McSOLEY McCOY & CO.
Certified Public Accountants and Business Advisors

January 15, 2011

To Sheriff Roger Marcoux
Lamoille County Sheriff's Department

We have audited the financial statements of the business-type activities of the Lamoille County Sheriff's Department for the year ended June 30, 2010, and have issued our report thereon dated January 15, 2011. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter dated July 6, 2010, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles. Our audit of the financial statements does not relieve you or management of your responsibilities.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing previously communicated to you in our meeting about planning matters on November 10, 2010.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by Lamoille County Sheriff's Department are described in Note 1 to the financial statements. The Department adopted FASB ASC 855, *Subsequent Events*, which became effective for years ending after June 15, 2009. No other new accounting policies were adopted and the application of existing policies was not changed during June 30, 2010. We noted no transactions entered into by the Department during the year for which there is a lack of authoritative guidance or consensus. There are no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no sensitive estimates used by management.

118 TILLEY DRIVE, SUITE 202, SOUTH BURLINGTON, VERMONT 05403
PHONE 802.658.1808 FAX 802.658.1779 WEB WWW.CPAVT.COM

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. The attached schedule summarizes corrected misstatements of the financial statements. Management has corrected all such misstatements.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated January 15, 2011.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to department's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the department's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

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This information is intended solely for the use of management of the Lamoille County Sheriff's Department and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

McSoley McCoy & Co.

McSoley McCoy & Co.

Lamoille County Sheriff's Department
Corrected Misstatements
June 30, 2010

to adjust the prepaid expense account to actual

1551.00	Prepaid Expenses	$ 1,248	
5117.20	Dental Insurance		$ 148
5133.2	Training/Education		800
5517.50	Dental Insurance		139
5617.10	Dental Insurance		161

to capitalize the dispatch project

1614.00	Leasehold Improvements	361,588	
5538.50	Repair & Maintenance		321,585
5622.10	Equipment		628
5631.10	Professional Services		39,375

to record current year depreciation

5580.50	Depreciation Expense	167,184	
1651.00	Vehicle Depreciation		167,184

to rollforward net assets

3025.00	Unrestricted Net Assets	201	
5528.50	Misc Expense		201

to adjust for the ATF salary which has not been paid or incurred yet

2002.00	Accounts Payable	12,433	
5131.20	Professional Services		12,433

to record interest on CD

1042.00	Certificate of Deposit	658	
4420.50	Admin Interest Earnings		658