

**Independent Accountants' Report on Compliance with Section 2925(3)(1)  
of the New York State Public Authorities Law**

**Board of Directors  
Yonkers Industrial Development Agency**

We have examined the Yonkers Industrial Development Agency's (the "Agency") compliance with Section 2925(3)(1) of the New York State Public Authorities Law and Part 201 of Title Two of the New York code of Rules and Regulations during the year ended December 31, 2012. Management is responsible for the Agency's compliance with those requirements. Our responsibility is to express an opinion on the Agency's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and the standards applicable to attestation engagements contained in *Government Auditing Standards* issued by the Comptroller General of the United States and, accordingly, included examining on a test basis evidence supporting the Agency's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Agency's compliance with specified requirements.

In our opinion, the Agency complied, in all material respects, with the aforementioned requirements during the year ended December 31, 2012.

This report is intended solely for the information and use of management, the Board of Directors, officials of the Yonkers Industrial Development Agency, and the Office of the State Comptroller of the State of New York. It is not intended to be and should not be used by anyone other than these specified parties.

*O'Connor Davies, LLP*  
Harrison, New York  
March 27, 2013

**Yonkers Industrial Development Agency**

**Statement of Cash Investments  
December 31, 2012**

|   | <u>Balance</u>    | <u>Interest<br/>Earned</u> |
|---|-------------------|----------------------------|
| Unrestricted cash                                       |                   |                            |
| Hudson Valley Bank                                      |                   |                            |
| Certificate of Deposit, dated 12/30/12,<br>due 03/15/13 | \$ 316,501        | \$ 1,760                   |
| Certificate of Deposit, dated 12/30/12,<br>due 04/04/13 | <u>108,337</u>    | <u>511</u>                 |
|   | <u>\$ 424,838</u> | <u>\$ 2,271</u>            |

Unrestricted cash investments are included in cash and cash equivalents on the Statement of Net Position

**Yonkers Industrial Development Agency**

Note to Schedule of Cash Investments  
December 31, 2012

**Note A - Summary of Accounting Policies**

A summary of the significant accounting policies consistently applied in the preparation of the Yonkers Industrial Development Agency's Schedule of Cash Investments follows:

***Basis of Accounting***

The accompanying Schedule of Cash Investments has been prepared on the accrual basis of accounting with interest on certificates of deposit being accrued as of December 31, 2012.

***Use of Estimates***

The preparation of the Schedule of Cash Investments in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of cash investments and disclosure of contingent assets and liabilities at the date of the schedule, and the reported amounts of interest earned during the reporting period. Actual results could differ from those estimates.