

TEXAS COUNTY CONSERVATION DISTRICT
ANNUAL FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

TEXAS COUNTY CONSERVATION DISTRICT
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2022

	Page
INTRODUCTORY SECTION:	
Table of Contents	i
FINANCIAL SECTION:	
Accountant's Compilation Report	1
Statement of Net Position – Modified Cash Basis	2
Statement of Revenues and Expenses and Changes in Net Position – Modified Cash Basis	3
Statement of Cash Flows – Modified Cash Basis	4
Notes to Financial Statements	5-7

Kimberlye R. Mayer, CPA, P.C.

723 West Doolin

Blackwell, OK 74631

(580) 363-1453
Fax (580) 363-0068

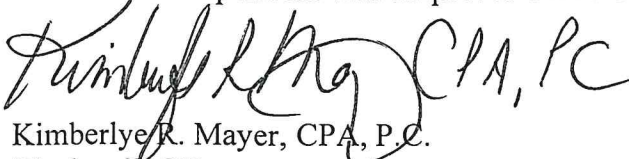
Accountant's Compilation Report

Board of Directors
Texas County Conservation District

Management is responsible for the accompanying financial statements of the Texas County Conservation District which comprise the statement of net position as of June 30, 2022 and the related statements of revenues and expenses and changes in net position and of cash flows for the year then ended, and the related notes to the financial statements in accordance with the modified cash basis of accounting. Management is responsible to determine that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. We have performed a 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. We do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

We are not independent with respect to Texas County Conservation District.



Kimberlye R. Mayer, CPA, P.C.
Blackwell, OK
August 26, 2022

TEXAS COUNTY CONSERVATION DISTRICT
STATEMENT OF NET POSITION
MODIFIED CASH BASIS
JUNE 30, 2022

ASSETS

Current Assets:	
Operating accounts	\$ 292,797
Certificate of deposits	<u>180,641</u>
Total Cash and Cash Equivalents (Note 2)	473,438
Property and equipment (Note 4)	
(net of accumulated depreciation)	<u>120,622</u>
Total Assets	<u><u>\$ 594,060</u></u>

LIABILITIES AND NET POSITION

Liabilities:	\$
Net Position:	
Net investment in capital assets	120,622
Unrestricted	<u>473,438</u>
Total Net Position	<u>594,060</u>
Total Liabilities and Net Position	<u><u>\$ 594,060</u></u>

TEXAS COUNTY CONSERVATION DISTRICT
STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION
MODIFIED CASH BASIS
YEAR ENDED JUNE 30, 2022

Operating Revenues:	
OCC reimbursements	\$ 39,057
Cost share received	24,227
Equipment rental	4,864
Sales of seeds, roots, trees, and supplies	81,561
Building rent	51,300
Plat book sales	850
Other income	195
Total Operating Revenues	202,054
Expenses:	
Personnel costs	44,805
Office supplies and postage	1,724
Repairs, maintenance and supplies	3,853
Director fees	480
Mileage, meetings and travel	2,516
Fuel	301
Seeds, roots, and tree costs	56,179
Other product costs	812
Project costs	1,960
Professional fees	655
Insurance and bond	7,080
Dues, advertising and promotion	2,021
Janitor expenses	7,323
Utilities and telephone	12,645
Depreciation	18,297
Cost share paid	22,927
Plat book and map costs	814
Other expenses	1,518
Total Operating Expenses	185,910
Income (Loss) From Operations	16,144
Nonoperating Revenue (Expense):	
Interest income	726
Total Nonoperating Revenue	726
Revenues Over (Under) expenses	16,870
Net Position, beginning of year	577,190
Net Position, end of year	\$ 594,060

See accountant's notes and compilation report.

TEXAS COUNTY CONSERVATION DISTRICT
STATEMENT OF CASH FLOWS
MODIFIED CASH BASIS
YEAR ENDED JUNE 30, 2022

Cash flows From Operating Activities:	
Cash received from customers	\$ 138,770
Other operating cash receipts	63,284
Cash payments to suppliers for goods and services	(126,339)
Cash payments to employees	(41,274)
Net Cash Provided (Used) By Operating Activities	34,441
Cash Flows From Capital and Financing Activities:	
Acquisition and construction of capital assets	
Gain on sale of equipment	
Net Cash Provided (Used) by Financing Activities	
Cash Flows From Investing Activities:	
Interest income	726
(Increase) decrease in CDs	180,330
Net Cash Provided (Used) by Investing Activities	181,056
Net increase (decrease) in cash and cash equivalents	215,497
Beginning cash and cash equivalents	257,941
Ending cash and cash equivalents	\$ 473,438
Reconciliation of income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	\$ 16,144
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation	18,297
Net cash provided (used) by operating activities	\$ 34,441

See accountant's notes and compilation report.

TEXAS COUNTY CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Organization

The Texas County Conservation District was created under Title 27A, sections 3-1-101 through 3-3-410, as amended, of the laws of the State of Oklahoma. The purpose of the District is to provide for the conservation of the renewable natural resources in the area for which the District is responsible.

Basis of Accounting

The District prepares its financial statements using the modified cash basis of accounting. This basis recognizes assets, liabilities, net position, revenues, and expenditures/expenses when they result from cash transactions with provision for depreciation in the financial statements. This basis is a basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

Net Position

Net position presents the difference between assets and liabilities in the statement of net position. Net investments in capital assets are reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net positions are reported as restricted when there are legal limitations imposed on their use by District legislation or external restrictions by creditors, grantors, laws or regulations of other governments.

NOTE 2 - CASH AND CASH EQUIVALENTS:

The District considers all checking and savings accounts and deposits with a maturity of three months or less to be cash equivalents.

NOTE 3 – OCC REIMBURSEMENTS:

The District is reimbursed by the Oklahoma Conservation Commission for salaries, payroll taxes, mileage, telephone charges, office supplies and certain other office expenses up to their allocated amount. Such reimbursements are recognized as revenue when received.

TEXAS COUNTY CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 4 - PROPERTY AND EQUIPMENT:

Total depreciation for the year ended June 30, 2022 was \$18,297. The following is a schedule of property and equipment and the related accumulated depreciation at June 30, 2022:

	6/30/21	Additions	6/30/22
Buildings and improvements	\$ 653,896	\$	\$ 653,896
Office equipment	5,666		5,666
Equipment	96,821		96,821
	756,383	0	756,383
Less accumulated depreciation	(617,464)	(18,297)	(635,761)
Net	\$ 138,919	\$ (18,297)	\$ 120,622

NOTE 5 - RETIREMENT PLAN:

Oklahoma public employees who work 1,599 hours or more per year were enrolled in the Oklahoma Public Employees Retirement System. On salaries paid from reimbursable funds from the Oklahoma Conservation Commission, the employer's 16 1/2% share of retirement was paid directly by the Commission. The employees' share of the retirement contribution was 3 1/2% of locally earned wages and 3 1/2% of state reimbursable wages.

NOTE 6 - INVESTMENTS:

The State of Oklahoma allows government entities to invest in the following: direct obligations of the United States government, its agencies or instrumentalities; collateralized or insured certificates of deposit; insured savings accounts or savings certificates; or county, municipal or school district bonds.

NOTE 7 - ESTIMATES:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

TEXAS COUNTY CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 8 – RISK MANAGEMENT:

The District is exposed to various risks of losses related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The OCC and the District manage this risk through the purchase of commercial insurance policies. Claims are recognized when it is probable that a loss has occurred and the amount of loss can be reasonably estimated. In determining claims, events that might create claims, but for which none have been reported, are considered.

NOTE 9 – CONTINGENCIES:

As of June 30, 2022, the District did not have any pending litigation or potential non-disclosed liabilities that management believes would have a material effect on the financial statements.

NOTE 10 – FAIR VALUES OF FINANCIAL INSTRUMENTS:

The definition of fair value for financial reporting, establishes a framework for measuring fair value, and requires additional disclosure about the use of fair value measurements in an effort to make the measurement of fair value more consistent and comparable.

Level 1: Quoted prices in active markets for identical securities.

Level 2: Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment spread and credit risk).

Level 3: Significant unobservable inputs (including the District's own assumptions in determining the fair value of investments).

The District's financial instruments include cash and cash equivalents, receivables, inventory and payables. The District's estimate of the fair value of all financial instruments does not differ materially from the aggregate carrying value of its financial instruments recorded in the accompanying statement of net position. The carrying amount of these financial instruments approximates fair value because of the short maturity of these instruments.

NOTE 11 – EVALUATION OF SUBSEQUENT EVENTS:

The District has evaluated subsequent events through August 26, 2022 the date which the financial statements were available to be issued.