WILSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT
A COMPONENT UNIT OF WILSON COUNTY
LEBANON, TENNESSEE

FINANCIAL STATEMENTS
AND
ADDITIONAL INFORMATION
YEARS ENDED JUNE 30, 2008 AND 2007

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WILSON COUNTY EMERGENCY COMMUNICATION DISTRICT, INC.
ROSTER OF BOARD MEMBERS AND
MANAGEMENT OFFICIALS

June 30, 2008 and 2007

Mac McCluskey	Board Chairman
Ken Davis	Vice Chairman
Larry Lovvorn	Sec/Treasurer
Bill Jewell	Board Member
David Hale	Board Member
Bedford Johnson	Board Member
Terry Ashe	Board Member
Fred Burton	Board Member
Larry Stone	Board Member
Michael Jennings	911 Attorney
H.B. McDonald	Director

DVF Dempsey Vantrease & Follis PLLC
Certified Public Accountants & Consultants

INDEPENDENT AUDITORS' REPORT

To the Comptroller of the Treasury
and the Board of Directors
Wilson County Emergency Communication District, Inc..
A Component Unit of Wilson County
Lebanon, Tennessee 37087

We have audited the accompanying financial statements of the business-type activities of the Wilson County Emergency Communication District, Inc., a component unit of Wilson County, as of June 30, 2008 and 2007 and for the years then ended as listed in the table of contents. These financial statements are the responsibility of the management of the Wilson County Emergency Communication District, Inc. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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. 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 audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Wilson County Emergency Communication District, Inc. as of June 30, 2008 and 2007 and the changes in its financial position and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

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In accordance with Government Auditing Standards, we have also issued our report dated December 12, 2008 on our consideration of Wilson County Emergency Communication District, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 5 through 8 and the schedule of funding progress for pension on page 21 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Dempsey, Vantrease + Fallas, PLLC

Lebanon, Tennessee

December 12, 2008

Management's Discussion and Analysis

This section of the Wilson County Emergency Communications Districts (a component unit of Wilson County) audited financial statements presents our discussion and analysis of the Organization's financial performance during the fiscal year that ended on June 30, 2008. Please read it in conjunction with the financial statements, which follow this section.

Financial Highlights

- The Organization's net assets increased $339,639 over the course of the fiscal year ended June 30, 2008's operations. The increase in net assets is a 19.24% increase from net assets of $1,765,275 at the June 30, 2007. In the fiscal year ended June 30, 2007, the Organization's net assets increased $305,013 or 20.89% over net assets of $1,460,262 at June 30, 2006.

- There was an increase in net assets of $339,639, which is an increase of $34,627 from $305,012 increase in net assets for June 30, 2007. Income from ongoing operations declined $23,773 or (10.88) % from the fiscal year ending June 30, 2007, primarily due to increase in mapping expenses. During the fiscal year ended June30, 2007, income from ongoing operations increased 179,407 or 459.66 % and the increase in net assets increased $221,119 (263.57) % from the fiscal year ended June 30, 2006.

- The total cost of the Organization's activities rose by 8.04% in the fiscal year ending June 30, 2008. Increases in operating expenses were in salaries, employee benefits, retirement contributions, utilities and travel. The total cost of the Organization's activities rose 6.30% in the fiscal year ending June 30, 2007, also due to increases in salaries, employee benefits, retirement contributions, professional fees, utilities, travel and maintenance fees for emergency communications equipment.

- Balances of cash and certificates of deposit increased $224,475 or 16.90% during the fiscal year ending June 30, 2008. In the fiscal year ending June 30, 2007, the balances of cash and certificates of deposit increased $256,262 or 23.88%. The increase is primarily due to additional funding provided by the Tennessee Emergency Communications Board described above.

Overview of the Financial Statements

This annual report consists of three parts – management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements of a proprietary fund offer short and long term financial information about the activities the government operates as a business's. The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

Financial Analysis of the Organization as a Whole

Net assets. The Organization's net assets increased $339,639 between fiscal years 2007 and 2008. In comparison, net assets for the fiscal year ended June 30, 2007 increased $305,013 from the fiscal year ending June 30, 2006. Income from ongoing operations decreased $23,733 for the year ending June 30, 2008 and non-operating income increased $58,399 or 67.45% for the year ending June 30, 2008.

Wilson County Emergency Communications District
Net Assets
June 30, 2008 and June 30, 2007

Account Name	2008	2007	%Change
Current and Other Assets	$1,702,215	$1,415,950	20.22%
Capital Assets	434,015	385,833	12.49%
Total Assets	$2,136,230	$1,801,783	18.56%
Current and Other Liabilities	$31,316	$36,508	(14.22,) %
Net Assets			
Invested in Capital Assets			
Net of Depreciation	$434,015	$385,833	12.49 %
Unrestricted	$1,670,899	$1,379,442	21.13%
Total Liabilities & Net Assets	$2,136,230	$1,801,783	18.56%

Wilson County Emergency Communications District
Net Assets
June 30, 2007 and June 30, 2006

Account Name	2007	2006	%Change
Current and Other Assets	$1,415,950	$1,155,429	22.55
Capital Assets	385,833	359,360	(7.37) %
Total Assets	$1,801,783	$1,514,789	18.95 %
Current and other Liabilities	$36,508	$54,527	33.05 %
Net Assets			
Invested in Capital Assets			
Net of Depreciation	$385,833	$359,360	(7.37) %
Unrestricted	1,379,442	1,100,902	25.30%
Total Liabilities & Net Assets	$1,801,783	$1,514,789	18.95 %

Changes in net Assets. The Organization's total revenues (excluding non-operating items) increased $27,068 during the fiscal year ending June 30, 2008 and $216,916 the fiscal year ending June 30, 2007. Non-operating income increased $58,399 during the fiscal year ending June 30, 2008. Approximately 91% of the Organization's income is derived from taxes charged on telephone bills for emergency telephone service. The remaining non-operating source of income is principally investment income and state grants. Comparisons of changes in net assets are presented below:

Wilson County Emergency Communications District
Changes in Net Assets
June 30, 2008 and June 30, 2007

Account Name	2008	2007	%Change
Total Operating Revenues	$877,979	$850,911	3.18 %
Total Operating Expenses	683,315	632,474	8.04%
Operating Income	$194,664	$218,437	(10.88) %
Non-Operating Income	144,975	86,576	67.45%
Increase in Net Assets	$339,639	$305,013	11.35 %

Wilson County Emergency Communications District
Changes in Net Assets
June 30, 2007 and June 30, 2006

Account Name	2007	2006	%Change
Total Operating Revenues	$850,911	$663,995	34.21%
Total Operating Expenses	632,474	594,965	6.30%
Operating Income	$218,437	$39,030	459.66 %
Non-Operating Income	86,576	44,864	92.97 %
Increase in Net Assets	$305,013	83,894	263.57 %

Capital Assets. As of June 30, 2008, the Organization had invested $616,276 in capital assets including the building and land in which the operations are conducted and various items of office and communications equipment. As of June 30, 2007, the Organization had invested $567,490 in capital assets. An inventory of all capital assets was taken on June 30, 2008. An annual physical inventory of all capital assets is planned for the close of business on June 30 each year. More detail about the Organization's capital assets is available in Note 4 to the financial statements.

The Organization's fiscal year 2008 capital budget projects $135,000 in additions to capital assets. The Organization has no plans or intentions to finance these additions but will use proceeds from ongoing operations, cash reserves, and grants to fund any purchases.

Contacting the Organizations Financial Management

This financial report is designed to provide the citizens, taxpayers and customers of Wilson County of the Organization's finances and to demonstrate the Organization's accountability for the money it receives. If you have any questions about this report or need additional information, contact the Wilson County Emergency Communications District, 1611 West Main Street, Lebanon, TN 37087.

WILSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT, INC.
A COMPONENT UNIT OF WILSON COUNTY
STATEMENTS OF NET ASSETS

ASSETS

	June 30,	
	2008	**2007**
Current Assets		
Cash & Cash Equivalents	$ 506,205	$ 344,701
Investments	1,047,850	984,878
Accounts Receivable	136,723	71,827
Prepaid Expenses	1,858	1,858
Total Current Assets	1,692,636	1,403,264
Fixed Assets		
Land	118,500	118,500
Building	389,945	328,452
Office Equipment	107,831	120,538
Total	616,276	567,490
Less Accumulated Depreciation	(182,261)	(181,657)
Net Fixed Assets	434,015	385,833
Other Assets		
Prepaid Service Lease, net	9,579	12,686
Net Other Assets	9,579	12,686
Total Assets	$ 2,136,230	$ 1,801,783

The accompanying notes are an integral part of these financial statements.

WILSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT, INC.
A COMPONENT UNIT OF WILSON COUNTY
STATEMENT OF NET ASSETS

LIABILITIES AND NET ASSETS

	June 30,	
	2008	**2007**
Current Liabilities		
Accounts Payable	$ 17,560	$ 17,325
Accrued Payroll	7,495	6,018
Payroll Deductions Payable	227	67
Compensated Absences	6,034	8,598
Deferred Revenue	-	4,500
Total Current Liabilities	31,316	36,508
Net Assets		
Invested In Capital Assets	434,015	385,833
Unrestricted	1,670,899	1,379,442
Total Net Assets	2,104,914	1,765,275
Total Liabilities & Net Assets	$ 2,136,230	$ 1,801,783

The accompanying notes are an integral part of these financial statements.

WILSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT, INC.
A COMPONENT UNIT OF WILSON COUNTY
STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS

	Years Ended June 30, 2008	Years Ended June 30, 2007
Operating Revenues	$ 877,979	$ 850,911
Operating Expenses		
Salaries and Wages	297,160	289,393
Employee Benefits	90,721	88,499
Contracted Services	213,782	187,152
Supplies & Materials	25,477	25,135
Other Charges	30,979	26,003
Miscellaneous Expenses	45	
Depreciation	22,044	13,444
Amortization	3,107	2,848
Total Operating Expenses	683,315	632,474
Operating Income/(Loss)	194,664	218,437
Nonoperating Revenues/(Expenses)		
Interest Income	72,756	34,189
State Emergency Communications Board Grants	72,082	52,387
Miscellaneous Income	137	-
Total Nonoperating Revenues	144,975	86,576
Increase in Net Assets	339,639	305,013
Net Assets, Beginning of Year	1,765,275	1,460,262
Net Assets, End of Year	$ 2,104,914	$ 1,765,275

The accompanying notes are an integral part of these financial statements.

WILSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT, INC.
A COMPONENT UNIT OF WILSON COUNTY
STATEMENTS OF CASH FLOWS

	Years Ended June 30, 2008	2007
Cash Flows From Operating Activities		
Cash Received From Charges for Services	$ 813,220	$ 859,312
Cash Payments To Suppliers for Goods and Services	(360,769)	(361,810)
Cash Payments to Employees for Services	(298,087)	(282,400)
Net Cash Provided By Operating Activities	154,364	215,102
Net Cash Provided By Noncapital Financing Activities		
State of Tennessee ECB Grants	67,582	46,887
Cash Flows From Investing Activities		
Purchase of Certificates of Deposit	(62,972)	(225,068)
Purchase of Equipment	(70,226)	(39,917)
Interest On Investments	72,756	34,189
Net Cash (Used In) Investing Activities	(60,442)	(230,796)
Net Increase in Cash & Cash Equivalents	161,504	31,193
Cash & Cash Equivalents at Beginning of Year	344,701	313,508
Cash & Cash Equivalents at End of Year	$ 506,205	$ 344,701

The accompanying notes are an integral part of these financial statements.

WILSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT, INC.
A COMPONENT UNIT OF WILSON COUNTY
STATEMENTS OF CASH FLOWS

	Years Ended June 30, 2008	Years Ended June 30, 2007
Operating Income/(Loss)	$ 194,664	$ 218,437
Adjustments to Reconcile Operating Income to Net Cash Provided By Operating Activities		
Depreciation	22,044	13,444
Amortization	3,107	2,848
Miscellaneous Income	137	-
Change in Assets and Liabilities		
Accounts Receivable	(64,896)	8,401
Deposits		25
Prepaid Service Lease	-	(15,534)
Accounts Payable	235	(19,512)
Accrued Payroll	1,477	1,488
Payroll Deductions Payable	160	67
Compensated Absences Payable	(2,564)	5,438
Net Cash Provided By Operating Activities	$ 154,364	$ 215,102

The accompanying notes are an integral part of these financial statements.

WILSON COUNTY EMERGENCY COMMUNICATION DISTRICT, INC.
A COMPONENT UNIT OF WILSON COUNTY

NOTES TO FINANCIAL STATEMENTS

June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Wilson County Emergency Communication District, Inc. was established pursuant to Tennessee Code Annotated 7-86-101 for the purpose of providing emergency services through the use of a three digit (911) telephone number. The District is a component unit of Wilson County, Tennessee, the primary government. Wilson County appoints the board members of the District and must approve the District's issuance of long-term debt. Even though the District is financially independent of the Wilson County primary governmental unit, it is accountable to that unit.

Basis of Accounting

The District is considered to be a business-type activity (proprietary fund) which is used to account for and report those governmental activities that are designed to be self-supporting from fees charged to consumers of the funds' goods and services. The accounting and financial reporting practices of proprietary funds are similar to those used for business enterprises. That is, revenues are matched with expenses, and net income is determined using accrual accounting methods. The District's financial statements have been prepared in conformity with all applicable GASB pronouncements as well as all Financial Accounting Standards Board pronouncements issued prior to November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

Cash Equivalents

For purposes of the Statement of Cash Flows, the District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements. Actual results could differ from those estimates.

Operating Revenues

Operating revenues are received from various phone companies by law as more fully described in Note 3. All revenues not part of these legally required payments for emergency telephone service have been classified as non-operating.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Capital Assets

As more fully described in Note 4, capital assets are recorded at cost and depreciated over their useful lives using the straight line method.

Budgets and Budgetary Accounting

The Board Follows these procedures in establishing the budgetary data reflected in the financial statements:

a) Formal budgetary integration is employed as a management control device during the year for the business-type activity. This budget is adopted on a basis consistent with generally accepted accounting principles.

b) The Board o Directors approves an annual detailed budget. Any revisions made during the year must be approved by the Board of Directors.

c) The budget amounts shown in the financial statements are the final authorized amounts as revised during the year.

NOTE 2 - CASH - CHECKING AND SAVINGS

The District maintains three bank accounts and a petty cash account with the following balances at June 30, 2008:

Petty Cash	300
Operating Account	(9,053)
Savings Account	514,958
Total Cash	$ 506,205

The District uses a "sweep account" for its operating account whereby the cash remaining in the bank at the end of the business day is "swept" into the savings account and transferred back into the operating account as needed to cover checks. Accordingly, the $9,053 deficit shown for the operating account above represents the outstanding checks at June 30, 2008. Funds will be transferred back to the operating account from savings as needed to cover the outstanding checks.

NOTE 2 - CASH - CHECKING AND SAVINGS - CONTINUED

The District also had nine certificates of deposit with a total balance at June 30, 2008 of $1,047,850. This amount has been classified as investments on the statement of net assets.

Various restrictions on deposits and investments are imposed by state statutes. These restrictions are summarized as follows: All deposits with financial institutions other than savings and loan associations must be collateralized in an amount equal to 105% of the value of the deposit secured thereby. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the district.

Deposits with savings and loan associations must be collateralized by one of the following methods: 1) By an amount equal to 110% of the face amount of uninsured deposits if the collateral is of the same character as that required for other financial institutions; 2) By an irrevocable letter of credit issued by the Federal Home Loan Bank; or, 3) By a surety bond issued by an insurance company licensed under the laws of the State of Tennessee whose claims paying ability is rated in the highest category by at least two nationally recognized statistical rating services.

The promissory notes must be in an amount equal to 150% of the amount of uninsured deposits. Wilson County Emergency Communications District, Inc. had no deposits with savings and loan associations during the period under audit. The bank balances at June 30, 2008 are entirely covered by FDIC insurance and the state bank collateral pool.

NOTE 3 - ACCOUNTS RECEIVABLE

At June 30, 2008 the District had $136,723 in accounts receivable. Of this amount, $17,920 was due from AT&T, $12,152 was due from Tennessee Telephone, $97,895 was due from the State Emergency Communications Board, and $8,755 was due from other companies. These receivables represent amounts that are collected by the telephone companies and then remitted to the District. The amount due from the State ECB also includes equipment purchase reimbursement funding in the amount of $57,582. Each residential customer is charged $.55 per month and each commercial customer is charged $1.67 per month. Additionally, the District receives $.25 per cellular phone from the Tennessee Emergency Communications Board. No allowance for uncollectible accounts is considered necessary.

NOTE 4 - CAPITAL ASSETS

All capital assets are recorded at historical cost. Depreciation is determined using the straight line method over the estimated useful lives of the respective assets of seven to thirty-nine years. Maintenance and repairs are charged to expense as incurred. When items of property and equipment are sold or retired, the related cost and accumulated depreciation are removed from the accounts and any gain or loss is recognized.

A summary of changes in capital assets follows:

	Balance July 1, 2007	Additions	Retirements	Balance June 30, 2008
Business Type Activites:				
Capital Assets Not Being Depreciated:				
Land	$ 118,500	$ -	$ -	$ 118,500
Other Capital Assets:				
Office Equipment	120,539	8,733	21,441	107,831
Building	328,452	61,493		389,945
Total Other Capital Assets at Historical Cost	448,991	70,226	21,441	497,776
Less Accumulated Depreciation for:				
Office Equipment	95,129	8,513	21,439	82,203
Building	86,527	13,531		100,058
Total Accumulated Depreciation	181,656	22,044	21,439	182,261
Other Capital Assets, Net	267,335	48,182	2	315,515
Business Type Activites Capital Assets, Net	$ 385,835	$ 48,182	$ 2	$ 434,015

Depreciation expense for the year ended June 30, 2008 amounted to $22,044.

NOTE 5 – EQUIPMENT MAINTENANCE

In a prior year, an amount was paid to the telephone companies for the use of public safety answering point (PSAP) equipment. This was a one-time charge to the District. The telephone companies own the equipment and have title to it. A monthly fee is paid to the telephone company for maintenance of said equipment. The amount paid varies from month to month. A total of $121,326 was paid for the fiscal year ended June 30, 2008.

NOTE 6 – ACCRUED COMPENSATION

All full-time employees of the District accrue vacation based on years of service. Vacation is earned on a calendar year basis, and must be taken in the year earned. At June 30, 2008, the District's had $6,034 of accrued compensation.

NOTE 7 - RISK FINANCING ACTIVITIES

It is the policy of the District to purchase commercial insurance for the risks of losses to which it is exposed. Those risks include general liability, property and casualty, worker's compensation and employee health and accident. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE 8 - PENSION EXPENSE

(A) Plan Description

Employees of Wilson County Emergency Communication District, Inc. are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members at the age of 55. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the system after July 1, 1979 become vested after five years of service and members joining prior to July 1, 1979 were vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapter 34-37 of the Tennessee Code Annotated(TCA). State statutes are amended by the Tennessee General Assembly. Political subdivisions such as Wilson County Emergency Communications District, Inc. participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

NOTE 8 – PENSION EXPENSE - Continued

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the PSPP. That report may be obtained by writing to Tennessee Treasury Department, Consolidated Retirement System, 10th Floor Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at www.treasury.state.tn.us. Copies of footnotes in PDF format can be accessed at http://www.treasury.state.tn.us/tcrs/PS/.

(B) Funding Policy

Wilson County Emergency Communication District, Inc. has adopted a noncontributory retirement plan for its employees by assuming employee contributions up to 5.0 percent of annual covered payroll.

Wilson County Emergency Communication District, Inc. is required to contribute at an actuarially determined rate; the rate for the fiscal year ending June 30, 2008 was 11.03% of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for Wilson County Emergency Communication District, Inc. is established and may be amended by the TCRS Board of Trustees.

(C) Annual Pension Cost

For the year ending June 30, 2008 Wilson County Emergency Communication District, Inc.'s annual pension cost of $21,988 to TCRS was equal to Wilson County Emergency Communication District, Inc.'s required and actual contributions. The required contribution was determined as part of the July 1, 2005 actuarial valuation using the frozen entry age actuarial cost method. Significant actuarial assumptions used in the valuation include (a) rate of return on investment of present and future assets of 7.5 percent a year compounded annually, (b) projected salary increases of 4.75 percent (graded) annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (c) projected 3.5 percent annual increase in the Social Security wage base, and (d) projected post retirement increases of 3.0 percent annually. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the market value of total investments over a five-year period. Wilson County Emergency Communication District, Inc.'s unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at July 1, 2005 was 9 years. An actuarial valuation was performed as of July 1, 2005, which established contribution rates effective July 1, 2006.

NOTE 8 – PENSION EXPENSE - Continued

Trend Information

Fiscal Year Ending	Annual Pension Cost(APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 2007	$21,988	100.00%	$ 0.00
June 30, 2006	$19,992	100.00%	$ 0.00
June 30, 2005	$14,105	100.00%	$ 0.00

NOTE 9 – GIS MAPPING MAINTENANCE

During the fiscal years ended June 30, 2008 and 2007, the Wilson County Emergency Communication District, Inc. paid $15,500 per year for the maintenance of a computerized mapping system that will be titled to Wilson County. These payments have been included in the contracted services balance on the statement of revenues, expenses, and changes in net assets. The District received a grant from the State of Tennessee to offset the costs of this project. Through June 30, 2008, the District received $30,000 of grant funds, including $4,575 included in accounts receivable on the June 30, 2008 balance sheet.

WILSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT, INC.
A COMPONENT UNIT OF WILSON COUNTY
SCHEDULE OF FUNDING PROGRESS FOR PENSION

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
July 1, 2007	$213	$246	$33	86.60%	$180	18.31%

The Governmental Accounting Standards Board (GASB) requires the plan to prepare the Schedule of Funding Progress using the entry date actuarial cost method. The requirement to present the Schedule of Funding Progress using the Entry Age actuarial cost method was a change made during the year and therefore only the most current year is presented.

DVF Dempsey Vantrease & Follis PLLC
Certified Public Accountants & Consultants

INDEPENDENT AUDITORS' REPORT ON

ADDITIONAL INFORMATION

To the Comptroller of the Treasury
and the Board of Directors
Wilson County Emergency Communication District, Inc.
A Component Unit of Wilson County
Lebanon, Tennessee 37087

Our report on our audits of the financial statements of Wilson County Emergency Communication District, Inc., a component unit of Wilson County, for the fiscal years ended June 30, 2008 and 2007 appears on page 3 - 4. Those audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedule of revenues and expenses compared to budgeted revenues and expenses is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information, except for that portion marked "unaudited," on which we express no opinion, 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 general purpose financial statements taken as a whole.

Dempsey, Vantrease & Follis, PLLC
Lebanon, Tennessee

December 12, 2008

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P 615-444-4125 F 615-444-2639 www.dvf-pllc.com

WILSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT, INC.
A COMPONENT UNIT OF WILSON COUNTY
SUPPLEMENTAL SCHEDULE OF REVENUES AND EXPENSES
COMPARED TO BUDGETED REVENUES AND EXPENSES

	Year Ended June 30, 2008		
	Actual	**Budgeted**	**Difference Over (Under)**
Operating Revenues			
Emergency Telephone Service Charge	$ 877,979	$ 852,000	$ 25,979
Operating Expenses			
Salaries & Wages			
Director	41,995	42,000	(5)
Dispatchers	253,375	267,910	(14,535)
Administrative	1,107	3,000	(1,893)
Overtime Pay	683	3,400	(2,717)
Total Salaries & Wages	297,160	316,310	(19,150)
Employee Benefits			
Social Security	18,499	19,425	(926)
Medicare	4,326	4,543	(217)
Medical Insurance	43,888	45,000	(1,112)
Life Insurance	144	-	144
Unemployment Compensation	-	2,500	(2,500)
Retirement Contributions	23,863	35,404	(11,541)
Total Employee Benefits	90,720	106,872	(16,152)
Contracted Services			
Addressing/Mapping Expenses	7,525	10,800	(3,275)
Advertising	-	1,200	(1,200)
Audit Services	3,900	3,900	-
Legal Services	7,150	7,800	(650)
Lease/Rental Communications Equipment	121,326	144,000	(22,674)
Maintenance & Repairs -			
Mapping/Data Base Consultants	60,215	65,000	(4,785)
Buildings & Facilities	7,925	18,000	(10,075)
Office Equipment	5,741	6,000	(259)
Total Contracted Services	213,782	256,700	(42,918)

WILSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT, INC.
A COMPONENT UNIT OF WILSON COUNTY
SUPPLEMENTAL SCHEDULE OF REVENUES AND EXPENSES
COMPARED TO BUDGETED REVENUES AND EXPENSES

	Year Ended June 30, 2008		
	Actual	**Budgeted**	**Difference Over (Under)**
Supplies & Materials			
Supplies & Materials	$ 67	$ -	$ 67
Office Supplies	3,377	3,600	(223)
Custodial Supplies	672	3,600	(2,928)
Data Processing Supplies	-	600	(600)
Postage	402	600	(198)
Utilities -			
Electric	6,277	5,700	577
Gas	883	940	(57)
Water	425	300	125
General Telephone	11,868	14,400	(2,532)
Cell Phone & Pagers	1,507	1,200	307
Total Supplies & Materials	25,478	30,940	(5,462)
Other Charges			
Bank Charges	105	34	71
Dues & Memberships	2,370	2,100	270
Employee Testing & Exams	490	600	(110)
Insurance -			
Workers Compensation	1,556	1,500	56
Liability	282	1,700	(1,418)
Building & Contents	1,779	1,800	(21)
Surety Bonds	750	800	(50)
Training Expenses	5,440	14,800	(9,360)
Travel	18,207	24,000	(5,793)
Total Other Charges	30,979	47,334	(16,355)
Miscellaneous Expenses	45	-	45
Depreciation	22,044	21,600	444
Amortization	3,107	3,200	(93)
Total Operating Expenses	683,315	782,956	(99,641)
Nonoperating Revenues (Expenses)			
Interest Income	72,756	36,000	36,756
Miscellaneous Income	137	240	(103)
State Emergency Communications Board Grants &Reimbursements	72,082	-	72,082
Total Nonoperating Revenues	144,975	36,240	108,735
Increase in Net Assets	$ 339,639	$ 105,284	$ 234,355

See Auditors' Report on Additional Information

WILSON COUNTY EMERGENCY COMMUNICATION DISTRICT, INC.

SCHEDULE OF INFORMATION REQUIRED BY THE TENNESSEE EMERGENCY COMMUNICATIONS BOARD (UNAUDITED)

June 30, 2008 and 2007

a. The number of public safety answering points (PASP). ____1____

b. The address of each PSAP. 1611 West Main Street, Lebanon, TN 37087

c. The type of system/equipment and database used by each PSAP. Enhance 911, positron interface w/BellSouth database

d. The name, address, telephone number and fax number of the director of the emergency communications district.

Wilson County Emergency Communications District, Inc.
1611 West Main Street
Lebanon, TN 37087

Phone # 615-449-7155
Fax # 615-443-3911

Director's Name: H.B. McDonald

e. The name, address, telephone number and fax number of the chairman of the emergency communications district.

Mac McCluskey
14001 Lebanon Road
Old Hickory, TN 37138

Fax # 615-443-3911

DVF Dempsey Vantrease & Follis PLLC
Certified Public Accountants & Consultants

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
Wilson County Emergency Communication District, Inc.

We have audited the financial statements of the business-type activities and the aggregate remaining fund information of Wilson County Emergency Communication District, Inc., as of and for the year ended June 30, 2008, which collectively comprise the Wilson County Emergency Communication District, Inc.'s basic financial statements and have issued our report thereon dated January 23, 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 Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Wilson County Emergency Communication District, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Wilson County Emergency Communication District, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Wilson County Emergency Communication District, Inc.'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 Wilson County Emergency Communication District, Inc.'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 the Wilson County Emergency Communication District, Inc.'s financial statements that is more than inconsequential will not be prevented or detected by the Wilson County Emergency Communication District, Inc.'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 the Wilson County Emergency Communication District, Inc.'s internal control.

Our consideration of 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.

724 West Main Street • Lebanon, Tennessee 37087
P 615-444-4125 F 615-444-2639 www.dvf-pllc.com

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Wilson County Emergency Communication District, Inc.'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 the following instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Tennessee Code Annotated Section 7-86-120 states that no emergency communications district may spend money except in accordance with an adopted budget. Wilson County Emergency Communication District, Inc. expenses did exceed its adopted budget in various categories. The budget should be amended prior to spending the additional funds in order to prevent this from occurring.

This report is intended solely for the information and use of management, the board of directors, and the State of Tennessee Comptroller of the Treasury and is not intended to be and should not be used by anyone other than these specified parties.

Dempsey, Vantrease & Follis, PLLC

Lebanon, Tennessee

December 12, 2008