

**NEW YORK CITY INDUSTRIAL DEVELOPMENT AGENCY
ANNUAL REPORT PER SECTION 2800 OF PUBLIC AUTHORITIES LAW
INTERNAL CONTROL ASSESSMENT
FOR FISCAL YEAR-ENDING 6/30/2018**

New York City Industrial Development Agency (“NYCIDA”) annually enters into a contract with the New York City Economic Development Corporation (“NYCEDC” or the “Corporation”) for the professional, clerical and technical assistance NYCIDA needs to accomplish its objectives. NYCIDA shares staffing and administrative resources with NYCEDC; for which they compensate EDC for use of these resources.

During Fiscal Year 2018, two (2) operational audits relating to NYCIDA were performed by the Corporation’s Internal Audit Department on the following Commercial Transaction projects:

- Brown Brothers Harriman & Co.
- JP Morgan Chase

The purpose of these examinations was to assess:

- a) the performance of the selected companies in contract with the Agency, and
- b) NYCIDA’s process for monitoring company compliance with relevant contract terms.
- c) Review of operations, practices and procedures to assess compliance with the various provisions of the Public Authorities Law

NYCIDA’s Audit Committee was apprised of the audit results, and formal reports were provided to the Corporation’s Management.

In performing their annual audit of financial statements, the independent auditors for both NYCIDA and NYCEDC must consider the entities’ internal control over financial reporting in planning and performing their audits. These audits resulted in unqualified opinions on the financial statements for both organizations.

For Fiscal Year-Ending June 30, 2018, there have been no Material Weaknesses, Significant Deficiencies, Deficiencies, or Exceptions that have been identified for NYCIDA.