland, is a separate entity and operated independently of the County of Rockland.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Cash and Cash Equivalents

Cash and cash equivalents presented in the balance sheet and statement of cash flows include all cash balances and highly liquid investments, which are readily convertible to cash with original maturities of three months or less.

The Agency maintains its cash accounts with significant financial institutions to mitigate its credit risk. The Agency monitors its account balances and the financial institutions involved as a method of reducing its risk. At various times during the year, the Agency's cash balances exceeded the Federal Deposit Insurance Corporation's (FDIC) limit. The Agency had no FDIC unsecured cash at the bank as of December 31, 2021 and 2020.

Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles required management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**ROCKLAND COUNTY
ECONOMIC ASSISTANCE CORPORATION**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2021 AND 2020

NOTE 3 – EVALUATION OF SUBSEQUENT EVENTS

Events that occur after the balance sheet date, but before the financial statements were available for issuance, must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions, which existed at the balance sheet date, are recognized in the accompanying financial statements. Subsequent events, which provide evidence about conditions that existed after the balance sheet date, require disclosure in the accompanying notes.

Management has evaluated activities of the Agency through March 30, 2022, which is the date the financial statements are available for issuance and has determined there are no subsequent events that require disclosure under accounting principles generally accepted in the United States of America, except as noted herewith.