

Cleveland County Development Authority
Financial Statements
Years Ended November 30, 2016 and 2015

RHJ



INDEPENDENT ACCOUNTANT'S REPORT

To the Specified Users of the Report:

To the Trustees
Cleveland County, Oklahoma

Oklahoma Office of State Auditor and Inspector
Oklahoma City, Oklahoma

Management is responsible for the accompanying Summary of Changes in Net Assets. of the Cleveland County Development Authority for the years ended November 30, 2016 and 2015, in accordance with accounting principles generally accepted in the United States of America. . We have performed the compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements..

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, 2016:

- 1) **Procedures Performed:** From the Authority's trial balance, we prepared a schedule of revenue, expenses and changes in net assets and compared the schedule results with applicable trust or other prohibitions for creating fund balance deficits to report any noted instances of noncompliance.

Findings: No instances of fund balance deficits noted.

- 2) **Procedures Performed:** We agreed bank account balances to bank statements, and traced timely clearance of significant reconciling items to report significant or unseal instances of reconciling items that have not cleared.

Findings: The accounts were properly reconciled without exception. There were no reconciling items.

- 3) **Procedures Performed:** We compared uninsured deposits to the fair value of pledged collateral to report any amounts of uninsured and uncollateralized deposits.

Findings: The cash balance was below the amount covered by FDIC insurance, therefore no additional collateral was needed.

- 4) **Procedures Performed:** We compared the use of material-restricted revenues and resources were in compliance with the restrictions

Findings: Materially restricted revenues consisted of YMCA project revenue. No instances of noncompliance were noted.

- 5) **Procedures Performed:** We compared the accounting for the Authority's activities by fund to legal and contractual requirements for separate funds to report any instances of noncompliance.

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.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on compliance with the specified requirements. 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.

Rakhal Henderson Johnson, PLLC

Ardmore, Oklahoma

May 10, 2017

Cleveland County Development Authority
 Statements of Revenues, Expenses and Changes in Net Assets
 For the Years Ended November 30, 2016 and 2015

	2016	2015
OPERATING REVENUES		
Investment Income YMCA Project	\$ 10,623	\$ 14,858
Other Revenue	1,445	2,790
Total Operating Revenue	12,068	17,648
OPERATING EXPENSES		
Interest Expense YMCA Project	10,623	14,858
Audit and Administrator Expense	1,445	1,510
Legal Fees	-	(500)
Other Expenses	-	47
Total Operating Expenses	12,068	15,915
INCREASE (DECREASE) IN NET ASSETS	-	1,733
NET ASSETS, BEGINNING OF YEAR	21,672	19,939
NET ASSETS, END OF YEAR	\$ 21,672	\$ 21,672

See accompanying compilation report