



# ROBINSON, FARMER, COX ASSOCIATES, PLLC

*Certified Public Accountants*

**DATE:** January 16, 2026

**MEMORANDUM TO:** Michael Bender, County Administrator  
County of Bath, Virginia

**FROM:** Robinson, Farmer, Cox Associates

**REGARDING:** FY 24-25 Audit

In planning and performing our audit of the financial statements of the County of Bath, Virginia for the year ended June 30, 2025, we considered the County's internal controls 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 controls and other operational matters that are presented for your consideration. This letter does not affect our report dated January 16, 2026, on the financial statements of the County of Bath. Our comments and recommendations, all of which have been discussed with appropriate members of management, are intended to improve the internal controls 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.

## **SPDA Requirements**

The Commonwealth of Virginia amended its Security for Public Deposits Act ("SPDA") regulations and now requires Virginia public depositors to use the Treasury web-based Public Funds Search feature to ensure the banks they use are accurately reporting their public funds to the Treasury Board. This verification process must be completed each quarter for all applicable accounts.

## **Governmental Accounting Standards Board Pronouncements**

The following Governmental Accounting Standards Board Pronouncements will be effective in the coming years:

Statement No. 103, *Financial Reporting Model Improvements*, improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.

Statement No. 104, *Disclosure of Certain Capital Assets*, requires certain types of assets (lease assets, subscription assets, intangible right-to-use assets, and other intangible assets) to be disclosed separately in the capital asset note disclosures by major class of underlying asset. It also requires additional disclosures for capital assets held for sale. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.

Implementation Guide No. 2025-1, *Implementation Guidance Update—2025*, effective for fiscal years beginning after June 15, 2025.