

CITY OF PORTSMOUTH, VIRGINIA

SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS

Year Ended June 30, 2009

2008-1 Internal Control over Financial Reporting

Criteria:

Proper cutoff should be observed near fiscal year end to ensure all accounts payable are recorded in the appropriate period.

Condition:

While performing our audit procedures to test the completeness of accounts payable, we determined there were invoices received after year end that should have been accrued as accounts payable as of June 30, 2008.

Resolution:

Not corrected. Repeat finding.

2008-2 Internal Control over Financial Reporting

Criteria:

Balances reflected on bank reconciliations should agree with the accounting system.

Condition:

While performing our audit procedures to test the accuracy of cash balances, we determined there were funds wired out at year end, which were properly accounted for in the bank reconciliations, but were not recorded in the accounting system as of June 30, 2008.

Resolution:

Corrected.

2008-3 Child Welfare Trust Accounts

Criteria:

Unexpended special welfare funds and dedicated funds should be returned to individuals who leave the agency's custody, refunded to applicable funding sources, or escheated to the state.

Condition:

While performing our audit procedures to ensure compliance with the Social Services section 3-15 of the *Specifications for Audits of Counties, Cities and Towns*, we determined that unexpended funds were not being returned when individuals leave the agency's custody.

Resolution:

Corrected.