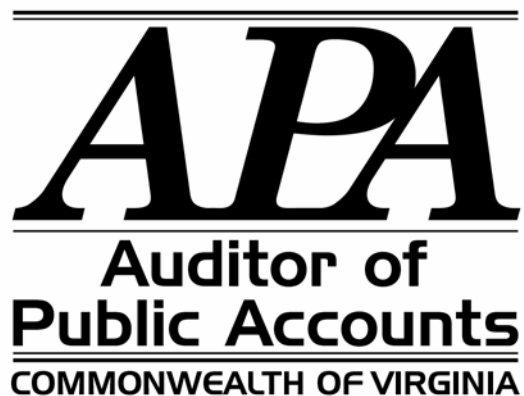


**LOCAL GOVERNMENT INVESTMENT POOL  
VIRGINIA PUBLIC SCHOOL AUTHORITY  
VIRGINIA COLLEGE BUILDING AUTHORITY  
VIRGINIA PUBLIC BUILDING AUTHORITY**

**REPORT ON AUDIT FOR YEAR ENDED  
JUNE 30, 2006**



## **AUDIT SUMMARY**

We have audited the following Authorities for the year ended June 30, 2006, and have issued our reports on the financial statements dated as indicated below:

- Local Government Investment Pool dated December 14, 2006;
- Virginia Public School Authority dated December 14, 2006;
- Virginia College Building Authority dated December 14, 2006; and
- Virginia Public Building Authority dated December 14, 2006.

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 Authorities found:

- the financial statements are presented fairly, in all material respects;
- no internal control matters that we consider to be material weaknesses; and
- no instances of noncompliance or other matters required to be reported.

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# Commonwealth of Virginia

**Walter J. Kucharski, Auditor**

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

December 14, 2006

The Honorable Timothy M. Kaine  
Governor of Virginia

The Virginia Treasury Board and Local  
Government Investment Pool Participants

The Honorable Thomas K. Norment, Jr.  
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 the following **Authorities** for the year ended June 30, 2006, and have issued our reports on the financial statements dated as indicated below:

- Local Government Investment Pool dated December 14, 2006;
- Virginia Public School Authority dated December 14, 2006;
- Virginia College Building Authority dated December 14, 2006; and
- Virginia Public Building Authority dated December 14, 2006.

We conducted our audit in accordance with 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.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Authorities' internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authorities' financial statements are free of material misstatement, we performed tests of their 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.

The "Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters" is intended solely for the information and use of the Governor and General Assembly of Virginia, the Authorities' Boards and management, and is not intended to be and should not be used by anyone, other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

AUDITOR OF PUBLIC ACCOUNTS

WJK:jab  
jab:55

## BOARD MEMBERS

As of June 30, 2006

### VIRGINIA COLLEGE BUILDING AUTHORITY

William L. Nusbaum, Chairman      Heidi W. Abbott, Vice Chairman  
Vinod B. Agarwal      Joseph S. Testa  
John F. "Jack" Carter, II      Molly J. Ward  
Elaine R. Wilde

#### EX OFFICIO

J. Braxton Powell, Treasurer, State Treasurer  
David A. Von Moll, State Comptroller  
Daniel J. Lavista, Executive Director, State Council of Higher Education for Virginia  
Richard D. Brown, Director, Department of Planning and Budget

### VIRGINIA PUBLIC BUILDING AUTHORITY

Sara B. Williams, Chairman      Priscilla Burbank, Vice Chairman  
Monique Nadeau-Langridge  
Steven R. Perkins  
Myron J. Mintz

#### EX OFFICIO

J. Braxton. Powell, Secretary/Treasurer, State Treasurer  
David Von Moll, State Comptroller

### VIRGINIA PUBLIC SCHOOL AUTHORITY

James J. Wheaton, Chairman      James M. Holland, Vice Chairman  
Hady Amr  
Tammy Esteves, Ph.D  
Brenda L. Skidmore

#### EX OFFICIO

J. Braxton Powell, Secretary and Treasurer, State Treasurer  
David Von Moll, State Comptroller  
Patricia Wright, Acting Superintendent of Public Instruction

