

**RENSELAER COUNTY
CAPITAL RESOURCE CORPORATION**

Report to the Board of Directors

For the Year Ended December 31, 2025



March 27, 2026

To the Board of
Rensselaer County Capital Resource Corporation

We have audited the financial statements of Rensselaer County Capital Resource Corporation (the "Corporation") for the year ended December 31, 2025. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated January 23, 2026. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Corporation are described in Note A to the financial statements. As described in Note A to the financial statements, the Corporation adopted Governmental Accounting Standards Board Statement No. 102, *Certain Risk Disclosures*. The adoption did not result in any reclassification or restatements of changes in net position or net position. We noted no transactions entered into by the Corporation during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no significant estimates affecting the financial statements.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them

to the appropriate level of management. The attached schedule (Schedule I) summarizes misstatements detected as a result of audit procedures that were corrected by management.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated March 27, 2026.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Corporation's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Corporation's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

Management has omitted the management's discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information although not part of the basic financial statements, is required by the Governmental Accounting Standards Board who considered it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

We were engaged to report on the Schedule of Indebtedness which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records and other records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the Corporation's Annual report that is defined by Section 2800 of the New York State Public Authorities Law, *Annual Reports by Authorities*. Our responsibility under professional standards is to consider whether a material inconsistency exists between the annual report and the audited financial statements that includes our report thereon. The annual report has not been subjected to the auditing procedures applied to the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the information and use of the Board and management of the Corporation and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Wojeski & Company, CPAs, P.C.

Rensselaer County Capital Resource Corporation
Schedule I - Summary of Proposed Audit Adjustments
December 31, 2025

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 1			
To book accrued interest as of 12/31/25			
1100	Community Bank CD 3 x177	30,114.00	
4100	Interest Income		30,114.00
Total		<u>30,114.00</u>	<u>30,114.00</u>
Adjusting Journal Entries JE # 2			
To record funding agreement payment that per the agreement was due 6 months after the effective date of the agreement (May 8, 2025).			
2500	Deferred Revenue	500,000.00	
4500	Development Grant Expense	500,000.00	
2000	Accounts Payable		500,000.00
4000	Bridge Funds		500,000.00
Total		<u>1,000,000.00</u>	<u>1,000,000.00</u>
Adjusting Journal Entries JE # 3			
To reclassify funding agreement payments to RPI from professional fees to development grant expense.			
4500	Development Grant Expense	2,000,000.00	
4010	Professional Fees		2,000,000.00
Total		<u>2,000,000.00</u>	<u>2,000,000.00</u>
Adjusting Journal Entries JE # 4			
To derecognize grant income recorded for expenses that are not being charged to the grant			
4000	Bridge Funds	318,998.00	
2500	Deferred Revenue		318,998.00
Total		<u>318,998.00</u>	<u>318,998.00</u>
Adjusting Journal Entries JE # 5			
To accrue for 4th floor development related expenses incurred prior to 12/31/25 and record the related grant revenue.			
2500	Deferred Revenue	94,665.00	
4500	Development Grant Expense	94,665.00	
2000	Accounts Payable		94,665.00
4000	Bridge Funds		94,665.00
Total		<u>189,330.00</u>	<u>189,330.00</u>