

March 20, 2015

To the Board of Directors
Livingston County Development Corporation

In planning and performing our audit of the financial statements of the Livingston County Development Corporation as of and for the year ended December 31, 2014, in accordance with auditing standards generally accepted in the United States of America, we considered the Corporation's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Corporation's internal control. Accordingly, we do not express an opinion on the effectiveness of Corporation's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified.

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 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. We did not identify any deficiencies in internal control that we consider to be material weaknesses.

During our audit, we noted certain operational matters that are presented for your consideration, and have been identified as "other comments and recommendations" in the following pages. These other comments and recommendations, all of which have been discussed with the appropriate members of management, are intended to improve the internal control or result in other operating efficiencies. This letter does not affect our report dated March 20, 2015, on the financial statements of Livingston County Development Corporation. We will review the status of these comments during our next engagement. We will be pleased to discuss these comments in further detail at your convenience, perform additional study of these matters or assist you in implementing the recommendations.

This communication is intended solely for the information and use of management, Board of Directors, and others within the organization and is not intended to be and should not be used by anyone other than those specified parties.

Very truly yours,

EFP Rotenberg, LLP

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Livingston County Development Corporation
Status of Prior Year Other Comments and Recommendations
December 31, 2014

Other Comment and Recommendation - We noted during our prior year risk assessment process for cash disbursements that invoices are to be stamped as received and dated by the Economic Development Specialist. The Executive Director then reviews and initials the invoice and notes which cash account the invoice should be paid from. Our audit procedures discovered several instances where the procedures described were not being followed.

Resolution: We reviewed the status of this comment in our current year audit and noted several instances where the procedures described above were not followed. This comment was not resolved in the current year.

Other Comment and Recommendation - We noted during our prior year audit that the external bookkeeper has a good knowledge of standard accounting procedures however was not as familiar with rules and regulations specific to public authorities.

Resolution: During our current year audit, we noted accurate reporting in accordance with rules and regulations specific to public authorities. This comment is considered resolved.