

PRINCE GEORGE'S COUNTY, MARYLAND
9-1-1 SYSTEM

SCHEDULES OF REVENUES, EXPENDITURES, AND
9-1-1 TRUST FUNDS RECEIVED
FOR THE YEAR ENDED JUNE 30, 2005

(WITH INDEPENDENT AUDITORS' REPORT THEREON)

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

December 30, 2005

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, 2005. 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 1-312 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, 2005, pursuant the Public Safety Article, Sections 1-301 through 1-312 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

Jude S. Moise
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, 2005

- (1) The 9-1-1 revenues and expenditures are reported in accordance with the Public Safety Article, Sections 1-301 through 1-312 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 also collected by the telephone companies and can be used by the counties to fund enhancements to the 9-1-1 system.

- (3) The following amounts are revenues recognized for the County's fiscal year ending June 30, 2005. Payments are received from the State on a quarterly basis:

Jul 04 - Sept 04	\$ 1,514,351
Oct 04 – Dec 04	1,566,290
Jan 05 – Mar 05	1,451,465
Apr 05 – Jun 05	1,468,743
Interest received for FY 2004	34,800
Amount over-reported in FY 2004	<u>(10,635) *</u>
Total revenues recognized in FY 2005	<u>\$ 6,025,014</u>

- (4) The \$0.25 portion of the fee collected from phone subscribers can be applied and requested for special equipment needs to enhance the 9-1-1 system. For the fiscal year ended June 30, 2005, the County directly received \$19,734 from the State for the purchase of laptop computers, and \$1,427,419.80 was paid to two vendors on behalf of the County for Phase II wireless equipment, and headsets replacement.

* In FY 2004, the State overestimated revenue for the last quarter by \$10,634.60; consequently the County over-reported revenue in FY 2004 by the same amount. The adjustment is made in FY 2005 to amend the financial records.

- (5) Prior to FY 1999, the County limited personnel costs paid from the additional charge to 70% of receipts. This limitation was not applied to the fiscal year ended June 30, 2005. The County has an operational 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, 2005

Revenues (Excluding 9-1-1 Fee)

County Fee Total	\$5,990,214
Interest Received	<u>34,800</u>
Total Revenues (See Note 3)	<u>\$6,025,014</u>

Expenditures

Personnel Costs Paid from 9-1-1 Trust Fund	\$5,237,540
Contractual or Part-time staff	17,500
Training & Certification	7,175
Supplies and Materials	6,168
Telephone	1,140,227
Repairs and Maintenance	35,246
Utility Costs	24,319
Audit Fee	7,000
Carryover Costs	<u>4,075,772</u>
Total Expenditures	<u>\$ 10,550,947</u>

Expenditure Summary

Total Expenditures	\$10,550,947
Total Revenues	<u>6,025,014</u>
Cumulative Expenditures Paid from County Funds	<u>\$4,525,933</u>