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Independent Accountant's Report
On Applying Agreed-Upon Procedures

To the parties at interest
Urbanna Harbour Yacht Club
P.O. Box 404
Urbanna, VA 23175

At your request, we have performed certain agreed-upon procedures, as enumerated below, with respect to the EVB operating checking account, EVB capital improvement account # [REDACTED] 519, EVB new dock account, EVB capital improvement account # [REDACTED] 746, BB&T account # [REDACTED] 579, and BB&T account # [REDACTED] 340 of Urbanna Harbour Yacht Club as of July 31, 2010. The parties at interest are responsible for the organization's accounting records. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purposes for which this report has been requested or for any other purpose.

Our procedures and findings are as follows:

1. We tested the adequacy of the organization's bank deposits under FDIC insurance coverage limits. As of July 31, 2010, the organization had risk from cash concentrations being in excess of FDIC insurance coverage limits of \$250,000 at both financial institutions where cash balances were maintained. FDIC limits were exceeded 191 days out of the total 365 days (52% of the fiscal year) where cash balances were maintained at EVB bank, and 65 days out of the total 365 days (18% of the fiscal year) where cash balances were maintained at BB&T bank. We recommend that the organization attempt to eliminate this risk by maintaining cash balances below the FDIC limit of \$250,000 at each financial institution in which it deposits funds.

2. We reconciled cash for the EVB operating checking account # [REDACTED] 426. The reconciliation procedures were: (a) Identifying all un-cleared disbursements and deposits recorded throughout the year. (b) Computing an adjusted bank balance by subtracting all un-cleared deposits and receipts. (c) Comparing this adjusted balance to the organization's balance on its transaction report. Our computed adjusted bank balance was \$ 35,497.38, compared to the transaction report balance of \$34,889.38. This discrepancy is due to check number [REDACTED] 58 for \$608, which is due to a timing issue in July and August of 2010.
3. We reconciled cash for the EVB capital improvement account # [REDACTED] 519. The reconciliation procedures were: (a) Identifying all un-cleared disbursements and deposits recorded throughout the year. (b) Computing an adjusted bank balance by subtracting all un-cleared deposits and receipts. (c) Comparing this adjusted balance to the organization's balance on its transaction report. Our computed adjusted bank balance of \$43,149.39 agrees without exception to the transaction report balance of \$43,149.39.
4. We reconciled cash for the EVB new docks account # [REDACTED] 590. The reconciliation procedures were: (a) Identifying all un-cleared disbursements and deposits recorded throughout the year. (b) Computing an adjusted bank balance by subtracting all un-cleared deposits and receipts. (c) Comparing this adjusted balance to the organization's balance on its transaction report. Our computed adjusted bank balance was \$149,134.09, compared to the transaction report balance of \$148,971.59. This discrepancy is due to check number 503 for \$162.50, per the bank statement dated 2/16/10 and clearing in February 2010. This is due to a duplication of the check in the transaction report. Deleting the erroneous duplicate check will eliminate this discrepancy.
5. We reconciled cash for the EVB capital improvement account # [REDACTED] 746. The reconciliation procedures were: (a) Identifying all un-cleared disbursements and deposits recorded throughout the year. (b) Computing an adjusted bank balance by subtracting all un-cleared deposits and receipts. (c) Comparing this adjusted balance to the organization's balance on its transaction report. Our computed adjusted bank balance of \$1,934.62 agrees without exception to the transaction report balance of \$1,934.62.
6. We reconciled cash for the BB&T account # [REDACTED] 579. The reconciliation procedures were: (a) Identifying all un-cleared disbursements and deposits recorded throughout the year. (b) Computing an adjusted bank balance by subtracting all un-cleared deposits and receipts. (c) Comparing this adjusted balance to the organization's balance on its transaction report. Our computed adjusted bank balance of \$0.00 agrees without exception to the transaction report balance of \$0.00.

7. We reconciled cash for the BB&T account # [REDACTED] 340. The reconciliation procedures were: (a) Identifying all un-cleared disbursements and deposits recorded throughout the year. (b) Computing an adjusted bank balance by subtracting all un-cleared deposits and receipts. (c) Comparing this adjusted balance to the organization's balance on its transaction report. Our computed adjusted bank balance of \$0.00 agrees without exception to the transaction report balance of \$0.00.

We were not engaged to, and did not conduct an audit, the objective of which would be the expression of an opinion on the accounting records. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

This report is intended solely for the use of the parties at interest of Urbanna Harbour Yacht Club signing the engagement letter and is not intended to be and should not be used by anyone other than those specified parties.

Dehnert Clarke & Co. P.C.

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June 21, 2011