

THE CITY OF ADA, OKLAHOMA

ANNUAL FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORTS

AS OF AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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405-878-7300

Finley-Cook.com

1421 East 45th Street Shawnee, OK 74804

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Council City of Ada, Oklahoma

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit of the Valley View Hospital Authority, each major fund, and the aggregate remaining fund information of the City of Ada, Oklahoma (the "City") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit of the Valley View Hospital Authority, each major fund, and the aggregate remaining fund information of the City as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 7 to the financial statements, the City's beginning net position for the year ended June 30, 2024, was restated for a correction of an error related to a grant receivable. Our opinions are not modified with respect to this matter.

(Continued)

INDEPENDENT AUDITORS' REPORT, CONTINUED

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

<u>Auditors' Responsibilities for the Audit of the Financial Statements</u>

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is
 expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

(Continued)

INDEPENDENT AUDITORS' REPORT, CONTINUED

<u>Auditors' Responsibilities for the Audit of the Financial Statements, Continued</u>

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States require that the management's discussion and analysis, the budgetary comparison information, the schedule of City's proportionate share of net pension liability—Oklahoma Firefighters Pension and Retirement System, the schedule of City contributions-Oklahoma Firefighters Pension and Retirement System, the schedule of City's proportionate share of net pension liability (asset)—Oklahoma Police Pension and Retirement System, the schedule of City contributions—Oklahoma Police Pension and Retirement System, and the schedule of changes in OPEB liability as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining schedules of general fund accounts, the combining statements of nonmajor governmental funds, the combining schedules of the APWA Enterprise Fund accounts, the schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* and the schedule of expenditures of state awards are presented for purposes of additional analysis and are not a required part of the basic financial statements. 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

(Continued)

INDEPENDENT AUDITORS' REPORT, CONTINUED

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 28, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 City's internal control over financial reporting and compliance.

Finley + Cook, Puc

Shawnee, Oklahoma January 28, 2025

CITY OF ADA, OKLAHOMA Management's Discussion and Analysis As of and for the Year Ended June 30, 2024

As management of the City of Ada, we offer readers this narrative overview and analysis of the financial activities of the City of Ada for the fiscal year ended June 30, 2024. We encourage readers to use this information in conjunction with the City's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The City's total net position increased by \$15,501,225 and the assets and deferred outflows of the City exceeded its liabilities and deferred inflows at June 30, 2024, by \$208,810,917 (net position). Of this amount, \$55,173,363 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- At June 30, 2024, the City's governmental funds reported combined ending fund balances of \$41,677,219.
- At the end of fiscal year 2024, unassigned fund balance for the General Fund was \$3,435,664 or 20% of General Fund revenues.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statements presented herein include all of the activities of the City of Ada (the "City"), the Ada Public Works Authority (the "Authority") and one additional discretely presented component unit. Included in this report are governmental-wide statements for each of three categories of activities – governmental and business-type, and one discretely-presented component unit. This discussion and analysis focuses on the primary government, composed of the City of Ada and Ada Public Works Authority.

The governmental-wide financial statements present the complete financial picture of the City from the economic resources measurement focus using the accrual basis of accounting. They present governmental activities and business-type activities separately and combined. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. These statements include all assets of the City (including infrastructure) and deferred outflows as well as all liabilities (including long-term debt) and deferred inflows.

Reporting the City as a Whole

The Statement of Net Position and Statement of Activities

This discussion and analysis is intended to serve as an introduction to the City of Ada's basic financial statements. The Statement of Net Position and the Statement of Activities (on pages 19 & 20, respectively) report information about the City as a whole and about its activities in a way that helps answer questions about the City's financial position. These statements include all assets, deferred outflows, liabilities and deferred inflows using the accrual basis of accounting. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

CITY OF ADA, OKLAHOMA Management's Discussion and Analysis As of and for the Year Ended June 30, 2024

These two statements report the City's Net Position and Changes in Net Position from the prior year. You can think of the City's Net Position – the difference between assets and deferred outflows and liabilities and deferred inflows – as one way to measure the City's financial condition, or position. Over time, increases or decreases in the City's Net Position are one indicator of whether its financial health is improving, deteriorating, or remaining steady. However, you must consider other non-financial factors, such as changes in the City's tax base, the condition of the City's roads, and the quality of services to assess the overall health of the City.

The Statement of Net Position and the Statement of Activities are divided into three types of activities:

- Governmental activities -- Most of the City's basic services are reported here, including the police, fire, general administration, streets, and parks. Sales taxes, franchise fees, fines, and state and federal grants finance most of these activities.
- Business-type activities -- The City's activities that charge a fee to customers to help cover all or most of the cost of certain services it provides. The City's water, sewer, solid waste collections utilities and economic development are reported here.
- Discretely-presented component unit This accounts for the one activity of the City's reporting entity that does not meet the criteria for blending, the Valley View Hospital Authority.

Reporting the City's Most Significant Funds

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds – not the City as a whole. The City of Ada, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Some funds are required to be established by State law and by bond covenants. However, management establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other money. All of the funds of the City of Ada can be divided into two categories: governmental funds and proprietary funds.

Governmental funds -- Most of the City's basic services are reported in governmental funds, which focus on near-term inflows and outflows of spendable resources, as well as spendable resources available at the end of the fiscal year. These funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available". The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic service it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The differences of results in the governmental fund financial statements to those in the government-wide financial statements are explained in a reconciliation following each governmental fund financial statement.

Proprietary funds -- When the City charges customers for the services it provides – whether to outside customers or to other units of the City – these services are generally reported in proprietary funds. Enterprise funds are one type of proprietary funds and are used to report the same functions presented as business-type activities in the governmental-wide financial statements. The City uses enterprise funds to account for its water and sewer operations, solid waste collection, disposal services, and economic development activities. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

A FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Net Position

For the year ended June 30, 2024, net position for the governmental activities and business-type activities increased \$15,501,225. The results indicate the City, as a whole, saw an increase in its financial position from the prior year.

Following is a summary comparison of change in net position from last year for the City of Ada.

TABLE 1
NET POSITION (In Thousands)

	Govern Activ		% Inc. (Dec.)		ss-Type vities	% In c. (De c.)	То	% Inc. (Dec.)	
		*			*	·		*	
	<u>2024</u>	<u>2023</u>		<u>2024</u>	2023		<u>2024</u>	2023	
Current assets	\$ 47,377	\$ 40,730	16%	\$ 71,380	\$ 50,851	40%	\$118,757	\$ 91,581	30%
Non-current assets	1,262	1,340	-6%	1,414	1,477	-4%	2,676	2,817	-5%
Capital assets, net	85,710	82,846	3%	65,363	63,242	3%	151,073	146,088	3%
Total assets	134,349	124,916	8%	138,157	115,570	20%	272,506	240,486	13%
Deferred outflow of resources	3,266	3,263	0%	104	82	27%	3,370	3,345	1%
Current liabilities	3,029	3,859	-22%	3,445	3,990	-14%	6,474	7,849	-18%
Non-current liabilities	8,191	8,561	-4%	48,970	30,668	60%	57,161	39,229	46%
Total liabilities	11,220	12,420	-10%	52,415	34,658	51%	63,635	47,078	35%
Deferred inflows of resources	2,054	1,905	8%	1,376	1,473	-7%	3,430	3,378	2%
Net position									
Net investment in capital assets	84,406	82,241	3%	41,078	35,426	16%	125,484	117,667	7%
Restricted	20,318	18,518	10%	7,835	7,941	-1%	28,153	26,459	6%
Unrestricted	19,617	13,095	50%	35,557	36,154	-2%	55,174	49,249	12%
Total net position	\$ 124,341	\$113,854	9%	\$ 84,470	\$ 79,521	6%	\$ 208,811	\$ 193,375	8%

^{*} Prior year column not restated for MD&A purposes

The largest portion of the City's net position reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. This year the net investment in capital assets amounted to \$125.5 million. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

A portion of the City's net position, \$28.2 million, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$55.2 million, may be used to meet the government's ongoing obligations to citizens and creditors.

Change in Net Position

For the year ended June 30, 2024 net position of the primary government changed as follows:

TABLE 2
CHANGES IN NET POSITION (In Thousands)

		nmental ivities	% Inc. (Dec.)	Busines Activ		% Inc. (Dec.)	To	% Inc. (Dec.)	
		*			*	-	-	*	
	2024	2023		2024	2023		2024	2023	
Revenues									
Charges for services	\$ 1,005	\$ 1,007	0%	\$ 17,416	\$ 16,665	5%	\$ 18,421	\$ 17,672	4%
Operating grants and contributions	3,264	2,589	26%	-	-	-	3,264	2,589	26%
Capital grants and contributions	407	332	23%	-	65	-100%	407	397	3%
Taxes	23,204	22,845	2%	-	-	-	23,204	22,845	2%
Intergovernmental revenue	963	699	38%	-	-	-	963	699	38%
Investment income	2,172	1,572	38%	3,204	1,973	62%	5,376	3,545	52%
M iscellaneous	1,757	1,382	27%	1,127	684	65%	2,884	2,066	40%
Total revenues	32,772	30,426	8%	21,747	19,387	12%	54,519	49,813	9%
Expenses									
General government	6,462	6,918	-7%	-	-	-	6,462	6,918	-7%
Streets	3,635	3,310	10%	-	-	-	3,635	3,310	10%
Public safety	8,488	8,119	5%	-	-	-	8,488	8,119	5%
Cemetery	227	236	-4%	-	-	-	227	236	-4%
Legal and judicial	125	94	33%	-	-	-	125	94	33%
Culture and recreation	3,250	3,157	3%	-	-	-	3,250	3,157	3%
Community development	635	506	25%	-	-	-	635	506	25%
Airport	727	723	1%	-	-	-	727	723	1%
Interest on long-term debt	5	10	-50%	-	_	_	5	10	-50%
Water	-	-	-	5,146	4,619	11%	5,146	4,619	11%
Sewer	-	_	-	3,593	3,452	4%	3,593	3,452	4%
Sanitation	-	-	-	5,197	4,536	15%	5,197	4,536	15%
Economic development			-	1,528	921	66%	1,528	921	66%
Total expenses	23,554	23,073	2%	15,464	13,528	14%	39,018	36,601	7%
Excess (deficiency) before									
transfers	9,218	7,353	25%	6,283	5,859	7%	15,501	13,212	17%
Transfers	1,269	(437)	-390%	(1,269)	437	-390%			0%
Change in net position	10,487	6,916	52%	5,014	6,296	20%	15,501	13,212	17%
Beginning net position, restated	113,854	106,938	6%	79,456	73,225	9%	193,310	180,163	7%
Ending net position	\$ 124,341	\$ 113,854	9%	\$ 84,470	\$ 79,521	6%	\$ 208,811	\$ 193,375	8%

^{*} Prior year column not restated for MD&A purposes

The City's governmental activities operating grants and contributions decreased due to certain grants received in the prior year that were not received in the current year. The investment income increased due to higher yields on investment interest rates. A new state statute requiring cities to write off certain warrants resulting from an individual's inability to pay was passed in November 2023. Because of this statute, the City wrote off a substantial amount of court receivables during FY24. The government-wide reversal of the deferred court revenue resulted in the government-wide public safety charges for services program revenues to be a negative amount. The City's business-type investment income increased due to higher yields on investment interest rates. Business-type miscellaneous revenue increased due to a large settlement received related to a project in the current year.

Governmental Activities

To aid in the understanding of the Statement of Activities some additional explanation is given. Of particular interest is the format that is significantly different than a typical Statement of Revenues, Expenditures, and Changes in Fund Balance. You will notice that expenses are listed in the first column with revenues from that particular program reported to the right. The result is a Net (Expense)/Revenue. The reason for this kind of format is to highlight the relative financial burden of each of the functions on the City's taxpayers. It also identifies how much each function draws from the general revenues or if it is self-financing through fees and grants or contributions. All other governmental revenues are reported as general. It is important to note all taxes are classified as general revenue even if restricted for a specific purpose.

TABLE 3
Net Revenue (Expense) of Governmental Activities
(In Thousands)

		Total E	•	e	% Inc. (Dec.)	Net I (Exp of S	% Inc. (Dec.)	
	<u>20</u> 2	<u>24</u>	2	2023		<u>2024</u>	<u>2023</u>	
General government	\$ (5,462	\$	6,918	-7%	(\$6,214)	(\$6,746)	-8%
Streets	3	3,635		3,310	10%	(3,485)	(3,158)	10%
Public Safety	8	3,488		8,119	5%	(5,487)	(6,105)	-10%
Cemetery		227		236	-4%	(161)	(184)	-13%
Legal and Judicial		125		94	33%	(125)	(94)	33%
Culture and Recreation	3	3,250		3,157	3%	(2,483)	(2,109)	18%
Community Development		635		506	25%	(635)	(506)	25%
Airport		727		723	1%	(282)	(233)	21%
Interest on long-term debt		5		10	-50%	(5)	(10)	-50%
Total	23	,554	\$ 2	23,073	2%	(\$18,877)	(\$19,145)	-1%

For the year ended June 30, 2024, total expenses for governmental activities amounted to \$23.5 million which is an 2.1% increase from the prior year.

Business-type Activities

TABLE 4
Net Revenue (Expense) of Business-Type Activities
(In Thousands)

		Expense rvices	% Inc.	Net Re (Expe of Se	ense)	% Inc. Dec.
	<u>2024</u>	<u>2023</u>		<u>2024</u>	2023	
Water	\$ 5,146	\$ 4,619	11%	\$ 3,873	\$ 4,071	-5%
Sewer	3,593	3,452	4%	(509)	(525)	-3%
Sanitation	5,197	4,536	15%	116	512	-77%
Economic development	1,528	921	66%	(1,528)	(856)	79%
Total	\$15,464	\$13,528	14%	\$ 1,952	\$ 3,202	-39%

The City's business-type activities include utility services for water, sewer, sanitation and economic development.

Management's Discussion and Analysis As of and for the Year Ended June 30, 2024

A FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As the City completed its 2024 fiscal year, the governmental funds reported a combined total fund balance of \$41.7 million, or a 19.3% increase from the prior year. The enterprise funds reported combined total net position of \$85.7 million, or a 7.3% increase from 2023.

Other fund highlights include:

- For the year ended June 30, 2024, the General Fund's total fund balance increased by \$2,825,813, or 26.2%.
- The Street and Alley Fund's total fund balance increased by \$816,426 or 11.9%.
- The Sales Tax Infrastructure total fund balance decreased \$260,291 or 5.6%.
- The 2016 Sales Tax Capital Improvement Fund's total fund balance increased by \$1,141,839 or 11.5%.
- The 2023 Sales Tax Capital Improvement Fund's total fund balance increased by \$1,540,610 or 100% because this is a new fund for FY24.
- The APWA Enterprise Fund reported a net income before capital contributions and transfers of \$5,702,995.

General Fund Budgetary Highlights

For the year ended June 30, 2024, the General Fund reported actual budgetary basis revenues above final estimates by \$4,571,948 or a 22.8% positive variance. General Fund actual expenditures were under final appropriations by \$4,768,141 or a 17.9% positive variance.

CAPITAL ASSETS & DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2024, the City had approximately \$151.1 million invested in capital assets, net of depreciation, including land, buildings, machinery and equipment, park facilities, water, sewer and stormwater systems, roads and bridges. This represents a net increase of approximately \$5 million over last year.

Below are details regarding the City's capital assets for the years ended June 30, 2024 and 2023.

TABLE 5 Capital Assets (In Thousands) (Net of accumulated depreciation)

	Govern	ment	al	Busine	ss-Ty	pe						
	Activ	ities		Activ	vities		<u>Total</u>					
	2024		2023	2024		2023		2024		2023		
Land	\$ 1,421	\$	1,421	\$ 4,514	\$	4,514	\$	5,935	\$	5,935		
Buildings and improvements	43,448		42,252	26,498		10,901		69,946		53,153		
Machinery, furniture and equipment	4,977		3,698	3,135		4,182		8,112		7,880		
Infrastructure	29,625		24,687	27,787		13,541		57,412		38,228		
Water rights	-		-	2,348		1,280		2,348		1,280		
Construction in progress	6,239		10,788	 1,081		28,824		7,320		39,612		
Totals	\$ 85,710	\$	82,846	\$ 65,363	\$	63,242	\$	151,073	\$	146,088		

¹ For more detailed information on capital asset activity please refer to pages 38-39, Note 4. Capital Assets and Depreciation

CITY OF ADA, OKLAHOMA Management's Discussion and Analysis As of and for the Year Ended June 30, 2024

This year's more significant capital asset additions include a \$4.4 million main street project, a \$1.2 million airport terminal apron project, \$15.4 million in spring, wells and water plant upgrades, and a \$12.9 million raw water main line replacement. The City also purchased \$1.1 million in additional water rights.

Long-Term Debt

At year-end, the City had \$51.8 million in long-term debt outstanding, which represents approximately a \$17.1 million increase from the prior year.² This is due to the issuance of the new 2023 Sales Tax Revenue Note.

TABLE 6 Long-Term Debt (In Thousands)													
		Govern Activ			Total								
		Activ	aues			Acti	vities		<u> 10tar</u>				
		<u>2024</u> <u>2023</u>					<u>2024</u> <u>2023</u>					<u>2023</u>	
Accrued Compensation	\$	849	\$	781	\$	409	\$	394	\$	1,258	\$	1,175	
Deposits subject to refund		-		-		914		915		914		915	
Landfill closure liability		-		-		3,893		3,693		3,893		3,693	
Notes payable-direct borrowings and placements		82		191		45,673		28,767		45,755		28,958	
Totals	\$	931	\$	972	\$	50,889	\$	33,769	\$	51,820	\$	34,741	

ECONOMIC OUTLOOK

Fiscal Year 2023-24 was an active and productive year for the City of Ada, Oklahoma. This report highlights key activities, projects, and achievements that demonstrate Ada's continued commitment to progress, quality service, and community growth.

City of Ada, OK

Located in the rolling hills of southern Oklahoma, the City of Ada embodies a spirit of ingenuity and hospitality, earning its reputation as a place where the West meets the South. Incorporated in 1901, Ada is home to over 17,000 residents and boasts a vibrant community that blends the amenities of a larger city with the charm and safety of small-town living.

Ada is known for its robust business climate, a four-year university, and attractions such as the world-class EPA water laboratory and the headquarters of the Chickasaw Nation. As a proud Main Street City and Tree City USA member, Ada remains an ideal place to live, work, and visit.

Revenue Initiatives: Propositions 1 and 2

Propositions 1 and 2 continue to drive significant improvements across Ada. Together, these measures account for a one-cent sales tax devoted to infrastructure and economic development:

- Proposition 1: A three-quarter-cent sales tax for infrastructure improvements, generating \$3.6 million in FY 2023-2024.
- Proposition 2: A quarter-cent sales tax for economic development, raising \$1.2 million in FY 2023-2024.

(Unaudited. See accompanying auditor's report.)

² For more detailed information on long-term debt activity please refer to pages 39-43, Note 5. Long-Term Debt and Debt Service Requirements

Public Works Division and Projects

With a staff of approximately 110 employees, Public Works is the largest division within the City of Ada, comprising seven departments:

- Line Maintenance
- Streets
- Construction
- Sanitation
- Fleet Management
- Ada Regional Airport
- Water & Wastewater Plants

Key Achievements:

- Water Infrastructure:
- 45 waterline breaks repaired.
- 398 waterline leak repairs completed.
- 6,000 linear feet of sanitary sewer lines rehabilitated via pipe bursting.
- Roadway Improvements:
- Reconstruction of 1.2 miles of concrete roadway (Lonnie Abbott Phase I & II).
- Asphalt mill and overlay on 28 blocks in the downtown and northwest areas.
- Completion of a 68,488 square yard micro-surfacing project.

Additional major projects included the rehabilitation of the 4.5-million-gallon water reservoir and concrete panel replacements.

Economic Development and Business Growth

Ada Jobs Foundation Highlights:

- Secured \$1 million in federal grants for tech startups and \$2 million for a Water Innovation Hub.
- Advanced plans for a new Industrial Airpark, projected to create 2,000 jobs, supported by \$13.41 million in grants and ARPA funding.
- Launched Oklahoma's first Youth Coding League team to strengthen tech and manufacturing career pathways.
- Administered the Business Improvement Grant, investing nearly \$1 million in downtown revitalization.

Sales Tax Inistiatives: "Penny For Our City"

Historical Achievements (2010–2023):

- Funded the construction of new fire and police stations, a sports complex, Main Street upgrades, and City Hall renovations.
- Improved recreational facilities, including the Wintersmith and Glenwood pools and the Irving Community Center.

CITY OF ADA, OKLAHOMA Management's Discussion and Analysis As of and for the Year Ended June 30, 2024

"Penny For Our City" Sales Tax Extension 3 (2024-2039):

The renewed one-cent sales tax began in January 2024, collecting \$1.5 million in its first six months. Planned capital improvements include:

- Expansion of Ada Sports Complex with a new Multi-Purpose Building.
- Upgrades to Wintersmith and Glenwood parks.
- Expansion of walking and biking trails.
- Continued operation and maintenance of sports facilities.

Public Safety Highlights

Ada Police Department:

- Staffed with 35 full-time officers, including 7 investigators.
- Launched a Citizens Police Academy to strengthen community relationships.

Ada Fire Department:

- Staffed with 30 firefighters and equipped with state-of-the-art vehicles.
- Responded to 1,356 calls in FY 2023-2024, including fire, medical, and rescue operations.
- Maintains a Class 2 ISO rating.

Community Engagement and Recreation

The Parks and Public Facilities Department oversees a range of services, including park maintenance, recreation programs, and special events:

- Recreation Highlights:
- Hosted tournaments and community dances.
- Managed pop-up play events and Movies in the Park.
- Trail of Lights:
- Expanded Christmas light displays in Wintersmith Park and Main Street, making Ada a seasonal destination for residents and visitors alike.

Looking Ahead

The City of Ada remains steadfast in its dedication to improving the quality of life for its residents. Through strategic initiatives, sound fiscal management, and collaborative efforts, the City is well-positioned to achieve its goals and build on its legacy of progress.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City Clerk's Office at 231 South Townsend, Ada, Oklahoma or phone at (580) 436-6300.

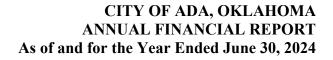
	CITY OF ADA, OKLAHOMA ANNUAL FINANCIAL REPORT As of and for the Year Ended June 30, 2024
BASIC FINANCIAL STATEMENTS - STATEM	MENTS OF NET POSITION AND ACTIVITIES

Statement of Net Position-June 30, 2024

			Prima	ry Governmen	nt		 mponent Unit
		vernmental Activities		isiness-type Activities		Total	illey View Hospital Authority
ASSETS							
Cash and cash equivalents	\$	41,431,472	\$	68,151,738	\$	109,583,210	\$ 290
Investments Accounts receivable, net of allowance		36,420		2 407 004		36,420	1,284,813
Franchise tax receivable		- 78,448		3,187,061		3,187,061 78,448	-
Court fines receivable, net of allowance		621,527		-		621,527	-
Internal balances		(40,571)		- 40,571		021,321	-
Due from other governments		3,068,412		40,371		3,068,412	_
Other receivables				_			-
		1,988,082		-		1,988,082	-
Inventory		43,005		-		43,005	-
Leases receivable		1,262,060		1,414,237		2,676,297	-
Net pension asset Capital Assets:		150,560		-		150,560	-
Land and construction in progress		7,660,007		7,943,200		15,603,207	-
Other capital assets, net of depreciation		78,049,439		57,419,824		135,469,263	 -
Total Assets		134,348,861		138,156,631		272,505,492	 1,285,103
DEFERRED OUTFLOWS OF RESOURCES							
Deferred amounts related to pensions		3,098,008		_		3,098,008	-
Deferred amounts related to OPEB		168,279		103,755		272,034	-
Total deferred outflows of resources		3,266,287		103,755		3,370,042	-
LIABILITIES							
Accounts payable	\$	430,761	\$	343,368	\$	774,129	
Accrued payroll liabilities	•	320,112		171,788		491,900	_
Accrued interest payable		1,533		822,693		824,226	-
Due to other governments		10,774		-		10,774	-
Due to depositors		27,765		-		27,765	-
Deposits subject to refund		-		-		-	-
Due to component unit		-		-		-	-
Unearned revenue		2,071,485		-		2,071,485	-
Long-term liabilities:							
Due within one year		166,938		2,106,937		2,273,875	-
Due in more than one year		8,190,649		48,970,377		57,161,026	 -
Total liabilities	\$	11,220,017	\$	52,415,163	\$	63,635,180	
DEFERRED INFLOWS OF RESOURCES							
Deferred amounts related to pensions		749,722		-		749,722	-
Deferred amounts related to OPEB		101,013		48,065		149,078	-
Deferred amounts related to leases		1,202,880		1,327,757		2,530,637	 -
Total deferred inflows of resources		2,053,615		1,375,822		3,429,437	-
NET POSITION							
Net investment in capital assets		84,405,771		41,077,944		125,483,715	-
Restricted via:							
Expendable Endowment		-		-		-	1,285,103
State statutes, debt indentures and external parties		61,028		1,841,566		1,902,594	-
Enabling legislation		20,257,495		5,993,750		26,251,245	-
Unrestricted		19,617,222		35,556,141		55,173,363	
Total net position	\$	124,341,516	\$	84,469,401	\$	208,810,917	\$ 1,285,103

Statement of Activities - Year Ended June 30, 2024

Particitions Programs Expenses Charges for Services Charges for Services Contributions Contribut				Program Revenue						Net	(Expense) Re	Component Unit					
Primary government Government Covernment Scholar	Functions/Programs		Expenses			G	rants and	-	and						Total	H	lospital
General Cardinates		_		_							710071000			_			au.ioiity
Streets	Governmental Activities																
Public Safety	General Government	\$	6,461,870	\$	247,637	\$	-	\$	-	\$	(6,214,233)	\$	-	\$	(6,214,233)	\$	-
Cemetery 228,795 65,366 -	Streets		3,634,858		-		149,994		-		(3,484,864)		-		(3,484,864)		-
Legal and Judicial 124,962 - (124,962) - (124,962) - (124,962) - Culture and Recreation 3,249,625 548,866 32,133 185,210 (2,483,416) - (2,483,416) - (2,483,416) - (2,483,416) - (2,483,416) - (2,483,416) - (2,483,416) - (3,483,526) - (335,526) - (335,526) - (335,526) - (335,526) - (335,526) - (335,526) - (335,526) - (335,526) - (2,483,416) - (4,918) - (Public Safety		8,488,453				3,081,899		-		(5,487,063)		-		(5,487,063)		-
Column and Recreation 3,249,625 548,866 32,133 185,210 (2,483,416) - (2,483,416) - (2,483,416) - (2,483,416) - (2,483,416) - (2,483,416) - (2,483,416) - (335,622) - (335,622) - (335,622) - (4,916) - (4,918) - (65,366		-		-				-				-
Community Development			124,962		-		-		-		(124,962)		-		(124,962)		-
Airport 727,169 223,459 222,214 (281,496) (281,496) (4918)	Culture and Recreation		3,249,625		548,866		32,133		185,210		(2,483,416)		-		(2,483,416)		-
Total primary government Sand use taxes Sand use ta	Community Development		635,262		-		-		-		(635, 262)		-		(635, 262)		-
Business-Type Activities: Water operations	Airport		727,169		223,459		-		222,214		(281,496)		-		(281,496)		-
Business-Type Activities: Water operations	Interest on Long-term debt				-		-		-				-				-
Sewer operations	Total governmental activities		23,553,912		1,004,819		3,264,026		407,424		(18,877,643)		-		(18,877,643)		-
Sewer operations	Business-Type Activities:																
Sewer operations			5 146 068		9 018 926		_		_		_		3 872 858		3 872 858		_
Sanitation operations 5,197,232 5,313,035 - - - 115,803 115,803 - - -							_		_		_						_
Component 1,527,838							_		_		_						_
Total pusiness-type activities					0,010,000		_		_		_						_
Total primary government \$ 39,017,911 \$ 18,420,675 \$ 3,264,026 \$ 407,424 \$ (18,877,643) \$ 1,951,857 \$ (16,925,786) \$ - Component Units		_		_	7 415 856	_				_		_		_			
Component Unit: Hospital and health care 63,356 - - -	rotal business-type activities		13,403,333	_	17,410,000								1,001,007		1,951,057		
Hospital and health care 10,356 1	Total primary government	\$	39,017,911	\$	8,420,675	\$	3,264,026	\$	407,424	\$	(18,877,643)	\$	1,951,857	\$	(16,925,786)	\$	-
Component Units \$ 63,356 \$ - \$ - \$ - \$ - \$ \$ \$ (63,356)	Component Unit:																
Taxes: Sales and use taxes \$21,797,783 \$ -	Hospital and health care		63,356		-		-		-								(63, 356)
Taxes: \$ 21,797,783 \$ - \$ 21,797,783 \$ - Sales and use taxes \$ 21,797,783 \$ - \$ 15,283 - Property taxes 15,283 - 15,283 - Franchise taxes and public service taxes 826,271 - 826,271 - Payment in lieu of tax 57,923 - 57,923 - E-911 taxes 507,349 - 507,349 - Intergovernmental revenue not restricted to specific programs 963,322 - 963,322 - Investment income/change in fair market value of investments 2,172,217 3,204,331 5,376,548 98,250 Miscellaneous 1,756,415 1,126,117 2,882,532 - Transfers - Internal activity 1,268,808 1,26,117 2,882,532 - Total general revenues and transfers 29,365,371 3,061,640 32,427,011 98,250 Change in net position 10,487,728 5,013,497 15,501,225 34,894 Net position - beginning , restated 113,853,788 79,455,904 193,309,692 1,250,209	Total Component Units	\$	63,356	\$	-	\$		\$								\$	(63,356)
Taxes: \$ 21,797,783 \$ - \$ 21,797,783 \$ - Sales and use taxes \$ 21,797,783 \$ - \$ 15,283 - Property taxes 15,283 - 15,283 - Franchise taxes and public service taxes 826,271 - 826,271 - Payment in lieu of tax 57,923 - 57,923 - E-911 taxes 507,349 - 507,349 - Intergovernmental revenue not restricted to specific programs 963,322 - 963,322 - Investment income/change in fair market value of investments 2,172,217 3,204,331 5,376,548 98,250 Miscellaneous 1,756,415 1,126,117 2,882,532 - Transfers - Internal activity 1,268,808 1,26,117 2,882,532 - Total general revenues and transfers 29,365,371 3,061,640 32,427,011 98,250 Change in net position 10,487,728 5,013,497 15,501,225 34,894 Net position - beginning , restated 113,853,788 79,455,904 193,309,692 1,250,209																	
Sales and use taxes \$ 21,797,783 \$ - \$ 21,797,783 \$ - Property taxes 15,283 - 15,293 - 15,2				: :													
Property taxes Franchise taxes and public service taxes 826,271 Payment in lieu of tax F-911 taxes F-9123 F-963,322 F-963,32		18		taxes						\$	21.797.783	\$	_	\$	21.797.783	\$	_
Franchise taxes and public service taxes 826,271 - 826,271										,		*	-	-		•	-
Payment in lieu of tax E-911 taxes F-911 taxes F-912 taxes F-913 t				s and	public service	e tax	es				826,271		-		826,271		-
E-911 taxes 507,349 - 507,349 - Intergovernmental revenue not restricted to specific programs 963,322 - 963,322 - Investment income/change in fair market value of investments 2,172,217 3,204,331 5,376,548 98,250 Miscellaneous 1,756,415 1,126,117 2,882,532 - Transfers - Internal activity 1,268,808 1(1,268,808) 1(2,88,808) - Total general revenues and transfers 29,365,371 3,061,640 32,427,011 98,250 Change in net position 10,487,728 5,013,497 15,501,225 34,894 Net position - beginning , restated 113,853,788 79,455,904 193,309,692 1,250,209											57.923		-		57.923		_
Intergovernmental revenue not restricted to specific programs 963,322 963,322 963,322 963,322 963,322 963,322 963,322 963,322 963,322 963,322 963,232													-				-
Investment income/change in fair market value of investments 2,172,217 3,204,331 5,376,548 98,250 Miscellaneous 1,756,415 1,126,117 2,882,532 - Transfers - Internal activity 1,268,808 (1,268,808) - - Total general revenues and transfers 29,365,371 3,061,640 32,427,011 99,250 Change in net position 10,487,728 5,013,497 15,501,225 34,894 Net position - beginning , restated 113,853,788 79,455,904 193,309,692 1,250,209		In	tergovernmenta	reve	nue not restr	icted t	o specific pro	arams					-				_
Miscellaneous 1,756,415 1,126,117 2,882,532 - Transfers - Internal activity 1,268,808 (1,268,808) - - Total general revenues and transfers 29,365,371 3,061,640 32,427,011 98,250 Change in net position 10,487,728 5,013,497 15,501,225 34,894 Net position - beginning , restated 113,853,788 79,455,904 193,309,692 1,250,209													3.204.331				98.250
Transfers - Internal activity 1,268,808 (1,268,808) Total general revenues and transfers 29,365,371 3,061,640 32,427,011 98,250 Change in net position 10,487,728 5,013,497 15,501,225 34,894 Net position - beginning , restated 113,853,788 79,455,904 193,309,692 1,250,209					5												
Total general revenues and transfers 29,385,371 3,061,640 32,427,011 98,250 Change in net position 10,487,728 5,013,497 15,501,225 34,894 Net position - beginning , restated 113,853,788 79,455,904 193,309,692 1,250,209				activ	tv										-		-
Change in net position 10,487,728 5,013,497 15,501,225 34,894 Net position - beginning , restated 113,853,788 79,455,904 193,309,692 1,250,209		-				sfers				-				_	32,427,011		98,250
Net position - beginning , restated 113,853,788 79,455,904 193,309,692 1,250,209										-				_			
		Net															
		Net	position - endir	g						\$	124,341,516	\$ 8	34,469,401	\$	208,810,917	\$	1,285,103



BASIC FINANCIAL STATEMENTS – GOVERNMENTAL FUNDS

Governmental Funds Balance Sheet - June 30, 2024

			Spe	cial Revenue Fund			Capi	tal Project Fund	ls					
	G	eneral Fund	Str	Street and Alley Fund		ales Tax astructure Fund	Sal	es Tax 2016 Capital ovement Fund	Sal	es Tax 2023 al Improvement Fund	Go	Other vernmental Funds	Go	Total wernmental Funds
ASSETS	¢	12 406 422		7 407 225	¢.	4.150.007		11 120 000		005 720		£ 200 00¢		41 400 001
Cash and cash equivalents	\$	12,406,433	\$	7,407,325	\$	4,159,907	\$	11,138,800	\$	905,720	\$	5,389,906	\$	41,408,091
Investments		36,420		-		-		-		-		-		36,420
Receivables:		150 474												150 474
Due from other funds		159,474		202 120		476.167		-		- - -		120.475		159,474
Due from other governments Lease receivables		1,525,741		292,139		476,167		-		634,890		139,475		3,068,412
Franchise taxes receivable		1,206,183		-		-		-		-		55,877		1,262,060
		78,448		-		-		-		-		-		78,448
Court fines receivable Other receivables		621,527		-		-		-		-		46.465		621,527
	•	1,941,617	-	7,000,464	S	1 (2)(074	6	11 120 000	<u>s</u>	1.540.610	\$	46,465		1,988,082
Total assets	\$	17,975,843	\$	7,699,464	\$	4,636,074	\$	11,138,800	2	1,540,610	2	5,631,723	\$	48,622,514
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES														
Liabilities:														
Accounts payable	\$	201,956	\$	15,808	\$	156,413	\$	27,211	\$	-	\$	29,373	\$	430,761
Accrued payroll liabilities		262,749		-		32,971		-		-		24,392		320,112
Due to other funds		153,917		-		23,966		-		-		22,162		200,045
Due to other governments		10,774		-		-		-		-		-		10,774
Due to depositors		27,765												27,765
Total liabilities		657,161		15,808		213,350		27,211		<u> </u>		75,927		989,457
Deferred inflows of resources:														
Unavailable revenue		2,542,642		_		_		_		_		2,210,316		4,752,958
Deferred amounts related to leases		1,147,443		_		_		_		_		55,437		1,202,880
Total deferred inflows of resources	_	3,690,085										2,265,753		5,955,838
Fund balances:														
Restricted		13,709		6,610,880		2,406,707		9,664,587		1,530,680		91,960		20,318,523
Committed		1,708,600		0,010,000		2,400,707		2,004,367		1,550,000		140,514		1,849,114
Assigned		8,470,624		1,072,776		2,016,017		1,447,002		9,930		3,057,569		16,073,918
Unassigned		3,435,664		1,072,770		2,010,01/		1,777,002		9,930		3,031,309		3,435,664
Total fund balances	-	13,628,597		7,683,656		4,422,724		11,111,589		1,540,610	-	3,290,043	-	41,677,219
Total liabilities, deferred inflows		13,020,397		7,003,030		7,722,724		11,111,309		1,540,010		3,270,043		71,0//,219
and fund balances	\$	17,975,843	\$	7,699,464	\$	4,636,074	\$	11,138,800	\$	1,540,610	\$	5,631,723	\$	48,622,514

<u>Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances – Year Ended June 30, 2024</u>

		Special Revenue Fund	c	Capital Project Fund	ds.		
	General Fund	Street and Alley Fund	Sales Tax Infrastructure Fund	Sales Tax 2016 Capital Improvement Fund	Sales Tax 2023 Capital Improvement Fund	Other Governmental Funds	Total Governmental Funds
REVENUES							
Taxes	\$ 11,772,302	\$ 2,469,999	\$ 3,623,959	\$ 2,619,995	\$ 2,211,951	\$ 527,014	\$ 23,225,220
Intergovernmental	1,729,478	149,994	-	-	-	1,222,280	3,101,752
Licenses and permits	244,667	-	-	-	-	-	244,667
Charges for services	315,091	-	-	-	-	422,737	737,828
Fees and fines	134,350	-	-	-	-	-	134,350
Investment earnings	683,246	345,190	243,763	596,193	9,930	293,895	2,172,217
Miscellaneous	2,247,925		40,625			115,095	2,403,645
Total revenues	17,127,059	2,965,183	3,908,347	3,216,188	2,221,881	2,581,021	32,019,679
EXPENDITURES Current:							
General government	5,455,249	_	349,962	_	_	7,920	5,813,131
Public safety	7,060,317	_	040,002	_	_	799,571	7,859,888
Streets and highways	7,000,517	278,678	642,808			700,071	921,486
Legal and judicial	116.811	210,010	042,000	-			116.811
Cemetery	197,415	-	_	=	-	-	197,415
Culture and recreation	2,097,320	-	-	-	-	231,298	2,328,618
Community development	626,616	-	-	-	-	231,290	626.616
Airport	020,010	-	-	-	-	159,190	159,190
Sewer	-	-	411.721	-	-	139, 190	411.721
	4 400 504	- 00.040	,	077 444	0.045	4 740 000	,
Capital outlay	1,469,534	20,913	2,834,185	877,111	9,215	1,710,836	6,921,794
Debt service:						57.000	57.000
Principal	-	-	-	-	-	57,828	57,828
Interest and other charges						6,394	6,394
Total expenditures	17,023,262	299,591	4,238,676	877,111	9,215	2,973,037	25,420,892
Excess (deficiency) of revenues over							
expenditures	103,797	2,665,592	(330,329)	2,339,077	2,212,666	(392,016)	6,598,787
OTHER FINANCING SOURCES (USES)							
Transfers in	7,535,986	834	227,600	2,043,979	905,005	1,322,000	12,035,404
Transfers out	(4,813,970)	(1,850,000)	(157,562)	(3,241,217)	(1,577,061)	(249,961)	(11,889,771)
Total other financing sources and uses	2,722,016	(1,849,166)	70,038	(1,197,238)	(672,056)	1,072,039	145,633
Ç							
Net change in fund balances	2,825,813	816,426	(260,291)	1,141,839	1,540,610	680,023	6,744,420
Fund balances - beginning	10,802,784	6,867,230	4,683,015	9,969,750	-,,	2,610,020	34,932,799
Fund balances - ending	\$ 13,628,597	\$ 7,683,656	\$ 4,422,724	\$ 11,111,589	\$ 1,540,610	\$ 3,290,043	\$ 41,677,219
	ψ 10,020,031	ψ 1,000,000	Ψ 7,722,124	Ψ 11,111,309	ψ 1,040,010	ψ 5,230,043	Ψ 71,077,219

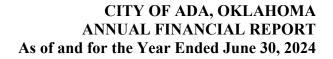
Reconciliation of Governmental Funds and Government-Wide Financial Statements:

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position:

Total fund balance, governmental funds	\$ 41,677,219
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not current financial resources, and therefore, are not reported in the funds, but are reported in the governmental activities of	
the Statement of Net Position.	 84,447,844
Certain other long-term assets are not available to pay current period expenditures and therefore they, along with pension related deferred outflows, are not reported in the funds:	
Net pension asset	150,560
Pension related deferred outflows	3,098,008
Opioid Settlement receivable	1,932,855
Court fines receivable, net of allowance for doubtful accounts of \$266,369	597,020
Grant receivable	148,262
Other receivables	 3,336 5,930,041
Internal service funds are used by management to charge the costs of certain activities, such as inventory, to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Position: Net Position of the Internal Service Fund	 66,386
Certain long-term liabilities are not due and payable from current financial resources and therefore they, along with pension and OPEB related deferred inflows, are not reported in the funds:	
Accrued interest payable	(1,533)
Note payable	(40,540)
Net pension liability	(7,054,194)
Pension related deferred inflows	(749,722)
Accrued compensated absences	(848,653)
Total OPEB liability and OPEB related deferred inflows and outflows, net	 (305,401) (9,000,043)
Change due to reclassification of street department	1,220,069
Net Position of Governmental Activities in the Statement of Net Position	\$ 124,341,516

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities:

Net change in fund balances - total governmental funds:	\$ 6,744,420
Amounts reported for Governmental Activities in the Statement of Activities are different because:	
Governmental funds report capital outlay and issue costs as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets: Capital asset purchases capitalized, net Depreciation expense	5,997,039 (3,872,388) 2,124,651
In the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as an element of pension expense. The fund financial statements report pension contributions as expenditures.	 (148,296)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds: Change in unavailable revenue	 972,231
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position: Note payable principal payments	39,060 39,060
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds: Change in accrued interest payable Change in accrued compensated absences expenses Change in the total OPEB liability and OPEB related deferred inflows and outflows, net	 1,476 (67,999) 5,102 (61,421)
Internal service funds are used by management to charge the costs of certain activities, such as inventory, to individual funds. The asset and liabilities of the internal service fund is included in governmental activities in the Statement of Net Position:	
Change in net position of the Internal Service Fund	 7,791
Net change due to reclassification of street department	 809,292
Change in net position of governmental activities	\$ 10,487,728



BASIC FINANCIAL STATEMENTS – PROPRIETARY FUNDS

Proprietary Funds Statement of Net Position - June 30, 2024

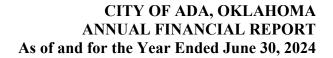
	Enterprise Fund		
	APWA Enterprise Fund	Internal Service Fund	
ASSETS			
Current assets:			
Cash and cash equivalents Restricted:	\$ 45,228,288	\$ 23,381	
Cash and cash equivalents	22,923,450	-	
Accounts receivable, net of allowance of \$304,369	3,187,061	-	
Leases receivable	1,347,377	-	
Inventory	-	43,005	
Due from other funds	145,622		
Total current assets	72,831,798	66,386	
Non-current assets:	00.000		
Leases receivable, noncurrent	66,860	-	
Capital assets:	7.042.200		
Land and construction in progress	7,943,200	-	
Other capital assets, net of accumulated depreciation	58,681,426		
Total non-current assets Total assets	66,691,486 \$ 139,523,284	\$ 66,386	
Total assets	\$ 139,323,204	\$ 00,300	
DEFENDED OUTELOWS OF DESCUDEES			
DEFERRED OUTFLOWS OF RESOURCES Deferred amounts related to OPEB	102 755		
Deletted afflourits felated to OPEB	103,755		
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 343,368	\$ -	
Accrued payroll liabilities	171,788	φ - -	
Accrued interest payable	822,693	-	
Due to other funds	105,051	-	
Due to depositors	91,402		
Accrued compensated absences	40,941	-	
Landfill closure liability	23,594	-	
Notes payable	1,992,533	_	
Total current liabilities	3,591,370		
Non-current liabilities:	0,001,070		
Due to depositors	822,620	_	
Accrued compensated absences	368,464	_	
Landfill closure liability	3,869,151	_	
Notes payable	43,722,000	_	
Total OPEB liability	188,142	_	
Total non-current liabilities	48,970,377		
Total liabilities	52,561,747		
Total Habilitios	02,001,111		
DEFERRED INFLOWS OF RESOURCES			
Deferred amounts related to OPEB	48,065	-	
Deferred amounts related to lease receivables	1,327,757	-	
Total deferred inflows of resources	1,375,822	-	
NET POSITION			
Net investment in capital assets	\$ 41,077,944	\$ -	
Restricted for debt service	1,841,566	-	
Restricted for economic development	5,993,750	-	
Unrestricted	36,776,210	66,386	
Total net position	\$ 85,689,470	\$ 66,386	
Reclassification of street department net position in			
governmenal activities at Government-Wide Statement of			
Net Position	(1,220,069)		
	\$ 84,469,401		

Proprietary Funds Statement of Revenues, Expenses and Changes in Net Position - Year Ended June 30, 2024

	Enterprise Fund			
	APWA	Internal		
	Enterprise Fund	Service Fund		
REVENUES	6 0.070.004	•		
Water Sewer	\$ 8,879,921	\$ -		
	3,036,364	-		
Sanitation	4,998,151	-		
Solid waste fee	71	-		
Recycling center Lease revenue	236,572	-		
	64,664	- 0E 240		
Charges for inventory	-	85,340		
Miscellaneous	264,777	- 05.040		
Total operating revenues	17,480,520	85,340		
OPERATING EXPENSES				
Administration	2,633,328	_		
Billing and collecting	525,352	_		
Public works director	465,139	_		
Water and sewer line maintenance	1,295,917	_		
Water plant	702,294	_		
Liquid waste	857,675	_		
Solid waste	2,999,450	_		
Landfill	201,850	_		
Other utility purposes	635,292	_		
Street	994,772			
Economic development	1,527,838	_		
Cost of inventory	-	77,549		
Depreciation	1,815,173	-		
Total Operating Expenses	14,654,080	77,549		
Operating income	2,826,440	7,791		
· · ·				
NON-OPERATING REVENUES (EXPENSES)				
Interest and investment revenue	3,204,331	-		
Miscellaneous revenue	1,058,334	-		
Gain on disposal of capital assets	3,119	-		
Interest expense	(1,389,229)	-		
Total non-operating revenue (expenses)	2,876,555			
Income before contributions and transfers	5,702,995	7,791		
Capital contributions	366,452	· -		
Transfers in	14,905,148	-		
Transfers out	(15, 151, 806)	-		
Change in net position	5,822,789	7,791		
Total net position - beginning, restated	79,866,681	58,595		
Total net position - ending	\$ 85,689,470	\$ 66,386		
Change in net position above	5,822,789			
Street expense transferred to the governmental activities at Government-Wide Statement of Activities	(809,292) \$ 5,013,497			
	φ 5,015,491			

Proprietary Funds Statement of Cash Flows - Year Ended June 30, 2024

	Ente	erprise Fund		
	Ente	APWA erprise Fund		nternal vice Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$	17,077,677	\$	85,340
Payments to suppliers		(7,451,389)		(79,792)
Payments to employees		(5,106,804)		-
Receipts of customer meter deposits		145,715		-
Refunds of customer meter deposits		(146,850)		-
Interfund receipts/payments Other receipts		26,155 1,058,334		-
Net cash provided by operating activities		5,602,838		5,548
		0,002,000	-	0,040
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES Transfers from other funds		14 005 140		
Transfers to other funds		14,905,148 (15,151,806)		
Net cash provided by noncapital financing activities		(246,658)		
CASH FLOWS FROM CAPITAL AND RELATED				
FINANCING ACTIVITIES				
Purchases of capital assets		(4,308,397)		-
Proceeds from sale of capital assets		3,119		-
Proceeds from capital debt		20,001,145		-
Principal paid on debt		(3,165,183)		-
Interest and fiscal agent fees paid on debt		(841,296)		
Net cash provided by (used in) capital and related financing activities		11,689,388		
CASH FLOWS FROM INVESTING ACTIVITIES		0.000.450		
Interest and dividends Net cash provided by investing activities		3,200,156 3,200,156		
, , ,		3,200,130		<u>_</u>
Net increase in cash and cash equivalents		20,245,724		5,548
Balances - beginning of year		47,906,014		17,833
Balances - end of year	\$	68,151,738	\$	23,381
Reconciliation to Statement of Net Position:				
Cash and cash equivalents	\$	45,228,288	\$	23,381
Restricted cash and cash equivalents - current		22,923,450		-
Total cash and cash equivalents, end of year	\$	68,151,738	\$	23,381
Parameter of a control of a con				
Reconciliation of operating income to net cash provided by Operating Activities:				
Operating income	\$	2,826,440	\$	7,791
Adjustments to reconcile operating income to net cash provided by operating activities:	•	2,020,110	•	,,,,,,
Depreciation expense		1,815,173		_
Other non-operating revenues		1,058,334		_
Change in assets, liabilities and deferrals:		.,,		
Due from other funds		28,912		-
Leases receivable		66,860		-
Due to other funds		(2,757)		-
Due to other governments		205		
Inventory		-		(2,243)
Receivables, net		(374,863)		-
Accounts payable		32,757		-
Accrued payroll liabilities		21,408		-
Due to depositors Landfill closure liability		(1,135) 199,714		-
Total OPEB liability and OPEB related deferred inflows and outflows		199,714		-
Deferred inflows related to leases		(94,840)		-
Accrued compensated absences		15,861		_
Net cash provided by operating activities	\$	5,602,838	\$	5,548
	<u></u>		<u> </u>	
Noncash activities: Contributed capital assets	\$	366,452	\$	_
Communica capital accepts	\$	366,452	\$	
		333,402	Ψ	



FOOTNOTES TO THE BASIC FINANCIAL STATEMENTS

Footnotes to the Basic Financial Statements:

1. Financial Reporting Entity

The City's financial reporting entity includes the primary government (City of Ada), a blended component unit and one discretely presented component unit as noted below. This annual report includes all activities for which the Ada City Council is fiscally responsible.

The City of Ada – that operates the public safety, health and welfare, streets and highways, parks and recreation, and administrative activities

The City of Ada is an incorporated municipality with a population of approximately 17,000 located in south central Oklahoma. The City operates under the Home Rule Charter form of government and operates under a charter that provides for three branches of government:

- Legislative the City Council is a five-member governing body elected by the citizens' ward
- Executive the City Manager is the Chief Executive Officer and is appointed by the City Council
- Judicial the Municipal Judge is a practicing attorney appointed by the City Manager.

Component Units:

The Ada Public Works Authority – a blended component unit that operates the water, sewer, and sanitation activities of the City

There is one component unit that is discretely presented in the City's report in a separate column as presented below.

The Valley View Hospital Authority – that operates to finance and develop the hospital and other medicinal activities of the City.

The following component units are inactive and therefore no related balances have been reported in these financial statements.

The Ada Arts & Heritage Authority – that operates The Arts and Heritage Center. (This Authority is currently inactive.)

The Ada Parking Authority – that operates to furnish and supply public off-street parking services and facilities. (This Authority is currently inactive.)

The Ada Youth Academy Authority – that operates to promote, develop, and finance projects or facilities relating to the development of law enforcement and corrections. (This Authority is currently inactive.)

In determining the financial reporting entity, the City complies with the provisions of Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity" as amended by Statement 61, and includes all component units for which the City is financially accountable. Each of these component units are Public Trusts established pursuant to Title 60 of Oklahoma State law. Public Trusts (Authorities) have no taxing power. The Authorities are generally created to finance City services through issuance of revenue bonds or other non-general obligation debt and to enable the City Council to

CITY OF ADA, OKLAHOMA ANNUAL FINANCIAL REPORT As of and for the Year Ended June 30, 2024

delegate certain functions to the governing body (Trustees) of the Authority. In accordance with state law, all debt obligations incurred by public trusts require 2/3 approval by the City Council. In addition, the City has leased certain existing assets at the creation of the Authorities to the Trustees on a long-term basis. The City, as beneficiary of the Public Trusts, receives title to any residual assets when a Public Trust is dissolved.

Basis of Presentation and Accounting

Government-Wide Financial Statements:

The statements of net position and activities are reported on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses (including depreciation and amortization) are recorded when the liability is incurred or economic asset used.

Program revenues within the statement of activities that are derived directly from each activity or from parties outside the City's taxpayers are reported as program revenues. The City has the following program revenues in each activity:

- Public Safety Fire and Police fines and forfeitures, fire run charges, 911 revenue, operating grants
- Airport rental fees, fuel sales, and capital grants
- Streets and Highways Commercial vehicle and gasoline excise tax shared by the State, operating grants
- Culture and Recreation lodge fees, pool fees, library fees, operating and capital grants
- Cemetery cemetery revenues
- General Government license and permits, rentals
- Utilities water, sewer and sanitation

All other governmental revenues are reported as general. All taxes are classified as general revenue even if restricted for a specific purpose.

Governmental Funds:

The City's governmental funds are comprised of the following:

Major Funds:

- General Fund accounts for general operations of the City including: public safety, parks, public facilities, street maintenance, and internal service support.
- Street and Alley Fund accounts for receipt and use of motor vehicle tax, gasoline excise tax, and use tax.
- Sales Tax Infrastructure Fund accounts for dedicated sales tax to be used for capital improvements to streets and alleys, water system, and sewer system.
- Sales Tax 2016 Capital Improvement Fund accounts for dedicated sales tax to be used for capital improvements.
- Sales Tax 2023 Capital Improvement Fund accounts for dedicated sales tax to be used for capital improvements.

Aggregated Non-Major Funds (reported as Other Governmental Funds):

Special Revenue Funds:

- Dare Donations Fund accounts for donations to provide educational materials to area schools for drug prevention.
- Library Memorial Fund accounts for donations and memorials to be used for library improvements.
- Library State Aid Fund accounts for various grants including the State Department of Libraries annual grant.
- Drug Forfeiture Fund-State/Local— accounts for City's share of funds from various multijurisdictional operations.
- Drug Forfeiture Fund-Federal accounts for the City's share of funds from various multijurisdictional operations.
- E911 Fund accounts for collections and a dedicated county sales tax for the operation of county wide enhanced 911 services.
- Sports Complex Fund accounts for revenues and expenditures related to the sports complex.
- Park/ Tree Donations accounts for donations for park and public facility improvements.
- Ada Arts & Heritage Fund accounts for the residual of money while the Authority was active and insurance money from claims submitted.
- ARPA Fund accounts for ARPA grant revenue

Capital Project Funds:

- Cemetery Care Fund accounts for 25 percent of cemetery revenue (12.5 percent is restricted by State law) for cemetery capital improvements.
- Property Owner Participation accounts for citizen's participation with City on sidewalk and other infrastructure improvements.
- Airport/Agricultural Cash Fund accounts for the activities of the municipal airport.

Debt Service Fund:

• Sinking Fund – accounts for ad-valorem taxes levied by the City for use in retiring court-assessed judgments and their related interest expenses.

The governmental funds are reported on the modified accrual basis of accounting. On the modified accrual basis of accounting revenues are recorded when earned and measurable and available to pay current financial obligations, while expenditures are recorded when incurred and normally payable from current financial resources. The City defines revenue availability as collected within 60 days of period end.

The reconciliation of the governmental funds financial statements to the governmental activities presentation in the government-wide financial statements is the result of the use of the economic resources measurement focus and accrual basis of accounting at the government-wide level.

The General Fund, Street & Alley Fund, Sales Tax Infrastructure Fund, Sales Tax 2016 Capital Improvement Fund and the Sales Tax 2023 Capital Improvement Fund are considered major funds and are therefore displayed in separate columns. All other governmental funds are considered non-major funds and are aggregated under the column Other Governmental Funds.

Proprietary Funds:

The City's proprietary funds include:

- APWA Enterprise Fund accounts for the activities of the Ada Public Works Authority public trust in providing water, sewer, and sanitation services to the public
- Internal Service Fund accounts for the acquisition of centralized inventory items and the charges to other funds and departments based on their use of the inventory items

The proprietary funds are reported on the accrual basis of accounting and economic resources measurement focus.

For purposes of the statement of revenues, expenses and changes in fund net position, operating revenues and expenses are considered those whose cash flows are related to operating activities, while revenues and expenses related to financing, capital and investing activities are reported as non-operating or transfers and contributions.

2. Cash, Cash Equivalents, and Investments

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets identical assets; Level 2 inputs are significant other observable inputs; Level 3; inputs are significant unobservable inputs.

For the purposes of the statements of net position, balance sheets, and statement of cash flows, cash and cash equivalents includes all demand and savings accounts, certificates of deposit, and short-term investments with an original maturity of three-months or less, and money market investments. Investments consist of time deposits and U.S. agency bonds and notes. Certificates of deposit are reported at cost while investments in the U.S. agency bonds and notes are reported at fair value.

At June 30, 2024, the primary government held the following deposits and investments:

		Credit	Carrying	Fair Value
Туре	Maturities	Rating	Value	Hierarchy
Deposits:				
Demand deposits			\$ 109,583,210	n/a
			109,583,210	
Investments:				
Purchased judgments	n/a	n/a	36,420	Level 3
			36,420	
Total deposits and investments			\$ 109,619,630	
Reconciliation to Statement of Net I	Position:			
Cash and cash equivalents			\$ 109,583,210	
Investments			36,420	
			\$ 109,619,630	

CITY OF ADA, OKLAHOMA ANNUAL FINANCIAL REPORT As of and for the Year Ended June 30, 2024

Custodial Credit Risk – Exposure to custodial credit risk related to deposits exists when the City holds deposits that are uninsured and uncollateralized; collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the City's name; or collateralized without a written or approved collateral agreement. Exposure to custodial credit risk related to investments exists when the City holds investments that are uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

The City's policy as it relates to custodial credit risk is to secure its uninsured deposits with collateral, valued at no more than market value, at least at a level of 103% of the uninsured deposits and accrued interest thereon. As required by Federal 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the City must have a written collateral agreement approved by the board of directors or loan committee.

At June 30, 2024, the City was fully insured or collateralized.

Investment Credit Risk – The City's investment policy limits investments to the following:

- a. Direct obligations of the U. S. Government, its agencies and instrumentalities to which the full faith and credit of the U. S. Government is pledged. U.S. agency mortgage-backed securities are permitted for the Emergency Medical Services Fund.
- b. Certificates of deposit or other evidences of deposits that are either insured or secured with acceptable collateral with an in-state financial institution.
- c. No-load money market funds regulated by the SEC and in which investments consist of the investments mentioned in the previous paragraphs a. and b.

Investment credit risk is the risk that an issuer or other counterpart to an investment will not fulfill its obligations. The City has no formal policy limiting investments based on credit rating but discloses any such credit risk associated with their investments by reporting the credit quality ratings of investments in debt securities as determined by nationally recognized statistical rating organizations—rating agencies—as of the year end. Unless there is information to the contrary, obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk and do not require disclosure of credit quality.

Investment Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's investment policy indicates that the investment portfolio shall remain sufficiently liquid to enable the City to meet all operating requirements as anticipated. It sets no specific limit on investment maturities, as a means of managing exposure to fair value losses arising from increasing interest rates. The City discloses its exposure to interest rate risk by disclosing the maturity dates of its various investments.

Concentration of Investment Credit Risk - Exposure to concentration of credit risk is considered to exist when investments in any one issuer represent a significant percent of total investments of the City (any over 5% are disclosed). Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this consideration. The City's investment policy requires diversification of investments to minimize the risk of loss resulting from over concentration of assets in a specific maturity period, issuer or class of

securities. There may be times when investments are concentrated as to the type. This is acceptable as long as the investments are secured by the U.S. government or collateralized in a matter as set forth by the City's investment policy. Investments shall be chosen in a manner which promotes diversity by market sector, credit, and maturity.

Restricted Cash and Investments – The amounts reported as restricted assets on the statement of Net Position are comprised of \$22,923,450 held by the Ada Public Works Authority for utility deposits (refunded upon termination of service or applied to final bill) and trustee accounts related to revenue notes.

APWA

		111 1111		
	Ente	rprise Fund		
Restricted Cash and Cash Equ	ivalents:			
Meter Deposit Cash	\$	914,022		
Debt Service Account		435,566		
2015A Interest Cash		9,620		
2015A Principal Cash		230,311		
2015B Interest Cash		33		
2015B Principal Cash		3,200		
2018 Interest Cash		47,224		
2018 Principal Cash		125,478		
2015C Principal/Interest Cash		315,497		
2023 Interest Cash		583,622		
2023 Principal Cash		91,015		
2023 Construction Cash		20,167,851		
2023 Proceeds Cash		11		
	\$	22,923,450		

Component Unit:

Valley View Hospital Authority

Deposits

At June 30, 2024, the Authority had bank balances of \$290, none of which was uninsured or under collateralized. The carrying value of these deposits was \$290.

Investments

The Authority may legally invest in direct obligations of and other obligations guaranteed as to principal by the U.S. Treasury and U.S. agencies and instrumentalities and in bank repurchase agreements. It may also invest to a limited extent in corporate bonds and equity securities.

At June 30, 2024, the Authority has a \$1,284,813 of an expendable endowment investment. \$100,000 of the trust was donated by various doctors and others and is restricted for capital expenditures only at the hospital. There was a donation of stock and the dividend proceeds are to be used for the nurse auxiliary only (generally less than \$1,000 per year). The rest of the funds are to be spent for the benefit of the hospital but not restricted as to any specific purpose, as long as hospital related. In any event, funds cannot be disbursed by the trust department without prior approval by the trust authority board members. Minutes reflecting the board approval must be sent to the trust department prior to disbursement of the funds.

Interest Rate Risk – Interest rate risk is the risk that the fair value of an investment will decrease from rising interest rates. The Authority's investment policy does not address interest rate risk. The money market mutual funds are presented as an investment with a maturity of less than one year because they are redeemable in full immediately.

Credit Risk – Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. The Authority's investment policy does not address credit risk. At June 30, 2024, the Authority's investments in U.S. government obligations were directly guaranteed by the U.S. government.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, The Authority will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The Authority's investment policy does not address how securities are to be held.

Concentration of Credit Risk – The Authority places no limit on the amount that may be invested in any one issuer.

3. Leases Receivables

Lease-related amounts are recognized at the inception of leases in which the city is the lessor and are recorded in an amount equal to the corresponding lease receivable plus certain additional amounts received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the lease term. The inflow of resources is recognized in a systematic and rational manner over the term of the lease.

Governmental Activities

The City is a party as lessor for five noncancellable long-term leases of land, a building, and infrastructure. The corresponding leases receivable are recorded in an amount equal to the present value of the expected future minimum lease payments received, discounted by an applicable interest rate. The total amount of inflows of resources, including lease revenue and interest revenue recognized during the fiscal year was \$78,537.

Business-type Activities

The Authority as a lessor, has entered into a lease agreement involving infrastructure. The total amount of inflows of resources, including lease revenue and interest revenue recognized during the fiscal year was \$62,685.

4. Capital Assets and Depreciation

Capital Assets:

Capital assets consist of land, land improvement, construction in progress, buildings and building improvements, machinery and equipment, and infrastructure. Capital assets are reported at actual or estimated historical cost. Donated assets are recorded at their acquisition value at the date of donation. Estimated historical cost was used to value the majority of the assets acquired prior to June 30, 1993.

For the year ended June 30, 2024, capital assets balances changed as follows:

	Balance at July 1, 2023	Additions	Disposals	Street Reclassification	Interfund Transfers	Balance at June 30, 2024
Governmental activities:						
Capital assets not being depreciated:						
Land	\$ 1,421,275	\$ -	\$ -	\$ -	\$ -	\$ 1,421,275
Construction in progress	10,787,792	5,301,513	9,850,573	-	-	6,238,732
Total capital assets not being depreciated	12,209,067	5,301,513	9,850,573			7,660,007
Other capital assets:						
Buildings and Improvements	57,791,375	2,802,967	_	-	-	60,594,342
Machinery, furniture and equipment	13,741,188	1,354,108	337,956	944,999	-	15,702,339
Infrastructure	73,590,299	6,405,891	-	-	-	79,996,190
Total other capital assets at historical cost	145,122,862	10,562,966	337,956	944,999		156,292,871
Less accumulated depreciation for:						
Buildings and Improvements	15,539,565	1,606,607	_	-	-	17,146,172
Machinery, furniture and equipment	10,043,134	797,705	321,089	205,890	-	10,725,640
Infrastructure	48,903,544	1,468,076	_	-	-	50,371,620
Total accumulated depreciation	74,486,243	3,872,388	321,089	205,890		78,243,432
Other capital assets, net	70,636,619	6,690,578	16,867	739,109		78,049,439
Governmental activities capital assets, net	\$ 82,845,686	\$ 11,992,091	\$ 9,867,440	\$ 739,109	\$ -	\$ 85,709,446
	Balance at July 1, 2023	Additions	Disposals	Street Reclassification	Interfund Transfers	Balance at June 30, 2024
Business-type activities:						
Capital assets not being depreciated:						
Land	\$ 2,376,759	\$ -	\$ -	\$ -	\$ -	\$ 2,376,759
Land-water development	2,137,167	-	-	-	-	2,137,167
Water rights	1,280,406	1,067,705	-	-	-	2,348,111
Construction in progress	28,824,060	4,225,073	31,967,970	-	-	1,081,163
Total capital assets not being depreciated	34,618,392	5,292,778	31,967,970		_	7,943,200
Other capital assets:						
Buildings and Improvements	24,571,916	16,027,298	-	-	-	40,599,214
Machinery, furniture and equipment	10,744,343	675,088	28,710	(944,999)	-	10,445,722
Utility property improvements	56,569,489	14,647,655				71,217,144
Total other capital assets at historical cost	91,885,748	31,350,041	28,710	(944,999)		122,262,080
Less accumulated depreciation for:						
Buildings and Improvements	13,670,800	430,357	-	-	-	14,101,157
Machinery, furniture and equipment	6,562,226	983,423	20.710	(205,890)	_	7,311,049
Utility property improvements	0,302,220	703,123	28,710	(203,070)		7,511,017
centry property improvements	43,028,657	401,393	28,/10			43,430,050
Total accumulated depreciation			28,710	(205,890)		43,430,050 64,842,256
	43,028,657	401,393			- - - \$ -	43,430,050

Depreciation:

Depreciable capital assets are depreciated on a straight-line basis over useful lives. A capitalization threshold of \$1,000 is used to report capital assets. The range of estimated useful lives by type of asset is as follows:

- Buildings 50 years
- Improvements other than buildings 20-30 years
- Machinery, furniture and equipment 3-24 years
- Utility property and improvements 15-50 years
- General infrastructure 15-50 years

Depreciation of capital assets is included in total expenses and is charged or allocated to the activities primarily benefiting from the use of the specific asset. Depreciation expense has been allocated as follows:

Governmental Activities:	
General Government	\$ 252,286
Streets and Highways	1,660,698
Public Safety	570,968
Cemetery	31,638
Legal and Judicial	146
Culture and Recreation	783,522
Airport	569,437
Community Development	3,693
Total	\$ 3,872,388
Business-Type Activities:	
Water	\$ 830,490
Sewer	657,814
Sanitation	326,869
Total	\$ 1,815,173

5. Long-Term Debt and Debt Service Requirements

For the year ended June 30, 2024, the reporting entity's long-term debt changed as follows:

Type of Debt	<u>J</u>	Balance uly 1, 2023	<u>A</u>	dditions_	<u>D</u>	eductions	<u>Ju</u>	Balance ine 30, 2024	D	Amounts ue Within One Year
Governmental Activities:										
Notes payable from direct borrowings and direct placements	\$	191,316		-	\$	109,242	\$	82,074	\$	82,074
Accrued compensated absences		780,654		67,998		-		848,652		84,864
Total Governmental Activities	\$	971,970	\$	67,998	\$	109,242	\$	930,726	\$	166,938
Business-Type Activities:										
Notes payable from direct borrowings and direct placements	\$	28,766,856	\$20	0,001,144	\$	3,095,000	\$	45,673,000	\$	1,951,000
Accrued compensated absences		393,544		15,861		-		409,405		40,941
Deposits subject to refund		915,156		145,715		146,849		914,022		91,402
Landfill closure liability		3,693,031		199,714		-		3,892,745		23,594
Total Business-Type Activities		33,768,587	20	0,362,434		3,241,849		50,889,172		2,106,937
Total Long-Term Debt	\$	34,740,557	\$20	0,430,432	\$	3,351,091	_	51,819,898	\$	2,273,875
Reconciliation to Statement of Net Position: Governmental Activities: Due within one year							\$	166,938		
Due in more than one year								8,190,649		
Less:										
Total OPEB liability								(372,667)		
Net pension liability								(7,054,194)		
Total Governmental Activities Long-Term Liabilities							\$	930,726		
Business-Type Activities:										
Due within one year							\$	2,106,937		
Due in more than one year								48,970,377		
Less:										
Total OPEB liability								(188,142)		
Total Business-Type Activities Long-Term Liabilities							\$	50,889,172		

CHOVELLING HILL ACTIVITIES TORIS-TELLING MEDI.	Governmental	activities	long-term	deht:
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Notes Payable from direct borrowings and direct placements:

\$275,000 note payable for the purchase of an excavator, matures January 2025 with a stated interest rate of 2.253%.

\$264,165 note payable for the purchase of a 911 Motorola Equipment, matures May 2025 with a stated interest rate of 3.79%.

40,540

Current portion \$82,074
Noncurrent portion -0-

Total Notes Payable (direct borrowings and direct placements) \$\\\ \\$\\ 82.074\$

Accrued Compensated Absences:

Current portion\$ 84,864Noncurrent portion763,788Total Accrued Compensated Absences\$ 848,652

Business-type activities long-term debt:

Notes Payable from direct borrowings and direct placements:

Utility Systems Revenue Note Series 2015A to Bank of Oklahoma dated August 28, 2015, original amount \$5,000,000, secured and payable from water, sanitary sewer, and solid waste disposal system revenues, payable in semi-annual principal installments ranging from \$225,000 to \$280,000 with an annual interest rate of 2.29%, final payment due August 1, 2025. Proceeds will be used for improvements to the Authority's drinking water system. In the event of default, the lender may: 1) file suit to require any or all of the borrower covenants to be performed: 2) accelerate the payment of principal and interest accrued on the note: 3) appoint temporary trustees to take over, operate, maintain the system or 4) file suit to enforce or enjoin the action or inaction of the borrower under the provisions of the Note indenture.

Current portion	555,000
Noncurrent portion	<u>280,000</u>
-	835,000

2015C Promissory Note payable to Oklahoma Water Resources Board, original amount of \$23,290,000 dated September 22, 2015, secured by and payable from water, sanitary sewer, and solid waste disposal system revenues, Interest only payments through September 15, 2018. Principal and interest payable in semi-annual principal installments ranging from \$5,000 to \$870,000 with an annual interest rate of 3.02%, final payment due March 15, 2041. Proceeds will be used for improvements to the Authority's drinking water system. In the event of default, the lender may: 1) file suit to require any or all of the borrower covenants to be performed; 2) accelerate the payment of principal and interest accrued on the note; 3) requirement for sales tax to be deposited directly with trustee bank; or 4) file suit to enforce or enjoin the action or inaction of the borrower under the provisions of the Note indenture.

Current portion	535,000
Noncurrent portion	<u>21,323,000</u>
	21,858,000

2018 Utility Systems Revenue Note payable to Bank of Oklahoma, original amount of \$4,000,000 dated December 17, 2018, secured by and payable from water, sanitary sewer, and solid waste disposal system revenues, payable in semi-annual principal installments ranging from \$105,000 to \$175,000 with an annual interest rate of 3.17%, final payment due January 1, 2034. Proceeds will be used for improvements to the Authority's drinking water system. In the event of default, the lender may: 1) file suit to require any or all of the borrower covenants to be performed; 2) accelerate the payment of principal and interest accrued on the note; 3) appoint temporary trustees to take over, operate and maintain the system on a profitable basis; or 4) file suit to enforce or enjoin the action or inaction of the borrower under the provisions of the loan agreement.

Current portion	250,000
Noncurrent portion	<u>2,730,000</u>
-	2,980,000

Sales Tax Revenue Note Series 2023 payable to Bank of Oklahoma dated November 2, 2023, original amount of \$20,000,000, secured and payable from 1.5% pledge sales tax revenue, with an annual interest rate of 5.25%, final payment due March 1, 2039. Proceeds will be used for parks and recreation projects. In the event of default, the lender may: 1) file suit to require any or all of the borrower covenants to be performed: 2) requirement for sales tax to be deposited directly with trustee bank; 3) accelerate the payment of principal and interest accrued on the note: or 4) file suit to enforce or enjoin the action or inaction of the borrower under the provisions of the Note Indenture or Sales Tax Agreement.

Current portion Noncurrent portion		\$ 611,000 <u>19,389,000</u> <u>20,000,000</u>
Total Notes Payable (dire	ct borrowings and direct placements)	\$ <u>45,673,000</u>
Accrued Compensated Abso	ences:	
Current portion Noncurrent portion	Total Accrued Compensated Absences	\$ 40,941 <u>368,464</u> <u>\$ 409,405</u>
Deposits Subject to Refund		
Current portion Noncurrent portion	Total Deposits Subject to Refund	\$ 91,402 822,620 \$ 914,022
Landfill Closure Liability:		
Current portion Noncurrent portion	Total Landfill Closure Liability	\$ 23,594 3,869,151 \$ 3,892,745

Long-term debt service requirements to maturity are as follows:

	Governmental Debt					
Year Ending June 30,	Notes Payable -					
	direct borrowings and direct placement					
	<u>Principal</u>	<u>Interest</u>				
2025	82,074	1,852				
Totals	\$ 82,074	\$ 1,852				
	Business-Type Debt					
	Notes Payable -					
Year Ending June 30,	direct borrowings and direct placements					
	Principal	<u>Interest</u>				
2025	1,951,000	2,167,242				
2026	2,364,000	1,741,605				
2027	2,407,000	1,697,588				
2028	2,454,000	1,649,358				
2029	2,561,000	1,541,636				
2030-2034	14,552,000	5,948,100				
2035-2039	15,994,000	2,633,819				
2040-2041	3,390,000	153,067				
Totals	\$ 45,673,000	\$ 17,532,415				

6. Landfill Closure and Post Closure Requirements

A \$3,892,745 accrued liability has been recognized in the Ada Public Works Authority to represent the total estimated amount owed by the Authority for closure and postclosure requirements dictated by the U.S. Environmental Protection Agency and the Oklahoma Department of Environmental Quality regulations and represented the cumulative amount of such costs reported to date based on the use of approximately 97.92% of the estimated capacity of the landfill. It is estimated that an additional \$82,578 will be recognized as closure and postclosure expense between the current balance sheet date and the date the landfill is expected to be filled to capacity. However, the actual cost of closure and postclosure may be higher due to inflation, changes in technology, or changes in landfill laws and regulation. The estimated remaining landfill life is 42 months.

7. Net Position and Fund Balances

Net Position:

Net position reported in the government-wide and proprietary fund financial statements are displayed in three components:

a. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

- b. Restricted net position Consists of net position with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or 2) law through constitutional provisions or enabling legislation.
- c. *Unrestricted Net position* All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

It is the City's policy to first use restricted net position prior to the use of unrestricted net position when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Fund Balances:

Governmental fund equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned and unassigned. These classifications are defined as:

- a. *Nonspendable* includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- b. Restricted consists of fund balance with constraints placed on the use of resources either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or (2) laws through constitutional provisions or enabling legislation.
- c. Committed included amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the city's highest level of decision-making authority. The City's highest level of decision-making authority is made by ordinance.
- d. Assigned includes amounts that are constrained by the city's intent to be used for specific purposes but are neither restricted nor committed. Assignments of fund balance may be made by city council action or management decision when the city council has delegated that authority. Assignments for transfers and interest income for governmental funds are made through budgetary process. In addition, any fund balance used to assist balancing the subsequent year's budget is considered assigned.
- e. *Unassigned* represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the general fund. In addition, any governmental fund, other than the General Fund which reports a deficit fund balance in total, is shown as negative unassigned fund balance.

It is the City's policy to first use restricted fund balance prior to the use of the unrestricted fund balance when an expense is incurred for purposes for which both restricted and unrestricted fund balance are available. The City's policy for the use of unrestricted fund balance amounts require that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

The following tables show the fund balance/net position classifications as shown in the Governmental Funds Balance Sheet and Proprietary Fund Statement of Net Position:

	General Fund	Street & Alley Fund	Sales Tax Infrastructure Fund	Sales Tax 2016 Capital Improvement Fund	Sales Tax 2023 Capital Improvement Fund	Other Governmental Funds	Total
Fund Balance:							
Restricted For:							
Grant purposes	13,709	-	-	-	-	-	13,709
Streets	-	6,610,880	-	-	-	-	6,610,880
Capital Improvements	-	-	2,406,707	9,664,587	1,530,680	-	13,601,974
D.A.R.E	-	-	-	-	-	4,950	4,950
Library	-	-	-	-	-	27,551	27,551
Police	-	-	-	-	-	38,474	38,474
Parks	-	-	-	-	-	9,116	9,116
Arts	-	-	-	-	-	8,171	8,171
Debt Service		-	-	-	-	3,698	3,698
Sub-total Restricted	13,709	6,610,880	2,406,707	9,664,587	1,530,680	91,960	20,318,523
Committed to:							
Future Reserves	1,708,600	-	-	-	-	-	1,708,600
Library	-	-	-	-	-	140,514	140,514
Sub-total Committed	1,708,600	-	-	-	-	140,514	1,849,114
Assigned to:							
D.A.R.E	_	-	-	-	-	691	691
Cemetery	-	-	-	-	-	138,770	138,770
Airport	-	-	-	-	-	1,536,251	1,536,251
E911	-	-	-	-	-	429,217	429,217
Police	-	-	-	-	-	3,769	3,769
Library	-	-	-	-	-	39,019	39,019
Capital Improvements	-	-	2,016,017	1,447,002	9,930	120,055	3,593,004
Streets	-	1,072,776	-	-	-	-	1,072,776
Arts	-	-	-	-	-	1,269	1,269
Grant purposes	-	-	-	-	-	129,180	129,180
Parks	-	-	-	-	-	659,348	659,348
Health Insurance	452,516	-	-	-	-	-	452,516
Self Insurance	1,012,087	-	-	-	-	-	1,012,087
Advance Travel	-	-	-	-	-	-	-
Unemployment	74,886	-	-	-	-	-	74,886
Workers' Comp	928,063	-	-	-	-	-	928,063
Budget balancing purposes	6,003,072	-	-	-	-	-	6,003,072
Sub-total Assigned	8,470,624	1,072,776	2,016,017	1,447,002	9,930	3,057,569	16,073,918
Unassigned	3,435,664	-	-	-	-	-	3,435,664
Total Fund Balance	\$ 13,628,597	\$ 7,683,656	\$ 4,422,724	\$ 11,111,589	\$ 1,540,610	\$ 3,290,043 \$	41,677,219

Enterprise Funds:

Restricted for Debt Service	\$ 1,841,566
Restricted for Economic Development	 5,993,750
Total Enterprise Fund Restrictions	\$ 7,835,316
Net investment in capital assets	\$ 41,077,944

Restricted Net Position – Governmental Activities:

The following table shows the net position restricted for other purposes as shown in the Statement of Net Position:

Restricted By	Amount	
ry requirements	\$	2,899
ry requirements		50
y requirements		3,698
ontracts - Contributors		1,104
ontracts - Contributors		12,605
ontracts - Contributors		4,950
ontracts - Contributors		20,619
ontracts - Contributors		6,932
ontracts - Contributors		8,171
		61,028
g legislation	\$	6,610,880
g legislation		35,525
g legislation		2,406,707
g legislation		9,664,587
g legislation		1,530,680
g legislation		9,116
		20,257,495
		1,285,10
able End	dowment	dowment \$

The following restatement was needed related to a grant receivable in the prior year.

	Fund Level APWA Enterprise Fund		Government-Wide Business-Type Activities	
Beginning net position as previously reported	\$	79,931,990	\$	79,521,213
Restatement of receivable related to grants		(65,309)		(65,309)
Beginning net position, restated	\$	79,866,681	\$	79,455,904

8. Sales Tax Revenue

Sales tax revenue represents a 4 cents tax on each dollar of taxable sales of which is recorded as follows:

• 2 ½ cents is recorded in the General Fund. Of that amount ½ cent is then transferred to the APWA. The APWA transfers the ½ cent to the Economic Development Fund in accordance with Ordinance Nos. 02-10, 06-15, 12-10, and 16-23. The remaining 2 cents is retained by the General Fund for operations in accordance with Ordinance No. 1414.

- 3/4 cent is recorded in the Sales Tax Infrastructure Fund to be used for various infrastructure projects and improvements as per Ordinance Nos. 02-09, 06-14, 12-09, and 16-22.
- 1 cent was recorded in the 2016 Sales Tax Capital Improvement Fund for retirement of Sales Tax Revenue Note, Series 2015B through February 2024.
- Beginning in March of 2024 began being recorded in the 2023 Sales Tax Capital Improvement Fund. It will be used for retirement of Sales Tax Revenue Note, Series 2023 as well as other park and recreation projects.

9. Property Tax Levy

Under State constitution and law, municipalities are limited in their ability to levy a property tax. Such tax may only be levied to repay principal and interest on general obligation bonded debt approved by voters and any court-assessed judgments.

At the present time the City levies a property tax to fund the annual debt service requirements of judgments outstanding. There are no outstanding general obligation bonds.

The property tax levy, as determined by the City's debt service needs, is submitted to the County Excise Board for approval. County assessors, elected officials, determine the taxable value of real estate and personal property in the County. A State Board of Equalization hears complaints on real estate values with the power to equalize assessments. Under present State law, the ratio of assessed value to true value cannot be less than 11 percent nor more than 13 ½ percent.

Property taxes levied by the City are billed and collected by the County Treasurer's Office and remitted to the City in the month following collection. Property taxes are levied normally in October and are due in equal installments on December 31 and March 31. Property taxes unpaid for the fiscal year are attached by an enforceable lien on property in the following October. Property taxes levied, but not collected during the year or within 60 days of year-end are reported as unearned revenue.

For the year ended June 30, 2024, the City's net assessed valuation of taxable property was \$136,809,550. The taxes levied by the City per \$1,000 of net assessed valuation for the year ended June 30, 2024 was \$0.17 mills.

10. Internal and Interfund Balances and Transfers

The City's policy is to eliminate interfund transfers and balances in the statement of activities and net position to avoid the grossing up of balances. Only the residual balances transferred between governmental and business-type activities are reported as internal transfers and internal balances then offset in the total column in the government-wide statements. Internal transfers and balances between funds are not eliminated in the fund financial statements.

Transfers:

Internal transfers between funds and activities for the year ended June 30, 2024, were as follows:

Transfer From	Transfer To	Amount	Purpose of Transfer
General Fund	Utility Enterprise Fund	\$ 1,620,608	2015B revenue note
General Fund	E911 Fund	130,000	Operating subsidy
General Fund	Utility Enterprise Fund (Solid Waste Dev. Acct.)	3,632	Interest expense on interfund loan
General Fund	General Fund (Health Insurance Account)	1,263,111	Health insurance premiums
General Fund	Unemployment Insurance Fund	30,000	Operating subsidy
General Fund	Liability Self Insurance Fund	35,000	Operating subsidy
General Fund	Workers Comp Fund	500,000	Operating subsidy
General Fund	Sports Complex Park & Recreation Fund	15,900	Operating subsidy
General Fund	Economic Development Fund	1,204,569	Sales tax transfer
General Fund	Drug Forfeiture Fund	1,271	Close bank account
General Fund	Library State Aid Fund	3,279	Reimburse expenses
General Fund	Library Memorial Fund	4,600	Reimburse expenses
E911 Fund	General Fund (Health Insurance Account)	89,847	Health insurance premiums
Sales Tax Infrastructure Fund	General Fund (Health Insurance Account)	157,562	Health insurance premiums
Airport/Agriculture Fund	General Fund (Health Insurance Account)	15,114	Health insurance premiums
Library State Aid Fund	General Fund	5,000	Operating subsidy
Sales Tax 2016 Capital Improvement Fund	Utility Enterprise Fund	3,241,217	2015B principal and interest
Sales Tax 2023 Capital Improvement Fund	Utility Enterprise Fund	1,577,061	2023 principal and interest
ARPA Fund	Airport/Agriculture Fund	140,000	Operating subsidy
Utility Enterprise Fund	E911 Fund	21,250	Operating subsidy
Utility Enterprise Fund	Airport/Agriculture Fund	1,005,700	Operating subsidy
Utility Enterprise Fund	Liability Self Insurance Fund	35,000	Operating subsidy
Utility Enterprise Fund	Unemployment Insurance Fund	30,000	Operating subsidy
Utility Enterprise Fund	Workers Comp Fund	500,000	Operating subsidy
Utility Enterprise Fund	General Fund	637,450	Subsidy, annual lease of assets, and shared cost
Utility Enterprise Fund	Street & Alley Fund	1,668	Interest expense on interfund loan
Utility Enterprise Fund	Economic Development Fund	1,204,569	Sales tax transfer
Utility Enterprise Fund	Sales Tax Infrastructure Fund	227,600	Operating subsidy
Utility Enterprise Fund	Sales Tax 2016 Capital Improvement Fund	2,043,979	Sales tax for 2015B revenue note
Utility Enterprise Fund	Sales Tax 2023 Capital Improvement Fund	905,005	Sales tax for 2023 revenue note
Utility Enterprise Fund	Utility Enterprise Fund (Debt Service Account)	2,040,000	2015A and 2015C revenue notes
Utility Enterprise Fund	Utility Enterprise Fund (Solid Waste Dev. Acct.)	140,645	Portion of landfill collections
Utility Enterprise Fund	Utility Enterprise Fund (Capital Imp. Acct.)	50,000	Operating subsidy
Utility Enterprise Fund	General Fund (Health Insurance Account)	765,294	Health insurance premiums
Utility Enterprise Fund	General Fund	1,620,608	2015B revenue note
Utility Enterprise Fund	Water Development Fund	35,000	Purchase of capital assets
Street & Alley Fund	General Fund	1,850,000	Operating subsidy
Advance Travel Fund	General Fund	2,000	Close fund
Rural Sewer District #5 Fund	Utility Enterprise Fund	6,128	Purchase of capital assets
Sewer System Fund	Utility Enterprise Fund	137,502	Purchase of capital assets
Environmental Projects Fund	Utility Enterprise Fund	105,260	Purchase of capital assets
Water Development Fund	Utility Enterprise Fund	1,344,278	Purchase of capital assets
Rural Water District #2 Fund	Utility Enterprise Fund	82,000	Purchase of capital assets
Utility Enterprise Fund (Debt Service Account)	Utility Enterprise Fund	2,111,845	2015A and 2015C revenue notes
Total	, 1	\$ 26,940,552	•
Reconcilation to Fund Financial Statements:			
	Transfers In	Transfers Out	Net Transfers
Governmental Funds	\$ 12,035,404	\$ (11,889,771)	
Proprietary Funds	14,905,148	(15,151,806)	(246,658)
	\$ 26,940,552	\$ (27,041,577)	\$ (101,025)
Reconciliation to Statement of Activities:			
Net Transfers			\$ 145,633
Transfer capital asset from business-type activiti	es to governmental activities		101,025
Transfer capital asset from governmental activities			(366,452)
Transfer water/sewer expenses to business-type	activities		(415,462)
Transfer Street expenses to governmental activitie	es		1,804,064
Transfers - internal activity			\$ 1,268,808

Balances:

Interfund receivables and payables at June 30, 2024, were as follows:

Due From	Due To		Amount	Nature of Balance
General Fund	APWA (Solid Waste Development Account)	\$	142,503	Interfund loan
General Fund	APWA		11,414	Payroll liabilities
APWA	General Fund		440	Grant deposited in wrong fund
APWA	General Fund		104,611	Payroll liabilities
Sales Tax Infrastructure	General Fund		23,966	Payroll liabilities
E-911 Fund	General Fund		18,616	Payroll liabilities
Airport/Ag Fund	General Fund		3,400	Payroll liabilities
Sports Complex Fund	General Fund		146	Payroll liabilities
Total		\$	305,096	
Reconciliation to Financial Statements:				
	Due From		Due To	Net Internal Balances
Governmental Funds	\$ 159,474	\$	(200,045)	\$ (40,571)
Proprietary Funds	145,622		(105,051)	40,571
Total	\$ 305,096	\$	(305,096)	\$ -

11. Risk Management

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

- General Liability Covered through participation in Oklahoma Municipal Assurance Group risk entity pool
- Physical Property Covered through participation in Oklahoma Municipal Assurance Group risk entity pool
- Workers' Compensation Self insured up to \$600,000 per occurrence for all employees, including police and fire employees. Additional coverage through Midwest Employers Casualty
- Dental Insurance Self insured
- Employee's Group Medical Self insured with Blue Cross as the third party administrator; stop loss begins at \$100,000 with no limit.
- Cyber Risk- Insured with Travelers Casualty and Surety Company of America ranging from \$100,000 to \$1,000,000 limit depending on the cyber risk.

The City's risk is transferred to the risk entity pool except for claim deductible amounts. The risk pool maintains deposits for claims reserves and other purposes for the benefit of the City.

Management believes the insurance coverage listed above is sufficient to preclude any significant uninsured losses to the City.

12. Commitments and Contingencies

Litigation:

The City is a party to various legal proceedings which normally occur in the course of governmental operations. The financial statements do not include accruals or provisions for loss contingencies that may result from these proceedings. State statutes provide for the levy of an ad valorem tax over a three-year period by a City Sinking Fund for the payment of any court assessed judgment rendered against the City. While the outcome of the above noted proceedings cannot be predicted, due to the insurance coverage maintained by the City and the State statute relating to judgments, the City feels that any settlement or judgment not covered by insurance would not have a material adverse effect on the financial condition of the City.

Federal and State Award Programs:

The City of Ada participates in various federal or state grant/loan programs from year to year. In 2024, the City's involvement in federal and state award programs was significant. The grant/loan programs are often subject to additional audits by agents of the granting or loaning agency, the purpose of which is to ensure compliance with the specific conditions of the grant or loan.

13. Pension Plan Participation

The City of Ada participates in three pension or retirement plans:

- 1. Oklahoma Firefighter's Pension and Retirement System (OFPRS) a statewide cost-sharing plan
- 2. Oklahoma Police Pension and Retirement System (OPPRS) a statewide cost-sharing plan
- 3. Oklahoma Municipal Retirement System Master Defined Contribution Plan and Trust (OkMRF)
 an agent multiple-employer defined contribution plan

Firefighters' Plan:

<u>Plan description</u> - The City of Ada, as the employer, participates in the Firefighters Pension & retirement—a cost-sharing multiple-employer defined benefit pension plan administered by the Oklahoma Firefighters Pension & Retirement System (OFPRS). Title 11 of the Oklahoma State Statutes grants the authority to establish and amend the benefit terms to the OFPRS. OFPRS issues a publicly available financial report that can be obtained at www.ok.gov/fprs.

<u>Benefits provided</u> - OFPRS provides retirement, disability, and death benefits to members of the plan. Benefits for members hired prior to November 1, 2013 are determined as 2.5 percent of the employee's final average compensation times the employee's years of service and have reached the age of 50 or have completed 20 years of service, whichever is later. For volunteer firefighters, the monthly pension benefit for normal retirement is \$150.60 per month. Benefits vest with 10 years or more of service.

Benefits for members hired after November 1, 2013 are determined as 2.5 percent of the employee's final average compensation times the employee's years of service and have reached the age of 50 or have completed 22 years of service, whichever is later. For volunteer firefighters, the monthly pension benefit for normal retirement is \$165.66 per month. Benefits vest with 11 years or more of service.

All firefighters are eligible for immediate disability benefits. For paid firefighters, the disability in-the-line-of-duty benefit for firefighters with less than 20 years of service is equal to 50% of final average monthly compensation, based on the most recent 30 months of service. For firefighters with over 20 years of service, a disability in-the-line-of-duty is calculated based on 2.5% of final average monthly compensation, based on the most recent 30 months, per year of service, with a maximum of 30 years of service. For disabilities not-in-the-line-of-duty, the benefit is limited to only those with less than 20 years of service and is 50% of final average monthly compensation, based on the most recent 60-month salary as opposed to 30 months. For volunteer firefighters, the not-in-line-of-duty disability is also limited to only those with less than 20 years of service and is \$7.53 per year of service. For volunteer firefighters, the in-line-of-duty pension is \$150.60 with less than 20 years of service, or \$7.53 per year of service, with a maximum of 30 years.

A \$5,000 lump sum death benefit is payable to the qualified spouse or designated recipient upon the participant's death. The \$5,000 death benefit does not apply to members electing the vested benefit.

<u>Contributions</u> - The contributions requirements of the Plan are at an established rate determine by Oklahoma Statute and are not based on actuarial calculations. Employees are required to contribute 9% percent of their annual pay. Participating cities are required to contribute 14% of the employees' annual pay. Contributions to the pension plan from the City were \$286,827. The State of Oklahoma also made on-behalf contributions to OFPRS in the amount of \$768,568 during the current fiscal year and this is reported as both a revenue and an expenditure in the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balance. In the government-wide Statement of Activities, revenue is recognized for the state's on-behalf contributions on an accrual basis of \$624,867. These on-behalf payments did not meet the criteria of a special funding situation.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2024, the City reported a liability of \$7,054,194 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The City's proportion of the net pension liability was based on the City's contributions received by the pension plan relative to the total contributions received by pension plan for all participating employers as of June 30, 2023. Based upon this information, the City's proportion was 0.546731%.

For the year ended June 30, 2024, the City recognized pension expense of \$1,149,016. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	 red Outflows Resources	 red Inflows Resources
Differences between expected and actual	\$ 929 020	\$ 9.056
experience	\$ 838,939	\$ 8,956
Changes of assumptions	-	11,311
Net difference between projected and actual earnings on pension plan	465.250	
investments Changes in proportion and differences between City contributions and	465,358	-
proportionate share of contributions	73,794	209,999
City contributions during measurement		
date	872	166,903
City contributions subsequent to the		
measurement date	 286,827	
Total	\$ 1,665,790	\$ 397,169

\$286,827 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

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2025	\$ 315,235
2026	23,181
2027	695,409
2028	(52,031)
	\$ 981,794

<u>Actuarial Assumptions</u>-The total pension liability was determined by an actuarial valuation as of July 1, 2023, using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation: 2.75%

Salary increases: 2.75% to 10.50% average, including inflation Investment rate of return: 7.5% net of pension plan investment expense

Mortality rates were based on the Pub-2010 Public Safety Table, with adjustments for generational mortality improvement using MP-2018 for healthy lives and no mortality improvement for disabled lives.

The actuarial assumptions used in the July 1, 2023, valuation were based on the results of an actuarial experience study for the period July 1, 2013, to June 30, 2018.

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. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2023, are summarized in the following table:

Asset Class	Target <u>Allocation</u>	Long-Term Expected Real Rate of Return
Fixed income	20%	5.80%
Domestic equity	47%	9.49%
International equity	15%	11.55%
Real estate	10%	8.48%
Other assets	8%	6.47%

<u>Discount Rate</u>-The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at contractually required rates, determined by State statutes. Projected cash flows also assume the State of Oklahoma will continue contributing 36% of the insurance premium, as established by statute. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. 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.

<u>Sensitivity of the Net Pension Liability to Changes in the Discount Rate</u>- The following presents the net pension liability of the employers calculated using the discount rate of 7.5%, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

	1%	1% Decrease		ent Discount	19	% Increase
		6.5%	I	Rate 7.5%		8.5%
Employers' net pension liability	\$	9,191,920	\$	7,054,194	\$	5,266,490

<u>Pension plan fiduciary net position</u> - Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report of the OFPRS; which can be located at www.ok.gov/fprs.

Police Plan:

<u>Plan description</u> - The City of Ada, as the employer, participates in the Oklahoma Police Pension and Retirement Plan—a cost-sharing multiple-employer defined benefit pension plan administered by the Oklahoma Police Pension and Retirement System (OPPRS). Title 11 of the Oklahoma State Statutes, through the Oklahoma Legislature, grants the authority to establish and amend the benefit terms to the OPPRS. OPPRS issues a publicly available financial report that can be obtained at <u>www.ok.gov/OPPRS</u>.

Benefits provided - OPPRS provides retirement, disability, and death benefits to members of the plan. The normal retirement date under the Plan is the date upon which the participant completes 20 years of credited service, regardless of age. Participants become vested upon completing 10 years of credited service as a contributing participant of the Plan. No vesting occurs prior to completing 10 years of credited service. Participants' contributions are refundable, without interest, upon termination prior to normal retirement. Participants who have completed 10 years of credited service may elect a vested benefit in lieu of having their accumulated contributions refunded. If the vested benefit is elected, the participant is entitled to a monthly retirement benefit commencing on the date the participant reaches 50

years of age or the date the participant would have had 20 years of credited service had employment continued uninterrupted, whichever is later.

Monthly retirement benefits are calculated at 2.5% of the final average salary (defined as the average paid base salary of the officer over the highest 30 consecutive months of the last 60 months of credited service) multiplied by the years of credited service, with a maximum of 30 years of credited service considered.

Monthly benefits for participants due to permanent disability incurred in the line of duty are 2.5% of the participants' final average salary multiplied by 20 years. This disability benefit is reduced by stated percentages for partial disability based on the percentage of impairment. After 10 years of credited service, participants who retire due to disability incurred from any cause are eligible for a monthly benefit based on 2.5% of their final average salary multiplied by the years of service. This disability benefit is also reduced by stated percentages for partial disability based on the percentage of impairment. Effective July 1, 1998, once a disability benefit is granted to a participant, that participant is no longer allowed to apply for an increase in the dollar amount of the benefit at a subsequent date.

Survivor's benefits are payable in full to the participant's beneficiary upon the death of a retired participant. The beneficiary of any active participant killed in the line of duty is entitled to a pension benefit.

<u>Contributions</u> - The contributions requirements of the Plan are at an established rate determined by Oklahoma Statute and are not based on actuarial calculations. Employees are required to contribute 8% percent of their annual pay. Participating cities are required to contribute 13% of the employees' annual pay. Contributions to the pension plan from the City were \$262,856. The State of Oklahoma also made on-behalf contributions to OPPRS in the amount of \$276,252 during the current fiscal year and this is reported as both an expenditure and revenue in the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balance. In the government-wide Statement of Activities, revenue is recognized for the state's on-behalf contributions on an accrual basis of \$219,164. These on-behalf payments did not meet the criteria of a special funding situation.

Pension Liabilities (Asset), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2024, the City reported an asset of \$150,560 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2023, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of July 1, 2023. The City's proportion of the net pension asset was based on the City's contributions received by the pension plan relative to the total contributions received by pension plan for all participating employers as of June 30, 2023. Based upon this information, the City's proportion was 0.492991%.

For the year ended June 30, 2024, the City recognized pension expense of \$392,994. At June 30, 2024, the City 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	Ф	410 157	ф	22.220	
experience	\$	412,157	\$	23,220	
Changes of assumptions		-		281,035	
Net difference between projected and					
actual earnings on pension plan					
investments		745,962		-	
Changes in proportion and differences					
between City contributions and					
proportionate share of contributions		8,503		46,384	
City contributions during measurement					
date		2,740		1,914	
City contributions subsequent to the					
measurement date		262,856			
Total	\$	1,432,218	\$	352,553	

The \$262,856 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of or an addition to the net pension liability (asset) in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2025	\$ 130,074
2026	(9,998)
2027	572,685
2028	125,816
2029	(1,768)
	\$ 816,809

<u>Actuarial Assumptions</u>. The total pension liability was determined by an actuarial valuation as of July 1, 2023, using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation: 2.75%

Salary increases: 3.5% to 12% average, including inflation

Investment rate of return: 7.5% net of pension plan investment expense

Cost-of-living adjustments: Police officers eligible to receive increased benefits according to

repealed Section 50-120 of Title 11 of the Oklahoma Statutes pursuant to a court order receive an adjustment of 1/3 to 1/2 of the increase or decrease of any adjustment to the base salary of a regular police officer, based on an increase in base salary of

3.50% (wage inflation).

Mortality rates: Active employees and inactive members: PubS-2010 Employee

(Below Median) Morality Table with rates set forward 2 years and

projected generationally using SOA Scale MP-2021.

Healthy retirees: PubS-2010 Healthy Retiree (Below Median) Morality Table with rates set forward 2 years and projected generationally

using SOA scale MP-2021.

Beneficiaries: Pub-2010 Contingent Survivor (Below Median) Mortality Table with rates set forward 2 years and

projected generationally using SOA Scale MP-2021.

Disabled retirees: PubS-2010 Disabled Retiree Mortality table with rates projected to 2023 using SOA Scale MP-2021.

The actuarial assumptions used in the July 1, 2023, valuation were based on the results of an actuarial experience study for the period July 1, 2012, to June 30, 2017.

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. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2023, are summarized in the following table:

	Long-Term Expected
Asset Class	Real Rate of Return
Fixed income	5.78%
Domestic equity	7.73%
International equity	11.55%
Real estate	7.66%
Private equity	11.64%

The current allocation policy is that approximately 60% of assets in equity instruments, including public equity, long-short hedge, venture capital, and private equity strategies; approximately 25% of assets in fixed income to include investment grade bonds, high yield and non-dollar denominated bonds, convertible bonds, and low volatility hedge fund strategies; and 15% of assets in real assets to include real estate, commodities, and other strategies.

<u>Discount Rate</u>-The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at contractually required rates, determined by State statutes. Projected cash flows also assume the State of Oklahoma will continue contributing 14% of the insurance premium, as established by statute. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. 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.

<u>Sensitivity of the Net Pension Liability to Changes in the Discount Rate</u>-The following presents the net pension liability (asset) of the employers calculated using the discount rate of 7.5%, as well as what the Plan's net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

	19	6 Decrease	Curre	ent Discount	19	% Increase
		6.5%	R	ate 7.5%		8.5%
Employers' net pension liability (asset)	\$	1,421,531	\$	(150,560)	\$	(1,481,626)

<u>Pension plan fiduciary net position</u> - Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report of the OPPRS; which can be located at www.ok.gov/OPPRS.

OkMRF Defined Contribution Plan:

The City has provided a defined contribution plan and trust known as the City of Ada Plan and Trust (the "Plan") in the form of The Oklahoma Municipal Retirement System Master Defined Contribution Plan (OkMRF). OkMRF operations are supervised by a nine-member Board of Trustees elected by the participating municipalities. The plan is administered by Voya Financial. The defined contribution plan is available to all full-time employees except those participating in state fire or police program. Benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate at date of hire, are required to contribute at least 5% and may make contributions to the plan up to 25% at their option. By City ordinance, the City, as employer, is required to make contributions to the plan based upon employee contributions under the pick-up option, at a current rate of 13% of covered payroll. The City's contributions for each employee (and interest allocated to the employee's account) are vested at 50% after 5 years of service, 10% thereafter until fully vested after 10 years of service. The City Manager's contributions are vested at 20% after one year of service, 20% thereafter until fully vested after five years of service. City contributions for, and interest forfeited by, employees who leave employment prior to fully vesting are given bank to the City. The authority to establish and amend the provisions of the plan rests with the City Council.

Summary of Contributions:

Oklahoma Municipal											
Retirement Fund											
Fiscal Employee Employer											
Year	Contribution	Contribution									
2022	410,641	965,446									
2023	425,124	995,815									
2024	430,337	966,529									

14. Postemployment Healthcare Plan

Plan Description. The City sponsors Medical, Rx, and Dental insurance to qualifying retirees and their dependents. Coverage is provided through fully-insured arrangements that collectively operate as a

substantive single-employer defined benefit plan. Qualifying retirees are those employees who are eligible for immediate disability or retirement benefits under the Oklahoma Police Pension and Retirement System or the City of Ada Retirement Plan. Retired firefighters are not eligible to participate as they previously opted out to obtain a policy on their own. Retirees may continue coverage with the City by paying the carrier premium rate. Coverage is available for the retiree and spouse but only if the retiree satisfies the rule of 90, which is satisfied using the combination of age and years of service. Authority to establish and amend benefit provisions rest with the City Council. Benefits are paid from general operating assets of the City.

Benefits provided. The Plan covers all current retirees of the City who elected postretirement medical coverage through the City Health Plan and future retired employees of the City fully self-insured health plan. In accordance with administrative policy, retiree contributions are approximately 100% of the average employee premium. An additional contribution is required for dependent coverage. This creates an implicit rate subsidy. The benefits offered by the City to retirees include health, dental and prescription drug benefits. Coverage for the retiree and dependents stops once the retiree reaches age 65 (subject to dependent age limit). Certain grandfathered retirees and spouses have lifetime benefits. The amount of benefit payments during the fiscal year ended June 30, 2024 were \$53,968.

Employees Covered by Benefit Terms

Active Employees	201
Inactive or beneficiaries receiving benefits	35
Total	<u>236</u>

Total OPEB Liability. The total OPEB liability was determined based on an actuarial valuation performed as of June 30, 2024. The measurement date used was June 30, 2023.

Actuarial Assumptions. The total OPEB liability in the June 30, 2024 valuation was determined using the following actuarial assumptions:

- Actuarial Cost Method Entry Age
- Discount Rate -3.54% for fiscal year 2022 and 4.13% for fiscal year 2023, based on the 20 year municipal bond yield
- Retirement Age Civilian 55 with 10 years of service, Police 20 years of service
- Health Care Cost Trend Rates:
 - 5.94% 2022 2023 5.91% 0 2024 5.88% 0 2025 5.86% 0 2030 5.01% 0 4.97% 2035 2040 4.81% 2045 4.70% 4.64% 2050 \circ 4.58% 2055 0 4.54% 2060 4.50% 2065 2070 4.20% 0 2075 3.94%

Changes in Total OPEB Liability		
	Total OP	EB Liability
Balances at Beginning of Year	\$	470,297
Changes For the Year:		
Service cost		10,543
Interest expense		17,022
Change in assumptions		(35,291)
Difference between expected and actual experience		152,206
Benefit payments		(53,968)
Other adjustments		
Net Changes		90,512
Balances at End of Year	\$	560,809

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the year ended June 30, 2024, the City recognized OPEB expense of \$48,733. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	 red Outflows Resources	 ed Inflows of
Differences between expected and actual experience	\$ 147,473	\$ 4,547
Changes of assumptions	57,085	99,197
Changes in proportion City contributions during measurement	30,821	30,821
date	2,111	14,513
City contributions subsequent to the measurement date	 34,544	 <u>-</u> _
Total	\$ 272,034	\$ 149,078

\$34,544 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction in the OPEB liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	
2025	16,719
2026	19,440
2027	24,074
2028	8,901
2029	13,710
Thereafter	5,568
	\$ 88,412

Sensitivity of the City's total OPEB liability to changes in the discount rate. The following presents the City's total OPEB liability, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.13%) or 1-percentage-point higher (5.13%) than the current discount rate:

	Decrease	Current Discount	1% Increase
	3.13%	4.13%	5.13%
OPEB Liability	\$ 628.748	\$ 560,809	\$ 504,992

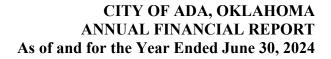
Sensitivity of the City's total OPEB liability to changes in the healthcare cost trend rate. The following presents the City's total OPEB liability, as well as what the City's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (4.91%) or 1-percentage-point higher (6.91%) than the current healthcare cost trend rate:

		Healthcare Cost	
	1% Decrease	Trend Rates	1% Increase
	4.91%	5.91%	6.91%
	Grading to	Grading to	Grading to
	2.94%	3.94%	4.94%
OPEB Liability	\$ 506,959	\$ 560,809	\$ 627,253

15. Use of Estimates

Certain estimates are made in the preparation of the financial statements, such as estimated lives for capital assets depreciation. Estimates are based on management's best judgments and may vary from actual results.

For associated lease agreements the City generally uses an estimate based on municipal bond rate yield curves as the discount rate for leases unless the rate that the lessor/vendor charges is known.



REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Comparison Schedule - Year Ended June 30, 2024

	GENERAL FUND											
		I Amounts	Actual	Variance with Final Budget								
	Original	Final	Amounts	Positive (Negative)								
Beginning Budgetary Fund Balance:	\$ 5,867,185	\$ 6,514,953	\$ 10,789,752	\$ 4,274,799								
Resources (Inflows):												
Taxes	9,754,291	9,677,117	11,772,302	2,095,185								
Intergovernmental	1,124,218	1,441,392	1,729,478	288,086								
Licenses and permits	149,593	149,593	244,667	95,074								
Charges for services	458,027	458,027	315,091	(142,936)								
Fees and fines	118,991	118,991	134,350	15,359								
Investment income	323,750	361,888	682,569	320,681								
Miscellaneous	482,123	623,171	2,247,925	1,624,754								
Other financing sources	4,433,941	7,260,241	7,535,986	275,745								
Total Resources (Inflows):	16,844,934	20,090,420	24,662,368	4,571,948								
Amounts available for appropriation	\$22,712,119	\$26,605,373	\$35,452,120	\$8,846,747								
Charges to Appropriations (Outflows):												
General government	6,434,719	6,445,003	5,936,982	508,021								
Public safety	8,210,950	11,317,502	8,438,485	2,879,017								
Legal and judicial	120,950	145,950	131,925	14,025								
Cemetery	265,950	265,950	227,157	38,793								
Culture and recreation	3,125,950	3,873,568	2,879,479	994,089								
Community development	851,300	855,100	672,345	182,755								
Other financing uses	3,702,300	3,702,300	3,550,859	151,441								
Other imancing uses	3,702,300	3,702,300	3,330,639	151,441								
Total Charges to Appropriations	22,712,119	26,605,373	21,837,232	4,768,141								
Ending Budgetary Fund Balance	\$ -	\$ -	\$ 13,614,888	\$ 13,614,888								
Reconciliation to Statement of Revenues, Expe	anditures and Change	es in Fund Balance										
Sudden and Severe Economic Dislocation A		33 III AIIA DAIAIICE.	1,104									
CDBG Home Grant Fund Account	CCOurit		12,605									
CDDG HOME Grant Fund Account			12,005									
Total General Fund Fund Balance	\$13,628,597											

		STREET AN	D ALLEY FUND	Variance with				
	Budgeted	Budgeted Amounts Actual						
	Original	Final	Amounts	Positive (Negative)				
Beginning Budgetary Fund Balance:	3,647,300	6,468,600	6,867,230	398,630				
Resources (Inflows):								
Taxes	-	-	2,469,999	2,469,999				
Intergovernmental	2,688,700	2,688,700	149,994	(2,538,706)				
Investment income	250,000	250,000	345,190	95,190				
Miscellaneous	60,000	60,000	-	(60,000)				
Other financing sources	69,000	69,000	834	(68,166)				
Total Resources (Inflows):	3,067,700	3,067,700	2,966,017	(101,683)				
Amounts available for appropriation	\$6,715,000	\$9,536,300	\$9,833,247	\$296,947				
Charges to Appropriations (Outflows):								
Streets and highways	4,715,000	4,715,000	299,591	4,415,409				
Other financing uses	2,000,000	4,821,300	1,850,000	2,971,300				
Total Charges to Appropriations	6,715,000	9,536,300	2,149,591	7,386,709				
Ending Budgetary Fund Balance	\$ -	\$ -	7,683,656	7,683,656				

Footnotes to Budgetary Comparison Schedules:

- 1. The budgetary comparison schedules are reported using the modified accrual basis with the exception of capital lease activities and on-behalf payments made by the state related to firefighter and police pensions.
- 2. The legal level of appropriation control is the department level. Transfers of appropriation within a department require the approval of the City Manager, up to \$30,000; all others require City Council approval. In addition, all transfers from contingency line items require City Council approval. Any supplemental appropriations require the approval of the City Council and are to be filed with the Office of the State Auditor and Inspector.

Schedules of Required Supplementary Information SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY OKLAHOMA FIREFIGHTERS PENSION & RETIREMENT SYSTEM Last 10 Fiscal Years*

	2015	2016	2016 2017		2019	2020	2021	2022	2023	2024
City's proportion of the net pension liability	0.517189%	0.510539%	0.527016%	0.520592%	0.569511%	0.535652%	0.560939%	0.571297%	0.570462%	0.546731%
City's proportionate share of the net pension liability	\$ 5,318,504	\$ 5,418,913	\$ 6,438,640	\$ 6,547,606	\$ 6,410,694	\$ 5,660,053	\$ 6,910,273	\$3,762,368	\$7,460,123	\$7,054,194
City's covered-employee payroll	\$1,439,349	\$ 1,371,422	\$ 1,474,173	\$ 1,479,714	\$ 1,693,836	\$ 1,723,286	\$ 1,809,271	\$1,860,793	\$1,889,750	\$1,900,014
City's proportionate share of the net pension liability as a percentage of its covered- employee payroll	370%	395%	437%	442%	378%	328%	382%	202%	395%	371%
Plan fiduciary net position as a percentage of the total pension liability	68.12%	68.27%	64.87%	66.61%	70.73%	72.85%	69.98%	84.24%	69.49%	70.85%

^{*}The amounts presented for each fiscal year were determined as of 6/30 $\,$

SCHEDULE OF CITY CONTRIBUTIONS OKLAHOMA FIREFIGHTERS PENSION & RETIREMENT SYSTEM Last 10 Fiscal Years*

		2015	2016		2017		2018		2019		2020		2021		2022		2023		2024
Statutorially required contribution	\$	191,999	\$ 206,384	\$	207,160	\$	237,137	\$	241,260	\$	253,298	\$	260,511	\$	264,565	\$	266,002	\$	286,827
Contributions in relation to the statutorially required contribution	_	191,999	206,384		207,160		237,137		241,260		253,298		260,511		264,565		266,002		286,827
Contribution deficiency (excess)	\$	-	\$ -	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
City's covered-employee payroll	\$	1,371,422	\$ 1,474,173	\$	1,479,714	\$	1,693,836	\$	1,723,286	\$	1,809,271	\$	1,860,793	\$	1,889,750	\$	1,900,014	\$:	2,048,764
Contributions as a percentage of covered- employee payroll		14.00%	14.00%		14.00%		14.00%		14.00%		14.00%		14.00%		14.00%		14.00%		14.00%

Schedules of Required Supplementary Information SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET) OKLAHOMA POLICE PENSION & RETIREMENT SYSTEM Last 10 Fiscal Years*

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
City's proportion of the net pension liability (asset)	0.5352%	0.5324%	0.5302%	0.5612%	0.5417%	0.4964%	0.5408%	0.4474%	0.4952%	0.4930%
City's proportionate share of the net pension liability (asset)	\$ (180,196)	\$ 21,709	\$ 811,923	\$ 43,169	\$ (258,055)	\$ (31,688)	\$ 621,031	\$(2,146,009)	\$ (397,074)	\$ (150,560)
City's covered-employee payroll	\$1,497,274	\$1,504,919	\$1,563,515	\$1,673,815	\$1,654,659	\$1,613,015	\$1,811,085	\$ 1,548,054	\$ 1,773,608	\$ 1,854,769
City's proportionate share of the net pension liability (asset) as a percentage of its covered- employee payroll	(12.03%)	1.44%	51.93%	2.58%	(15.60%)	(1.96%)	34.29%	(138.63%)	(22.39%)	(8.12%)
Plan fiduciary net position as a percentage of the total pension liability	101.53%	99.82%	93.50%	99.68%	101.89%	100.24%	95.80%	117.07%	102.74%	101.02%

^{*}The amounts presented for each fiscal year were determined as of 6/30

SCHEDULE OF CITY CONTRIBUTIONS OKLAHOMA POLICE PENSION & RETIREMENT SYSTEM Last 10 Fiscal Years

	2015	2016	2017		2018	2019	2020		2021	2022	2023	2024
Statutorially required contribution	\$ 195,639	\$ 203,257	\$ 217,596	\$	215,105	\$ 209,692	\$ 235,441	\$	201,247	\$ 230,569	\$ 241,120	\$ 262,856
Contributions in relation to the statutorially required contribution	195,639	203,257	217,596		215,105	209,692	235,441		201,247	230,569	241,120	262,856
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$	-	\$ -	\$ -	\$	-	\$ -	\$ -	\$
City's covered-employee payroll	\$ 1,504,919	\$ 1,563,515	\$ 1,673,815	\$ 1	1,654,659	\$ 1,613,015	\$ 1,811,085	\$ 1	1,548,054	\$ 1,773,608	\$ 1,854,769	\$ 2,021,969
Contributions as a percentage of covered- employee payroll	13.00%	13.00%	13.00%		13.00%	13.00%	13.00%		13.00%	13.00%	13.00%	13.00%

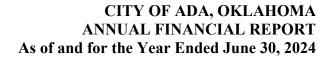
Schedule of Required Supplementary Information SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS POSTEMPLOYMENT HEALTH INSURANCE IMPLICIT RATE SUBSIDY PLAN Last 10 Fiscal Years

		2018		2019		2020		2021		2022		2023		2024
Total OPEB Liability														
Service Cost	\$	50,954	\$	45,130	\$	42,531	\$	42,531	\$	8,884	\$	14,896	\$	10,543
Interest		22,155		29,919		33,696		10,920		17,017		13,157		17,022
Changes in benefit terms		-		-		(392,001)		-		-		-		-
Changes in assumptions		(67,150)		-		38,882		121,042		99,076		(101,838)		(35,291)
Experience Gain/(Loss)		-		(26,358)		(34,067)		-		37,088		-		152,206
Benefit Payments		(14,163)		(11,120)		(23,103)		(43,006)		(45,156)		(50,147)		(53,968)
Other adjustments		-		-		-		-		(148,273) *		0		
Net change in total OPEB liability	\$	(8,204)	\$	37,571	\$	(334,062)	\$	131,487	\$	(31,364)	\$	(123,932)	\$	90,512
Balances - Beginning of Year	\$	798,801	\$	790,597	\$	828,168	\$	494,106	\$	625,593	\$	594,229	\$	470,297
Balances - End of Year	\$	790,597	\$	828,168	\$	494,106	\$	625,593	\$	594,229	\$	470,297	\$	560,809
Covered employee payroll	Ś	8,760,000	Ś	9 760 000	Ļ	9,029,000	ċſ	9,029,000	Ś	0.669.000	ĊO	,668,000	ĊO	100F 227
Covered employee payroli	Ş	8,760,000	Ş	8,760,000	\$	9,029,000	Ş	9,029,000	Þ	9,668,000	\$5	,668,000	\$5	,995,337
Total OPEB liability as a percentage of covered employee payroll		9.03%		9.45%		5.47%		6.93%		6.15%		4.86%		5.61%

Notes to Schedule:

Only seven fiscal years are presented because 10-year data is not yet available.

^{*} Fiscal year 2021 information is based on roll forward procedures and an updated valuation was used for fiscal year 2022.



SUPPLEMENTARY INFORMATION

Combining Balance Sheet – General Fund Accounts - June 30, 2024

	Ge	neral Fund	S Ec Dis	den and evere onomic location ccount		G Home t Account	То	tal General Fund
ASSETS	•	10 000 701	•	4 404	•	10.005	•	10 100 100
Cash and cash equivalents	\$	12,392,724	\$	1,104	\$	12,605	\$	12,406,433
Investments		36,420		-		-		36,420
Receivable from other governments		1,525,741		-		-		1,525,741
Due from other funds		159,474		-		-		159,474
Taxes receivable, net		78,448		-		-		78,448
Court fines receivable, net		621,527		-		-		621,527
Lease receivables		1,206,183		-		-		1,206,183
Other receivables	_	1,941,617	_		_	-	_	1,941,617
Total assets	\$	17,962,134	\$	1,104	\$	12,605	\$	17,975,843
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES Liabilities: Accounts payable Accrued payroll liabilities Due to other funds Due to depositors Payable to other governments Total liabilities	\$	201,956 262,749 153,917 27,765 10,774 657,161	\$	- - - - -	\$	- - - - -	\$	201,956 262,749 153,917 27,765 10,774 657,161
Deferred inflows of resources:								
Unavailable revenue		2,542,642		-		-		2,542,642
Deferred amounts related to leases		1,147,443						1,147,443
Total deferred inflows of resources		3,690,085						3,690,085
Fund balances:								
Restricted		-		1,104		12,605		13,709
Committed		1,708,600		-		-		1,708,600
Assigned		8,470,624		-		-		8,470,624
Unassigned		3,435,664		-		-		3,435,664
Total fund balances	_	13,614,888	_	1,104		12,605		13,628,597
Total liabilities, deferred inflows and fund balances	\$	17,962,134	\$	1,104	\$	12,605	\$	17,975,843

<u>Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance – General Fund Accounts – Year Ended June 30, 2024</u>

	General Fund	Sudden and Severe Economic Dislocation Account	CDBG Home Grant Account	Total General Fund
REVENUES				
Taxes	\$ 11,772,302	\$ -	\$ -	\$ 11,772,302
Fees and fines	134,350	-	-	134,350
Licenses and permits	244,667	-	-	244,667
Intergovernmental	1,729,478	-	-	1,729,478
Charges for services	315,091	-	-	315,091
Investment income	682,569	-	677	683,246
Miscellaneous	2,247,925	-	-	2,247,925
Total revenues	17,126,382		677	17,127,059
EXPENDITURES Current:				
General government	5,455,249	_	_	5,455,249
Public safety	7,060,317	_	_	7,060,317
Legal and judicial	116,811	_	_	116,811
Cemetery	197,415	-	-	197,415
Culture and recreation	2,097,320	-	_	2,097,320
Community development	626,616	-	-	626,616
Capital outlay	1,469,534	-	-	1,469,534
Total expenditures	17,023,262			17,023,262
Excess (deficiency) of revenues over				
expenditures	103,120		677	103,797
OTHER FINANCING SOURCES (USES)				
Transfers in	7,535,986	_	_	7,535,986
Transfers out	(4,813,970)	_	_	(4,813,970)
Total other financing sources and uses	2,722,016			2,722,016
Net change in fund balances	2,825,136	-	677	2,825,813
Fund balances - beginning	10,789,752	1,104	11,928	10,802,784
Fund balances - ending	\$ 13,614,888	\$ 1,104	\$ 12,605	\$ 13,628,597

Combining Balance Sheet - Nonmajor Governmental Funds - June 30, 2024

								SPECIAL	REVEN	UE FUNDS	i					
	Dai	re Fund		Library lemorial Fund		ary State	Fo	Drug rfeiture Fund	For	ral Drug feiture und		nergency 11 Fund	Spor	ts Complex Fund		Parks onation Fund
ASSETS Cash and cash equivalents	\$	5,641	\$	197,570	\$	9,514	\$	6,668	\$	50	\$	457,427	\$	417,780	\$	252,280
Due from other governments										-				-		
Lease receivables		-		-		-		-		-		-		-		-
Other receivables			_	-			_		_	-	_	46,465		-	_	-
Total Assets	\$	5,641	\$	197,570	\$	9,514	\$	6,668	\$	50	\$	503,892		417,780	\$	252,280
LIABILITIES																
Accounts payable	\$	-	\$	-	\$	-	\$	-	\$	-	\$	48		67	\$	-
Accrued payroll liabilities		-		-		-		-		-		20,486		1,383		-
Due to other funds												18,616		146		
Total Liabilities			_								_	39,150		1,596		
DEFERRED INFLOWS OF RESOURCES:																
Unavailable revenue		-		-		-		-		-		-		-		-
Leases receivable Total deferred inflows of resources																
rotal delerred inllows of resources				-												
FUND EQUITY																
Fund balances:		4.050		00.040		0.000		0.000				25 525		0.440		
Restricted Committed		4,950		20,619 140,514		6,932		2,899		50		35,525		9,116		-
Assigned		691		36,437		2,582		3,769		-		429,217		407,068		252.280
Total Fund Equity		5,641		197,570		9,514		6,668		50		464,742		416,184		252,280
Total Liabilities, Deferred Inflows	_		_		_						_		-			
and Fund Equity	\$	5,641	\$	197,570	\$	9,514	\$	6,668	\$	50	\$	503,892	\$	417,780	\$	252,280

(Continued)

Combining Balance Sheet - Nonmajor Governmental Funds - June 30, 2024, (Continued)

		SPECIAL RE	VEN	JE FUNDS	CAPI	TAL P	ROJECT FU	NDS		-	RVICE	
		a Arts & age Fund	Al	RPA Grant Fund	emetery are Fund		roperty ners Part.		Airport G/Cash Fund		inking Fund	 TOTALS
ASSETS Cash and cash equivalents Due from other governments Other receivables Other receivables Total Assets	\$	9,440 - - - 9,440	\$	2,200,665 - - - 2,200,665	\$ 138,770 - - - 138,770	\$	120,055 - - - 120,055		1,570,992 135,495 55,877 - 1,762,364	\$	3,054 3,980 - - - 7,034	\$ 5,389,906 139,475 55,877 46,465 5,631,723
											<u> </u>	
LIABILITIES												
Accounts payable	\$	-	\$	-	\$ -	\$	-	\$	29,258	\$	-	\$ 29,373
Accrued payroll liabilities		-		-	-		-		2,523		-	24,392
Due to other funds					 <u> </u>				3,400			 22,162
Total Liabilities		-	_	-	 -				35,181			 75,927
DEFERRED INFLOWS OF RESOL	JRCES:											
Unavailable revenue		-		2,071,485	-		-		135,495		3,336	2,210,316
Leases receivable		-		-	-		-		55,437		-	55,437
Total Liabilities		-		2,071,485	-		-		190,932		3,336	2,265,753
FUND EQUITY												
Fund balances:		0.474									0.000	04.000
Restricted		8,171		-	-		-		-		3,698	91,960
Committed		4 000		400.400	400.770		400.055		4 500 054		-	140,514
Assigned		1,269		129,180	 138,770		120,055	_	1,536,251		2 000	 3,057,569
Total Fund Equity		9,440		129,180	 138,770		120,055		1,536,251		3,698	 3,290,043
Total Liabilities, Deferred Inflows and Fund Equity	\$	9,440	\$	2,200,665	\$ 138,770	\$	120,055	\$	1,762,364	\$	7,034	\$ 5,631,723

<u>Combining Statement of Revenues, Expenditures, and Changes in Fund Balance – Nonmajor Governmental Funds – Year Ended June 30, 2024</u>

				SPECIAL	REVENUE FUNDS	5		
	Dare Fund	Library Memorial Fund	Library State Aid Fund	Drug Forfeiture Fund	Federal Drug Forfeiture Fund	Emergency 911 Fund	Sports Complex Fund	Parks Donation Fund
REVENUES								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 507,349	\$ -	\$ -
Intergovernmental	-	40.040	30,079	3,000	-	461,580	407.047	-
Charges for services	-	16,049	-	-	-		167,047	44.057
Investment earnings	303	10,196	571	298	-	20,025	23,258	14,057
Miscellaneous	-	46,985		19		518	9,133	44,645
Total revenues	303	73,230	30,650	3,317		989,472	199,438	58,702
EXPENDITURES								
Current:								
General government	_	_	_	_	_	_	_	_
Public safety	_	_	_	3,773	_	795,798	_	_
Culture and recreation	_	32,297	_	-	_	-	182,516	16,485
Airport	_	-	_	_	_	_	-	-
Capital Outlay	_	14,107	21,586	-	_	5,682	15,237	114,768
Debt Service:		, -	,			-,	.,	,
Principal	-	-	-	-	-	39,060	-	_
Interest and other charges	-	-	-	-	-	3,017	-	_
Total Expenditures		46,404	21,586	3,773		843,557	197,753	131,253
Excess (deficiency) of revenues over								
expenditures	303	26,826	9,064	(456)		145,915	1,685	(72,551)
OTHER FINANCING COURSES (1975)								
OTHER FINANCING SOURCES (USES) Transfers in		4,600	3.279	1.271		151,250	15,900	
Transfers out	-	4,000	-, -	1,271	-		15,900	-
		4,600	(5,000)	1,271		(89,847) 61,403	15.900	
Total other financing sources and uses		4,000	(1,721)	1,271		01,403	15,900	
Net change in fund balances	303	31,426	7,343	815	-	207,318	17,585	(72,551)
Fund balances - beginning	5,338	166,144	2,171	5,853	50	257,424	398,599	324,831
Fund balances - ending	\$ 5,641	\$ 197,570	\$ 9,514	\$ 6,668	\$ 50	\$ 464,742	\$ 416,184	\$ 252,280

(Continued)

<u>Combining Statement of Revenues, Expenditures, and Changes in Fund Balance – Nonmajor Governmental Funds – Year Ended June 30, 2024 (Continued)</u>

	SPECIAL RE	EVENUE FUNDS	САРІ	TAL PROJECT FU	DEBT SERVICE FUND					
	Ada Arts & Heritage Fund	Heritage ARPA Grant		Airport Property AG/Cash Owners Part. Fund			Property AG/Cash		Sinking Fund	TOTALS
REVENUES										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,665	\$ 527,014			
Intergovernmental	-	616,878	-	-	110,743	-	1,222,280			
Charges for services	-	-	16,182	-	223,459	-	422,737			
Investment earnings	611	143,499	-	6,462	74,615	-	293,895			
Miscellaneous					5,875	7,920	115,095			
Total revenues	611	760,377	16,182	6,462	414,692	27,585	2,581,021			
EXPENDITURES Current:										
General government	_	_	_	_	_	7,920	7,920			
Public safety	_	_	_	_	_	7,020	799,571			
Culture and recreation	_	_	_	_	_	_	231,298			
Airport	_	_	_	_	159,190	_	159,190			
Capital Outlay	3,797	616,879	93,537	1,228	824,015	_	1,710,836			
Debt Service:	0,. 0.	0.0,0.0	00,007	1,220	02 1,0 10		1,7 10,000			
Principal	_	_	_	_	_	18,768	57,828			
Interest and other charges	_	-	_	_	_	3,377	6,394			
Total Expenditures	3,797	616,879	93,537	1,228	983,205	30,065	2,973,037			
Excess (deficiency) of revenues over							_,,,,,,,,,			
expenditures	(3,186)	143,498	(77,355)	5,234	(568,513)	(2,480)	(392,016)			
	(4,144)		(11,000)		(000,010)	(=, 100)	(**=,****)			
OTHER FINANCING SOURCES (USES)										
Transfers in	-	-	-	-	1,145,700	-	1,322,000			
Transfers out		(140,000)			(15,114)		(249,961)			
Total other financing sources and uses		(140,000)			1,130,586		1,072,039			
Net change in fund balances	(3,186)	3,498	(77,355)	5,234	562.073	(2,480)	680,023			
Fund balances - beginning	12.626	125,682	216,125	114,821	974,178	6,178	2,610,020			
Fund balances - ending	\$ 9,440	\$ 129,180	\$ 138,770	\$ 120,055	\$ 1,536,251	\$ 3,698	\$ 3,290,043			
	- 0,.10	÷ .20,.00	÷ .55,.76	÷ .20,000	÷ .,000,201	- 0,000	+ 0,200,040			

CITY OF ADA, OKLAHOMA ANNUAL FINANCIAL REPORT As of and for the Year Ended June 30, 2023

Combining Schedule of Net Position – APWA Enterprise Fund Accounts - June 30, 2024

3	Public Works Authority	Solid Waste Development Account	Water Meter Account	RWD #3	Water Development Account	Sewer System Account	RWD #2 Account	Overhead Water Storage Account
ASSETS	Additionty	Account	Account	Account	Account	Account	Account	Account
Current assets:								
Cash and cash equivalents	\$ 6,206,189	\$ 7,926,635	s -	\$ 929,468	\$ 12,043,180	\$ 6,805,139	\$ 282,398	\$ 624,952
Restricted cash and cash equivalents	21,573,862	-	914,022	-	-	-	-	-
Due from other funds	3.119	142.503		_	_	_	_	_
Accounts Receivable, net	2,897,216	154	_	_	182,752	61,136	_	-
Leases Receivable	-,,	-	_	_	-	-	_	1,347,377
Total current assets	30,680,386	8,069,292	914,022	929,468	12,225,932	6,866,275	282,398	1,972,329
Non-current assets:								
Restricted:								
Leases Receivable, noncurrent Capital Assets:	-	-	-	-	-	-	-	66,860
Land and construction in progress	3,457,921	-	-	-	4,485,279	-	-	-
Other capital assets, net of accumulated depreciation	58,681,426	-	-	-	-	-	-	-
Total non-current assets	62,139,347				4,485,279			66,860
Total assets	92,819,733	8,069,292	914,022	929,468	16,711,211	6,866,275	282,398	2,039,189
								
DEFERRED OUTFLOWS OF RESOURCES Deferred amounts related to OPEB	103,755							
LIABILITIES Current Liabilities:								
Accounts payable	259,372	_	_	_	_	1,940	_	_
Accrued payroll liabilities	171,788		_	_	_	1,040	_	
Accrued interest payable	822,693	_	_	_	_	_	_	_
Due to other funds	105,051		_	_	_	_	_	
Other liabilities	78,056	_	_	_	_	_	_	_
Due to depositors		_	91,402	_	_	_	_	
Accrued compensated absences	40,941	_		_	_	_	_	
Landfill closure liability	23,594	_	_	_	_	_	_	
Notes payable	1,992,533	_	_	_	_	_	_	_
Total current liabilities	3,494,028		91.402			1.940		
Non-current liabilities:								
Due to depositors	_	_	822,620	_	_	_	_	_
Accrued compensated absences	368,464	_		_	_	_	_	_
Landfill closure liability	3,869,151	_	_	_	_	-	_	-
Notes payable	43,722,000	-	_	-	_	-	_	-
Total OPEB liability	188,142	-	_	-	_	-	_	-
Total non-current liabilities	48,147,757		822,620					
Total liabilities	51,641,785		914,022			1,940		
DEFERRED INFLOWS OF RESOURCES								
Deferred amounts related to OPEB	48,065	-	-	-	-	-	-	-
Deferred amounts related lease receivables	-	-	-	-	-	-	-	1,327,757
Total deferred in flows of resources	48,065							1,327,757
NET POSITION								
Net investment in capital assets	36,592,665	-	-	-	4,485,279	-	-	-
Restricted for debt service	1,406,000	-	-	-	-	-	-	-
Restricted for economic development	-	-	-	-	-	-	-	-
Unrestricted	3,234,973	8,069,292		929,468	12,225,932	6,864,335	282,398	711,432
Total net position	\$ 41,233,638	\$ 8,069,292	\$ -	\$ 929,468	\$ 16,711,211	\$ 6,864,335	\$ 282,398	\$ 711,432

Combining Schedule of Net Position – APWA Enterprise Fund Accounts - June 30, 2024, (Continued)

	Economic Development Enterprise Account	Water Wells and Trans Account	RWD #4 Account	Environmental Projects Account	RSD #5 Account	APWA Debt Service Account	APWA Capital Improvement Account	Total
ASSETS								
Current assets:								
Cash and cash equivalents	\$ 5,997,750	\$ 590,977	\$ 79,074	\$ 3,076,645	\$ 273,728	\$ -	\$ 392,153	\$ 45,228,288
Restricted cash and cash equivalents	-	-	-	-	-	435,566	-	22,923,450
Due from other funds	-	-	-	-	-	-	-	145,622
Accounts Receivable, net	-	-	_	45,803	-	-	-	3,187,061
Leases Receivable	-	-	-	-	-	-	-	1,347,377
Total current assets	5,997,750	590,977	79,074	3,122,448	273,728	435,566	392,153	72,831,798
Non-current assets:								
Restricted:								
Leases Receivable, noncurrent	_	_	_	_	_	_	_	66,860
Capital Assets:								,
Land and construction in progress	_	_	_	_	_	_	_	7,943,200
Other capital assets, net of accumulated depreciation	_	_	_	_	_	_	_	58,681,426
Total non-current assets								66,691,486
Total assets	5,997,750	590,977	79,074	3,122,448	273,728	435,566	392,153	139,523,284
Total assets	5,551,150	330,311	13,014	3,122,440	213,120	433,300	332,133	100,020,204
DEFERRED OUTFLOWS OF RESOURCES Deferred amounts related to OPEB								103,755
LIABILITIES								
Current Liabilities:								
Accounts payable	4,000							265,312
Accrued payroll liabilities	4,000	-	<u>-</u>	-	_	-	_	171,788
	-	-	-	-	-	-	-	822,693
Accrued interest payable Due to other funds - interaccount	-	-	-	-	-	-	-	
	-	-	-	-	-	-	-	105,051
Other liabilities	-	-	-	-	-	-	-	78,056
Due to depositors	-	-	-	-	-	-	-	91,402
Accrued compensated absences	-	-	-	-	-	-	-	40,941
Landfill closure liability	-	-	-	-	-	-	-	23,594
Notes payable								1,992,533
Total current liabilities	4,000							3,591,370
Non-current liabilities:								
Due to depositors	-	-	-	-	-	-	-	822,620
Accrued compensated absences	-	-	-	-	-	-	-	368,464
Landfill closure liability	-	-	_	-	-	-	-	3,869,151
Notes payable	-	-	_	-	-	-	-	43,722,000
Total OPEB liability	-	-	_	-	-	-	-	188,142
Total non-current liabilities								48,970,377
Total liabilities	4,000							52,561,747
DEFERRED INFLOWS OF RESOURCES								
Deferred amounts related to OPEB	-	-	-	-	-	-	-	48,065
Deferred amounts related lease receivables								1,327,757
Total liabilities								1,375,822
NET POSITION								
NET POSITION								44.077.044
Net investment in capital assets	-	-	-	-	-	405.5	-	41,077,944
Restricted for debt service		-	-	-	-	435,566	-	1,841,566
Restricted for economic development	5,993,750					-		5,993,750
Unrestricted		590,977	79,074	3,122,448	273,728		392,153	36,776,210
Total net position	\$ 5,993,750	\$ 590,977	\$ 79,074	\$ 3,122,448	\$ 273,728	\$ 435,566	\$ 392,153	\$ 85,689,470

Combining Schedule of Revenues, Expenses and Changes in Net Position – APWA Enterprise Fund Accounts -Year Ended June 30, 2024

	Public Works Authority	Solid Waste Development Account	Water Meter Account	RWD #3 Account	Water Development Account	Sewer System Account	RWD #2 Account	Overhead Water Storage Account
REVENUES								
Charges for services:								
Water	\$ 7,775,835	\$ -	\$ -	\$ 45,039	\$ 1,059,047	\$ -	\$ -	\$ -
Sewer	2,612,307	-	-	-	-	356,391	-	-
Sanitation	4,998,151	-	-	-	-	-	-	-
Solid waste fee	-	71	-	-	-	-	-	-
Recycling income	236,572	-	-	-	-	-	-	-
Lease revenue	2,520	-	-	-	62,144	-	-	-
Miscellaneous	264,777	-	-	-	-	-	-	-
Total operating revenues	15,890,162	71		45,039	1,121,191	356,391		-
OPERATING EXPENSES								
Public works director	465,139	_	-	_	_	_	_	_
Billing and collecting	525,352	_	-	_	_	_	_	_
Water plant	661,935	_	_	_	9,588	_	_	3,786
Liquid waste	848,712	_	_	_	-	_	_	-
Administration	2,633,328	_	_	_	_	_	_	_
Water and sewer line maintenance	1,295,917	_	_	_	_	_	_	_
Solid waste	2,999,450	_	_	_	_	_	_	_
Landfill operations	201,850	_		_	_	_	_	_
Construction	635,292	_		_	_	_	_	_
Street	994,772	_		_	_	_	_	_
Economic Development	554,772	_		_	_	_	_	_
Depreciation	1,815,173							
Total operating expenses	13,076,920			· 	9,588			3,786
Operating income (loss)	2,813,242	71		45,039	1,111,603	356,391		(3,786)
Operating income (loss)	2,613,242			45,039	1,111,003	330,391	<u>-</u>	(3,780)
NON-OPERATING REVENUES (EXPENSES)								
Interest and investment revenue	1,075,846	415,621	_	48,358	683,091	354,934	18,693	30,011
Miscellaneous revenue	670,721	410,021		40,000	-	-	10,000	115,074
Gain on capital asset disposal	3,119	_		_	_	_	_	110,014
Interest expense	(1,389,229)							
Total non-operating revenue (expenses)	360.457	415,621		48,358	683,091	354,934	18,693	145,085
Income (loss) before contributions and transfers	3,173,699	415,692		93,397	1,794,694	711,325	18,693	141,299
Capital contributions	366,452	413,032		90,001	1,794,094	711,323	10,093	141,233
Transfers in	11,430,468	144,277	-	-	35,000	834	-	-
Transfers out	(11,272,903)	144,277	-	-	(1,344,278)	(137,502)	(82,000)	-
	3,697,716	559,969	<u>-</u>	93,397	485,416	574,657	(62,000)	141,299
Change in net position	3,097,710	559,969		93,397	400,410	574,057	(63,307)	141,299
Total net position, beginning-restated	37,535,922	7,509,323	-	836,071	16,225,795	6,289,678	345,705	570,133
Total net position - ending	\$ 41,233,638	\$ 8,069,292	\$ -	\$ 929,468	\$ 16,711,211	\$ 6,864,335	\$ 282,398	\$ 711,432

<u>Combining Schedule of Revenues, Expenses and Changes in Net Position – APWA Enterprise Fund Accounts - Year Ended June 30, 2024, (Continued)</u>

Charges for services:		Economic Development Enterprise Account	Water Wells and Trans Account	RWD #4 Account	Environmental Projects Account	RSD #5 Account	APWA Debt Service Account	APWA Capital Improvement Account	<u>Total</u>
Valer	REVENUES					<u> </u>		<u> </u>	
Sewer	Charges for services:								
Saintation	Water	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,879,921
Solid waste fee	Sewer	-	-	-	-	67,666	-	-	3,036,364
Page	Sanitation	-	-	-	-	-	-	-	4,998,151
Miscellanous	Solid waste fee	-	-	-	-	-	-	-	71
Public works director	Recycling income	-	-	-	-	-	-	-	236,572
Total operating revenues - - - - 67.666 - 17.480.520	Lease revenue	-	-	-	-	-	-	-	64,664
Pack	Miscellaneous	-	-	_	-	-	-	_	264,777
Public works director	Total operating revenues	-	-			67,666			17,480,520
Public works director	OPERATING EXPENSES								
Siling and collecting		_							465 130
Mater plant									
Second S		_	_	-	26.095	_	_	-	
Administration	·	_	_	-	20,903	0 063	_	-	
Value and sewer line maintenance		-	-	-	-	0,903	-	-	
Solid waste		-	-	-	-	-	-	-	
Construction		-	-	-	-	-	-	-	
Construction Cons		-	-	-	-	-	-	-	
Street		-	-	-	-	-	-	-	
Commit Development		-	-	-	-	-	-	-	
Depreciation		4 507 000	-	-	-	-	-	-	
Total operating expenses		1,527,838	-	-	-	-	-	-	
NON-OPERATING REVENUES (EXPENSES) 327,671 31,454 4,209 160,699 13,145 20,193 20,406 3,204,331 Miscellaneous revenue 5,345 - - 267,194 - - - 3,119 Interest expense - - - - - - 3,119 Interest expense - - - - - - - 1,389,229) Total non-operating revenue (expenses) 333,016 31,454 4,209 427,893 13,145 20,193 20,406 2,876,555 Income (loss) before contributions and transfers (1,194,822) 31,454 4,209 427,893 13,145 20,193 20,406 2,876,555 Capital contributions -<									
NON-OPERATING REVENUES (EXPENSES) Interest and investment revenue 327,671 31,454 4,209 160,699 13,145 20,193 20,406 3,204,331 Miscellaneous revenue 5,345 - - 267,194 - - - - 1,08,139 Gain on capital asset disposal -									
Interest and investment revenue 327,671 31,454 4,209 160,699 13,145 20,193 20,406 3,204,331 Miscellaneous revenue 5,345 - 267,194 1,058,134 Gain on capital asset disposal	Operating income (loss)	(1,527,838)			(26,985)	58,703			2,826,440
Interest and investment revenue 327,671 31,454 4,209 160,699 13,145 20,193 20,406 3,204,331 Miscellaneous revenue 5,345 - 267,194 1,058,134 Gain on capital asset disposal									
Miscellaneous revenue 5,345 - - 267,194 - - - 1,055,334 Gain on capital asset disposal - <td< td=""><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></td<>									
Gain on capital asset disposal - <th< td=""><td></td><td></td><td>31,454</td><td>4,209</td><td></td><td>13,145</td><td>20,193</td><td>20,406</td><td></td></th<>			31,454	4,209		13,145	20,193	20,406	
Interest expense		5,345	-	-	267,194	-	-	-	
Total non-operating revenue (expenses) 333,016 31,454 4,209 427,893 13,145 20,193 20,406 2,876,555 Income (loss) before contributions and transfers (1,194,822) 31,454 4,209 400,908 71,848 20,193 20,406 5,702,995 Capital contributions - - - - - - 36,452 Transfers in 1,204,569 - - - - 2,040,000 50,000 14,905,458 Transfers out (91,890) - - - (105,260) (6,128) (2,111,845) - (15,151,806) Change in net position (82,143) 31,454 4,209 295,648 65,720 (51,652) 70,406 5,822,789 Total net position, beginning-restated 6,075,893 559,523 74,865 2,826,800 208,008 487,218 321,747 79,866,681	Gain on capital asset disposal	-	-	-	-	-	-	-	3,119
Income (loss) before contributions and transfers (1,194,822) 31,454 4,209 400,908 71,848 20,193 20,406 5,702,995 Capital contributions -	Interest expense								
Capital contributions	Total non-operating revenue (expenses)	333,016						20,406	
Transfers in Transfers in Transfers out Change in net position 1,204,569 (91,890) - - - - - 2,040,000 (61,28) 50,000 (2,111,845) 14,905,148 (15,151,806) Change in net position (82,143) 31,454 4,209 295,648 65,720 (51,652) 70,406 5,822,789 Total net position, beginning-restated 6,075,893 559,523 74,865 2,826,800 208,008 487,218 321,747 79,866,681		(1,194,822)	31,454	4,209	400,908	71,848	20,193	20,406	
Transfers out Change in net position (91,890) - - (105,260) (6,128) (2,111,845) - (15,151,806) Change in net position (82,143) 31,454 4,209 295,648 65,720 (51,652) 70,406 5,822,789 Total net position, beginning-restated 6,075,893 559,523 74,865 2,826,800 208,008 487,218 321,747 79,866,681	Capital contributions		-	-		-	-		
Change in net position (82,143) 31,454 4,209 295,648 65,720 (51,652) 70,406 5,822,789 Total net position, beginning-restated 6,075,893 559,523 74,865 2,826,800 208,008 487,218 321,747 79,866,681	Transfers in	1,204,569	-	-	-	-	2,040,000	50,000	14,905,148
Change in net position (82,143) 31,454 4,209 295,648 65,720 (51,652) 70,406 5,822,789 Total net position, beginning-restated 6,075,893 559,523 74,865 2,826,800 208,008 487,218 321,747 79,866,681	Transfers out	(91,890)	-	-	(105,260)	(6,128)	(2,111,845)	-	(15,151,806)
	Change in net position	(82,143)	31,454	4,209	295,648		(51,652)	70,406	5,822,789
Total net position - ending \$ 5,993,750 \$ 590,977 \$ 79,074 \$ 3,122,448 \$ 273,728 \$ 435,566 \$ 392,153 \$ 85,689,470	Total net position, beginning-restated	6,075,893	559,523	74,865	2,826,800	208,008	487,218	321,747	79,866,681
	Total net position - ending	\$ 5,993,750	\$ 590,977	\$ 79,074	\$ 3,122,448	\$ 273,728	\$ 435,566	\$ 392,153	\$ 85,689,470

Schedules of Expenditures of Federal and State Awards – Year Ended June 30, 2024

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

PEDERAL ASSISTANCE:	Federal Grantor/Pass Through Grantor/ Program Title/Cluster	Federal AL Number	Agency or Pass Thru Number	Program or Award Amount	Federal Expenditures
Process Programs Process Programs Process Programs Process Process Process Process Process Process Programs Programs Programs Programs Programs Programs Process Programs Program Process Process Process Process Process Programs Program Process Process Process Process Programs Program Program Process Process Process Process Programs Program Process Process Process Process Programs Programs Programs Process Process Process Programs Programs	FEDERAL ASSISTANCE:				
Process Programs Process Programs Process Programs Process Process Process Process Process Process Programs Programs Programs Programs Programs Programs Process Programs Program Process Process Process Process Process Programs Program Process Process Process Process Programs Program Program Process Process Process Process Programs Program Process Process Process Process Programs Programs Programs Process Process Process Programs Programs	U.S. DEPARTMENT OF JUSTICE:				
2022 Justice Assistance Grant - Bulletproof Vest Partnership					
2023 static Assistance Grant - Bulleproof Vest Partnership 16.607 2023-BU-BX-2303 5.649 2.011 Total U.S. Department of Justice 15.054 7.075 U.S. DEPARTMENT OF TRANSPORTATION:	Passed through District Attorney's Council:				
Total U.S. Department of Austice 15,054 7,103 U.S. DEPARTMENT OF TRANSPORTATION: 1,200 1	• •				
Direct Programs: Passed through Oklahoma Aeronauties Commission: Foderal Avision Administration - Terminal Apron Construction Phase 1 20.106 3-40-0001-019-2021 772,915 14.188 1	·	16.607	2023-BU-BX-2303		
Passed through Oklahoma Aeronauties Commission: Federal Avaition Administration - Terminal Apron Construction Phase 1 20.106 3-40-0001-019-2021 772,915 14,188 Highway Safety Cluster: National Highway Traffic Safety Administration Passed through Oklahoma Department of Emergency Management and Homeland Security: E911 Sustainability Grant 20.615 F1011231-815 2,767 2,767 Total U.S. Department of Transportation 775,682 16,955 U.S. DEPARTMENT OF THE AGRICULTURE Divect Programs: Passed through National Arbor Day Foundation: Urban and Commanity Forestry (UCF) Inflation Reduction Act Grant Program 10,727 N/A 230,500 2,700 Urban and Commanity Forestry (UCF) Inflation Reduction Act Grant Program 10,727 N/A 10,000 2,964 Total U.S. Department of Agriculture 240,500 5,664 NSTITUTE OF MUSEUM AND LIBRARY SERVICES: Divect Programs: Passed through Oklahoma Department of Libraries: Citzership and Immigration Project 23-24 45,310 N/A 14,000 8,609 Total Institute of Museum and Library Services 45,000 14,000 8,609 U.S. DEPARTMENT OF TREASURY:	Total U.S. Department of Justice			15,054	7,103
Passed through Oklahoms Acromatics Commission: Federal Aviation Administration - Terminal Apron Construction Phase 1 20.106 3.40-0001-019-2021 772,915 14,188					
Federal Aviation Administration - Terminal Apron Construction Phase 1	e e e e e e e e e e e e e e e e e e e				
National Highway Traffic Safety Administration Passed through Oklahoma Department of Emergency Management and Homeland Security E911 Sustainability Grant 20.615 F1011231-S15 2.767 2.767	<u>e</u>	20.106	3-40-0001-019-2021	772,915	14,188
Total U.S. Department of Transportation 775,682 16,955	National Highway Traffic Safety Administration Passed through Oklahoma Department of Emergency Management and Homeland Security:		F1011231-S15	2 767	2 767
U.S. DEPARTMENT OF THE AGRICULTURE: Direct Programs: Passed through National Arbor Day Foundation: Urban and Community Forestry (UCF) Inflation Reduction Act Grant Program 10.727 N/A 230,500 2,700 2,964 Urban and Community Forestry (UCF) Inflation Reduction Act Grant Program 10.727 N/A 10,000 2,964 Total U.S. Department of Agriculture 240,500 5,664 NISTITUTE OF MUSEUM AND LIBRARY SERVICES: Direct Programs: Passed through Oklahoma Department of Libraries: Citizenship and Immigration Project 23-24 45.310 N/A 14,000 8,609 Total Institute of Museum and Library Services 14,000 8,609 U.S. DEPARTMENT OF TREASURY: Direct Programs: American Rescue Plan Act - Trauch #1, #2, #3 21.027 FA-011793 3,024,453 616,878 Total U.S. Department of Treasury 21.027 FA-011793 3,024,453 616,878 U.S. DEPARTMENT OF HOMELAND SECURITY: Direct Programs: Passed through Oklahoma Office of Homeland Security 97.052 EMW-2018-FO-0312 162,286 405 U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:					
Direct Programs: Passed through National Arbor Day Foundation: Urban and Community Forestry (UCF) Inflation Reduction Act Grant Program 10.727 N/A 10,000 2,964 Total U.S. Department of Agriculture 10.727 N/A 10,000 2,964 Total U.S. Department of Agriculture 10.727 N/A 10,000 2,964 Total U.S. Department of Agriculture 10.727 N/A 10,000 2,964 INSTITUTE OF MUSEUM AND LIBRARY SERVICES: Direct Programs: Passed through Oklahoma Department of Libraries: 14.000 8,609 Total Institute of Museum and Library Services 45.310 N/A 14,000 8,609 U.S. DEPARTMENT OF TREASURY: 14.000 8,609 U.S. DEPARTMENT OF TREASURY: 14.000 14.000 16.878 Total U.S. Department of Treasury 21.027 FA-011793 3,024,453 616,878 Total U.S. DEPARTMENT OF HOMELAND SECURITY: 16.878 U.S. DEPARTMENT OF HOMELAND SECURITY: 16.286 405 Total U.S. Department of Homeland Security 16.2,286 405 U.S. DEPARTMENT OF HOMELAND SECURITY: 16.2,286 405 U.S. DEPARTMENT OF HOMELAND DEVELOPMENT: 16.2,286 405 U.S. DEPARTMENT OF HOMELAND DEVELOPME	Total U.S. Department of Transportation			775,682	16,955
Urban and Community Forestry (UCF) Inflation Reduction Act Grant Program 10.727 N/A 10,000 2,964 Total U.S. Department of Agriculture 10.727 N/A 10,000 2,964 INSTITUTE OF MUSEUM AND LIBRARY SERVICES: Direct Programs: Passed through Oklahoma Department of Libraries: Citizenship and Immigration Project 23-24 45.310 N/A 14,000 8,609 Total Institute of Museum and Library Services 14,000 8,609 U.S. DEPARTMENT OF TREASURY: Total U.S DEPARTMENT OF TREASURY: 3,024,453 616,878 Total U.S Department of Treasury 21,027 FA-011793 3,024,453 616,878 Total U.S Department of Treasury 3,024,453 616,878 U.S. DEPARTMENT OF HOMELAND SECURITY: 5 5 Direct Programs: 8 405 Passed through Oklahoma Office of Homeland Security 97.052 EMW-2018-FO-0312 162,286 405 Total U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT: 40.00 40.00 40.00 40.00	Direct Programs: Passed through National Arbor Day Foundation:				
Total U.S. Department of Agriculture 240,500 5,664 NSTITUTE OF MUSEUM AND LIBRARY SERVICES:					
INSTITUTE OF MUSEUM AND LIBRARY SERVICES: Direct Programs:		10.727	N/A		
Direct Programs: Passed through Oklahoma Department of Libraries: 45.310 N/A 14,000 8,609 Citizenship and Immigration Project 23-24 45.310 N/A 14,000 8,609 U.S. DEPARTMENT OF Museum and Library Services 14,000 8,609 U.S. DEPARTMENT OF TREASURY: State of the programs: 3,024,453 616,878 American Rescue Plan Act - Trauch #1, #2, #3 21.027 FA-011793 3,024,453 616,878 Total U.S Department of Treasury 7.011793 3,024,453 616,878 616,878 U.S. DEPARTMENT OF HOMELAND SECURITY: State of the programs: 8.02	Total O.S. Department of Agriculture			240,300	3,004
Citizenship and Immigration Project 23-24 45.310 N/A 14,000 8,609 Total Institute of Museum and Library Services 14,000 8,609 U.S. DEPARTMENT OF TREASURY: Direct Programs: American Rescue Plan Act - Trauch #1, #2, #3 21.027 FA-011793 3,024,453 616,878 Total U.S Department of Treasury 3,024,453 616,878 U.S. DEPARTMENT OF HOMELAND SECURITY: Security FA-011793 3,024,453 616,878 Passed through Oklahoma Office of Homeland Security: Assistance to Firefighters Grant-Self Contained Breathing Apparatus 97.052 EMW-2018-FO-0312 162,286 405 Total U.S Department of Homeland Security 162,286 405 U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT: 162,286 405	Direct Programs:				
Total Institute of Museum and Library Services 14,000 8,609 U.S. DEPARTMENT OF TREASURY: Direct Programs: 21.027 FA-011793 3,024,453 616,878 Total U.S Department of Treasury 3,024,453 616,878 U.S. DEPARTMENT OF HOMELAND SECURITY: 5 5 Direct Programs: 8 8 Passed through Oklahoma Office of Homeland Security: 8 8 Assistance to Firefighters Grant-Self Contained Breathing Apparatus 97.052 EMW-2018-FO-0312 162,286 405 Total U.S Department of Homeland Security 162,286 405 U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT: 162,286 405		45 210	NI/A	14,000	9 600
U.S. DEPARTMENT OF TREASURY: Direct Programs: 21.027 FA-011793 3,024,453 616,878 American Rescue Plan Act - Trauch #1, #2, #3 21.027 FA-011793 3,024,453 616,878 U.S. DEPARTMENT OF HOMELAND SECURITY: 3,024,453 616,878 Direct Programs: Passed through Oklahoma Office of Homeland Security: 405 Assistance to Firefighters Grant-Self Contained Breathing Apparatus 97.052 EMW-2018-FO-0312 162,286 405 Total U.S Department of Homeland Security 162,286 405 U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT: 162,286 405		43.310	N/A		
Direct Programs: 21.027 FA-011793 3,024,453 616,878 Total U.S. DEPARTMENT OF HOMELAND SECURITY: Direct Programs: Passed through Oklahoma Office of Homeland Secutity: Assistance to Firefighters Grant-Self Contained Breathing Apparatus 97.052 EMW-2018-FO-0312 162,286 405 Total U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:	·			14,000	6,007
American Rescue Plan Act - Trauch #1, #2, #3 21.027 FA-011793 3,024,453 616,878 Total U.S. DEPARTMENT OF HOMELAND SECURITY: Direct Programs: Passed through Oklahoma Office of Homeland Secutity: Assistance to Firefighters Grant-Self Contained Breathing Apparatus 97.052 EMW-2018-FO-0312 162,286 405 Total U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:					
U.S. DEPARTMENT OF HOMELAND SECURITY: Direct Programs: Passed through Oklahoma Office of Homeland Secutity: Assistance to Firefighters Grant-Self Contained Breathing Apparatus 70.052 EMW-2018-FO-0312 162,286 405 Total U.S. Department of Homeland Security 162,286 405 U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:	e	21.027	FA-011793	3,024,453	616,878
Direct Programs: Passed through Oklahoma Office of Homeland Secutity: Assistance to Firefighters Grant-Self Contained Breathing Apparatus 70 Total U.S Department of Homeland Security U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:	Total U.S Department of Treasury			3,024,453	616,878
Passed through Oklahoma Office of Homeland Secutity: Assistance to Firefighters Grant-Self Contained Breathing Apparatus 797.052 EMW-2018-FO-0312 162,286 405 162,286 405 U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:	U.S. DEPARTMENT OF HOMELAND SECURITY:				
Assistance to Firefighters Grant-Self Contained Breathing Apparatus 97.052 EMW-2018-FO-0312 162,286 405 Total U.S Department of Homeland Security 162,286 405 U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:	Direct Programs:				
Total U.S Department of Homeland Security 162,286 405 U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:					
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:	e	97.052	EMW-2018-FO-0312		
	Total U.S Department of Homeland Security			162,286	405
Dicct Fogland.	U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT: Direct Programs:				
Passed through Oklahoma Department of Commerce:	•				
CDBG - Wintersmith Park Sidewalks Phase 2 14.228 18604 CDBG 22 195,715 179,546		14.228	18604 CDBG 22		
Total U.S. Department of Housing and Urban Development 195,715 179,546	Total U.S. Department of Housing and Urban Development			195,715	179,546
TOTAL FEDERAL ASSISTANCE \$ 4,427,690 \$ 835,160	TOTAL FEDERAL ASSISTANCE			\$ 4,427,690	\$ 835,160

CITY OF ADA, OKLAHOMA ANNUAL FINANCIAL REPORT As of and for the Year Ended June 30, 2023

SCHEDULE OF EXPENDITURES OF STATE AWARDS

State Grantor/Pass Through Agency Grantor/Program Title	Grant#	Award Amount	Awards Expended
STATEAWARDS:	Grant "	1 1110 4110	23penaeu
OKLAHOMA DEPARTMENT OF LIBRARIES:			
FY24 State Aid	N/A	13,079	11,538
Let's Talk About It, OK	Y23.058	1,500	1,500
Let's Talk About It, OK	Y24.079	1,500	1,500
Total Oklahoma Department of Libraries		16,079	14,538
Upgrade AWOS III	N/A	96,354	96,354
PROGRESSING RURAL ECONOMIC PROSPERITY (PREP) INFRASTRUCTURE PI	ROGRAM:		
Airport Industrial Park Development-Roads/Parking	19193 PREP 23	2,450,000	125,860
TOTAL STATE AWARDS		\$2,562,433	\$236,752

Footnotes to Schedules of Expenditures of Federal and State Awards:

- 1. The Schedules of Expenditures of Federal and State Awards are prepared on an accrual basis of accounting.
- 2. Of the federal expenditures presented in the Schedule, the City of Ada had no subrecipients that were provided federal awards.
- 3. The City of Ada does not have an indirect cost rate and has elected not to use the 10% de minimis cost rate allowed under the Uniform Guidance during the year ended June 30, 2024.

CITY OF ADA, OKLAHOMA
ANNUAL FINANCIAL REPORT
As of and for the Year Ended June 30, 2023

SINGLE AUDIT AND INTERNAL CONTROL AND COMPLIANCE INFORMATION

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Finley & Cook, PLLC

405-878-7300

Finley-Cook.com

1421 East 45th Street Shawnee, OK 74804

INDEPENDENT AUDITORS' 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

Honorable Mayor and City Council City of Ada, Oklahoma

We have audited, in accordance with the auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit of the Valley View Hospital Authority, each major fund, and the aggregate remaining fund information of the City of Ada, Oklahoma (the "City") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated January 28, 2025. Our report includes an explanatory paragraph disclaiming an opinion on required supplementary information.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting ("internal control") as a basis for designing 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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

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

INDEPENDENT AUDITORS' 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, CONTINUED

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City'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 financial statements. 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 matter that is required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Finley + Cook, PLIC

Shawnee, Oklahoma January 28, 2025



405-878-7300

Finley-Cook.com

1421 East 45th Street Shawnee, OK 74804

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Honorable Mayor and City Council City of Ada, Oklahoma

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Ada, Oklahoma's (the "City") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2024. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States; 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"). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE, CONTINUED

<u>Auditors' Responsibilities for the Audit of Compliance</u>

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design
 and perform audit procedures responsive to those risks. Such procedures include examining, on
 a test basis, evidence regarding the City's compliance with the compliance requirements referred
 to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE, CONTINUED

Report on 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 Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

Finley + Cook, PLIC

Shawnee, Oklahoma January 28, 2025

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year	Fnde	rd I	lune	30	2024
ICUI	LIIUC	. u j	unc	JU.	2027

Financial	Statements
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SECTION I—SUMMARY OF	AUDITORS' RESULTS			
Financial Statements				
	ued on whether the financial statements accordance with accounting principles United States:	Unmod	lified	
Internal control over financ	ial reporting:			
Material weakness(es) identified?	☐ Yes	☑ No	
Significant deficiend	cy(ies) identified?	☐ Yes	☑ None Reported	
Noncompliance material to	financial statements noted?	☐ Yes	☑ No	
Federal Awards				
Internal control over major	federal programs:			
Material weakness(es) identified?	☐ Yes	☑ No	
Significant deficiend	cy(ies) identified?	☐ Yes	☑ None Reported	
Type of auditors' report issu the major federal program	•	Unmodified		
Any audit findings disclosed reported in accordance wi	that are required to be th 2 CFR section 200.561(a)?	□ Yes	☑ No	
Identification of major fede	ral programs:			
Federal AL Number	Name of Federal Program or Cluster			
21.027	U.S. Department of Treasury American Rescue Plan Act			
Dollar threshold used to dis Type A and Type B prograr	_	\$750,00	00	
Auditee qualified as low-risl	☑Yes	□No		

CITY OF ADA, OKLAHOMA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED

Year Ended June 30, 2024

SECTION II—FINANCIAL STATEMENT FINDINGS

None noted.

SECTION III—FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None noted.

CITY OF ADA, OKLAHOMA

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

Year Ended June 30, 2024

There were no prior year audit findings.