

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

**TAMARA L. BECKMAN
CERTIFIED PUBLIC ACCOUNTANT**

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

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of the
Putnam County E-911 Emergency Communications District
Cookeville, Tennessee

I have audited the accompanying financial statements of the Putnam County E-911 Emergency Communications District, a component unit of Putnam 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 Putnam 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 Putnam 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 November 10, 2009, on my consideration of the Putnam 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 Putnam 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 Putnam 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.

November 10, 2009
Cookeville, Tennessee

Tamara L. Beckman, CPA

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

ASSETS

Current Assets

Cash and Cash Equivalents	\$ 407,479.72	
Investments - Certificate of Deposit	725,000.00	
Accounts Receivable	27,608.07	
Due from State Emer. Comm. Board	164,478.35	
Prepaid Expenses	<u>21,027.16</u>	
<u>Total Current Assets</u>		\$ 1,345,593.30

Non-Current Assets

Building & Improvements	77,659.24	
Less: Accumulated Depreciation	(73,111.12)	
Office Equipment	3,844.00	
Less: Accumulated Depreciation	(1,473.53)	
Communications Equipment	737,511.64	
Less: Accumulated Depreciation	(708,165.39)	
Vehicle	51,741.96	
Less: Accumulated Depreciation	(51,741.96)	
Construction in Progress	<u>534,447.72</u>	
<u>Total Non-Current Assets</u>		<u>570,712.56</u>

<u>Total Assets</u>		1,916,305.86
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LIABILITIES AND NET ASSETS

Liabilities

Accounts Payable		<u>6,351.53</u>
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Net Assets

Invested in Capital Assets	570,712.56	
Unrestricted Net Assets	<u>1,339,241.77</u>	

<u>Total Net Assets</u>		<u>\$ 1,909,954.33</u>
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The accompanying notes are in integral part of the financial statements

**PUTNAM 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	\$ 366,448.85	
State – Wireless Charges	157,585.07	
State – Operational Funding	120,040.80	
UCEMC Contract	10,510.50	
Sale of Map Books	<u>435.00</u>	
Total Operating Revenue		\$ 655,020.22

Operating Expense

Contracted Services

Addressing/Mapping	7,853.12	
Audit Services	2,000.00	
Contract with Governemnt Agency	224,395.00	
Director Services	21,000.00	
Maintenance Agreements	43,778.63	
<u>Maintenance & Repairs</u>		
Communication Equipment	13,597.09	
Building	6,252.61	
Office Equipment	577.56	
Vehicle Expenses	<u>4,745.73</u>	
Total Contracted Services		324,199.74

Supplies & Materials

Office Supplies	1,308.98	
Data Processing	556.80	
Small Equipment Purchase	77,901.72	
<u>Utilities</u>		
Gas for Generators	1,748.10	
Telephone	64,146.23	
Cell Phones & Pagers	<u>2,083.39</u>	
Total Supplies & Materials		147,745.22

The Accompanying notes are in integral part of the financial statements

*PUTNAM 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>Other Charges</u>		
Board Meetings	312.66	
Dues & Memberships	750.00	
<u>Insurance</u>		
Liability	3,030.14	
Building	3,497.94	
Equipment	750.00	
Vehicle	2,501.97	
Legal Notices	101.75	
Surety Bonds	1,162.37	
Public Education	1,316.40	
Training Expenses	2,008.00	
Travel Expenses	327.76	
Website	<u>5,500.00</u>	
Total Other Charges		21,258.99
Depreciation		<u>75,815.54</u>
Total Expenses		<u>569,019.49</u>
Net Operating Income		86,000.73
<u>Non-Operating Revenue and Expense</u>		
Interest Income	59,943.32	
Contributions from Other Governments	3,450.00	
State – Grants & Reimbursements	<u>107,252.99</u>	
Total Non-Operating Revenue & Expense		<u>170,646.31</u>
Increase in Net Assets		256,647.04
Total Net Assets, July 1, 2008		<u>1,653,307.29</u>
Total Net Assets, June 30, 2009		<u>\$ 1,909,954.33</u>

The Accompanying notes are in integral part of the financial statements

**PUTNAM 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	\$ 518,516.39	
Cash Payments for Goods and Services	<u>(496,494.54)</u>	
Net Cash Provided by Operating Activities		\$ 22,021.85
<u>Cash Flows from Non-Capital Financing Activities</u>		
Grant Received	107,252.99	
Contributions from Other Governments	<u>3,450.00</u>	
Net Cash Provided by Non-Capital Financing Activities		110,702.99
<u>Cash Flows from Capital & Related Financing Activities</u>		
Acquisitions of New Assets	<u>(534,447.72)</u>	
Net Cash Used for Capital & Related Financing Activities		(534,447.72)
<u>Cash Flows from Investing Activities</u>		
Interest Received on CDs & Money Market	59,943.32	
Transfer from CD	<u>575,000.00</u>	
Net Cash Provided by Investing Activities		<u>634,943.32</u>
Net Increase in Cash and Cash Equivalents		233,220.44
Cash and Cash Equivalent at 6-30-08		<u>174,259.28</u>
Cash and Cash Equivalent at 6-30-09		<u>\$ 407,479.72</u>
<u>Reconciliation of Operating Income to Net Cash</u>		
<u> Provided by Operating Activities</u>		
Net Operating Income	\$ 86,000.73	
Depreciation	75,815.54	
Increase in Accounts Receivable	(1,698.20)	
Increase in Due from State ECB	(134,805.63)	
Increase in Prepaid Expense	(3,420.82)	
Increase in Accounts Payable	<u>130.23</u>	
Net Cash Provided by Operating Activities		<u>\$ 22,021.85</u>

The Accompanying notes are in integral part of the financial statements

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

Note 1 – Summary of Significant Accounting Policies

The Putnam County E-911 Emergency Communication District was established on November 21, 1988 for the purpose of providing an enhanced level of 911 service to the Putnam 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 Putnam County. The Putnam County E-911 Emergency Communications District is run by a board of directors, which is appointed by Putnam County. The District must file a budget with Putnam County each year. Any bond issued by the district is subject to approval by Putnam 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 using the straight-line method. All assets purchased under \$3,000 are expensed. 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	5 Years	\$ 7,440.52
Office Equipment	S/L	5 Years	768.80
Communications Equipment	S/L	4-7 Years	36,686.78
Vehicle	S/L	5 Years	30,919.44
			<u>\$ 75,815.54</u>

Major Source of Revenue

The major source of operating revenue is emergency telephone, wireless surcharges and a contract with UCEMC to answer after-hours telephone calls. The District’s non-operating revenue consists of a grant given by the State Emergency Communications Board to help the district employ a dispatcher, rebates, reimbursements from the county and interest.

Note 2 – Cash and cash investments

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

Checking – Bank of Putnam County	\$ 20,000.00
Money Market – Bank of Putnam County	387,479.72
Certificates of Deposit – Bank of Putnam County	<u>725,000.00</u>
Total	<u>\$1,132,479.72</u>

At June 30, 2009, the carrying amount of the Putnam County E – 911 Emergency Communications District’s cash deposits was \$1,132,479.72. The District’s accounts are covered up to \$250,000 by the Federal Deposit Insurance Corporation. Any amounts over \$250,000 are covered by collateralization held by Bank of Putnam County in the District’s name. 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, sct 10].

Note 3 – Bonding

Putnam County E-911 Emergency Communications District has a bond covering certain members of the board at June 30, 2009. Other risk areas include theft, property damage and public liability. The District carries general liability insurance as well as insurance that cover all equipment, building and vehicles. There have been no losses or settlements during the past three years.

Note 4 – Fixed Assets

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

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net</u>
<u>Depreciable Assets</u>			
Bldg & Imprv.	\$ 77,659.24	\$ 73,111.12	\$ 4,548.12
Office Equipment	3,844.00	1,473.53	2,370.47
Comm. Equipment	737,511.64	708,165.39	29,346.25
Vehicles	<u>51,741.96</u>	<u>51,741.96</u>	<u>--</u>
Total Depreciable	<u>870,756.84</u>	<u>\$834,492.00</u>	<u>\$ 36,264.84</u>
<u>Non-Depreciable</u>			
Construction in Progress	<u>534,447.72</u>	<u>--</u>	<u>534,447.72</u>
Total Fixed Assets	<u>\$1,405,204.56</u>	<u>\$834,492.00</u>	<u>\$570,712.56</u>
	<u>Balance</u>	<u>Additions</u>	<u>Retirements</u>
<u>Depreciable</u>	<u>6-30-08</u>		<u>Balance</u>
Bldg & Imprv.	\$ 77,659.24	\$ --	\$ 77,659.24
Office Equipment	3,844.00	--	3,844.00
Comm. Equipment	737,511.64	--	206,139.27
Vehicles	<u>51,741.96</u>	<u>--</u>	<u>51,741.96</u>
Total Depreciable	<u>870,756.84</u>	<u>--</u>	<u>870,756.84</u>
<u>Non-Depreciable</u>			
Construction in Progress	<u>--</u>	<u>534,447.72</u>	<u>--</u>
Total Fixed Assets	<u>\$ 870,756.84</u>	<u>\$534,447.72</u>	<u>\$ 1,405,204.56</u>

Putnam County E-911 Emergency Communications District purchased equipment for some county agencies that assists them in answering 911 calls. The District feels that since the 911 call does not end with them, that the county agencies needed a faster way for the 911 to communicate to them when needed. The District paid \$44,860.88 for the radios, which makes up 49% of small equipment purchases expense, \$18,457.00 for the sheriff of Putnam County a new recorder, which makes up 20% of small equipment purchases and \$14,574.00 for computers, which makes up 16% of small equipment purchases. The other 15% of small equipment purchases is for small equipment that belongs to the District. Ownership of the equipment is retained by the county agencies. The agencies are responsible for operating and maintaining all equipment.

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 Emergency Communications Board

The amounts due to the District from subscriber services and wireless charges include the following:

Citizens Communications	\$ 22,887.86
Misc. Wireless Charges	<u>4,720.21</u>
Subtotal	27,608.07
State Emergency Communications Board	<u>164,478.35</u>
Total	<u>\$192,086.42</u>

Note 7 – Compensated Absences

There were no employees at June 30, 2009.

Note 8 – Calculation of Invested in Capital Assets

Net Book Value	\$570,712.56
Current & Non-Current Debt	<u>-0-</u>
Invested in Capital Assets	<u>\$570,712.56</u>

Note 9 – UCCEMC Contract

The District provides after-hours call answering services for UCCEMC. The amount is calculated by the number of meters energized multiplied by \$0.50 or \$5,000.00, whichever is greater. Management has decided to include this amount in Operating Revenue on the Statement of Revenues, Expenses and Changes in Fund Net Assets.

Note 10 – Budgetary Information

As stated in Note 1, the District must file a budget with Putnam 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 11 – Subsequent Event

In August 2008, Putnam County began construction of a new emergency communications center. The building was not completed or operational until September 1, 2009. The District agreed to pay for all costs associated with dispatching equipment and the dispatch center. The District budgeted \$875,000 towards the cost of the project of which \$500,000 was for the dispatch center and \$375,000 was for dispatch equipment. As of June 30, 2009 the District had spent \$534,447.72 on the budgeted project which is reflected in Construction in Progress.

**PUTNAM COUNTY E-911
EMERGENCY COMMUNICATIONS DISTRICT
BUDGET AND ACTUAL (GAAP Basis)
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>
<u>Operating Revenue</u>			
Emergency Telephone Service Charges	\$ 375,000.00	\$ 375,000.00	\$ 366,448.85
State-Shared Wireless Charges	145,000.00	145,000.00	157,585.07
Sale of Map Books	400.00	400.00	435.00
UCEMC Contract	10,500.00	10,500.00	10,510.50
State-Operational Funding	120,039.00	120,039.00	120,040.80
<u>Total Operating Revenue</u>	<u>\$ 650,939.00</u>	<u>\$ 650,939.00</u>	<u>\$ 655,020.22</u>
<u>Expenditures</u>			
<u>Contracted Services</u>			
Addressing/Mapping	20,000.00	10,000.00	7,853.12
Audit Services	2,000.00	2,000.00	2,000.00
Contract with Government Agency	226,000.00	225,000.00	224,395.00
Director Services	21,000.00	21,000.00	21,000.00
Legal Services	1,000.00	-	-
Maintenance Agreements	42,000.00	47,000.00	43,778.63
Communications Equipment Maintenance	18,000.00	14,500.00	13,597.09
Building & Facilities Maintenance	6,000.00	7,000.00	6,252.61
Office Equipment Maintenance	6,000.00	1,000.00	577.56
Vehicle Expense	6,000.00	6,000.00	4,745.73
<u>Total Contracted Services</u>	<u>\$ 348,000.00</u>	<u>\$ 333,500.00</u>	<u>\$ 324,199.74</u>
<u>Supplies & Materials</u>			
Office Supplies	3,000.00	1,800.00	1,308.98
Data Processing Supplies	3,000.00	700.00	556.80
Postage	100.00	100.00	-
Small Equipment Purchases	65,000.00	78,500.00	77,901.72
Gas for Generators	1,000.00	2,000.00	1,748.10
Telephone Expenses	65,000.00	66,000.00	64,146.23
Cell Phones & Pagers	3,000.00	3,000.00	2,083.39
<u>Total Supplies & Materials</u>	<u>\$ 140,100.00</u>	<u>\$ 152,100.00</u>	<u>\$ 147,745.22</u>

<u>Other Charges</u>			
Board Meeting Expenses	500.00	500.00	312.66
Dues & Memberships	1,000.00	1,000.00	750.00
Liability Insurance	3,200.00	3,200.00	3,030.14
Building & Contents Insurance	3,700.00	3,700.00	3,497.94
Equipment Insurance	1,000.00	900.00	750.00
Vehicle Insurance	2,500.00	2,600.00	2,501.97
Legal Notices	100.00	200.00	101.75
Premiums on Surety Bonds	1,500.00	1,500.00	1,162.37
Public Education	2,000.00	1,900.00	1,316.40
Training Expenses	2,000.00	2,100.00	2,008.00
Travel Expenses	1,000.00	900.00	327.76
Website	3,000.00	5,500.00	5,500.00
<u>Total Other Charges</u>	<u>\$ 21,500.00</u>	<u>\$ 24,000.00</u>	<u>\$ 21,258.99</u>
<u>Depreciation</u>			
Depreciation Expense	\$ 75,000.00	\$ 75,000.00	\$ 75,815.54
<u>Total Operating Expenses</u>	<u>\$ 584,600.00</u>	<u>\$ 584,600.00</u>	<u>\$ 569,019.49</u>
<u>Operating Income</u>	<u>\$ 66,339.00</u>	<u>\$ 66,339.00</u>	<u>\$ 86,000.73</u>
<u>Nonoperating Revenue and (Expenses)</u>			
Interest Income	45,000.00	45,000.00	59,943.32
Contributions from Other Governments	3,500.00	3,500.00	3,450.00
State-Grants & Reimbursements	102,000.00	102,000.00	107,252.99
<u>Total Nonoperating Revenue and (Expenses)</u>	<u>\$ 150,500.00</u>	<u>\$ 150,500.00</u>	<u>\$ 170,646.31</u>
Increase (Decrease) in Net Assets	\$ 216,839.00	\$ 216,839.00	\$ 256,647.04
Net Assets - July 1, 2008	\$ 1,653,307.29	\$ 1,653,307.29	\$ 1,653,307.29
Net Assets - June 30, 2009	\$ 1,870,146.29	\$ 1,870,146.29	\$ 1,909,954.33

**PUTNAM 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: 270 Carlen Drive
Cookeville, TN 38501

Type of System/Equipment: Nortel ENR

Type of Database: On Site/ Stand Alone

Coordinator: Randy Porter
270 Carlen Drive
Cookeville, TN 38501
Phone: (931) 646-0911
Fax: (931) 372-0295

Chairman: Robert Duncan, Jr.
855 Loweland Rd.
Cookeville, TN 38501
Phone: (931) 528-1545
Fax: (931) 526-3597

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

Robert Duncan – Chairman
(931) 528-1545
855 Loweland Rd.
Cookeville, TN 38501
Expires 2011

Paul Swallows
(931) 528-7621
343 Foutch Dr.
Cookeville, TN 38501
Expires 2011

Randy Shelton – Vice Chairman
(931) 537-2016
3142 Middleford Dr.
Cookeville, TN 38506
Expires 2012

Mayor Sam Sallee
(931) 526-9591
45 E. Broad St.
Cookeville, TN 38501
Expires 2010

Charlie Cobble – Secretary
(931) 526-2658
250 Choate Cemetery Rd.
Cookeville, TN 38501
Expires 2010

Jere Mason
(931) 528-7500
577 Mason Rd.
Cookeville, TN 38501
Expires 2010

Ralph Dunn – Treasurer
(931) 432-4458
1785 Herbert Garrett Rd.
Cookeville, TN 38506
Expires 2012

Jerry Abston
(931) 537-9226
1302 Turnberry Place
Cookeville, TN 38506
Expires 2011

Sandy Goolsby
(931) 526-8740
336 Pine Valley Rd.
Cookeville, TN 38501
Expires 2012

**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
Putnam County E-911 Emergency Communications District
Cookeville, Tennessee

I have audited the financial statements of Putnam County Emergency Communications District as of and for the year ended June 30, 2009, and have issued my report thereon dated November 10, 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 Putnam 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 Putnam County Emergency Communications District's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of Putnam 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 Putnam 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 Putnam County Emergency Communications District's financial statements that is more than inconsequential will not be prevented or detected by Putnam 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 Putnam 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 Putnam 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.

November 10, 2009
Cookeville, Tennessee

Tamara L. Beckman, CPA