

**DEKALB COUNTY E-911 EMERGENCY  
COMMUNICATIONS DISTRICT  
JUNE 30, 2009**

**TAMARA L. BECKMAN  
CERTIFIED PUBLIC ACCOUNTANT**

**DEKALB COUNTY E-911  
EMERGENCY COMMUNICATIONS DISTRICT  
JUNE 30, 2009**

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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of the  
DeKalb County E-911 Emergency Communications District  
Ashland City, Tennessee

I have audited the accompanying financial statements of the DeKalb County E-911 Emergency Communications District, a component unit of DeKalb County, as of and for the year ended June 30, 2009, as listed in the table of contents. These financial statements are the responsibility of the DeKalb County E-911 Emergency Communications District's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my 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. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the DeKalb County E-911 Emergency Communications District, as of June 30, 2009, 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* I have also issued my report dated October 15, 2009, on my consideration of the DeKalb County E-911 Emergency Communications District's internal control over financial reporting and on my tests of 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 my testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of the audit performed in accordance with

*Government Auditing Standards* and should be considered in conjunction with this report in considering the results of my audit.

GASB Statement No. 34 provides guidance on Management's Discussion and Analysis, which is not a required part of the basic financial statements, but is supplementary information required by the Governmental Accounting Standards Board; however, management has chosen to exclude this information.

My audit was conducted for the purpose of forming an opinion on the financial statements of Dekalb County E-911 Emergency Communications District, taken as a whole. The accompanying supplementary financial information is presented for the purposes of additional analysis and is not a required part of the financial statement of Dekalb County E-911 Emergency Communications District. Such information has been subjected to the auditing procedures applied in the examination of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

October 15, 2009  
Cookeville, Tennessee

*Tamara L. Beckman, CPA*

**DEKALB COUNTY E-911  
EMERGENCY COMMUNICATIONS DISTRICT  
STATEMENT OF NET ASSETS  
JUNE 30, 2009**

**ASSETS**

**Current Assets**

Cash and Cash Equivalents	\$	69,455.52	
Certificates of Deposit		162,419.30	
Accounts Receivable		696.45	
Due from State Emer. Comm. Board		31,588.83	
Interest Receivable		2,374.13	
Prepaid Expenses		<u>9,319.77</u>	
<b><u>Total Current Assets</u></b>			<b>\$ 275,854.00</b>

**Non-Current Assets**

Building & Improvements		45,350.68	
Less: Accumulated Depreciation		(20,334.50)	
Furniture & Fixtures		17,214.19	
Less: Accumulated Depreciation		(11,405.61)	
Office Equipment		53,544.17	
Less: Accumulated Depreciation		(50,523.65)	
Communications Equipment		282,465.07	
Less: Accumulated Depreciation		(216,349.75)	
Vehicles		9,018.03	
Less: Accumulated Depreciation		<u>(3,489.13)</u>	
<b><u>Total Non-Current Assets</u></b>			<b><u>105,489.50</u></b>
<b><u>Total Assets</u></b>			<b><u>381,343.50</u></b>

**LIABILITIES**

Accounts Payable		4,307.54	
Wages Payable		9,044.15	
Payroll Taxes Payable		251.99	
Benefits Payable		<u>471.55</u>	
<b>Total Liabilities</b>			<b><u>14,075.23</u></b>

**Net Assets**

Invested in Capital Assets		105,489.50	
Unrestricted Net Assets		<u>261,778.77</u>	
<b><u>Total Net Assets</u></b>			<b><u>\$ 367,268.27</u></b>

The accompanying notes are in integral part of the financial statements

**DEKALB COUNTY E-911  
EMERGENCY COMMUNICATIONS DISTRICT  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2009**

Operating Revenues

Emergency Telephone Service Charges	\$ 105,951.45	
State – Wireless Charges	45,980.36	
State – Operational Funding Program	86,168.76	
Other Operating Revenue	948.26	
<b>Total Operating Revenue</b>		<b>\$ 239,048.83</b>

Operating Expense

Salaries & Wages

Director	\$ 38,886.28	
Dispatchers	242,340.58	
Part-Time Personnel	17,895.82	
<b>Total Salaries &amp; Wages</b>		<b>\$ 299,122.68</b>

Employee Benefits

Social Security Tax	18,027.23	
Medicare Tax	4,216.03	
Medical Insurance	8,660.18	
Unemployment	520.00	
Retirement Contributions	11,418.94	
<b>Total Employee Benefits</b>		<b>42,842.38</b>

Contracted Services

Addressing/Mapping	8,144.60	
Audit Services	2,500.00	
Accounting Services	7,883.44	
Fees Paid to Service Providers	3,231.95	
Maintenance Agreements	15,195.41	
Mapping/DB Consultants	1,944.00	
NCIC/TBI/TIES Expenses	7,000.00	
<u>Lease &amp; Rental</u>		
Communication Equipment	914.41	
<u>Maintenance &amp; Repairs</u>		
Building & Facilities	825.00	
Communication Equipment	8,227.55	
Office Equipment	160.00	
Vehicles	697.40	
<b>Total Contracted Services</b>		<b>56,723.76</b>

The Accompanying notes are in integral part of the financial statements

*DEKALB COUNTY E-911  
EMERGENCY COMMUNICATIONS DISTRICT  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS CONT'D  
FOR THE YEAR ENDED JUNE 30, 2009*

<u>Supplies &amp; Materials</u>		
Office Supplies	4,058.13	
Postage	378.58	
Small Equipment Purchases	721.95	
<u>Utilities</u>		
Electric	6,689.08	
Water	173.71	
Gas	63.00	
General Telephone	<u>15,802.28</u>	
Total Supplies & Materials		27,886.73
<u>Other Charges</u>		
Board Meeting Expenses	1,308.78	
Dues & Memberships	547.00	
Insurance-Worker's Compensation	1,650.98	
Legal Notices	132.88	
Premiums on Surety Bonds	1,266.98	
Training Expenses	2,332.09	
Travel Expenses	702.79	
Internet Charges	437.29	
Vehicle Expense	778.32	
Uniforms	<u>195.28</u>	
Total Other Charges		9,352.39
Depreciation		<u>34,928.19</u>
<b>Total Expenses</b>		<u>470,856.13</u>
Net Operating Loss		(231,807.30)
<u>Non-Operating Revenue and (Expense)</u>		
Interest Income	5,741.21	
State – Grants & Reimbursements	42,615.92	
Contributions from Primary Governments	240,750.00	
Other Income	<u>125.56</u>	
Total Non-Operating Revenue & Expense		<u>289,232.69</u>
<b>Increase in Net Assets</b>		57,425.39
Total Net Assets, July 1, 2008		<u>309,842.88</u>
Total Net Assets, June 30, 2009		<u>\$ 367,268.27</u>

The Accompanying notes are in integral part of the financial statements

**DEKALB COUNTY E-911  
EMERGENCY COMMUNICATIONS DISTRICT  
STATEMENT OF CASH FLOW  
FOR THE YEAR ENDED JUNE 30, 2009**

<u>Cash Flows From Operating Activities</u>		
Cash Received from Operations	\$ 214,618.23	
Cash Paid to/for Employees for Services	(343,075.10)	
Cash Payments for Goods and Services	<u>(94,208.69)</u>	
Net Cash Used in Operating Activities		\$ (222,665.56)
 <u>Cash Flows from Non-Capital Financing Activities</u>		
Grant Received	42,615.92	
Contributions from Primary Governments	<u>240,750.00</u>	
Net Cash Provided by Non-Capital Financing Activities		283,365.92
 <u>Cash Flows from Capital &amp; Related Financing Activities</u>		
Acquisitions of New Assets		(35,549.00)
 <u>Cash Flows from Investing Activities</u>		
Interest Received	5,127.20	
Transfer to CD	<u>(4,155.12)</u>	
Net Cash Used in Investing Activities		<u>972.08</u>
Net Decrease in Cash and Cash Equivalents		26,123.44
Cash and Cash Equivalent at 6-30-08		<u>43,332.08</u>
Cash and Cash Equivalent at 6-30-09		<u>\$ 69,455.52</u>
 <u>Reconciliation of Operating Income to Net Cash</u>		
<u>Used in Operating Activities</u>		
Net Operating Loss	\$ (231,807.30)	
Other Refunds & Reimbursements	125.56	
Depreciation	34,928.19	
Decrease in Accounts Receivable	21.39	
Increase in Due from State ECB	(24,577.55)	
Increase in Prepaid Expense	(2,562.18)	
Increase in Accounts Payable	2,316.37	
Decrease in Payroll Related Payables	<u>(1,110.04)</u>	
<u>Net Cash Provided by Operating Activities</u>		<u>\$ (222,665.56)</u>

The Accompanying notes are in integral part of the financial statements

**DEKALB COUNTY E-911  
EMERGENCY COMMUNICATIONS DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2009**

Note 1 – Summary of Significant Accounting Policies

The Dekalb County E-911 Emergency Communication District was established for the purpose of providing an enhanced level of 911 services to the Dekalb County citizens by acquiring certain types of equipment that enable emergency service providers to respond more rapidly and more effectively due to increased speed in the transmittal of critical information and improved reliability of address and information. It is a component unit of Dekalb County. The Dekalb County E-911 Emergency Communications District is run by a board of directors, which is appointed by Dekalb County. The District must file a budget with Dekalb County each year. Any bond issued by the district is subject to approval by Dekalb County.

The District uses the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled *Audits of State and Local Governmental Units* and by the Financial Accounting Standards Board. As allowed in Section P80 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, the Board has elected not to apply to its proprietary activities Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the Committee of Accounting Procedures issued after November 30, 1989.

Depreciation

Depreciation is computed at rates designed to amortize the cost of the individual assets over their useful lives. Depreciation begins when the fixed assets are placed in service. Depreciation is summarized as follows:

	<u>Method</u>	<u>Estimated Useful Life</u>	<u>2009 Depreciation</u>
Building & Improvements	S/L	10-40 Years	\$ 2,379.24
Furniture & Fixtures	S/L	5-10 Years	1,193.70
Office Equipment	S/L	5-10 Years	2,416.72
Communications Equipment	S/L	5-10 Years	27,501.59
Vehicles	S/L	5 Years	1,436.94
			<u>\$34,928.19</u>

Major Source of Revenue

The major source of operating revenue is emergency telephone and wireless surcharges. Non-operating revenue consists of a grant given by the State Emergency Communications Board to help the district employ dispatchers, interest and other refunds and reimbursements.

Note 2 – Cash and cash investments

The Tennessee Government Code requires Tennessee banks and savings and loan associations to secure a governmental entity’s deposits by pledging government securities as collateral. The market value of pledged securities must equal 105% of the entity’s deposits. The entity may waive collateral requirements for deposits that are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC) or Savings Association Insurance Fund (SAIF).

The following is a schedule of bank accounts at June 30, 2009:

Checking – First Bank	\$ 69,455.52
CD – First Bank	52,684.71
CD – Dekalb Community Bank	<u>109,734.59</u>
Total Deposits	<u>\$231,874.82</u>

At June 30, 2009, the carrying amount of the Dekalb County E – 911 Emergency Communications District’s cash deposits was \$231,874.82. The District’s deposit accounts are covered up to \$100,000 by the Federal Deposit Insurance Corporation. Any amounts over \$100,000 are still covered since First Bank and Dekalb Community Bank (A branch of Wilson Bank & Trust) are members of the Government Collateralization Pool. The District is authorized to deposit and invest funds according to the provisions of Section 5-8-301 of the Tennessee Code Annotated. [Acts 1992, ch. 891, section 10].

Note 3 – Bonding

Dekalb County E-911 Emergency Communications District has a worker’s compensation policy covering employees of the district at June 30, 2009. Other risk areas include theft, property damage and public liability which are covered by the policy of the county. There have been no losses or settlements that exceeded coverage during the past three years.

Note 4 – Fixed Assets

The following is a schedule of equipment at June 30, 2009:

<u>Assets</u>	<u>Balance</u> <u>June 30, 2008</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2009</u>
Comm. Equipment	\$252,416.07	\$30,049.00	\$ --	\$282,465.07
Furniture & Fixtures	17,214.19	--	--	17,214.19
Bldg & Improvements	45,350.68	--	--	45,350.68
Vehicles	3,518.03	5,500.00	--	9,018.03
Office Equipment	<u>53,544.17</u>	<u>--</u>	<u>--</u>	<u>53,544.17</u>
	<u>\$372,043.14</u>	<u>\$35,549.00</u>	<u>\$ --</u>	<u>\$407,592.14</u>

<u>Assets</u>	Accumulated Depreciation <u>June 30, 2008</u>	Current Year Depreciation	Accumulated Depreciation <u>June 30, 2009</u>
Comm. Equipment	\$188,848.16	\$ 27,501.59	\$216,349.75
Furniture & Fixtures	10,211.91	1,193.70	11,405.61
Building & Improvements	17,955.26	2,379.24	20,334.50
Vehicles	2,052.19	1,436.94	3,489.13
Office Equipment	48,106.93	2,416.72	50,523.65
	<u>\$267,174.45</u>	<u>\$ 34,928.19</u>	<u>\$302,102.64</u>

Note 5 – Cash and cash equivalents

Cash and cash equivalents consist of demand deposits with original maturities of three months or less with local financial institutions.

Note 6 – Accounts Receivable/Due from State

The amounts due to the District from the wireless charges and other government agencies include the following:

Ben Lomand	\$ 283.76
DTC	<u>412.69</u>
Subtotal	696.45
State of Tennessee ECB	<u>31,588.83</u>
Total	<u>\$32,285.28</u>

Note 7 – Compensated Absences

There were no compensated absences for June 30, 2009.

Note 8 – Calculation of Invested in Capital Assets

Net Book Value	\$105,489.50
Current and Non-Current Debt	<u>-</u>
Invested in Capital Assets	<u>\$105,489.50</u>

Note 9 – Budgetary Information

As stated in Note 1, the District must file a budget with Dekalb County each year which must be legally adopted by the County. The budget is prepared on the accrual basis of accounting. Compliance with the legally adopted is required at the program level as well as the object level.

## Note 13– Pension Plan

### ***Plan Description***

Employees of Dekalb County Emergency Communications District are members of the Political Subdivision Pension Plan (PSPP), and 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 year 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 Dekalb County Emergency Communications District 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.

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

### ***Funding Policy***

Dekalb County Emergency Communications District requires employees to contribute 5.0 percent of earnable compensation.

Dekalb County Emergency Communications District is required to contribute at an actuarially determined rate; the rate for the fiscal year ending June 30, 2009 was 9.87% of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for Dekalb County Emergency Communications District is established and may be amended by the TCRS Board of Trustees.

### ***Annual Pension Cost***

For the year ending June 30, 2009, Dekalb County Emergency Communications District's annual pension cost of \$10,947 to TCRS was equal to Dekalb County

Emergency Communications District’s required and actual contributions. The required contribution was determined as part of the July 1, 2007 actuarial valuation using the frozen entry age actuarial cost method. Significant actuarial assumptions used in the calculation 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. Dekalb County Emergency Communications District’s unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at July 1, 2007 was 0 years. An actuarial valuation was performed as of July 1, 2007, which established contribution rates effective July 1, 2008.

**Trend Information**

Fiscal Year Ending	Annual Pension Cost(APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 2009	\$10,947	100.00%	\$0.00
June 30, 2008	5,342	100.00%	0.00
June 30, 2007	--	100.00%	0.00

**Funded Status and Funding Progress**

As of July 1, 2007, the most recent actuarial valuation date, the plan was 0.00% percent funded. The actuarial accrued liability for benefits was \$0.00 million, and the actuarial value of assets was \$0.00 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$0.00 million. The covered payroll (annual payroll of active employees covered by the plan) was \$0 million, and the ratio of the UAAL to the covered payroll was 0.00% percent.

The schedules of funding process, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

The Annual required contribution (ARC) was calculated using the aggregate actuarial cost method. Since the aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities, information about funded status and funding progress has been prepared using the entry age actuarial cost method for that purpose, and this information is intended to serve as a surrogate for the funded status and funding progress of the plan.

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Plan Assets	Actuarial Liability (AAL) -Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
	( a )	( b )	( b ) - ( a )	( a/b )	( c )	[( b-a)/( c )]
July 1, 2007	\$0	\$0	\$0	0.00%	\$0	0.00%

Schedule of Funding Progress for Overton County Emergency Communications District:

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Plan Assets	Actuarial Liability (AAL) -Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
	( a )	( b )	( b ) - ( a )	( a/b )	( c )	[( b-a)/( c )]
July 1, 2007	\$0	\$0	\$0	0.00%	\$0	0.00%

The Governmental Accounting Standards Board (GASB) requires the plan to prepare the Schedule of Funding Progress using the entry age 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.

**DEKALB COUNTY E-911  
EMERGENCY COMMUNICATIONS DISTRICT  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009**

	Actual (Accrual Basis)	Budget (Accrual Basis)	Variance Under (Over)
<u>Operating Revenues</u>			
Emergency Telephone Service Charges	\$ 105,951.45	\$ 102,500.00	\$ (3,451.45)
State-Shared Wireless Charges	45,980.36	32,000.00	(13,980.36)
State-Operational Funding Program	86,168.76	86,369.00	200.24
Other Operating Revenue	948.26	200.00	(748.26)
<b>Total Revenue</b>	<b>\$ 239,048.83</b>	<b>\$ 221,069.00</b>	<b>\$ (17,979.83)</b>
 <u>Operating Expenses</u>			
<u>Salaries &amp; Wages</u>			
Director	\$ 38,886.28	\$ 39,500.00	\$ 613.72
Dispatchers	242,340.58	263,000.00	20,659.42
Part-Time Personnel	17,895.82	21,000.00	3,104.18
<b>Total Salaries &amp; Wages</b>	<b>\$ 299,122.68</b>	<b>\$ 323,500.00</b>	<b>\$ 24,377.32</b>
 <u>Employee Benefits</u>			
Social Security Tax	18,027.23	22,464.00	4,436.77
Medicare Tax	4,216.03	5,254.00	1,037.97
Medical Insurance	8,660.18	20,000.00	11,339.82
Unemployment	520.00	800.00	280.00
Retirement Contributions	11,418.94	15,000.00	3,581.06
<b>Total Employee Benefits</b>	<b>\$ 42,842.38</b>	<b>\$ 63,518.00</b>	<b>\$ 20,675.62</b>
 <u>Contracted Services</u>			
Addressing/Mapping	8,144.60	13,000.00	4,855.40
Audit Services	2,500.00	3,500.00	1,000.00
Accounting Services	7,883.44	12,000.00	4,116.56
Fees Paid to Service Providers	3,231.95	3,500.00	268.05
Maintenance Agreements	15,195.41	15,500.00	304.59
Mapping/DB Consultants	1,944.00	2,000.00	56.00
NCIC/TBI/TIES Expenses	7,000.00	7,000.00	-
<u>Lease &amp; Rental</u>			-
Communication Equipment	914.41	1,000.00	85.59
<u>Maintenance &amp; Repairs</u>			-
Building & Facilities	825.00	1,000.00	175.00
Communication Equipment	8,227.55	10,000.00	1,772.45
Office Equipment	160.00	2,000.00	1,840.00
Vehicles	697.40	1,000.00	302.60
<b>Total Contracted Services</b>	<b>\$ 56,723.76</b>	<b>\$ 71,500.00</b>	<b>\$ 14,776.24</b>

**BUDGET AND ACTUAL (CONT'D)**  
**FOR THE YEAR ENDED JUNE 30, 2009**

<u>Supplies &amp; Materials</u>			
Office Supplies	\$ 4,058.13	\$ 4,100.00	\$ 41.87
Postage	378.58	400.00	21.42
Small Equipment Purchases	721.95	900.00	178.05
<u>Utilities</u>			
Electric	6,689.08	7,200.00	510.92
Water	173.71	300.00	126.29
Gas	63.00	3,500.00	3,437.00
General Telephone	15,802.28	16,000.00	197.72
Total Supplies & Materials	<u>\$ 27,886.73</u>	<u>\$ 32,400.00</u>	<u>\$ 4,513.27</u>
 <u>Other Charges</u>			
Board Meeting Expenses	1,308.78	1,500.00	191.22
Dues & Memberships	547.00	1,000.00	453.00
Insurance-Worker's Compensation	1,650.98	6,000.00	4,349.02
Legal Notices	132.88	1,000.00	867.12
Premiums on Surety Bonds	1,266.98	2,200.00	933.02
Training Expenses	2,332.09	3,500.00	1,167.91
Travel Expenses	702.79	800.00	97.21
Internet Charges	437.29	1,200.00	762.71
Vehicle Expense	778.32	2,000.00	1,221.68
Uniforms	195.28	500.00	304.72
Total Other Charges	<u>\$ 9,352.39</u>	<u>\$ 19,700.00</u>	<u>\$ 10,347.61</u>
Depreciation	<u>\$ 34,928.19</u>	<u>\$ 40,000.00</u>	<u>\$ 5,071.81</u>
Total Operating Expenses	<u>\$ 470,856.13</u>	<u>\$ 550,618.00</u>	<u>\$ 79,761.87</u>
<u>Operating Income (Loss)</u>	<u>\$ (231,807.30)</u>	<u>\$ (329,549.00)</u>	<u>\$ (97,741.70)</u>
 <u>Non-Operating Revenue and (Expense)</u>			
Interest Income	5,741.21	2,500.00	(3,241.21)
State – Grants & Reimbursements	42,615.92	40,049.00	(2,566.92)
Contributions from Primary Govts	240,750.00	240,750.00	-
Other Income	125.56	500.00	374.44
Total Non-Operating Revenue & Expense	<u>\$ 289,232.69</u>	<u>\$ 283,799.00</u>	<u>\$ (5,433.69)</u>
<b>Increase in Net Assets</b>	<u>\$ 57,425.39</u>	<u>\$ (45,750.00)</u>	<u>\$ (103,175.39)</u>
<b>Total Net Assets, July 1, 2008</b>	309,842.88	309,842.88	-
Total Net Assets, June 30, 2009	<u>\$ 367,268.27</u>	<u>\$ 264,092.88</u>	<u>\$ (103,175.39)</u>

**DEKALB COUNTY E-911  
EMERGENCY COMMUNICATION DISTRICT**

**SCHEDULE OF INFORMATION REQUIRED BY THE TENNESSEE  
EMERGENCY COMMUNICATION BOARD  
JUNE 30, 2009**

Number of public  
safety answering points: 1

Address: 100 Public Square  
Smithville, TN 37166

Type of System/Equipment: TCI

Type of Database: Stand-alone

Director: Brad Mullinax  
100 Public Square  
Smithville, TN 37166  
Work: (615) 597-4935  
Fax: (615) 597-8431

Chairman: Ron Rogers  
1219 Holiday Haven Rd.  
Smithville, TN 37166  
(615) 597-6344

**DEKALB COUNTY E – 911  
EMERGENCY COMMUNICATIONS DISTRICT  
911 BOARD MEMBERS  
JUNE 30, 2009**

Ronald Rogers, Chairperson  
1219 Holiday Haven Rd.  
Smithville, TN 37166  
(931) 597-6344

Wayne Cantrell, Board Member  
575 Pine Grove Rd.  
Smithville, TN 37166  
(931) 597-7584

Jerry Scott, Vice-Chairman  
2054 Robinson Rd.  
Smithville, TN 37166  
(615) 597-7029

Steve White, Board Member  
309 S. Mountain St.  
Smithville, TN 37166  
(615) 597-5211

Billy Adcock, Board Member  
995 Keltonburg Rd.  
Smithville, TN 37166  
(615) 597-5949

Elmer Ellis, Jr., Board Member  
PO Box 217  
Alexandria, TN 37012  
(615) 548-8011

Marshall Ferrell, Board Member  
217 Marshall Lane  
Smithville, TN 37166  
(615) 597-5109

**TAMARA L. BECKMAN**  
CERTIFIED PUBLIC ACCOUNTANT

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6A SOUTH MADISON AVENUE  
COOKEVILLE, TN 38501  
Office (931) 526-5489  
Fax (931) 526-9064

**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 of the  
DeKalb County E-911 Emergency Communications District  
Smithville, Tennessee

I have audited the financial statements of DeKalb County Emergency Communications District as of and for the year ended June 30, 2009, and have issued my report thereon dated October 15, 2009. I conducted my 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 my audit, I considered DeKalb County Emergency Communications District's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing my opinion on the effectiveness of DeKalb County Emergency Communications District's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of DeKalb 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 DeKalb County Emergency Communications 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 Dekalb County Emergency Communications District's financial statements that is more than inconsequential will not be prevented or detected by Dekalb County Emergency Communications 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 Dekalb County Emergency Communications District's internal control.

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

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Dekalb County Emergency Communications District's financial statements are free of material misstatement, I 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended for the information of the management and federal awarding agencies and pass-through entities 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.

October 15, 2009  
Cookeville, Tennessee

*Tamara L. Beckman, CPA*