

OFFICE OF STATE AUDITOR

AUDIT REPORT

**DICKINSON LAW ENFORCEMENT CENTER
DICKINSON, NORTH DAKOTA**

**FOR THE YEARS ENDED
DECEMBER 31, 2010
DECEMBER 31, 2009
DECEMBER 31, 2008**



DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

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For the Years Ended December 31, 2010, 2009 and 2008

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DICKINSON LAW ENFORCEMENT CENTER
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DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

OFFICIALS

December 31, 2010

Shawn Kessel	Chairman
Duane Wolf	Vice Chairman
Chuck Rummel	Board Member
Duane Wolf	Board Member
Kat Haag	Board Member
Ken Rooks	Board Member
Connie Monson	Financial Administrator

December 31, 2009

Alice Schulz	Chairman
Chuck Rummel	Vice Chairman
Shawn Kessel	Board Member
Duane Wolf	Board Member
Pete Kuntz	Board Member
Ken Rooks	Board Member
Connie Monson	Financial Administrator

December 31, 2008

Chuck Rummel	Chairman
Alice Schulz	Vice Chairman
Stewart Stenberg	Board Member
Duane Wolf	Board Member
Pete Kuntz	Board Member
Ken Rooks	Board Member
Connie Monson	Financial Administrator

STATE AUDITOR

ROBERT R. PETERSON
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MANAGER – DAVID MIX
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STATE OF NORTH DAKOTA
OFFICE OF THE STATE AUDITOR
STATE CAPITOL
600 E. BOULEVARD AVENUE - DEPT. 117
BISMARCK, NORTH DAKOTA 58505

INDEPENDENT AUDITOR'S REPORT

Governing Board
Dickinson Law Enforcement Center
Dickinson, North Dakota

We have audited the accompanying financial statements of the governmental activities and the major fund of the Dickinson Law Enforcement Center, Dickinson, North Dakota, as of and for the years ended December 31, 2010, 2009, and 2008, which collectively comprise the Law Enforcement Center's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Dickinson Law Enforcement Center's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, and the major fund of the Dickinson Law Enforcement Center, Dickinson, North Dakota, as of December 31, 2010, 2009, and 2008, and the respective changes in financial position for the years then ended in conformity with accounting principles generally accepted in the United States of America.

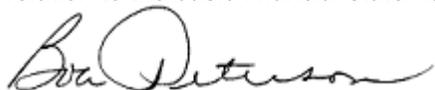
In accordance with *Government Auditing Standards*, we have also issued our report dated January 19, 2012, on our consideration of the Law Enforcement Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The budgetary comparison information on pages 20 through 22 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Dickinson Law Enforcement Center has not presented the management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

DICKINSON LAW ENFORCEMENT CENTER
Independent Auditor's Report - Continued

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Dickinson Law Enforcement Center's basic financial statements. The schedule of fund activity is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedule of fund activity has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Robert R. Peterson
State Auditor

January 19, 2012

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

STATEMENT OF NET ASSETS
December 31, 2010

	<u>Governmental Activities</u>
<u>ASSETS:</u>	
Cash and Investments	\$ 96,498
Accounts Receivable	<u>27,321</u>
Total Assets	<u>\$ 123,819</u>
<u>LIABILITIES:</u>	
Accounts Payable	<u>\$ 30,882</u>
<u>NET ASSETS:</u>	
Restricted for:	
Public Safety	<u>\$ 92,937</u>
Total Net Assets	<u><u>\$ 92,937</u></u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2010

Functions/Programs	Expenses	Program Revenues Charges for Services	Net (Expense) Revenue and Net Assets Changes in
<u>Governmental Activities:</u>			
Public Safety	<u>\$ 390,708</u>	<u>\$ 450,942</u>	<u>\$ 60,234</u>
Total Governmental Activities	<u>\$ 390,708</u>	<u>\$ 450,942</u>	<u>\$ 60,234</u>
		<u>General Revenues:</u>	
		Interest Income	<u>\$ 108</u>
		Total General Revenues	<u>\$ 108</u>
		Change in Net Assets	<u>\$ 60,342</u>
		Net Assets - January 1	<u>\$ 32,595</u>
		Net Assets - December 31	<u>\$ 92,937</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2010

	<u>ASSETS</u>	<u>General</u>
Cash and Investments		\$ 96,498
Accounts Receivable		<u>27,321</u>
Total Assets		<u>\$ 123,819</u>
	<u>LIABILITIES AND FUND BALANCES</u>	
<u>Liabilities:</u>		
Accounts Payable		<u>\$ 30,882</u>
<u>Fund Balances:</u>		
Unreserved Reported In:		
General Fund		<u>\$ 92,937</u>
Total Fund Balances		<u>\$ 92,937</u>
Total Liabilities and Fund Balances		<u>\$ 123,819</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2010

	<u>General</u>
<u>Revenues:</u>	
Charge for Services	\$ 450,942
Interest	<u>108</u>
Total Revenues	<u>\$ 451,050</u>
<u>Expenditures:</u>	
Current:	
Public Safety	<u>\$ 390,708</u>
Total Expenditures	<u>\$ 390,708</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 60,342</u>
Fund Balance - January 1	<u>\$ 32,595</u>
Fund Balance - December 31	<u><u>\$ 92,937</u></u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

STATEMENT OF NET ASSETS
December 31, 2009

	<u>Governmental Activities</u>
<u>ASSETS:</u>	
Cash and Investments	<u>\$ 65,116</u>
<u>LIABILITIES:</u>	
Accounts Payable	<u>\$ 32,521</u>
<u>NET ASSETS:</u>	
Restricted for:	
Public Safety	<u>\$ 32,595</u>
Total Net Assets	<u>\$ 32,595</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2009

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>	<u>Net (Expense) Revenue and Net Assets Changes in</u>
<u>Governmental Activities:</u>			
Public Safety	\$ 444,541	\$ 378,458	\$ (66,083)
Total Governmental Activities	<u>\$ 444,541</u>	<u>\$ 378,458</u>	<u>\$ (66,083)</u>
			<u>General Revenues:</u>
			Interest Income
			\$ 610
			Total General Revenues
			\$ 610
			Change in Net Assets
			\$ (65,473)
			Net Assets - January 1
			\$ 74,176
			Net Assets - December 31
			<u>\$ 32,595</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2009

	<u>General</u>
<u>ASSETS</u>	
Cash and Investments	<u>\$ 65,116</u>
<u>LIABILITIES AND FUND BALANCES</u>	
<u>Liabilities:</u>	
Accounts Payable	<u>\$ 32,521</u>
<u>Fund Balances:</u>	
Unreserved Reported In:	
General Fund	<u>\$ 32,595</u>
Total Fund Balances	<u>\$ 32,595</u>
Total Liabilities and Fund Balances	<u>\$ 65,116</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2009

	<u>General</u>
<u>Revenues:</u>	
Charge for Services	\$ 378,458
Interest	<u>610</u>
Total Revenues	<u>\$ 379,068</u>
<u>Expenditures:</u>	
Current:	
Public Safety	<u>\$ 444,541</u>
Total Expenditures	<u>\$ 444,541</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (65,473)</u>
Fund Balance - January 1	<u>\$ 98,068</u>
Fund Balance - December 31	<u><u>\$ 32,595</u></u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

STATEMENT OF NET ASSETS
December 31, 2008

	<u>Governmental Activities</u>
<u>ASSETS:</u>	
Cash and Investments	\$ 96,001
Accounts Receivable	<u>23,892</u>
Total Assets	<u>\$ 119,893</u>
<u>LIABILITIES:</u>	
Accounts Payable	<u>\$ 21,825</u>
<u>NET ASSETS:</u>	
Restricted for:	
Public Safety	<u>\$ 98,068</u>
Total Net Assets	<u><u>\$ 98,068</u></u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2008

Functions/Programs	Expenses	Program Revenues Charges for Services	Net (Expense) Revenue and Net Assets Changes in
<u>Governmental Activities:</u>			
Public Safety	\$ 426,046	\$ 450,390	\$ 24,344
Total Governmental Activities	<u>\$ 426,046</u>	<u>\$ 450,390</u>	<u>\$ 24,344</u>
<u>General Revenues:</u>			
Interest Income			\$ 1,000
Miscellaneous Income			<u>139</u>
Total General Revenues			<u>\$ 1,139</u>
Change in Net Assets			<u>\$ 25,483</u>
Net Assets - January 1			<u>\$ 72,585</u>
Net Assets - December 31			<u><u>\$ 98,068</u></u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2008

	<u>General</u>
<u>ASSETS</u>	
Cash and Investments	\$ 96,001
Accounts Receivable	<u>23,892</u>
Total Assets	<u>\$ 119,893</u>
<u>LIABILITIES AND FUND BALANCES</u>	
<u>Liabilities:</u>	
Accounts Payable	<u>\$ 21,825</u>
<u>Fund Balances:</u>	
Unreserved Reported In:	
General Fund	<u>\$ 98,068</u>
Total Fund Balances	<u>\$ 98,068</u>
Total Liabilities and Fund Balances	<u>\$ 119,893</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2008

	<u>General</u>
<u>Revenues:</u>	
Charge for Services	\$ 450,390
Interest	1,000
Miscellaneous	<u>139</u>
Total Revenues	<u>\$ 451,529</u>
<u>Expenditures:</u>	
Current:	
Public Safety	<u>\$ 426,046</u>
Total Expenditures	<u>\$ 426,046</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 25,483</u>
Fund Balance - January 1	<u>\$ 72,585</u>
Fund Balance - December 31	<u><u>\$ 98,068</u></u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

NOTES TO THE FINANCIAL STATEMENTS
December 31, 2010, 2009, and 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Dickinson Law Enforcement Center, Dickinson, North Dakota, have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Reporting Entity

The accompanying financial statements present the activities of the Dickinson Law Enforcement Center. The enforcement center has considered all potential component units for which the enforcement center is financially accountable, and other organizations for which the nature and significance of their relationship with the enforcement center are such that exclusion would cause the enforcement center's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. This criteria includes appointing a voting majority of an organization's governing body and (1) the ability of the Dickinson Law Enforcement Center to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the Dickinson Law Enforcement Center.

As required by generally accepted accounting principles, the financial statements of the reporting entity include only the Dickinson Law Enforcement Center (the primary government), as there are no component units. The Dickinson Law Enforcement Center is funded by the Southwest Multi-County Correctional Center, Stark County and the City of Dickinson.

B. Basis of Presentation

Government-wide statements: The statement of net assets and the statement of activities display information about the primary government, Dickinson Law Enforcement Center. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the Law Enforcement Center's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: Separate financial statements are provided for governmental funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as other governmental funds.

The Law Enforcement Center reports the following major governmental fund:

General Fund. This is the center's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

When both restricted and unrestricted resources are available for use, it is the Center's policy to use restricted resources first, then unrestricted resources as they are needed.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-wide Financial Statements. The government-wide financial statements are reported using the economic resources measurement focus. The government-wide financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the Law Enforcement Center gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements. Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Law Enforcement Center considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. All revenues are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the Law Enforcement Center funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the Law Enforcement Center's policy to first apply cost-reimbursement grant resources to such programs, and then by general revenues.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. The Law Enforcement Center has elected not to follow subsequent private-sector guidance.

D. Deposits and Investments

Cash and cash equivalents include amounts in demand deposits, money market accounts and highly liquid short-term investments with original maturities of 3 months or less.

NOTE 2: DEPOSITS AND INVESTMENTS

In accordance with North Dakota Statutes, Dickinson Law Enforcement Center maintains deposits at the depository banks designated by the governing board. All depositories are members of the Federal Reserve System.

Deposits must either be deposited with the Bank of North Dakota or in other financial institution situated and doing business within the state. Deposits, other than with the Bank of North Dakota, must be fully insured or bonded. In lieu of a bond, a financial institution may provide a pledge of securities equal to 110% of the deposits not covered by insurance or bonds.

Authorized collateral includes bills, notes, or bonds issued by the United States government, its agencies or instrumentalities, all bonds and notes guaranteed by the United States government, Federal land bank bonds, bonds, notes, warrants, certificates of indebtedness, insured certificates of deposit, shares of investment companies registered under the Investment Companies Act of 1940, and all other forms of securities issued by the State of North Dakota, its boards, agencies or instrumentalities or by any Water Resource Law Enforcement Center, city, township, school Law Enforcement Center, park Law Enforcement Center, or other political subdivision of the state of North Dakota. Whether payable from special revenues or supported by the full faith and credit of the issuing body and bonds issued by any other state of the United States or such other securities approved by the banking board.

At year ended December 31, 2010, the Dickinson Law Enforcement Center's carrying amount of deposits was \$96,498 and the bank balances totaled \$97,356, all of which was covered by Federal Depository Insurance.

At year ended December 31, 2009, the Dickinson Law Enforcement Center's carrying amount of deposits was \$65,116 and the bank balances totaled \$67,161 all of which was covered by Federal Depository Insurance.

At year ended December 31, 2008, the Dickinson Law Enforcement Center's carrying amount of deposits was \$96,501 and the bank balances totaled \$146,619 all of which was covered by Federal Depository Insurance.

Credit Risk:

The Law Enforcement Center may invest idle funds as authorized in North Dakota Statutes, as follows:

- (a) Bonds, treasury bills and notes, or other securities that are a direct obligation insured or guaranteed by, the treasury of the United States, or its agencies, instrumentalities, or organizations created by an act of congress.
- (b) Securities sold under agreements to repurchase written by a financial institution in which the underlying securities for the agreement to repurchase are the type listed above.
- (c) Certificates of Deposit fully insured by the federal deposit insurance corporation.
- (d) Obligations of the state.

Concentration of Credit Risk:

The Law Enforcement Center does not have a limit on the amount it may invest in any one issuer. The Center did not have certificates of deposit as of December 31, 2010, 2009, and 2008.

NOTE 3: ACCOUNTS PAYABLE

Accounts payable consists of amounts on open account for goods and services received prior to December 31, 2010, 2009, and 2008 and chargeable to appropriations for the years then ended, but paid subsequent to that date.

NOTE 4: RISK MANAGEMENT

The Dickinson Law Enforcement Center is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

In 1986, state agencies and political subdivisions of the State of North Dakota joined together to form the North Dakota Insurance Reserve Fund (NDRIF), a public entity risk pool currently operating as a common risk management and insurance program for the state and over 2,000 political subdivisions. The Law Enforcement Center pays an annual premium to NDRIF for its general liability which is the same coverage plan as the Southwest Multi-County Correctional Center. Dickinson Law Enforcement Center reimburses the Southwest Multi-County Correctional Center for their portion of the premium. The coverage by NDRIF is limited to losses of two million dollars per occurrence for general liability.

The Dickinson Law Enforcement Center also participates in the North Dakota Fire and Tornado Fund and the State Bonding Fund. The Law Enforcement Center pays an annual premium to the Fire and Tornado Fund to cover property damage to buildings and personal property through the Southwest Multi-County Correctional Center. Replacement cost coverage is provided by estimating replacement cost in consultation with the Fire and Tornado Fund. The Fire and Tornado Fund is reinsured by a third party insurance carrier for losses in excess of one million dollars per occurrence during a 12 month period.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended December 31, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
<u>Revenues:</u>				
Charge for Services	\$ 338,000	\$ 338,000	\$ 450,942	\$ 112,942
Interest	680	680	108	(572)
Total Revenues	<u>\$ 338,680</u>	<u>\$ 338,680</u>	<u>\$ 451,050</u>	<u>\$ 112,370</u>
<u>Expenditures:</u>				
Current:				
Public Safety	\$ 338,680	\$ 338,680	\$ 390,708	\$ (52,028)
Total Expenditures	<u>\$ 338,680</u>	<u>\$ 338,680</u>	<u>\$ 390,708</u>	<u>\$ (52,028)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 60,342</u>	<u>\$ 60,342</u>
Fund Balance - January 1	<u>\$ 32,595</u>	<u>\$ 32,595</u>	<u>\$ 32,595</u>	<u>\$ -</u>
Fund Balance - December 31	<u>\$ 32,595</u>	<u>\$ 32,595</u>	<u>\$ 92,937</u>	<u>\$ 60,342</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance with Final Budget
<u>Revenues:</u>				
Charge for Services	\$ 324,470	\$ 324,470	\$ 378,458	\$ 53,988
Interest	-	-	610	610
Total Revenues	<u>\$ 324,470</u>	<u>\$ 324,470</u>	<u>\$ 379,068</u>	<u>\$ 54,598</u>
<u>Expenditures:</u>				
Current:				
Public Safety	\$ 324,470	\$ 324,470	\$ 444,541	\$ (120,071)
Total Expenditures	<u>\$ 324,470</u>	<u>\$ 324,470</u>	<u>\$ 444,541</u>	<u>\$ (120,071)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (65,473)</u>	<u>\$ (65,473)</u>
Fund Balance - January 1	<u>\$ 98,068</u>	<u>\$ 98,068</u>	<u>\$ 98,068</u>	<u>\$ -</u>
Fund Balance - December 31	<u>\$ 98,068</u>	<u>\$ 98,068</u>	<u>\$ 32,595</u>	<u>\$ (65,473)</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended December 31, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget
<u>Revenues:</u>				
Charge for Services	\$ 326,745	\$ 326,745	\$ 450,390	\$ 123,645
Interest	-	-	1,000	1,000
Miscellaneous	-	-	139	139
Total Revenues	<u>\$ 326,745</u>	<u>\$ 326,745</u>	<u>\$ 451,529</u>	<u>\$ 124,784</u>
<u>Expenditures:</u>				
Current:				
Public Safety	\$ 326,745	\$ 326,745	\$ 426,046	\$ (99,301)
Total Expenditures	<u>\$ 326,745</u>	<u>\$ 326,745</u>	<u>\$ 426,046</u>	<u>\$ (99,301)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,483</u>	<u>\$ 25,483</u>
Fund Balance - January 1	<u>\$ 72,585</u>	<u>\$ 72,585</u>	<u>\$ 72,585</u>	<u>\$ -</u>
Fund Balance - December 31	<u><u>\$ 72,585</u></u>	<u><u>\$ 72,585</u></u>	<u><u>\$ 98,068</u></u>	<u><u>\$ 25,483</u></u>

The notes to the financial statements are an integral part of this statement.

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2010, 2009, and 2008

NOTE 1: BUDGETS

The Southwest Multi-County Correctional Center adopts an annual budget on the modified accrual basis of accounting for the general fund.

The following procedures are followed in establishing the budgetary data reflected in the financial statements:

- The financial administrator prepares a preliminary budget on an annual basis. The budget includes proposed expenditures and means of financing them.
- The governing board adopts the final budget
- The governing board may amend the budget during the year for any revenues and appropriations not anticipated at the time the budget was prepared.
- All annual appropriations lapse at year-end.

NOTE 2: EXPENDITURES IN EXCESS OF BUDGET

During fiscal years 2010, 2009, and 2008, Dickinson Law Enforcement Center had the following fund expenditures in excess of budgeted amounts:

	Budget	Actual	Excess
<u>General Fund</u>			
FY2010:	\$338,680	\$386,173	\$ (47,493)
FY2009:	324,470	444,541	(120,071)
FY2008:	326,745	426,046	(99,301)

No remedial action is anticipated or required regarding these excess expenditures.

DICKINSON LAW ENFORCMENT CENTER
Dickinson, North Dakota

SCHEDULE OF FUND ACTIVITY
For the Year Ended December 31, 2010

	Balance 1-1-10	Receipts	Transfers In	Transfers Out	Disbursements	Balance 12-31-10
<u>Major Fund:</u>						
General Fund	\$ 32,594.22	\$ 423,729.32	\$ -	\$ -	\$ 386,172.57	\$ 70,150.97
Total Governmental Funds	<u>\$ 32,594.22</u>	<u>\$ 423,729.32</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 386,172.57</u>	<u>\$ 70,150.97</u>

DICKINSON LAW ENFORCMENT CENTER
Dickinson, North Dakota

SCHEDULE OF FUND ACTIVITY
For the Year Ended December 31, 2009

	Balance 1-1-09	Receipts	Transfers In	Transfers Out	Disbursements	Balance 12-31-09
<u>Major Fund:</u>						
General Fund	\$ 74,175.39	\$ 402,959.96	\$ -	\$ -	\$ 444,541.13	\$ 32,594.22
Total Governmental Funds	<u>\$ 74,175.39</u>	<u>\$ 402,959.96</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 444,541.13</u>	<u>\$ 32,594.22</u>

DICKINSON LAW ENFORCMENT CENTER
Dickinson, North Dakota

SCHEDULE OF FUND ACTIVITY
For the Year Ended December 31, 2008

	Balance 1-1-08	Receipts	Transfers In	Transfers Out	Disbursements	Balance 12-31-08
<u>Major Fund:</u>						
General Fund	\$ 72,584.21	\$ 427,637.58	\$ -	\$ -	\$ 426,046.40	\$ 74,175.39
Total Governmental Funds	<u>\$ 72,584.21</u>	<u>\$ 427,637.58</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 426,046.40</u>	<u>\$ 74,175.39</u>

STATE AUDITOR

ROBERT R. PETERSON
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Local Government Division:
FARGO OFFICE
MANAGER – DAVID MIX
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STATE OF NORTH DAKOTA
OFFICE OF THE STATE AUDITOR
STATE CAPITOL
600 E. BOULEVARD AVENUE - DEPT. 117
BISMARCK, NORTH DAKOTA 58505

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Governing Board
Dickinson Law Enforcement Center
Dickinson, North Dakota

We have audited the financial statements of the governmental activities and the major fund of the Dickinson Law Enforcement Center, Dickinson, North Dakota, as of and for the years ended December 31, 2010, 2009, and 2008, which collectively comprise Dickinson Law Enforcement Center's basic financial statements and have issued our report thereon dated January 19, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Dickinson Law Enforcement Center's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Dickinson Law Enforcement Center's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Dickinson Law Enforcement Center's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Law Enforcement Center's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Dickinson Law Enforcement Center's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the governing board, and others within the center and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script, appearing to read "Bob Peterson".

Robert R. Peterson
State Auditor

January 19, 2012

DICKINSON LAW ENFORCEMENT CENTER
Dickinson, North Dakota

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Years Ended December 31, 2010, 2009, and 2008

Section I - Summary of Auditor's Results

Financial Statements

Type of Report Issued?

Governmental Activities

Unqualified

Major Funds

Unqualified

Internal control over financial reporting:

Material weaknesses identified?

 X Yes

 No

Significant deficiencies identified not considered
to be material weaknesses?

 X Yes

Noncompliance material to financial statements
noted?

 Yes

 X No

Section II - Financial Statement Findings

No matters were reported.