

River Parks Authority

Financial Statements, Internal Control and Compliance Reports
and Independent Auditor's Reports

June 30, 2020 and 2019

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Independent Auditor's Report

Board of Trustees of
River Parks Authority

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities and each major fund of River Parks Authority (the Authority) as of and for the years ended June 30, 2020 and 2019, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

The Authority's 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 audits. We conducted our audits 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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and each major fund of the River Parks Authority as of June 30, 2020 and 2019, and the respective changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 6 to 12 and other required supplemental pension information on pages 43 to 46 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 considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2021 on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 Authority's internal control over financial reporting and compliance.

Tulsa, Oklahoma
September 30, 2021

Stanfield + O'Dell, P.C.

**MANAGEMENT'S DISCUSSION
AND ANALYSIS**

Management's Discussion and Analysis

June 30, 2020 and 2019

As management of the River Parks Authority (the Authority), we offer readers of the Authority's financial statements this overview and analysis of the financial activities of the Authority for the fiscal years ended June 30, 2020 and 2019.

The Authority is a proprietary fund classified as an enterprise fund to account for business-type activities. This is also true of the Authority's three blended component units, the River Parks Foundation and Tulsa's Gathering Place, LLC and Gateway Bridge. A proprietary fund accounts for operations that are financed and operated in a manner similar to private business enterprises. Revenue sources for the Authority's Operating and M.K. & T. Trail Funds include intergovernmental contributions, easement fees, and investment earnings, as well as private grants and contributions. Revenue sources for the River Parks Foundation include private grants, contributions, investment earnings, park usage fees, and sales receipts from park concessions and events.

Tulsa's Gathering Place, LLC is financed by private gifts and investments. As reported herein, the financial resources of Tulsa's Gathering Place, LLC, without exception, are restricted for the sole use of Tulsa's Gathering Place, a privately-funded park for public usage. The current and future assets of Tulsa's Gathering Place, LLC are not now, nor will they ever be, available to the River Parks Authority or the River Parks Foundation for their respective operations.

Overview of the Financial Statements

The financial statements are designed to provide readers with a broader overview of the Authority's finances, in a manner similar to a private-sector business.

- The assets of the River Parks Authority and the River Parks Foundation exceeded liabilities at the close of business June 30, 2020, by \$35,167,407 (net position). Of this amount, \$2,867,244 (unrestricted net position) may be used to meet ongoing obligations to citizens and creditors.
- The assets of Tulsa's Gathering Place, LLC exceeded liabilities at the close of business June 30, 2020, by \$298,163,310 (net position). Of this amount, \$1,562,738 may be used to meet the construction obligations of this project.
- The assets of Gateway Bridge exceeded liabilities at the close of business June 30, 2020, by \$9,506,746 (net position). Of this amount, \$7,632,038 may be used to meet the construction obligations of this project.

The *Statements of Net Position* presents information on all assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position serve as a useful indicator of changes in a government's financial position.

The *Statements of Revenues, Expenses, and Changes in Net Position* serves as the basic statement of activities, which presents information showing how the net position changed during the year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., unused vacation leave). In this statement, the focus is on expenses rather than expenditures.

Management's Discussion and Analysis

June 30, 2020 and 2019

Overview of the Financial Statements – Continued

The *Statements of Cash Flows* provides information about cash receipts and cash payments for the fiscal years ending June 30, 2020 and 2019. This statement reports cash receipts, cash payments, and changes in cash resulting from operations, investing, and financing activities and provides answers to such questions as where did cash come from, what was cash used for, and what was the change in cash balance during the period.

Notes to the Financial Statements The notes provide additional detailed information that is essential to a full understanding of the data provided in the financial statements.

Other Information In addition to the basic financial statements and accompanying notes, this report also presents Required Supplemental Information concerning the Authority's progress in funding its obligation to provide pension benefits to its employees.

Financial Analysis

Net position may serve over time as a useful indicator of the Authority's financial position. As noted earlier, the Authority's and Foundation's assets exceeded liabilities by \$35,167,407 at the close of the year. Tulsa's Gathering Place, LLC assets exceeded liabilities by \$298,163,310 at the close of the year. The Gateway Bridge assets exceeded liabilities by \$9,506,746 at the close of the year.

- At the end of the current year, the Authority is able to report positive balances in its Operating and M.K. & T. Trail Funds, as well as in the River Parks Foundation. The same situation held true for the prior year. Funding ratios by the City of Tulsa and Tulsa County fluctuated, but total funding for operations remained stable.
- The vast majority of the Authority's net position reflects its net investment in capital assets (e.g., land, building, machinery, and equipment). The Authority uses these capital assets to provide services to the citizens; consequently, these assets are not available for future spending.
- Capital assets for the Authority and the Foundation decreased by \$737,456 or 2.1 percent over the prior year amount, primarily due to depreciation. Capital assets for Tulsa's Gathering Place, LLC increased \$331,312. Capital assets for Gateway Bridge increased \$1,519,137.
- Change in net position increased by \$3,254,544 or 152 percent for the Authority and the Foundation over the net increase of the prior year, primarily due to the FEMA disaster grant. Change in net position for Tulsa's Gathering Place, LLC decreased \$31,065,256 over the prior year, primarily due to completion of the first phase of the park. Change in net position for Tulsa's Gateway Bridge decreased \$9,290,638 over the prior year, primarily due to the initial capital contribution from the City of Tulsa in the prior year.

Management's Discussion and Analysis

June 30, 2020 and 2019

Financial Analysis – Continued

- In August 2014, the Authority's Board of Trustees voted to accept the Member Interest in Tulsa's Gathering Place, LLC. Through this action, the Authority received ownership of Tulsa's Gathering Place, a privately-funded park development for public use that will eventually encompass over 65 acres of land in an area near 31st and Riverside Drive on the east bank of the Arkansas River. The project also has numerous public infrastructure elements. The first phase of the project was completed in September 2018. As previously noted, Tulsa's Gathering Place funds are for the exclusive use of that project and neither River Park Authority nor River Park Foundation have access to or receive the benefit from those funds. As a wholly-owned subsidiary of River Parks Authority, contributions and capital assets activity for Tulsa's Gathering Place, LLC is reported annually. Costs, net of related revenues, related to the operations and maintenance of Tulsa's Gathering Place are paid and reported by a separate George Kaiser Family Foundation entity and are not reported in these financial statements.
- In April 2016, Tulsa voters approved the Vision Tulsa program which includes initiatives for public safety, transportation, and economic development. Capital improvements funded by Vision Tulsa that impact River Parks include the renovation of Zink Dam and the replacement of the Pedestrian Bridge, both of which will begin in 2020. Vision Tulsa also includes land acquisition and improvements for the Turkey Mountain Urban Wilderness. A Master Plan for the Wilderness, based on significant public input, was completed in 2020. The Line of Credit reference in the Financial Statements reflects a loan to allow the Turkey Mountain land acquisitions to commence in advance of the full collection of the earmarked sales taxes, helping to assure that acquisition opportunities will not be lost. Vision Tulsa is funding design and matching grant funds for a future extension of the east bank trail from 101st Street south to Cousins Park, but no timetable for the project has been established. The 2014 Improve Our Tulsa initiative includes funds that will be available incrementally over several years to upgrade park infrastructure and facilities.
- In 2017, an amendment was made to the River Parks Authority's 1975 lease of the Pedestrian Bridge from the City of Tulsa. The amendment recognized the Pedestrian Bridge would be replaced with a new structure, the Gateway Bridge. In July 2018, the Authority's Board of Trustees voted to assign responsibility to construct the Gateway Bridge to its component unit, Tulsa's Gathering Place, LLC. Additionally, the Authority's Board of Trustees voted to accept the funding pledge provided by the George Kaiser Family Foundation's Gateway Bridge Construction, Maintenance, Operation and Funding Commitment.
- Gathering Place opened to the public in September 2018. Neither River Parks Authority nor its wholly-owned subsidiary, Tulsa's Gathering Place, LLC, are parties to the separate legal entity through which the park is operated.

Management's Discussion and Analysis

June 30, 2020 and 2019

Financial Analysis – Continued

- At the close of the fiscal year in May and June 2019, the Arkansas River flooded at record levels, causing damage to the river banks, park structures, and infrastructure. Wide-spread flooding in Tulsa County and elsewhere in Oklahoma resulted in a Federal disaster declaration, allowing the Federal Emergency Management Agency (FEMA) and the Oklahoma Department of Emergency Management (OEM) to offer certain financial assistance on a reimbursement basis. Repairs to affected areas of the park are continuing, in coordination with FEMA and OEM. The authorized reallocation of a portion of River Parks' "Improve Our Tulsa" funds, along with private grants and donations, are providing the necessary up-front funds for repairs. River Parks' projected repair costs are estimated at \$2 million, with expectations that roughly half that amount will qualify for FEMA and OEM reimbursement. Gathering Place has an affiliate, but separate claim for flood damages to its facilities.
- Centers for Disease Control (CDC) recommendations to address the COVID-19 pandemic that began in 2020 include numerous protocols implemented by River Parks Authority to protect its employees and the general public. Park patronage has increased significantly as citizens seek to safely exercise and socialize in an outdoor environment. As a nonprofit, the Authority qualified to receive a modest Small Business Administration Paycheck Protection Program loan to assist with staffing and other eligible costs. To address unbudgeted, pandemic-related costs for increased cleaning and disinfecting of park facilities, personal protective equipment for employees, and resources for remote work, the Authority received allocations from the Tulsa County Coronavirus Relief Program that is funded through the federal CARES Act.
- River Parks Foundation revenue has been adversely impacted by the pandemic as health guidelines and restrictions on public gatherings forced the cancellation of River Parks' entire 2020 events schedule. These cancellations resulted in the loss of significant event revenue from sponsor dollars, park usage fees, and earned income. A portion of such revenues have long been transferred to the Authority to help supplement its operational funding. At this time, the greatest impact appears to be for Fiscal 2021, but uncertainties remain concerning the 2021 events schedule and the ability of some event sponsors to continue to support events in the park due to financial impacts of the pandemic.
- In June 2020, upon expiration of its administrative office space lease, the Authority elected to move to a different building. The new office space is comparable in size and quality, but the rental rate is considerably lower throughout the term of the new lease, resulting in savings for the operational budget.
- The Authority continues to raise private funds through the pursuit of grants and other contributions which help supplement public funding for the park system's day-to-day operations, as well as fund public events held in River Parks.

Contacting the Authority's Financial Management

Any questions about the Authority's financial statements or requests for additional financial information should be directed to the Executive Director at 2121 S. Columbia Ave., Suite 205, Tulsa, OK 74114 or call (918) 596-2001.

River Parks Authority

Management's Discussion and Analysis

June 30, 2020 and 2019

River Parks Authority
Condensed Statement of Net Position
As of June 30, 2020 and 2019

	Operating Fund		MK&T Sand Springs Trail Fund		Foundation		Tulsa's Gathering Place Fund		Gateway Bridge Fund		Total	
	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019
	Current assets	\$ 2,842,788	\$ 1,122,948	\$ 135,082	\$ 102,431	\$ 2,254,052	\$ 1,988,716	\$ 1,562,738	\$ 385,559	\$ 7,632,037	\$ 9,103,310	\$ 14,426,697
Capital assets	34,181,137	34,918,593	-	-	-	-	297,289,893	296,958,581	2,077,200	558,063	333,548,230	332,435,237
Total assets	37,023,925	36,041,541	135,082	102,431	2,254,052	1,988,716	298,852,631	297,344,140	9,709,237	9,661,373	347,974,927	345,138,201
Operating liabilities	395,525	335,806	5,603	6,653	100,293	116,125	689,321	1,089,059	202,491	108,557	1,393,233	1,656,200
Line of credit-Turkey Mountain acquisition	2,363,100	2,363,191	-	-	-	-	-	-	-	-	2,363,100	2,363,191
Accrued interest	239,577	179,515	-	-	-	-	-	-	-	-	239,577	179,515
Due to/duel from	-	-	-	-	-	-	-	(154,124)	-	154,124	-	-
Net pension and OPEB liability	1,113,418	1,106,602	78,494	72,943	-	-	-	-	-	-	1,191,912	1,179,545
Net pension deferrals	(46,947)	(102,277)	(3,411)	(6,648)	-	-	-	-	-	-	(50,358)	(108,925)
Total liabilities and deferrals	4,064,673	3,882,837	80,686	72,948	100,293	116,125	689,321	934,935	202,491	262,681	5,137,464	5,269,526
Net position												
Investment in capital assets	31,818,037	32,555,402	-	-	-	-	296,600,572	296,958,581	1,874,709	558,063	330,293,318	330,072,046
Restricted - expendable	-	-	-	-	482,126	352,735	1,562,738	(549,376)	7,632,037	-	9,676,901	(196,641)
Unrestricted	1,141,215	(396,698)	54,396	29,483	1,671,633.00	1,519,856	-	-	-	8,840,629	2,867,244	9,993,270
Total net position	\$ 32,959,252	\$ 32,158,704	\$ 54,396	\$ 29,483	\$ 2,153,759	\$ 1,872,591	\$ 298,163,310	\$ 296,409,205	\$ 9,506,746	\$ 9,398,692	\$ 342,837,463	\$ 339,868,675

River Parks Authority

Management's Discussion and Analysis

June 30, 2020 and 2019

River Parks Authority
Condensed Statement of Activities
As of June 30, 2020 and 2019

	Operating Fund		MK&T Sand Springs Trail Fund		Foundation		Tulsa's Gathering Place Fund		Gateway Bridge Fund		Total 6/30/2020	Total 6/30/2019
	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019		
Operating revenues:												
Charges for sales and services	\$ -	\$ -	\$ -	\$ -	\$ 113,325	\$ 172,368	\$ -	\$ -	\$ -	\$ -	\$ 113,325	\$ 172,368
Total operating revenues	-	-	-	-	113,325	172,368	-	-	-	-	113,325	172,368
Operating expenses:												
Personnel services	1,059,680	1,038,623	64,422	62,288	8,533	23,041	127,299	190,822	-	-	1,259,934	1,314,774
Material and supplies	64,617	75,361	3,672	3,166	42,183	124,073	-	1,133	-	1,308	110,472	205,041
Other services and charges	577,319	737,703	32,020	35,027	415,604	473,535	220,864	454,607	46,070	-	1,291,877	1,700,872
Depreciation	1,959,201	1,961,455	-	-	-	-	4,451,934	2,491,005	-	-	6,411,135	4,452,460
Total operating expenses	3,660,817	3,813,142	100,114	100,481	466,320	620,649	4,800,097	3,137,567	46,070	1,308	9,073,418	7,673,147
Operating loss	(3,660,817)	(3,813,142)	(100,114)	(100,481)	(352,995)	(448,281)	(4,800,097)	(3,137,567)	(46,070)	(1,308)	(8,960,093)	(7,500,779)
Nonoperating revenues (expenses):												
Intergovernmental	1,352,500	1,363,528	59,491	59,173	2,500	2,500	-	-	-	-	1,414,491	1,425,201
Federal grants	711,693	-	-	-	-	-	905,486	-	-	-	1,617,179	-
Investment earnings	55,487	24,122	2,940	3,299	16,510	19,177	-	-	-	-	74,937	46,598
Unrealized loss on investment	-	-	-	-	190	395	-	-	-	-	190	395
Loss on disposal of assets	-	(36,971)	-	-	-	-	-	(5,104,966)	-	-	-	(5,141,937)
Fundraising	-	-	-	-	(4,271)	(339)	-	-	-	-	(4,271)	(339)
Other revenues	75,198	131,542	62,596	3,371	-	-	127,299	1,250,358	-	-	265,093	1,385,271
Contributions	-	-	-	-	964,058	625,714	5,675,541	40,596,059	-	9,400,000	6,639,599	50,621,773
Interest expense	(60,062)	(59,898)	-	-	-	-	-	(784,523)	-	-	(60,062)	(844,421)
Total nonoperating revenues (expenses)	2,134,816	1,422,323	125,027	65,843	978,987	647,447	6,708,326	35,956,928	-	9,400,000	9,947,156	47,492,541
Income (loss) before contributions and transfers	(1,526,001)	(2,390,819)	24,913	(34,638)	625,992	196,166	1,908,229	32,819,361	(46,070)	9,398,692	987,063	39,988,762
Capital contributions	1,981,725	81,274	-	-	-	-	(154,124)	-	154,124	-	1,981,725	81,274
Inter-fund transfers	344,824	366,721	-	102	(344,824)	(366,721)	-	-	-	-	-	102
Change in net position	800,548	(1,942,824)	24,913	(34,536)	281,168	(170,555)	1,754,105	32,819,361	108,054	9,398,692	2,968,788	40,070,138
Equity transfer	-	-	-	-	-	-	-	-	-	-	-	-
Total net position - beginning	32,158,704	34,101,528	29,483	64,019	1,872,591	2,043,146	296,409,205	263,589,844	9,398,692	-	339,868,675	299,798,537
Total net position - ending	\$ 32,959,252	\$ 32,158,704	\$ 54,396	\$ 29,483	\$ 2,153,759	\$ 1,872,591	\$ 298,163,310	\$ 296,409,205	\$ 9,506,746	\$ 9,398,692	\$ 342,837,463	\$ 339,868,675

River Parks Authority

Management's Discussion and Analysis

June 30, 2020 and 2019

River Parks Authority
Condensed Statements of Cash Flow
For the Years Ended June 30, 2020 and 2019

	Operating Fund		MK&T Sand Springs Trail Fund		Foundation		Tulsa's Gathering Place Fund		Gateway Bridge Fund		Total 6/30/2020	Total 6/30/2019
	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019	6/30/2020	6/30/2019		
Net cash used in operations	\$ (1,735,084)	\$ (1,596,759)	\$ (92,376)	\$ (90,972)	\$ (329,402)	\$ (363,823)	\$ (153,927)	\$ (455,740)	\$ (46,070)	\$ 107,249	\$ (2,356,859)	\$ (2,400,045)
Net cash provided by (used in) noncapital and related financing source	1,613,961	1,491,771	125,265	65,843	(1,771)	(839)	-	-	-	-	1,737,455	1,556,775
Net cash provided by (used in) capital and related financing source	1,104,713	200,176	-	102	619,234	258,993	444,764	(21,213,259)	(1,425,203)	8,996,061	743,508	(11,757,927)
Net cash provided by investing activities	58,427	27,421	-	-	16,700	19,572	-	-	-	-	75,127	46,993
Net increase (decrease) in cash	1,042,017	122,609	32,889	(25,027)	304,761	(86,097)	290,837	(21,668,999)	(1,471,273)	9,103,310	199,231	(12,554,204)
Cash and cash equivalents, beginning of year	1,115,534	992,925	102,193	127,220	1,941,931	2,028,028	366,414	22,035,413	9,103,310	-	12,629,382	25,183,586
Cash and cash equivalent, end of year	\$ 2,157,551	\$ 1,115,534	\$ 135,082	\$ 102,193	\$ 2,246,692	\$ 1,941,931	\$ 657,251	\$ 366,414	\$ 7,632,037	\$ 9,103,310	\$ 12,828,613	\$ 12,629,382

River Parks Authority

Statements of Net Position

June 30,

	2020	2019
Assets		
Current assets		
Cash and cash equivalents	\$ 12,828,613	\$ 12,629,382
Federal grants receivable	1,579,339	-
Accounts receivable	-	6,875
Other assets	18,745	66,707
	<u>14,426,697</u>	<u>12,702,964</u>
Noncurrent assets		
Capital assets (notes A7 and D)	333,548,230	332,435,237
	<u>347,974,927</u>	<u>345,138,201</u>
Deferred Outflow of Resources		
Pension related resources	151,479	209,356
OPEB related resources	12,408	6,622
	<u>163,887</u>	<u>215,978</u>
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	115,447	245,493
Accounts payable construction, payable from restricted assets	891,812	1,197,616
Deferred revenues	96,000	109,461
CARES Act PPP loan	151,600	-
Current portion of vested compensated absences	79,419	67,798
	<u>1,334,278</u>	<u>1,620,368</u>
Noncurrent liabilities		
Vested compensated absences, less current portion	58,955	35,832
Note payable - line of credit	2,363,100	2,363,191
Accrued interest	239,577	179,515
Net pension liability	1,152,486	1,149,759
Net OPEB liability	39,426	29,786
	<u>5,187,822</u>	<u>5,378,451</u>
Deferred Inflows of Resources		
Pension related resources	108,978	101,547
OPEB related resources	4,551	5,506
	<u>113,529</u>	<u>107,053</u>
Net Position		
Investment in capital assets	330,293,318	330,072,046
Restricted - expendable	9,676,901	(196,641)
Unrestricted net position	2,867,244	9,993,270
	<u>342,837,463</u>	<u>339,868,675</u>
Total net position	<u>\$ 342,837,463</u>	<u>\$ 339,868,675</u>

The accompanying notes are an integral part of these financial statements.

River Parks Authority

Statements of Revenues, Expenses and Changes in Net Position

Years Ended June 30,

	2020	2019
Operating revenues		
Charges for sales and services	\$ 113,325	\$ 172,368
Operating expenses		
Personnel services	1,259,934	1,478,466
Material and supplies	110,472	203,733
Other services and charges	1,291,877	1,538,488
Depreciation	6,411,135	4,452,460
Total operating expenses	9,073,418	7,673,147
Net operating loss	(8,960,093)	(7,500,779)
Nonoperating revenues (expenses)		
Intergovernmental	1,414,491	1,425,201
Federal grants	1,617,179	-
Investment earnings	74,937	46,598
Unrealized gain on investments	190	395
Loss on disposal of fixed assets	-	(5,141,937)
Fundraising expenses	(4,271)	(3,339)
Miscellaneous revenues	137,794	134,913
Other revenues - in-kind contributions	127,299	1,250,357
Other revenues - donations	964,058	625,816
Contributions	5,675,541	49,996,060
Interest expense	(60,062)	(844,421)
Total nonoperating revenues	9,947,156	47,489,643
Gain before contributions	987,063	39,988,864
Capital contributions	1,981,725	81,274
Change in net position	2,968,788	40,070,138
Total net position - beginning of year	339,868,675	299,798,537
Total net position - end of year	\$ 342,837,463	\$ 339,868,675

The accompanying notes are an integral part of these financial statements.

River Parks Authority

Statements of Cash Flows

Years Ended June 30,

	2020	2019
Cash flows from operating activities		
Receipts from customers and users	\$ 99,864	\$ 223,066
Payments to suppliers for goods or services	(1,477,558)	(1,626,851)
Payments to employees for services	(1,026,957)	(996,260)
Net cash used in operating activities	<u>(2,404,651)</u>	<u>(2,400,045)</u>
Cash flows from noncapital financing activities		
Miscellaneous income	140,294	137,413
Federal grants	37,841	-
Receipt of subsidy from intergovernmental entities	1,407,720	1,419,362
Proceeds from PPP loan	151,600	-
Net cash provided by noncapital and related financing activities	<u>1,737,455</u>	<u>1,556,775</u>
Cash flows from capital and related financing activities		
Contributions	8,621,324	54,703,149
Purchases of capital assets	(7,830,024)	(46,712,717)
Principal payments on notes payable	-	(19,748,359)
Net cash provided by (used in) capital and related financing activities	<u>791,300</u>	<u>(11,757,927)</u>
Cash flows from investing activities		
Investment earnings	75,127	46,993
Net cash provided by investing activities	<u>75,127</u>	<u>46,993</u>
Net increase (decrease) in cash and cash equivalents	199,231	(12,554,204)
Cash and cash equivalent, beginning of year	<u>12,629,382</u>	<u>25,183,586</u>
Cash and cash equivalent, end of year	<u>\$ 12,828,613</u>	<u>\$ 12,629,382</u>
Reconciliation of operating income to net cash used in operating activities		
Net operating loss	\$ (8,960,093)	\$ (7,500,779)
Adjustments to reconcile net operating loss to net cash used in operating activities:		
Depreciation expense	6,411,135	4,452,460
In-kind donation	127,299	190,822
Change in operating assets/liabilities:		
(Increase) decrease in other assets	54,837	36,325
Increase (decrease) in accounts payable and accrued liabilities	(130,046)	242,737
Increase (decrease) in deferred revenue	(13,461)	50,698
Increase (decrease) in pension and other employee benefit liabilities	70,934	107,925
Increase (decrease) in compensated absences payable	34,744	19,767
Total adjustments	<u>6,555,442</u>	<u>5,100,734</u>
Net cash used in operating activities	<u>\$ (2,404,651)</u>	<u>\$ (2,400,045)</u>

The accompanying notes are an integral part of these financial statements.

River Parks Authority

Statement of Net Position - Proprietary Funds

June 30, 2020

	Authority	Foundation	Tulsa's Gathering Place Fund	Gateway Bridge Fund	Total
Assets					
Current assets					
Cash and cash equivalents	\$ 2,292,633	\$ 2,246,692	\$ 657,251	\$ 7,632,037	\$ 12,828,613
Federal grants receivable	673,852	-	905,487	-	1,579,339
Other assets	11,385	7,360	-	-	18,745
	2,977,870	2,254,052	1,562,738	7,632,037	14,426,697
Noncurrent assets					
Capital assets (notes A7 and D)	34,181,137	-	297,289,893	2,077,200	333,548,230
Total assets	37,159,007	2,254,052	298,852,631	9,709,237	347,974,927
Deferred Outflow of Resources					
Pension related resources	151,479	-	-	-	151,479
OPEB related resources	12,408	-	-	-	12,408
	163,887	-	-	-	163,887
Liabilities					
Current liabilities					
Accounts payable and accrued liabilities	111,154	4,293	-	-	115,447
Accounts payable construction	-	-	689,321	202,491	891,812
Deferred revenues	-	96,000	-	-	96,000
CARES Act PPP loan	151,600	-	-	-	151,600
Current portion of vested compensated absences	79,419	-	-	-	79,419
	342,173	100,293	689,321	202,491	1,334,278
Noncurrent liabilities					
Vested compensated absences, less current portion	58,955	-	-	-	58,955
Line of credit	2,363,100	-	-	-	2,363,100
Accrued interest	239,577	-	-	-	239,577
Net Pension liability	1,152,486	-	-	-	1,152,486
Net OPEB liability	39,426	-	-	-	39,426
Total liabilities	4,195,717	100,293	689,321	202,491	5,187,822
Deferred Inflows of Resources					
Pension related resources	108,978	-	-	-	108,978
OPEB related resources	4,551	-	-	-	4,551
	113,529	-	-	-	113,529
Net Position					
Investment in capital assets	31,818,037	-	296,600,572	1,874,709	330,293,318
Restricted - expendable	-	482,126	1,562,738	7,632,037	9,676,901
Unrestricted net position	1,195,611	1,671,633	-	-	2,867,244
Total net position	\$ 33,013,648	\$ 2,153,759	\$ 298,163,310	\$ 9,506,746	\$ 342,837,463

The accompanying notes are an integral part of these financial statements.

River Parks Authority

Statement of Net Position - Proprietary Funds

June 30, 2019

	Authority	Foundation	Tulsa's Gathering Place Fund	Gateway Bridge Fund	Total
Assets					
Current assets					
Cash and cash equivalents	\$ 1,217,727	\$ 1,941,931	\$ 366,414	9,103,310	\$ 12,629,382
Accounts receivable	-	-	6,875	-	6,875
Other assets	7,652	46,785	12,270	-	66,707
	1,225,379	1,988,716	385,559	9,103,310	12,702,964
Noncurrent assets					
Capital assets (notes A7 and D)	34,918,593	-	296,958,581	558,063	332,435,237
Total assets	36,143,972	1,988,716	297,344,140	9,661,373	345,138,201
Deferred Outflow of Resources					
Pension related resources	209,356	-	-	-	209,356
OPEB related resources	6,622	-	-	-	6,622
	215,978	-	-	-	215,978
Liabilities					
Current liabilities					
Accounts payable and accrued liabilities	238,829	6,664	-	-	245,493
Accounts payable construction	-	-	1,089,059	108,557	1,197,616
Deferred revenues	-	109,461	-	-	109,461
Current portion of vested compensated absences	67,798	-	-	-	67,798
Note payable - short term	-	-	-	-	-
	306,627	116,125	1,089,059	108,557	1,620,368
Noncurrent liabilities					
Vested compensated absences, less current portion	35,832	-	-	-	35,832
Line of Credit	2,363,191	-	-	-	2,363,191
Accrued interest	179,515	-	-	-	179,515
Net Pension liability	1,149,759	-	-	-	1,149,759
Net OPEB liability	29,786	-	-	-	29,786
Due to/due from	-	-	(154,124)	154,124	-
Total liabilities	4,064,710	116,125	934,935	262,681	5,378,451
Deferred Inflows of Resources					
Pension related resources	101,547	-	-	-	101,547
OPEB related resources	5,506	-	-	-	5,506
	107,053	-	-	-	107,053
Net Position					
Investment in capital assets	32,555,402	-	296,958,581	558,063	330,072,046
Restricted - expendable	-	352,735	(549,376)	-	(196,641)
Unrestricted net position	(367,215)	1,519,856	-	8,840,629	9,993,270
Total net position	\$ 32,188,187	\$ 1,872,591	\$ 296,409,205	\$ 9,398,692	\$ 339,868,675

The accompanying notes are an integral part of these financial statements.

River Parks Authority

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds

Year Ended June 30, 2020

	Authority	Foundation	Tulsa's Gathering Place Fund	Gateway Bridge Fund	Total
Operating revenues					
Charges for sales and services	\$ -	\$ 113,325	\$ -	\$ -	\$ 113,325
Total operating revenues	-	113,325	-	-	113,325
Operating expenses					
Personnel services	1,124,102	8,533	127,299	-	1,259,934
Material and supplies	68,289	42,183	-	-	110,472
Other services and charges	609,339	415,604	220,864	46,070	1,291,877
Depreciation	1,959,201	-	4,451,934	-	6,411,135
Total operating expenses	3,760,931	466,320	4,800,097	46,070	9,073,418
Net operating loss	(3,760,931)	(352,995)	(4,800,097)	(46,070)	(8,960,093)
Nonoperating revenues (expenses)					
Intergovernmental	1,411,991	2,500	-	-	1,414,491
Federal grants	711,693	-	905,486	-	1,617,179
Investment earnings	58,427	16,510	-	-	74,937
Unrealized gain (loss) loss on investments	-	190	-	-	190
Fundraising expenses	-	(4,271)	-	-	(4,271)
Miscellaneous revenues	137,794	-	-	-	137,794
Other revenues - in-kind contributions	-	-	127,299	-	127,299
Other revenues - donations	-	964,058	-	-	964,058
Contributions	-	-	5,675,541	-	5,675,541
Interest expense	(60,062)	-	-	-	(60,062)
Total nonoperating revenues	2,259,843	978,987	6,708,326	-	9,947,156
Gain before contributions and interfund transfers	(1,501,088)	625,992	1,908,229	(46,070)	987,063
Capital contributions	1,981,725	-	(154,124)	154,124	1,981,725
Interfund transfers	344,824	(344,824)	-	-	-
Change in net position	825,461	281,168	1,754,105	108,054	2,968,788
Total net position - beginning of year	32,188,187	1,872,591	296,409,205	9,398,692	339,868,675
Total net position - end of year	\$ 33,013,648	\$ 2,153,759	\$ 298,163,310	\$ 9,506,746	\$ 342,837,463

The accompanying notes are an integral part of these financial statements.

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds

Year Ended June 30, 2019

	Authority	Foundation	Tulsa's Gathering Place Fund	Gateway Bridge Fund	Total
Operating revenues					
Charges for sales and services	\$ -	\$ 172,368	\$ -	\$ -	\$ 172,368
Total operating revenues	-	172,368	-	-	172,368
Operating expenses					
Personnel services	1,264,603	23,041	190,822	-	1,478,466
Material and supplies	78,527	124,073	1,133	-	203,733
Other services and charges	609,038	473,535	454,607	1,308	1,538,488
Depreciation	1,961,455	-	2,491,005	-	4,452,460
Total operating expenses	3,913,623	620,649	3,137,567	1,308	7,673,147
Net operating loss	(3,913,623)	(448,281)	(3,137,567)	(1,308)	(7,500,779)
Nonoperating revenues (expenses)					
Intergovernmental	1,422,701	2,500	-	-	1,425,201
Investment earnings	27,421	19,177	-	-	46,598
Unrealized gain (loss) on investment	-	395	-	-	395
Gain (loss) on disposal of fixed assets	(36,971)	-	(5,104,966)	-	(5,141,937)
Fundraising expenses	-	(3,339)	-	-	(3,339)
Miscellaneous revenues	134,913	-	-	-	134,913
Other revenues - in-kind contributions	-	-	1,250,357	-	1,250,357
Other revenues - donations	-	625,816	-	-	625,816
Contributions	-	-	40,596,060	9,400,000	49,996,060
Interest expense	(59,898)	-	(784,523)	-	(844,421)
Total nonoperating revenues	1,488,166	644,549	35,956,928	9,400,000	47,489,643
Gain before contributions	(2,425,457)	196,268	32,819,361	9,398,692	39,988,864
Capital contributions	81,274	-	-	-	81,274
Interfund transfers	366,823	(366,823)	-	-	-
Change in net position	(1,977,360)	(170,555)	32,819,361	9,398,692	40,070,138
Total net position - beginning of year	34,165,547	2,043,146	263,589,844	-	299,798,537
Total net position - end of year	\$ 32,188,187	\$ 1,872,591	\$ 296,409,205	\$ 9,398,692	\$ 339,868,675

The accompanying notes are an integral part of these financial statements.

River Parks Authority

Statement of Cash Flows - Proprietary Funds

Year Ended June 30, 2020

	Authority	Foundation	Tulsa's Gathering Place Fund	Gateway Bridge Fund	Total
Cash flows from operating activities					
Receipt from customers and users	\$ -	\$ 99,864	\$ -	\$ -	\$ 99,864
Payments to suppliers for goods or services	(809,036)	(420,733)	(201,719)	(46,070)	(1,477,558)
Payments to employees for services	(1,018,424)	(8,533)	-	-	(1,026,957)
Net cash used in operating activities	(1,827,460)	(329,402)	(201,719)	(46,070)	(2,404,651)
Cash flows from noncapital financing activities					
Miscellaneous income	137,794	2,500	-	-	140,294
Federal grants	37,841	-	-	-	37,841
Operating grants and donations	1,411,991	(4,271)	-	-	1,407,720
Proceeds from PPP loan	151,600	-	-	-	151,600
Net cash provided by (used in) noncapital and related financing activities	1,739,226	(1,771)	-	-	1,737,455
Cash flows from capital and related financing activities					
Contributions	1,981,725	964,058	5,675,541	-	8,621,324
Interfund transfers	344,824	(344,824)	-	-	-
Purchases of capital assets	(1,221,836)	-	(5,182,985)	(1,425,203)	(7,830,024)
Net cash provided by (used in) capital and related financing activities	1,104,713	619,234	492,556	(1,425,203)	791,300
Cash flows from investing activities					
Investment earnings	58,427	16,700	-	-	75,127
Net cash provided by investing activities	58,427	16,700	-	-	75,127
Net increase (decrease) in cash and cash equivalents	1,074,906	304,761	290,837	(1,471,273)	199,231
Cash and cash equivalent, beginning of year	1,217,727	1,941,931	366,414	9,103,310	12,629,382
Cash and cash equivalent, end of year	\$ 2,292,633	\$ 2,246,692	\$ 657,251	\$ 7,632,037	\$ 12,828,613
Reconciliation of operating income to net cash used in operating activities					
Net operating loss	\$ (3,760,931)	\$ (352,995)	\$ (4,800,097)	\$ (46,070)	\$ (8,960,093)
Adjustments to reconcile net operating loss to net cash used in operating activities:					
Depreciation expense	1,959,201	-	4,451,934	-	6,411,135
In-kind donation	-	-	127,299	-	127,299
Change in operating assets/liabilities:					
Decrease (increase) in other assets	(3,733)	39,425	19,145	-	54,837
(Decrease) increase in accounts payable	(127,675)	(2,371)	-	-	(130,046)
(Decrease) increase in deferred revenue	-	(13,461)	-	-	(13,461)
(Decrease) increase in pension and OPEB	70,934	-	-	-	70,934
(Decrease) increase in compensated absences payable	34,744	-	-	-	34,744
Net cash used in operating activities	\$ (1,827,460)	\$ (329,402)	\$ (201,719)	\$ (46,070)	\$ (2,404,651)

The accompanying notes are an integral part of these financial statements.

River Parks Authority

Statement of Cash Flows - Proprietary Funds

Year Ended June 30, 2019

	Authority	Foundation	Tulsa's Gathering Place Fund	Gateway Bridge Fund	Total
Cash flows from operating activities					
Receipt from customers and users	\$ -	\$ 223,066	\$ -	\$ -	\$ 223,066
Payments to suppliers for goods or services	(714,512)	(563,848)	(455,740)	107,249	(1,626,851)
Payments to employees for services	(973,219)	(23,041)	-	-	(996,260)
Net cash used in operating activities	(1,687,731)	(363,823)	(455,740)	107,249	(2,400,045)
Cash flows from noncapital financing activities					
Miscellaneous income	134,913	2,500	-	-	137,413
Operating grants and donations	1,422,701	(3,339)	-	-	1,419,362
Net cash provided by (used in) noncapital and related financing activities	1,557,614	(839)	-	-	1,556,775
Cash flows from capital and related financing activities					
Contributions	81,274	625,816	44,596,059	9,400,000	54,703,149
Interfund transfers	366,823	(366,823)	-	-	-
Purchases of capital assets	(247,819)	-	(46,060,959)	(403,939)	(46,712,717)
Payments on notes payable	-	-	(19,748,359)	-	(19,748,359)
Net cash provided by capital and related financing activities	200,278	258,993	(21,213,259)	8,996,061	(11,757,927)
Cash flows from investing activities					
Investment earnings	27,421	19,572	-	-	46,993
Net cash used in investing activities	27,421	19,572	-	-	46,993
Net increase in cash and cash equivalents	97,582	(86,097)	(21,668,999)	9,103,310	(12,554,204)
Cash and cash equivalent, beginning of year	1,120,145	2,028,028	22,035,413	0	25,183,586
Cash and cash equivalent, end of year	\$ 1,217,727	\$ 1,941,931	\$ 366,414	\$ 9,103,310	\$ 12,629,382
Reconciliation of operating income to net cash provided by (used in) operating activities					
Net operating loss	\$ (3,913,623)	\$ (448,281)	\$ (3,137,567)	\$ (1,308)	(7,500,779)
Adjustments to reconcile net operating loss to net cash provided by (used in) operating activities:					
Depreciation expense	1,961,455	-	2,491,005	-	4,452,460
In-kind donation	-	-	190,822	-	190,822
Change in operating assets/liabilities:					
Decrease (increase) in other assets	171	36,154	-	-	36,325
(Decrease) increase in accounts payable	136,574	(2,394)	-	108,557	242,737
(Decrease) increase in deferred revenue	-	50,698	-	-	50,698
(Decrease) increase in pension and OPEB	107,925	-	-	-	107,925
(Decrease) increase in compensated absences payable	19,767	-	-	-	19,767
Net cash used in operating activities	\$ (1,687,731)	\$ (363,823)	\$ (455,740)	\$ 107,249	\$ (2,400,045)

The accompanying notes are an integral part of these financial statements.

Notes to Financial Statements

June 30, 2020 and 2019

Note A – Organization, Operations and Summary of Significant Accounting Policies

The financial statements of the River Parks Authority (the Authority) are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The significant accounting policies of the Authority are described below.

1. *Organization*

The Authority is a public trust created April 9, 1974, under the provisions of the Oklahoma Trust Act. The beneficiaries of the Trust are the City of Tulsa (the City) and Tulsa County (the County). The Authority's Board of Trustees is comprised of seven members: three appointed by the City, three appointed by the County, and one appointed by the Tulsa Metropolitan Area Planning Commission.

The mission of the Authority is to maintain, preserve, and develop the Arkansas River and/or land areas adjacent to the river within Tulsa County for the economic and cultural benefit of the community and to promote public use of all parklands and facilities under the Authority's jurisdiction. The vision of the Authority is to be the region's premier park, recreation, and entertainment destination.

2. *Fund Accounting*

The Authority is accounted for as a proprietary fund. To ensure the observance of limitations and restrictions placed on the use of resources available to the Authority, its accounts are maintained in accordance with the principles of fund accounting. This is a procedure by which resources for various purposes are classified for accounting purposes into funds established according to their nature and purposes. Separate accounts are maintained for each fund. The assets, deferred outflow of resources, liabilities, deferred inflows of resources, and net position are reported in self-balancing funds. These funds consist of:

River Parks Authority Fund (Operating Fund)

This fund is the principal fund of the Authority which accounts for all financial transactions not accounted for in other funds. The purpose of the fund is to provide the primary funding for maintaining the park property and facilities of the River Parks system. Intergovernmental contributions, investment earnings, and private grants provide resources for this fund. The fund includes the Restricted Cash Contingency Fund, which contains a portion of the accumulated operating surplus funds and interest earnings since the Authority's inception in 1974. Funds are accessible only by action of the Board of Trustees for the primary purpose of self-insuring against major repairs to the Pedestrian Bridge or Zink Dam, which are not insured for physical damage.

Notes to Financial Statements

June 30, 2020 and 2019

Note A – Organization, Operations and Summary of Significant Accounting Policies – Continued

2. Fund Accounting – Continued

Included in the River Parks Authority fund is the M.K.&T. Tulsa – Sand Springs Trail Fund. This fund represents funds restricted for support of the M.K.&T. Tulsa - Sand Springs Trail. The purpose of the fund is to maintain a 5.5-mile asphalt recreation trail on the former M.K.&T. railroad right-of-way, now owned by the State of Oklahoma. Intergovernmental contributions and easements provide funding for this fund. The section maintained by the Authority is from the intersection of Cameron Street and Elwood Avenue in downtown Tulsa to Adams Road in Sand Springs.

Rivers Parks Foundation

The River Parks Foundation (the Foundation), a blended component unit, is a non-profit organization that supports the Authority’s mission and vision by encouraging monetary and/or non-monetary gifts that benefit the Authority, and acts as an agent to receive and administer such gifts and, if need be, acts as the vehicle for translating gifts into structures, programs, or other enhancements desired by donors. Although the Foundation is a separate legal entity, the Authority maintains fiscal responsibility for it. For financial reporting purposes, it is a blended component unit and is included as an enterprise fund of the Authority.

Tulsa’s Gathering Place Fund

In August 2014, the Authority’s Board of Trustees voted to accept the Member Interest in Tulsa’s Gathering Place, LLC. Through this action, the Authority received ownership of Tulsa’s Gathering Place, a privately-funded park development that will eventually encompass over 65 acres of land in an area near 31st Street and Riverside Drive on the east bank of the Arkansas River. Tulsa’s Gathering Place, LLC is reported as a blended component unit. The project also has numerous public infrastructure elements, and both the private and public improvements are well underway and progressing steadily. The first phase of the project was completed in 2018. As a wholly-owned subsidiary of River Parks Authority, financial activity for Tulsa’s Gathering Place, LLC is reported annually beginning with the June 30, 2015, fiscal year-end. For financial reporting purposes, it is a blended component unit and is reported as the Tulsa’s Gathering Place Fund of the Authority. All cash reported in these financial statements under the Tulsa’s Gathering Place Fund legally belongs to the River Parks Authority. In addition to the Tulsa’s Gathering Place, LLC, the Tulsa’s Gathering Place Fund also includes activity of the Authority that is for the Tulsa’s Gathering Place. This included all contributions and capital asset purchases associated with the Tulsa’s Gathering Place. Costs, net of related revenues, related to the operations and maintenance of Tulsa’s Gathering Place are paid and reported by a separate George Kaiser Family Foundation entity and are not reported in these financial statements.

Notes to Financial Statements

June 30, 2020 and 2019

Note A – Organization, Operations and Summary of Significant Accounting Policies – Continued

2. Fund Accounting – Continued

Gateway Bridge Fund

The pedestrian bridge located at 29th Street and Riverside Drive is owned by the City of Tulsa and leased to River Parks Authority since 1975. A structural engineering analysis ordered by the City of Tulsa determined that the Bridge required such extensive rehabilitation that the cost would exceed that of building a new bridge. The Pedestrian Bridge will therefore be removed and replaced with a new Gateway Bridge. The new bridge is in the design phase and will be built with voter-approved funds from the Vision Tulsa program. The City of Tulsa exercised its option to have the Authority lead construction of the bridge. In turn, the Authority assigned the project to its subsidiary, Tulsa's Gathering Place, LLC and also entered into a Construction, Maintenance, Operation and Funding Commitment with the George Kaiser Family Foundation. To date, the City has advanced \$9.4 million in public funds toward the project and minimal construction costs have been incurred.

The construction of the bridge will be accounted for under a separate set of books and combined with the financial statements of the Authority as the Gateway Bridge Fund.

3. 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. The Authority's financial statements are presented on an accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when incurred.

4. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that effect the reported amounts and disclosures in the financial statements and accompanying footnotes. Actual results could differ from those estimates.

5. Cash and Cash Equivalents

Cash and cash equivalents consist primarily of funds held by a financial institution and funds pooled with the City's cash at the end of each day and invested by the City Treasurer. Interest income on the pooled cash is allocated monthly based on the percentage of the Authority's average daily equity in the pooled cash compared to the total of the City's average daily pooled equity.

Notes to Financial Statements

June 30, 2020 and 2019

Note A – Organization, Operations and Summary of Significant Accounting Policies – Continued

5. Cash and Cash Equivalents – Continued

For purposes of the statement of cash flows, the Authority considers cash and cash equivalents to be currency on hand, demand deposits with banks, and amounts included in pooled cash and investment accounts, as these pooled cash and investment accounts are readily available to the Authority.

At June 30, 2020 and 2019, construction payable decreased \$305,896 and \$22,081,821, respectively, which is included in capital asset purchases for 2020 and 2019 on the statement of cash flow on page 15. Also included in capital asset purchases at June 30, 2019 on page 15 is \$204,203 in non-cash additions. At June 30, 2019, sales or disposals on page 29 included \$324,184 of capitalized public relation costs that were expensed to other services and charges.

6. Investments

Investments in marketable equity securities are recorded at fair value based upon quotations of market values from published sources.

Interest and dividends earned on investments and realized and unrealized investment appreciation (depreciation) are reported as an increase (decrease) in unrestricted net assets, except to the extent their use is temporarily or permanently restricted by explicit donor-imposed restrictions or by applicable law.

7. Capital Assets

Capital assets consist of those assets owned and maintained by the Authority and Tulsa’s Gathering Place, LLC. Land and capital assets adjacent to the river and owned and maintained by other governmental entities are not included in the Authority’s financial statements.

Capital assets purchased or acquired are carried at historical cost. Contributed assets are recorded at fair market value as of the date donated. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Depreciation on capital assets is provided on the straight-line basis over the following estimated useful lives.

	Useful Lives	Capitalization Threshold
Lease/land improvements	7 - 25 years	\$ 2,000
Buildings	20 - 50 years	\$ 2,000
Equipment	2 - 15 years	\$ 2,000

Notes to Financial Statements

June 30, 2020 and 2019

Note A – Organization, Operations and Summary of Significant Accounting Policies – Continued

8. Net Position

The net position of the Authority is classified into the following components:

- *Investment in capital assets* – Consists of capital assets, net of accumulated depreciation and related debt.
- *Restricted net position* – Consists of net position with constraints placed on the use either by external groups, such as contributors, or by laws and regulations. Restricted net position classified as expendable represents amounts for which the donor has specified the purpose for which the contributed components of net position are to be used.
- *Unrestricted net position* – All other assets that do not meet the definition of “restricted” or “net investment in capital assets.”

When an expense is incurred for purposes for which both components of restricted and unrestricted net position are available, the Authority first applies restricted resources.

9. Vested Compensated Absences

The Authority’s employees earn paid vacation each month based upon their years of service with the Authority. Vacation time accrues and vests proportionately throughout the year. Employees may also convert accrued sick leave in excess of 960 hours (120 days) to vacation compensation, provided the total accrued sick leave compensation doesn’t exceed 1200 hours (150 days).

In addition to accrued vacation leave, employees who are eligible to retire under the provisions of the Municipal Employees Retirement Program (MERP) are eligible under certain conditions to receive pay for a portion of unused sick leave.

10. Interfund Transfers

Interfund transfers consist primarily of transfers of monetary and non-monetary contributions from the Foundation to the Authority. From time to time, the Foundation will also reimburse the Authority for its share of employee and other expenses paid by the Authority on its behalf.

Notes to Financial Statements

June 30, 2020 and 2019

Note A – Organization, Operations and Summary of Significant Accounting Policies – Continued

11. Retirement Plan and Pensions

The information presented in Note G regarding the Authority's participation in the Municipal Employees' Retirement Plan is presented in accordance with Government Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions*, an amendment of Government Accounting Standards Board Statement No. 27, *Accounting for Pensions by State and Local Government Employers*.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Municipal Employees' Retirement Plan (MERP) and additions to/deductions from MERP's fiduciary net position have been determined on the same basis as they are reported by MERP. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

12. Income Taxes

The Authority is exempt from Federal income taxes under Section 501(c)(3) and is nontaxable under Section 115(1) of the Internal Revenue Code, as amended. Accordingly, no provision for income taxes is included in the financial statements of the Authority. The Authority and Foundation information returns (Form 990) are subject to examination by the IRS for three years from the date filed. Tulsa's Gathering Place, LLC activity is included with the Authority for tax reporting purposes.

13. Grants - Economic Dependency

The Authority receives grants from the City, the County, and the City of Sand Springs to finance operations. These grants are recognized as income in the period the funds are made available by the cities and County. The grants received from the cities and County are recognized as non-operating revenues.

The Tulsa's Gathering Place Fund also receives contributions for the construction of Tulsa's Gathering Place, LLC. The funds are recognized as non-operating revenue.

14. Reclassifications

Certain prior year amounts have been reclassified to conform to current year presentation.

15. Subsequent Events

The Authority has evaluated subsequent events through September 30, 2021, the date the financial statements were available to be issued. See Note L.

On December 31, 2020, the Authority sold land to the City of Tulsa for \$2,490,000 and used the proceeds to pay off notes payable and accrued interest totaling \$2,632,872, at the time of the sale.

Notes to Financial Statements

June 30, 2020 and 2019

Note B – Cash and Cash Equivalents

The cash and cash equivalents of the primary government, River Parks Authority, is held in funds pooled with the City of Tulsa. Information regarding the City’s pooled cash is available in the City’s audited financial statements.

The cash and cash equivalents and restricted cash of the blended component units are held in a financial institution. The amounts are subject to credit risks related to bank deposits. Some amounts on deposit in the blended component units exceed Federal Deposit Insurance Corporation limits. No losses have been or are expected to be incurred.

Note C – Investments and Investing Activity

The Authority currently maintains its investments at Bank of Oklahoma, N.A., pursuant to investment management policies and custodial agreements as follows:

- The Authority’s Operating and M.K.&T. Trail funds are invested with the City of Tulsa’s pooled cash. Those investments are governed by the City’s investment and banking policies.
- It is the policy of the River Parks Foundation to restrict its investments to financial products that are fully covered by the Federal Deposit Insurance Corporation.

There were no investments in marketable securities as of June 30, 2020 and 2019.

Investment earnings consisted of the following:

	<u>2020</u>	<u>2019</u>
Interest	<u>\$ 74,937</u>	<u>\$ 46,598</u>
Unrealized gain on investments	<u>\$ 190</u>	<u>\$ 395</u>

Notes to Financial Statements

June 30, 2020 and 2019

Note D – Capital Assets

A summary of changes in capital assets during the years ended June 30, 2020 and 2019, are as follows:

	July 1, 2019	Acquisitions	Sales or Dispositions	Transfers	June 30, 2020
Capital assets not being depreciated:					
Land	\$ 34,156,005	\$ -	\$ -	\$ -	\$ 34,156,005
Construction in progress	1,453,563	7,368,203	-	(4,182,405)	4,639,361
Sculptures and artwork	2,048,168	3,093	-	-	2,051,261
Capital assets being depreciated:					
Lease/land improvements	200,991,835	-	-	2,611,683	203,603,518
Buildings	105,530,817	5,010	(202,138)	1,570,722	106,904,411
Equipment	9,278,721	147,822	(33,581)	-	9,392,962
	353,459,109	7,524,128	(235,719)	-	360,747,518
Accumulated depreciation	(21,023,872)	(6,411,135)	235,719	-	(27,199,288)
Total	\$ 332,435,237	\$ 1,112,993	\$ -	\$ -	\$ 333,548,230

	July 01, 2018	Acquisitions	Sales or Dispositions	Transfers	June 30, 2019
Capital assets not being depreciated:					
Land	\$ 34,156,005	\$ -	\$ -	\$ -	\$ 34,156,005
Construction in progress	256,152,737	23,877,537	(324,186)	(278,252,525)	1,453,563
Sculptures and artwork	1,872,568	89,955	-	85,645	2,048,168
Capital assets being depreciated:					
Lease/land improvements	36,017,099	19,893	(4,951,130)	169,905,973	200,991,835
Buildings	2,296,012	-	(228,399)	103,463,204	105,530,817
Equipment	3,253,821	1,235,834	(8,637)	4,797,703	9,278,721
	333,748,242	25,223,219	(5,512,352)	-	353,459,109
Accumulated depreciation	(16,617,643)	(4,452,460)	46,231	-	(21,023,872)
Total	\$ 317,130,599	\$ 20,770,759	\$ (5,466,121)	\$ -	\$ 332,435,237

Notes to Financial Statements

June 30, 2020 and 2019

Note D – Capital Assets – Continued

Tulsa’s Gathering Place, LLC’s total acquisitions as consist of the following:

	2020	2019
Capital assets not being depreciated:		
Land	\$ 21,719,931	\$ 21,719,931
Construction in progress	1,396,303	798,555
Equipment	216,508	213,415
Capital assets being depreciated:		
Lease/land improvements	167,641,089	165,029,406
Buildings	104,805,531	103,436,946
Equipment	8,294,382	8,294,382
	<u>304,073,744</u>	<u>299,492,635</u>
Accumulated depreciation	(6,783,851)	(2,534,054)
Total	<u>\$ 297,289,893</u>	<u>\$ 296,958,581</u>

Note E – Debt

In February 2016, the Authority entered into an unsecured non-revolving line of credit agreement with George Kaiser Family Foundation and QuikTrip Corporation for the purpose of purchasing land for River Parks’ Turkey Mountain Urban Wilderness. The line of credit expires February 2026, with a limit of \$2,800,000 per lender, for a total of \$5,600,000. Interest is accrued at a fixed rate of 2.5 percent. The line of credit will be paid back with Vision Tulsa 2025 funds as they become available. Additional draws totaling \$2,300,143 were taken upon closing of the land purchase. Loan funds received and outstanding at June 30, 2020 and 2019, were \$2,363,100. This loan was paid off subsequent to year end.

Note F – Retirement Plan and Pension

Pension reporting is governed by Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions*, and requires recognition of deferred outflows and inflows of certain elements of the net pension liability.

1. Plan Description

Employees of the Authority are provided with pensions through the Municipal Employee Retirement Plan (MERP)—a cost-sharing multiple-employer-defined benefit pension plan administered by the City of Tulsa (the City). MERP provides retirement, disability, and death benefits which are established by City ordinance to plan members and beneficiaries. MERP’s financial statements and required supplementary information are included in the City of Tulsa’s Comprehensive Annual Financial Report (CAFR). The report may be obtained by writing to the City of Tulsa Controller, 175 E. 2 Street, Tulsa, Oklahoma 74103.

Notes to Financial Statements

June 30, 2020 and 2019

Note F – Retirement Plan and Pension – Continued

2. Benefits Provided

MERP provides retirement, disability, and death benefits. Retirement benefits are determined based on the employee's highest 30 months of pensionable wages during the last five years of service and a multiplier based on the years of service. Employees are eligible for full retirement at age 65 and at least five years of service, or when the years of service plus the employee's age equals or exceeds 80. Reduced benefits are available after age 55 and five years of service (early retirement). Benefits for early retirement are reduced 2.5 percent per year prior to age 65. Five years of service is required for nonservice-related disability eligibility. Disability benefits are determined in the same manner as normal retirement with additional service credited during the period of disability. Death benefits for vested participants who die before retirement eligibility is reached are, at the spouse's election, a refund of contributions plus interest or a life annuity of 50 percent of the member's accrued benefit determined based on final average earnings and service as of the date of death.

3. Contributions

Contributions are set per City of Tulsa ordinance. Employees are required to contribute 6.5 percent of their pensionable wages for the year ended June 30, 2020. The Authority is required to contribute 15.5 percent of pensionable wages for the year ended June 30, 2020. Contributions to the pension plan from the Authority were \$92,146 for the year ended June 30, 2020.

4. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2020, the Authority reported a liability of \$1,152,486 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2020. Standard update procedures were used to roll forward the total pension liability to June 30, 2020. The Authority's proportion of the net pension liability was based on the Authority's share of contributions to the pension plan relative to the contributions of all participating employers. At June 30, 2020, the Authority's proportion was 0.4538 percent, which was a decrease of 0.0358 percent from its proportion measured as of June 30, 2019.

Notes to Financial Statements

June 30, 2020 and 2019

Note F – Retirement Plan and Pension – Continued*4. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – Continued*

The changes in the Authority's net pension liability, as of the measurement date, consisted of:

	2020	2019
Net pension liability at beginning of year	\$ 1,149,759	\$ 965,506
Pension expense	160,179	201,226
Contribution	(92,146)	(94,253)
Deferred inflows (outflows) arising from:		
Difference in expected and actual return on investments	43,343	42,509
Change in assumptions	(68,678)	39,635
Difference in expected and actual experience	14,923	(19,668)
Change in proportionate share	(54,894)	14,804
Deferred inflows	(65,306)	77,280
Net pension liability at end of year	<u>\$ 1,152,486</u>	<u>\$ 1,149,759</u>

For the year ended June 30, 2020, the Authority recognized pension expense of \$92,294. At June 30, 2020, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual plan experience	\$ 1,982	\$ (20,027)
Changes of assumptions	64,625	-
Net difference between projected and actual earnings on pension plan investments	106,442	(28,843)
Changes in proportion and differences between Authority's contributions and proportionate share of contributions	7,273	(88,951)
Total	<u>\$ 180,322</u>	<u>\$ (137,821)</u>

Notes to Financial Statements

June 30, 2020 and 2019

Note F – Retirement Plan and Pension – Continued

4. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – Continued

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (gain) as follows:

Year ended June 30:	Deferred Outflows of Resources	Deferred Inflows of Resources
2021	\$ 70,233	\$ (78,184)
2022	61,583	(35,406)
2023	33,142	(17,781)
2024	15,364	(6,450)
	<u>\$ 180,322</u>	<u>\$ (137,821)</u>

5. Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of January 1, 2020, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary increases	3.50 to 11.25 percent, including inflation
Investment rate of return	7.00 percent compounded annually, net of investment expense and including inflation

Mortality rates were based on the 2014 Group Annuity Mortality Tables, set forward two years for males and one year for females.

The actuarial assumptions used in the January 1, 2020, valuation were based on the results of an actuarial experience study for the five-year period ending December 31, 2015.

The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Notes to Financial Statements

June 30, 2020 and 2019

Note F – Retirement Plan and Pension – Continued

5. Actuarial Assumptions – Continued

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Fixed income	24%	1.16%
Domestic equity	36%	6.19%
International equity	24%	6.59%
Real estate	8%	4.24%
Commodities	3%	0.50%
Timber	4%	0.38%
Cash	1%	0.11%
Total	100%	

6. Discount Rate

The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current contribution rate and that contributions from the Authority will be made as specified in the MERP funding policy. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

7. Sensitivity of the Authority’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Authority’s proportionate share of the net pension liability calculated using the discount rate of 7.50 percent, as well as what the Authority’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1.00 percentage point lower (6.50 percent) or 1.00 percentage point higher (8.50 percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Authority's proportionate share of the net pension liability	\$ 1,547,998	\$ 1,152,486	\$ 822,648

Notes to Financial Statements

June 30, 2020 and 2019

Note F – Retirement Plan and Pension – Continued

8. Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the City of Tulsa's Comprehensive Annual Financial Report, which can be located at www.cityoftulsa.org.

Note G – Other Post-Employment Benefits

The City provides post-employment health care benefits (OPEB) for retired employees and their dependents through the City of Tulsa Post-Retirement Medical Plan (the Plan), a single-employer-defined benefit health care plan. The benefits, coverage levels, employee contributions, and employer contributions are governed by the City through its personnel and union contracts. River Parks Authority retirees who elect to participate in post-retirement benefits pay 100 percent of the cost.

All health care benefits are provided through the City's fully-insured health plan. The benefit levels are the same as those offered to active employees. Benefits include general inpatient and outpatient medical services and prescriptions. General employees are eligible for membership in the Plan if they retire from the City or when the sum of an employee's age and years of service is 80 or more. Coverage ceases upon eligibility of the member (retiree or dependent) for Medicare. Coverage for dependents can continue upon the death of the retiree. Spouses of employees eligible for benefits and who die in active service can receive coverage.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75 *Accounting and Reporting for Post-Employment Benefits Other Than Pensions*.

The actuarial valuation of liabilities under the Plan is calculated using the entry age normal cost method as of the July 1, 2019, projected through June 30, 2020. This method requires the calculation of an unfunded actuarially accrued liability, which was approximately \$8,279,446 and \$6,132,944 for the City as of June 30, 2020 and 2019, respectively.

OPEB Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

At June 30, 2020, the Authority reported a liability of \$39,426 for its proportionate share of the total OPEB liability. The total OPEB liability was measured as of June 30, 2020, and was determined by an actuarial valuation as of that date. The Authority's proportion of the total OPEB liability was based on the Authority's participation in the Plan relative to the total participation of the substantive plan as of June 30, 2020. Based upon this information, the Authority's proportion was 0.4762 percent.

Changes of assumptions reflect a change in the discount rate from 3.51 percent in 2019 to 2.66 percent in 2020, resulting in recognition of a deferred inflow of resources.

Notes to Financial Statements

June 30, 2020 and 2019

Note G – Other Post-Employment Benefits – Continued

- Retirement Age Experience-based table of rates based on age and service

<u>Age</u>	<u>Rate</u>
55-61	18%
62	15%
63-64	20%
65-69	25%
70-74	20%
75+	100%

- Turnover Based on the City’s experience study from 2016, turnover ranged from 28.50% for males and 24.00% for females to 10.50% for males and 13.00% for females from 0 to 4 years of services.
- Participation Rate 35 percent for active employees and 100% for inactive employees.
- Mortality SOA Pub-2010 General Headcount Weighted Mortality Table fully generational using Scale MP-2019 for retirees and surviving spouses.

Sensitivity of the Authority’s Proportionate Share of the Total OPEB Liability to Changes in the Discount Rate

The following presents the Authority’s proportionate share of the total OPEB liability, as well as what the Authority’s proportionate share of the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.66 percent) or 1-percentage-point higher (3.66 percent) than the current discount rate:

	1% Decrease (1.66%)	Discount Rate (2.66%)	1% Increase (3.66%)
Employers' total OPEB liability	\$ 42,627	\$ 39,426	\$ 36,484

Notes to Financial Statements

June 30, 2020 and 2019

Note G – Other Post-Employment Benefits – Continued

Sensitivity of the District’s Proportionate Share of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the Authority’s proportionate share of the total OPEB liability, as well as what the Authority’s proportionate share of the total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (8 percent decreasing to 4.5 percent) or 1-percentage-point higher (9 percent decreasing to 5.5 percent) than the current healthcare cost trend rates:

	1% Decrease (7.0% decreasing to 3.5%)	Current Trend Rates (8.0% decreasing to 4.5%)	1% Increase (9.0% decreasing to 5.5%)
Employers' total OPEB liability	\$ 35,509	\$ 39,426	\$ 44,004

Note H – Related Parties and Concentrations

The Authority leases certain property from the City and third parties on an annual basis for nominal amounts.

The Authority receives a large portion of its funding from grants given by the City and County of Tulsa, and the City of Sand Springs. The Authority submits a line item budget request, and grants are awarded based on need and the available financial resources of the granting entities. Total grants received by the Authority from these cities and the County for the years ended June 30, 2020 and 2019, were \$3,393,716 and \$1,422,701, respectively, and represented 79% and 92% of total revenue, respectively.

Note I – Commitments and Contingencies

On March 16, 2020, the Authority signed a lease for administrative office space in a building located at 2121 South Columbia, Suite 205. The lease term is 61 months through June 30, 2025. The lease provides for monthly payments of \$3,431 through June 30, 2023, increasing to \$3,558 through June 30, 2025. Future minimum lease payments under this agreement are as follows: 2021 - \$41,172; 2022 - \$41,172; 2023 - \$41,172; 2024 - \$42,696 and 2025 - \$42,696.

Note J – Risk Management

The Authority is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; employee dishonesty; injuries to employees; and natural disasters. The Authority manages these various risks as follows:

Type of Loss	Method Managed	Risk Retained
Tort Claims	Purchased insurance covering: general liability, automobile liability, and liquor liability	No deductibles

Notes to Financial Statements

June 30, 2020 and 2019

Note J – Risk Management – Continued

Type of Loss	Method Managed	Risk Retained
Railroad Liability	Purchased general liability specific to location on Turkey Mountain where active rail line crosses recreation trail	\$5,000 deductible
Physical Property Loss and Natural Disasters	Purchased casualty loss covering: playgrounds, buildings, and contents	\$50,000 deductible, per occurrence
	Equipment	\$500 deductible
	Purchased flood insurance covering: buildings and contents	\$5,000 deductible
	Self-insurance for the Pedestrian Bridge and Zink Dam	Estimated pooled cash for self-insurance at 6-30-2020 - \$450,000
	Purchased automobile comprehensive and collision coverage deductible	\$500/\$1,000
Injuries to Employees	Purchased workers compensation insurance	No deductible employees
Employee Dishonesty	Purchased employee dishonesty policy covering staff, Board of Trustees	\$500 deductible
Employee Life, Health, Dental Etc.	Purchased insurance providing life, health, dental, and similar benefits to qualified employees through group policies of the City of Tulsa. The Authority shares the cost of these benefits with its employees.	None

Management believes that coverage is sufficient to preclude any significant uninsured losses to the Authority. The Authority's inclusion under the Oklahoma Political Subdivisions Tort Claims Liability Act limits its liability to \$1 million per occurrence.

The Authority's general and automobile liability, its automobile comprehensive and collision coverage, its casualty loss coverage for park buildings and structures, and its equipment coverage are with the Oklahoma Municipal Assurance Group (OMAG), a risk entity pool for political subdivisions of the State of Oklahoma. Coverage on park playgrounds, buildings, structures, and applicable contents is also with OMAG. Flood insurance coverage on park restroom buildings and the Authority's maintenance facility is provided through the National Flood Insurance Program and other companies. The Authority's workers compensation insurance is provided by CompSource Mutual Insurance Company. An employee dishonesty policy is written by The Ohio Casualty Insurance Company. A railroad liability is written through Liberty Surplus Insurance Corporation, and a commercial property policy covering the Authority's leased administrative office space is written by Foremost Insurance.

Notes to Financial Statements

June 30, 2020 and 2019

Note J – Risk Management – Continued

1. *Risk Entity Pool*

The Authority participates in the Oklahoma Municipal Assurance Group (OMAG) Liability Protection Plan which offers insurance agreements covering claims against municipalities and other qualified governmental entities for all government functions, utilities, and services covered in the Plan. These include bodily injury, property damage, wrongful acts, and personal injury and related torts under the State tort claims law and federal civil rights laws.

All public officials, employees, services, and municipal functions are covered unless they are specifically listed as exclusions in the Plan. The title to all assets acquired by the Plan are vested in the OMAG. In the event of termination of the OMAG, such property shall belong to the then-members of the OMAG in equal shares. Each participating entity pays all costs, premiums, or other fees attributable to its respective participation in the Plan, and is responsible for its obligation under any contract entered into with the Plan.

Reserves for claim losses include provisions for reported claims on a case-by-case basis and an estimate of claims incurred, but not reported, limited by aggregate and individual loss levels as specified by the Plan's reinsurance contracts. These credits, if any, represent contingent liabilities of the Plan if the reinsurer was unable to meet its obligations under the reinsurance agreement. The Plan's insurance agreements are reinsured for excess losses based upon the contract year.

2. *Employee Benefit Plans*

The Authority offers health, dental, life, and disability insurance coverage to its eligible employees. For the health insurance, the bulk of the premium is paid by the Authority, and the employee pays a portion of the premium cost by payroll deduction for either single or family coverage. For dental coverage, the Authority pays all the employee's premium, and the employee pays all the dependent coverage premium. The Authority pays a life insurance premium for coverage equal to twice the employee's annual salary. Supplemental life insurance may be obtained by employees at their own expense.

The Authority pays a disability insurance premium for coverage based upon each employee's annual salary, and the employee contributes a small percentage toward the premium as well. The supplemental life insurance and disability premiums are also paid by payroll deduction. The Authority offers its employees health, dental, life, and disability insurance through participation in the group insurance programs of the City of Tulsa. The Authority has no financial exposure for the provision of these benefits beyond the premiums established by contracts awarded to the providers by the City.

3. *Self-Insurance Coverage*

Due to the high premium costs associated with providing all-risk casualty loss coverage for the Pedestrian Bridge and Zink Dam, the Authority elected in the 1980's to reserve unexpended cash, which remained at the close of each fiscal year, for the purpose of self-insuring these structures against damage caused by fire, storms, vandalism, etc. These funds are pooled with the City's Pooled Investment (see Note B). A portion of the funds, \$132,669, are held in a separate account, and the remaining available funds of \$317,331 are held in the Authority's general cash account. The sum of these amounts, adjusted for estimated liabilities, is the basis for the estimate of available self-insurance funds noted in the chart on Page 39.

Notes to Financial Statements

June 30, 2020 and 2019

Note K – Loss from Flood

At the close of the fiscal year, in May and June 2019, the Arkansas River flooded at record levels, causing damage to the river banks, park structures, and infrastructure. The Authority incurred losses to improved assets totaling \$74,563. The book loss after accumulated depreciation totaled \$36,971. Tulsa’s Gathering Place, LLC incurred losses of improved assets totaling \$5.1 million, including approximately \$86,000 at the skate park, \$47,000 at the playground, \$9,000 at the sports courts and \$4.9 million to the park landscaping. These losses qualify for Federal Emergency Management Agency reimbursement (FEMA). As of June 30, 2020, \$31,000 had been collected from FEMA related to these losses. An additional \$1.6 million was collected subsequent to year-end.

Note L – Subsequent Events

River Parks Foundation revenue has been adversely impacted by the pandemic as health guidelines and restrictions on public gatherings forced the cancellation of River Parks’ entire 2020 events schedule. These cancellations resulted in the loss of significant event revenue from sponsor dollars, park usage fees, and earned income. A portion of such revenues have long been transferred to the Authority to help supplement its operational funding. At this time, the greatest impact appears to be for fiscal year 2021, but uncertainties remain concerning the 2021 events schedule and the ability of some event sponsors to continue to support events in the park due to financial impacts of the pandemic.

On March 27, 2020, the Coronavirus Aid, Relief and Economic Security (CARES) Act was signed into law providing certain economic aid packages for qualifying organizations. The Authority qualified to receive funds under CARES totaling \$151,600 under the Paycheck Protection Program (PPP). The Authority submitted an application for forgiveness which was formally accepted in June, 2021.

* * * * *

SUPPLEMENTAL INFORMATION

River Parks Authority

Required Supplemental Information

Schedule of Proportionate Share of the Net Pension Liability - Last 10 Fiscal Years*

As of Plan Year-End of June 30,

	2020	2019	2018	2017	2016	2015
Authority's proportion of the net pension liability	0.4538%	0.4896%	0.4918%	0.5528%	0.4838%	0.4929%
Authority's proportionate share of the net pension liability	\$ 1,152,486	\$ 1,149,759	\$ 965,506	\$ 1,092,166	\$ 1,046,521	\$ 617,378
Authority's covered-employee payroll	\$ 594,475	\$ 608,081	\$ 587,377	\$ 644,032	\$ 568,017	\$ 510,789
Authority's proportionate share of the net pension liability as a percentage of its covered-employee payroll	193.9%	189.1%	164.4%	169.6%	184.2%	120.9%
Plan fiduciary net position as a percentage of the total pension liability	65.2%	66.9%	70.6%	69.4%	77.1%	79.3%

* Note - Only the current and five prior fiscal years are presented because 10-year data is not available.

River Parks Authority

Required Supplemental Information

Schedule of Proportionate Share of the Net OPEB Liability - Last 10 Fiscal Years*

As of Plan Year-End of June 30,

	2020	2019	2018
Authority's proportion of the net OPEB liability	0.4762%	0.4857%	0.5304%
Authority's proportionate share of the net OPEB liability	\$ 39,426	\$ 29,786	\$ 33,490
Authority's covered-employee payroll	\$ 526,679	\$ 519,627	\$ 550,922
Authority's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	7.5%	5.7%	6.1%

* Note - Only the current and two fiscal year is presented because 10-year data is not available.

River Parks Authority

Required Supplemental Information

Schedule of Contribution - Pension - Last 10 Fiscal Years*

June 30,

	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 92,146	\$ 94,253	\$ 91,043	\$ 66,172	\$ 65,538	\$ 61,781
Contribution in relation to contractually required contribution	\$ 92,146	\$ 94,253	\$ 91,043	\$ 66,172	\$ 65,538	\$ 61,781
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Authority's covered-employee payroll	\$ 594,475	\$ 608,081	\$ 587,377	\$ 575,411	\$ 568,017	\$ 537,223
Contributions as a percentage of covered-employee payroll	15.5%	15.5%	15.5%	11.5%	11.5%	11.5%

* Note - Only the current and five prior fiscal years are presented because 10-year data is not available.

River Parks Authority

Required Supplemental Information

Schedule of Contributions - OPEB - Last 10 Fiscal Years*

June 30,

	2020	2019	2018
Contractually required contribution	\$ 1,587	\$ 2,254	\$ 1,072
Contribution in relation to contractually required contribution	\$ 1,587	\$ 2,254	\$ 1,072
Contribution deficiency (excess)	\$ -	\$ -	\$ -
Authority's covered-employee payroll	\$ 526,679	\$ 519,627	\$ 550,922
Contributions as a percentage of covered-employee payroll	0.3%	0.4%	0.2%

* Note - Only the current and two fiscal year is presented because 10-year data is not available.



**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 Trustees of
River Parks Authority

We have audited, 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, the financial statements of the business-type activities and each major fund of the River Parks Authority (the Authority) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated September 30, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Authority'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 Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control.

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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying schedule of findings and questioned costs, we did identify certain deficiencies in internal control that we consider to a material weakness and a significant deficiency.

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. We consider the deficiency described in accompanying schedule of findings and questioned costs as item 2020-001 to be a material weakness

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2020-002 to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority'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*.

River Parks Authority's Response to Findings

River Parks Authority's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. River Parks Authority's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

Stanfield + O'Dell, P.C.

Tulsa, Oklahoma
September 30, 2021



**Independent Auditor's Report on Compliance for Each Major
Federal Program and Report on Internal Control over
Compliance in Accordance with the Uniform Guidance**

To the Board of Trustees
River Parks Authority

Report on Compliance for Each Major Federal Program

We have audited River Parks Authority's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of River Parks Authority's major federal program for the year ended June 30, 2020. River Parks Authority's major federal program is 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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for River Parks Authority's major federal program 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 River Parks Authority'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 River Parks Authority's compliance.

Opinion on Each Major Federal Program

In our opinion, River Parks Authority 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 program for the year ended June 30, 2020.

Report on Internal Control over Compliance

Management of River Parks Authority 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 River Parks Authority'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 the Uniform Guidance, 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 River Parks Authority'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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities and each major fund of River Parks Authority as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements. We issued our report thereon dated September 30, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance) and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Tulsa, Oklahoma
September 30, 2021

Stanfield + O'Dell, P.C.

River Parks Authority

Schedule of Expenditures and Federal Awards

Year Ended December 31, 2020

Federal Grantor/Pass-through Grantor/ Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Homeland Security				
<i>Passed through the Oklahoma Department of Emergency Management</i>				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	-	\$ 1,478,230	\$ -
U.S. Department of the Treasury				
<i>Passed through Tulsa County</i>				
Coronavirus Relief Fund	21.019	-	12,363	
Total Federal Awards Expended			\$ 1,490,593	\$ -

The accompanying notes are an integral part of this schedule.

Notes to Schedule of Expenditures of Federal and State Awards

June 30, 2020

Note A – Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of River Parks Authority (the Authority) under programs of the federal government for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Authority, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Authority.

Note B – Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Note C – Amounts Paid to Subrecipients

There were no amounts paid to subrecipients for the year ended June 30, 2020.

Note D – De Minimis Cost Rate

During the year ended June 30, 2020, the Authority did not use the 10 percent de minimis cost rate.

Note E – Reconciliation of Federal Grant Revenue

Total federal grant revenue reported on the accompany Statement of Revenue, Expenses and Changes in Net Position for the year ended June 30, 2020, totaled \$1,617,179. Total expenditures reported on the Schedule of Expenditures of Federal Awards was \$1,490,593. The difference of \$126,586 represents amounts expended in the prior year. These amounts were not recognized as revenue in the prior year due to uncertainty regarding the FEMA grant award.

Schedule of Findings and Questioned Costs

For the Year Ended June 30, 2020

Section I – Summary of Auditor's Results

Financial Statements

Type of auditors report issued:	Unmodified	
Internal control over financial reporting:		
Material weakness(es) identified	<u> X </u> Yes	<u> </u> No
Significant deficiency(s) identified that are not considered to be material weaknesses?	<u> X </u> Yes	<u> </u> None reported
Noncompliance material to financial statements noted?	<u> </u> Yes	<u> X </u> No

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	<u> </u> Yes	<u> X </u> No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	<u> </u> Yes	<u> X </u> None reported
Type of auditors' report issued on compliance for major programs:	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	<u> </u> Yes	<u> X </u> No

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)

Dollar threshold used to distinguish between Type A and Type B programs	\$750,000
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Auditee qualified as low-risk auditee	No
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Schedule of Findings and Questioned Costs - Continued

June 30, 2020

Section II – Financial Statement Findings

**Finding No. 2020-001 – Internal Controls over Period-End Reconciliations and Journal Entries
Material Weakness**

Criteria:

Ending account balances should tie to the underlying accounting records. At period end, reconciliations of primary account balances should be performed to ensure the accuracy of financial reporting and journal entries should be prepared, reviewed and approved prior to posting to the general ledger.

Condition:

During the audit, we noted multiple significant adjustments and corrections to fixed asset, notes payable, grant revenue and other account balances for Tulsa's Gathering Place were required for these accounts to be accurate. We also noted that there is no journal entry review and approval process to ensure posted entries are authorized and accurate.

Cause:

The primary cause is inadequate period-end reconciliation and journal entry processes.

Effect:

Period-end reconciliations and journal entries impact normal period close activities and processes which are critical to the accurate financial reporting.

Recommendation:

We recommend management design and implement period-end close processes, which would include controls over the review and approval of journal entries, to ensure timely and accurate reconciliation and adjustment of key account balances and the preparation of financial statements supported by these reconciliations.

Management Response:

See corrective action plan on page 58.

**Finding No. 2020-002 – Internal Controls over Financial Reporting
Significant Deficiency**

Criteria:

Financial reporting controls should be adequate to ensure the financial statements of all reporting entities of the Authority are issued and reported to management on a timely basis and meet the statutory deadline for the issuance of the audited financial statements for a trust authority in Oklahoma (six-months after year-end).

Condition:

The June 30, 2020 entity-wide financial statements for the Authority were issued well beyond the statutory deadline.

Cause:

The primary cause is lack of centralized accounting and report controls over the entity-wide financial statements.

Schedule of Findings and Questioned Costs - Continued

June 30, 2020

Finding No. 2020-002 – Internal Controls over Financial Reporting - Continued

Effect:

Untimely issued financial statements reduce the overall usefulness of financial reporting as a management tool and create delays in meeting statutory requirements.

Recommendation:

We recommend management develop centralized financial reporting controls and processes over the entity-wide financial statements of the Authority to include all the Authority's reporting funds, including River Parks Authority, River Parks Foundation, The Gathering Place and The Gateway Bridge. Consideration should be given to creating a new accounting position or hiring a third-party accounting firm for this purpose.

Management Response:

See corrective action plan on page 58.

Section III – Federal Awards Findings and Questions Costs – None

Schedule of Findings and Questioned Costs - Continued

June 30, 2020

Section IV – Prior Year Financial Statement Findings

Finding No. 2019-001 – Internal Controls over Period-End Reconciliations

Significant Deficiency

Criteria:

Ending account balances should tie to the underlying accounting records. At period end, reconciliations of primary account balances should be performed to ensure the accuracy of financial reporting and journal entries should be prepared, reviewed and approved prior to posting to the general ledger.

Condition:

Tulsa's Gathering Place's assets were placed in service in September 2018 when the park opened. Asset balances were still classified as construction in progress at the time of the fieldwork for the audit and depreciation schedules had not been prepared

Cause:

The primary cause is inadequate period-end reconciliation processes.

Effect:

Period-end reconciliations impact normal period close activities and processes which are critical to the accurate financial reporting.

Recommendation:

We recommend processes be put in place to ensure proper accounting of fixed assets, including the transfer of completed construction projects to their permanent classifications and the calculation and recording of depreciation expense.

Status:

We noted similar issues with fixed asset and other accounts balances during the 2020 audit. This finding is included in the current year findings as 2020-001.

River Parks Authority
Corrective Action Plan
Year Ended June 30, 2020

Audit Finding Reference: 2020-001

Internal Controls over Period-End Reconciliations and Journal Entries

Authority's Response: We concur.

Views of Responsible Officials and Corrective Action:

In order to enhance internal controls over financial report, management is seeking the assistance of a third-party accounting firm to help facilitate period-end journal entries and reconciliations. The scope of their work will also include the compilation of the entity-wide financial statements, supporting schedules and disclosures. This will increase the timeliness of reporting to management and reinforce the Authority's readiness for the annual audit.

Name of Contact Person: Jeff Stava, Executive Director

(918)494-8823

lcooper@riverparks.org

Projected Implementation: Implemented

Audit Finding Reference: 2020-002

Internal Controls over Financial Reporting

Authority's Response: We concur.

Views of Responsible Officials and Corrective Action:

In order to enhance internal controls over financial report, management is seeking the assistance of a third-party accounting firm to help facilitate period-end journal entries and reconciliations. The scope of their work will also include the compilation of the entity-wide financial statements, supporting schedules and disclosures. This will increase the timeliness of reporting to management and reinforce the Authority's readiness for the annual audit.

Name of Contact Person: Lisa Cooper, Manager of Administration

(918)596-2014

lcooper@riverparks.org

Projected Implementation: Implemented