



November 30, 2011

To Sheriff Keith Clark  
Windham County Sheriff's Department

We have audited the financial statements of the business-type activities of the Windham County Sheriff's Department for the year ended June 30, 2011, and have issued our report thereon dated November 30, 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 August 1, 2011, 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, 2011.

#### 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 Windham County Sheriff's 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 2011. 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.

##### *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 schedules summarize corrected 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 30, 2011.

*Management Consultations with Other Independent Accountants*

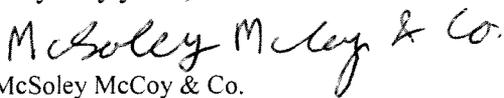
In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Department's financial statements or a determination of 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 Windham 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.

Windham County Sheriff's Department  
Corrected Misstatements  
June 30, 2011

To correct accounts payable for insurance expense that relates to 2012.

2000.1	Accounts Payable	\$ 11,196	
5503.43	Insurance - Health		\$ 11,196

To capitalize the vehicles purchased during the year.

1604	Vehicles	106,960.00	
2025	Capital Lease Obligation		106,960.00

To correct revenue balance for revenue related to 2011 but which was recorded in 2012.

1100.2	General Receivables	11,198.00	
1400.1	State Agencies transport	757.00	
4110	Contracted Services		7,273.00
4110.2	Private		1,029.00
4140	Transporting Fees		756.00
4300	Grants		2,897.00

To adjust retained earnings for revenues recorded in 2011 but which were related to 2010.

4110	Contracted Services	7,595.00	
4110.2	Private	765.00	
4140	Transporting Fees	4,094.00	
4300	Grants	7,514.00	
3000	Retained Earnings		19,968.00

To correct prepaid workers compensation and expense balances.

1505	Prepaid Insurance	2,049.00	
2000.1	Accounts Payable	6,145.00	
5503.42	Insurance		8,194.00

To record receipt of training reimbursement funds from the County.

5503.3	Training and Education	7,983.29	
3000	Retained Earnings		7,983.29

To remove registration expenses from vehicles account

1605	Patrol Equipment	150.00	
5204.4	Miscellaneous expense	1,350.00	
1604	Vehicles		1,500.00

To expense purchase of printer under \$1,000 capitalization policy

5101.6	Office Equipment Expense	300.00	
1601	Office Equipment		300.00

To record receipt of equipment under VSA COPS Technology Grant

1601	Office Equipment	9,634.00	
4300	Grants		9,634.00

To capitalize equipment previously expensed. Genesis VP Direct Radar Kit.

1604	Vehicles	3,513.00	
5702.8	Vehicle supplies and parts		3,513.00

Windham County Sheriff's Department  
Corrected Misstatements  
June 30, 2011

To record 2011 depreciation expense			
5505.1	Office Equip Depreciation	3,225.00	
5505.2	Vehicle Depreciation	61,982.00	
5505.4	Communication Equip Depreciation	9,698.00	
5505.5	Patrol Equip Depreciation	2,254.00	
1601.1	Acc Depreciation- Office Equip		3,225.00
1602.1	Acc Depreciation- Comm. Equip		9,698.00
1604.1	Acc Depreciation- Vehicles		61,982.00
1605.1	Acc Depreciation- Patrol Equip		2,254.00
To adjust capital lease obligation balance.			
2025	Capital Lease Obligation	81,910.00	
5503.9	Interest Expense	3,125.00	
5702.5	Lease Vehicles		85,035.00
To record 5% unused contract compensation related to 2010.			
5510	5% contract fee	18,782.00	
3000	Retained Earnings		18,782.00
To reclassify from expense to fixed assets			
1602	Communication Equipment	13,487.00	
5603.8	Repairs & Maintenance		13,487.00
To adjust accrued compensated balances to actual.			
2020	Compensated Absences Payable	9,018.00	
5101.1	Salaries & Wages		2,618.00
5500.3	Salaries		1,800.00
5501	Custodian- WCSD wages		2,200.00
6002.05	Federal Grant Expense		2,400.00
To record a prior period adjustment for insurance expenses for 2011 that were recorded in 2010.			
5503.42	Insurance	9,100.00	
5503.43	Insurance - Health	8,875.00	
3000	Retained Earnings		8,875.00
3000	Retained Earnings		9,100.00