

**REPORT ON  
CLERK OF THE CIRCUIT COURT  
of the  
COUNTY OF ALLEGHANY, VIRGINIA  
MICHAEL D. WOLFE**

**FOR THE PERIOD  
OCTOBER 1, 2004 THROUGH MARCH 25, 2006**





# Commonwealth of Virginia

**Walter J. Kucharski, Auditor**

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

March 25, 2006

Debra N. Byer  
Clerk of the Circuit Court  
County of Alleghany

Board of Supervisors  
County of Alleghany

We have audited the accompanying Statement of Assets and Liabilities of Michael D. Wolfe, former Clerk of the Circuit Court of the County of Alleghany for the period October 1, 2004 through March 25, 2006. All records supporting the amounts presented in this financial statement are the responsibility of this Clerk. Our responsibility is to express an opinion on the financial statement based on our audit.

Our primary objectives were to test the accuracy of financial transactions recorded on the Court's financial management system; evaluate the Court's internal controls; and test its compliance with significant state laws, regulations, and policies. However, our audit was more limited than would be necessary to provide assurance on the internal controls or on overall compliance with applicable laws, regulations, and policies.

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 statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting 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.

The purpose of the audit was to determine the accountability of the former Clerk at March 25, 2006, and to turn over the assets, accounts, and records of the office to Debra N. Byer, the newly appointed Clerk of the Circuit Court.

As described in Note 1, this financial statement has been prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. This basis of accounting is prescribed by the State Comptroller and approved by the Auditor of Public Accounts as it is deemed the appropriate method of reporting by Clerks of the Circuit Court.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the assets and liabilities of the Clerk of the Circuit Court of the County of Alleghany as of March 25, 2006, on the basis of accounting described in Note 1.

We acknowledge the cooperation extended to us during this engagement.

AUDITOR OF PUBLIC ACCOUNTS

WJK:cam

cc: The Honorable Thomas H. Wood, Jr., Chief Judge  
George C. "Chip" Snead, Interim County Administrator  
Paul Delosh, Director of Technical Assistance  
Supreme Court of Virginia

COUNTY OF ALLEGHANY  
CLERK OF THE CIRCUIT COURT  
STATEMENT OF ASSETS AND LIABILITIES  
AS OF MARCH 25, 2006

ASSETS

Cash and cash equivalents	<u>\$36,201</u>
Total	<u><u>\$36,201</u></u>

LIABILITIES

Due to the Commonwealth of Virginia	\$ 1,245
Due to the County of Alleghany	25,114
Collections for others	7,669
Depository bonds	50
Condemnation funds	<u>2,123</u>
Total	<u><u>\$36,201</u></u>

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

COUNTY OF ALLEGHANY  
CLERK OF THE CIRCUIT COURT  
NOTES TO FINANCIAL STATEMENT  
AS OF MARCH 25, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Clerk of the Circuit Court is an elected constitutional officer who administers the County of Allegheny's court of record. The Circuit Court is where individuals file documents requiring formal recording by law to include deeds, wills, marriage licenses and various other documents. The Circuit Court has exclusive original jurisdiction in all felony criminal cases, in civil chancery, and civil cases where the amount exceeds \$15,000. It also hears appeals from district courts.

Basis of Accounting

The financial statement is prepared using the cash basis of accounting, which records cash receipts when received and disbursements when made.

2. SURETY BOND

In accordance with Sections 2.2-1840 and 2.2-1841, Code of Virginia, the Clerk was bonded under a Public Officials Position Schedule Bond in the amount of \$500,000 with the Fidelity and Deposit Company of Maryland and through a self-insurance plan administered by the Virginia Department of Treasury's Division of Risk Management as sureties.