

November 26, 2012

To Sheriff Stephen Bernard
Rutland County Sheriff's Department

We have audited the financial statements of the business-type activities of the Rutland County Sheriff's Department (the Department) for the year ended June 30, 2012. Professional Standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit.

Our Responsibility under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter dated March 1, 2012, 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 September 19, 2012.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Department are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended June 30, 2012. We noted no transactions entered into by the Department during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

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.

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 and uncorrected misstatements of the financial statements.

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 November 26, 2012.

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 the 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.

This information is intended solely for the use of management of the Rutland 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.

Rutland County Sheriff's Department
Corrected Misstatements
June 30, 2012

To capitalize equipment.

| | | | |
|-------|-------------------------------|-----------|----------|
| 16010 | Fixed Assets - Equipment | \$ 59,033 | |
| 59000 | Various Grant Services | | \$ 9,584 |
| 59101 | Homeland Security MDT's | | 3,599 |
| 59101 | Homeland Security MDT's | | 17,660 |
| 59102 | HSU Morpho Trak (Grant purch) | | 28,190 |

To adjust for prepaid expenses.

| | | | |
|-------|-------------------------------|-------|-------|
| 15050 | Prepaid Expenses | 7,817 | |
| 59101 | Homeland Security MDT's | | 4,800 |
| 59102 | HSU Morpho Trak (Grant purch) | | 3,017 |

To expense insurance payments.

| | | | |
|-------|---------------------|-------|-------|
| 54225 | Insurance and Bonds | 3,027 | |
| 15050 | Prepaid Expenses | | 3,027 |

To record current year depreciation.

| | | | |
|-------|--|--------|--------|
| 55510 | Depreciation Exp-Office Equip | 2,315 | |
| 55530 | Amort - LH Improvements | 552 | |
| 56510 | Depreciation Exp-Comm. Equip. | 1,397 | |
| 56510 | Depreciation Exp-Comm. Equip. | 12,392 | |
| 57520 | Depreciation Exp-Vehicles | 61,703 | |
| 16020 | Fixed Assets - Accum Depr - Equip | | 12,392 |
| 16040 | Fixed Assets - Accumulated Depr Off. Equip | | 2,315 |
| 16060 | Fixed Assets - Accum Depr. Comm. Equip | | 1,397 |
| 16080 | Fixed Assets - Accumulated Depr. Vehicles | | 57,987 |
| 16100 | Fixed Assets - Accum. Amort-L/H Improvements | | 552 |
| 44300 | Sale of Equipment(+/-) | | 3,716 |

To reclass the deposit on 88 Grove Street.

| | | | |
|-------|-----------------------------|-------|-------|
| 23050 | Mark Foley | 1,000 | |
| 16112 | 88 Grove Street Renovations | | 1,000 |

To accrue interest at year end.

| | | | |
|-------|--------------------------|-------|-------|
| 54610 | Interest Payments | 2,291 | |
| 20100 | Accrued Interest Payable | | 2,291 |

Rutland County Sheriff's Department
Uncorrected Misstatements
June 30, 2012

To adjust prepaid expenses.

| | | | | | |
|-------|----------------------|----|-----|----|-----|
| 15050 | Prepaid Expenses | \$ | 871 | | |
| 54150 | Dues & Subscriptions | | | \$ | 871 |