



January 11, 2011

To Sheriff Kirk Martin  
Orleans County Sheriff's Department

We have audited the financial statements of the business-type activities of the Orleans County Sheriff's Department for the year ended June 30, 2010, and have issued our report thereon dated January 11, 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 December 8, 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 Orleans 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.

#### *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 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 January 11, 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 Orleans 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.

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

**Adjusting Journal Entries JE # 1**

To adjust revenue balances for services performed in

		<u>Dr</u>	<u>Cr</u>
41110	Town Patrolling	\$ 12,973	
41120	State Court	1,778	
41130	County Court	3,560	
41150	Non-Contracted Service - Gov.	979	
41200	Contracted Services - Private	3,244	
43113	Cty/DUI	4,868	
43117	Speed-09	973	
44400	County Funding	6,381	
30020	Retained Earnings		\$ 34,756
<b>Total</b>		<b>34,756</b>	<b>34,756</b>

**Adjusting Journal Entries JE # 2**

To record revenue that was initially booked in 2011 FY  
but were related to 2010 FY

12100	A/R - Operating Account	20,814	
41100	Contracted Service - Gov.		50
41110	Town Patrolling		7,332
41120	State Court		2,091
41130	County Court		4,648
41200	Contracted Services - Private		1,859
41250	Non-Contracted Services-Private		1,732
41400	Transporting Prisoners/Patients		879
41420	Transport mileage		430
43121	Speed-10		758
44400	County Funding		1,035
<b>Total</b>		<b>20,814</b>	<b>20,814</b>

**Adjusting Journal Entries JE # 3**

To adjust accrued salaries for the 4 days related to 2011  
FY

20110	Accrued Wages Payable	3,713	
51101	Deputy Sheriff Wages		3,713
<b>Total</b>		<b>3,713</b>	<b>3,713</b>

Orleans County Sheriff's Department  
Uncorrected Misstatements  
June 30, 2010

<b>Passed Journal Entries JE # 1</b>		<u>Dr.</u>	<u>Cr.</u>
To adjust for unrecorded liability.			
57270	Vehicle Fuel	\$ 1,406	
20002	A/P Operating Account		\$ 1,406
<b>Total</b>		<u><u>1,406</u></u>	<u><u>1,406</u></u>