WILLIAMSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT
(A COMPONENT UNIT OF WILLIAMSON COUNTY, TENNESSEE)

FRANKLIN, TENNESSEE

AUDITED FINANCIAL STATEMENTS AND OTHER FINANCIAL INFORMATION

JUNE 30, 2008

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INTRODUCTORY SECTION

WILLIAMSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT

Franklin, Tennessee

Board of Directors (unaudited)

June 30, 2008

Ken Brison, Chairman

Tom Neill, Vice Chairman

Mike Thompson, Secretary-Treasurer

Riley Amacher

Tom Feuerborn

Allen Lovett

Houston Naron

Robert Ring

FINANCIAL SECTION

JOBE, HASTINGS & ASSOCIATES
Certified Public Accountants
745 SOUTH CHURCH STREET • BELMONT PARK
P.O. BOX 1175 • MURFREESBORO, TN 37133-1175
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Donna K. Hastings, CPA, CSEP
James R. Jobe, CPA
Joel H. Jobe *(1944 - 2006)*

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Williamson County Emergency Communications District
Franklin, Tennessee

We have audited the accompanying statement of net assets of Williamson County Emergency Communications District, a component unit of Williamson County, Tennessee, as of June 30, 2008, and the related statements of revenues, expenses, and changes in fund net assets, and cash flows for the year then ended. These financial statements are the responsibility of the management of Williamson County Emergency Communications District. 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and requirements prescribed by the Comptroller of the Treasury, State of Tennessee. 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 Williamson County Emergency Communications District as of June 30, 2008, and the respective changes in financial position and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 27, 2008 on our consideration of Williamson County Emergency Communications District's internal control over financial reporting and on our tests on its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of our audit.

Williamson County Emergency Communications District has not presented the management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements. The management's discussion and analysis includes a narrative overview and analysis of financial activities, condensed financial information, analysis of budgetary changes, description of capital asset and long-term debt activity, and a description of currently known facts that are expected to have a material effect on the entity.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Williamson County Emergency Communications District's basic financial statements. The introductory section and the supplementary section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The introductory section and the supplementary section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we express no opinion on them.

Jones, Hastings & Associates
Certified Public Accountants

Murfreesboro, Tennessee
August 27, 2008

WILLIAMSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT

Franklin, Tennessee

Statement of Net Assets

June 30, 2008

ASSETS

Current Assets -	
Cash	$ 833,436
Accounts receivable	104,075
Due from Tennessee Emergency Communications Board	38,000
TOTAL CURRENT ASSETS	$ 975,511
Noncurrent Assets -	
Captial Assets -	
Communications equipment	$ 1,609,906
Office furniture and equipment	64,163
	$ 1,674,069
Less: accumulated depreciation	772,214
	$ 901,855
Construction in progress	127,227
	1,029,082
TOTAL ASSETS	$ 2,004,593

LIABILITIES

Current Liabilities -	
Accounts payable	$ 129,046
TOTAL CURRENT LIABILITIES	$ 129,046

NET ASSETS

Invested in capital assets, net of related debt	$ 901,855
Unrestricted net assets	973,692
TOTAL NET ASSETS	$ 1,875,547

See notes to financial statements.

WILLIAMSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT

Franklin, Tennessee

Statement of Revenues, Expenses and Changes in Fund Net Assets

For the Year Ended June 30, 2008

Operating Revenues -		
Emergency telephone service charge	$	873,178
Tennessee Emergency Communications Board - shared wireless charge		234,551
Tennessee Emergency Communications Board - operational funding		234,923
Revenue from contracted services		24,000
Other operating revenue		525
	$	1,367,177
Operating Expenses -		
Contracted Services -		
Accounting services	$	6,200
Administrative fees-service charge		12,433
Contracts with government agencies		898,133
Fees paid to service providers		173,596
Legal services		16,749
Maintenance and repairs - office equipment		9,511
	$	1,116,622
Supplies and Materials -		
Office supplies	$	155
Small equipment purchases		37,294
	$	37,449
Other Charges -		
Dues and memberships	$	1,680
Legal notices		90
Training expenses		138
Travel expenses		11,509
	$	13,417
Depreciation expense	$	211,449
	$	1,378,937
OPERATING LOSS	$	(11,760)
Nonoperating Revenues (Expenses)		
Interest income	$	29,620
Loss on disposition of equipment		(8,178)
	$	21,442
CHANGE IN NET ASSETS	$	9,682
Net assets, July 1, 2007		1,865,865
NET ASSETS, JUNE 30, 2008	$	1,875,547

See notes to financial statements.

WILLIAMSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT

Franklin, Tennessee

Statement of Cash Flows

For the Year Ended June 30, 2008

Cash Flows From Operating Activities -		
Cash received from surcharges and other revenues	$	1,363,555
Cash payments to suppliers for goods and services		(1,170,779)
NET CASH PROVIDED BY OPERATING ACTIVITIES	$	192,776
Cash Flows From Capital and Related Financing Activities -		
Acquisition and construction of capital assets	$	(520,423)
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	$	(520,423)
Cash Flows from Investing Activities -		
Interest income received	$	29,620
NET CASH PROVIDED BY INVESTING ACTIVITIES	$	29,620
NET DECREASE IN CASH	$	(298,027)
Cash, July 1, 2007		1,131,463
CASH, JUNE 30, 2008	$	833,436

Reconciliation of Operating Loss to Net		
Cash Provided by Operating Activities -		
Operating loss	$	(11,760)
Adjustments to reconcile operating loss to net cash flows from operating activities -		
Depreciation		211,449
Increase in accounts receivable		(3,776)
Decrease in due from Tennessee Emergency Communications Board		154
Decrease in accounts payable		(3,291)
NET CASH PROVIDED BY OPERATING ACTIVITIES	$	192,776
Non-Cash Transactions -		
Fixed assets financed by accounts payable	$	85,200

See notes to financial statements.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General Information - On May 15, 1984, the Tennessee state legislature approved the "Tennessee Emergency Communications District Law" (Acts 1984, ch. 867) which enables a county, upon approval by voters, to create a district to provide local emergency telephone service. Subsequently, on March 11, 1988, the county legislative body of Williamson County, Tennessee approved resolution number 3-88-7, which established a district for their county, the Williamson County Emergency Communications District (the "District"). As provided by the Act, the District operates as a governmental organization through the directives of a seven-member board of directors and provides enhanced 9-1-1 emergency telephone service for its service area. The Williamson County Commission at its February 14, 2005 meeting added an eighth representative seat with the new director to be appointed from within the corporate limits of Franklin. The directors serve without compensation for terms of four years.

Financial Reporting Entity - Component Unit - As specified and described by Standard 14 of the Governmental Accounting Standards Board (GASB); the District is a component unit of the primary government of Williamson County, Tennessee. The District reports its financial information separately from Williamson County; however, the District's financial information should also be discretely presented by the County in its financial report.

Legally, the District is a separate governmental entity that has considerable legal, financial and administrative autonomy. However, as the governing board is not elected but instead is entirely appointed by the Williamson County mayor and approved by the Williamson County commission, the District cannot be a primary government. Instead it qualifies as a component unit according to the directives of GASB.

GASB 14 specifies that component units must be legally separate organizations that have financial accountability to a primary government. Financial accountability exists prima facie if a special-purpose government is not fiscally independent. GASB states that to be fiscally independent, the government has to have the authority to do all of three activities. Two of these are to issue bonded debt without approval by another government and to levy taxes or set rates or charges without approval by another government. By Tennessee Code Annotated 7-86-114, before issuing negotiable bonds, the District must have approval of the legislative body of a county wherein a district is established. It also must have approval before making purchase contracts, lease agreements, and notes payable of over five years' duration. In addition, the Williamson County commission has the ability to adjust the District's service charges. Because the District is both a legal entity and financially accountable to the primary government of Williamson County as the County Commission approves all members of the governing board and by the nature of its fiscal dependence on Williamson County as described above, it is a component unit of Williamson County.

At June 30, 2008, there were no related receivables or payables between Williamson County and the District. The District did not engage in any activities that were subject to the approval of Williamson County.

Basis of Presentation and Accounting - As a governmental entity, the district abides by the accounting rules and regulations issued by the Governmental Accounting Standards Board (GASB) as well as the Financial Accounting Standard Board issued on or before November 30, 1989, unless those pronouncements conflict or contradict GASB pronouncements. After November 30, 1989, the District follows GASB guidance only and does not follow any FASB guidance issued after that date. Promulgations of that board require that the accrual method of accounting be used for governmental units that operate in a manner similar to a private business.

The District does not have the authority to levy or collect taxes but is supported instead by the fees collected from telephone subscribers who benefit from the availability of its service. It recovers the cost of providing its services from its customers. Consequently, the District functions in a manner similar to a private business enterprise and utilizes the accrual method of accounting. Income is recognized as it is earned and expenses are recognized as they are incurred whether or not cash is received or paid out at that time.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The accounts of the District are organized on the basis of a proprietary fund type, specifically an enterprise fund. The activities of this fund are accounted for with a separate set of self-balancing accounts that comprise the District's assets, liabilities, net assets, revenues and expenses. Enterprise funds account for activities (i) that are financed with debt that is secured solely by a pledge of the net revenues from fees and charges of the activity; or (ii) that are required by laws or regulations that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenue; or (iii) that the pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

The accounting and financial reporting treatment applied to the District is determined by its measurement focus. The transactions of the District are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the statements of net assets. Net assets (i.e., total assets net of total liabilities) are segregated into invested in capital assets, net of related debt; restricted for debt service; and unrestricted components. As of June 30, 2008, the District had no debt, other than accounts payable.

Budgetary Law and Practice - The treasurer of the District files an annual budget with the mayor of Williamson County in accordance with the Tennessee Code Annotated, Title 7, Chapter 86, Part 1. In March of each year, the treasurer presents a preliminary budget to the board of directors, which is then discussed and amended as necessary for approval by the board.

The budget for operations is prepared on the cash receipts and disbursements basis by line item accounts. Revenues are budgeted in the year receipt is expected and disbursements are budgeted in the year that the disbursement is expected to occur. The board has determined to maintain an investment of $125,000 in cash and cash equivalents as a resource for future purchases of property and equipment.

Equipment - Equipment is stated at cost or estimated historical cost if actual cost is not available and depreciated from two to ten years by the straight-line method of depreciation. The District defines capital assets as assets with an initial, individual cost of more than $1,000 and an estimated useful life in excess of one year. Maintenance and repairs are charged to operations when incurred. Major renewals and betterments are capitalized. When items of property are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included as non-operating revenue or loss.

Use of Estimates -- The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and disclosure of contingencies at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

Cash Flow - Cash and Cash Equivalents - The District presents its cash flow statement using the direct method. For purposes of cash flow presentation, the District considers cash in operating bank accounts, cash on hand, cash in the local government investment pool, and certificates of deposit with an original maturity of 90 days or less to be cash and cash equivalents. At June 30, 2008, the District did not hold any certificates of deposit.

Use of Facilities - The District conducts its operations in the Williamson County Government's office building at no cost to the District. The measurement of the contribution from Williamson County is not considered material for disclosure as in-kind support and as expense in the accompanying statements of revenue, expenses, and changes in net assets.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Operating Revenues and Expenses – The District's operating revenues and expenses consist of revenues earned and expenses incurred relating to the operation and maintenance of its system. Nonoperating revenues and expenses consist of those revenues and expenses that are related to financing and investing type of activities and result from nonexchange transactions or ancillary activities. When an expense is incurred for purposes for which there are both restricted and unrestricted net assets available, it is the District's policy to apply those expenses to restricted net assets to the extent such are available and then to unrestricted net assets.

NOTE B - CASH AND CASH EQUIVALENTS

The District is authorized to make investments in bonds, notes or treasury bills of the United States, Federal Land Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes and debentures, banks for cooperative debentures, or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year, or in the pooled investment fund established under Tennessee law. During the year ended June 30, 2008 the board of directors chose to limit the investment of funds to deposits at banks and the local government investment pool.

Cash - At June 30, 2008, the carrying amount of cash deposits was $833,436 and the bank balance was $974,525. At June 30, 2008, the entire bank balance was covered by federal depository insurance, or by collateral held in the Tennessee Bank Collateral Pool. The Tennessee Bank Collateral Pool (the pool) is a multiple financial institution collateral pool to which member financial institutions holding public funds pledge collateral securities. In the event any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. The pool also has the ability to make additional assessments on a pro rata basis to the members of the pool if the value of collateral is inadequate to cover a loss.

		June 30, 2008	
Cash Accounts	Interest Rate	Carrying Amount	Bank Balance
First Tennessee Bank checking	Variable	$ 97,340	$ 238,429
Local Government Investment Pool	Variable	736,096	736,096
		$ 833,436	$ 974,525

NOTE C - ACCOUNTS RECEIVABLE

The District receives the majority of its revenue from the telephone subscribers residing within Williamson County. As provided in the Act, telephone companies collect the 911 fees from the subscribers and remit the funds on a not longer than bi-monthly basis to the District. The policy of the telephone companies has been to remit based upon their billings rather than on their collections. Accordingly, the financial statements do not include a provision for bad debts. Also included in accounts receivable are amounts from the communities and organizations that have contracted with the District for 911 dispatch services.

NOTE C - ACCOUNTS RECEIVABLE (continued)

The following is the detail of the receivables at June 30, 2008:

AT&T	$ 48,431
Fairview	18,000
Xspedius	6,186
NUVOX	8,000
USLEC	4,382
Others	19,076
	$ 104,075

NOTE D - CAPITAL ASSETS

Capital assets are summarized as follows:

	June 30, 2007	Additions	Dispositions	Transfers	June 30, 2008
Capital assets, being depreciated -					
Communications equipment	$ 1,149,923	$ 520,423	$ (18,413)	$ (42,027)	$ 1,609,906
Office furniture and equipment	69,386		(5,223)		64,163
Subtotal	$ 1,219,309	$ 520,423	$ (23,636)	$ (42,027)	$ 1,674,069
Less accumulated depreciation -					
Communications equipment	$ (519,474)	$ (204,867)	$ 10,236		$ (714,105)
Office furniture and equipment	(56,749)	(6,582)	5,222		(58,109)
Subtotal	$ (576,223)	$ (211,449)	$ 15,458		$ (772,214)
Capital assets, being depreciated, net	$ 643,086	$ 308,974	$ (8,178)	$ (42,027)	$ 901,855
Capital assets, not being depreciated –					
Construction in progress		$ 85,200		$ 42,027	$ 127,227
Capital assets, net	$ 643,086	$ 394,174	$ (8,178)	$ -0-	$1,029,082

Transfers include capital assets that management has determined were not yet operational and should not be depreciated for the year ended June 30, 2008.

NOTE E - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District is covered under insurance policies maintained by Williamson County. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE F - ACCOUNTS PAYABLE

The following is the detail of the payables at June 30, 2008:

AT&T for capital assets	$ 127,227
AT&T for service	468
Various administration fees	1,351
	$ 129,046

NOTE G - RELATED PARTY TRANSACTIONS

Williamson County provides dispatch employees and certain services to the District. The District and Williamson County signed an interlocal contract effective from July 1, 1998 to June 30, 1999 that automatically renews each year unless one party notifies the other in writing within 60 days prior to the commencement of the new fiscal year. The expenses, which are primarily salaries, employee benefits, and services, are billed to the District quarterly. Amounts paid to Williamson County for the fiscal year 2008 totaled $898,133.

SUPPLEMENTARY INFORMATION

WILLIAMSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT

Franklin, Tennessee

Comparison of Actual Cash Receipts and Disbursements to Cash Budget (unaudited)

For the Year Ended June 30, 2008

	Actual Cash Receipts and Disbursements	Cash Budget	(Over) Under Budget
Cash Receipts -			
Emergency telephone service charge	$ 855,170	$ 819,000	$ (36,170)
Tennessee Emergency Communications Board - shared wireless charge	234,705	186,000	(48,705)
Revenue from contracted services	26,000	20,000	(6,000)
Other operating revenue	525		(525)
Tennessee Emergency Communications Board - operational funding	234,923	234,923	-
Interest income	29,620	25,000	(4,620)
Total Cash Basis Receipts	$ 1,380,943	$ 1,284,923	$ (96,020)
Cash Disbursements -			
Capital purchases	$ 557,717	$ 605,577	$ 47,860
Salaries and wages -			
Other salaries and wages	$ -	$ 500	$ 500
Contracted services -			
Accounting services	$ 6,200	$ 7,000	$ 800
Contracts with government agencies	898,133	977,172	79,039
Fees paid to service providers	173,596	173,600	4
Legal services	18,051	20,000	1,949
Maintenance and repairs-office equipment	9,511	10,000	489
	$ 1,105,491	$ 1,187,772	$ 82,281
Supplies and materials -			
Office supplies	$ 155	$ 300	$ 145
Small equipment purchases	-	3,500	3,500
	$ 155	$ 3,800	$ 3,645
Other charges -			
Dues and memberships	$ 1,680	$ 1,920	$ 240
Insurance	-	3,000	3,000
Legal notices	122	500	378
Training expenses	138	1,000	862
Travel expenses	13,667	16,000	2,333
	$ 15,607	$ 22,420	$ 6,813
Total Cash Basis Disbursements	$ 1,678,970	$ 1,820,069	$ 141,099
Disbursements (Over) Under Receipts	$ (298,027)	$ (535,146)	$ 237,119
Reconciliation of Cash Basis to Accrual Basis -			
Depreciation expense	$ (211,449)		
Capital purchases	605,623		
Loss on disposition of equipment	(8,178)		
Increase in current receivables	3,622		
Increase in accounts payable	(81,909)		
Net Reconciliation Cash to Accrual	$ 307,709		
CHANGE IN NET ASSETS (ACCRUAL)	$ 9,682		
Net assets, July 1, 2007	1,865,865		
NET ASSETS, JUNE 30, 2008	$ 1,875,547		

WILLIAMSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT

Franklin, Tennessee

Schedule of Information Required by the Tennessee Communications Board (unaudited)

June 30, 2008

The number of public safety answering points (PSAP):	Two (2)
The address of each PSAP:	Williamson County 1320 West Main Street, Suite B-25 Franklin, Tennessee 37064 Franklin Police Department 109 Second Avenue South Franklin, Tennessee 37064
The type of system/equipment and database used by each PSAP:	Williamson County - BellSouth/Zetron/Dictaphone/Interact Franklin - Positron/Dictaphone/Visions software
The name, address, telephone number, and fax number of the director of the ECD:	Mike Thompson 1320 West Main Street, Suite B-30 Franklin, Tennessee 37064 Phone 615-790-5752 Fax 615-790-5490
The name, address, telephone number, and fax number of the chairman of the ECD:	Ken Brison P.O. Box 118 Fairview, Tennessee 37062-0118 Phone 615-799-0900 Fax N/A

INTERNAL CONTROL AND COMPLIANCE SECTION

JOBE, HASTINGS & ASSOCIATES

Certified Public Accountants

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James R. Jobe, CPA
Joel H. Jobe *(1944 - 2006)*

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors
Williamson County Emergency Communications District
Franklin, Tennessee

We have audited the financial statements of Williamson County Emergency Communications District, a component unit of Williamson County, Tennessee, as of and for the year ended June 30, 2008, which collectively comprise the Williamson County Emergency Communications District's basic financial statements and have issued our report thereon dated August 27, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Audit Standards*, issued by the Comptroller General of the United States and requirements prescribed by the Comptroller of the Treasury, State of Tennessee.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Williamson County Emergency Communications District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion of the effectiveness of Williamson County Emergency Communications District's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of Williamson County Emergency Communication District's financial statements that is more than inconsequential will not be prevented or detected by the District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by Williamson County Emergency Communication District's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Williamson County Emergency Communications District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the board of directors, Williamson County Board of Commissioners, and appropriate regulatory authorities and is not intended to be and should not be used by anyone other than these specified parties.

John, Hastings & Associates
Certified Public Accountants

Murfreesboro, Tennessee
August 27, 2008