

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

Local Unit of Government Type <input type="checkbox"/> County <input type="checkbox"/> City <input type="checkbox"/> Twp <input type="checkbox"/> Village <input checked="" type="checkbox"/> Other				Local Unit Name 29TH JUDICIAL DISTRICT COURT		County WAYNE	
Fiscal Year End 06/30/2007		Opinion Date 11/29/2007		Date Audit Report Submitted to State 12/13/2007			

We affirm that:

We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

YES NO **Check each applicable box below.** (See instructions for further detail.)

1. All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
2. There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
3. The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
4. The local unit has adopted a budget for all required funds.
5. A public hearing on the budget was held in accordance with State statute.
6. The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
7. The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
8. The local unit only holds deposits/investments that comply with statutory requirements.
9. The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan*, as revised (see Appendix H of Bulletin).
10. There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
11. The local unit is free of repeated comments from previous years.
12. The audit opinion is UNQUALIFIED.
13. The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
14. The board or council approves all invoices prior to payment as required by charter or statute.
15. To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

We have enclosed the following:	Enclosed	Not Required (enter a brief justification)		
Financial Statements	<input checked="" type="checkbox"/>			
The letter of Comments and Recommendations	<input checked="" type="checkbox"/>			
Other (Describe)	<input type="checkbox"/>			
Certified Public Accountant (Firm Name) Post, Smythe, Lutz & Ziel of Wayne, LLP		Telephone Number 734-722-9190		
Street Address 4621 S. Wayne Road		City Wayne	State MI	Zip 48184
Authorizing CPA Signature <i>Ronald H. Traskos CPA</i>	Printed Name Ronald H. Traskos, CPA		License Number 1101006610	

29TH JUDICIAL DISTRICT COURT

AUDIT REPORT

JULY 1, 2006 - JUNE 30, 2007

POST, SMYTHE, LUTZ & ZIEL OF WAYNE, LLP
Certified Public Accountants

29TH JUDICIAL DISTRICT COURT

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POST, SMYTHE, LUTZ & ZIEL OF WAYNE, LLP

Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

November 29, 2007

29th Judicial District Court
34808 Sims Ave.
Wayne, MI 48184

We have audited the accompanying financial statements of the 29th District Court, City of Wayne, Michigan, as of and for the year ended June 30, 2007, as listed in the table of contents. These financial statements are the responsibility of the 29th District Court, City of Wayne, Michigan's management. Our responsibility is to express an opinion on these financial statements 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 statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the 29th District Court, City of Wayne, Michigan, as of June 30, 2007, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The accompanying financial statements do not present a management's discussion and analysis, which would be an analysis of the financial performance for the year. The Governmental Accounting Standards Board has determined that this analysis is necessary to supplement, although not required to be a part of, the basic financial statements.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the 29th District Court, City of Wayne, Michigan's basic financial statements. The accompanying other supplemental information, as identified in the table of contents, is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The other supplemental information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Respectfully submitted,

POST, SMYTHE, LUTZ & ZIEL OF WAYNE, LLP
Certified Public Accountants

29TH JUDICIAL DISTRICT COURT
STATEMENT OF NET ASSETS - FIDUCIARY FUNDS
JUNE 30, 2007

ASSETS

Assets:

Cash in Bank	\$ 168,982
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LIABILITIES

Liabilities:

Due to City of Wayne	\$ 87,867
Due to State of Michigan	28,429
Due to Wayne County	2,138
Appearance Bonds Outstanding	49,452
Agency Collections	1,096
Total Liabilities	<u>\$ 168,982</u>

The accompanying notes are an integral part of this statement.

29TH JUDICIAL DISTRICT COURT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2007

1. Significant Accounting Policies

The accounting policies of the 29th District Court, City of Wayne, Michigan (the “District Court”) conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units.

A. Nature of Activities

The funds of the District Court are Agency Funds. The financial activities of the funds are not inclusive of all operating costs of the Court, they represent disbursements made directly by the Court. The court collects various charges on behalf of other entities; i.e., City of Wayne, Wayne County, and the State of Michigan, in an agency capacity and disburses those collections. For the audit period, disbursements exclude items directly expended by the City of Wayne as part of its budget including wages, employees benefits, capital outlay, and operation and maintenance expenses of the Court building.

B. Basis of Accounting

The schedule of receipts and disbursements is presented on page 4 of the report on the cash basis.

C. Cash

The District Court is authorized by Michigan Public Act 20 of 1943, as amended, to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations that have offices in Michigan.

The District Court has designated one bank for the deposit of its funds. The investment policy adopted by the Council in accordance with Public Act 196 of 1997 has authorized investment of funds as listed above. The District Court’s deposits and investment policies are in accordance with statutory authority.

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. Neither State law nor the District Court’s investment policy requires consideration of custodial credit risk.

As of June 30, 2007, the bank balance of the District Court deposits was \$255,913, of which \$100,000 was covered by federal depository insurance and the remainder was uninsured and uncollateralized.

29TH JUDICIAL DISTRICT COURT
 SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

Receipts:

Criminal:

Criminal Cases and Penal Costs	\$ 600,597
Judgment Fees	263,658
Appearance Bonds:	
Posted and Forwarded	315,657
Forfeited	23,718
Probation Costs	143,301
Miscellaneous	101,931
	1,448,862

Civil:

Agency Collections	130,520
Service Fee Deposits	13,669
Filing Fees	55,785
Garnishment Fees	31,950
Community Dispute Resolution	-
Miscellaneous	3,457
	235,381

Total Receipts	1,684,243
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Disbursements:

City of Wayne	937,988
Appearance Bonds	306,886
State of Michigan	345,714
Wayne County	28,227
Agency Disbursements	13,669
Service Fee Deposits	45
Restitution	10,348
	10,348

Total Disbursements	1,642,877
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Excess of Receipts Over Disbursements (Note 1)	41,366
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Cash Balance, Beginning of Year	127,616
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Cash Balance, End of Year	\$ 168,982
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December 13, 2007

The Honorable Laura R. Mack
Judge of the 29th Judicial District Court
34808 Sims Ave.
Wayne, MI 48184

Dear Judge Mack:

We have completed the audit report of the financial condition of the 29th Judicial District Court, for the year ended June 30, 2007. We have no comments and recommendations as a result of our fieldwork.

Respectfully submitted,



POST, SMYTHE, LUTZ & ZIEL OF WAYNE, LLP
Certified Public Accountants