

Cleveland County Development Authority  
Financial Statements  
Years Ended November 30, 2015 and 2014

RHJ



INDEPENDENT ACCOUNTANT'S COMPILATION REPORT AND  
REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Specified Users of the Report:

To the Trustees  
Cleveland County, Oklahoma

Oklahoma Office of State Auditor and Inspector  
Oklahoma City, Oklahoma

We have compiled the accompanying statements of revenue, expenses and changes in nets assets of the Cleveland County Development Authority for the years ended November 30, 2015 and 2014. 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 statement is in accordance with accounting principles generally accepted in the United States of America.

The management is responsible for the preparation and fair presentation of the financial statement 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 management 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.

The accompanying statement was prepared for purpose of presenting the changes in net assets of Cleveland County Development Authority and is not intended to be a complete presentation of Cleveland County Development Authority's assets and liabilities.

Management has elected to omit substantially all of the disclosures required by generally accepted accounting principles. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Authority's net assets, revenues and expenses Accordingly, these financial statements are not designed for those who are not informed about such matters.

Additionally, we have performed the procedures enumerated below, which were agreed to by the specified users of the report, as identified above, and as defined within the applicable state laws of the State of Oklahoma solely to assist Cleveland County Development Authority in meeting its financial accountability requirements as prescribed by applicable Oklahoma law and evaluating compliance with specified legal or contractual requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and the additional requirements prescribed in Oklahoma Statutes 60-180.1-.3. The sufficiency of these procedures is solely the responsibility of those parties specified in the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings are as follows for the fiscal year ended November 30, 2015:

- 1) **Procedures Performed:** From the Authority's trial balance, we prepared a schedule of revenue, expenses and changes in net assets and determined compliance with applicable trust or other prohibitions for creating fund balance deficits.  
**Findings:** There were no fund balance deficits.
- 2) **Procedures Performed:** We obtained the bank reconciliation, and agreed the bank balance to the bank statement.  
**Findings:** The bank statements agreed to the bank reconciliation. There were no reconciling items.
- 3) **Procedures Performed:** We determined if the bank balance was covered by FDIC insurance and if any excess balance was covered by pledged collateral.  
**Findings:** The cash balance was below the amount covered by FDIC insurance, therefore no additional collateral was needed.
- 4) **Procedures Performed:** We determined that the use of material-restricted revenues and resources were in compliance with the restrictions  
**Findings:** Revenues were properly restricted and used within their restrictions.
- 5) **Procedures Performed:** We determined compliance with requirements for separate funds.  
**Findings:** The Authority is not required to use separate funds, but do maintain separate funds for the general fund and the YMCA project fund.
- 6) **Procedures Performed:** We determined compliance with reserve account and debt service coverage requirements of bond indentures.  
**Findings:** There were no reserve account requirements or debt service coverage requirements.

We were not engaged to, and did not, conduct an audit, the objective of which would be the expression of an opinion on the accounting records. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified users, as identified above, and is not intended to be and should not be used by anyone other than those specified parties.

*Rahhal Henderson Johnson, PLLC*

Ardmore, Oklahoma

June 14, 2016

Cleveland County Development Authority  
 Statements of Revenues, Expenses and Changes in Net Assets  
 For the Years Ended November 30, 2015 and 2014

|  | 2015      | 2014      |
|--|-----------|-----------|
| <b>OPERATING REVENUES</b>                |           |           |
| Investment Income YMCA Project           | \$ 14,858 | \$ 20,295 |
| Other Revenue                            | 2,790     | 1,780     |
| Total Operating Revenue                  | 17,648    | 22,075    |
| <b>OPERATING EXPENSES</b>                |           |           |
| Interest Expense YMCA Project            | 14,858    | 20,295    |
| Audit and Administrator Expense          | 1,510     | 1,280     |
| Legal Fees                               | (500)     | 500       |
| Other Expenses                           | 47        | -         |
| Total Operating Expenses                 | 15,915    | 22,075    |
| <b>INCREASE (DECREASE) IN NET ASSETS</b> | 1,733     | -         |
| <b>NET ASSETS, BEGINNING OF YEAR</b>     | 19,939    | 19,939    |
| <b>NET ASSETS, END OF YEAR</b>           | \$ 21,672 | \$ 19,939 |

See accompanying compilation report