

---

---

**THE CENTRAL OKLAHOMA ECONOMIC DEVELOPMENT DISTRICT**

---

---

**FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2014**

---

---

## TABLE OF CONTENTS

INDEPENDENT AUDITOR'S REPORT .....	1
GOVERNMENT-WIDE FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION .....	4
STATEMENT OF ACTIVITIES .....	5
FUND FINANCIAL STATEMENTS	
BALANCE SHEET – GOVERNMENTAL FUNDS .....	6
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS .....	7
STATEMENT OF NET POSITION – PROPRIETARY FUNDS .....	8
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION – PROPRIETARY FUNDS .....	9
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS .....	10
NOTES TO THE FINANCIAL STATEMENTS .....	11
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS .....	19
INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 .....	21
SCHEDULE OF FINDINGS AND QUESTIONED COSTS .....	23

OTHER SUPPLEMENTARY INFORMATION

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS .....	24
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS .....	25
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS .....	26
SCHEDULE OF EXPENDITURES OF STATE AWARDS .....	27
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS .....	28

**BECKY FLEMING, C.P.A., INC.**

**7920 108<sup>th</sup> Ave NE  
Norman, OK 73026-9761**

**Cell: 405.641.5794  
Fax: 405.217.4575  
Email: bdfcpa@gmail.com**

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
The Central Oklahoma Economic Development District  
Shawnee, OK

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Central Oklahoma Economic Development District as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Central Oklahoma Economic Development District, as of June 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require 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 considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Central Oklahoma Economic Development District's basic financial statements. The combining nonmajor fund financial statements and the schedule of expenditures of state awards are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The combining nonmajor fund financial statements and the schedules of expenditures of federal and state awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements and the schedules of expenditures of federal and state awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

## **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated September 5, 2014, on our consideration of the Central Oklahoma Economic Development District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Central Oklahoma Economic Development District's internal control over financial reporting and compliance.



C.P.A., Inc.

Becky Fleming, C.P.A., Inc.  
September 5, 2014

**CENTRAL OKLAHOMA ECONOMIC DEVELOPMENT DISTRICT**  
**STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2014**

	Governmental	Business-Type	2014	Memo Only 2013
	Activities	Activities	Total	Total
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and investments	1,016,844	1,323,905	2,340,749	2,354,404
Cash and investments - restricted	1,315,144	0	1,315,144	1,085,191
Grants receivable	402,061	0	402,061	263,037
Accounts receivable	35,246	0	35,246	36,596
Notes receivable, current portion	1,347	141,839	143,186	115,541
Internal balances	(1,875)	1,875	0	0
<b>Total current assets</b>	<b>2,768,767</b>	<b>1,467,619</b>	<b>4,236,386</b>	<b>3,854,769</b>
<b>Noncurrent Assets</b>				
Accrued interest	0	7,854	7,854	16,283
Notes receivable, less current portion	64,118	1,136,404	1,200,522	1,076,154
Depreciable property and equipment	128,866	0	128,866	102,149
Accumulated depreciation	(101,194)	0	(101,194)	(93,973)
<b>Net property and equipment</b>	<b>27,672</b>	<b>0</b>	<b>27,672</b>	<b>8,176</b>
<b>Total noncurrent assets</b>	<b>91,790</b>	<b>1,144,258</b>	<b>1,236,048</b>	<b>1,100,613</b>
<b>TOTAL ASSETS</b>	<b>2,860,557</b>	<b>2,611,877</b>	<b>5,472,434</b>	<b>4,955,382</b>
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accrued payroll liabilities	32,600	0	32,600	39,247
911 fee payable	57,379	0	57,379	33,910
Unearned revenues	248,558	0	248,558	69,506
Pass-through payable	1,384,481	0	1,384,481	1,053,741
Accrued interest payable	0	530	530	567
Current portion of long-term debt	0	57,007	57,007	56,443
<b>Total current liabilities</b>	<b>1,723,018</b>	<b>57,537</b>	<b>1,780,555</b>	<b>1,253,414</b>
<b>Noncurrent Liabilities</b>				
Long-term debt, less current portion	0	609,767	609,767	666,774
<b>TOTAL LIABILITIES</b>	<b>1,723,018</b>	<b>667,304</b>	<b>2,390,322</b>	<b>1,920,188</b>
<b>NET POSITION</b>				
Net investment in capital assets	27,672	0	27,672	8,176
<b>Restricted for:</b>				
REAP grants	29,145	0	29,145	117,784
Senior medical services	0	0	0	17,431
Loan programs	0	1,944,573	1,944,573	1,896,046
Unrestricted	1,080,722	0	1,080,722	995,757
<b>TOTAL NET POSITION</b>	<b>1,137,539</b>	<b>1,944,573</b>	<b>3,082,112</b>	<b>3,035,194</b>





**CENTRAL OKLAHOMA ECONOMIC DEVELOPMENT DISTRICT**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**AS OF JUNE 30, 2014**

	Major Governmental Funds			Non-major Governmental Funds	Total Governmental Funds	Memo Only
	General Fund	Area Agency on Aging	EDA			2013 Governmental Funds
<b>ASSETS</b>						
Cash and investments	1,016,844	0	0	0	1,016,844	875,805
Cash and investments - restricted	1,309,902	5,242	0	0	1,315,144	1,085,191
Grants receivable	0	239,084	150,075	12,902	402,061	263,037
Accounts receivable	35,246	0	0	0	35,246	36,596
Due from other funds	4,730	0	11,989	390	17,109	65,828
<b>TOTAL ASSETS</b>	<b>2,366,722</b>	<b>244,326</b>	<b>162,064</b>	<b>13,292</b>	<b>2,786,404</b>	<b>2,326,457</b>
<b>LIABILITIES</b>						
Accrued payroll liabilities	11,627	11,120	2,925	6,928	32,600	39,247
911 fee payable	57,379	0	0	0	57,379	33,910
Unearned revenue	80,133	7,386	159,139	1,900	248,558	69,506
Pass-through payable	1,173,181	211,300	0	0	1,384,481	1,053,741
Due to other funds	0	14,520	0	4,464	18,984	65,828
<b>TOTAL LIABILITIES</b>	<b>1,322,320</b>	<b>244,326</b>	<b>162,064</b>	<b>13,292</b>	<b>1,742,002</b>	<b>1,262,232</b>
<b>FUND BALANCES</b>						
Restricted						
REAP	29,145	0	0	0	29,145	117,784
Senior medical services	0	0	0	0	0	17,431
Unrestricted						
Unassigned	1,015,257	0	0	0	1,015,257	929,010
<b>TOTAL FUND BALANCES</b>	<b>1,044,402</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,044,402</b>	<b>1,064,225</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>2,366,722</b>	<b>244,326</b>	<b>162,064</b>	<b>13,292</b>	<b>2,786,404</b>	<b>2,326,457</b>

Reconciliation of total fund balance to total net assets:	Total fund balance	1,044,402	1,064,225
	Note receivable, current	1,347	1,282
	Note receivable, less current	64,118	65,465
	Capital assets	128,866	102,149
	Accumulated depreciation	(101,194)	(93,973)
	<b>Total net assets</b>	<b>1,137,539</b>	<b>1,139,148</b>

**CENTRAL OKLAHOMA ECONOMIC DEVELOPMENT DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

	Major Governmental Funds			Non-major Governmental Funds	Total Governmental Funds	Memo Only
	General Fund	Area Agency on Aging	EDA			2013 Governmental Funds
Revenues						
Federal grants	0	1,038,715	52,692	108,961	1,200,368	1,157,545
State grants	1,113,671	1,098,995	0	141,734	2,354,400	2,535,702
Interest income	5,555	0	0	0	5,555	6,000
Service fees	236,292	2,650	0	4,800	243,742	186,428
Local assessments	111,492	0	0	0	111,492	106,179
Total Revenues	1,467,010	2,140,360	52,692	255,495	3,915,557	3,991,854
Expenditures						
General operations	260,936	0	0	0	260,936	402,842
REAP	922,696	0	0	0	922,696	1,019,636
CENA	211,634	0	0	0	211,634	215,851
Area Agency on Aging	0	2,158,919	0	0	2,158,919	2,138,314
Economic development	0	0	75,970	0	75,970	77,737
Rural fire	0	0	0	103,078	103,078	98,556
Sub-state planning	0	0	0	36,364	36,364	36,364
Medicare-D	0	0	0	8,721	8,721	11,526
Living Longer Living Stronger	0	0	0	141,654	141,654	92,571
Medicare Improvements for Patients & Providers	0	0	0	0	0	1,005
Money Follows the Person	0	0	0	291	291	238
Capital assets	26,717	0	0	0	26,717	4,280
Total Expenditures	1,421,983	2,158,919	75,970	290,108	3,946,980	4,098,920
Revenues Over (Under) Expenditures	45,027	(18,559)	(23,278)	(34,613)	(31,423)	(107,066)
OTHER FINANCING SOURCES (USES)						
Required match transfers	(41,141)	18,559	22,582	0	0	0
Transfers-in (out)	(23,709)	0	696	34,613	11,600	11,246
TOTAL OTHER FINANCING SOURCES (USES)	(64,850)	18,559	23,278	34,613	11,600	11,246
NET CHANGE IN FUND BALANCE	(19,823)	0	0	0	(19,823)	(95,820)
BEGINNING FUND BALANCE	1,064,225	0	0	0	1,064,225	1,160,045
ENDING FUND BALANCE	1,044,402	0	0	0	1,044,402	1,064,225

Reconciliation of the net change in fund balance to the change in net assets:

Net change in fund balance	(19,823)	(95,820)
Capital asset purchases capitalized	26,717	4,280
Principal payments	(1,282)	(1,219)
Depreciation expense	(7,221)	(15,290)
Change in net assets	(1,609)	(108,049)

**CENTRAL OKLAHOMA ECONOMIC DEVELOPMENT DISTRICT**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**AS OF JUNE 30, 2014**

	EDA	Rural	Total	Memo Only
	Revolving	Development	Proprietary	2013
	Loan Fund	IRP	Funds	Proprietary
				Funds
<b>ASSETS</b>				
Current Assets				
Cash and investments	505,547	818,358	1,323,905	1,478,599
Due from other funds	1,875	0	1,875	0
Notes receivable, current portion	69,462	72,377	141,839	114,259
Total current assets	576,884	890,735	1,467,619	1,592,858
Noncurrent Assets				
Interest receivable	0	7,854	7,854	16,283
Notes receivable, less current portion	482,855	653,549	1,136,404	1,010,689
Total non-current assets	482,855	661,403	1,144,258	1,026,972
<b>TOTAL ASSETS</b>	<b>1,059,739</b>	<b>1,552,138</b>	<b>2,611,877</b>	<b>2,619,830</b>
<b>LIABILITIES</b>				
Current Liabilities				
Accrued interest	0	530	530	567
Current portion of long-term debt	0	57,007	57,007	56,443
Total current liabilities	0	57,537	57,537	57,010
Noncurrent liabilities				
Long-term debt, less current portion	0	609,767	609,767	666,774
<b>TOTA LIABILITIES</b>	<b>0</b>	<b>667,304</b>	<b>667,304</b>	<b>723,784</b>
<b>NET POSITION</b>	<b>1,059,739</b>	<b>884,834</b>	<b>1,944,573</b>	<b>1,896,046</b>

**CENTRAL OKLAHOMA ECONOMIC DEVELOPMENT DISTRICT  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2014**

	EDA	Rural	Total	Memo Only
	Revolving	Development	Proprietary	2013
	Loan Fund	IRP	Funds	Proprietary
				Funds
OPERATING REVENUES				
Interest income	24,167	37,418	61,585	65,208
Fees and charges	369	5,387	5,756	4,670
TOTAL OPERATING REVENUES	24,536	42,805	67,341	69,878
OPERATING EXPENSES				
Filing and other fees	19	0	19	65
Interest expense	0	7,195	7,195	7,755
TOTAL OPERATING EXPENSES	19	7,195	7,214	7,820
OPERATING INCOME	24,517	35,610	60,127	62,058
TRANSFERS (OUT)	(11,600)	0	(11,600)	(11,246)
NET INCOME	12,917	35,610	48,527	50,812
BEGINNING NET POSITION	1,046,822	849,224	1,896,046	1,845,234
ENDING NET POSITION	1,059,739	884,834	1,944,573	1,896,046

**CENTRAL OKLAHOMA ECONOMIC DEVELOPMENT DISTRICT**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

	EDA	Rural	Total	Memo Only
	Revolving	Development	Proprietary	2013
	Loan Fund	IRP	Funds	Proprietary
				Funds
Cash flows from operating activities:				
Principal payments received from borrowers	59,256	67,509	126,765	135,536
Interest from loans, deposits, and CD's	24,162	33,890	58,052	61,688
Loan fees received	369	1,060	1,429	0
Other operating payments	(74)	16,284	16,210	(65)
Loan advances	(200,000)	(80,000)	(280,000)	0
Principal payments	0	(56,443)	(56,443)	(55,884)
Interest payments	0	(7,232)	(7,232)	(7,791)
Net cash flows from operating activities	(116,287)	(24,932)	(141,219)	133,484
Cash flows from non-capital financing activities:				
Transfers to other funds	(13,475)	0	(13,475)	(11,246)
Net increase (decrease) in cash	(129,762)	(24,932)	(154,694)	122,238
Beginning Cash	635,309	843,290	1,478,599	1,356,361
Ending Cash	505,547	818,358	1,323,905	1,478,599
Reconciliation of Operating Income				
to Net Cash Used by Operating Activities:				
Net income from operations	24,517	35,610	60,127	62,058
(Increase) decrease in notes receivable	(140,804)	(12,491)	(153,295)	135,543
(Increase) decrease in interest receivable	0	8,429	8,429	(8,197)
Increase (decrease) in notes payable	0	(56,480)	(56,480)	(55,920)
Net Cash Used by Operating Activities	(116,287)	(24,932)	(141,219)	133,484

## **The Central Oklahoma Economic Development District**

Notes to the Basic Financial Statements

As of and for the Year Ended June 30, 2014

### **1. Summary of Significant Accounting Policies**

The District complies with generally accepted accounting principles (GAAP), which includes all relevant Governmental Accounting Standards Board (GASB) pronouncements.

#### **1A. Financial Reporting Entity**

The Central Oklahoma Economic Development District (District) is organized under the provisions of the 1965 Inter-Local Cooperation Act. The District is authorized under its articles of association to provide planning, technical assistance, and direct services management to the seven counties of Hughes, Lincoln, Okfuskee, Pawnee, Payne, Pottawatomie and Seminole, as well as public agencies having jurisdiction within those counties, including cities, towns, soil and water conservation districts, school districts, and other public agencies, districts, authorities, and political subdivisions.

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the Central Oklahoma Economic Development District (the primary government) and its component unit. The component discussed below is included in the District's reporting entity because of the significance of its operational and financial relationship with the District.

#### **1B. Blended Component Units**

The Central Oklahoma Development Trust Authority (Trust) is an entity legally separate from the District. For financial reporting purposes, the Trust is reported as if it were part of the District's operations because its purpose is to administer the District's revolving loan programs. The Trust does not issue separate financial statements.

#### **1C. Financial Statements**

The District's financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The District's economic development activities, Area Agency on Aging, rural fire protection office and general administration are classified as governmental activities. The District's economic development loan programs are classified as business-type activities.

#### **1D. Government-wide Financial Statements**

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. The statements distinguish between governmental and business-type activities. Governmental activities are financed by local assessments, charges for services, and

## **The Central Oklahoma Economic Development District**

Notes to the Basic Financial Statements

As of and for the Year Ended June 30, 2014

grants. Business-type activities are financed by economic development loans and fees charged for services.

### **1E. Fund Financial Statements**

Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures/expenses. The various funds are reported by generic classification within the financial statements. The following fund types are used by the District:

### **1F. Governmental Funds**

The measurement focus of governmental funds in the fund statements is current financial resources. Generally only current financial assets and liabilities are included on their balance sheets and only sources and uses of available spendable resources are presented on their operating statements. Fund balance is used as their measure of available spendable resources at the end of the period. The following is a description of the governmental funds of the District:

General Fund is the general operating fund of the District. It is used to account for all financial resources except those accounted for in another fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally or contractually restricted to expenditures for specified purposes.

### **1G. Proprietary Funds**

The measurement focus of proprietary funds is economic resources, the objectives of which involves the determination of operating income, changes in net position, financial position, and cash flows. Operating income results from services provided in connection with the fund's principal ongoing operations. All revenues not meeting this definition are non-operating revenues. The following is a description of the proprietary funds of the District:

Enterprise Funds (Intermediary Relending Program; Revolving Loan Fund) are used to account for business-like activities provided to the general public and financed primarily by user charges.

### **1H. Major and Nonmajor Funds**

The emphasis in fund financial statements is on major funds in either the governmental or proprietary fund categories. Nonmajor funds by category are summarized into a single column. GASB-34 sets forth the following minimum criteria for the determination of major funds, except that the general fund is always major:

## **The Central Oklahoma Economic Development District**

Notes to the Basic Financial Statements

As of and for the Year Ended June 30, 2014

Total assets, liabilities, revenues, or expenditures/expenses are at least 10% of the corresponding total for all funds of the same type; and

Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or business-type fund are at least 5% of the corresponding total for all governmental and enterprise funds combined.

The District's major funds are the general fund, the Area Agency on Aging fund, the Economic Development Agency fund, the intermediary relending program fund; and the revolving loan fund. The remaining funds are nonmajor.

The general fund provides all types of grant application and administration assistance to member governments, mapping services, technical assistance for economic development, and administration of the Rural Economic Action Program grants and the Community Expansion of Nutrition Assistance grants.

The Area Agency on Aging fund administers two senior nutrition projects in the COEDD area and provides information and referral services to seniors age 60 and over; ombudsmen services; and Medicare assistance programs.

The Economic Development Agency fund develops the Consolidated Economic Development Strategy for the COEDD region, administers EDA grants, and provides technical assistance for economic development projects.

The two revolving loan funds provide economic development loans to new and expanding businesses in the COEDD area.

### **1I. Basis of Accounting**

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

### **1J. Accrual Basis**

Both governmental and business-type activities in the government-wide financial statements and proprietary fund financial statements are presented using the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.



## **The Central Oklahoma Economic Development District**

### Notes to the Basic Financial Statements

As of and for the Year Ended June 30, 2014

#### **1K. Modified Accrual Basis**

The governmental fund financial statements are presented using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (both measurable and available). Available means collectible within the current period or within 60 days after year end. Expenditures are generally recognized when the related liability is incurred.

#### **1L. Cash and Cash Equivalents**

The District has defined cash and cash equivalents to be cash on hand, demand deposits, cash with fiscal agents, and short-term investments with original maturities of three months or less from the date of acquisition.

#### **1M. Investments**

Investments are accounted for in accordance with GASB-31, *Accounting and Financial Reporting for Certain Investments*, which states that investments held at year end with original maturities greater than one year are stated at fair value. Fair value is estimated based on quoted market prices at year-end. All investments not required to be reported at fair value are stated at cost or amortized cost.

#### **1N. Receivables**

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. The allowances for uncollectible accounts are based on historical trends and periodic aging.

#### **1O. Interfund Activity**

Interfund activity is reported either as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation of the government-wide financial statements.

#### **1P. Capital Assets**

Furniture and equipment purchased or acquired with an original cost of \$1,500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Depreciation on assets is provided on the straight-line basis over 3 to 10 years.

## **The Central Oklahoma Economic Development District**

Notes to the Basic Financial Statements

As of and for the Year Ended June 30, 2014

### **1Q. Compensated Absences**

District employees are entitled to certain compensated absences based on their length of employment and subject to certain limitations. These compensated absences are expensed as earned.

### **1R. Revenues**

Substantially all governmental fund revenues are accrued. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as nonoperating revenue based on GASB-33. In applying GASB-33 to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements, are met.

Resources transmitted before eligibility requirements are met are reported as advances by the provider and unearned revenue by the recipient. When both restricted and unrestricted resources are available for use, it is the District's policy to use the restricted resources first, and then the unrestricted resources as needed.

### **1S. Indirect Cost Allocations**

Indirect costs are allocated to individual funds based on each fund's percent of direct payroll. Indirect charges above a contractual amount for the EDA program are carried over to the subsequent year's allowance.

### **1T. Memo Only Totals**

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the organization's financial statements for the year ended June 30, 2013, from which the summarized information was derived.

## **2. Deposits and Investments**

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

The District has not formally adopted deposit and investment policies that limit the government's allowable deposits or investments and address the specific types of risk to which the government is exposed.

**The Central Oklahoma Economic Development District**

Notes to the Basic Financial Statements

As of and for the Year Ended June 30, 2014

The District has deposits at year-end that are exposed to custodial credit risk (bank balances not covered by depository insurance) as follows:

Uncollateralized	0
Collateralized by securities held by the pledging financial institution	0
Collateralized by securities held by the pledging financial institutions' trust department or agent but not in the District's name	721,009

Sweep accounts of \$2,794,006 are not insured or collateralized, but are invested in the same types of investments discussed above.

**3. Restricted Cash and Investments**

Cash and investments restricted by federal or state grant contracts or by donors are reported as restricted cash and investments.

**4. Capital Assets**

Capital asset activity for the year ended June 30, 2014, is summarized as follows:

<b>Governmental activities</b>	Beginning			Ending
	Balance	Additions	Deletions	Balance
Furniture and equipment	102,149	26,717	0	128,866
Accumulated depreciation	(93,974)	(7,220)	0	(101,194)
Net governmental assets	8,175	19,497	0	27,672

Depreciation expense was charged to functions as follows:

<b>Governmental activities</b>	
General fund	5,739
Area Agency on Aging	<u>1,481</u>
Total governmental depreciation	<u>7,220</u>

**5. Defined Contribution Pension Plan**

Plan Description – The District contributes to a defined contribution pension plan administered by Axa Equitable. The plan provides retirement benefits to all participating employees, who are 100% vested after 7 years.

Funding Policy – The District contributes 9% of eligible employee salaries of \$416,241. Participating employees must contribute a minimum of 3%, and may contribute up to 25%. For the year just ended, contributions were \$37,331 and \$32,332 respectively.

## The Central Oklahoma Economic Development District

Notes to the Basic Financial Statements

As of and for the Year Ended June 30, 2014

### 6. 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 District manages this risk through the purchase of commercial insurance policies. Risk management activities are accounted for by fund, and claims are recognized when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. In determining claims, events that might create claims, but for which none have been reported, are considered. There was no claims activity for the year just ended.

### 7. Long-term Debt and Notes Receivable

The following is a summary of the District's long-term debt activity for the year just ended:

<b>Business-type activities</b>	<u>Beginning</u>			<u>Ending</u>	<u>Due in</u>
	<u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u>	<u>One Year</u>
Economic development notes	723,217	0	(56,443)	666,774	57,007

A summary of debt service requirements to maturity by year is as follows:

	<u>Economic Development</u>	
	<u>Principal</u>	<u>Interest</u>
2015	57,007	6,668
2016	57,577	6,098
2017	58,153	5,522
2018	58,735	4,940
2019	59,322	4,353
2020-2024	305,490	12,747
2025-2028	70,490	1,580
Total	<u>666,774</u>	<u>41,908</u>

Debt outstanding at June 30, 2014, consists of two notes originally issued for \$1,455,000 to establish the intermediary relending program. The notes carry an annual interest rate of 1% and mature June 24, 2024 and April 11, 2028. The notes are secured by mortgages, liens on equipment, cash and net notes receivable. The District has no obligation for the debt beyond resources provided by the related notes receivable.

### 8. Operating Leases

COEDD is obligated under two leases accounted for as operating leases. Operating leases do not give rise to property rights and are not capitalized in the statement of net

**The Central Oklahoma Economic Development District**

Notes to the Basic Financial Statements

As of and for the Year Ended June 30, 2014

position. Rental expenses for the year were \$16,800. The building lease includes a provision for COEDD to spend a minimum of \$100,000 on leasehold improvements during 2014 and 2015 in return for annual renewals of \$12,000 for the next 10 years. During 2014, leasehold improvements of \$26,717 were capitalized, with the balance of \$73,283 due to be spent during 2015.

Future minimum rental payments are as follows:

	Copier	Building	Total
2014	4,800	12,000	16,800
2015	4,800	12,000	16,800
2016	4,800	12,000	16,800
2017	3,200	12,000	15,200
2018	0	12,000	12,000
2019-2023	0	60,000	60,000
2024	0	12,000	12,000
	<u>17,600</u>	<u>132,000</u>	<u>149,600</u>

**9. Inter-fund Balances**

Inter-fund receivable and payable balances at year end were as follows:

	Governmental Funds				Total	Total	Total
	GF	EDA	AAA	Non-major	Governmental	Business-Type	Interfund
Operations	4,730	11,989	(14,520)	(4,074)	(1,875)	1,875	0

Inter-fund transfers for the year were as follows:

	Governmental Funds				Proprietary	Total Transfers
	GF	EDA	AAA	Non-major	RLF	
Matching	(41,141)	22,582	18,559	0	0	0
Operations	(23,709)	696	0	34,613	(11,600)	0
Total	<u>(64,850)</u>	<u>23,278</u>	<u>18,559</u>	<u>34,613</u>	<u>(11,600)</u>	<u>0</u>

**10. Subsequent Events**

Management performed an evaluation of the District's activity through September 5, 2014, the audit report date, and has concluded that there are no significant subsequent events requiring disclosure through that date.

**BECKY FLEMING, C.P.A., INC.**

7920 108<sup>th</sup> Ave NE  
Norman, OK 73026-9761

Cell: 405.641.5794  
Fax: 405.217.4575  
Email: bdfcpa@gmail.com

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors  
The Central Oklahoma Economic Development District  
Shawnee, OK

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Central Oklahoma Economic Development District, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Central Oklahoma Economic Development District's basic financial statements, and have issued our report thereon dated September 5, 2014.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Central Oklahoma Economic Development District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Central Oklahoma Economic Development District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Central Oklahoma Economic Development District's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that

we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Central Oklahoma Economic Development District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



, C.P.A., Inc.

Becky Fleming, C.P.A., Inc.  
September 5, 2014

**BECKY FLEMING, C.P.A., INC.**

7920 108<sup>th</sup> Ave NE  
Norman, OK 73026-9761

Cell: 405.641.5794  
Fax: 405.217.4575  
Email: bdfcpa@gmail.com

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE  
WITH OMB CIRCULAR A-133**

To the Board of Directors  
The Central Oklahoma Economic Development District  
Shawnee, OK

**Report on Compliance for Each Major Federal Program**

We have audited the Central Oklahoma Economic Development District's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Central Oklahoma Economic Development District's major federal programs for the year ended June 30, 2014. The Central Oklahoma Economic Development District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the Central Oklahoma Economic Development District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Central Oklahoma Economic Development District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Central Oklahoma Economic Development District's compliance.



## ***Opinion on Each Major Federal Program***

In our opinion, the Central Oklahoma Economic Development District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.


## **Report on Internal Control Over Compliance**

Management of the Central Oklahoma Economic Development District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Central Oklahoma Economic Development District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Central Oklahoma Economic Development District's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

 C.P.A., Inc.

Becky Fleming, C.P.A., Inc.  
September 5, 2014

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2014

1. A summary of the auditor's results:
  - (i) The Central Oklahoma Economic Development District received an unqualified opinion on its financial statements.
  - (ii) N/A
  - (iii) The audit did not disclose any material noncompliance.
  - (iv) N/A
  - (v) The Central Oklahoma Economic Development District received an unqualified opinion on compliance for major programs.
  - (vi) The audit did not disclose any findings that the auditor is required to report under OMB Circular A-133, sub-part E, section 510(a).
  - (vii) Major program: 11.207 Economic Adjustment Assistance – Revolving Loan Fund.
  - (viii) The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
  - (ix) The Central Oklahoma Economic Development District did qualify as a low-risk auditee.
2. The Central Oklahoma Economic Development District had no findings relating to the financial statements which are required to be reported in accordance with GAGAS.
3. Findings and questioned costs for Federal awards:
  - (i) Audit findings - None.
  - (ii) Audit findings which relate to both the financial statements and Federal awards - None.

**CENTRAL OKLAHOMA ECONOMIC DEVELOPMENT DISTRICT  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 AS OF JUNE 30, 2014**

	Rural Fire Protection	Sub-State Planning District	Medicare-D	Caregiver	Money Follows the Person	Non-Major Fund Totals	Memo Only 2013 Non-Major Totals
<b>ASSETS</b>							
Grants receivable	7,917	0	0	4,794	191	12,902	20,320
Due from other funds	0	390	0	0	0	390	1,137
<b>Total Assets</b>	<b>7,917</b>	<b>390</b>	<b>0</b>	<b>4,794</b>	<b>191</b>	<b>13,292</b>	<b>21,457</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>LIABILITIES</b>							
Accrued payroll liabilities	5,615	390	0	923	0	6,928	5,849
Unearned revenues	1,900	0	0	0	0	1,900	6,034
Due to other funds	402	0	0	3,871	191	4,464	9,574
<b>Total Liabilities</b>	<b>7,917</b>	<b>390</b>	<b>0</b>	<b>4,794</b>	<b>191</b>	<b>13,292</b>	<b>21,457</b>
<b>FUND BALANCES</b>							
Restricted	0	0	0	0	0	0	0
<b>TOTAL LIABILITIES AND     FUND BALANCE</b>	<b>7,917</b>	<b>390</b>	<b>0</b>	<b>4,794</b>	<b>191</b>	<b>13,292</b>	<b>21,457</b>

**CENTRAL OKLAHOMA ECONOMIC DEVELOPMENT DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2013**

	Memo Only						
	Rural Fire Protection	Sub-State Planning District	Medicare-D	Caregiver	Money Follows the Person	Non-Major Fund Totals	2013 Non-Major Totals
<b>Revenues</b>							
Federal grants	0	0	8,721	99,949	291	108,961	33,148
State grants	70,000	36,364	0	35,370	0	141,734	106,364
Service fees and other revenues	4,800	0	0	0	0	4,800	4,400
<b>Total Revenues</b>	<b>74,800</b>	<b>36,364</b>	<b>8,721</b>	<b>135,319</b>	<b>291</b>	<b>255,495</b>	<b>143,912</b>
<b>Expenditures</b>							
Personnel	57,290	20,410	5,038	29,884	0	112,622	88,452
Employee benefits	17,223	6,973	470	13,490	0	38,156	28,696
Travel	5,323	0	1,322	2,827	291	9,763	11,961
Printing	0	0	0	78	0	78	0
Supplies	371	0	0	56	0	427	148
Publications and dues	0	0	0	289	0	289	0
Rent	1,368	1,320	0	0	0	2,688	2,688
Allocated indirect expense	21,503	7,661	1,891	11,216	0	42,271	28,612
Client services	0	0	0	83,332	0	83,332	0
Pass-through grants	0	0	0	0	0	0	11,474
<b>Total Expenditures</b>	<b>103,078</b>	<b>36,364</b>	<b>8,721</b>	<b>141,654</b>	<b>291</b>	<b>290,108</b>	<b>172,031</b>
Revenues Over (Under) Expenditures	(28,278)	0	0	(6,335)	0	(34,613)	(28,119)
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers-in (out)	28,278	0	0	6,335	0	34,613	18,571
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>28,278</b>	<b>0</b>	<b>0</b>	<b>6,335</b>	<b>0</b>	<b>34,613</b>	<b>18,571</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(9,548)</b>
<b>BEGINNING FUND BALANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9,548</b>
<b>ENDING FUND BALANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**CENTRAL OKLAHOMA ECONOMIC DEVELOPMENT DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014  
(Accrual Basis)**

<b>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</b>	<b>FEDERAL CFDA NUMBER</b>	<b>PASS-THROUGH GRANTOR'S NUMBER</b>	<b>DEFERRED REVENUE 06/30/13</b>	<b>REVENUES</b>	<b>EXPENSES</b>	<b>DEFERRED REVENUE 06/30/14</b>	<b>IRP LOAN PAYABLE</b>	<b>EDA RLF</b>
<b>U.S. Department of Health and Human Services</b>								
<i>Oklahoma Department of Human Services</i>								
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	34076005	0	270,466	270,466	2,150		
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	34076005	0	485,613	485,613	0		
Nutrition Services Incentive Program	93.053	34076005	0	258,475	258,475	0		
Total Aging Cluster			0	1,014,554	1,014,554	2,150		
Special Programs for the Aging - Title III, Part D - In-Home Services for Frail Older Individuals	93.043	34076005	0	8,796	8,796	0		
National Family Caregiver Support Program - Title III, Part E	93.052	34076005	411	111,784	111,784	0		
Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	34076005	0	3,531	3,531	0		
Special Programs for the Aging - Title IV and Title II - Discretionary Projects	93.048	90MP0082/02	0	3,000	3,000	0		
CMS Research	93.779	1NOCMS020203-20-00	0	5,721	5,721	0		
Money Follows the Person Demonstration	93.791	11022764	0	291	291	0		
Total U.S. Department of Health and Human Services			411	1,147,677	1,147,677	2,150		
<b>U.S. Department of Agriculture</b>								
Intermediary Relending Program	10.767		0	0	0	0	666,774	
Total U.S. Department of Agriculture			0	0	0	0	666,774	
<b>U.S. Department of Commerce</b>								
Economic Development Administration	11.302	08-83-04678	31,831	31,831	31,831	0		
Economic Development Administration	11.302	08-83-04938	0	20,861	20,861	159,139		
Total Economic Development Administration			31,831	52,692	52,692	159,139		
Economic Adjustment Assistance - Revolving Loan Fund *	11.307		0	0	0	0		802,099
Total U.S. Department of Commerce			31,831	52,692	52,692	159,139	0	802,099
<b>TOTAL FEDERAL AWARDS</b>			<b>32,242</b>	<b>1,200,369</b>	<b>1,200,369</b>	<b>161,289</b>	<b>666,774</b>	<b>802,099</b>

\* Major program

**CENTRAL OKLAHOMA ECONOMIC DEVELOPMENT DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2014  
(Accrual Basis)**

STATE GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	PASS-THROUGH GRANTOR'S	DEFERRED REVENUE		DEFERRED REVENUE	
	NUMBER	06/30/13	REVENUES	EXPENSES	06/30/14
<b>Oklahoma Department of Health and Human Services</b>					
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	34076005	0	118,419	118,419	0
Special Programs for the Aging - Title III, Part C - Nutrition Services	34076005	0	974,456	974,456	0
Special Programs for the Aging - Title III, Part D - In-Home Services for Frail Older Individuals	34076005	0	1,552	1,552	0
Nation Family Caregiver Support Program - Title III, Part E	34076005	137	39,315	39,315	0
Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect, and Exploitation		0	623	623	0
Total Oklahoma Department of Human Services		137	1,134,365	1,134,365	0
<b>Oklahoma Department of Agriculture</b>					
<b>Oklahoma Association of Regional Councils</b>					
Rural Fire Defense		0	70,000	70,000	0
<b>Oklahoma Department of Commerce</b>					
Substate Planning Districts	15709 SS 14	0	36,364	36,364	0
State Appropriated Funds for Community Expansion of Nutrition Assistance	15553 CENA 14	0	222,772	222,772	0
Rural Economic Action Plan	15714 REAP 14	0	289,012	289,012	923,766
	15282 REAP 13	815,242	506,297	506,297	249,414
	14771 REAP 12	80,590	80,590	80,590	0
	14449 REAP 11 PT	15,000	15,000	15,000	0
Rural Economic Action Plan interest added back to program	Interest	117,784	820	89,459	29,145
Total Rural Economic Action Plan		1,028,616	891,719	980,358	1,202,325
Total Oklahoma Department of Commerce		1,028,616	1,150,855	1,239,494	1,202,325
<b>TOTAL STATE AWARDS</b>		1,028,753	2,355,220	2,443,859	1,202,325

## Notes to the Schedule of Expenditures of Federal Awards

### Note 1 – Basis of Presentation

The accompanying schedule of expenditures of federal awards presents the federal grant activity of the Central Oklahoma Economic Development District. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

### Note 2 – Loans Outstanding

The Central Oklahoma Economic Development District had the following loan balance outstanding at June 30, 2014:

Intermediary Relending Program	10.767	666,774
--------------------------------	--------	---------

### Note 3 – Subrecipients

Program Title	CFDA#	Subrecipient Amount
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	218,103
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	430,584
Special Programs for the Aging - Title III, Part D - In-Home Services for Frail Older Individuals	93.043	8,796
National Family Caregiver Support Program - Title III, Part E	93.052	99,538
Nutrition Services Incentive Program	93.053	258,475
Total passed-through to subrecipients		1,015,496

### Note 4 – EDA Revolving Loan Fund

The amount to be included in the schedule of federal awards as required by the United States Department of Commerce is computed as follows:

Balance of outstanding loans receivable	552,317
Cash balance available	505,547
Administrative costs	11,600
Unpaid principal written off during year	0
Total RLF expenditures	1,069,465
Federal share at 75%	802,099