

Town of Watts
Watts Public Works Authority
Budget 2014-2015

Town of Watts Budget 2014-2015

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Kris Kirk, CPA

Professional Corporation

To the Board of Trustees
Town of Watts, Oklahoma
Watts Public Works Authority
Watts, Oklahoma

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We have compiled the accompanying forecasted statement of revenues and expenditures—modified cash basis of the Town of Watts for the years ending June 30, 2015, and June 30, 2014, and the accompanying forecasted statement of revenues and expenses—modified cash basis of the Watts Public Works Authority (a component unit of the Town) for the years ending June 30, 2015, and June 30, 2014, in accordance with attestation standards established by the American Institute of Certified Public Accountants. The forecasted statements have been prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting in the form of a forecast information that is the representation of management and does not include evaluation of the assumptions underlying the forecast. We have not examined the forecast and, accordingly, do not express an opinion or any other form of assurance on the accompanying statements or assumptions. Furthermore, there will usually be differences between the forecasted and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

Management has elected to omit the summary of significant accounting policies required by the guidelines for presentation of a forecast established by the American Institute of Certified Public accountants. If the omitted disclosures were included in the forecast, they might influence the user's conclusions about the Authority's financial position and results of operations. Accordingly, this forecast is not designed for those who are not informed about such matters.

We have also compiled the accompanying statement of revenues and expenditures—modified cash basis of the Town of Watts for the year ended June 30, 2013, and the accompanying statement of revenues and expenses—modified cash basis of the Watts Public Works Authority (a component unit of the Town) for the year ended June 30, 2013.

The statements have been prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. 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 statements are in accordance with the modified cash basis of accounting.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting 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.



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Management has elected to omit substantially all of the disclosures required by the modified cash basis of accounting. If the omitted disclosures were included in the historical financial statements, they might influence the user's conclusions about the Town's and the Authority's historical financial position, results of operations, and cash flows. Accordingly, these historical financial statements are not designed for those who are not informed about such matters.

Management has omitted Management's Discuss and Analysis that is required by accounting principles generally accepted in the United States of America required to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who consider it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context.

Management has omitted the budgetary comparisons for the year ended June 30, 2013. Accounting principles generally accepted in the United States of America require that the budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who consider it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context.

We are not independent with respect to the Town of Watts and the Watts Public Works Authority.



Kris Kirk, CPA, Professional Corporation

June 9, 2014

General Fund Revenues			
Town of Watts			
Forecasted Statement of Revenues and Expenditures--Modified Cash Basis			
	Budget	Budget	Actual
	2014-2015	2013-2014	2012-2013
Revenues			
Cherokee Grant Revenue	4,000	4,000	4,500
Use Tax	19,000	38,000	19,565
Refunds	-	-	97
Commercial Vehicle Tax	400	100	467
Gas Excise Tax	300	500	356
Cigarette and Tobacco Tax	700	600	751
Other	-	-	1,226
Franchise Tax	2,000	2,000	2,876
Donations	-	-	29
Interest	-	-	(1)
Grants	15,000	15,000	15,000
Fire Runs	1,600	-	1,670
County Taxes	6,000	5,900	6,309
Fines	87,000	80,000	87,825
Sales Taxes	43,000	42,000	43,474
FEMA income	-	-	429
Total Revenues	179,000	188,100	184,572
Expenditures	190,876	185,237	189,366
Increase (Decrease) in Fund Balance	(11,876)	2,863	(4,793)
Carryover From Previous Year	23,914	33,418	30,724
Ending Fund Balance	12,037	36,281	25,930

General Fund Expenditures			
Town of Watts			
Forecasted Statement of Revenues and Expenditures--Modified Cash Basis			
	Budget	Budget	Actual
	2014-2015	2013-2014	2012-2013
Fire Department			
Personal Services	-	900	-
	-	900	-
Materials and Supplies	-	-	-
Total Materials and Supplies	-	-	-
Other Services and Charges			
Volunteer Fire Department	1,700	1,000	1,670
Total Other Services	1,700	1,000	1,670
Capital Outlay			
Equipment	-	-	-
Total Capital Outlay	-	-	-
Total Fire Department	1,700	1,900	1,670
General Government			
Personal Services			
Wages	12,000	22,160	11,848
Retirement	-	1,440	-
Payroll Taxes	7,000	1,917	6,963
Total Personal Services	19,000	25,517	18,811
Materials and Supplies			
Supplies	800	600	828
Office Supplies	1,500	2,100	1,408
Total Materials and Supplies	2,300	2,700	2,236
Other Services and Charges			
Returned Check	200	-	150
Certifications	-	100	-
Licenses	250	50	245
Advertising	400	300	373
Auto	1,900	2,700	1,830

	Budget 2014-2015	Budget 2013-2014	Actual 2012-2013
Bank Charges	-	200	-
Directors Fees	1,500	1,700	1,400
Insurance	1,500	3,100	1,434
Repairs and Maintenance	1,800	600	1,756
Memberships, Dues, and Classes	3,700	1,000	3,652
Other	-	-	366
Professional Fees	14,000	11,000	13,300
Utilities	9,000	7,000	8,846
Penalty	-	-	-
Mileage	200	-	166
Total Other Services	34,450	27,750	33,519
Capital Outlay			
Grant Expenditures	-	-	868
Capital Purchases	-	-	-
Debt Service	-	5,200	-
Total Capital Outlay	-	5,200	868
Transfers out	-	-	17,213
Total General Government	55,750	70,167	72,647
Police Department			
Personal Services			
Wages	72,450	68,754	64,694
Retirement	4,709	4,469	-
Payroll Taxes	6,267	5,947	5,596
Total Personal Services	83,426	79,170	70,291
Materials and Supplies			
Other	20,000	23,000	19,761
Police Fuel	8,000	-	7,867
Total Materials and Supplies	28,000	23,000	27,628
Other Services and Charges			
OSBI	6,000	5,000	5,827
CLEET	6,000	4,000	5,405
Total Other Services	12,000	9,000	11,232
Capital Outlay			
Equipment	8,000	4,000	4,000

	Budget 2014-2015	Budget 2013-2014	Actual 2012-2013
Total Capital Outlay	8,000	4,000	4,000
Total Police	131,426	106,170	113,151
Street and Alley			
Personal Services			
Contract Labor	1,200	7,000	1,140
Mowing	800	-	757
Total Personal Services	2,000	7,000	1,897
Total Street and Alley	2,000	7,000	1,897
Total General Fund Expenditures	<u>190,876</u>	<u>185,237</u>	<u>189,366</u>

Special Revenue Funds Budgets				
Town of Watts				
Forecasted Statement of Revenues and Expenditures--Modified Cash Basis				
		Budget	Budget	Actual
		2014-2015	2013-2014	2012-2013
Restricted Streets				
Revenues				
	Sales Tax	14,000	15,000	14,411
	Interest	20	20	30
Total Revenues		14,020	15,020	14,441
Expenditures				
	Transfers out for Street Improvements	-	37,000	1,309
Total Expenditures		-	37,000	1,309
Increase (Decrease) in Net Assets		14,020	(21,980)	13,132
Carryover From Previous Year		46,232	22,339	22,338
Ending Fund Balance		60,252	359	35,470

Watts PWA				
Forecasted Statement of Revenues and Expenses--Modified Cash Basis				
		Budget	Budget	Actual
		2014-2015	2013-2014	2012-2013
Revenues				
	Water	360,000	360,000	388,388
	Sewer	47,000	49,000	47,031
	Trash	11,800	12,390	11,887
	Tap Fees	-	-	1,500
	Penalties	11,000	13,000	11,194
	Reconnect and Disconnect	2,400	1,600	2,442
	Interest Income	5	5	5
	Town Donation	-	-	31
	Fire Revenues	1,900	2,000	1,974
	Transfers In	-	-	1,310
	Other and Uncategorized	-	-	1,418
	Grant Revenue			10,015
	Total charges for services	434,105	437,995	477,194
	Total Transfers in (out)	-	-	-
	Total Revenues	434,105	437,995	477,194
Cost of Goods Sold				
	Water Purchased	196,350	196,350	191,390
	Gross Profit	237,755	241,645	285,804
Expenses				
Personal Services				
	Salaries	80,730	73,700	64,317
	Payroll Taxes	6,983	6,375	5,525
	Retirement	8,000	12,000	5,247
	Total Personal Services	95,713	92,075	75,089
Materials and Supplies				
	Supplies	12,000	7,000	23,436
	Office Supplies	6,000	5,000	5,100
	Fuel	4,800	-	4,784
	Total Materials and Supplies	22,800	12,000	33,320
Other Services and Charges				
	Reimburse Town	-	-	34
	Returned Checks	900	-	817
	Maintenance Contract	700		613
	Training	400	100	375

	Budget 2014-2015	Budget 2013-2014	Actual 2012-2013
Penalties	-	-	-
Dues and Memberships	500	800	468
Advertising	100	300	89
Bank charges	-	50	-
Fire Contributions	2,100	700	2,007
Telephone	8,000	6,700	7,917
Tests	1,000	700	931
Utilities	12,000	10,000	11,549
Mileage	500	-	452
Repairs and Maintenance	16,000	16,000	26,811
Insurance	20,000	15,000	19,020
Contract and Professional Fees	12,000	8,000	11,858
Director Fees	1,400	1,800	1,375
Trash	14,000	12,390	13,078
Lease Payments	36,000	31,000	13,283
DEQ	2,600	1,000	2,529
Pass Thru Expenses	-	600	-
Other	-	-	178
Reconciliation	-	-	2
Total Other Services	128,200	118,140	113,387
Capital Outlay	-	-	9,300
Total Capital Outlay	-	-	9,300
Debt Service	17,000	13,000	-
Total Debt Service	17,000	-	-
Total Expenses	263,713	222,215	231,096
Transfers in	-	-	15,000
Transfers out	-	-	-
Total Transfers In (Out)	-	-	15,000
Total Expenses			
Net Income	(25,958)	19,430	69,707
Carryover From Previous Year	40,218	27,421	30,901
Ending Balance	14,260	46,851	100,609

AFFIDAVIT OF PUBLICATION

THE WEEKLY EXPRESS

STATE OF OKLAHOMA

COUNTY OF ADAIR

Mike Malone, of lawful age, being duly sworn and authorized says he is the Publisher of The Weekly Express newspaper printed in the city of Westville, Adair County, Oklahoma, a newspaper qualified to publish legal notices, advertisements and publications as provided in Section 106, Title 25, Oklahoma Statutes, 1971, as amended and complies with reference to legal publication.

That said notice, a true copy of which is attached hereto was published in the regular edition of said newspaper and not any supplement thereof, for 1 consecutive weeks:

1st insertion: June 3, 2014

2nd insertion: _____, 2014

3rd insertion: _____, 2014

4th insertion: _____, 2014

[Handwritten Signature]

Publisher



Subscribed and sworn to before me on

22 day of April, 2014

Kimberly Harris

Notary

My commission expires: 4-27-16

My commission number: _____

Publication fee: \$ 63.79

*Ad proof is on the attached page
Pub Hearing - Proposed Budget*

Affidavit Pg 2
for June 3, 2014 publication

The Weekly Express

The Town of Watts will hold a public hearing on its proposed budget for the 2014-2015 fiscal year at 6:00 pm on Monday, June 9, 2014, at the Watts Nutrition Center, 2010 Second Street. The public is invited to attend. The Budget Summary is published elsewhere in this issue of this newspaper.

Town of Watts Watts PWA		Budget Summary 2014-2015 Forecasted Statement of Revenues and Expenditures - Modified Cash Basis Forecasted Statement of Revenues and Expenditures - Modified Cash Basis				
	General Fund	Restricted Streets	Town Totals	PWA	Memo Totals	
Gas Excise Tax	300		300		300	
Cigarette and Tobacco Tax	700		700		700	
Franchise Tax	2,000		2,000		2,000	
County Taxes	6,000		6,000		6,000	
Use Tax	19,000					
Sales Taxes	43,000	14,000	57,000		57,000	
Commercial Vehicle Tax	400		400		400	
Interest		20	20	5	25	
Fines	87,000		87,000		87,000	
Grants	19,000		19,000		19,000	
Water				360,000	360,000	
Sewer				47,000	47,000	
Trash				11,800	11,800	
Tap Fees						
Pass Through						
Fire Revenues	1,600			1,900		
Penalties				11,000		
Reconnect and Disconnect				2,400	2,400	
Total Revenues	179,000	14,020	172,420	434,105	593,625	
Total Expenditures	190,876		190,876	460,063	650,939	
Increase (Decrease) in Net Assets	(11,876)	14,020	2,144	(25,858)	(23,814)	
Carryover from Previous Year	23,914	46,232	70,146	40,218	110,363	
Ending Balance	12,037	60,252	72,289	14,260	86,549	
Expenditures by Department and Fund						
Fire Department	1,700					
General Government	65,750					
Police	131,428					
Street and Alley	2,000					
	190,876					
Special Sales Tax						
Total Town	190,876					
VPWA	460,063					
Total	650,939					