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Damiano & Company
Certified Public Accountants

Independent Accountant's Report

The Honorable Chairperson and
Members of the Pascoag Reservoir
Dam Management District

We have performed the procedures enumerated below on the Pascoag Reservoir Dam Management District's cash reconciliation and revenue recognition activities for the three years from August 1, 2022, through July 31, 2025, including annual homeowner assessments. Management of the Pascoag Reservoir Dam Management District is responsible for the subject matter.

The Pascoag Reservoir Dam Management District Board of Directors, as the engaging party, has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of assisting the Board in obtaining internal assurance that (a) bank reconciliations for the three years from August 1, 2022 through July 31, 2025 are performed accurately, (b) revenue is recognized accurately each year, and (c) homeowner annual assessments are properly collected, recorded, and deposited. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report, and as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

1. Cash Reconciliations

Procedure 1
We obtained the District's bank reconciliations for all bank accounts maintained during the period between August 1, 2022, and July 31, 2025, together with the monthly bank statements and general ledger cash activity for the same periods.

Finding
Upon review of all 36 months reconciliations, statements, and general ledger activity, we feel that the reconciliations are performed accurately and timely.

Procedure 2
For the reconciliations obtained, we re-performed selected reconciliation procedures by agreeing bank statements ending balances to the reconciliations, agreeing book balances to the general ledger, and testing the mathematical accuracy of the reconciliations.

Finding
No exceptions were noted in the application of these procedures.

Procedure 3
On a sample basis, we tested reconciling items appearing on the bank reconciliation by agreeing outstanding checks, deposits in transit, and other reconciling items, as applicable, to supporting documentation and to subsequent clearing or other evidential matters.

Finding
No exceptions were noted in the items tested.

2. Revenue Recognition

Procedure 1
We selected samples of revenue transactions, including annual homeowner assessments, recorded during the period between August 1, 2022, and July 31, 2025. For the sampled items, we agreed amounts recorded in the general ledger to supporting documentation, including the applicable assessment schedule, billing records, and deposit detail. Additionally, for the sampled items, we compared the date of revenue recognition in the general ledger to the related supporting documentation in order to determine whether the revenue was recorded in the proper period.

Finding
No exceptions were noted in the items tested.

3. Homeowner Annual Assessment

Procedure 1
We obtained the homeowner assessment listing used by the District during the period from August 1, 2022, through July 31, 2025 and compared selected information in the listing to the related assessment schedules and billing records to test completeness and accuracy.

Finding
No exceptions were noted in the items tested.

Procedure 2
On a sample basis, we tested annual homeowner assessments billed during the period under review by agreeing billed amounts to the assessment schedule and tracing a sample of billings to collections recorded in the general ledger.

Finding
No exceptions were noted in the items tested

Procedure 3
On a sample basis, we traced homeowner assessment collections from receipt documentation to entries in the general ledger and to related bank deposits.

Finding
No exceptions were noted in the items tested.

We were engaged by the Pascoag Reservoir Dam Management District Board of Directors to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the AICPA. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the Pascoag Reservoir Dam Management District's cash reconciliation and revenue recognition activities for the three years from August 1, 2022 through July 31, 2025, including annual homeowner assessments. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Pascoag Reservoir Dam Management District and to meet our ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

Alert Restricting the Use of this Report
This report is intended solely for the information and use of the Pascoag Reservoir Dam Management District Board of Directors and is not intended to be, and should not be, used by anyone other than these specified parties.

Damiano & Company LLP

Damiano & Company LLP
Warwick, Rhode Island
June 12, 2026