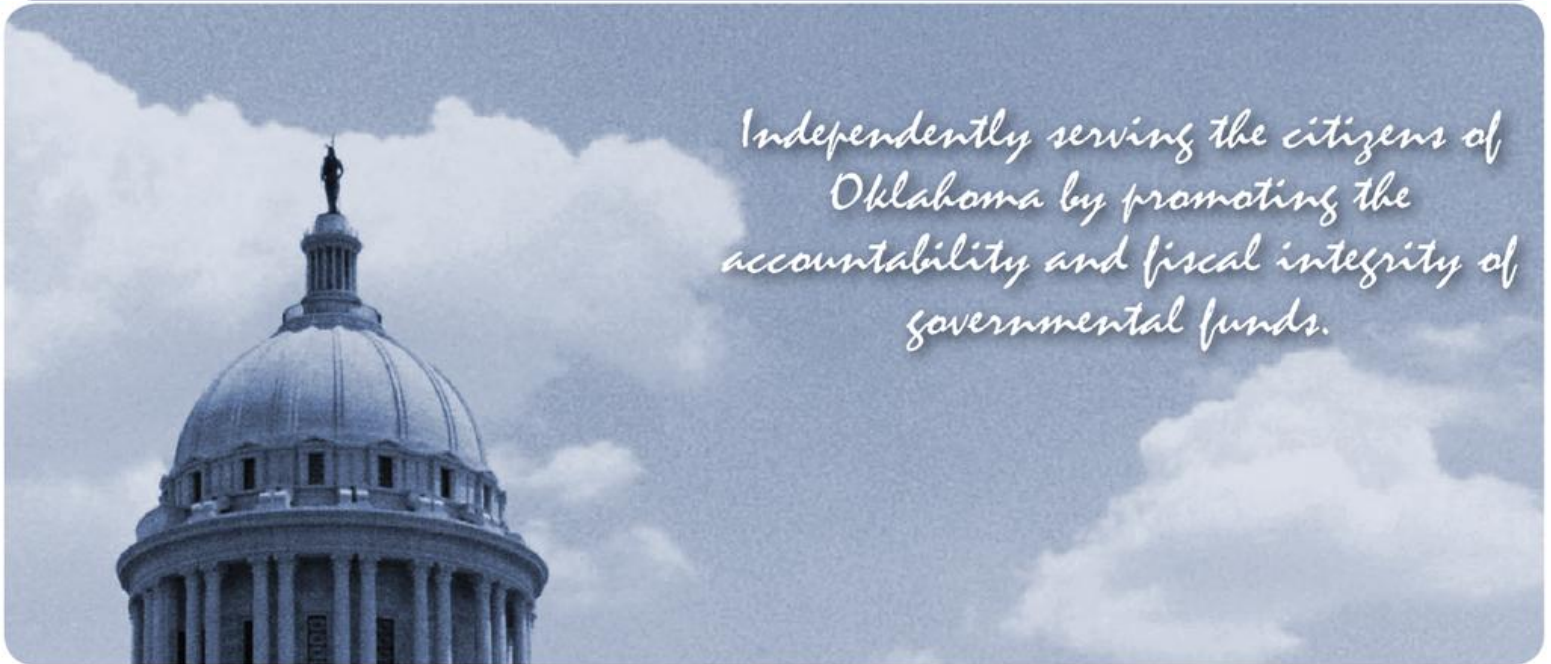


STATUTORY REPORT

MCCURTAIN COUNTY TREASURER

March 31, 2014



*Independently serving the citizens of
Oklahoma by promoting the
accountability and fiscal integrity of
governmental funds.*



Oklahoma State
Auditor & Inspector
Gary A. Jones, CPA, CFE

**LINDA LASTER, COUNTY TREASURER
MCCURTAIN COUNTY, OKLAHOMA
TREASURER STATUTORY REPORT
MARCH 31, 2014**

This publication, issued by the Oklahoma State Auditor and Inspector's Office as authorized by 74 O.S. § 212, has not been printed, but is available on the agency's website (www.sai.ok.gov) and in the Oklahoma Department of Libraries Publications Clearinghouse Digital Collection, pursuant to 74 O.S. § 3105.B.



Oklahoma State Auditor & Inspector

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June 30, 2014

BOARD OF COUNTY COMMISSIONERS
MCCURTAIN COUNTY COURTHOUSE
IDABEL, OKLAHOMA 74745

Transmitted herewith is the McCurtain County Treasurer Statutory Report for March 31, 2014. The engagement was conducted in accordance with 74 O.S. § 212.

The goal of the State Auditor and Inspector is to promote accountability and fiscal integrity in state and local government. Maintaining our independence as we provide this service to the taxpayers of Oklahoma is of utmost importance.

We wish to take this opportunity to express our appreciation for the assistance and cooperation extended to our office during our engagement.

Sincerely,

A handwritten signature in blue ink that reads "Gary A. Jones".

GARY A. JONES, CPA, CFE
OKLAHOMA STATE AUDITOR & INSPECTOR



Oklahoma State Auditor & Inspector

2300 N. Lincoln Blvd. • State Capitol, Room 100 • Oklahoma City, OK 73105 • Phone: 405.521.3495 • Fax: 405.521.3426

Linda Laster, McCurtain County Treasurer
McCurtain County Courthouse
Idabel, Oklahoma 74745

Dear Ms. Laster:

For the purpose of complying with 74 O.S. § 212, we have performed the following procedures:

- Determine whether bank reconciliations are properly performed, visually verify the certificates of deposit, and confirm the investments.
- Determine whether subsidiary records are reconciled to the general ledger.
- Determine whether deposits and invested funds are secured by pledged collateral.

All information included in the bank reconciliations, the investment ledger, the subsidiary ledgers, and the general ledger is the representation of the County Treasurer.

Our county treasurer statutory engagement was limited to the procedures performed above and was less in scope than an audit performed in accordance with generally accepted auditing standards. Accordingly, we do not express an opinion on any basic financial statement of McCurtain County.

Based on our procedures performed, we have presented our findings in the accompanying schedule.

This report is intended for the information and use of the management of the County. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

A handwritten signature in blue ink, appearing to read "Gary A. Jones".

GARY A. JONES, CPA, CFE
OKLAHOMA STATE AUDITOR & INSPECTOR

April 9, 2014

SCHEDULE OF FINDINGS AND RESPONSES

Finding 2014-1—Unidentified Variances on Subsidiary Ledgers

Condition: Reconciliations were not performed between the general ledger and subsidiary ledgers.

- An unidentified variance of <\$8,095.03> was noted for cities and towns.
- An unidentified variance of \$46,939.67 was noted for schools.
- An unidentified variance of \$54,426.98 was noted for vo-tech.
- An unidentified variance of \$221.48 was noted for official depository.

Cause of Condition: Procedures have not been designed to monitor subsidiary accounts to the general ledger.

Effect of Condition: This condition could result in incomplete and inaccurate amounts being reported on the general and the subsidiary ledgers.

Recommendation: The Oklahoma State Auditor & Inspector's Office recommends that the official depository, cities and towns, and schools subsidiary ledgers be maintained and reconciled to the general ledger on a monthly basis.

Management Response: The unidentified variance for cities and towns, schools, and the vo-tech have been that for a long time. I will research this as much as I can. The official depository difference of \$221.48 has already been corrected.

Criteria: Safeguarding controls are an aspect of internal control. Safeguarding controls relate to the prevention or timely detection of unauthorized transactions and unauthorized access to assets. Failure to perform tasks that are part of internal controls, such as maintaining subsidiary ledgers and reconciling them to the general ledger, are deficiencies in internal control.

Auditor Response: Variances between the general ledger and the subsidiary ledgers have fluctuated from the amounts reported in the prior year Treasurer Statutory Report for the cities and towns and the schools ledgers.



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