

January 10, 2002

Goodman & Company, L.L.P.
131 Temple Lake Drive, Suite 1
Colonial Heights, Virginia 23834-2999

REPORT ON OVERALL ADEQUACY OF AUDIT

We have reviewed the working papers for the audit of the City of Colonial Heights, Virginia, for the year ended June 30, 2001. The purpose of our review was to determine whether:

- A. the audit complies with the Specifications for Audits of Counties, Cities and Towns, issued by the Auditor of Public Accounts;
- B. the audit complies with Government Auditing Standards, issued by the Comptroller General of the United States;
- C. the audit complies with Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations;
- D. the annual financial reports comply with generally accepted accounting principles for governmental entities; and
- E. the auditor has performed the agreed upon procedures for the Comparative Report Transmittal Forms as set forth in the Uniform Financial Reporting Manual, issued by the Auditor of Public Accounts.

We conducted our review in accordance with the 2001 Quality Control Review Program for Audits of Local Governments, developed by the Auditor of Public Accounts. The review was limited to the audit of the City of Colonial Heights, Virginia, and did not extend to any other engagements performed by your firm.

In our opinion, based on our review of the working papers, the audit of the City of Colonial Heights, Virginia, complies, in all material respects, with the requirements listed in the first paragraph for the year ended June 30, 2001.

Sincerely,

Walter J. Kucharski
Auditor of Public Accounts