

INDEPENDENT ACCOUNTANT'S REPORT

TOWN OF BRAY, OKLAHOMA

JULY 1, 2010 TO JUNE 30, 2011

BY



FURRH
& ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS



Kimberly A. Furrh, CPA

Adam H. Perry, CPA

Independent Accountant's Report

To the Specified Users of the Report:

Town Council, Town of Bray
Bray, Oklahoma

Oklahoma Office of State Auditor and Inspector
Oklahoma City, Oklahoma

We have compiled the accompanying Summary of Changes in Fund Balances-Cash Basis of the Town of Bray, Oklahoma as of June 30, 2011 and the related Budgetary Comparison Schedule of the General Fund-Cash Basis, for the fiscal year ended June 30, 2011 in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The financial statements have been prepared in a format and basis of accounting, as prescribed by Oklahoma Statutes, that demonstrates compliance with the cash basis and budget laws of the State of Oklahoma, which is a comprehensive basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting information in the form of financial statements prescribed by Oklahoma Statutes that is the representation of the management. We have not audited or reviewed the accompanying financial statements and accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared on the cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Town's assets, liabilities, equity, 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 the Town and Public Works Authority in meeting its financial accountability requirements as prescribed by Oklahoma Statutes §11-17 (105-107) and §60-180.1-.3 and evaluating compliance with specified legal or contractual requirements for the fiscal year ended June 30, 2011. Management of the Town of Bray is responsible for the Town's financial accountability and its compliance with those legal and contractual requirements. This agree-upon procedures engagement was conducted in accordance with the attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of those parties specified in this 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.

Procedures and Finding

As to the **Town of Bray** as of and for the fiscal year ended June 30, 2011:

- 1. Procedures Performed:** From the Town's trial balances, we prepared a schedule of changes in fund balances for each major fund and compared the schedule results to the statutory prohibition of creating fund balance deficits to report any noted instances of noncompliance.

Findings: We found no instances of noncompliance.

- 2. Procedures Performed:** From the Town's trial balances, we prepared a budget and actual financial schedule for the General Fund and compared the actual expenditures and encumbrances reported to the authorized appropriations to report any noted instances of noncompliance with appropriation limitations.

Findings: We found no instances of noncompliance.

- 3. Procedures Performed:** We agreed the Town's material bank account balances to bank statements, and traced the timely clearance of significant reconciling items to report any significant or unusual instances of reconciling items that have not cleared.

Findings: We found no instances of any significant or unusual reconciling items.

- 4. Procedures Performed:** We compared the Town's uninsured deposits to fair value of pledged collateral to report any amounts of uninsured and uncollateralized deposits.

Findings: We found no uninsured or uncollateralized deposits.

- 5. Procedures Performed:** We compared use of material-restricted revenues and resources to their restrictions to report any noted instances of noncompliance.

Findings: We found no instances of noncompliance.

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

Findings: We found no instances of noncompliance..

7. Procedures Performed: We compared the Town's account balances in reserve accounts to contractually required balances and debt service coverage requirements of bond indentures to the actual coverage to report any noted instances of noncompliance.

Findings: We found no instances of noncompliance.

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. 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 these specified parties.

Furrh & Associates, PC

FURRH & ASSOCIATES, PC
June 4, 2012

TOWN OF BRAY
 BRAY, OKLAHOMA
SUMMARY OF CHANGES IN FUND BALANCE-CASH BASIS
 For the Fiscal Year Ended June 30, 2011
 (Unaudited)

<u>Funds</u>	<u>Balance as of 7/1/10</u>	<u>Current Year Receipts</u>	<u>Current Year Disbursements</u>	<u>Balance as of 6/30/11</u>
General Fund				
General Fund Account	\$ 10,805	\$ 27,671	\$ (27,244)	\$ 11,232
Investment Account	34,318	86	0	34,404
Total General Fund	<u>45,123</u>	<u>27,757</u>	<u>(27,244)</u>	<u>45,636</u>
Street and Alley Fund				
Street and Alley Account	1,577	9,358	(8,235)	2,700
Investment Account	12,962	251	(251)	12,962
Total Street & Alley Fund	<u>14,539</u>	<u>9,609</u>	<u>(8,486)</u>	<u>15,662</u>
Volunteer Fire Department Fund				
Volunteer Fire Department Account	11,309	26,468	(24,445)	13,332
Investment Account	20,141	88	(6,000)	14,229
Total Volunteer Fire Dept. Fund	<u>31,450</u>	<u>26,556</u>	<u>(30,445)</u>	<u>27,561</u>
Grant Fund				
Grant Fund	<u>0</u>	<u>52,404</u>	<u>(52,237)</u>	<u>167</u>
Total	<u>\$ 91,112</u>	<u>\$ 116,326</u>	<u>\$ (118,412)</u>	<u>\$ 89,026</u>

Please see Accountant's report.

**TOWN OF BRAY
BRAY, OKLAHOMA
GENERAL FUND
BUDGET COMPARISON SCHEDULE-CASH BASIS
For the Fiscal Year Ended June 30, 2011
(Unaudited)**

	Original	Final	Actual	Amount (Over) Under Budget
<u>Balance, June 30, 2010</u>				
General Fund Account	\$ 10,805	\$ 10,805	\$ 10,805	\$ 0
Investment Account	34,318	34,318	34,318	0
Balance, June 30, 2010	<u>45,123</u>	<u>45,123</u>	<u>45,123</u>	<u>0</u>
<u>Resources</u>				
Taxes				
Sales Tax	16,423	16,423	21,362	(4,939)
Use Tax	85	85	97	(12)
Permits	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Taxes	<u>16,508</u>	<u>16,508</u>	<u>21,459</u>	<u>(4,951)</u>
Intergovernmental				
Alcohol Beverage Tax	4,331	4,331	4,384	(53)
Investment Income	529	529	102	427
Other Income	0	0	261	(261)
Rental	1,170	1,170	1,300	(130)
Transfers to Other Funds	<u>370</u>	<u>370</u>	<u>251</u>	<u>119</u>
Amount Available for Appropriation	68,031	68,031	72,880	(4,849)
<u>Charges to Appropriations</u>				
General Government				
Personal Services	1,152	1,152	1,309	(157)
Other Services and Charges	16,300	16,300	22,435	(6,135)
Capital Outlay	<u>50,579</u>	<u>50,579</u>	<u>3,500</u>	<u>47,079</u>
Total Charges to Appropriations	<u>68,031</u>	<u>68,031</u>	<u>27,244</u>	<u>40,787</u>
Balance, June 30, 2011	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 45,636</u>	<u>\$ (45,636)</u>

Please see Accountant's report.

Town of Bray
Bray, Oklahoma
Rural Economic Action Plan Grant
Revenue and Expenditures Compared with Budget
Year Ended June 30, 2011

	<u>Budget</u>	<u>Current Year</u>	<u>(Over) Under Budget</u>
<u>Revenue</u>			
State Grant	\$ 22,404	\$ 22,404	\$ 0
<u>Expenditures</u>			
Fire Equipment	<u>22,404</u>	<u>22,404</u>	<u>0</u>
Total Expenditures	<u>22,404</u>	<u>22,404</u>	<u>0</u>
<u>Revenue Over (Under) Expenditures</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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Town of Bray
Bray, Oklahoma
Rural Economic Action Plan Grant
Revenue and Expenditures Compared with Budget
Year Ended June 30, 2011

	<u>Budget</u>	<u>Current Year</u>	<u>(Over) Under Budget</u>
<u>Revenue</u>			
State Grant	\$ 30,000	\$ 30,000	\$ 0
<u>Expenditures</u>			
Radio Tower & Fire Equipment	<u>30,000</u>	<u>29,833</u>	<u>167</u>
Total Expenditures	<u>30,000</u>	<u>29,833</u>	<u>167</u>
<u>Revenue Over (Under) Expenditures</u>	<u>\$ 0</u>	<u>\$ 167</u>	<u>\$ (167)</u>

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