



Commonwealth of Virginia

Auditor of Public Accounts

Staci A. Henshaw, CPA
Auditor of Public Accounts

P.O. Box 1295
Richmond, Virginia 23218

August 23, 2023

Randy R. Jones
Treasurer

Judy Hart
Commissioner of the Revenue

Chris Giles
Sheriff

Locality: County of King George

We have reviewed the Commonwealth collections and remittances of the Treasurer, Commissioner of the Revenue, and Sheriff of the locality indicated for the year ended June 30, 2023. Our primary objectives were to determine that the officials have maintained accountability over Commonwealth collections, established internal controls, and complied with state laws and regulations. We limited our work to the collection of Commonwealth revenues. Local governments hire certified public accountants to audit all other financial activities of the locality and these firms issue separate reports on the results of their audits.

The results of our tests found the Treasurer, Commissioner of the Revenue, and Sheriff complied, in all material respects, with state laws, regulations and other procedures relating to the receipt, disbursement, and custody of state funds, except as follows.

The Treasurer and Commissioner of the Revenue did not maintain sufficient internal control over state funds as described below.

Properly Update and Calculate Interest

Repeat: No

The Treasurer and Commissioner of the Revenue were unaware that the vendor of the automated financial system did not update the interest rate for state income taxes in the system during the audit period. While the financial impact of this condition was negligible, the Treasurer and Commissioner of the Revenue should have a procedure in place to ensure that the interest rate in the system is correct so that the system will properly calculate interest on state income tax.

Randy R. Jones, Treasurer
Judy Hart, Commissioner of the Revenue
Chris Giles, Sheriff
August 23, 2023
Page Two

The Treasurer and Commissioner of the Revenue should immediately implement procedures, such as reviewing the quarterly on-line Tax Bulletins for interest rate changes and verifying that the automated system's vendor updates the system promptly with the correct interest rate whenever the Department of Taxation changes the interest rates.

We discussed these findings with the Treasurer and Commissioner of the Revenue on August 23, 2023, and we acknowledge the cooperation extended to us during this review.

Sincerely,

Staci A. Henshaw
Auditor of Public Accounts

LJH: clj

cc: Richard Granger, Board Chair
Christopher Miller, County Administrator
Andrew Grossnickle, Member
Robinson, Farmer, Cox Associates