

Village of Dobbs Ferry
Local Development Corporation

Independent Auditors' Report on Communication of
Internal Control Matters Identified in the Audit

December 31, 2011



O'Connor Davies Munns & Dobbins, llp

ACCOUNTANTS AND CONSULTANTS

**Independent Auditors' Report on Communication of Internal Control Matters
Identified in the Audit**

To The Board of the
Village of Dobbs Ferry
Local Development Corporation, New York
112 Main Street
Dobbs Ferry, New York 10522

In planning and performing our audit of the basic financial statements of the Dobbs Ferry Local Development Corporation, New York (the "DFLDC") as of and for the year ended December 31, 2011, in accordance with auditing standards generally accepted in the United States of America, we considered the DFLDC's internal control over financial reporting ("internal control") as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the DFLDC's internal control. Accordingly, we do not express an opinion on the effectiveness of the DFLDC'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 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.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses and, therefore, there can be no assurance that all deficiencies, significant deficiencies or material weaknesses have been identified. We did not identify any deficiencies in internal control that we consider to be material weaknesses, as defined above. There were no additional matters involving internal control and operations that we need to report to management.

This letter and summary of communications are intended for the information and use of management, the Board of Directors and others within the organization and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

O'Connor Davies Munns & Dobbins, LLP

O'Connor Davies Munns & Dobbins, LLP
Harrison, New York
March 6, 2012

Village of Dobbs Ferry
Local Development Corporation

Summary of Communications

- Auditors' Responsibility Under Auditing Standards Generally Accepted in the United States of America
 - Unqualified opinion on financial statements
 - No change in scope of the audit
 - No material errors
 - No fraud or illegal acts identified
 - No instances/suspicion or allegations of fraud were noted during the conduct of the audit
- Internal Accounting Controls
 - Reviewed to extent necessary to render our opinion on the financial statements
 - No material weaknesses noted
- Significant Accounting Policies
 - Accounting policies appear appropriate
 - Significant accounting policies included in Note 1 to the financial statements
 - No changes in accounting policies during the year
- Management's Judgments and Accounting Estimates
 - Estimates used deemed adequate
- Audit Adjustments
 - No significant unrecorded adjustments
- Other Information in Documents Containing Audited Financial Statements
 - Management's Discussion and Analysis appears reasonable
- Disagreements with Management
 - None
- Unresolved Difficulties Encountered in Performing the Audit
 - None

Village of Dobbs Ferry
Local Development Corporation

Summary of Communications
(Concluded)

- Consultation by Management with Other Accountants
 - None of which we were made aware
- Independence
 - O'Connor Davies Munns & Dobbins, LLP is independent in all respects
- Irregularities or Illegal Acts
 - Nothing to report