

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

REPORT ON AUDIT
FOR THE PERIOD
JULY 1, 2007 THROUGH JUNE 30, 2008



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Commonwealth of Virginia

Walter J. Kucharski, Auditor

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

March 31, 2008

The Honorable Timothy K. Sanner
Chief Judge of the Circuit Court
City of Charlottesville

INDEPENDENT AUDITOR'S REPORT

We have examined the accompanying schedule of fiduciary net assets arising from cash transactions of

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as of July 1, 2007 through February 29, 2008, and the related schedule of changes in fiduciary net assets for the period July 1, 2007 through February 29, 2008. All records supporting these financial schedules are the responsibility of the General Receiver. Our responsibility is to express an opinion on these financial schedules based on our examination.

Our primary objective was to confirm the accuracy of transactions recorded on the General Receiver's financial records. The purpose of the audit was to determine the accountability of the former General Receiver at February 29, 2008, and to turn over the assets, accounts, and records of the office to Nancy Johnson, the newly appointed General Receiver for the City of Charlottesville.

We conducted our examination in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards include examining evidence supporting the asset amounts in the General Receiver's financial records and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

As described in Note 1, these financial schedules 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 schedules referred to above present fairly, in all material respects, the fiduciary net assets arising from cash transactions of the General Receiver of the Circuit Court of the City of Charlottesville as of July 1, 2007 through February 29, 2008, and the changes in fiduciary net assets for the period July 1, 2007 through February 29, 2008, on the basis of accounting described in Note 1.

AUDITOR OF PUBLIC ACCOUNTS

KMK:clj
clj:6

CITY OF CHARLOTTESVILLE
GENERAL RECEIVER OF THE CIRCUIT COURT
STATEMENT OF FIDUCIARY NET ASSETS
AS OF FEBRUARY 29, 2008

Exhibit A

A S S E T S

Investments	\$	722,308
		<u>-</u>
Total Assets	\$	<u><u>722,308</u></u>

L I A B I L I T I E S

Interest payable	\$	-
General receiver fees		-
Total Liabilities		<u>-</u>
Net Assets Held in Trust for Designees	\$	<u><u>722,308</u></u>

The accompanying notes to financial statements are an integral part of this statement.

CITY OF CHARLOTTESVILLE
GENERAL RECEIVER OF CIRCUIT COURT
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE PERIOD ENDING FEBRUARY 29, 2008

Exhibit A1

Additions:

Trust funds	\$ 93,004
Interest	<u>21,950</u>
Total additions	<u>114,954</u>

Deductions:

Trust funds	196,193
General receiver fees	1,165
Bond premiums	<u>2,397</u>
Total deductions	<u>199,755</u>

Net Change (84,801)

Net Assets Held in Trust for Designees -
July 1, 2006 807,109

June 30, 2007 \$ 722,308

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 SCHEDULES

AS OF JULY 1, 2007 THROUGH FEBRUARY 29, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial schedules 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.

