



Certified Public Accountants
Specialized Services
Business Solutions

Management, Portfolio Recovery Associates, LLC and
City of Hampton Industrial Development Authority

We have performed the procedures enumerated below, which were agreed to by the management of Portfolio Recovery Associates, LLC and City of Hampton Industrial Development Authority (the specified parties), solely to assist you with the accounting records of Portfolio Recovery Associates, LLC (PRA) for the period ended March 1, 2006. PRA's management is responsible for the PRA's accounting records. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accounts. The sufficiency of these procedures is solely the responsibility of those parties specified in the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings are as follows:

We were provided a detail schedule of employee information including hire and (if applicable) termination dates and rate of pay for the Hampton, Virginia facility. We traced all employee information to the corresponding Virginia Employment Commission reports noting no exceptions. Sixty-five employees obtained the required minimum of 35 hours per week for a total of 48 weeks or 35 hours per week for the portion of the year which a new hire worked and met the compensation requirements of the grant agreement. Therefore PRA is deemed as eligible to receive \$100.00 each for 65 full-time jobs for a total grant award of \$6,500 (65 job creations at \$100.00 per creation).

We were not engaged to, and did not, conduct an audit, the objective of which would be the expression of an opinion, on the accounting records. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of PRA and City of Hampton Industrial Development Authority and is not intended to be and should not be used by anyone other than those specified parties.

Goodman & Company, C.L.P.

Newport News, Virginia
March 28, 2007

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