

**STATE OF WEST VIRGINIA**  
**AUDIT REPORT**  
**OF**

STATE AUDITOR'S OFFICE

FOR THE PERIOD

JULY 1, 1971 - JUNE 30, 1978



**OFFICE OF LEGISLATIVE AUDITOR**

**CAPITOL BUILDING**

**CHARLESTON, WEST VIRGINIA 25305**

*West Virginia*



**LEGISLATIVE AUDITOR**

**CHARLESTON**

The Honorable Encil Bailey  
Legislative Auditor  
State Capitol - Main Unit  
Charleston, West Virginia

Sir:

In compliance with your instructions and the West Virginia Code, Chapter 4, Article 2, as amended, we have examined the accounts of the State Auditor's Office.

Our examination covered the period July 1, 1971 to and including June 30, 1978. The results of this examination are set forth on the following pages of this report. However, only the financial statements for the years ended June 30, 1978 and June 30, 1977 are included in this report. The financial statements covering the period July 1, 1971 to and including June 30, 1976 are included in our audit workpapers.

Respectfully submitted,

*James R. Blake*

James R. Blake, Supervisor  
Legislative Postaudit Division

JRB:nk

STATE AUDITOR'S OFFICE  
FOR THE PERIOD  
JULY 1, 1971 - JUNE 30, 1978

STATE AUDITOR'S OFFICE

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## INTRODUCTION

The office of the State Auditor, an elected official, was created by the first Constitution of West Virginia, modified in 1872. No specific section of the code defines its duties, but the functions of the office are set out in over one hundred twenty-five sections of the code.

Requisitions for expenditures are made directly to the Auditor's Office and he maintains a complete accounting of all receipts and disbursements of state funds.

The State Auditor is responsible for the collection of fees from both state agencies and political subdivision. Deposits are transacted either through the central cashier or by intra-governmental transfer.

The present State Auditor is assisted by a chief clerk and a fiscal clerk. The following is a list of each division and a brief explanation of its duties:

1. Auditing division: this division conducts a preaudit of all invoices, contracts, and any other claims for payment to determine mathematical accuracy and legality of the expenditure.
2. Accounting division: this division performs a detailed accounting of all state monies by fund and by specific account or appropriation. They also prepare the annual statement of net receipts and disbursements (Black Book), which is an itemized report of the receipts and disbursements of each state spending unit.
3. Data processing division: this division processes all state payroll and vendor warrants. It also prepares monthly, quarterly, and annual fiscal reports. Employee savings bond accounts are kept here for the preparation and issuance of the bonds.
4. Land division: this division manages property that is sold to the state for nonpayment of taxes. It also processes forfeited, escheated, and waste and unappropriated lands. The division maintains copies of every counties' land tax books and permanent records on forfeited and delinquent land.
5. Payroll division: this division is responsible for conducting a preaudit on the payrolls of state employees and maintaining them as permanent records once they are processed. Each payroll is examined for legality and mathematical accuracy.

6. Public utility tax division: this office prepares tax statements for each utility and collects and distributes the taxes back to the levying bodies, which include the various counties, boards of educations, and municipalities where the property is situated. They also receive, from the counties, the state's share of marriage licenses, property transfer taxes, pistol licenses, delinquent land taxes, court fines and monies due the state general fund.
7. Securities division: this division's responsibility is to review and register those entering the investment business and survey those presently registered as required by the Uniform Securities Act. They also review the advertising and investigate complaints against the brokers or dealers.
8. Social security division: this office acts as a liason between the federal agency and state agencies on all matters of social security coverage and distributes, receives, audits, and finalizes quarterly social security wage reports and contribution payments on both the state and local level.
9. Other functions: the Auditor's Office is statutorily responsible for the Judges' Retirement System. It maintains records of contributions, payments and investment of funds for this account. In addition the legal services are administrated and pays for the mental hygiens fund and the representation of neady persons fund.

STATE AUDITOR'S OFFICE  
SUMMARY OF FINDINGS AND RECOMMENDATIONS

OPERATING EXPENSES

1. A duplicate payment of \$1,325 was made to the C & P Telephone Company of West Virginia.

We recommend an effort be made to recover the duplicate payment from the C & P Telephone Company of West Virginia.

DELINQUENT LAND TAX

2. \$174.57 was redeposited to the Public Service Corporation Taxes Account when it should have been redeposited in the Delinquent Land Tax Account.

The error was corrected during the course of our audit.

SOCIAL SECURITY CONTRIBUTIONS

3. Misclassification errors of \$81,086.06, \$193.05 and \$371.44 were noted in the Social Security Contributions Accounts.

The errors were corrected during the course of our audit.

JUDGES' RETIREMENT SYSTEM

4. Misclassification errors of \$100,000.00 and \$2,208.75 were noted in the Judges' Retirement System.

The errors were corrected during the course of our audit.

SOCIAL SECURITY CONTRIBUTION FUND INTEREST EARNED

5. A misclassification error of \$10,213.01 was noted in this account.

The error was corrected during the course of the audit.

GENERAL REMARKS

SCOPE OF AUDIT

An examination of the accounts of the State Auditor's Office has been completed. All appropriated and special revenue accounts were examined for the period July 1, 1971 through June 30, 1978. Collection and refund accounts were also examined.

APPROPRIATED ACCOUNTS

All appropriated expenditures required for the operation of the State Auditor's Office are made from the following accounts for the year ended June 30, 1978:

<u>Account Number</u>	<u>Account Description</u>
1500-0X	Salary of State Auditor
1500-00	Other Personal Services
1500-01	Current Expenses
1500-03	Equipment
1500-04	Microfilm
1500-05	Mental Hygiene Fund
1500-06	Representation of Needy Persons Fund
1500-79	Awards for Claims Against the State
1510-06	Social Security Matching
8120-06	Operating Expenses

Payroll checks for the period June 1, 1978 through June 15, 1978 were verified and distributed, and a sample test of deduction and withholding accuracy was conducted. Each employee was required to show proper identification and sign for his/her check. All absent employee names were included on a list made by the chief clerk, certifying that they were bona fide employees under his supervision during the above pay period. A copy of this list as well as the payroll and the aforementioned sampling are included in the workpapers.

Classification of the employees on the payroll was as follows:

Administrative Personnel	16	Part-time	8
Clerical Personnel	<u>66</u>	Full-time	<u>74</u>
	82		82

A further breakdown according to job classification and title is included in the workpapers.



OPERATING EXPENSES

We noted a duplicate payment of a telephone billing in the amount of \$1,325.07 for the period June 13, 1975 to July 13, 1975 was made on Transmittal No. 10, dated January 9, 1976, by Warrant No. 8827869. This amount was previously paid on Transmittal No. 24, dated August 4, 1975, by Warrant No. 8420970.

We recommend an effort be made by the State Auditor's Office to recover this overpayment from the C & P Telephone Company of West Virginia.

Copies of the bonds for the three State Auditors during our audit period are filed with the workpapers.

A physical inventory was made by the examiners for all equipment purchased during the period July 1, 1977 through June 30, 1978. All equipment was accounted for.

SPECIAL REVENUE

The State Auditor's Office has several special revenue accounts in the State Treasury. We examined the cash receipts and disbursements of the accounts and, except as noted elsewhere in this report, all transactions appear proper. The special revenue accounts are listed below as of June 30, 1978:

<u>Account Number</u>	<u>Account Description</u>
7030-07	Public Service Corporation Taxes
7030-08	Delinquent Land Tax
7030-09	Delinquent Land Tax Overpayments
7030-10	Tax Forfeiture
7030-11	Delinquent Land Flood Control
7440-05	Investments
8120-99	Land Department Operating Fund Cash Control
8121-04	Board of School Fund
8121-05	National Forest Fund
8121-06	Social Security Contributions
8121-07	Judges' Retirement System
8121-08	Employees' Bond Purchases
8121-09	Buffalo Creek Legal Proceeding
8121-10	Social Security Contribution Fund Interest Earned
8121-11	Penn Central Transportation Clearing Account

DELINQUENT LAND TAX

On June 2, 1977 the amount of \$174.57 for a nonsufficient fund check was erroneously redeposited to the Public Service Corporation Taxes Account instead of the Delinquent Land Tax Account, which was the correct account.

We discussed the above error with the chief accountant who concurred with us and the reclassification was made during the course of our audit.

SOCIAL SECURITY CONTRIBUTIONS

On July 8, 1974 we noted the amount of \$81,086.06 was erroneously deposited in the Employees' Bond Purchases Account. Payment was stopped on this check and charged back to the Social Security Contributions Account instead of the correct account, Employees' Bond Purchases.

On July 30, 1974 we noted \$193.05 was erroneously transferred from the Federal Grant Archaeology Survey Account to the Buffalo Creek Legal Proceeding Account. The amount should have been transferred to Social Security Contributions.

On October 19, 1976 \$371.44 was erroneously transferred from the Educational and Vocational Training Account of the West Virginia Penitentiary to the National Forest Fund. The amount should have been transferred to the Social Security Contributions Account.

We discussed the above errors with the chief accountant and he concurred with us. The corrections to the above accounts were made during the course of our audit.

JUDGES' RETIREMENT SYSTEM

On March 31, 1976 \$100,000.00 for the purchase of investments was charged to the Social Security Contributions Account when it should have been charged to the Judges' Retirement System.

On July 22, 1975 \$2,208.75 was erroneously deposited in the Employees' Bond Purchases Account when it should have been deposited in the Judges' Retirement System Account.

We discussed the above errors with the chief accountant and he agreed with us. The corrections were made during the course of our audit.

SOCIAL SECURITY CONTRIBUTION FUND  
INTEREST EARNED

On May 17, 1976 \$10,213.01 was erroneously deposited in the Social Security Contributions Account when it should have been deposited in the Social Security Contribution Fund Interest Earned Account.

We discussed the above error with the chief accountant and he agreed with us. The reclassification was made during the course of our audit.

EXIT CONFERENCE

An exit conference was held by us on September 15, 1978 with the State Auditor and the chief clerk. All phases of the audit were discussed and the above officials agreed with all our findings and recommendations.

AUDITORS' OPINION

The Honorable Encil Bailey  
Legislative Auditor  
State Capitol - Main Unit  
Charleston, West Virginia

Sir:

We have examined the statements of appropriations and expenditures and cash receipts and disbursements of the State Auditor's Office for the years ended June 30, 1978 and June 30, 1977. Our examination was made in accordance with your instructions, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

As described in Note A, the State Auditor's Office policy is to prepare its financial statements on a cash basis; consequently, certain revenues and the related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the obligation is incurred. Accordingly the accompanying financial statements are not intended to present financial position and results of operations in conformity with generally accepted accounting principles.

In our opinion, the financial statements of the State Auditor's Office present fairly the appropriations and expenditures and cash receipts and disbursements for the years ended June 30, 1978 and June 30, 1977, respectively, on a basis consistent with the preceding year.

The accompanying supplemental information is not necessary for fair presentation of the financial statements, but is presented as additional analytical data. The supplemental information has been subjected to the tests and other auditing procedures applied in the examination of the financial statements mentioned above and in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Respectfully submitted,

James R. Blake, Supervisor  
Legislative Postaudit Division

September 15, 1978

Auditors: Kenneth M. Sutphin  
Mary Kern

## STATE AUDITOR'S OFFICE

## STATEMENT OF APPROPRIATIONS AND EXPENDITURES

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
Reappropriations	\$ 4,868,182.10	\$ 1,762,125.00
Appropriations	14,815,982.00	12,257,807.00
Supplemental Appropriations	-0-	70,000.00
	<u>19,684,164.10</u>	<u>14,089,932.00</u>
<b>Expenditures:</b>		
Salary of State Auditor	32,500.00	27,056.45
Other Personal Services	805,033.48	774,833.00
Current Expenses	288,085.59	228,794.68
Equipment	37,887.29	14,837.54
Microfilm	16,888.56	9,999.99
Mental Hygiene Fund	149,931.18	166,070.82
Representation of Needy Person Fund	1,010,500.84	-0-
Awards for Claims Against the State	314.00	-0-
Social Security Matching	8,832,907.91	7,893,942.90
Operating Expenses	3,166.05	12,000.00
	<u>11,177,214.90</u>	<u>9,127,535.38</u>
	8,506,949.20	4,962,396.62
Transmittals Paid in July	<u>272,701.08</u>	<u>63,130.31</u>
Balance	<u>\$ 8,779,650.28</u>	<u>\$ 5,025,526.93</u>

See notes to financial statements

## STATE AUDITOR'S OFFICE

## STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
<b>Beginning Balance:</b>		
State Treasury	\$ 2,044,105.37	\$ 1,670,960.94
<b>Cash Receipts:</b>		
Public Service Corporation Taxes	47,111,959.59	44,628,988.02
Delinquent Land Tax	195,227.84	227,956.73
Delinquent Land Tax Overpayments	189.45	150.06
Delinquent Land Flood Control	6,515.34	6,924.09
Investments	87,041.97	1,000.00
Land Department Operating Cash Control	12,119.34	13,149.58
Board of School Fund	214,915.04	179,330.45
National Forest Fund	106,219.62	154,674.55
Social Security Contributions	217,399,710.74	199,353,366.80
Judges' Retirement System	3,269,978.02	3,970,169.09
Employees' Bond Purchases	2,818,782.90	1,868,004.13
Social Security Contribution Fund		
Interest Earned	2,134,134.16	658,360.80
Penn Central Transportation		
Clearing Account	-0-	543.43
	<u>273,356,794.01</u>	<u>251,062,617.73</u>
<b>TOTAL CASH TO ACCOUNT FOR</b>	<b><u>\$275,400,899.38</u></b>	<b><u>\$252,733,578.67</u></b>
<b>Disbursements:</b>		
Public Service Corporation Taxes	\$ 46,929,722.74	\$ 44,822,196.32
Delinquent Land Tax	229,935.55	444,429.83
Delinquent Land Tax Overpayment	197.97	147.28
Delinquent Land Flood Control	6,515.34	6,924.09
Investments	236,425.50	147,289.27
Land Department Operating Cash Control	8,057.24	6,816.57
Board of School Fund	61,717.20	-0-
National Forest Fund	106,219.62	154,674.55
Social Security Contributions	218,083,344.60	199,015,334.49
Judges' Retirement System	3,112,450.85	3,855,322.26
Employees' Bond Purchases	2,726,925.42	1,713,532.52
Social Security Contribution Fund		
Interest Earned	1,180,624.34	522,806.12
	<u>272,682,136.37</u>	<u>250,689,473.30</u>
<b>Ending Balance:</b>		
State Treasury	<u>2,718,763.01</u>	<u>2,044,105.37</u>
<b>TOTAL CASH ACCOUNTED FOR</b>	<b><u>\$275,400,899.38</u></b>	<b><u>\$252,733,578.67</u></b>

See notes to financial statements

STATE AUDITOR'S OFFICE

NOTES TO FINANCIAL STATEMENTS

Note A - Significant Accounting Policies

Accounting Method: The agency's accounting method is on a cash basis. Therefore, certain revenue and related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the obligation is incurred. Expenditures for office furniture and equipment are charged to operations when purchased; accordingly, depreciation is not recognized in the accounts.

Note B - Pension Plan

All eligible employees are members of the West Virginia Public Employees' Retirement System. Employees' contributions are 4½% of their compensation and employees have vested rights under certain circumstances. Contributions by the West Virginia Public Employees' Retirement Board are 9½% of the employees' compensation.

**SUPPLEMENTAL INFORMATION**



## STATE AUDITOR'S OFFICE

## STATEMENT OF APPROPRIATIONS AND EXPENDITURES

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
<b>Salary of State Auditor - Account 1500-X0</b>		
Appropriations	\$ 32,500.00	\$ 28,750.00
Expenditures	<u>32,500.00</u>	<u>27,056.45</u>
Balance	<u>\$ -0-</u>	<u>\$ 1,693.55</u>
<b>Other Personal Services - Account 1500-00</b>		
Appropriations	\$911,443.00	\$837,247.00
Expenditures	<u>805,033.48</u> 106,409.52	<u>774,833.00</u> 62,414.00
Transmittals Paid in July	<u>-0-</u>	<u>120.00</u>
Balance	<u>\$106,409.52</u>	<u>\$ 62,534.00</u>
<b>Current Expenses - Account 1500-01</b>		
Appropriations	\$375,025.00	\$230,110.00
Expenditures	<u>288,085.59</u> 86,939.41	<u>228,794.68</u> 1,315.32
Transmittals Paid in July	<u>97,105.54</u>	<u>49,933.42</u>
Balance	<u>\$184,044.95</u>	<u>\$ 51,248.74</u>

## STATE AUDITOR'S OFFICE

## STATEMENT OF APPROPRIATIONS AND EXPENDITURES

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
<b>Equipment - Account 1500-03</b>		
Appropriations	\$ 39,700.00	\$ 39,700.00
Expenditures	<u>37,887.29</u> 1,812.71	<u>14,837.54</u> 24,862.46
Transmittals Paid in July	<u>22,960.26</u>	<u>2,872.80</u>
Balance	<u>\$ 24,772.97</u>	<u>\$ 27,735.26</u>
 <b>Microfilm - Account 1500-04</b>		
Appropriations	\$ 20,000.00	\$ 10,000.00
Expenditures	<u>16,888.56</u> 3,111.44	<u>9,999.99</u> .01
Transmittals Paid in July	<u>-0-</u>	<u>5,010.54</u>
Balance	<u>\$ 3,111.44</u>	<u>\$ 5,010.55</u>
 <b>Mental Hygiene Fund - Account 1500-05</b>		
Appropriations	\$150,000.00	\$100,000.00
Supplemental Appropriations	<u>-0-</u> 150,000.00	<u>70,000.00</u> 170,000.00
Expenditures	<u>149,931.18</u>	<u>166,070.82</u>
Balance	<u>\$ 68.82</u>	<u>\$ 3,929.18</u>

## STATE AUDITOR'S OFFICE

## STATEMENT OF APPROPRIATIONS AND EXPENDITURES

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
<b>Representation of Needy Persons Fund - Account 1500-06</b>		
Appropriations	\$ 1,275,000.00	\$ -0-
Expenditures	<u>1,010,500.84</u> 264,499.16	<u>-0-</u> -0-
Transmittals Paid in July	<u>152,325.59</u>	<u>-0-</u>
Balance	<u>\$ 416,824.75</u>	<u>\$ -0-</u>
<b>Awards for Claims Against the State - Account 1500-79</b>		
Appropriations	\$ 314.00	\$ -0-
Expenditures	<u>314.00</u>	<u>-0-</u>
Balance	<u>\$ -0-</u>	<u>\$ -0-</u>
<b>Social Security Matching - Account 1510-06</b>		
Reappropriations	\$ 4,868,182.10	\$ 1,762,125.00
Appropriations	<u>12,000,000.00</u>	<u>11,000,000.00</u>
	16,868,182.10	12,762,125.00
Expenditures:		
Prior Fiscal Year	2,202,381.59	1,762,125.00
Current Fiscal Year	<u>6,630,526.32</u>	<u>6,131,817.90</u>
	8,832,907.91	7,893,942.90
Balance	<u>\$ 8,035,274.19</u>	<u>\$ 4,868,182.10</u>

STATE AUDITOR'S OFFICE

STATEMENT OF APPROPRIATIONS AND EXPENDITURES

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
Operating Expenses - Account 8120-06		
Appropriations	\$12,000.00	\$12,000.00
Expenditures	<u>3,166.05</u>	<u>12,000.00</u>
	8,833.95	<u>-0-</u>
Transmittals Paid in July	<u>309.69</u>	<u>5,193.55</u>
Balance	<u>\$ 9,143.64</u>	<u>\$ 5,193.55</u>

## STATE AUDITOR'S OFFICE

## STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
Public Service Corporation Taxes - Account 7030-07		
Beginning Balance:		
State Treasury	\$ 4,022.01	\$ 199,017.29
Cash Receipts:		
Public Service Corporation Tax Collections	<u>47,111,959.59</u>	<u>44,628,988.02</u>
TOTAL CASH TO ACCOUNT FOR	<u>\$47,115,981.60</u>	<u>\$44,828,005.31</u>
Disbursements:		
Counties and Municipalities	\$42,799,951.65	\$40,672,584.86
General Revenue (1500-85, 1900-81, 4100-82, 9250-81)	-0-	372,920.20
Social Security Contributions (8121-06)	-0-	1,786.98
Sinking Fund Commission (7320-10)	<u>4,129,771.09</u>	<u>3,776,691.26</u>
	46,929,722.74	44,823,983.30
Ending Balance:		
State Treasury	<u>186,258.86</u>	<u>4,022.01</u>
TOTAL CASH ACCOUNTED FOR	<u>\$47,115,981.60</u>	<u>\$44,828,005.31</u>
Delinquent Land Tax - Account 7030-08		
Beginning Balance:		
State Treasury	\$ 230,900.67	\$ 447,373.77
Cash Receipts:		
Delinquent Land Tax Collections	<u>195,227.84</u>	<u>227,956.73</u>
TOTAL CASH TO ACCOUNT FOR	<u>\$ 426,128.51</u>	<u>\$ 675,330.50</u>
Disbursements:		
Counties	\$ 229,227.78	\$ 442,009.56
General Revenue Fund	707.77	2,420.27
	<u>229,935.55</u>	<u>444,429.83</u>
Ending Balance:		
State Treasury	<u>196,192.96</u>	<u>230,900.67</u>
TOTAL CASH ACCOUNTED FOR	<u>\$ 426,128.51</u>	<u>\$ 675,330.50</u>

## STATE AUDITOR'S OFFICE

## STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
<b>Delinquent Land Tax Overpayments - Account 7030-09</b>		
<b>Beginning Balance:</b>		
State Treasury	\$ 1,499.21	\$ 1,496.43
<b>Cash Receipts:</b>		
Delinquent Land Tax Overpayments	<u>189.45</u>	<u>150.06</u>
<b>TOTAL CASH TO ACCOUNT FOR</b>	<u>\$ 1,688.66</u>	<u>\$ 1,646.49</u>
<b>Disbursements:</b>		
Refunds	\$ 197.97	\$ 147.28
<b>Ending Balance:</b>		
State Treasury	<u>1,490.69</u>	<u>1,499.21</u>
<b>TOTAL CASH ACCOUNTED FOR</b>	<u>\$ 1,688.66</u>	<u>\$ 1,646.49</u>
 <b>Tax Forfeitures - Account 7030-10</b>		
<b>Beginning Balance:</b>		
State Treasury	<u>\$34,459.89</u>	<u>\$34,459.89</u>
<b>Ending Balance:</b>		
State Treasury	<u>\$34,459.89</u>	<u>\$34,459.89</u>
 <b>Delinquent Land Flood Control - Account 7030-11</b>		
<b>Cash Receipts:</b>		
United States Army Engineer District, Baltimore	<u>\$ 6,515.34</u>	<u>\$ 6,924.09</u>
<b>Disbursements:</b>		
Counties	\$ 3,257.67	\$ 3,462.06
State Department of Highways	<u>3,257.67</u>	<u>3,462.03</u>
<b>TOTAL CASH ACCOUNTED FOR</b>	<u>\$ 6,515.34</u>	<u>\$ 6,924.09</u>

## STATE AUDITOR'S OFFICE

## STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
Investments - Account 7440-05		
Beginning Balance:		
State Treasury	\$ 3,563.20	\$ 2,852.47
Cash Receipts:		
Redemptions and Interest	87,041.97	1,000.00
Transfer from Board of School Fund (8121-04)	<u>147,289.27</u>	<u>147,000.00</u>
	<u>234,331.24</u>	<u>148,000.00</u>
 TOTAL CASH TO ACCOUNT FOR	 <u>\$237,894.44</u>	 <u>\$150,852.47</u>
 Disbursements:		
Purchase of Investments	\$236,425.50	\$147,289.27
Ending Balance:		
State Treasury	<u>1,468.94</u>	<u>3,563.20</u>
 TOTAL CASH ACCOUNTED FOR	 <u>\$237,894.44</u>	 <u>\$150,852.47</u>
 Land Department Operating Fund Cash Control - Account 8120-99		
Beginning Balance:		
State Treasury	\$ 21,105.53	\$ 14,772.52
Cash Receipts:		
Land Department Operation Fund	11,112.34	11,938.58
Land Grants, Fees, Suits, and Sims Index	<u>1,007.00</u>	<u>1,211.00</u>
	<u>12,119.34</u>	<u>13,149.58</u>
 TOTAL CASH TO ACCOUNT FOR	 <u>\$ 33,224.87</u>	 <u>\$ 27,922.10</u>
 Disbursements:		
Operating Expenses	\$ 8,049.91	\$ 6,806.45
Refunds	<u>7.33</u>	<u>10.12</u>
	<u>8,057.24</u>	<u>6,816.57</u>
Ending Balance:		
State Treasury	<u>25,167.63</u>	<u>21,105.53</u>
 TOTAL CASH ACCOUNTED FOR	 <u>\$ 33,224.87</u>	 <u>\$ 27,922.10</u>

## STATE AUDITOR'S OFFICE

## STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
<b>Board of School Fund - Account 8121-04</b>		
<b>Beginning Balance:</b>		
State Treasury	\$ 33,783.96	\$ 1,453.51
<b>Cash Receipts:</b>		
Interest on Investments	<u>214,915.04</u>	<u>179,330.45</u>
TOTAL CASH TO ACCOUNT FOR	<u>\$248,699.00</u>	<u>\$180,783.96</u>
<b>Disbursements:</b>		
Transferred to Investments Account (7440-05)	\$147,289.27	\$147,000.00
Transferred to Cash Control Account (7000-99)	<u>61,717.20</u>	<u>-0-</u>
	209,006.47	147,000.00
<b>Ending Balance:</b>		
State Treasury	<u>39,692.53</u>	<u>33,783.96</u>
TOTAL CASH ACCOUNTED FOR	<u>\$248,699.00</u>	<u>\$180,783.96</u>
 <b>National Forest Fund - Account 8121-05</b>		
<b>Beginning Balance:</b>		
State Treasury	\$ 13.99	\$ 13.99
<b>Cash Receipts:</b>		
United States Department of Agriculture	<u>106,219.62</u>	<u>154,674.55</u>
TOTAL CASH TO ACCOUNT FOR	<u>\$106,233.61</u>	<u>\$154,688.54</u>
<b>Disbursements:</b>		
County Boards of Education	\$ 82,485.28	\$120,489.67
County Courts	5,420.32	7,072.58
State Department of Highways	<u>18,314.02</u>	<u>27,112.30</u>
	106,219.62	154,674.55
<b>Ending Balance:</b>		
State Treasury	<u>13.99</u>	<u>13.99</u>
TOTAL CASH ACCOUNTED FOR	<u>\$106,233.61</u>	<u>\$154,688.54</u>



## STATE AUDITOR'S OFFICE

## STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
Social Security Contributions - Account 8121-06		
Beginning Balance:		
State Treasury	\$ 1,040,220.54	\$ 700,401.25
Cash Receipts:		
Contributions - Deposits	84,828,479.07	72,895,755.07
Matching Employees' Contributions (1510-06)	8,833,203.91	7,893,942.90
Special Revenue Accounts	13,937,849.29	16,075,547.11
Judges' Retirement System (8121-07)	460,717.24	-0-
Public Service Corporation Tax (7030-07)	-0-	1,786.98
Investments Redemption	109,799,683.30	102,488,121.72
Board of Regents - Marshall	495.17	-0-
	<u>217,860,427.98</u>	<u>199,355,153.78</u>
TOTAL CASH TO ACCOUNT FOR	<u>\$218,900,648.52</u>	<u>\$200,055,555.03</u>
Disbursements:		
Remittance of Taxes	\$107,155,946.45	\$ 96,119,395.97
Purchase of Investments	110,879,683.30	102,882,589.48
Refunds	47,714.85	13,349.04
	<u>218,083,344.60</u>	<u>199,015,334.49</u>
Ending Balance:		
State Treasury	<u>817,303.92</u>	<u>1,040,220.54</u>
TOTAL CASH ACCOUNTED FOR	<u>\$218,900,648.52</u>	<u>\$200,055,555.03</u>

## STATE AUDITOR'S OFFICE

## STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
Judges' Retirement System - Account 8121-07		
Beginning Balance:		
State Treasury	\$ 340,958.79	\$ 226,111.96
Cash Receipts:		
Judges' Retirement System (1110-06)	600,000.00	1,000,000.00
Interest on Investments	252,232.42	248,755.70
Contributions	522,247.24	61,345.93
Sale of Investments	<u>1,895,498.36</u>	<u>2,660,067.46</u>
	<u>3,269,978.02</u>	<u>3,970,169.09</u>
 TOTAL CASH TO ACCOUNT FOR	 <u>\$3,610,936.81</u>	 <u>\$4,196,281.05</u>
Disbursements:		
Social Security Contributions (8121-06)	\$ 460,717.24	\$ -0-
Retirement Payments	555,277.20	522,329.31
Purchase of Investments	2,555,803.26	3,299,532.18
Refunds	-0-	29,442.34
Contractual and Professional Services	-0-	2,500.00
Investor Service Fees	1,325.39	1,473.43
Public Employees Insurance	<u>45.00</u>	<u>45.00</u>
	<u>3,573,168.09</u>	<u>3,855,322.26</u>
Ending Balance:		
State Treasury	<u>37,768.72</u>	<u>340,958.79</u>
 TOTAL CASH ACCOUNTED FOR	 <u>\$3,610,936.81</u>	 <u>\$4,196,281.05</u>

## STATE AUDITOR'S OFFICE

## STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
Employees' Bond Purchases - Account 8121-08		
Beginning Balance:		
State Treasury	\$ 181,431.15	\$ 26,959.54
Cash Receipts:		
Employees	<u>2,818,782.90</u>	<u>1,868,004.13</u>
TOTAL CASH TO ACCOUNT FOR	<u>\$3,000,214.05</u>	<u>\$1,894,963.67</u>
Disbursements:		
Bond Purchases	\$2,722,781.25	\$1,710,506.25
Refunds	2,303.97	3,026.27
Transfers to Various Accounts to Recover Bond Deductions	<u>1,840.20</u>	<u>-0-</u>
	<u>2,726,925.42</u>	<u>1,713,532.52</u>
Ending Balance:		
State Treasury	<u>273,288.63</u>	<u>181,431.15</u>
TOTAL CASH ACCOUNTED FOR	<u>\$3,000,214.05</u>	<u>\$1,894,963.67</u>
Buffalo Creek Legal Proceeding - Account 8121-09		
Beginning Balance:		
State Treasury	<u>\$ 1,819.69</u>	<u>\$ 1,819.69</u>
Ending Balance:		
State Treasury	<u>\$ 1,819.69</u>	<u>\$ 1,819.69</u>

## STATE AUDITOR'S OFFICE

## STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

	<u>Year Ended June 30,</u>	
	<u>1978</u>	<u>1977</u>
Social Security Contribution Fund Interest		
Earned - Account 8121-10		
Beginning Balance:		
State Treasury	\$ 146,943.09	\$ 11,388.41
Cash Receipts:		
Interest on Investments	563,511.30	336,299.48
Sale of Investments	<u>1,570,622.86</u>	<u>322,061.32</u>
	<u>2,134,134.16</u>	<u>658,360.80</u>
TOTAL CASH TO ACCOUNT FOR	<u>\$2,281,077.25</u>	<u>\$ 669,749.21</u>
Disbursements:		
Purchases of Investments	\$1,180,624.34	\$ 522,806.12
Ending Balance:		
State Treasury	<u>1,100,452.91</u>	<u>146,943.09</u>
TOTAL CASH ACCOUNTED FOR	<u>\$2,281,077.25</u>	<u>\$ 669,749.21</u>
Penn Central Transportation Clearing Account -		
Account 8121-11		
Beginning Balance:		
State Treasury	\$ 3,383.65	\$ 2,840.22
Cash Receipts:		
Rent	<u>-0-</u>	<u>543.43</u>
TOTAL CASH TO ACCOUNT FOR	<u>\$ 3,383.65</u>	<u>\$ 3,383.65</u>
Ending Balance:		
State Treasury	<u>\$ 3,383.65</u>	<u>\$ 3,383.65</u>

STATE OF WEST VIRGINIA

OFFICE OF LEGISLATIVE AUDITOR, TO WIT:

I, Encil Bailey, Legislative Auditor, do hereby certify that the report of audit appended hereto was made under my direction and supervision, under the provisions of the West Virginia Code, Chapter 4, Article 2, as amended, and that the same is a true and correct copy of said report.

Given under my hand this 26<sup>th</sup> day of

June, 1979.

*Encil Bailey*

Encil Bailey, Legislative Auditor

Copy forwarded to the Commissioner of the Department of Finance and Administration to be filed as a public record. Copies forwarded to the State Auditor's Office; Attorney General; and Governor.