

CLEMIS Financial Statements – FY2008 4th Quarter
(Year Ended September 30, 2008)

DATE: November 19, 2008

This letter of transmittal covers the following fund financial statements as of and for the year ending September 30, 2008 – Radio Communications, Fire Records Management System, CLEMIS Operating, and COPS MORE Grant Funds.

RADIO COMMUNICATIONS FUND

Attached are the following schedules described as Exhibit A relating to the Radio Communications Fund operations for the year ended September 30, 2008:

- Statement of Net Assets (Exhibit A) as of September 30, 2008. This statement provides the assets, liabilities and net assets (e.g., equity) of the Radio Communications Fund.
- Statement of Revenues, Expenses, and Changes in Net Assets (Exhibit A-1) for the year ended September 30, 2008. This statement compares the adopted budget to actual operating results.
- Financial Report (Exhibit A-2) for the year ended September 30, 2008. This report segregates the operations between the ‘old’ County radio communications system currently in operation, the ‘new’ radio communications system under construction and now, a new column relating to the activities surrounding the NG-911 (referenced as 911-IP) project.

The combined equity details in Exhibit A-2 by project (“old system”, “new system”, and NG-911 project) agrees with the equity totals in the balance sheet as of September 30, 2008 (Exhibit A). The NG-911 project has \$1.76 million in fund equity at September 30, 2008.

- CIP Detail as of September 30, 2008 (Exhibit A-3). This schedule provides the reader a detailed analysis by invoice of the construction in progress as of September 30, 2008 (for the past year). Historical construction in progress information prior to the October 1, 2007 time frame is located on the County’s web site.
- Operating Transfers In and Out (Exhibit A-4) details the operating transfers in for the year ended September 30, 2008. The \$178,000 operating transfer in from the County’s General Fund represents the amounts to be paid for half the maintenance costs for the existing call-taking equipment in the various PSAPs. Previously, this was recorded in the CLEMIS Operating Fund. This transaction is largely a

‘wash’ as the transfer in approximates the amounts paid to cover half the maintenance costs of the PSAPs.

The \$200,000 operating transfer out to the CLEMIS Operating Fund represents a cost reimbursement to CLEMIS for the administrative support of the radio project for the year.

- Operational Surcharge Collections (Exhibit A-5) for the year ended September 30, 2008. This schedule provides the monthly operating surcharge distributions from the telecom providers.
- Brief Explanations (Exhibit A-6) – represents a set of explanations of various matters including in the financial statements and schedules above.

Comments on some recent events surrounding the Radio Communications Fund:

- The software and hardware problems associated with the Troy implementation have been resolved (minor issues remain and will be corrected at a later date). The implementation at the individual public safety agencies has resumed with Rochester and Lake Orion agencies having been converted to the new system at this writing. Waterford Township will be converted shortly – training is underway.
- The Board of Commissioners extended the operational funding through a telephone operating surcharge for the Radio Communications Fund for the nine months ended June 30, 2008 at \$.28 per telephone line, as defined and \$.25 per line from July 1, 2008 through February 28, 2009 (end of enabling legislation). Nine cents of each amount collected during 2007 (through June 30, 2008 and then \$.07 from July 1, 2008 through February 28, 2009) is contributed to the development of the new centralized call-taking equipment infrastructure (referenced as the “NG-911” project) enabling the replacement of the Positron equipment in the various PSAPs acquired in the late 1990s. Exhibit A-3 segregates the operations as noted previously.

Unfortunately, the Michigan Public Services Commission reduced the County’s operating surcharge to \$.18 per device as defined – without regard to components of the new radio system or the NG-911 project or even so much as a courtesy telephone call to obtain any explanation of the components of the surcharge in Oakland County.

There were a number of flaws in the reasoning of the MPSC and information but because of the timing and costs of challenging the flaws, it did not make sense to do so. The Radio Communications Fund will lose an estimated \$240,000 in revenues arising from this revision of rates for the period July 1, 2008 to February 28, 2009. Given timing, the amounts involved and the potential that the County

would not be successful, no appeal of this ruling was possible. Other counties are believed to have appealed and to no avail.

- Presently, there are a number of proposals in front of the Legislature on the extension of the operating surcharge. HB 6070, as amended for matters favorable to the counties (including Oakland County) has passed the House and is awaiting Senate action. Other bills may follow in securing surcharges for the MSP but they now much stand on their own with the State Legislature. There is still some opposition to the House bills. Sprint and Verizon continue to lobby against the House-passed version. If the Senate passes the House version of the bill, it is believed that the Governor will sign the bill, at which time the County administration will assemble the necessary information for a Board of Commissioners' resolution for an extension of the \$.18 surcharge under this legislation.

Comments concerning the financial information follow:

- The Fund has approximately \$26.4 million in cash, investments, and receivables (net of liabilities and excluding prepaid expenses / inventories) that largely will support the construction of the new radio communications system. Some of the most costly components (portable and mobile radios) have yet to be expended (but with the recent deployment, the cash will be expended quickly over the next several quarters).

In comparing the above cash position with that of the cash flow projections anticipated for the September 30, 2008 year end in the spring of 2008, the cash position is slightly ahead of projections (\$26.2 million projected in the spring as of September 30, 2008) – in large part because the major expenditures for portables and mobile units has not yet occurred and the pool of investments are providing investment income over expectations. Since the County is presently starting to implement individual public safety agencies, the portable and mobile radio expenditures will be substantial in the coming quarters.

- The equipment related to the old radio system has been completely written off (with the exception of some recently acquired radios - roughly \$26,000).
- The County has invested \$25.2 million in the new radio communications system (towers, centralized equipment, back-up equipment, etc.) to date with the largest expenditure of the portable and mobile radio units still pending. Details, by invoice, have been presented through September 30, 2008 on the County's website.

A memorandum dated May 18, 2008 has been prepared that provides a cash flow analysis and projection (based on the March 31, 2008 closing) of the Radio Communication Fund through completion of the new radio system. The memorandum also projects the available cash that will be present at the conclusion of construction for use in operating

the system in the last half of fiscal 2009 (which is particularly important given that there is no present solution to the extension of the operating surcharge legislation).

A second uncertainty, however, is the amount of funds needed to address coverage enhancements that will not be known until the system is fully operational and field tested. The estimated cash position at the conclusion of the project available for use in operations is approximately \$5.9 million (after considering \$500,000 as a coverage enhancement – which is almost certainly less than what will be required).

Because of the State failures to pass enabling legislation in the extension of the operating surcharge, the reduction of the operating surcharge from \$.25 per month to \$.18 per month and the costs associated with the hosted / centralized NG-911 project, the County was required to down-size this project to a decentralized project. The operating costs of a hosted / centralized project were above expectations. Accordingly, the County is presently revising the project and the individual PSAPs will be acquiring the equipment themselves.

The County, through the earmarked revenues relating to the NG-911 project (see Exhibit A- 2) has \$1.76 million in the Fund for use in mitigating the PSAPs costs of replacing the call-taking equipment. The County will continue to collect amounts through February 2009 (actual proceeds from the telephone companies may flow in throughout the 2009 spring period for the billings prior to February 2009) that will also be earmarked for the replacement of the call-taking equipment. Finally, there is a request of up to \$250,000 in homeland security grants for the project as well. No decision has been made on this grant allocation at this writing.

A final projection of the amounts applicable to the NG-911 project is pending. Likely, it will be incorporated in the anticipated cash flow report to be prepared in December 2008 based on the September 30, 2008 closing.

FIRE RECORDS MANAGEMENT SYSTEM

Attached are the following schedules described as Exhibit B relating to the Fire Records Management System Fund for the year ended September 30, 2008:

- Statement of Net Assets (Exhibit B) as of September 30, 2008.
- Statement of Revenues, Expenses and Changes in Net Assets (Exhibit B-1) for the year ended September 30, 2008. This Fund statement provides a budget to actual comparison for the operations.
- Operating Transfers In (Exhibit B-2). This schedule represents the detail of the operating transfers in for the year ended September 30, 2008.
- Brief Explanations (Exhibit B-3) - represents explanations of various matters included in the financial statements noted above.

Comments on the FRMS financial statements follow:

- The balance sheet reflects cash, investments and similar assets, net of amounts owed of roughly \$303,000 and is roughly equal to the equity amounts present at September 30, 2008. The balance is relatively unchanged from the June 30, 2008 levels.

The cash balance increased during 2007 arising from a \$100,000 transfer in from the County's General Fund for the acquisition mobile inspection program hardware and software. The \$55,877 noted as designated equity is the remaining amounts in the Fund arising from this distribution.

- Most of the originally-acquired equipment is now fully depreciated with a minor amount remaining - \$7,616. In the prior years operations bore the cost of new local computers that should last the fire departments for several more years prior to a need for replacement. These remaining balances will be written off over the next few years. In addition, since there is no depreciation being incurred, no funding provision has been provided in the operations to capture funds sufficient to replace the recently-distributed computers in roughly 2 to 3 years.
- Four quarterly operating transfers in from the County's General Fund of a total of \$409,600 have been made to cover the County General Fund's share of the operating costs. In addition, there have been several agencies that have joined the Fire Records Management System in the past year. The General Fund contribution for those entities is also included in the Operating Transfer In schedule (Exhibit B-2).

The Brief Explanations reference the explanations of the fluctuations in the accounts with some level of detail and are not repeated herein.

CLEMIS OPERATING FUND

Attached are the following financial statements and schedules as Exhibit C for the CLEMIS Operating Fund for the year ended September 30, 2008:

- Statement of Net Assets (Exhibit C) as of June 30, 2008.
- Statement of Revenues, Expenses, and Changes in Net Assets (Exhibit C-1) for the year ended September 30, 2008. This statement provides a budget to actual comparison for operations.
- Financial Report (Exhibit C-2) as of and for the year ended September 30, 2008 segregating the general CLEMIS operations from those of the MDC operations. In the future, this schedule will reflect the operations of the OakVideo program as

well – once the existing bond proceeds have been expended. Presently, there is approximately \$600,000 of bond proceeds remaining as of September 30, 2008 (higher than previously reported as the interest earned on the bond proceeds accruing to the project were not previously included); such bond proceeds are recorded in a fund separate from the CLEMIS funds. When the time the bond proceeds are exhausted, the operations will need to be funded via CLEMIS or an unidentified source – see subsequent discussions.

- Operating Transfers-In (Exhibit C-3) for the year ended September 30, 2008. The schedule includes the normal operating transfer from the County's General Fund (four transfers at \$361,000 apiece, less an amount in the fourth distribution arising from a budgetary task assigned CLEMIS addressing the County General Fund's operating shortfall in 2008). Formerly, the 50% share of the Positron call-taking equipment maintenance for the equipment at the various PSAPs in the County (approximately \$178,000) was recorded in the CLEMIS Operating Fund. Given that this is PSAP equipment, the General Fund operating transfer has been recorded in the Radio Communications Fund instead. In addition, a \$200,000 transfer in from the Radio Communications Fund occurred to cover administration of the implementation of the new radio system.
- Brief Explanations (Exhibit C-4) – represents explanations of various matters included in the financial statements noted above.

Comments on the CLEMIS Operating Fund financial statements follow:

- The cash, investment and similar liquid assets (excluding inventory and prepaid expenses) held by the Fund, net of liabilities, indicates that there is roughly \$1,127,000, down from the cash and liquid assets as of September 30, 2007 of \$2,077,000. The significant decline in liquidity over the past year arises from the implementation of the fingerprint program (roughly \$710,000 – equal to the decline in designated equity between year end balances) and the expenditures relating to the e-Citation program and other capitalized development (increases in fixed assets not contributed from the COPS MORE grant) of \$1.4 million. **The CLEMIS Operating Fund cannot continue to lose this level of cash per quarter** – at this pace, the Fund will be out of cash and other liquid assets in fiscal 2009.

A separate memorandum covering the Fund's business issues has been issued as of June 10, 2008 and has been supplied to the CLEMIS Advisory Board. Several of the actions undertaken to resolve the operating short-fall have been outlined subsequently. However, at this time, the continued cash losses of the CLEMIS Operating Fund are not yet completely resolved.

- The ending equity amounts to \$9.5 million as of September 30, 2008, down from \$11.2 million as of September 30, 2008. The principal component of equity at September 30, 2008 is the net book value in fixed assets of \$7.9 million. Equity

includes \$215,000 applicable to operating transfers from the County's General Fund for projects relating to the new and replacement fingerprint equipment being acquired (this balance was \$926,000 at September 30, 2008). The remaining amount of \$1,369,000 at September 30, 2008 is down from \$1.56 million as of September 30, 2007 and is unrestricted – this decline means that the equity position will be a positive as of the end of the County's fiscal year end, but just like the cash decline, is going to reflect a deficit if not corrected sometime later in the 2009 fiscal year.

- As has been the case for some time, the CLEMIS Operating Fund has not been funding depreciation and the Fund has no resources for the replacement of the COPS MORE equipment at the time of its disposal. Some equipment (such as the mobile data computers) is now rapidly aging in the field. Recently, the CLEMIS Advisory Board instructed the law enforcement members to begin setting aside funds in their local operating budgets for the replacement costs related to the mobile data computers in police vehicles.

The County just received a delay in the completion of the COPS MORE grant. This will be the last such delay possible. This final delay should allow Motorola to finish its work on the 'punch list' items agreed to in late September 2008. It has also allowed for the delay of maintenance / licensing fees that would normally be charged upon acceptance of the records management system, field based reporting, computer aided dispatch and the message switch software applications. In two years, the estimated annual maintenance that would be required approximates \$600,000. It is not presently in the budget and fee increases to cover these costs are likely in several years.

The redeployment tracking efforts, which are still required under the COPS MORE grant, have been delayed until later into the fiscal 2009 years.

The County is working on action steps to resolve the operating shortfall identified in earlier 2009 quarterly reports. The estimated final cash loss arising from operations was approximately \$900,000, slightly lower than originally projected due to actions undertaken during fiscal 2008. A continued loss of this level in operations would be very troublesome.

Several of the action steps identified and resolved and still open follow:

- The e-Citation is currently operational and is being deployed in police departments and district courts. When completely implemented, it should enable CLEMIS to secure approximately \$150,000 in 2009 revenues. For a full year and once the program is fully activated, the likely resulting revenues could be greater.
- The e-Crash system is currently under development and should be completed in the first quarter of calendar 2009. Once deployed in the winter and spring of 2009, it should result in fiscal 2009 revenue of \$70,000. For a full year and once the program is fully activated, the likely resulting revenues could be greater.

- The County moved approximately \$417,000 in County computer-aided dispatch costs for Oakland County PSAPs and radio administrative costs borne by the CLEMIS Operating Fund into the Radio Communications Fund for fiscal 2008. They are eligible expenses for that latter Fund. The amount was based on portions of roughly 8 CLEMIS employees' time.
- The CLEMIS administrative staff provided a fair amount of effort towards the support of the implementation of new radio system. As such, \$200,000 was transferred from the Radio Communications Fund to the CLEMIS Operating Fund.
- The County will be looking towards regional operating and capital support from local operations and homeland security grants from outside the borders of Oakland County. Presently, a request for \$500,000 has been made of the open homeland security grant that would cover a portion of the anticipated \$3.5 million in records management system replacement costs. If the County's homeland security grant is accepted, then the County will approach other counties who are CLEMIS members for a portion of their grants as well.
- In addition to a few other action steps under way, fee increases will be necessary to cover the unresolved component of the operating shortfall. An approach and estimated increases are pending discussions with CLEMIS representatives.

The June 10, 2008 memorandum that describes the regional and state economic issues, the financial matters of CLEMIS and more detailed information on the proposed plan of action was submitted to the CLEMIS Advisory Board on July 24, 2008. Copies of the memorandum are available upon request.

COPS MORE GRANT FUND

Attached are the following schedules described as Exhibit D relating to the COPS MORE Grant Fund for the year ended September 30, 2008:

- Balance Sheet (Exhibit D) as of September 30, 2008.
- Statement of Operations (Exhibit D-1) from inception of the grant through September 30, 2008. This statement provides an historical presentation of the actual amounts expended by year from the COPS MORE Grant Fund.
- Financial Status Report (Exhibit D-2) represents the fiscal 2008 fourth quarter billing to the federal government for reimbursement of federal program expenditures.

- COPS MORE Financial Status Report Information (Exhibit D-3) reconciles Exhibit D-1 and Exhibit D-2 as they use different bases of accounting and it removes ineligible funding covered by the County's General Fund.
- Summary of Costs (Exhibit D-4) is a recap of costs to date as of September 30, 2008.

Comments concerning the financial statements of the COPS MORE Grant Fund:

- Of the original federal grant, the County has yet to spend approximately \$2.4 million relating to the federal COPS MORE Grant. The principal projects underway or just completed are the records management system (presently all of the roughly 96 police departments with older version of CLEMIS have installed the new records management system), field-based reporting, mugshot (recently completed), and OakVideo (video arraignment).
- The ending equity of \$11,254 is the amount remaining from a County General Fund appropriation several years ago and is the amounts necessary to install the mugshot units in the County's Children's Village operations.
- The remaining financial information in this section of the report is relatively straight-forward and should not require further explanation.

Recently, CLEMIS management has discussed the status of the COPS MORE grant with the COPS Office and has received an approval to extend the grant period to September 30, 2009. All costs must be finalized by that point in time with the redeployment tracking starting when all components of the project have been installed and are properly working – the redeployment tracking planning efforts are just now getting underway.

Exhibit A

**County of Oakland
Radio Communications Fund
Statement of Net Assets
September 30, 2008**

ASSETS

Current assets:

Cash and cash equivalents	\$ 25,941,275.80
Accrued interest on investment	144,633.64
Accounts receivable	497,104.19
Due from other governments	150,076.64
Due from other funds	0.00
Inventories	594,757.76
Prepaid items	104,983.57
Total current assets	<u>27,432,831.60</u>

Noncurrent assets:

Equipment	11,047,802.00
Capital projects in progress	25,210,945.98
Less accumulated depreciation	<u>(11,021,554.60)</u>
Total capital assets (net of accumulated depreciation)	<u>25,237,193.38</u>
Total assets	<u>52,670,024.98</u>

LIABILITIES

Current liabilities:

Vouchers payable	109,692.97
Due to other funds	37,572.56
Accounts payable	186,890.66
Total current liabilities	<u>334,156.19</u>
Total liabilities	<u>334,156.19</u>

NET ASSETS

Invested in capital assets, net of related debt	25,237,193.38
Unrestricted - designated for projects	24,460,208.86
Unrestricted	<u>2,638,466.55</u>
Total net assets	<u><u>\$ 52,335,868.79</u></u>

County of Oakland
Radio Communication Fund
Statement of Revenues, Expenses, and Changes in Net Assets
For the Twelve Months Ended September 30, 2008

	2008			Year to Date		Favorable (Unfavorable)
	Amended Budget	Percent of Revenue	Allotment	Actual	Percent of Revenue	Variance
Operating revenues:						
E-911 surcharge - Radio system	\$ 2,757,344.00	50.26%	\$ 2,757,344.00	\$ 2,298,958.42	44.19%	\$ (458,385.58)
E-911 surcharge - IP system	1,395,656.00	25.44%	1,395,656.00	1,163,639.95	22.37%	(232,016.05)
Antenna site management	600,000.00	10.93%	600,000.00	356,203.08	6.85%	(243,796.92)
Leased equipment	402,129.00	7.33%	402,129.00	725,385.29	13.94%	323,256.29
Parts and accessories	25,000.00	0.46%	25,000.00	101,093.18	1.94%	76,093.18
Outside agencies	266,277.00	4.85%	266,277.00	460,585.74	8.85%	194,308.74
Productive labor	40,000.00	0.73%	40,000.00	41,477.20	0.80%	1,477.20
Prior Years adjustments	0.00	0.00%	0.00	53,492.97	1.03%	53,492.97
Sale of scrap	0.00	0.00%	0.00	1,372.00	0.03%	1,372.00
Total operating revenues	5,486,406.00	100.00%	5,486,406.00	5,202,207.83	100.00%	(284,198.17)
Operating expenses:						
Salaries	571,992.00	10.43%	571,992.00	563,654.55	10.83%	8,337.45
Fringe benefits	317,717.00	5.79%	317,717.00	304,427.69	5.85%	13,289.31
Contractual services:						
Auction expense	0.00	0.00%	0.00	50.19	0.00%	(50.19)
Communications	200,000.00	3.65%	200,000.00	253,398.64	4.87%	(53,398.64)
Electrical service	125,000.00	2.28%	125,000.00	81,044.47	1.56%	43,955.53
Equipment repairs and maintenance	75,000.00	1.37%	75,000.00	196,142.15	3.77%	(121,142.15)
Freight and express	4,200.00	0.08%	4,200.00	2,156.78	0.04%	2,043.22
Indirect costs	196,000.00	3.57%	196,000.00	140,759.00	2.70%	55,241.00
Laundry and cleaning	1,000.00	0.02%	1,000.00	751.93	0.01%	248.07
Maintenance contract	675,000.00	12.30%	675,000.00	195,533.78	3.76%	479,466.22
Memberships, dues	750.00	0.01%	750.00	326.70	0.01%	423.30
Personal mileage	750.00	0.01%	750.00	0.00	0.00%	750.00
Professional services	125,000.00	2.28%	125,000.00	125,207.84	2.41%	(207.84)
Rebillable services	1,000.00	0.02%	1,000.00	836.00	0.02%	164.00
Software rental, lease purchase	0.00	0.00%	0.00	1,004.55	0.02%	(1,004.55)
Special projects	50,000.00	0.91%	50,000.00	32,500.00	0.62%	17,500.00
Tower charges	200,000.00	3.65%	200,000.00	223,783.59	4.30%	(23,783.59)
Travel and conference	15,000.00	0.27%	15,000.00	1,952.78	0.04%	13,047.22
Workshops and meetings	100.00	0.00%	100.00	0.00	0.00%	100.00
Total contractual services	1,668,800.00	30.42%	1,668,800.00	1,255,448.40	24.13%	413,351.60
Commodities:						
Dry goods and clothing	900.00	0.02%	900.00	1,405.95	0.03%	(505.95)
Expendable equipment expense	170,926.00	3.12%	170,926.00	307,957.93	5.92%	(137,031.93)
Office supplies	5,000.00	0.09%	5,000.00	3,805.21	0.07%	1,194.79
Parts and accessories	125,000.00	2.28%	125,000.00	143,167.19	2.75%	(18,167.19)
Shop supplies	12,000.00	0.22%	12,000.00	5,486.33	0.11%	6,513.67
Small tools	17,500.00	0.32%	17,500.00	3,852.76	0.07%	13,647.24
Total commodities	331,326.00	6.05%	331,326.00	465,675.37	8.95%	(134,349.37)
Depreciation:						
Equipment	4,000,387.00	72.91%	4,000,387.00	7,887.26	0.15%	3,992,499.74
Total depreciation	4,000,387.00	72.91%	4,000,387.00	7,887.26	0.15%	3,992,499.74
Internal services:						
Building space allocation	43,753.00	0.80%	43,753.00	43,329.26	0.83%	423.74
Convenience copier	222.00	0.00%	222.00	77.28	0.00%	144.72
Info Tech - CLEMIS	0.00	0.00%	0.00	413,300.00	7.94%	(413,300.00)
Info Tech - development	0.00	0.00%	0.00	8,438.25	0.16%	(8,438.25)
Info Tech - operations	250,125.00	4.56%	250,125.00	234,376.00	4.51%	15,749.00
Insurance fund	20,024.00	0.36%	20,024.00	7,989.00	0.15%	12,035.00
Mail room	127.00	0.00%	127.00	3.80	0.00%	123.20
Maintenance department charges	35,000.00	0.64%	35,000.00	3,129.51	0.06%	31,870.49
Motor pool	38,848.00	0.71%	38,848.00	42,957.96	0.83%	(4,109.96)
Print shop	2,937.00	0.05%	2,937.00	662.46	0.01%	2,274.54
Telephone communications	36,602.00	0.67%	36,602.00	36,624.57	0.70%	(22.57)
Total internal services	427,638.00	7.79%	427,638.00	790,888.09	15.19%	(363,250.09)
Total operating expenses	7,317,860.00	133.39%	7,317,860.00	3,387,981.36	65.10%	3,929,878.64
Operating income (loss)	(1,831,454.00)	-33.39%	(1,831,454.00)	1,814,226.47	34.90%	3,645,680.47
Nonoperating revenues (expenses):						
Planned use of fund balance	1,047,767.00	19.10%	1,047,767.00	0.00	0.00%	(1,047,767.00)
Income from investments	250,000.00	4.56%	250,000.00	1,252,868.79	24.08%	1,002,868.79
Gain on sale of equipment	500,000.00	9.12%	500,000.00	0.00	0.00%	(500,000.00)
Total nonoperating revenues (expenses)	1,797,767.00	32.78%	1,797,767.00	1,252,868.79	24.08%	(544,898.21)
Income (loss) before transfers	(33,687.00)	-0.61%	(33,687.00)	3,067,095.26	58.96%	3,100,782.26
Transfers in	183,687.00	3.35%	183,687.00	183,687.00	3.53%	0.00
Transfers out	(250,000.00)	-4.56%	(250,000.00)	(200,000.00)	-3.84%	50,000.00
Budgeted Equity adjustments	100,000.00	1.82%	100,000.00	0.00	0.00%	(100,000.00)
Change in net assets	\$0.00	0.00%	\$0.00	3,050,782.26	58.65%	\$ 3,050,782.26
Total net assets - beginning				49,285,086.53		
Total net assets - ending				\$ 52,335,868.79		

**COUNTY OF OAKLAND
RADIO COMMUNICATIONS FUND
FINANCIAL REPORT AS OF SEPTEMBER 30, 2008**

STATEMENT OF NET ASSETS**ASSETS**

Current Assets:	
Cash - Operating	\$25,941,275.80
Accrued Interest Receivable	144,633.64
Accounts Receivable	497,104.19
Due from Municipalities	150,076.64
Due from Other Funds	0.00
Inventories at Cost	594,757.76
Prepaid Expenses	104,983.57
Total Current Assets	27,432,831.60
Noncurrent Assets:	
Property and Equipment at Cost:	
Capital Projects in Progress	25,210,945.98
Equipment	11,047,802.00
Accumulated Depreciation	(11,021,554.60)
Property and Equipment - Net	25,237,193.38
Total Assets	\$52,670,024.98

LIABILITIES

Current Liabilities:	
Vouchers Payable	\$109,692.97
Accounts Payable	186,890.66
Due to Other Funds	37,572.56
Total Current Liabilities	334,156.19

NET ASSETS

Invested in Capital Assets	25,237,193.38
Designated for Projects (911 Surcharge)	24,460,208.86
Unrestricted	2,638,466.55
Total Net Assets	\$52,335,868.79

STATEMENT OF OPERATIONS

	Total Operations	806 MHz System	821 MHz System	911 IP System
Operating Revenues:				
E-911 Surcharge	\$2,298,958.42	\$0.00	\$2,298,958.42	\$0.00
E-911 Surcharge/IP System	1,163,639.95	0.00	0.00	1,163,639.95
Antenna Site Management	356,203.08	356,203.08	0.00	0.00
Leased Equipment	725,385.29	725,385.29	0.00	0.00
Parts & Accessories	101,093.18	101,093.18	0.00	0.00
Outside Agencies	460,585.74	460,585.74	0.00	0.00
Productive Labor	41,477.20	41,477.20	0.00	0.00
Sale of Scrap	1,372.00	1,372.00	0.00	0.00
Income from Investments	1,252,868.79	257,252.17	921,119.89	74,496.73
Prior Years Adjustments	53,492.97	53,492.97	0.00	0.00
Operating Transfers In	183,687.00	5,687.00	0.00	178,000.00
TOTAL REVENUES	6,638,763.62	2,002,548.63	3,220,078.31	1,416,136.68
Operating Expenses:				
Salaries	563,654.55	563,654.55	0.00	0.00
Fringe Benefits	304,427.69	304,427.69	0.00	0.00
Auction expense	50.19	50.19	0.00	0.00
Communications	253,398.64	0.00	253,398.64	0.00
Electrical Service	81,044.47	42,229.54	38,814.93	0.00
Equipment Repairs & Maintenance	196,142.15	101,939.22	94,202.93	0.00
Freight & Express	2,156.78	2,156.78	0.00	0.00
Indirect Costs	140,759.00	140,759.00	0.00	0.00
Laundry & Cleaning	751.93	751.93	0.00	0.00
Maintenance Contract	195,533.78	0.00	22,387.50	173,146.28
Membership, Dues	326.70	326.70	0.00	0.00
Personal Mileage	0.00	0.00	0.00	0.00
Professional Services	125,207.84	81,690.46	43,517.38	0.00
Rebillable Services	836.00	836.00	0.00	0.00
Software Rental, Lease Purchase	1,004.55	1,004.55	0.00	0.00
Special Projects	32,500.00	32,500.00	0.00	0.00
Tower Charges	223,783.59	0.00	223,783.59	0.00
Travel & Conference	1,952.78	1,952.78	0.00	0.00
Workshops & Meeting	0.00	0.00	0.00	0.00
Dry Goods & Clothing	1,405.95	1,405.95	0.00	0.00
Expendable Equipment	307,957.93	307,957.93	0.00	0.00
Office Supplies	3,805.21	3,805.21	0.00	0.00
Parts & Accessories	143,167.19	143,167.19	0.00	0.00
Shop Supplies	5,486.33	5,486.33	0.00	0.00
Small Tools	3,852.76	3,852.76	0.00	0.00
Depreciation	7,887.26	7,887.26	0.00	0.00
Bldg. Space Cost Allocation	43,329.26	43,329.26	0.00	0.00
Convenience Copier	77.28	77.28	0.00	0.00
Info Tech - CLEMIS	413,300.00	413,300.00	0.00	0.00
Info Tech - Development	8,438.25	0.00	0.00	8,438.25
Info Tech - Operations	234,376.00	234,376.00	0.00	0.00
Insurance Fund	7,989.00	2,642.00	5,347.00	0.00
Mail Room	3.80	3.80	0.00	0.00
Maintenance Department Charges	3,129.51	3,129.51	0.00	0.00
Motor Pool	42,957.96	42,957.96	0.00	0.00
Print Shop	662.46	662.46	0.00	0.00
Telephone Communications	36,624.57	32,584.57	4,040.00	0.00
Operating Transfers Out	200,000.00	200,000.00	0.00	0.00
TOTAL EXPENSES	3,587,981.36	2,720,904.86	685,491.97	181,584.53
NET INCOME (LOSS)	3,050,782.26	(718,356.23)	2,534,586.34	1,234,552.15
NET ASSETS, SEPTEMBER 30, 2007	49,285,086.53	3,383,070.18	45,371,846.52	530,169.83
NET ASSETS, SEPTEMBER 30, 2008	\$52,335,868.79	\$2,664,713.95	\$47,906,432.86	\$1,764,721.98

RADIO COMMUNICATIONS - FUND 53600
FISCAL YEAR 2008 ASSET DETAIL - CIP G/L 161600

Exhibit A-3

Vendor	Document Date	M/A COM BO201288	CSI BO201230	Radian Comm. Svc. BO201702	VFP, Inc. BO202061	Cummins Bridgeway BO202117	Other Vendors Vs & POs	TOTAL
Beginning Balance		\$17,835,176.07	\$283,530.00	\$4,705,023.31	\$419,472.00	\$378,581.70	\$1,180,873.86	\$24,802,656.94
RF Systems Engineering Associates	10/10/07						6,000.00	6,000.00
RF Systems Engineering Associates	11/09/07						6,000.00	6,000.00
Thumb Communications	10/29/07						305.00	305.00
Thumb Communications	11/13/07						97.50	97.50
Coates Communications	11/16/07						6,847.26	6,847.26
Anixter	12/04/07						427.84	427.84
Anixter	12/04/07						21.20	21.20
Thumb Communications	12/06/07						100.00	100.00
Coates Communications	12/10/07						7,807.25	7,807.25
Delta Network Services due from Wa	12/12/07						(425.25)	(425.25)
Delta Network Services due from Wa	12/12/07						(425.25)	(425.25)
RF Systems Engineering Associates	12/27/07						6,000.00	6,000.00
RF Systems Engineering Associates	12/27/07						8,050.00	8,050.00
Infoserve Tech. Corp.	01/23/08						449.73	449.73
Coates Communications	12/31/07						4,597.42	4,597.42
RF Systems Engineering Associates	12/31/07						6,000.00	6,000.00
Advanced Communications Inc.	12/31/07						2,376.90	2,376.90
Thumb Communications	02/08/08						39.00	39.00
Coates Communications	02/13/08						9,294.24	9,294.24
Thumb Communications	02/20/08						429.00	429.00
Coates Communications	03/11/08						5,954.36	5,954.36
RF Systems Engineering Associates	03/27/08						13,600.00	13,600.00
AT&T	03/31/08						36,400.00	36,400.00
Coates Communications	03/31/08						4,640.28	4,640.28
Graybar Electric Co.	04/28/08						3,069.78	3,069.78
Advanced Wireless Telecom	04/22/08						130.00	130.00
RF Systems Engineering Associates	04/30/08						107,500.00	107,500.00
Radian	04/24/08			7,500.00				7,500.00
Thumb Communications	04/28/08						410.50	410.50
American Tower	05/02/08						2,500.00	2,500.00
Coates Communications	05/06/08						4,306.57	4,306.57
Thumb Communications	05/07/08						694.30	694.30
Berbee Information Networks Corp.	06/04/08						1,146.48	1,146.48
Berbee Information Networks Corp.	06/04/08						45.38	45.38
Coates Communications	06/18/08						3,908.39	3,908.39
M/A-Com due from Troy grant	03/04/08						(38,852.00)	(38,852.00)
Coates Communications	06/30/08						3,890.77	3,890.77
DPS Telecom	07/21/08						6,780.00	6,780.00
RF Systems Engineering Associates	07/21/08						90,000.00	90,000.00
DigiConcepts (Comerica/P-Card)	04/30/08						1,278.14	1,278.14
Coates Communications	08/12/08						4,462.44	4,462.44
Cadex Electronics (Comerica/P-Card)	08/31/08						257.04	257.04
Coates Communications	09/08/08						3,058.47	3,058.47
West Bloomfield Twp.	09/22/08						(2,000.00)	(2,000.00)
RF Systems Engineering Associates	09/28/08						72,000.00	72,000.00
Advanced Communications Inc.	09/28/08						4,904.89	4,904.89
Coates Communications	09/28/08						6,711.41	6,711.41
		\$ 17,835,176.07	\$ 283,530.00	\$ 4,712,523.31	\$ 419,472.00	\$ 378,581.70	\$ 1,581,662.90	\$ 25,210,945.98

RADIO COMMUNICATIONS - FUND 53600 Operating Transfers Out - Fiscal Year 2008

Description	Amount
Budgeted Operating transfer from Radio Communications fund to CLEMIS fund for fiscal year 2008 administrative support	\$100,000.00
Amend budget per resolution #08186 - 3rd Quarter FY2008 forecast: Operating transfer from Radio Communications fund to CLEMIS fund for fiscal year 2008 staff support	100,000.00
Total	<u><u>\$200,000.00</u></u>

RADIO COMMUNICATIONS - FUND 53600 Operating Transfers In - Fiscal Year 2008
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Description	Amount
Budgeted Operating transfer from General fund to Radio Communications fund for fiscal year 2008 E911 equipment maintenance support to participating Oakland County agencies.	\$178,000.00
Amend budget per resolution #08017 - OCSD contract amendment for Lyon Township	5,687.00
Total	<u><u>\$183,687.00</u></u>

RADIO COMMUNICATIONS FUND 53600
Fiscal Year 2008 - 4th Quarter
Brief Explanation of "Actuals"

Following are some comments regarding Radio Communications Fund's 4th quarter financial statements.

STATEMENT OF NET ASSETS

- Radio Communications reports all monetary assets as Cash. Available cash is invested and managed by the Treasurer as a pool. Participating funds receive interest earnings based on their percentage of the invested daily cash balance each month.
- Accrued interest on investment is interest earned by the fund on its cash balance in the Treasurer's pool of investments; interest is paid when investments mature.
- Accounts receivable includes \$326,419.29 for accrued E-911 operational surcharge revenue which is now paid to the county quarterly instead of monthly.
- Accounts receivable includes \$170,684.90 due primarily from Arch Wireless, Cingular Wireless and other co-locators. A few co-locators are awaiting amended contracts to resolve the amount due. Corporation Counsel is working with several Tower customers to finalize new contracts.
- Due from other governments is the amount due from municipalities: \$109,835.39 due from municipalities for leased equipment; \$40,241.25 due from the City of Warren for the cost of new radio system equipment to be reimbursed by their Interoperability grant.
- Prepaid items are: rent paid in advance per the lease agreements for co-location of equipment at two buildings in Troy and eleven tower sites for the new system; maintenance contracts for dispatch consoles for the new system paid in advance.
- Effective FY 2002, the Radio Communications Fund is classified as an Enterprise Fund with a capitalization threshold for Equipment of \$5,000.
- Capital projects in progress includes all expenditures to date for the 821 MHz project.
- Due to other funds is primarily the amount due to Emergency Response and Preparedness for Homeland Security grant expenditures for camera and security equipment at tower sites to be reimbursed by Radio fund.
- Accounts payable is the 4th quarter expenditure accrual, overpayments by CLEC remitters and the amount due to the City of Novi for its share of tower lease payments.

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

Revenues:

- E-911 surcharge revenue is unfavorable overall due to two decreases in the surcharge rate enacted after adoption of the budget. The surcharge monthly rate decreased to \$0.28 per line effective January 1, 2007 and decreased further to \$0.18 per line effective July 1, 2007. The current surcharge is allocated as follows: \$0.11 per line for the new Radio system and \$0.07 per line for IP-based call taking equipment.
- Antenna site management revenue is unfavorable due to delays in anticipated addition of tower co-locators and consolidation of telecommunications companies, resulting in removal of duplicated equipment from County towers.

RADIO COMMUNICATIONS FUND 53600
Fiscal Year 2008 - 4th Quarter
Brief Explanation of “Actuals”

- Leased equipment, Parts and accessories, Outside agency and Productive labor revenues are all favorable due to timing of the projected phase-out of the legacy system.
- Income from investment revenue is favorable due to higher than anticipated cash balance available for investment. Available cash will decrease during fiscal year 2009 due to expenditures for the new system. All of Radio fund's available cash, including funds received for the E-911 operational surcharge, is invested in a pool managed by the Treasurer's office.
- Gain on sale of equipment is unfavorable due to timing of implementation of the new system.
- Transfers In is the amount budgeted and received from the County General Fund for E911 equipment maintenance support provided to participating Oakland County agencies. It also includes a transfer for radio equipment purchased for the Sheriff's Dept. for a law enforcement service contract.

Expenses:

- Salary variance is favorable due to lower than anticipated overtime and on call salaries for implementation of the new radio system.
- Fringe Benefit variance is favorable because budgeted amounts are based on average fringe benefit cost.
- Communications expense is unfavorable due to increased connectivity cost of tower sites for the new system.
- Electrical service is favorable due to lower seasonal utility demand at tower sites.
- Equipment repairs and maintenance expense is unfavorable due to continued demand for repairs to the legacy system, offset by increased revenue.
- Freight and express is slightly favorable due to lower than anticipated usage.
- Indirect cost expense is based on the County's Indirect Cost allocation. It includes Human Resources, Payroll, Treasurer, Accounting, Budgeting and Administrative services. The final allocation was established after adoption of the current budget.
- Maintenance contract expense is favorable due to extension of manufacturers' warranties on dispatch consoles for the new system and timing of implementation of the system.
- Software rental, lease purchase is unfavorable due to unanticipated purchase of non-standard software for maintenance of the legacy system.
- Special projects expense is favorable due to lower than anticipated cost of tower painting.
- Tower charges are unfavorable due to timing of contractual increases for leased tower sites.
- Travel and conference expense is favorable due to cost-cutting efforts.
- Expendable equipment expense is unfavorable due to purchase of equipment for the necessary installation of cameras and security equipment at tower sites.
- Office supply expense is slightly favorable due to decreased usage.
- Parts and accessories are unfavorable due to purchases to maintain the legacy system.
- Shop supplies and Small tool expenses are favorable due to decreased usage.
- Depreciation is favorable due to later than anticipated activation of the new system.

RADIO COMMUNICATIONS FUND 53600
Fiscal Year 2008 - 4th Quarter
Brief Explanation of “Actuals”

- Info Tech-CLEMIS charges are unfavorable due to charges for staff support of Computer Aided Dispatch (CAD) for the legacy system.
- Info Tech development charges are unfavorable due to the cost of preliminary analysis of IP-based 911 call taking systems.
- Info Tech operations charges are favorable due to decreased usage.
- Insurance fund charges are favorable due to lower than anticipated premiums for coverage of tower sites for the new system.
- Maintenance department internal charges include necessary HVAC, generator and security system services performed by FM&O; usage was lower than anticipated.
- Motor Pool internal charges are unfavorable due to increased fuel costs for necessary travel to tower sites.
- Print shop internal charges are favorable due to lower than anticipated cost of training materials for the new system.
- Transfers Out is the amount budgeted for administrative support provided by CLEMIS and IT funds. A portion of the transfer has been deferred pending implementation of the new radio system.

Exhibit B

**County of Oakland
Fire Records Management Fund
Statement of Net Assets
September 30, 2008**

ASSETS

Current assets:

Cash and cash equivalents	\$ 236,541.81
Due from other governments	46,189.93
Accrued interest on investment	1,592.31
Accounts receivable	3,875.25
Due from other funds	0.00
Prepaid expense	14,967.00
Total current assets	<u>303,166.30</u>

Noncurrent assets:

Equipment	124,793.08
Computer software	409,195.95
Less accumulated depreciation	<u>(526,372.56)</u>
Total capital assets (net of accumulated depreciation)	<u>7,616.47</u>
Total assets	<u>310,782.77</u>

LIABILITIES

Current liabilities:

Vouchers payable	0.00
Due to other funds	<u>0.00</u>
Total current liabilities	<u>0.00</u>
Total liabilities	<u>0.00</u>

NET ASSETS

Invested in capital assets, net of related debt	7,616.47
Unrestricted - designated for projects	55,877.00
Unrestricted	<u>247,289.30</u>
Total net assets	<u>\$ 310,782.77</u>

Exhibit B-1

County of Oakland
Fire Records Management Fund
Statement of Revenues, Expenses, and Changes in Net Assets
For the Twelve Months Ended September 30, 2008

	2008			Year to Date		Favorable (Unfavorable) Variance
	Amended Budget	Percent of Revenue	Allotment	Actual	Percent of Revenue	
Operating revenues:						
Outside agencies	\$ 144,729.00	75.12%	\$ 144,729.00	\$ 136,537.25	68.69%	\$ (8,191.75)
Participation fees - non-Oakland users	5,329.00	2.77%	5,329.00	13,598.50	6.84%	8,269.50
Outside agencies - rebilled charges	42,600.00	22.11%	42,600.00	48,641.97	24.47%	6,041.97
Total operating revenues	192,658.00	100.00%	192,658.00	198,777.72	100.00%	6,119.72
Operating expenses:						
Salaries	242,536.00	125.89%	242,536.00	223,130.80	112.25%	19,405.20
Fringe benefits	136,279.00	70.74%	136,279.00	138,616.41	69.73%	(2,337.41)
Contractual services:						
Communications	42,600.00	22.11%	42,600.00	30,161.97	15.17%	12,438.03
Equipment repairs and maintenance	20,000.00	10.38%	20,000.00	1,603.00	0.81%	18,397.00
Indirect costs	44,044.00	22.86%	44,044.00	45,917.00	23.10%	(1,873.00)
Personal mileage	1,750.00	0.91%	1,750.00	343.29	0.17%	1,406.71
Software rental lease purchase	4,480.00	2.33%	4,480.00	11,400.00	5.74%	(6,920.00)
Software support/maintenance	63,858.00	33.15%	63,858.00	59,549.25	29.96%	4,308.75
Travel and conference	5,000.00	2.60%	5,000.00	4,214.25	2.12%	785.75
Workshops and meeting	0.00	0.00%	0.00	86.45	0.04%	(86.45)
Total contractual services	181,732.00	94.34%	181,732.00	153,275.21	77.11%	28,456.79
Commodities:						
Expendable equipment expense	20,282.00	10.53%	20,282.00	7,685.43	3.87%	12,596.57
Total commodities	20,282.00	10.53%	20,282.00	7,685.43	3.87%	12,596.57
Depreciation:						
Equipment	3,226.00	1.67%	3,226.00	5,376.33	2.70%	(2,150.33)
Total depreciation	3,226.00	1.67%	3,226.00	5,376.33	2.70%	(2,150.33)
Internal services:						
Info Tech - development	0.00	0.00%	0.00	10,671.16	5.37%	(10,671.16)
Info Tech - operations	56,627.00	29.39%	56,627.00	55,805.00	28.07%	822.00
Insurance fund	206.00	0.11%	206.00	206.00	0.10%	0.00
Telephone communications	1,320.00	0.69%	1,320.00	1,672.12	0.84%	(352.12)
Total internal services	58,153.00	30.19%	58,153.00	68,354.28	34.38%	(10,201.28)
Total operating expenses	642,208.00	333.36%	642,208.00	596,438.46	300.04%	45,769.54
Operating income (loss)	(449,550.00)	-233.36%	(449,550.00)	(397,660.74)	-200.04%	51,889.26
Nonoperating revenues (expenses):						
Planned use of fund balance	22,371.00	11.61%	22,371.00	0.00	0.00%	(22,371.00)
Income from investments	2,000.00	1.04%	2,000.00	8,250.76	4.15%	6,250.76
Total nonoperating revenues (expenses)	24,371.00	12.65%	24,371.00	8,250.76	4.15%	(16,120.24)
Income (loss) before transfers	(425,179.00)	-220.69%	(425,179.00)	(389,409.98)	-195.89%	35,769.02
Transfers in	425,179.00	220.69%	425,179.00	420,794.50	211.69%	(4,384.50)
Transfers out	0.00	0.00%	0.00	0.00	0.00%	0.00
Change in net assets	\$ 0.00	0.00%	\$ 0.00	31,384.52	15.80%	\$ 31,384.52
Total net assets - beginning				279,398.25		
Total net assets - ending				\$ 310,782.77		

FIRE RECORDS MANAGEMENT - FUND 53100 Operating Transfers In - Fiscal Year 2008

Description	Amount
Amend budget per resolution #07242 - Interlocal Agreement with Oxford Township for Fire Records Management System	\$5,488.00
Budgeted Operating Transfer - appropriation for Fire Records Management 1st quarter operating support from General Fund	100,540.50
Budgeted Operating Transfer - appropriation for Fire Records Management 2nd quarter operating support from General Fund	100,540.50
Amend budget per resolution #08099 - Interlocal Agreement with City of Berkley for Fire Records Management System	\$5,694.00
Budgeted Operating Transfer - appropriation for Fire Records Management 3rd quarter operating support from General Fund	103,770.00
Budgeted Operating Transfer - appropriation for Fire Records Management 4th quarter operating support from General Fund	104,761.50
Total	<u><u>\$420,794.50</u></u>

FIRE RECORDS MANAGEMENT FUND 53100
Fiscal Year 2008 – 4th Quarter
Brief Explanation of “Actuals”

Following are some comments regarding Fire Records Management Fund's 4th quarter financial statements.

STATEMENT OF NET ASSETS

- Due from other governments is the amount due from member agencies for quarterly participation and communication costs. All members were current at September 30, 2008.
- Accrued interest on investment is interest earned by the fund on its cash balance in the Treasurer's pool of investments; interest is paid when investments mature.
- Accounts receivable is the amount due from non-municipality member agencies for quarterly participation costs. All agencies were current at September 30, 2008.
- Prepaid expense is the amount paid in advance for contracted software support.
- Non-current assets are the servers and software package. The original server equipment and software are fully depreciated and new server equipment was purchased during FY2007. Fire Records Management fund has a fixed asset capitalization threshold of \$5,000 as an Enterprise fund.
- Net Assets, Unrestricted - designated for projects is the unexpended amount included in the fund balance which was received from the County General Fund in FY2007 for replacement of equipment.

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

Revenues:

- Billing starts when a fire department is operational. The fund billed 33 agencies for participation during the 4th quarter of fiscal year 2008. Outside agency revenue is slightly unfavorable due to the timing of implementation of new member agencies.
- Participation Fees - non-Oakland users are the amounts billed to municipalities and agencies outside of Oakland County. Revenue is favorable due to the addition of another non-Oakland county agency.
- Outside agencies - rebilled charges are the amounts billed to member agencies for their portion of the County's communication cost for data lines (see below).
- Income from investments is favorable due to increased cash balance in the fund.
- Transfers In is the amount budgeted and received from the County General Fund for operating support and for licensing of new Oakland County agencies.

Expenses:

- Salary variance is favorable due to decreased overtime and on call payroll.
- Fringe Benefit variance is slightly unfavorable because budgeted amounts are based on average fringe benefit cost.
- Communications cost is offset by revenue from rebilled charges to member agencies for their portion of data line expenses (see above). Communication cost is favorable due to decreased telephone rates.

FIRE RECORDS MANAGEMENT FUND 53100
Fiscal Year 2008 – 4th Quarter
Brief Explanation of “Actuals”

- Equipment repairs and maintenance is favorable due to lower than anticipated server maintenance charges.
- Indirect cost expense is based on the County’s Indirect Cost allocation. It includes Human Resources, Payroll, Treasurer, Accounting, Budgeting and Administrative services. The final allocation was established after adoption of the current budget.
- Personal mileage is favorable due to decreased demand for travel to member sites.
- Software rental/lease purchase is unfavorable due to licensing of new member agencies, offset by revenue from rebilled charges and Operating Transfers.
- Software support is favorable due to lower maintenance rates.
- Travel and conference expense is favorable due to cost-cutting efforts.
- Expendable equipment expense is favorable due to the timing of replacement of equipment.
- Depreciation is slightly unfavorable due to the purchase of server equipment after adoption of the budget.
- Unfavorable Info Tech development charges are for programming services.
- Favorable Info Tech operations charges are due to increased usage.

Exhibit C

**County of Oakland
CLEMIS Fund
Statement of Net Assets
September 30, 2008**

ASSETS

Current assets:

Cash and cash equivalents	\$ 747,987.69
Due from other governments	860,743.28
Due from other funds	237,141.72
Accounts receivable	34,416.41
Accrued interest on investment	29,086.95
Inventories	17,902.31
Deferred Charges	78,146.60
Prepaid items	361,025.35
Total current assets	<u>2,366,450.31</u>

Noncurrent assets:

Equipment	1,549,260.85
Equipment - 911	2,554,100.14
Equipment - COPS MORE	21,610,185.06
Equipment - OAKVIDEO	5,490,114.07
Capital projects in progress	1,788,654.69
Less accumulated depreciation	<u>(25,120,404.83)</u>
Total capital assets (net of accumulated depreciation)	<u>7,871,909.98</u>
Total assets	<u>10,238,360.29</u>

LIABILITIES

Current liabilities:

Vouchers payable	71,976.95
Accounts payable	390,818.84
Deferred income	318,975.02
Total current liabilities	<u>781,770.81</u>

NET ASSETS

Invested in capital assets, net of related debt	7,871,909.98
Unrestricted - designated for projects	215,319.86
Unrestricted	<u>1,369,359.64</u>
Total net assets	<u><u>\$ 9,456,589.48</u></u>

County of Oakland
CLEMIS Fund
Statement of Revenues, Expenses, and Changes in Net Assets
For the Twelve Months Ended September 30, 2008

	2008			Year to Date		Favorable (Unfavorable) Variance
	Amended Budget	Percent of Revenue	Allotment	Actual	Percent of Revenue	
Operating revenues:						
In-car terminals - All Other	\$ 1,412,170.00	42.34%	\$ 1,412,170.00	\$ 1,591,235.75	40.75%	\$ 179,065.75
Access fees - NonOakland Users	629,714.00	18.88%	629,714.00	647,940.25	16.60%	18,226.25
Access fees - Police Depts/Other in Oakland	279,000.00	8.36%	279,000.00	270,926.59	6.94%	(8,073.41)
Sheriff contracted services	275,000.00	8.24%	275,000.00	692,335.73	17.73%	417,335.73
Maintenance contracts - Mugshot Capture Str	280,000.00	8.40%	280,000.00	297,000.00	7.61%	17,000.00
Maintenance contracts - LiveScan	230,000.00	6.90%	230,000.00	108,818.75	2.79%	(121,181.25)
In car terminals - OC Sheriff	139,582.00	4.18%	139,582.00	138,245.50	3.54%	(1,336.50)
Rebilled Charges	90,000.00	2.70%	90,000.00	157,596.15	4.04%	67,596.15
Reimb General	0.00	0.00%	0.00	65.55	0.00%	65.55
Total operating revenues	<u>3,335,466.00</u>	<u>100.00%</u>	<u>3,335,466.00</u>	<u>3,904,164.27</u>	<u>100.00%</u>	<u>568,698.27</u>
Operating expenses:						
Salaries	1,435,414.00	43.03%	1,435,414.00	1,106,937.55	28.35%	328,476.45
Fringe benefits	745,096.00	22.34%	745,096.00	565,332.68	14.48%	179,763.32
Contractual services:						
Communications	802,000.00	24.04%	802,000.00	982,080.26	25.15%	(180,080.26)
Equipment repairs and maintenance	290,000.00	8.69%	290,000.00	74,446.52	1.91%	215,553.48
Freight and express	0.00	0.00%	0.00	1,644.58	0.04%	(1,644.58)
Indirect costs	231,381.00	6.94%	231,381.00	288,124.00	7.38%	(56,743.00)
Membership dues and publication	750.00	0.02%	750.00	1,705.40	0.04%	(955.40)
Miscellaneous	0.00	0.00%	0.00	602.66	0.02%	(602.66)
Personal mileage	3,000.00	0.09%	3,000.00	708.66	0.02%	2,291.34
Professional services	1,400,000.00	41.97%	1,400,000.00	1,073,748.08	27.50%	326,251.92
Rebillable Services	90,000.00	2.70%	90,000.00	137,147.65	3.51%	(47,147.65)
Software rental/lease purchase	0.00	0.00%	0.00	10,862.28	0.28%	(10,862.28)
Software support/maintenance	675,000.00	20.24%	675,000.00	407,489.65	10.44%	267,510.35
Travel and conference	15,000.00	0.45%	15,000.00	11,180.53	0.29%	3,819.47
Travel employee taxable meals	0.00	0.00%	0.00	10.35	0.00%	(10.35)
Workshops and meetings	1,000.00	0.03%	1,000.00	60.65	0.00%	939.35
Adjustment of prior years expense	0.00	0.00%	0.00	297.00	0.01%	(297.00)
Total contractual services	<u>3,508,131.00</u>	<u>105.17%</u>	<u>3,508,131.00</u>	<u>2,990,108.27</u>	<u>76.59%</u>	<u>518,022.73</u>
Commodities:						
Dry goods and clothing	3,500.00	0.10%	3,500.00	1,030.00	0.03%	2,470.00
Expendable Equipment	0.00	0.00%	0.00	59,533.65	1.52%	(59,533.65)
Office supplies	500.00	0.01%	500.00	987.48	0.03%	(487.48)
Parts and accessories	76,250.00	2.29%	76,250.00	5,727.69	0.15%	70,522.31
Total commodities	<u>80,250.00</u>	<u>2.40%</u>	<u>80,250.00</u>	<u>67,278.82</u>	<u>1.73%</u>	<u>12,971.18</u>
Depreciation:	3,491,295.00	104.67%	3,491,295.00	3,009,519.05	77.08%	481,775.95
Internal services:						
Building space cost allocation	160,861.00	4.82%	160,861.00	159,303.19	4.08%	1,557.81
Info tech-development	183,754.00	5.51%	183,754.00	276,725.88	7.09%	(92,971.88)
Info tech-operations	485,217.00	14.55%	485,217.00	404,962.33	10.37%	80,254.67
Leased vehicles	22,844.00	0.68%	22,844.00	11,065.70	0.28%	11,778.30
Mail room	290.00	0.01%	290.00	288.08	0.01%	1.92
Print shop	22,473.00	0.67%	22,473.00	13,781.56	0.35%	8,691.44
Telephone communications	24,561.00	0.74%	24,561.00	33,873.26	0.87%	(9,312.26)
Total internal services	<u>900,000.00</u>	<u>26.98%</u>	<u>900,000.00</u>	<u>900,000.00</u>	<u>23.05%</u>	<u>(0.00)</u>
Total operating expenses	<u>10,160,186.00</u>	<u>304.59%</u>	<u>10,160,186.00</u>	<u>8,639,176.37</u>	<u>221.28%</u>	<u>1,521,009.63</u>
Operating income (loss)	<u>(6,824,720.00)</u>	<u>-204.59%</u>	<u>(6,824,720.00)</u>	<u>(4,735,012.10)</u>	<u>-121.28%</u>	<u>2,089,707.90</u>
Nonoperating revenues (expenses):						
Planned use balance	4,965,525.00	148.87%	4,965,525.00	0.00	0.00%	(4,965,525.00)
Budgeted Equity Adjustment	(100,000.00)	-3.00%	(100,000.00)	0.00	0.00%	100,000.00
Income from investments	60,000.00	1.80%	60,000.00	65,429.56	1.68%	5,429.56
Gain (loss) on exchange of assets	0.00	0.00%	0.00	(2,262,115.27)	-57.94%	(2,262,115.27)
Capital contributions	250,000.00	7.50%	250,000.00	3,599,133.40	92.19%	3,349,133.40
Total nonoperating revenues (expenses)	<u>5,175,525.00</u>	<u>155.17%</u>	<u>5,175,525.00</u>	<u>1,402,447.69</u>	<u>35.93%</u>	<u>(3,773,077.31)</u>
Income (loss) before transfers	<u>(1,649,195.00)</u>	<u>-49.42%</u>	<u>(1,649,195.00)</u>	<u>(3,332,564.41)</u>	<u>-85.35%</u>	<u>(1,683,369.41)</u>
Transfers in	1,649,195.00	49.44%	1,649,195.00	1,590,131.00	40.73%	(59,064.00)
Change in net assets	\$ 0.00	0.02%	\$ 0.00	(1,742,433.41)	-44.62%	\$ (1,742,433.41)
Total net assets - beginning				11,199,022.89		
Total net assets - ending				<u>\$ 9,456,589.48</u>		

**COUNTY OF OAKLAND
CLEMIS FUND
FINANCIAL REPORT AS OF SEPTEMBER 30, 2008**

STATEMENT OF NET ASSETS**ASSETS**

Current Assets:	
Cash - Operating	\$747,987.69
Accrued Interest on Investments	29,086.95
Accounts Receivable	34,416.41
Due from Municipalities	860,743.28
Due from Other Funds	237,141.72
Inventory at Cost	17,902.31
Deferred Charges	78,146.60
Prepaid Expenses	361,025.35
Total Current Assets	<u>2,366,450.31</u>

Noncurrent Assets:

Property and Equipment at Cost:

Equipment	1,091,873.66
Equipment - 911	2,554,100.14
Equipment - COPS MORE	21,610,185.06
Equipment - Oak VIDEO	5,947,501.26
Capital Projects in Progress	1,788,654.69
Accumulated Depreciation	<u>(25,120,404.83)</u>
Property and Equipment - Net	<u>7,871,909.98</u>
TOTAL ASSETS	<u>\$10,238,360.29</u>

LIABILITIES

Current Liabilities:

Vouchers Payable	71,976.95
Accounts Payable	390,818.84
Deferred Income	<u>318,975.02</u>
Total Current Liabilities	<u>781,770.81</u>

NET ASSETS

Invested in Capital Assets	7,871,909.98
Unrestricted-designated for projects	215,319.86
Unrestricted	<u>1,369,359.64</u>
Total Net Assets	<u><u>\$9,456,589.48</u></u>

STATEMENT OF OPERATIONS

	<u>Total Operations</u>	<u>CLEMIS Operations</u>	<u>MDC Operations</u>
Operating Revenues:			
Access fees-Police Depts/Other in Oakland	270,926.59	\$270,926.59	\$0.00
In Car Terminals-All Other	1,591,235.75	0.00	1,591,235.75
In Car Terminals-OC Sheriff	138,245.50	0.00	138,245.50
Maintenance Contracts	405,818.75	405,818.75	0.00
Sheriff Contracted Services	692,335.73	689,348.23	2,987.50
Access fees-NonOakland Users	647,940.25	647,940.25	0.00
Rebilled Charges	157,596.15	4,772.56	152,823.59
Income from Investments	65,429.56	8,087.09	57,342.47
Capital Contributions	3,599,133.40	3,326,640.65	272,492.75
Reimb General	65.55	65.55	0.00
Gain (Loss) on Exchange of Assets	(2,262,115.27)	(2,262,115.27)	0.00
Operating Transfers In	1,590,131.00	1,584,936.00	5,195.00
TOTAL REVENUES	<u>6,896,742.96</u>	<u>4,676,420.40</u>	<u>2,220,322.56</u>
Operating Expenses:			
Salaries	1,106,937.55	1,106,937.55	0.00
Fringe Benefits	565,332.68	565,332.68	0.00
Communications	982,080.26	213,499.81	768,580.45
Equipment Repairs & Maintenance	74,446.52	74,446.52	0.00
Freight & Express	1,644.58	1,333.40	311.18
Indirect Costs	288,124.00	288,124.00	0.00
Membership Dues & Publications	1,705.40	1,705.40	0.00
Miscellaneous	602.66	602.66	0.00
Personal Mileage	708.66	708.66	0.00
Professional Services	1,073,748.08	1,073,748.08	0.00
Rebillable Services	137,147.65	0.00	137,147.65
Software Rental/Lease Purchase	10,862.28	10,762.49	99.79
Software Support/Maintenance	407,489.65	355,871.18	51,618.47
Travel & Conference	11,180.53	11,180.53	0.00
Travel Employee Taxable Meals	10.35	10.35	0.00
Workshops & Meetings	60.65	60.65	0.00
Adjustment of Prior Years Expense	297.00	297.00	0.00
Dry Goods and Clothing	1,030.00	1,030.00	0.00
Expendable Equipment Expense	59,533.65	57,228.65	2,305.00
Office Supplies	987.48	987.48	0.00
Parts & Accessories	5,727.69	3,707.10	2,020.59
Depreciation	3,009,519.05	3,009,519.05	0.00
Equipment Rental	0.00	0.00	0.00
Bldg. Space Cost Allocation	159,303.19	159,303.19	0.00
Info. Tech. - Development	276,725.88	276,725.88	0.00
Info. Tech. - Operations	404,962.33	404,962.33	0.00
Leased Vehicles	11,065.70	11,065.70	0.00
Mail Room	288.08	288.08	0.00
Print Shop	13,781.56	13,781.56	0.00
Telephone Communications	33,873.26	33,873.26	0.00
TOTAL EXPENSES	<u>8,639,176.37</u>	<u>7,677,093.24</u>	<u>962,083.13</u>
NET INCOME (LOSS)	(1,742,433.41)	(3,000,672.84)	1,258,239.43
NET ASSETS, OCTOBER 1, 2007	<u>11,199,022.89</u>	<u>4,169,685.48</u>	<u>7,029,337.41</u>
NET ASSETS, SEPTEMBER 30, 2008	<u><u>\$9,456,589.48</u></u>	<u><u>\$1,169,012.64</u></u>	<u><u>\$8,287,576.84</u></u>

<p align="center">CLEMIS - FUND 53500 Operating Transfers In - Fiscal Year 2008</p>
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Description	Amount
1st Qtr Operating Transfer for CLEMIS operating support from General Fund	\$361,000.00
2nd Qtr Operating Transfer for CLEMIS operating support from General Fund	361,000.00
Amend budget per resolution #08017- OCSD contract amendment for Lyon Twp	5,195.00
3rd Qtr Operating Transfer for CLEMIS operating support from General Fund	361,000.00
4th Qtr Operating Transfer for CLEMIS operating support from General Fund;net of FY 08 Budget Task	301,936.00
Operating Transfer from Radio Communications to CLEMIS for admin support thru 9-30-08	200,000.00
Total	<u>\$1,590,131.00</u>

CLEMIS FUND 53500
Fiscal Year 2008 – 4th Qtr
Brief Explanation of “Actuals”

Below are some comments for the CLEMIS Fund 4th quarter financial statements.

STATEMENT OF NET ASSETS

- CLEMIS Fund reports all monetary assets as Cash. Available cash is invested and managed by the Treasurer as a pool. Participating funds receive interest earnings based on their percentage of the invested daily cash balance each month.
- Accrued interest on investment is interest earned by the fund on its cash balance in the Treasurer’s pool of investments; interest is paid when investments mature.
- Aged Receivables includes billings for Jul-Sept 08 CLEMIS fees. Delinquent letters sent for accounts 30 days past due and will be contacted for collection of accounts 90 days past due.
- Due from Other Funds includes the amount due from Information Technology fund for the adjustment of FY 08 salaries and fringes for CLEMIS staff completing work for OCSD and billed as IT Development.
- Inventory consists of Livescan maintenance parts and supplies and is adjusted to actual per Inventory report submitted as of 09/30/08 by T. McRae.
- Deferred Charges includes the amount of obsolete LiveScan inventory sent to auction for resale. Items will be disposed in FY 2009.
- Prepaid items are the amount paid in advance for contracted hardware/software support.
- Capital Projects in Progress reflects the recognition of 2004 -2006 IBIS grant equipment purchases through 9/30/08 and the transfer of Jail Management system to Information Technology Fund.
- Deferred income includes the amounts billed to various agencies for Edge modem upgrade equipment and additional Mugshot equipment.
- Unrestricted – designated for projects decreased by the amount that was paid for the new and replacement fingerprint equipment through 9/30/08.

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

Revenue:

- In Car Terminals– All Other favorable due to the increase in additional external agencies participating and their related Edge devices.
- Access fees-NonOakland Users favorable primarily due to the addition of VanBuren Twp, Belleville, and Taylor PDs as Non-Oakland County agencies.
- Access fees-Police Depts/Other In Oakland reflects unfavorable variance due to budget projection based on slightly higher FTE count than actual.
- Sheriff Contracted Services is favorable primarily due to the internal service charge to Radio Communications fund legacy system for CAD support and maintenance provided by CLEMIS staff.
- Maintenance Contracts – Mugshot Capture Stn is favorable due to the addition of a few agencies participating after budget projection.
- Maintenance Contracts – LiveScan is unfavorable due to the new and replacement fingerprint equipment covered under warranty.
- Rebilled Charges is favorable due to the additional connectivity costs charged to the Tier 2.5 & 3.0 agencies which is offset by Rebilled charges expense. Also, includes Miscellaneous and Mugshot equipment billed to NonOakland County agencies.
- Planned Use of Balance is unfavorable and represents the offset to total expense; balance FY 08 budget.
- Income from Investments is favorable due to improved returns.

CLEMIS FUND 53500
Fiscal Year 2008 – 4th Qtr
Brief Explanation of “Actuals”

- Loss on Exchange of Assets is the transfer of the Jail Management system asset from CLEMIS fund to Information Technology Fund.
- Capital Contributions line item is favorable due to the recognition of COPSMORE grant purchases through 4th qtr FY08.

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

Expenses:

- Communications line item is unfavorable due to higher than anticipated connectivity costs associated with the addition of devices after budget projection.
- Equipment Repairs & Maintenance expense is favorable as Live Scan equipment is covered under warranty and eliminating the Valcom monthly maintenance fee.
- Indirect Costs unfavorable due to estimate subsequent to budget plan. Expense is based on the County's Indirect Cost Plan. It is intended to cover such services as Human Resources, Payroll, Accounting, Budgeting, Corp Counsel, etc.
- Professional Services is favorable primarily due to the timing of staff changing over from implementation phase of OakVideo project to support & maintenance of OakVideo operations.
- Rebillable Services unfavorable due to the additional communication costs for the Tier 2.5 & 3.0 agencies that are offset by the Rebilled Charges revenue line item.
- Software Purchases unfavorable due to additional purchases of development software tools/software for CLEMIS technicians.
- Software Support & Maint is favorable primarily due to the inclusion of the NetRMS maintenance that will be incorporated in the contract negotiations with Motorola for FY 09.
- Expendable Equipment unfavorable primarily due to equipment costs related to Mugshot and MDC operations.
- Parts & Accessories favorable due to the new and replacement Livescan equipment covered under warranty.
- Depreciation expense is favorable primarily due to budget projection included the depreciation of the Jail Mgmt system which is non-operational at this time and transferred asset to the Information Technology fund as of 9/30/08.
- Info Tech Development is unfavorable due to the additional assistance required for Records Mgmt System.
- Telephone Communications includes cell phone usage and is unfavorable as actual usage is higher than anticipated.
- Info Tech Operations includes an adjustment (\$40,727) for the CLEMIS Zero Variance of \$900,000 cap on internal service chgs.

**COUNTY OF OAKLAND
COPS MORE FUND
BALANCE SHEET, SEPTEMBER 30, 2008**

ASSETS

Current Assets:

Cash-Operating	\$ 294,321.15
Due from Federal Government	2,083,349.85
Due from Other Funds	<u>0.00</u>

Total Current Assets	<u>2,377,671.00</u>
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TOTAL ASSETS	\$ <u>2,377,671.00</u>
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LIABILITIES AND FUND EQUITY

Current Liabilities:

Vouchers Payable - COPS eligible	\$ 198,448.79
Vouchers Payable - Excess Match	0.00
Accounts Payable - COPS eligible	0.00
Accounts Payable - Excess Match	10,277.00
Due to Other Funds - COPS eligible	0.00
Due to Other Funds - Excess Match	0.00
Deferred Revenue - Federal	1,605,321.79
Deferred Revenue - Local	505,518.75
Deferred Revenue - State	<u>46,850.67</u>

Total Current Liabilities	2,366,417.00
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Fund Balance - Unreserved - designated	0.00
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Fund Balance - Excess County Match	<u>11,254.00</u>
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TOTAL LIABILITIES AND FUND EQUITY	\$ <u>2,377,671.00</u>
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**COUNTY OF OAKLAND
COPS MORE FUND
STATEMENT OF OPERATIONS
FOR FISCAL YEAR 1999 THROUGH FISCAL YEAR 2008**

	AMENDED BUDGET	FY 1999 ACTUAL	FY 2000 ACTUAL	FY 2001 ACTUAL	FY 2002 ACTUAL	FY 2003 ACTUAL	FY 2004 ACTUAL	FY 2005 ACTUAL	FY 2006 ACTUAL	FY 2007 ACTUAL	FY 2008 ACTUAL	TOTAL ACTUAL	EXCESS MATCH BALANCE	FAVORABLE (UNFAVORABLE) VARIANCE
OPERATING REVENUES:														
Grants - Federal	\$17,132,461.00	\$4,751,100.82	\$4,100,730.74	\$1,135,186.56	\$1,040,820.72	\$649,705.67	\$490,412.24	\$1,055,090.48	\$701,823.85	\$179,690.70	\$1,422,577.43	\$15,527,139.21	\$0.00	\$1,605,321.79
Local Match	5,395,041.00	1,496,129.62	1,291,326.99	357,472.15	327,756.20	204,593.41	236,697.54	249,983.88	221,005.53	56,584.90	447,972.03	4,889,522.25	0.00	505,518.75
Grants - State	500,000.00	138,657.76	119,677.14	33,129.68	30,375.67	18,961.23	21,936.57	23,167.90	20,482.25	5,244.15	41,516.98	453,149.33	0.00	46,850.67
Excess Local Match	1,809,715.15	195,605.56	422,968.70	470,565.45	115,406.22	86,288.85	496,621.62	11,981.75	(977.00)	0.00	0.00	1,798,461.15	11,254.00	0.00
TOTAL OPERATING REVENUES	24,837,217.15	6,581,493.76	5,934,703.57	1,996,353.84	1,514,358.81	959,549.16	1,245,667.97	1,340,224.01	942,334.63	241,519.75	1,912,066.44	22,668,271.94	11,254.00	2,157,691.21
OPERATING EXPENSES:														
SALARIES	669,286.11	37,474.69	347,853.01	138,904.86	166,950.96	169,101.74	(190,999.15)	0.00	0.00	0.00	0.00	669,286.11	0.00	0.00
SALARIES - EXCESS MATCH	95,514.88	0.00	0.00	0.00	0.00	0.00	88,101.61	7,413.27	0.00	0.00	0.00	95,514.88	0.00	0.00
FRINGE BENEFITS	246,147.36	12,622.11	127,241.59	52,183.88	59,746.76	64,597.02	(70,244.00)	0.00	0.00	0.00	0.00	246,147.36	0.00	0.00
FRINGE BENEFITS - EXCESS MATCH	44,913.59	0.00	0.00	0.00	0.00	0.00	41,322.11	3,591.48	0.00	0.00	0.00	44,913.59	0.00	0.00
CONTRACTUAL SERVICES:														
Adjust Prior Years expenditure	261,243.15	0.00	0.00	0.00	0.00	0.00	261,243.15	0.00	0.00	0.00	0.00	261,243.15	0.00	0.00
Professional Services	1,243,043.53	195,605.56	422,968.70	305,565.45	115,406.22	86,288.85	117,208.75	977.00	(977.00)	0.00	0.00	1,243,043.53	0.00	0.00
AVL	165,000.00	0.00	0.00	165,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	165,000.00	0.00	0.00
TOTAL CONTRACTUAL SVCS	1,669,286.68	195,605.56	422,968.70	470,565.45	115,406.22	86,288.85	378,451.90	977.00	(977.00)	0.00	0.00	1,669,286.68	0.00	0.00
CAPITAL OUTLAY:														
CLEMIS RMS/CAD Upgrade	8,948,872.11	3,678,345.96	1,088,457.75	579.40	105,092.81	212,179.75	289,305.01	637,267.92	0.00	41,342.86	1,121,637.09	7,174,208.55	0.00	1,774,663.56
Mobile Data Computers	4,858,478.06	1,445,750.00	2,082,315.06	1,031,403.20	64,407.85	199,842.05	34,759.90	(168.41)	2,482.44	0.00	(5,087.25)	4,855,704.84	0.00	2,773.22
Desktop Computers	915,030.16	0.00	179,224.00	67,732.00	637,309.00	9,565.16	1,200.00	0.00	0.00	0.00	803.52	895,833.68	0.00	19,196.48
Video Arraignment	229,392.15	0.00	0.00	0.00	0.00	147,253.90	24,666.35	119,944.52	300,789.00	5,444.00	0.00	598,097.77	0.00	(368,705.62)
Mobile Enabling Kits	1,638,262.03	405,495.44	408,091.15	125,304.95	109,549.61	11,959.27	0.00	(115,028.00)	0.00	0.00	0.00	945,372.42	0.00	692,889.61
Mobile Data System Upgrade	1,110,125.85	57,500.00	884,966.75	4,659.10	0.00	0.00	0.00	0.00	45,033.64	0.00	277,580.00	1,269,739.49	0.00	(159,613.64)
In-Vehicle Printers	520,433.82	0.00	433.82	0.00	0.00	0.00	0.00	0.00	0.00	0.00	508,984.41	509,418.23	0.00	11,015.59
Mugshot	1,921,713.19	0.00	0.00	0.00	3,768.60	0.00	660,358.24	686,226.23	443,026.55	167,132.89	166,925.10	2,127,437.61	0.00	(205,724.42)
Wide Area Network Costs	650,000.00	650,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	650,000.00	0.00	0.00
CAD Workstations	486,708.16	0.00	347,405.74	64,476.00	31,065.00	43,761.42	0.00	0.00	0.00	0.00	5,803.57	492,511.73	0.00	(5,803.57)
Crime Analysis Software	534,315.00	0.00	0.00	0.00	119,315.00	15,000.00	0.00	0.00	151,980.00	27,600.00	(164,580.00)	149,315.00	0.00	385,000.00
Printers	200,038.00	0.00	45,746.00	40,545.00	101,747.00	0.00	0.00	0.00	0.00	0.00	0.00	188,038.00	0.00	12,000.00
GIS / Road Centerline File	98,700.00	98,700.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	98,700.00	0.00	0.00
TOTAL CAPITAL OUTLAY	22,112,068.53	6,335,791.40	5,036,640.27	1,334,699.65	1,172,254.87	639,561.55	1,010,289.50	1,328,242.26	943,311.63	241,519.75	1,912,066.44	19,954,377.32	0.00	2,157,691.21
TOTAL OPERATING EXPENSES	24,837,217.15	6,581,493.76	5,934,703.57	1,996,353.84	1,514,358.81	959,549.16	1,256,921.97	1,340,224.01	942,334.63	241,519.75	1,912,066.44	22,679,525.94	0.00	2,157,691.21
OPERATING INCOME (LOSS)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$11,254.00)	\$0.00	\$0.00	\$0.00	\$0.00	(\$11,254.00)	\$11,254.00	(\$11,254.00)
NONOPERATING REVENUE (EXPENSE)														
Transfers In	0.00	0.00	0.00	0.00	0.00	0.00	11,254.00	0.00	0.00	0.00	0.00	11,254.00	0.00	11,254.00
TOTAL EXCESS REVENUES	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$0.00)	\$11,254.00	(\$0.00)

FINANCIAL STATUS REPORT

(Short Form)

(follow instructions on the back)

1. Federal Agency and Organizational Element to which Report is Submitted U.S. Dept. of Justice Office of Justice Programs		2. Federal Grant or Other Identifying Number Assigned By Federal Agency 1999CLWX0239		OMB Approval No. 0348-0038	Page 1 of 1 Pages
3. Recipient Organization (Name and complete address, including ZIP code) Oakland County Law Enforcement Consortium 1200 N. Telegraph Road Pontiac, MI 48341-0470					
4. Employer Identification Number 386004876		5. Recipient Account Number or Identifying Number MI096ZZ		6. Final Report <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
7. Basis <input type="checkbox"/> Cash <input checked="" type="checkbox"/> accrual					
8. Funding/Grant Period (See instructions) From: (Month, Day, Year) 4/30/1999		To: (Month, Day, Year) 9/30/2009		9. Period Covered by this Report From: (Month, Day, Year) 7/1/2008	
To: (Month, Day, Year) 9/30/2008					
10. Transactions:		I Previously Reported	II This Period	III Cumulative	
a. Total Outlays		20,225,584.08	445,777.93	20,671,362.01	
b. Recipient share of outlays		5,177,749.54	114,119.15	5,291,868.69	
c. Federal share of outlays		15,047,834.54	331,658.78	15,379,493.32	
d. Total unliquidated obligations				198,448.79	
e. Recipient share of unliquidated obligations				50,802.89	
f. Federal share of unliquidated obligations				147,645.90	
g. Total Federal share (Sum of lines c and f)				15,527,139.22	
h. Total Federal funds authorized for this funding period				17,132,461.00	
i. Unobligated balance of federal funds (Line h minus line g)				1,605,321.78	
11. Indirect Expense		a. Type of Rate (Place "X" in appropriate box) <input type="checkbox"/> Provisional <input type="checkbox"/> Predetermined <input type="checkbox"/> Final <input type="checkbox"/> Fixed			
b. Rate		c. Base	d. Total amount	e. Federal share	
12. Remarks: Attach any explanations deemed necessary or information required by Federal sponsoring agency in compliance with governing legislation. Total outlays and Federal share of outlays for this period (lines 10 (a) (II) and 10 (c) (II) have been adjusted to reflect the deduction of prior years' unallowed costs totaling \$5,384.25 per a letter to Oakland County dated Sept. 4, 2008 from Michael T. Carey, Lead Grant Monitoring Specialist, DOJ.					
13. Certification: I certify to the best of my knowledge and belief that this report is correct and complete and that all outlays and unliquidated obligations are for the purposes set forth in the award documents.					
Typed or Printed Name and Title Robert J. Daddow, Deputy County Executive			Telephone (Area code, number and extension) (248) 858-1650		
Signature of Authorized Certifying Official			Date Report Submitted:		

COPS MORE Financial Status Report Information - September 30, 2008**CASH EXPENDITURES CALCULATION:**

Total Expenditures reported on Statement of Operations		\$22,679,525.95
Less ineligible expenditures paid from excess match		(1,809,715.15)
Total eligible expenditures = sum of FSR line 10 (a)(III) + line 10 (d) (\$20,671,362.01 + \$198,448.79)		<hr/> 20,869,810.80
Less unliquidated obligations (COPS eligible):		
Vouchers Payable	(\$198,448.79)	
Accounts Payable	0.00	
Due to Other Funds	0.00	
Total eligible unliquidated obligations - FSR line 10 (d)		<hr/> (198,448.79)
Total cash outlays - FSR line 10 (a)(III)		<hr/> \$20,671,362.01 <hr/>

Additional Information:

FSR line item 10 (g) equals Revenue - Grants - Federal: Total actual to date: \$15,527,139.21 per Statement of Operations.

FSR line item 10 (i) equals Revenue - Grants - Federal: Variance (balance remaining for Federal reimbursement): \$1,605,321.79 per Statement of Operations.

COPS MORE GRANT

Summary of Costs - through 09/30/2008

	Approved/Amended <u>Budget</u> (5)	Expenditures <u>to Date</u>	Balance <u>Remaining</u>
Equipment:			
CLEMIS RMS/CAD Upgrade	\$8,948,872.11	\$7,174,208.55	\$1,774,663.56
Mobile Data System Upgrade	1,110,125.85	1,269,739.49	(159,613.64)
Wide Area Network Costs	650,000.00	650,000.00	0.00
Crime Analysis Software	534,315.00	149,315.00	385,000.00
GIS / Road Centerline File	98,700.00	98,700.00	0.00
Mobile Data Computers	4,858,478.06	4,855,704.84	2,773.22
Mobile Enabling Kits	1,638,262.03	945,372.42	692,889.61
In-Vehicle Printers	520,433.82	509,418.23	11,015.59
CAD Workstations	486,708.16	492,511.73	(5,803.57)
Desktop Computers	915,030.16	895,833.68	19,196.48
Printers	200,038.00	188,038.00	12,000.00
Mugshot	1,921,713.19	2,127,437.61	(205,724.42)
Video Arraignment	229,392.15	598,097.77	(368,705.62)
Total Equipment Costs	22,112,068.53	19,954,377.32	2,157,691.21
Contractual Services/Excess Match:			
Adjust prior years expenditure	261,243.15	261,243.15	0.00
Professional Services	1,243,043.53	1,243,043.53	0.00
AVL	165,000.00	165,000.00	0.00
Additional Salaries/Fringes	140,428.47	140,428.47	0.00
Total Contractual/Excess Match	1,809,715.15	1,809,715.15	0.00
Personnel:			
Salaries	669,286.11	669,286.11	0.00
Fringe Benefits	246,147.36	246,147.36	(0.00)
Total Personnel Costs	915,433.47	915,433.47	(0.00)
TOTAL	<u>\$24,837,217.15</u>	<u>\$22,679,525.95</u>	<u>\$2,157,691.21</u>

Notes:

- 1) Most professional service expenditures are paid out of excess County match.
- 2) Grant modification # 3 approved by COPS MORE office in November 2001 and is reflected in budget above.
- 3) Additional appropriation approved by Misc. Resolution #01031 for \$924,000 (\$197K Salaries, \$79K Fringes, \$318K Prof. Svcs., \$330K AVL). This is considered 'Excess Match'.
- 4) Adjust prior years expenditure is the refund of \$261,243.15 to the U.S. Dept. of Justice in March, 2004 for prior years' disallowed Salaries and Fringes. Personnel costs for Salaries and Fringes charged to the Federal grant have been reduced by the disallowed amount.
- 5) COPS MORE office approved the total overall budget and did require Oakland County to shift budget between allowable components.