



County of Berks, Office of the Controller

Berks County Services Center
633 Court Street, 12th Floor
Reading, PA 19601-4311
Phone (610) 478-6150
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Sandra M. Graffius, County Controller
Jack A. Linton, Esq., Solicitor

December 3, 2015

Assistant Special Courts Administrator Barbara O'Neil
Central Arraignment Court 23-0-01
633 Court Street, 1st Floor
Reading, PA 19601

Re: Internal Auditor's Report

Dear Assistant Special Courts Administrator Barbara O'Neil:

We have completed our audit of the financial statement for Central Arraignment Court 23-0-01 for the year ended December 31, 2014, and have attached the report for your review and consideration.

Since there was no significant deficiency or instance of non-compliance noted during the audit, no response is required and the attached report is the final report.

This report is intended for the use of Central Arraignment Court 23-0-01's management. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

I would like to thank you for your cooperation and for the courtesies extended by your staff to mine during the course of our audit. If you have any questions concerning our audit or the attached report, I would be glad to discuss them with you.

Yours truly,

Sandra M. Graffius

Central Arraignment Court 23-0-01

County of Berks, Pennsylvania

Assistant Special Courts Administrator Barbara O'Neil

Financial Audit

For the Period January 1, 2014 to December 31, 2014

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Report Distribution List

1. Barbara O'Neil, Assistant Special Court Administrator
2. Christian Y. Leinbach, County Commissioner Chair
3. Kevin S. Barnhardt, County Commissioner
4. Mark C. Scott, County Commissioner
5. Carl Geffken, Chief Operations Officer
6. Paul M. Yatron, President Judge
7. Steve Weber, District Court Administrator
8. Faith I. Phillips, Special Courts Administrator
9. Eugene A. DePasquale, Pennsylvania Auditor General
10. Andrew M. Simpson, Judicial Programs Department
11. Reinsel, Kuntz, Leshner LLP, Certified Public Accountants
12. Audit File



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Internal Auditor's Report

Assistant Special Courts Administrator Barbara O'Neil
Central Arraignment Court 23-0-01
633 Court Street, 1st Floor
Reading, PA 19601

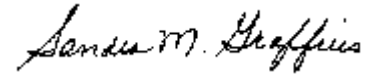
We have audited the Statement of Receipts, Disbursements and Changes in Cash Balance – Cash Basis of December 31, 2014. The financial statement is the responsibility of Central Arraignment Court 23-0-01's management. Our responsibility is to express an opinion on the financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 in Note 1, the accounts of Central Arraignment Court 23-0-01 are maintained, and the accompanying financial statement is prepared, on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statement referred to above present fairly, in conformity with the cash basis of accounting, the cash account balance of Central Arraignment Court 23-0-01, as of December 31, 2014, and the revenues it received and expenditures it paid for the years then ended on the basis of accounting described in Note 1.

This report is intended for the information of the County of Berks Board of Commissioners and Central Arraignment Court 23-0-01's management. However, this report is a matter of public record and its distribution is not limited.

A handwritten signature in black ink that reads "Sandra M. Graffius". The signature is written in a cursive style with a large initial 'S'.

Sandra M. Graffius, Controller
December 3, 2015

Central Arraignment Court 23-0-01
County of Berks, Pennsylvania
Statement of Receipts, Disbursements and Changes in Cash Balance – Cash Basis
For the Year Ended December 31, 2014

Receipts	\$ 591,813
Disbursements	
County of Berks	221
Bank fees	61
Restitution, bail and collateral	<u>591,524</u>
Total disbursements	<u>591,806</u>
Cash receipts in excess of disbursements	7
Cash account balance as of January 1	<u>23</u>
Cash account balance as of December 31	<u><u>\$ 30</u></u>

Central Arraignment Court 23-0-01
County of Berks, Pennsylvania
Notes to Financial Statements
December 31, 2014

Note 1: Nature of the office and significant accounting policies

Nature of the office:

Central Arraignment Court conducts arraignments for criminal and summary cases. They also collect collateral and bail from defendants. The funds are then distributed to the appropriate magisterial district courts in the districts where the offenses occurred. Central Arraignment Court is a component unit of Pennsylvania's Unified Judicial System.

Central Arraignment Court is presided over by magisterial district judges and senior judges.

Magisterial district judges and senior judges are employees of the Commonwealth and the court secretaries are employees of the County of Berks.

Basis of accounting:

The books and records of Central Arraignment Court 23-0-01 are maintained on the cash basis of accounting and, therefore, the financial statements presented herein do not purport to present the account balances and results of operations in conformity with generally accepted accounting principles. The cash basis of accounting is an other comprehensive basis of accounting.

Cash and cash equivalents:

Central Arraignment Court 23-0-01 considers cash and equivalents to be cash on hand, on deposit and investments with a maturity of three months or less when purchased.

Cash accounts:

The financial statements compiled for Central Arraignment Court 23-0-01 by the Office of the Controller reflect only cash account activity. The cash account is primarily a trust and agency account maintained and reconciled by Central Arraignment Court 23-0-01. Administrative costs and expenses incurred by Central Arraignment Court 23-0-01 are reflected on the books and records of the County of Berks and not on these financial statements.

Central Arraignment Court 23-0-01
County of Berks, Pennsylvania
Notes to Financial Statements - Continued
December 31, 2014

Note 2: Cash and equivalents

The following cash accounts are in the name of Central Arraignment Court 23-0-01, County of Berks, and are not reflected in the County of Berks financial statements:

Bank	Account Type	Bank Balance	Carrying Value
Wells Fargo	checking	\$ 4,593	\$ 30
		\$ 4,593	\$ 30

Central Arraignment Court 23-0-01 is a component unit of Pennsylvania's Unified Judicial System. The cash account for Central Arraignment Court 23-0-01 is assigned its own tax identification number.

The account holds funds received by Central Arraignment Court 23-0-01 primarily in a trust and agency capacity and use of these funds by Central Arraignment Court 23-0-01 is restricted.

Amounts on deposit do not exceed \$250,000 and therefore are fully covered by FDIC insurance.



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Internal Auditor's Report on Compliance and Internal Controls

Assistant Special Courts Administrator Barbara O'Neil
Central Arraignment Court 23-0-01
633 Court Street, 1st Floor
Reading, PA 19601

In planning and performing our audit of the financial statement of Central Arraignment Court 23-0-01 as of and for the year ended December 31, 2014, in accordance with auditing standards generally accepted in the United States of America, we considered Central Arraignment Court 23-0-01's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Central Arraignment Court 23-0-01's internal control. Accordingly, we do not express an opinion on the effectiveness of the Central Arraignment Court 23-0-01's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control that we consider to be material weaknesses, as defined above.

This report is intended for the information of the County of Berks Board of Commissioners and Central Arraignment Court 23-0-01's management. However, this report is a matter of public record and its distribution is not limited.

Sandra M. Graffius, Controller
December 3, 2015