

**TRACY D. SMITH**  
**GENERAL RECEIVER OF THE CIRCUIT COURT**  
**OF THE CITY OF CHARLOTTESVILLE**

**REPORT ON AUDIT**  
**FOR THE PERIOD**  
**JANUARY 12, 2006 THROUGH JUNE 30, 2006**



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# Commonwealth of Virginia

**Walter J. Kucharski, Auditor**

**Auditor of Public Accounts  
P.O. Box 1295  
Richmond, Virginia 23218**

November 15, 2006

The Honorable Paul M. Peatross, Jr.  
Chief Judge of the Circuit Court  
City of Charlottesville

## INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying statement of assets and liabilities arising from cash transactions of

TRACY D. SMITH  
GENERAL RECEIVER OF THE CIRCUIT COURT  
of the  
CITY OF CHARLOTTESVILLE

as of June 30, 2006, and the related statement of cash receipts and disbursements for the period January 12, 2006 through June 30, 2006. All records supporting these financial statements are the responsibility of the General Receiver. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, these financial statements have been prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets and liabilities arising from cash transactions of the General Receiver of the Circuit Court of the City of Charlottesville as of June 30, 2006, and the cash receipts and disbursements for the period January 12, 2006 through June 30, 2006, on the basis of accounting described in Note 1.

AUDITOR OF PUBLIC ACCOUNTS

MMT:jab  
jab:5

cc: The Honorable Paul M. Peatross, Jr.  
The Honorable Paul C. Garrett

CITY OF CHARLOTTESVILLE  
GENERAL RECEIVER OF THE CIRCUIT COURT  
STATEMENT OF ASSETS AND LIABILITIES

As of June 30, 2006

Exhibit A

Assets:	\$ 630,938
Investments	
	\$ 630,938
Total Assets	
Liabilities:	
Trust funds	\$ 5,000
	120
Total Liabilities	625,818
	\$ 630,938

The accompanying Notes to Financial Statements are an integral part of this statement.

CITY OF CHARLOTTESVILLE  
GENERAL RECEIVER OF CIRCUIT COURT  
STATEMENT OF TRUST FUND RECEIPTS AND DISBURSEMENTS  
For the Period Ending June 30, 2006

Exhibit A1

Receipts:	
Trust funds	\$ 82,977
Interest	11,500
Total receipts	<u>94,477</u>
Disbursements:	
Trust funds	7,592
General receiver fees	<u>583</u>
Total disbursements	<u>8,175</u>
Excess/(deficiency) of receipts over/(under) disbursements	86,302
Trust fund balance at January 12, 2006	<u>544,516</u>
Trust fund balance at June 30, 2006	<u><u>\$ 630,818</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

CITY OF CHARLOTTESVILLE  
GENERAL RECEIVER OF THE CIRCUIT COURT  
NOTES TO FINANCIAL STATEMENTS

As of June 30, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the General Receiver of the Circuit Court of the City of Charlottesville have been prepared using the cash basis of accounting. Under the cash basis of accounting, revenues are recorded when received in cash and disbursements are recorded when made.

2. SURETY BOND

The General Receiver was bonded under a Trust Fund Administrators Bond with the Firemen's Insurance Company of Newark, New Jersey, as surety.