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VICE-CHAIRPERSON
DEB NOLAN

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DON VICKERS

LAW ENFORCEMENT COMMITTEE
VICTOR CELENTINO, CHAIR
DIANNE HOLMAN
DEBBIE DE LEON
DALE COPELGE
RANDY SCHAFER
VINCE DRAGONETTI

INGHAM COUNTY BOARD OF COMMISSIONERS

P.O. Box 319, Mason, Michigan 48854 Telephone (517) 676-7200 Fax (517) 676-7264

THE LAW ENFORCEMENT COMMITTEE WILL MEET ON THURSDAY, JULY 14, 2011 AT 6:00 P.M., IN THE PERSONNEL CONFERENCE ROOM (D & E), HUMAN SERVICES BUILDING, 5303 S. CEDAR, LANSING.

Agenda

Call to Order

Approval of the [June 16, 2011 Minutes](#)

Additions to the Agenda

Limited Public Comment

1. Sheriff's Office
 - a. Update on Inmate Billing Program (*No Materials*)
 - b. Resolution to Enter Into an Agreement with the City of Lansing to Accept the 2011 Local [Jag Grant](#) from the Department of Justice
 - c. Resolution to Amend the Delhi Township Police Services Contract by Adding a [School Resource Officer](#)
2. Community Corrections Advisory Board - Resolution Authorizing Entering Into a Contract with the City of Lansing for an Allocation of Funds to Ingham County/City of Lansing [Community Corrections](#) for the City 2011-2012 Fiscal Year
3. Controller's Office/Ingham County Building Authority - Resolution Authorizing the Ingham County Building Authority to Proceed with the Ingham County Consolidated 911 Dispatch Center Project with a Revised Project Design (*Materials to be Distributed Under Separate Cover*)
4. Board Referral - Letter from McCartney & Company, P.C. with the [Annual Accounting](#) for the Ingham County 9-1-1 Service District Attached

Announcements

Public Comment

Adjournment

**PLEASE TURN OFF CELL PHONES OR OTHER ELECTRONIC
DEVICES OR SET TO MUTE OR VIBRATE TO AVOID
DISRUPTION DURING THE MEETING**

The County of Ingham will provide necessary reasonable auxiliary aids and services, such as interpreters for the hearing impaired and audio tapes of printed materials being considered at the meeting for the visually impaired, for individuals with disabilities at the meeting upon five (5) working days notice to the County of Ingham. Individuals with disabilities requiring auxiliary aids or services should contact the County of Ingham in writing or by calling the following: Ingham County Board of Commissioners, P.O. Box 319, Mason, MI 48854 Phone: (517) 676-7200. A quorum of the Board of Commissioners may be in attendance at this meeting. Meeting information is also available on line at www.ingham.org.

LAW ENFORCEMENT COMMITTEE

June 16, 2011

Minutes

Members Present: Victor Celentino, Dianne Holman, Debbie De Leon, Dale Copedge, Randy Schafer, Vince Dragonetti, and Board Chairperson Grebner

Members Absent: None

Others Present: John Neilsen, Mary Sabaj, Jim Webster, Bryian Bobo, and others

The meeting was called to order by Chairperson Celentino at 6:00 p.m. in the Personnel Conference Room “D & E” of the Human Services Building, 5303 S. Cedar Street, Lansing.

Approval of the June 2, 2011 Minutes

The June 2, 2011 Minutes were accepted as amended.

The Minutes were amended to reflect the conversation between Comm. Dragonetti and Chief Deputy Harless as follows:

“Comm. Dragonetti asked the reason for establishing a fee to issue a certificate of registration for a Precious Metal and Gem Dealer License. Chief Deputy Harless explained that a former police officer and fire arms dealer asked for a certificate.”

After the approval of the minutes, as amended, Comm. Celentino provided the Committee with a meeting announcement for the Controller’s 2012 Budget Review Schedule. The meeting will be held on Tuesday, June 28, 2011 from 9:30 a.m. to 11:55 a.m. and located at the Hilliard Building, Conference Room B.

Additions to the Agenda

3. Late – Update Mr. Neilsen on the 911 Consolidation

Limited Public Comment

None.

2. Community Corrections Advisory Board

- b. Resolution Authorizing Submission of a Grant Application and Entering into a Contract with the Michigan Department of Corrections for Ingham County/City of Lansing Community Corrections and Authorizing Entering into Subcontracts for Community Corrections Programs for FY 2011-2012

MOVED BY COMM. COPELGE, SUPPORTED BY COMM. SCHAFFER, TO APPROVE THE RESOLUTION AUTHORIZING SUBMISSION OF A GRANT APPLICATION AND ENTERING INTO A CONTRACT WITH THE MICHIGAN DEPARTMENT OF CORRECTIONS FOR INGHAM COUNTY/CITY OF LANSING COMMUNITY CORRECTIONS AND AUTHORIZING ENTERING INTO SUBCONTRACTS FOR COMMUNITY CORRECTIONS PROGRAMS FOR FY 2011-2012.

MOTION CARRIED UNANIMOUSLY.

1. Interviews - Community Corrections Advisory Board

The Committee interviewed Cynthia Johnson for the Community Corrections Advisory Board's Adult Probation vacancy.

MOVED BY COMM. DELEON, SUPPORTED BY COMM. SCHAFER, TO APPOINT CYNTHIA JOHNSON TO THE COMMUNITY CORRECTIONS ADVISORY BOARD.

MOTION CARRIED UNANIMOUSLY.

(Comm. Grebner arrived at 6:04 p.m.)

2. Community Corrections Advisory Board

- a. Presentation on Jail Utilization Data, Mary Sabaj (*Materials to be Handed Out at the Meeting*)

Mr. Neilsen briefed the Committee on the jail capacity and number of beds leased after a jail post closing.

Ms. Sabaj and Mr. Webster provided a "Jail Utilization" handout dated June 16, 2011 to the Committee.

Ms. Sabaj overviewed the numbers related to capacity, average daily population, overcrowding, and number of releases. She explained the decline in jail bookings, jail bookings to early releases and possible contributing factors for the jail population decline, as well as, the seasonal increases in jail population.

Ms. Sabaj stated that in 2009 the Sentinel Electronic Monitoring (EM) Program was implemented, in 2010 federal grant funds were available to cover the cost of electronic monitoring of indigent offenders, and as of April 2011 due to the EM grant fund depletion new enrollments were terminated. She noted the grant funds assisted in managing resources, but expects the funds could be available until February 2012. Comm. De Leon asked how much the grant was for and how long the grant funds have lasted. Ms. Sabaj stated \$115,669 and from October 2010 to February 2012, estimated.

Ms. Sabaj noted that in 2011 a Pretrial Services Investigator position and community supervision component were added for pretrial defendants. Also, in 2011 the local jail beds were reduced from 472 to 408. There was a brief discussion of electronic monitoring in lieu of jail time, a reduction of jail time and the cost of electronic monitoring versus jail beds. Ms. Sabaj stated she is working on a proposal that would lower the County daily rates. The conversation continued to include the rates paid for leasing beds and reimbursement income. Comm. Grebner, Comm. Schafer and Comm. Dragonetti expressed their concern of overhead costs. Mr. Neilsen stated that the daily rate takes into consideration all expenses including for example the structure and administrative costs. He also noted that there is competition to lease beds.

Comm. Dragonetti asked what percent are indigent. Mr. Webster provided the Committee with current statistics and forecasted a continued decline in jail bookings. Comm. Grebner asked why the Friend of the Court numbers declined. Mr. Webster explained the priority had changed from arrest to seizure.

Comm. Grebner expressed his concern regarding the number of people being sent to prison rather than jail, renting more beds than what is specified in a contract, abuse of tethering, and funding by means of bed allocation, specifically, people making decisions with no constraints. Comm. Grebner stated in 2013 he would like to consider funding by means of bed allocation and close another jail post. He noted that closing a jail post last year was a good decision.

Ms. Sabaj stated that she did not have the specific numbers of those residing in Ingham County sent to prison, there are sufficient beds, and tethering eligibility is reviewed and enforced by Community Corrections which includes communication with the Judges. She also stated that bed allocation would require communication with the Judges.

3. Update – Mr. Neilsen update on the 911 Consolidation

Mr. Neilsen explained that bids were received last week for the 9-1-1 Center. However, the mechanical bid was significantly over budget. He stated four bids were received for mechanical and that one bid was received for electronics which was not opened because the intent is to rebid. It is also likely that the electrical bid was over budget because the mechanical and electrical are very closely related. Mr. Neilsen noted that no local sub-contractors bid on the electrical. The electrical bids will also be rebid in hopes of getting more participation.

Mr. Neilsen asked Clark Construction, the construction manager to provide revised cost saving plans and specifications to those four sub-contractors who responded to the mechanical bids so they may rebid.

Comm. Celentino asked if there was a reason for the high bids and lack of response. Mr. Neilsen stated it was his opinion that there were other larger projects that were accepting bids at the same time as the County's 9-1-1 Center Project.

Mr. Neilsen explained that rebidding will delay the project from 3 to 4 weeks depending on sub-contractor response and Building Authority review. He stated the goal is to get closer to the budget which could include narrowing the Scope of Work, a smaller building and/or no LEED Certification. He noted that if changes were not significant there may be a need to increase the budget.

Comm. Copedge asked who prepared the estimates in the bid packages. Mr. Neilsen stated the construction manager.

Comm. De Leon expressed her concern of the potential delay in entering into a project labor agreement (PLA) with the sub-contractors and asked if the agreement could be signed while moving forward on the revisions. Mr. Neilsen stated that the construction manager is in the process of getting the PLA signed.

Comm. Schafer expressed his concern of increased costs associated with PLAs, and that the original estimate of \$3.6 million did not consider a PLA. Mr. Neilsen noted that the original building was smaller.

The next update will be at the July 14, 2011 meeting.

Announcements

Comm. De Leon wished Comms. Copedge and Schafer a belated Happy Birthday.

Public Comment

None.

The meeting adjourned at approximately 6:56 p.m.

Respectfully submitted,

Julie Buckmaster

**JULY 14, 2011 LAW ENFORCEMENT AGENDA
STAFF REVIEW SUMMARY**

This portion of the agenda is for a discussion item:

1a. Sheriff's Office - Update on Inmate Billing Program

RESOLUTION ACTION ITEMS:

The Deputy Controller is recommending approval of the following resolution:

1b. Sheriff's Office - Resolution to Enter Into an Agreement with the City of Lansing to Accept the 2011 Local Jag Grant from the Department of Justice

This resolution will authorize Ingham County to enter into a Interlocal agreement between Ingham County and the City of Lansing to accept the \$10,871.00 allocated portion of the 2011 Local JAG grant . These funds would be used for computer upgrades for patrol vehicle laptops for the new 911 Center and vision cad. (See attached memo from Major Joel Maatman.)

1c. Sheriff's Office - Resolution to Amend the Delhi Township Police Services Contract by Adding a School Resource Officer

This resolution will authorize amending the current Police Service Contract for the Charter Township of Delhi effective August 1, 2011 through December 31, 2014, by increasing the contract by the costs of an additional Deputy for the duration of the contract. This contract position to be titled "School Resource Officer" will be funded by the Charter Township of Delhi and the Holt Public Schools. The primary duties of the School Resource Officer will be an assignment at the Holt Public Schools for school related activities.

2. Community Correction Advisory Board (CCAB) - Resolution Authorizing Entering Into a Contract with the City of Lansing for an Allocation of Funds to Ingham County/City of Lansing Community Corrections for the City 2011-2012 Fiscal Year

This resolution will authorize the annual renewal of a contract with the City of Lansing for \$12,500, to be used to support CCAB administrative costs and collaborative efforts with the 54-A District Court and Probation Office. (See attached memo from Mary Sabaj, CCAB Manager.)

3. Controller's Office/Ingham County Building Authority - Resolution Authorizing the Ingham County Building Authority to Proceed with the Ingham County Consolidated 911 Dispatch Center Project with a Revised Project Design

Materials to be distributed under separate cover.

MEMORANDUM

TO: Law Enforcement and Finance Committees

FROM: Major Joel Maatman

DATE: June 24, 2011

RE: 2011 Local JAG Grant

This is resolution requesting the Ingham County Sheriff's Office, be allowed to accept a \$10,871.00 from the 2011 Local JAG Grant.

Funds received from this grant will be used for technology upgrades for the Sheriff's Office.

There are NO financial implications for accepting this donation for the county.

Thank you.

Introduced by the Law Enforcement and Finance Committees of the:

INGHAM COUNTY BOARD OF COMMISSIONERS

**RESOLUTION TO ENTER INTO AN AGREEMENT WITH THE CITY OF LANSING TO ACCEPT
THE 2011 LOCAL JAG GRANT FROM THE DEPARTMENT OF JUSTICE**

WHEREAS, the City of Lansing Police Department and the Ingham County Sheriff's Office were allocated \$128,947.00 from the 2011 Local JAG grant from the Department of Justice; and

WHEREAS, the City of Lansing is the fiduciary of this grant; and

WHEREAS, the Ingham County Sheriff's Office portion allocated from this grant is \$10,871.00; and

WHEREAS, part of the application process to receive this funding from the 2011 Local JAG grant, Ingham County must enter into a Interlocal agreement with the City of Lansing allowing for disbursement of allocated funds to both government police agencies; and

WHEREAS, the portion allocated for the Ingham County Sheriff's Office will be spent on technology upgrades.

THEREFORE BE IT RESOLVED, that the Ingham County Board of Commissioners authorizes Ingham County to enter into a Interlocal agreement between Ingham County and the City of Lansing to accept the \$10,871.00 allocated portion of the 2011 Local JAG grant.

BE IT FURTHER RESOLVED, that the Ingham County Board of Commissioners directs the Controller/Administrator to make the necessary budget adjustments in the Ingham County Sheriff's Office 2011 budget.

BE IT FURTHER RESOLVED, that the Ingham County Board of Commissioners authorizes the Board Chair and Sheriff to sign any necessary contract documents that are consistent with this resolution and approved as to form by the County Attorney.

Introduced by the Law Enforcement and Finance Committees of the:

INGHAM COUNTY BOARD OF COMMISSIONERS

**RESOLUTION TO AMEND THE DELHI TOWNSHIP POLICE SERVICES CONTRACT
BY ADDING A SCHOOL RESOURCE OFFICER**

WHEREAS, the Charter Township of Delhi and the Holt Public Schools have collaborated to fund a Deputy Sheriff; and

WHEREAS, both entities have agreed this Deputy Sheriff will be titled School Resource Officer; and

WHEREAS, the primary duties of the School Resource Officer will be at the Holt Public Schools and School related activities; and

WHEREAS, the Deputy Sheriff/School Resource Officer will begin their assignment on August 1, 2011; and

WHEREAS, the Ingham County Sheriff's Office and Budget office have determined the cost to be \$108,648 for 2011/12 school year, \$110,869 for the 2012/13 school year; and \$113,520 for the 2013/14 school year.

THEREFORE BE IT RESOLVED, the Ingham County Board of Commissioners approves amending the current Police Service Contract for the Charter Township of Delhi effective August 1, 2011 through December 31, 2014 by increasing the contract by \$108,648 for the 2011/12 school year, \$110,869 for the 2012/13 school year, and \$113,520 for the 2013/14 school year.

BE IT FURTHER RESOLVED, the Ingham County Board of Commissioners approves adding one contract Deputy Sheriff Position to the Sheriff's Office roster for the duration of this contract subject to the availability of contract funds.

BE IT FURTHER RESOLVED, the Ingham County Board of Commissioners directs the Controller/Administrator and Budget Office to make the necessary adjustments to the Ingham Sheriff's Office Budgets and Position Allocation list.

BE IT FURTHER RESOLVED, the Ingham County Board of Commissioners authorizes the Board Chairperson, the County Clerk and the Sheriff to sign all necessary contract documents consistent with this Resolution upon review and approval as to form by the County Attorney.

Agenda Item 2

TO: Law Enforcement and Finance Committees
FROM: Mary Sabaj
Community Corrections Manager
DATE: July 6, 2011
RE: Contract with the City of Lansing for FY 2011-2012

This Resolution approved entering a contract with the City of Lansing for \$12,500 to be used to support CCAB administrative costs and collaborative efforts with the 54-A District Court and Probation Office.

The contract allocates the funds as follows:

CCAB Manager Personnel Costs	\$ 5,740
CCAB Operating Expenses:	\$ 6,760
Staff Consultant Contract	\$5,740
Public Education & Training	\$1,020
Total	\$12,500

Collaborative Efforts with the 54-A District Court and Probation Office include the following:

Work with 54-A Probation, MidSouth, treatment providers, and jail personnel, to facilitate and coordinate substance abuse assessments and the transfer of 54-A District Court sentenced inmates from the jail to residential treatment programs.

Include 54-A District Court and Probation personnel in 100% of all Jail Utilization Coordinating Committee (JUCC) meetings and/or other related meetings and activities.

Obtain FY2011-2012 State of Michigan Department of Corrections – Office of Community Corrections funding for community-based sanctions and services to be used in reduction of or in lieu of jail time.

Provide jail resource utilization information to increase awareness regarding utilization by responding to specific data requests from 54-A District Court Judges and Probation in cases where the data is available and by distributing the following data reports on an ongoing basis to 54-A District Court and Probation personnel.

Co-sponsor “Women Achieving Success” (WAS) education and training workshops for women probationers and parolees in collaboration with the Circuit Court, 54-A and 55th District Courts for the purpose of providing information and resources for taking control of their lives and maintaining successful and productive lives in the community.

Provide an in-jail education opportunity for inmates to begin the process of change by gaining an understanding of basic cognitive change skills.

Introduced by Law Enforcement and Finance Committees of the:

INGHAM COUNTY BOARD OF COMMISSIONERS

**RESOLUTION AUTHORIZING ENTERING INTO A CONTRACT WITH THE CITY OF LANSING
FOR AN ALLOCATION OF FUNDS TO INGHAM COUNTY/CITY OF LANSING COMMUNITY
CORRECTIONS FOR THE CITY 2011-2012 FISCAL YEAR**

WHEREAS, the Michigan Community Corrections Act of 1988 (PA511) authorizes the establishment of a Community Corrections Advisory Board (CCAB) and Community Corrections programming; and

WHEREAS, Ingham County and the City of Lansing formed a joint CCAB in 1990; and

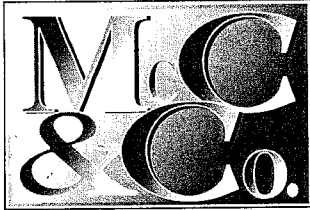
WHEREAS, a Comprehensive Community Corrections Plan was approved by the Ingham County Board of Commissioners and the Lansing City Council; and

WHEREAS, an annual submission of an application that identifies planned priorities and strategies to be implemented for the upcoming State fiscal year (FY 2011- 2012) was approved by the Ingham County Board of Commissioners and is pending approval by the Lansing City Council; and

WHEREAS, the City of Lansing approved an allocation of \$12,500 to be used to assist with CCAB administration and to support collaborative efforts with the City of Lansing, 54-A District Court and 54-A District Court Probation Department.

THEREFORE BE IT RESOLVED, that the Ingham County Board of Commissioners approves entering into a contract with the City of Lansing for \$12,500 for the time period of July 1, 2011 through June 30, 2012.

BE IT FURTHER RESOLVED, that the Chairperson of the Board of Commissioners and the County Clerk are authorized to sign any necessary contracts and/or subcontracts consistent with this resolution subject to approval as to form by the County Attorney.



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Certified Public Accountants
2121 University Park Drive,
Suite 150 • Okemos, Michigan 48864
Telephone (517) 347-5000
Fax (517) 347-5007

AGENDA ITEM #

4

James E. McCartney, CPA
Jeffery A. Irwin, CPA
Edward B. Rebman, CPA
Susan J. Schanski, CPA



June 10, 2011

Chairperson
Ingham County Board of Commissioners
County Building
Mason, MI 48854


Dear Sir or Madam:

You will find enclosed an annual accounting for the Ingham County 9-1-1 Service District. Section 405 of Senate Bill No. 303 of 1986 requires that telephone service providers of each service district prepare an annual accounting of the 9-1-1 technical (network) revenues and expenses.

We have been retained by the service providers listed on the attached statement to compile this information. This report provides your district's information for each listed provider of 9-1-1 service in your district. The over (under) collection amount may result in a change in the 9-1-1 technical rate. Rate changes are generally done annually in May to be effective July 1.

If you have any questions regarding the information, please contact our office.

Very truly yours,


Edward B. Rebman *EB*

EBR:kp
Enclosures
cc: 911 coordinator

RECEIVED
JUN 13 2011

INGHAM COUNTY

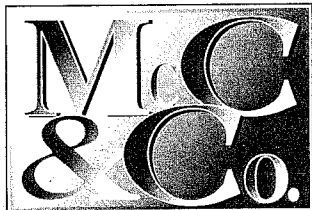
E911 Technical Surcharge Pool

Financial Statements

December 31, 2010 and 2009

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Susan J. Schanski, CPA



Accountant's Compilation Report

Telephone Service Suppliers
Ingham County E911 Technical Surcharge Pool
Okemos, MI

We have compiled the accompanying statements of trust assets and liabilities of the Ingham County E911 Technical Surcharge Pool (an association) as of December 31, 2010 and 2009, and the related statements of trust receipts and expenditures and cash flows for the years then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Telephone Service Suppliers are responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the Telephone Service Suppliers in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

We are not independent with respect to the Ingham County E911 Technical Surcharge Pool.

McCartney & Company, P.C.

May 19, 2011

Ingham County E911 Technical Surcharge Pool
 (An Association)
 Statements of Trust Assets and Liabilities
As of December 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Current Assets		
Equity in Common Funds	\$ 4,410	\$ 33,071
Accounts Receivable - Service Suppliers	<u>43,878</u>	<u>31,365</u>
Total Current Assets	<u>\$ 48,288</u>	<u>\$ 64,436</u>
Current Liabilities		
Accounts Payable - Service Suppliers	\$ 41,758	\$ 54,640
Service Users	<u>6,530</u>	<u>9,796</u>
Total Current Liabilities	<u>\$ 48,288</u>	<u>\$ 64,436</u>

See accountant's report and notes to the financial statements.

Ingham County E911 Technical Surcharge Pool
 (An Association)
 Statements of Trust Receipts and Expenditures
For the Years Ended December 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Receipts - Technical Surcharges	\$ 275,121	\$ 281,972
Expenditures - Provision of Service	<u>278,387</u>	<u>310,796</u>
Deficit of Receipts Over Expenditures	(3,266)	(28,824)
Accounts Payable - Service Users, Beginning of Year	<u>9,796</u>	<u>38,620</u>
Accounts Payable - Service Users, End of Year	<u>\$ 6,530</u>	<u>\$ 9,796</u>

See accountant's report and notes to the financial statements.

Ingham County E911 Technical Surcharge Pool
 (An Association)
 Statements of Cash Flows
For the Years Ended December 31, 2010 and 2009

	2010	2009
Cash Flows from Operating Activities		
Accounts Receivable	\$ (12,513)	\$ (4,579)
Accounts Payable	(16,148)	(914)
Net Cash Flows Used by Operating Activities	(28,661)	(5,493)
Decrease in Common Funds	(28,661)	(5,493)
Equity in Common Funds, Beginning of Year	33,071	38,565
Equity in Common Funds, End of Year	\$ 4,410	\$ 33,071

See accountant's report and notes to the financial statements.

Ingham County E911 Technical Surcharge Pool
(An Association)

Notes to Financial Statements

Note 1 - Nature of Activities

The Ingham County E911 Technical Surcharge Pool (Pool) is an unincorporated association of suppliers of emergency (911) telephone service within Ingham County, in the State of Michigan. It was formed to provide for the settlement of costs between suppliers as required by Public Act 32 (P.A. 32) of 1986, as amended.

The service suppliers for this Pool are Verizon North, Inc., AT&T, Springport Telephone Company, Verizon South, Inc., Shiawassee Telephone Company, TDS Metrocom, Matrix Telecom, Comcast, Century of Michigan and Telnet. In accordance with P.A. 32, these suppliers are entitled to recovery of costs as defined by the statute. In addition, the statute requires uniform billing on a geographic basis. Each supplier reports its billings and costs. These amounts are then pooled and settlements for over or under collections are made.

Note 2 - Significant Accounting Policies

Basis of Accounting: These financial statements are prepared on the accrual basis of accounting. Receipts are recorded when billed and expenditures are recorded based upon the provisions of tariffs filed with the Michigan Public Service Commission.

Trust Funds: All funds within the pool are held in trust solely for the service suppliers. Since the statute mandates cost recoveries, there is no income, loss or corresponding fund balance. Due to the nature of the Pool, taxes on income are not applicable. Accordingly, these financial statements do not reflect a provision for income taxes and the Pool has no other tax positions which must be considered for disclosure

Accounts Receivable or Payable - Service Users: These amounts represent future billings or refunds to adjust for the over or under collection of telephone surcharges from the service users. These adjustments are normally made on an annual basis.

Accounts Receivable or Payable - Service Suppliers: These amounts represent the corresponding contra asset or liability to the Accounts Receivable or Payable - Service Users and are amounts due to or from the service suppliers.

Equity or Deficiency in Common Funds: The service suppliers utilize a common bank account for the seventy-nine service districts within the State of Michigan. Equity or Deficiency in Common Funds represents the Pool's cash and cash equivalents or advances from this bank account. Cash and cash equivalents consist of cash on deposit and short-term investments with maturities of three months or less. Interest earnings, generally immaterial, are credited to the various pools to reduce reported costs.

Technical Surcharges: Technical surcharges represent the monthly billings by the telephone service suppliers. These amounts are determined in accordance with the provisions of P.A. 32 and are subject to maximum caps as stipulated by that statute.

Ingham County E911 Technical Surcharge Pool
(An Association)

Notes to Financial Statements

Note 2 - Continued

Expenditures: Expenditures represent the costs of providing the emergency telephone network, switching, billing and collection and similar amounts.

Bad Debts: No provision for bad debt expense or allowance for uncollectible amounts is deemed necessary.

Use of Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the suppliers to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Note 3 - Surcharge Rates

P.A. 32 permits the recovery of both recurring and nonrecurring charges. Recurring charges are defined as the amounts necessary for the ongoing operation of the system. Nonrecurring charges are for the initial setup and non-operational installation of trunks, circuits and similar items. Depending on the date of commencement of service, the nonrecurring charges are subject to various amortization rates and periods of up to ten years. At December 31, the Ingham County billed access-facility monthly rates were:

	<u>2010</u>	<u>2009</u>
Recurring	\$ 0.30	\$ 0.22
Nonrecurring	<u>0.00</u>	<u>0.00</u>
Total	<u>\$ 0.30</u>	<u>\$ 0.22</u>

Effective July 1, 2011, the monthly recurring rate will be decreased by \$0.02 for a total rate of \$0.28.

Note 4 - Fair Value of Financial Instruments

The fair value of short-term financial instruments, including accounts receivable and accounts payable, approximates the carrying amount due to the short maturity of these instruments.

Note 5 - Subsequent Events

The date to which events occurring after December 31, 2010 have been evaluated for possible adjustment to the financial statements or disclosure is May 19, 2011, which is the date on which the financial statements were available to be issued.