



ROBINSON, FARMER, COX ASSOCIATES, PLLC

Certified Public Accountants

Date: November 4, 2019

Memorandum To: Meherrin River Regional Jail Authority

From: Robinson, Farmer, Cox Associates

Regarding: Audit for year ended June 30, 2019

In planning and performing our audit of the financial statements of Meherrin River Regional Jail Authority for the year ended June 30, 2019, we considered the Authority's internal control structure to plan our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit, we noted certain matters involving the internal control structure and other operational matters that are presented for your consideration. This letter does not affect our report dated November 4, 2019, on the financial statements of Meherrin River Regional Jail Authority. Our comments and recommendations, all of which have been discussed with appropriate members of management, are intended to improve the internal control structure or result in other operating efficiencies. We will be pleased to discuss these comments in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

Capital Asset Policy

During the year, the Jail Authority entered into two equipment leases and early implemented GASB 87. The equipment was capitalized and added to the depreciation schedule, as required. However, the capital asset policy has not been updated to reflect leased assets. We recommend the policy be updated to incorporate leased assets.

Advertisement of Statement of Financial Condition

Section 30-140 of the Code of Virginia requires a summary statement of financial condition to be published in a newspaper of general circulation in the locality of the entity. This statement should include at a minimum total assets, liabilities, and net position; total revenues, expenses, and other sources or uses; and the change in net position. This advertisement was not done for fiscal year 2018. We recommend the Jail Authority advertise the statement of financial condition as required by the Code of Virginia.