

**J & L ACCOUNTING SERVICE, INC.  
926 EAST MAIN STREET  
LEBANON, VIRGINIA 24266  
276-889-2102 PHONE  
276-889-4118 FAX  
jlaccountingservice@verizon.net**


**December 22, 2014**

**David Sutherland, Mayor  
Town of Cleveland  
35 Riverview Terrace  
Cleveland, Virginia 24225**

**Dear Mayor Sutherland:**

**This letter is to notify you that J & L Accounting Service has performed an inquiry that extends beyond the scope of a complete review for the Town of Cleveland to ensure financial practices and procedures are fully examined and evaluated. Please accept this letter as a limited assurance that a review has been performed in accordance with the American Institute of CPA's (AICPA) professional standards, and that a review is less in scope than an audit, and J & L Accounting Service is not aware of any material modifications that should be made in order for the statements to be in conformity with generally accepted accounting principles. Attached, please find an unaudited financial statement.**

**Respectfully submitted,**

  
**Linda M. Hubbard  
President**

**Lmh**

**Enclosure**

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12/22/14

Accrual Basis

**TOWN OF CLEVELAND**  
**Profit & Loss**  
 July 2013 through June 2014

	<u>Jul '13 - Jun 14</u>
Ordinary Income/Expense	
Income	
Program Income	122,945.37
Total Income	122,945.37
Expense	
Advertisement	3,778.20
Business Expenses	
Business Registration Fees	75.00
Total Business Expenses	75.00
Contract Services	
Accounting Fees	250.00
Total Contract Services	250.00
Dues & Subscription Fees	389.40
Engineering Fees	16,500.00
Equipment Tires	1,178.20
FUEL & OIL	947.72
License & Permits	2,330.30
Operations	
Postage, Mailing Service	637.30
Supplies	4,735.57
Telephone, Telecommunications	1,976.27
Total Operations	7,349.14
Other Types of Expenses	
Insurance - Liability, D and O	5,079.25
Total Other Types of Expenses	5,079.25
Outside Labor	22,817.62
Payroll Expenses	17,867.55
Repairs & Maintenance	1,816.22
Taxes	5,063.20
Testing Fees	6,754.60
Utilities	16,640.55
Water Testing Fees	4,499.50
Total Expense	113,336.45
Net Ordinary Income	9,608.92
Net Income	<u>9,608.92</u>

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01/06/15  
Accrual Basis

**TOWN OF CLEVELAND**  
**Balance Sheet**  
**As of June 30, 2014**

	<u>Jun 30, 14</u>
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
Cash in Bank	9,608.92
Total Checking/Savings	<u>9,608.92</u>
Total Current Assets	9,608.92
Fixed Assets	
Buildings	81,300.00
Furniture and Equipment	3,100.00
Land	12,200.00
Land (Ball Park)	27,000.00
Sewer Plant	36,600.00
Trucks & Equipment	33,825.00
Total Fixed Assets	<u>194,025.00</u>
<b>TOTAL ASSETS</b>	<u><b>203,633.92</b></u>
<b>LIABILITIES &amp; EQUITY</b>	
Equity	
Unrestricted Net Assets	194,025.00
Net Income	9,608.92
Total Equity	<u>203,633.92</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><b>203,633.92</b></u>