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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 #10403426, EVB capital improvement account #11015519, EVB money market deposit account #11105959, and C&F business value account #88003248 of Urbanna Harbour Yacht Club as of July 31, 2017. 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 for all financial institutions where funds are held. As of July 31, 2017 and the 365 days then ended, the organization's combined cash balances never exceeded the FDIC insurance coverage limits of \$250,000.
2. We reconciled cash for the EVB operating checking account #10403426. 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. We computed an adjusted bank balance of \$59,576.45 which agrees without exception to the reconciliation summary provided by the Treasurer at July 31, 2017.
3. We reconciled cash for the EVB capital improvement account #11015519. 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. We computed an adjusted bank balance of \$30,555.88 which agrees without exception to the reconciliation summary provided by the Treasurer at June 30, 2017 (there was no activity during July 2017).

4. We reconciled cash for the EVB reward money market deposit #11105959. We did not have bank statements available for this bank account; therefore, we recalculated monthly interest and ending balances based on the known interest rate and the assumption that no other deposits or checks cleared this account. We computed an adjusted bank balance of \$134,375.62. We compared the total interest that we computed of \$471.99 to the total interest shown on the Treasurer's yearly income report of \$432.06, for a difference of \$39.93, which was our computed interest for July 2017.
5. We reconciled cash for the C&F Bank business value account #88003248. 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. We did not have the July 2017 bank statements available for this bank account; however, under the assumption that no deposits or checks cleared this account in July 2017, we computed an adjusted bank balance of \$62,340.00. We would like to mention since there is such little activity in this account and it was opened under our recommendation a few years ago in an effort to maintain balances within the FDIC insurance limit, we recommend converting the funds to an interest bearing account such as a money market account or certificate of deposit. With the Yacht Club's overall total cash balances, we feel there is a missed opportunity to be earning higher levels of interest.
6. We compared the Yacht Club's total income and total expenses reported for the fiscal year ended July 31, 2017 to the total receipts and disbursements from all of the above mentioned bank accounts. We found the following:

Income:

Unadjusted income per Yacht Club	81,194.56
Additions:	
July 2017 interest income	39.93
2/27/17 refund reclassification	25.00
Various bank transfers reclassification	3,410.00
11/9/16 refund classification	898.00
Subtractions:	
Various bank transfers reclassification	<u>(11,880.00)</u>
Adjusted income	73,687.49
Total receipts from bank statements excluding transfers	74,287.49
Unreconciled difference	600.00

Expenses:

Unadjusted total expenses per Yacht Club	80,104.55
Additions:	
2/27/17 refund reclassification	25.00
Various bank transfers reclassification	3,410.00
11/9/16 refund classification	898.00
Subtractions:	
Various bank transfers reclassification	<u>(11,880.00)</u>
Adjusted expenses	72,557.55
Total expenses from bank statements excluding transfers	73,157.55
Unreconciled difference	600.00
Net unreconciled difference	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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July 3, 2018