

**UNIVERSITY OF EDINBURGH USA DEVELOPMENT TRUST, INC.
MANAGEMENT RECOMMENDATION LETTER
FOR THE YEAR ENDED DECEMBER 31, 2015**

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CERTIFIED PUBLIC ACCOUNTANTS

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The Board of Directors
University of Edinburgh USA Development Trust, Inc.

In planning and performing our audit of the financial statements of American University of Edinburgh USA Development Trust, Inc. (the "Organization") as of and for the year ended December 31, 2015, in accordance with auditing standards generally accepted in the United States of America, we considered the Organization'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 Organization'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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Organization'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 material weaknesses given these limitations. We did not identify any deficiencies in internal control that we consider to be a material weaknesses. However, material weaknesses may exist that have not been identified. However, during the audit we became aware of certain matters that are opportunities for strengthening controls and operating efficiency.

This communication is intended solely for the information and use of management, the Board of Directors, and others within University of Edinburgh USA Development Trust, Inc. It is not intended to be, and should not be, used by anyone other than these specified parties.

Lederer, Levine & Associates, LLC
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RECOMMENDATION 1: Insurance Coverage

We recommend that the Organization have a review by its insurance professional of all insurance coverage currently in force. Special attention should be given to coverage of the Organization's historic books, documents and Bible that are currently on loan with the Edinburgh University library in Scotland.