



LOCAL GOVERNMENT INVESTMENT POOL  
VIRGINIA COLLEGE BUILDING AUTHORITY  
VIRGINIA PUBLIC BUILDING AUTHORITY  
VIRGINIA PUBLIC SCHOOL AUTHORITY

REPORT ON AUDIT  
FOR THE YEAR ENDED  
JUNE 30, 2016

Auditor of Public Accounts  
Martha S. Mavredes, CPA  
[www.apa.virginia.gov](http://www.apa.virginia.gov)  
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## AUDIT SUMMARY

We have audited the basic financial statements of the following entities as of and for the year ended June 30, 2016, and have issued our reports thereon dated December 15, 2016. Our reports, included in the entities' Annual Reports, are available at the Auditor of Public Accounts' website at [www.apa.virginia.gov](http://www.apa.virginia.gov) and at the Department of the Treasury's website at [www.trs.virginia.gov](http://www.trs.virginia.gov).

- Local Government Investment Pool
- Virginia College Building Authority
- Virginia Public Building Authority
- Virginia Public School Authority

The purpose of this report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing. Our audit of the entities found:

- the financial statements are presented fairly, in all material respects;
- no internal control findings requiring management's attention; and
- no instances of noncompliance or other matters required to be reported under Government Auditing Standards.



Martha S. Mavredes, CPA  
Auditor of Public Accounts

# Commonwealth of Virginia

*Auditor of Public Accounts*

P.O. Box 1295  
Richmond, Virginia 23218

December 15, 2016

The Honorable Terence R. McAuliffe  
Governor of Virginia

The Virginia Treasury Board and Local  
Government Investment Pool Participants

The Honorable Robert D. Orrock, Sr.  
Chairman, Joint Legislative Audit  
And Review Commission

Board of Directors of:  
Virginia College Building Authority  
Virginia Public Building Authority  
Virginia Public School Authority

## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the Standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements of the governmental activities and major special revenue funds of the **Virginia College Building Authority** and the **Virginia Public Building Authority**, the business-type activities of the **Virginia Public School Authority**, and the fiduciary activities of the **Local Government Investment Pool** as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise these entities' basic financial statements and have issued our report thereon dated December 15, 2016.

### Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Department of Treasury's (Treasury) internal control over financial reporting to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Treasury's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Treasury's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies,

in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether each entity's financial statements are free of material misstatement, we performed tests of each entity's compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entities' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

AUDITOR OF PUBLIC ACCOUNTS

SAH/clj

## **BOARD OFFICIALS**

As of June 30, 2016

### **VIRGINIA TREASURY BOARD**

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Douglas Densmore  
Luis Mejia

#### Ex-Officio

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Craig M. Burns, Tax Commissioner  
David A. Von Moll, State Comptroller

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Katharine M. Bond  
Dennis C. LaGanza  
Charles Mann  
McLain O’Ferrall, Jr.  
Sylvia Le Torrente

#### Ex-Officio

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David A. Von Moll, State Comptroller  
Daniel S. Timberlake, Director, Department of Planning and Budget  
Peter A. Blake, Executive Director, State Council of Higher Education for Virginia

### **VIRGINIA PUBLIC BUILDING AUTHORITY**

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Sarah B. Williams, Vice Chairman  
Carolyn L. Bishop  
Suzanne S. Long  
Kevin M. O’Neill

#### Ex-Officio

Manju S. Ganeriwala, State Treasurer  
David A. Von Moll, State Comptroller

## **BOARD OFFICIALS (cont.)**

As of June 30, 2016

### **VIRGINIA PUBLIC SCHOOL AUTHORITY**

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Douglas Combs

Walter Mika

#### Ex-Officio

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David A. Von Moll, State Comptroller

Dr. Steven R. Staples, Superintendent of Public Instruction