DISTRICT COURT 32-1-27

DELAWARE COUNTY

AUDIT REPORT

FOR THE PERIOD

JANUARY 1, 2003 TO DECEMBER 31, 2005

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Independent Auditor's Report

The Honorable Gregory C. Fajt
Secretary
Department of Revenue
Harrisburg, PA 17128

We have audited the accompanying statement of receipts and disbursements – cash basis of District Court 32-1-27, Delaware County, Pennsylvania (District Court), for the period January 1, 2003 to December 31, 2005, pursuant to the requirements of Section 401(c) of *The Fiscal Code*, Act of April 9, 1929, P.L. 343. This financial statement is the responsibility of the District Court's management. Our responsibility is to express an opinion on this statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 the amounts and disclosures in the financial statement. An audit also includes assessing the accounting 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.

As described more fully in Note 1, the accompanying financial statement was prepared using accounting practices prescribed by the Pennsylvania Department of Revenue, which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material. The financial statement presents only the Commonwealth portion of cash receipts and disbursements and is not intended to present fairly the financial position and results of operations of the District Court, in conformity with accounting principles generally accepted in the United States.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District Court, as of December 31, 2005, the changes in its financial position, or where applicable, its cash flows for the period then ended.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the operations of the District Court as it pertains to receipts made on behalf of the Department of Revenue and other state agencies for the period January 1, 2003 to December 31, 2005, on the basis of accounting described in Note 1.

Our audit was made for the purpose of forming an opinion on the financial statement of the District Court taken as a whole. The accompanying Schedule 1 for the period January 1, 2003 to December 31, 2005 is supplemental information required by the Department of Revenue and is not a required part of the financial statement. The information in that schedule has been subjected to the procedures applied in the audit of the financial statement, and in our opinion, is fairly stated in all material respects in relation to the financial statement taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 14, 2006, on our consideration of the District Court's internal control over financial reporting and on our tests of its compliance with certain provisions of laws and regulations. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

This report is intended solely for the information and use of the Pennsylvania Department of Revenue, the Administrative Office of Pennsylvania Courts, and the District Court and is not intended to be and should not be used by anyone other than these specified parties.

July 14, 2006

JACK WAGNER
Auditor General

DISTRICT COURT 32-1-27
DELAWARE COUNTY
STATEMENT OF RECEIPTS AND DISBURSEMENTS - CASH BASIS
FOR THE PERIOD
JANUARY 1, 2003 TO DECEMBER 31, 2005

Receipts:		
Department of Transportation		
Title 75 Fines	$ 187,026	
Overweight Fines	688	
Littering Law Fines	973	
Child Restraint Fines	150	
Department of Revenue Court Costs	135,465	
Crime Victims' Compensation Bureau Costs	14,532	
Crime Commission Costs/Victim Witness Services Costs	10,739	
Department of Public Welfare		
Domestic Violence Costs	3,753	
Attend Care Fines	475	
Department of Conservation and Natural Resources Fines	200	
Emergency Medical Service Fines	69,479	
CAT/MCARE Fund Surcharges	219,025	
Judicial Computer System Fees	79,521	
Access to Justice Fees	13,471	
Constable Service Surcharges	9,211	
Firearm Education and Training Costs	16	
Total receipts (Note 2)		$ 744,724
Disbursements to Department of Revenue (Note 3)		(744,724)
Balance due Department of Revenue (District Court) per settled reports (Note 4)		-
Audit adjustments		-
Adjusted balance due Department of Revenue (District Court) for the period January 1, 2003 to December 31, 2005		$ -

Notes to the financial statement are an integral part of this report.

DISTRICT COURT 32-1-27
DELAWARE COUNTY
NOTES TO THE FINANCIAL STATEMENT
FOR THE PERIOD
JANUARY 1, 2003 TO DECEMBER 31, 2005

1. Summary Of Significant Accounting Policies

Basis Of Presentation

The financial statement was prepared in accordance with the requirements of the Pennsylvania Department of Revenue. This financial statement is not intended to present either financial results of operations or financial position in conformity with generally accepted accounting principles.

Basis Of Accounting

The financial statement was prepared on the cash basis of accounting. Under this method, revenues were recognized when received and expenditures were recognized when paid.

Audit Requirement

The financial presentation has been prepared in accordance with Title 72 P.S. Section 401 (c) of *The Fiscal Code*, which requires the Department of the Auditor General to determine whether all money collected on behalf of the Commonwealth has been remitted properly and to provide the Department of Revenue with a report to enable them to settle an account covering any delinquency. A statement of assets and liabilities was not a required part of the financial presentation because of the limited reporting scope by the District Court. Therefore, a statement of assets and liabilities was not audited and is not a part of this report.

2. Receipts

Receipts are comprised of fines, costs, fees, surcharges, and restitution collected on behalf of the Department of Revenue and other state agencies. These fines, costs, fees, surcharges, and restitution represent collections made on traffic, non-traffic, civil, and criminal cases filed with the District Court.

3. Disbursements

Total disbursements are comprised as follows:

Checks issued to the Department of Revenue	$744,724

4. Balance Due Department Of Revenue (District Court) For The Period January 1, 2003 To December 31, 2005

This balance reflects the summary of monthly transmittal reports as settled by the Department of Revenue.

5. Magisterial District Judge Serving During Audit Period

David H. Lang, Esquire, served at District Court 32-1-27 for the period January 1, 2003 to December 31, 2005.

DISTRICT COURT 32-1-27
DELAWARE COUNTY
SCHEDULE 1
FOR THE PERIOD
JANUARY 1, 2003 TO DECEMBER 31, 2005

Schedule 1 - Reconciliation Of Settled Reports

Date of Summary of Collections Report	Balance Due Settled Reports Dept. of Revenue (District Court)	Payment Credited for a Prior Month	Payment Not Credited for Current Month	Adjustments	Adjusted Balance Due Dept. of Revenue (District Court)
2003					
January	$ -	$ -	$ -	$ -	$ -
February	-	-	-	-	-
March	3,363	-	-	-	3,363
April	(3,363)	-	-	-	(3,363)
May	-	-	-	-	-
June	-	-	-	-	-
July	-	-	-	-	-
August	3,180	-	-	-	3,180
September	(3,180)	-	-	-	(3,180)
October	-	-	-	-	-
November	-	-	-	-	-
December	-	-	-	-	-
2004					
January	-	-	-	-	-
February	4,125	-	-	-	4,125
March	(4,125)	-	-	-	(4,125)
April	-	-	-	-	-
May	-	-	-	-	-
June	-	-	-	-	-
July	-	-	-	-	-
August	5,846	-	-	-	5,846
September	(5,846)	-	-	-	(5,846)
October	6,793	-	-	-	6,793
November	866	-	-	-	866
December	(7,659)	-	-	-	(7,659)

DISTRICT COURT 32-1-27
DELAWARE COUNTY
SCHEDULE 1
FOR THE PERIOD
JANUARY 1, 2003 TO DECEMBER 31, 2005

Schedule 1 - Reconciliation Of Settled Reports (Continued)

Date of Summary of Collections Report	Balance Due Settled Reports Dept. of Revenue (District Court)	Payment Credited for a Prior Month	Payment Not Credited for Current Month	Adjustments	Adjusted Balance Due Dept. of Revenue (District Court)
2005					
January	-	-	-	-	-
February	-	-	-	-	-
March	-	-	-	-	-
April	-	-	-	-	-
May	-	-	-	-	-
June	-	-	-	-	-
July	-	-	-	-	-
August	-	-	-	-	-
September	-	-	-	-	-
October	-	-	-	-	-
November	-	-	-	-	-
December	-	-	-	-	-
Balance due Department of Revenue (District Court) per settled reports					-
Audit adjustments					-
Adjusted balance due Department of Revenue (District Court) for the period January 1, 2003 to December 31, 2005					$ -

JACK WAGNER

AUDITOR GENERAL

Report On Compliance And On Internal Control Over Financial Reporting

The Honorable Gregory C. Fajt
Secretary
Department of Revenue
Harrisburg, PA 17128

We have audited the statement of receipts and disbursements – cash basis of District Court 32-1-27, Delaware County, Pennsylvania (District Court), for the period January 1, 2003 to December 31, 2005, and have issued our report thereon dated July 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.

Compliance

As part of obtaining reasonable assurance about whether the District Court's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws and regulations, 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 that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District Court's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statement and not to provide assurance 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 over financial reporting that might be

material weaknesses. A material weakness is a 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 in amounts that would be material in relation to the financial statement 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.

This report is intended solely for the information and use of the Pennsylvania Department of Revenue, the Administrative Office of Pennsylvania Courts, and the District Court and is not intended to be and should not be used by anyone other than these specified parties.

July 14, 2006

JACK WAGNER
Auditor General

DISTRICT COURT 32-1-27
DELAWARE COUNTY
REPORT DISTRIBUTION
FOR THE PERIOD
JANUARY 1, 2003 TO DECEMBER 31, 2005

This report was initially distributed to:

The Honorable Gregory C. Fajt
Secretary
Department of Revenue

The Honorable Zygmont Pines
Court Administrator of Pennsylvania
Administrative Office of Pennsylvania Courts

District Court 32-1-27
Delaware County
30 Media Line Road
Newtown Square, PA 19073

Gerald C. Montella, Esquire	Court Administrator
The Honorable David H. Lang	Magisterial District Judge
The Honorable Cynthia F. Leitzell	Controller

This report is a matter of public record. Copies of this report may be obtained from the Pennsylvania Department of the Auditor General, Office of Communications, 318 Finance Building, Harrisburg, PA 17120. If you have any questions regarding this report or any other matter, you may contact the Department of the Auditor General by accessing our website at www.auditorgen.state.pa.us.