

Report From Executive Director
October 6, 2008

August 2008 Financial Reports

Year-end 2007 – 2008 financial statements have been completed. The LSC experienced a deficit for the year of \$22, 432.

New PVS Certificate of Deposit

A new PVS CD for \$100,000 has been opened at SunTrust bank. This CD replaces the 6-month CD that was held at Virginia Commerce Bank. The new CD is for 25 months and carries a rate of 4.21%.

CDARS Insurance for PVS Bank Accounts

I am looking into the possibility of opening PVS bank accounts at a bank that participates in the CDARS insurance program. This program provides up to \$50 million in FDIC insurance for funds in a single bank account. Given the amount of money that will flow through PVS bank accounts over the next several months as we get into the registration season, it is prudent to at least investigate ways to protect the LSC's funds from bank failures. I will report and make recommendations once I obtain additional information. Two local banks that participate in the CDARS program are Cardinal Bank and Access National Bank.

Audit

The audit will commence the week of October 6, 2008. I have asked Sarfino & Rhoades to provide a cost estimate to include preparation of PVS tax returns in their service package provided to PVS.

Allegation of Sexual Harassment

A letter was received from a pool renter, alleging sexual harassment by several members of a PVS Swim team. The letter indicates that the club's contract to use the pool as a training facility may be terminated unless appropriate action is taken against the alleged perpetrators.

Eastern Zone LC Zone Meet

Several lingering bills remain to be paid for the Eastern Zone LC Meet hosted by PVS and VSI. There are also some receivables for hotel room rebates and outstanding meet entry fees that must be collected before the meet can be closed out and final financial reports issued. Profit on the meet is expected to be over \$30,000, which is being split evenly between PVS and VSI.

Respectfully submitted
John Ertter