

**PRINCE GEORGE'S COUNTY, MARYLAND**  
**9-1-1 SYSTEM**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**9-1-1 TRUST FUNDS RECEIVED**  
**FOR THE YEAR ENDED JUNE 30, 2014**  
**(WITH INDEPENDENT AUDITORS' REPORT THEREON)**

**OFFICE OF AUDITS AND INVESTIGATIONS**  
**PRINCE GEORGE'S COUNTY**  
**UPPER MARLBORO, MARYLAND**



# THE PRINCE GEORGE'S COUNTY GOVERNMENT

## Office of Audits and Investigations

December 31, 2014

The County Council and County Executive,  
Prince George's County, Maryland

We have audited the accompanying schedule of revenues, expenditures, and 9-1-1 trust funds received by the 9-1-1 system of Prince George's County, Maryland, for the year ended June 30, 2014. This schedule is the responsibility of the management of Prince George's County, Maryland. Our responsibility is to express an opinion on the schedule of revenues, expenditures, and 9-1-1 trust funds received based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the schedules of revenues, expenditures, and 9-1-1 trust funds received are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the schedule of revenues, expenditures, and 9-1-1 trust funds received. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the schedule of revenues, expenditures, and 9-1-1 trust funds received. We believe that our audit provides a reasonable basis for our opinion.

Schedule 1 was prepared to present the revenues and expenditures of the Prince George's County 9-1-1 system pursuant to the Public Safety Article, Sections 1-301 through 1-313 of the Annotated Code of Maryland, described in note 1. The schedule does not include the assets and liabilities of the 9-1-1 system.

In our opinion, Schedule 1 presents fairly, in all material respects, the revenues and expenditures for the Prince George's County 9-1-1 system for the year ended June 30, 2014, pursuant to the Public Safety Article, Sections 1-301 through 1-313 of the Annotated Code of Maryland.

This report is intended solely for the information and use of Prince George's County, Maryland, and the Emergency Number Systems Board and should not be used for any other purpose.



David H. Van Dyke, CPA  
County Auditor



Turkessa M. Green, CPA  
Audit Manager



Alicia C. Stanford  
Auditor-In-Charge

**PRINCE GEORGE'S COUNTY, MARYLAND**  
**9-1-1 SYSTEM**  
**NOTES TO THE SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**9-1-1 TRUST FUNDS RECEIVED**  
**FOR THE YEAR ENDED JUNE 30, 2014**

- (1) The 9-1-1 revenues and expenditures are reported in accordance with the Public Safety Article, Sections 1-301 through 1-313 of the Annotated Code of Maryland which prescribes accounting procedures for 9-1-1 revenues and expenditures, and establishes limits on the types and amount of revenues that can be used for personnel and other operating expenditures. The County's 9-1-1 system operations are accounted for in the County's General Fund. A center number in the General Fund's general ledger identifies 9-1-1 receipts and expenditures.
  
- (2) The County's 9-1-1 system receives funding from a \$0.75 local charge (the "additional charge") placed on every telephone subscriber's monthly billing statement. The telephone companies collect these fees and forward them to the State Comptroller for distribution to the individual counties. A \$0.25 State charge (the "9-1-1 fee") is collected by the telephone companies and can be used by the counties to fund enhancements to the 9-1-1 system. A \$0.60 prepaid wireless E 9-1-1 fee (the "Prepaid wireless E 9-1-1") is collected by the seller from the consumer for each retail transaction in the State. Before December 28, 2013, a seller may deduct and retain 50% of prepaid wireless E 9-1-1 fees collected from consumers for direct start-up costs. On or after December 28, 2013, a seller may deduct and retain 3% of prepaid wireless E 9-1-1 fees collected from consumers. A seller shall report and remit to the State Comptroller all "Prepaid wireless

E 9-1-1” fees collected by the seller in the manner provide for according to the Annotated Code.

- (3) The following amounts are revenues recognized for the County’s fiscal year ending June 30, 2014. Payments are received from the State on a quarterly basis:

Jul 2013 – Sept 2013	\$ 1,535,590
Oct 2013 – Dec 2013	1,531,012
Jan 2014 – Mar 2014	1,559,874
Apr 2014 – Jun 2014	<u>1,584,136</u>
Total Quarterly Payments in FY 2014	<u>\$ 6,210,612</u>
Interest Payment	<u>\$ 26,267</u>
Total Revenues Recognized in FY 2014	<u>\$ 6,236,879</u>

According to the Annotated Code of Maryland, counties with a population of over 100,000 are limited to a maximum of 70% of receipts for personnel costs unless a Phase II wireless enhanced 9-1-1 system is in operation. This limitation was not applied to the fiscal year ended June 30, 2014. The County has an operational Phase II wireless enhanced 9-1-1 system, and Section 1-312(e) permits an exemption from the 70% limit in this event.

**PRINCE GEORGE'S COUNTY, MARYLAND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**9-1-1 TRUST FUNDS RECEIVED**  
**FOR THE YEAR ENDED JUNE 30, 2014**

**Revenues (Excluding 9-1-1 Fee)**

County Fee Total	\$6,210,612
Interest Income	<u>26,267</u>
Total Revenues (see note 3)	<u>\$6,236,879</u>

**Expenditures**

Personnel Costs Paid from 9-1-1 Trust Fund	\$9,133,498
Contractual or Part-time staff	20,000
Supplies and Materials	4,893
Telephone	1,024,223
Repairs and Maintenance	19,004
Utility Costs	19,699
Audit Fee	7,000
Miscellaneous Fees	<u>321</u>
Subtotal	10,228,638
Carryover Costs	<u>37,564,504</u>
Total Expenditures	<u>\$47,793,142</u>

**Expenditure Summary**

Total Expenditures	\$47,793,142
Total Revenues	<u>(6,236,879)</u>
Cumulative Expenditures Paid from County Funds	<u>\$41,556,263</u>